Economics of Information

a.y. 2019-20

Scuola Superiore Sant'Anna

Take-home assignment

Write a short essay describing a scenario, possibly real or realistic, within which asymmetric information entails both *hidden actions* and *hidden knowledge* at once. Position your undertaking with respect to the literature we discussed during class and make suitable references. Focus primarily on information considerations and adopt the appropriate terminology. There is no specific need for a thorough mathematical treatment, in so far as the details and workflow of the model are neat and clear. For MSE students and others coming from an economics background, the underlying situation should preferably bear some kind of economic relevance.

The essay must be sent to Dr. Jacopo Staccioli (jacopo.staccioli@unicatt.it) no later than one calendar week in advance of the date in which the student expects to undergo the oral exam with Prof. Giovanni Dosi.