Dedicated to Prof. Qamrul Hasan Ansari on the occasion of his 60th anniversary

A nonsmooth Stackelberg equilibrium problem via mixed variational inequalities

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ABSTRACT.

In this paper, we introduce and study a class of nonsmooth Stackelberg equilibrium problems with differential revenue functions and nonsmooth cost functions. First, we describe the best response set of the follower and the best strategy set of the leader for the considered nonsmooth Stackelberg equilibrium problem via mixed variational inequalities. Then, by using the resolvent operator method and the Banach fixed point theorem, we show the existence and uniqueness of its solution.

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