

Linear Extension

Poset is a “Partially Ordered Set”, Partial Order

Poset, Partial Order: \succsim reflexive, anti-symmetric, transitive

Linear Order: \succsim reflexive, anti-symmetric, transitive, **complete**

A linear extension \succsim_L is a Linear Order that is *consistent* with a partial order \succsim .

$\succsim \subseteq \succsim_L$

Partial order: $\succsim = \{(a, a), (b, b), (c, c), (a, b)\}$

Linear order: $\succsim = \{(a, a), (b, b), (c, c), (a, b), (b, c), (a, c)\}$

Linear order: $\succsim = \{(a, a), (b, b), (c, c), (a, b), (c, b), (a, c)\}$

1 From Preferences to Choice

Choice Function.

A selection from every budget set. $\mathcal{B} = P(X) / \emptyset$

$C : \mathcal{B} \rightarrow \mathcal{B}$ such that $C(B) \subseteq B$.

Finite Non-Emptiness: For every finite $B \in \mathcal{B}$, $C(B) \neq \emptyset$.

$C(\{a, b\}) = \{a\}, C(\{a, b, c\}) = \{b\}$

Coherence:

For all x, y and B, B' such that $x, y \in B, B'$. $x \in C(B) \wedge y \notin C(B) \Rightarrow y \notin C(B')$

$C(\{a, b\}) = \{a, b\}, C(\{a, b, c\}) = \{b\}$

Choice Function Induced By \succsim

For $B \in \mathcal{B}$, $C_{\succsim}(B) = \{x | x \in B \wedge \forall y \in B, x \succsim y\}$

“The choice from B are all the of the objects in B that are a at least as good as every other object in B ”

Example:

Linear order: $\succsim = \{(a, a), (b, b), (c, c), (a, b), (b, c), (a, c)\}$

$C(\{a\}) = \{a\}, C(\{a, b\}) = \{a\}, C(\{a, b, c\}) = \{a\}$

Weak Order: $\succsim = \{(a, a), (b, b), (c, c), (a, b), (b, a), (b, c), (a, c)\}$

$C(\{a\}) = \{a\}, C(\{a, b\}) = \{a, b\}$

Intransitive Order: $\succsim = \{(a, a), (b, b), (c, c), (a, b), (b, c), (c, a)\}$

This has a cycle of strict preferences $a \succ b \succ c \succ a$

$C(\{a\}) = \{a\}, C(\{a, b\}) = \{a\}, C(\{a, b, c\}) = \emptyset$

Proposition 1. For a Finite X and complete \succsim , Existence of an Empty Choice Is \Leftrightarrow to a Cycle in \succ

Cycle in \succ implies empty choice.

The existence of a cycles implies there is some set of bundles x_1, \dots, x_n $x_1 \succ x_2 \succ \dots \succ x_{n-1} \succ x_n \succ x_1$.

To show there is an empty choice, take $B = \{x_1, \dots, x_n\}$

We need to show that for every $x_i \in B$ there is some $x_j \neq x_i$ such that $\neg(x_i \succsim x_j)$.

For $i > 1$, an x_j meeting this condition is x_{i-1} is such a bundle. Since $x_{i-1} \succ x_i$ by assumption, and $x_{i-1} \succ x_i$ implies $\neg(x_i \succsim x_{i-1})$ this condition is met for all $i > 1$.

For $i = 1$, note that $x_n \succ x_1$ which implies that $\neg(x_1 \succsim x_n)$ (This relies on the fact that B is a loop).

For every $x_i \in B$, there is some bundle that x_i is not at least as good as.

Let's prove the other direction:

If there is an empty choice, then there is a cycle in \succ .

If there is an empty choice then there is some budget B such that $C(B) = \emptyset$.

For such a set, $\#(B) \geq 3$ because preferences are complete.

Choose any object in B . Call it x_1 . Since x_1 is not in $C(B)$ and \succsim is complete, there must be some $x_2 \in B$ such that $x_2 \succ x_1$. Now x_2 do the same exercise to find some $x_3 \succ x_2$. Continue to find some object better than x_3 . If that is x_1 we have found a cycle. Otherwise continue.

Continue until we have constructed a chain $x_n \succ x_{n-1} \succ \dots \succ x_1$. There must be something better than x_n , and that that thing has to already appear in the chain.

If there is not a cycle, there is not an empty choice.