Online Appendix: Repression and Repertoires Stephen Morris and Mehdi Shadmehr

Example

Suppose $B(e) = e^m$, 0 < m < 1, and $C(e) = c^l$, l > m, and set $e_{max} = 2 > \tilde{e} = 1$. Then, $C'(\bar{e}) = B'(\bar{e})$ implies $(\bar{e})^{l-m} = m/l$. Moreover, using integration by parts, equation (3) can be written as:

$$\int_{p=0}^{1} e^*(p)dp = \overline{e} + \int_{e=\overline{e}}^{e_{max}} \frac{B'(e)}{C'(e)} de.$$

Thus,

$$\theta_{\infty}^{**} = \bar{e} + \int_{e=\bar{e}}^{e_{max}} \frac{m}{l} e^{m-l} de = \bar{e} + \left[\frac{m}{l} \frac{(e)^{m-l+1}}{m-l+1} \right]_{e=\bar{e}}^{e=e_{max}}$$

$$= \bar{e} + \frac{m}{l} \frac{(e_{max})^{m+1-l}}{m+1-l} - \frac{m}{l} \frac{(\bar{e})^{m+1-l}}{m+1-l}$$

$$= (\bar{e})^{m+1-l} \frac{m}{l} + \frac{m}{l} \frac{(e_{max})^{m+1-l}}{m+1-l} - \frac{m}{l} \frac{(\bar{e})^{m+1-l}}{m+1-l}$$
 (substituting for \bar{e})
$$= (e_{max})^{m+1-l} \frac{m}{l} \frac{1}{m+1-l} + (\bar{e})^{m+1-l} \frac{m}{l} \left(1 - \frac{1}{m+1-l} \right).$$
 (17)

If the opposition leader restricts efforts to a single effort level e, from (6), we have

$$\hat{e} = \underset{e \in [0, e_{max}]}{\text{arg max}} \begin{cases} e & ; e \leq \tilde{e} \\ e^{m-l+1} & ; e \geq \tilde{e} \end{cases} = \begin{cases} \tilde{e} & ; m+1 < l \\ [\tilde{e}, e_{max}] & ; m+1 = l \\ e_{max} & ; m+1 > l. \end{cases}$$

Thus, recalling that $\tilde{e} = 1$,

$$\theta_1^{**} = \begin{cases} \tilde{e} & ; m+1 \le l \\ (e_{max})^{m+1-l} & ; m+1 \ge l. \end{cases}$$
 (18)

First, consider the comparison between θ_1^{**} and $\tilde{\theta}_{\infty}^{**}$ from Proposition 2. Mirroring the calculations leading to equation (17),

$$\tilde{\theta}_{\infty}^{**} = \tilde{e} + \int_{e=\tilde{e}}^{e_{max}} \frac{m}{l} e^{m-l} de = \tilde{e} + \left[\frac{m}{l} \frac{(e)^{m-l+1}}{m-l+1} \right]_{e=\tilde{e}}^{e=e_{max}}$$

$$= \tilde{e} + \frac{m}{l} \frac{(e_{max})^{m+1-l}}{m+1-l} - \frac{m}{l} \frac{(\tilde{e})^{m+1-l}}{m+1-l}.$$

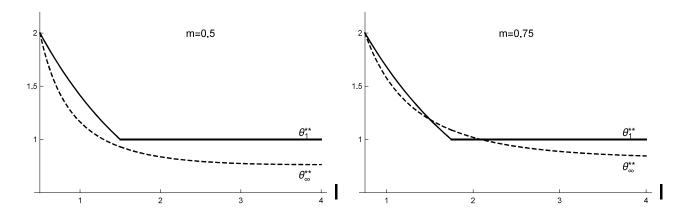


Figure 1: θ_1^{**} and θ_{∞}^{**} as a function of l for two values of m. When $l \leq 1$, so that C(e) is concave, $\theta_1^{**} > \theta_{\infty}^{**}$. When l > 1, so that C(e) is strictly convex, we can have $\theta_1^{**} < \theta_{\infty}^{**}$. Parameters: $B(e) = e^m$, 0 < m < 1, $C(e) = c^l$, l > m, and $e_{max} = 2 > \tilde{e} = 1$.

Thus, recognizing that $\tilde{e} = 1$,

$$\theta_1^{**} - \tilde{\theta}_{\infty}^{**} = \begin{cases} -\int_{e=\tilde{e}}^{e_{max}} \frac{m}{l} e^{m-l} de & ; m+1 < l \\ (e_{max})^{m+1-l} \left(1 - \frac{m}{l} \frac{1}{m+1-l}\right) - \left(1 - \frac{m}{l} \frac{1}{m+1-l}\right) & ; m+1 > l. \\ = \left[(e_{max})^{m+1-l} - 1\right] \frac{(l-m)}{l(m+1-l)} (1-l), \end{cases}$$

as prescribed by Proposition 2.

Now, consider the comparison of θ_1^{**} and θ_{∞}^{**} . If m+1>l, then from equations (17) and (18),

$$\theta_1^{**} - \theta_{\infty}^{**} = (e_{max})^{m+1-l} \left(1 - \frac{m}{l} \frac{1}{m+1-l} \right) - (\bar{e})^{m+1-l} \frac{m}{l} \left(1 - \frac{1}{m+1-l} \right)$$
$$= \frac{l-m}{l(m+1-l)} \left[(e_{max})^{m+1-l} (1-l) + (\bar{e})^{m+1-l} m \right]$$

If C(e) is concave, so that $l \leq 1$, then $\theta_1^{**} - \theta_\infty^{**} > 0$ as prescribed by Proposition 3. This result also reflects that even when l > 1, when efforts are not restricted to be greater than \tilde{e} , convexity is not sufficient to deliver $\theta_1^{**} < \theta_\infty^{**}$.

If m + 1 < l, then from equations (17) and (18),

$$\theta_1^{**} - \theta_{\infty}^{**} = [\tilde{e} - \bar{e}] - [(e_{max})^{m+1-l} - (\bar{e})^{m+1-l}] \frac{m}{l} \frac{1}{m+1-l}.$$

Figure 1 illustrates.