

Example: Consider the repeated game in which the following stage game is played twice:

		player 2		
		L	C	R
player 1	T	20, 20	0, 21	0, 0
	M	21, 0	1, 1	0, 0
	B	0, 0	0, 0	3, 3

What is the highest overall payoff (sum of player 1's payoff and player 2's payoff) consistent with SPNE?

What is the highest payoff for player 1 consistent with SPNE?

What is the lowest payoff for player 1 consistent with SPNE?