

## SOME NEW EXISTENCE THEOREMS OF GENERALIZED ABSTRACT FUZZY ECONOMIES WITH APPLICATIONS

Lei Wang, Nan-Jing Huang\* and Chin-San Lee

**Abstract.** In this paper, some new existence theorems of equilibrium and maximal element for generalized abstract fuzzy economies with uncountable number of agents and qualitative fuzzy games are proved in  $G$ -convex spaces, respectively. As applications, some existence theorems of equilibria for abstract economies are given in  $G$ -convex spaces. The results presented in this paper generalize some known results in the literature.

### 1. INTRODUCTION

Since the classical Arrow and Debreu [2] existence theorem of Walrasian equilibria was proved, the result was generalized in many directions. Mas-colell [18] was first to show that the existence of equilibrium can be established without assuming preferences to be total and transitive. On the other hand, Borgin and Keiding [5] proved a new existence theorem for a compact abstract economy with KF-majorized preference correspondences. Following their ideas, many authors studied the existence of equilibria for generalized games (see [4, 6-9, 12-17, 22-27] and the references therein).

Billot [4] studied the equilibrium points of fuzzy games and fuzzy economic equilibrium, and proved the existence of a fuzzy general equilibrium. Huang [13, 14] first introduced the concepts of abstract fuzzy economies and generalized abstract

---

Received January 15, 2008, accepted April 14, 2008.

Communicated by J. C. Yao.

2000 *Mathematics Subject Classification*: 90A14, 47H04, 47S40.

*Key words and phrases*: Fuzzy mapping, Equilibrium point, Generalized abstract fuzzy economy, Qualitative fuzzy game.

This work was supported by the National Natural Science Foundation of China (70831005, 10671135), the Specialized Research Fund for the Doctoral Program of Higher Education (20060610005) and the Open Fund (PLN0703) of State Key Laboratory of Oil and Gas Reservoir Geology and Exploitation (Southwest Petroleum University).

This research was partially supported by a grant from the National Science Council.

\*Corresponding author.

fuzzy economies, and proved some existence theorems of equilibrium and maximal element for the abstract fuzzy economies and qualitative fuzzy games, respectively.

In this paper, we introduce a new class of generalized abstract fuzzy economies with an uncountable number of agents with fuzzy constraint correspondences and fuzzy preference correspondence in  $G$ -convex spaces. We prove some new existence theorems of equilibrium and maximal element for generalized abstract fuzzy economies with uncountable number of agents and qualitative fuzzy games in  $G$ -convex spaces, respectively. As applications, we give some existence theorems of equilibria for abstract economies in  $G$ -convex spaces. The results presented in this paper generalize some known results in [13-16].

## 2. PRELIMINARIES

For a set  $X$ , we shall denote by  $2^X$  and  $\langle X \rangle$  the family of all subsets of  $X$  and the family of all nonempty finite subset of  $X$  respectively. For  $A \in \langle X \rangle$ , we denote by  $|A|$  the cardinality of  $A$ . Let  $\Delta_n$  be the standard  $n$ -dimensional simplex with vertices  $e_0, e_1, \dots, e_n$ . If  $J$  is a nonempty subset of  $\{0, 1, \dots, n\}$ , we denote by  $\Delta_J$  the convex hull of the vertices  $\{e_j : j \in J\}$ . The notion of a generalized convex (or  $G$ -convex) space was introduced under an extra isotonic condition by Park and Kim [20, 21]. Recently, Park [19], by removing the extra condition, gives the following definition of a  $G$ -convex space.

A  $G$ -convex space  $(X, D, \Gamma)$  consists of a topological space  $X$ , a nonempty set  $D$  and a set-valued mapping  $\Gamma : \langle D \rangle \rightarrow 2^X \setminus \{\emptyset\}$  such that for each  $A = \{a_0, a_1, \dots, a_n\} \in \langle D \rangle$  with  $|A| = n + 1$ , there exists a continuous mapping  $\phi_A : \Delta_n \rightarrow \Gamma(A)$  such that  $J \subset \{0, 1, \dots, n\}$  implies  $\phi_A(\Delta_J) \subseteq \Gamma(\{a_j : j \in J\})$  where  $\Delta_J = co\{e_j : j \in J\}$ . When  $D = X$ , write  $(X, X, \Gamma) = (X, \Gamma)$ . In case  $D \subset X$ , a subset  $C$  of  $(X, D, \Gamma)$  is said to be  $\Gamma$ -convex if for each  $A \in \langle D \rangle$ ,  $A \subset C$  implies  $\Gamma(A) \subseteq C$ . We define the  $G$ -convex hull of  $C$ , denoted by  $G-co(C)$ , as  $G-co(C) = \bigcap \{B \subset X : C \subset B \text{ and } B \text{ is } \Gamma\text{-convex}\}$ .

A locally  $G$ -convex uniform space is a  $G$ -convex space  $(X, D, \Gamma)$  such that

- (1)  $X$  is a separated uniform space with the basis  $\beta$  for symmetric entourages;
- (2)  $D$  is a dense subset of  $X$ ; and
- (3) for each  $V \in \beta$  and each  $x \in X$ , the set  $V[x] = \{y \in X : (x, y) \in V\}$  is  $\Gamma$ -convex.

Let  $X$  and  $Y$  be both topological spaces. A set-valued mapping  $G : X \rightarrow 2^Y$  is said to be compact if  $G(X)$  is contained in some compact subset of  $Y$ .  $G$  is said to be upper semicontinuous (resp., lower semicontinuous) on  $X$  if for each  $x \in X$  and for each open set  $U$  in  $Y$ , the set  $\{x \in X : G(x) \subseteq U\}$  (resp.,  $\{x \in X : G(x) \cap U \neq \emptyset\}$ ) is open in  $X$ .

Let  $M$  and  $N$  be two Hausdorff topological vector spaces and  $X \subset M, Y \subset N$  be two nonempty convex subsets. Throughout this paper we always denote by  $\mathcal{F}(X)(\mathcal{F}(Y))$  the collection of all fuzzy sets on  $X(Y)$ . A mapping from  $X$  into  $\mathcal{F}(Y)(\mathcal{F}(X))$  is called a fuzzy mapping. If  $F : X \rightarrow \mathcal{F}(Y)$  is a fuzzy mapping, then for each  $x \in X, F(x)$  (denote by  $F_x$  in the sequel) is a fuzzy set in  $\mathcal{F}(Y)$  and  $F_x(y)$  is the degree of membership of point  $y$  in  $F_x$ .

In this sequel, we denote by

$$(A)_q = \{x \in X : A(x) \geq q\}, \quad q \in [0, 1],$$

the  $q$ -cut set of  $A \in \mathcal{F}(X)$ .

We say that  $\Gamma = (X_i, Y_i, A_i, B_i, P_i)_{i \in I}$  is a generalized abstract fuzzy economy, if  $I$  is a finite or an infinite set of agents,  $X_i$  and  $Y_i$  are nonempty topological space (a choice set),  $A_i : X = \prod_{i \in I} X_i \rightarrow \mathcal{F}(X)$  and  $B_i : \prod_{i \in I} X_i \rightarrow \mathcal{F}(Y)$  are fuzzy constraint mappings (fuzzy constraint correspondences),  $P_i : X \times Y \rightarrow \mathcal{F}(X)$  is a fuzzy preference mapping (fuzzy preference correspondence), where  $Y = \prod_{i \in I} Y_i$ . An equilibrium for  $\Gamma$  is a point  $(\hat{x}, \hat{y}) \in X \times Y$  such that for each  $i \in I, \hat{x}_i \in (A_{i\hat{x}})_{a_i(\hat{x})}, \hat{y}_i \in (B_{i\hat{x}})_{b_i(\hat{x})}$  and  $(A_{i\hat{x}})_{a_i(\hat{x})} \cap (P_{i(\hat{x}, \hat{y})})_{p_i(\hat{x}, \hat{y})} = \emptyset$ , where  $a_i, b_i : X \rightarrow (0, 1]$  and  $p_i : X \times Y \rightarrow (0, 1]$ .

$\Gamma = (X_i, Y_i, P_i)$  is said to be a qualitative fuzzy game if for each  $i \in I, X_i$  and  $Y_i$  are strategy sets of player  $i$ , and  $P_i : X \times Y \rightarrow \mathcal{F}(X)$  is a fuzzy preference mapping (fuzzy preference correspondence) of player  $i$ . A maximal element of  $\Gamma$  is a point  $(\hat{x}, \hat{y}) \in X \times Y$  such that  $(P_{i(\hat{x}, \hat{y})})(x, y) < p_i(\hat{x}, \hat{y})$  for all  $i \in I$  and  $(x, y) \in X \times Y$ , where  $p_i : X \times Y \rightarrow (0, 1]$ .

**Lemma 2.1.** (see [7]). *Let  $(X_i, D_i, \Gamma_i)_{i \in I}$  be a family of locally  $G$ -convex uniform spaces with each  $X_i$  having the basis  $\beta_i$  of symmetric entourages,  $X = \prod_{i \in I} X_i, D = \prod_{i \in I} D_i$  and  $\Gamma = \prod_{i \in I} \Gamma_i$ . Then  $(X, D, \Gamma)$  is also a locally  $G$ -convex uniform space.*

**Lemma 2.2.** (see [10]). *Let  $(X_i, D_i, \Gamma_i)_{i \in I}$  be a family of locally  $G$ -convex uniform spaces with each  $X_i$  having the basis  $\beta_i$  of symmetric entourages. For each  $i \in I$ , let  $G_i : X = \prod X_i \rightarrow 2^{X_i}$  be an upper semicontinuous compact set-valued mapping with nonempty closed  $\Gamma_i$ -convex values. Then there exists a point  $\hat{x} = (\hat{x}_i)_{i \in I} \in X$  such that  $\hat{x}_i \in G_i(\hat{x})$  for each  $i \in I$ .*

### 3. EXISTENCE OF EQUILIBRIA FOR GENERALIZED FUZZY ECONOMIES

**Lemma 3.1.** (see [28]). *Let  $X$  and  $Y$  be topological spaces and  $A$  be a closed (resp., open) subset of  $X$ . Suppose that  $F_1 : X \rightarrow 2^Y$  and  $F_2 : A \rightarrow 2^Y$  are both*

lower semicontinuous (resp., upper semicontinuous) such that  $F_2(x) \subset F_1(x)$  for each  $x \in A$ . Then the mapping  $F : X \rightarrow 2^Y$  defined by

$$F(x) = \begin{cases} F_2(x), & \text{if } x \in A, \\ F_1(x), & \text{if } x \in X \setminus A. \end{cases}$$

is also lower semicontinuous (resp., upper semicontinuous).

**Theorem 3.1.** Let  $(X_i, Y_i, A_i, B_i, P_i)_{i \in I}$  be an abstract fuzzy economy,  $X = \prod_{i \in I} X_i, Y = \prod_{i \in I} Y_i$ , and  $a_i, b_i : X \rightarrow (0, 1], p_i : X \times Y \rightarrow (0, 1]$  such that for each  $i \in I$ , the following conditions are satisfied:

- (1)  $(X_i, D_i, \Gamma_i)$  and  $(Y_i, D'_i, \Gamma'_i)$  are locally  $G$ -convex uniform spaces;
- (2) for each  $x \in X, x \rightarrow (A_{ix})_{a_i(x)} : X \rightarrow 2^{X_i}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : X \rightarrow 2^{Y_i}$  are both upper semicontinuous compact mappings with nonempty closed  $\Gamma_i$ -convex values;
- (3) for each  $(x, y) \in X \times Y, (x, y) \rightarrow (P_{i(x,y)})_{p_i(x,y)} : X \times Y \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times Y : (A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)} \neq \emptyset\}$  is open in  $X \times Y$ ;
- (5) for each  $(x, y) \in X \times Y$  with  $x_i \in (A_{ix})_{a_i(x)}$  and  $y_i \in (B_{ix})_{b_i(x)}, x_i \notin (P_{i(x,y)})_{p_i(x,y)}$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times Y$  such that for each  $i \in I, \hat{x}_i \in (A_{i\hat{x}})_{a_i(\hat{x})}, \hat{y}_i \in (B_{i\hat{x}})_{b_i(\hat{x})}$  and

$$(A_{i\hat{x}})_{a_i(\hat{x})} \cap (P_{i(\hat{x}, \hat{y})})_{p_i(\hat{x}, \hat{y})} = \emptyset.$$

*Proof.* By Lemma 2.1,  $(X, D, \Gamma), (X \times Y, D \times D', \{\Gamma \times \Gamma'\})$  and for each  $i \in I, (X_i \times Y_i, D_i \times D'_i, \{\Gamma_i \times \Gamma'_i\})$  are all locally  $G$ -convex uniform spaces. For each  $i \in I$ , define a set-valued mapping  $G_i : X \times Y \rightarrow 2^{X_i \times Y_i}$  by

$$G_i(x, y) = \begin{cases} [(A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)}] \times (B_{ix})_{b_i(x)}, & \text{if } (x, y) \in E_i, \\ (A_{ix})_{a_i(x)} \times (B_{ix})_{b_i(x)}, & \text{if } (x, y) \notin E_i. \end{cases}$$

By the conditions (2), (3) and Theorem 3.1.8 of Aubin and Ekeland [24],  $x \rightarrow (A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)}$  is an upper semicontinuous compact mapping on  $X \times Y$  with nonempty closed values. From the conditions (2)-(4), Lemma 3 of Fan [11] and Lemma 3.1,  $G_i$  is an upper semicontinuous compact mapping with nonempty closed  $\Gamma_i$ -convex values. By Lemma 2.2, there exists a point  $(\hat{x}, \hat{y}) \in X \times Y$  such that  $(\hat{x}_i, \hat{y}_i) \in G_i(\hat{x}, \hat{y})$  for each  $i \in I$ . If for some  $j \in I, (\hat{x}, \hat{y}) \in E_j$ , then we have  $\hat{x}_j \in (A_{j\hat{x}})_{a_j(\hat{x})} \cap (P_{j(\hat{x}, \hat{y})})_{p_j(\hat{x}, \hat{y})}$  and  $\hat{y}_j \in (B_{j\hat{x}})_{b_j(\hat{x})}$  which contradicts the condition (5).

Hence  $(\widehat{x}, \widehat{y}) \notin E_i$  for all  $i \in I$ . It follows from the definition of  $G_i$  that for each  $i \in I$ ,  $\widehat{x}_i \in (A_{i\widehat{x}})_{a_i(\widehat{x})}$ ,  $\widehat{y}_i \in (B_{i\widehat{x}})_{b_i(\widehat{x})}$  and  $(A_{i\widehat{x}})_{a_i(\widehat{x})} \cap (P_{i(\widehat{x}, \widehat{y})})_{p_i(\widehat{x}, \widehat{y})} = \emptyset$ .

**Remark 3.1.** Theorem 3.1 improves and generalizes Theorem 3.1 of Huang [13] and Theorem 3.1 of Huang [14] to a more general model of a generalized abstract fuzzy economy and locally  $G$ -convex uniform spaces. Theorem 3.1 is also an improved variant of Theorem 2 of Kim and Tan [16], Theorem 1 of Kim and Lee [15] and Theorem 1.2 of Ding, Yao and Lin [10] in locally  $G$ -convex uniform spaces.

**Theorem 3.2.** *Let  $(X_i, A_i, B_i, P_i)_{i \in I}$  be an abstract fuzzy economy,  $X = \prod_{i \in I} X_i$ , and  $a_i, b_i : X \rightarrow (0, 1]$ ,  $p_i : X \times X \rightarrow (0, 1]$  such that for each  $i \in I$ , the following conditions are satisfied:*

- (1)  $(X_i, D_i, \Gamma_i)$  is a locally  $G$ -convex uniform space and  $C_i$  is a nonempty compact subset of  $X_i$  such that  $G\text{-co}(C)$  is paracompact where  $C = \prod_{i \in I} C_i$ ;
- (2) for each  $x \in X$ ,  $x \rightarrow (A_{ix})_{a_i(x)} : X \rightarrow 2^{C_i}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : X \rightarrow 2^{C_i}$  are both upper semicontinuous compact mappings with nonempty closed  $\Gamma_i$ -convex values;
- (3) for each  $(x, y) \in X \times X$ ,  $(x, y) \rightarrow (P_{i(x,y)})_{p_i(x,y)} : X \times X \rightarrow 2^{C_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times X : (A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)} \neq \emptyset\}$  is open in  $X \times X$ ;
- (5) for each  $(x, y) \in X \times X$  with  $x_i \in (A_{ix})_{a_i(x)}$  and  $y_i \in (B_{ix})_{b_i(x)}$ ,  $x_i \notin (P_{i(x,y)})_{p_i(x,y)}$ .

Then there exists  $(\widehat{x}, \widehat{y}) \in G\text{-co}(C) \times G\text{-co}(C)$  such that for each  $i \in I$ ,  $\widehat{x}_i \in (A_{i\widehat{x}})_{a_i(\widehat{x})}$ ,  $\widehat{y}_i \in (B_{i\widehat{x}})_{b_i(\widehat{x})}$  and

$$(A_{i\widehat{x}})_{a_i(\widehat{x})} \cap (P_{i(\widehat{x}, \widehat{y})})_{p_i(\widehat{x}, \widehat{y})} = \emptyset.$$

*Proof.* By Lemma 2.1,  $(X, D, \Gamma)$  becomes as a locally  $G$ -convex uniform space. Let  $C = \prod_{i \in I} C_i$ , then  $C$  is a compact subset of  $X$ . Since  $G\text{-co}(C)$  is a  $G$ -convex subset of  $X$ ,  $G\text{-co}(C)$  is also a paracompact locally  $G$ -convex uniform space. Clearly, from (2) and (3), we obtain that  $x \rightarrow (A_{ix})_{a_i(x)}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : G\text{-co}(C) \rightarrow 2^{C_i}$  are upper semicontinuous mappings with nonempty closed  $\Gamma_i$ -convex values, and  $(x, y) \rightarrow (P_{i(x,y)})_{p_i(x,y)} : G\text{-co}(C) \times G\text{-co}(C) \rightarrow 2^{C_i}$  is a closed mapping with  $\Gamma_i$ -convex values. By (4), the set

$$E'_i = \{(x, y) \in G\text{-co}(C) \times G\text{-co}(C) : (A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)} \neq \emptyset\}$$

is open in  $G\text{-co}(C) \times G\text{-co}(C)$ . For each  $i \in I$ , define a mapping  $G_i : G\text{-co}(C) \times G\text{-co}(C) \rightarrow 2^{C_i}$  by

$$G_i(x, y) = \begin{cases} [(A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)}] \times (B_{ix})_{b_i(x)}, & \text{if } (x, y) \in E'_i, \\ (A_{ix})_{a_i(x)} \times (B_{ix})_{b_i(x)}, & \text{if } (x, y) \notin E'_i. \end{cases}$$

By using similar argument as the proof of Theorem 3.1 with  $X_i = Y_i$ , we can prove that there exists a point  $(\hat{x}, \hat{y}) \in G\text{-co}(C) \times G\text{-co}(C)$  such that for each  $i \in I$ ,  $\hat{x}_i \in (A_{i\hat{x}})_{a_i(\hat{x})}$ ,  $\hat{y}_i \in (B_{i\hat{x}})_{b_i(\hat{x})}$  and  $(A_{i\hat{x}})_{a_i(\hat{x})} \cap (P_{i(\hat{x},\hat{y})})_{p_i(\hat{x},\hat{y})} = \emptyset$ .

**Corollary 3.1.** *Let  $(X_i, A_i, B_i, P_i)_{i \in I}$  be an abstract fuzzy economy,  $X = \prod_{i \in I} X_i$ , and  $a_i, b_i : X \rightarrow (0, 1]$ ,  $p_i : X \times X \rightarrow (0, 1]$  such that for each  $i \in I$ , the following conditions are satisfied:*

- (1)  $(X_i, D_i, \Gamma_i)$  is a compact locally  $G$ -convex uniform spaces;
- (2) for each  $x \in X$ ,  $x \rightarrow (A_{ix})_{a_i(x)} : X \rightarrow 2^{X_i}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : X \rightarrow 2^{X_i}$  are both compact mappings with nonempty closed  $\Gamma_i$ -convex values;
- (3) for each  $(x, y) \in X \times X$ ,  $(x, y) \rightarrow (P_{i(x,y)})_{p_i(x,y)} : X \times X \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times X : (A_{ix})_{a_i(x)} \cap (P_{i(x,y)})_{p_i(x,y)} \neq \emptyset\}$  is open in  $X \times X$ ;
- (5) for each  $(x, y) \in X \times X$  with  $x_i \in (A_{ix})_{a_i(x)}$  and  $y_i \in (B_{ix})_{b_i(x)}$ ,  $x_i \notin (P_{i(x,y)})_{p_i(x,y)}$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times X$  such that for each  $i \in I$ ,  $\hat{x}_i \in (A_{i\hat{x}})_{a_i(\hat{x})}$ ,  $\hat{y}_i \in (B_{i\hat{x}})_{b_i(\hat{x})}$  and

$$(A_{i\hat{x}})_{a_i(\hat{x})} \cap (P_{i(\hat{x},\hat{y})})_{p_i(\hat{x},\hat{y})} = \emptyset.$$

*Proof.* By condition (2) and Corollary 3.1.9 of Aubin and Ekeland [3], for each  $x \in X$ ,  $x \rightarrow (A_{ix})_{a_i(x)} : X \rightarrow 2^{X_i}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : X \rightarrow 2^{X_i}$  are both upper semicontinuous compact mappings with nonempty closed values. Then the conclusion of Corollary 3.1 follows from Theorem 3.2 with  $C_i = X_i$ , for each  $i \in I$ .

**Corollary 3.2.** *Let  $(X_i, P_i)_{i \in I}$  be a qualitative fuzzy game,  $X = \prod_{i \in I} X_i$  and  $p_i : X \times X \rightarrow (0, 1]$  such that for each  $i \in I$ , the following conditions are satisfied:*

- (1)  $(X_i, D_i, \Gamma_i)$  is a compact locally  $G$ -convex uniform spaces;
- (2) for each  $(x, y) \in X \times X$ ,  $(x, y) \rightarrow (P_{i(x,y)})_{p_i(x,y)} : X \times X \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (3) the set  $E_i = \{(x, y) \in X \times X : (P_{i(x,y)})_{p_i(x,y)} \neq \emptyset\}$  is open in  $X \times X$ ;
- (4) for each  $(x, y) \in X \times X$ ,  $x_i \notin (P_{i(x,y)})_{p_i(x,y)}$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times X$  such that  $(P_{i(\hat{x}, \hat{y})})(x, y) < p_i(\hat{x}, \hat{y})$  for all  $i \in I, (x, y) \in X \times X$ .

*Proof.* For each  $i \in I$ , let  $(A_{ix})_{a_i(x)} = (B_{ix})_{b_i(x)} = X_i$  for each  $x \in X$ , then  $x \rightarrow (A_{ix})_{a_i(x)} : X \rightarrow 2^{X_i}$  and  $x \rightarrow (B_{ix})_{b_i(x)} : X \rightarrow 2^{X_i}$  are both upper semicontinuous compact mappings with nonempty closed  $\Gamma_i$ -convex values. The conclusion of Corollary 3.2 holds from Corollary 3.1.

**Remark 3.2.** Corollary 3.2 improves and generalizes theorem 3.4 of Huang [13] and Theorem 3.2 of Huang [14] to locally  $G$ -convex uniform spaces.

#### 4. EXISTENCE OF EQUILIBRIA FOR GENERALIZED ABSTRACT ECONOMIES

In this section, we shall use the results presented in Section 3 to study the existence theorems of equilibria for abstract economies.

Let  $I$  be a finite or an infinite set of agents. A generalized game  $\Gamma = (X_i, Y_i, A_i, B_i, P_i)_{i \in I}$  is defined as a family of ordered systems  $(X_i, Y_i, A_i, B_i, P_i)$ , where  $X_i$  and  $Y_i$  are nonempty topological spaces,  $A_i : X = \prod_{i \in I} X_i \rightarrow 2^{X_i}$  and  $B_i : X \rightarrow 2^{Y_i}$  are constraint correspondences,  $P_i : X \times Y \rightarrow 2^{X_i}$  is a preference correspondence where  $Y = \prod_{i \in I} Y_i$ . An equilibrium for generalized game  $\Gamma$  is a point  $(\hat{x}, \hat{y}) \in X \times Y$  such that for each  $i \in I, \hat{x}_i \in A_i(\hat{x}), \hat{y}_i \in B_i(\hat{x})$  and  $A_i(\hat{x}) \cap P_i(\hat{x}, \hat{y}) = \emptyset$ .

$\Gamma = (X_i, Y_i, P_i)_{i \in I}$  is said to be qualitative game if for each  $i \in I, X_i$  and  $Y_i$  are strategy sets of player  $i, P_i : X \times Y \rightarrow 2^{X_i}$  is a preference correspondence of player  $i$ . A maximal element of  $\Gamma$  is a point  $(\hat{x}, \hat{y}) \in X \times Y$ , such that  $P_i(\hat{x}, \hat{y}) = \emptyset$  for all  $i \in I$ .

**Lemma 4.1.** (see [6]). Let  $X$  and  $Y$  be topological spaces and  $F : X \rightarrow 2^Y$  be a multifunction. Define a fuzzy mapping  $A : X \rightarrow \mathcal{F}(Y)$  by

$$x \rightarrow A_x(\cdot) = \mathcal{X}_{F(x)}(\cdot),$$

where  $\mathcal{X}_E(\cdot)$  is the characteristic function on set  $E$ , then we have

$$(A_x)_{a(x)} = F(x), \quad \forall x \in X,$$

where  $a : X \rightarrow (0, 1]$  is a function such that  $a(x) \equiv 1$  for all  $x \in X$  and

$$(A_x)_{a(x)} = \{y \in Y : A_x(y) \geq a(x)\}.$$

**Theorem 4.1.** Let  $(X_i, Y_i, A_i, B_i, P_i)_{i \in I}$  be an abstract economy,  $X = \prod_{i \in I} X_i$  and  $Y = \prod_{i \in I} Y_i$  such that for each  $i \in I$ , the following conditions are satisfied:

- (1)  $(X_i, D_i, \Gamma_i)$  and  $(Y_i, D'_i, \Gamma'_i)$  are locally  $G$ -convex uniform spaces;
- (2)  $A_i : X \rightarrow 2^{X_i}$  and  $B_i : X_i \rightarrow 2^{Y_i}$  are both upper semicontinuous compact mappings with nonempty closed  $\Gamma_i$ -convex values;
- (3)  $P_i : X \times Y \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times Y : A_i(x) \cap P_i(x, y) \neq \emptyset\}$  is open in  $X \times Y$ ;
- (5) for each  $(x, y) \in X \times Y$  with  $x_i \in A_i(x)$  and  $y_i \in B_i(x)$ ,  $x_i \notin P_i(x, y)$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times Y$  such that for each  $i \in I$ ,  $\hat{x}_i \in A_i(\hat{x})$ ,  $\hat{y}_i \in B_i(\hat{x})$  and

$$A_i(\hat{x}) \cap P_i(\hat{x}, \hat{y}) = \emptyset.$$

*Proof.* Define three fuzzy mappings :  $\tilde{A}_i : X \rightarrow \mathcal{F}(\mathcal{X})$ ,  $\tilde{B}_i : \mathcal{X} \rightarrow \mathcal{F}(\mathcal{Y})$  and  $\tilde{P}_i : X \times Y \rightarrow \mathcal{F}(\mathcal{X})$  by:

$$\begin{aligned} \tilde{A}_{ix}(\cdot) &= \mathcal{X}_{A_i(x)}(\cdot), & x \in X, i \in I, \\ \tilde{B}_{ix}(\cdot) &= \mathcal{X}_{B_i(x)}(\cdot), & x \in X, i \in I, \\ \tilde{P}_{i(x,y)}(\cdot, \cdot) &= \mathcal{X}_{P_i(x,y)}(\cdot, \cdot), & (x, y) \in X \times Y, i \in I, \end{aligned}$$

where  $\mathcal{X}_E$  is a characteristic function on  $E$ . By Lemma 4.1, we have

$$\begin{aligned} (\tilde{A}_{ix})_{a_i(x)} &= A_i(x), & \text{for all } i \in I, x \in X, \\ (\tilde{B}_{ix})_{b_i(x)} &= B_i(x), & \text{for all } i \in I, x \in X, \\ (\tilde{P}_{i(x,y)})_{p_i(x,y)} &= P_i(x, y), & \text{for all } i \in I, (x, y) \in X \times Y, \end{aligned}$$

where  $a_i(x) = b_i(x) = p_i(x, y) = 1$  for all  $i \in I, (x, y) \in X \times Y$ .

This shows that from an abstract economy  $\Gamma = (X_i, Y_i, A_i, B_i, P_i)_{i \in I}$ , we obtain an abstract fuzzy economy  $\tilde{\Gamma} = (X_i, Y_i, \tilde{A}_i, \tilde{B}_i, \tilde{P}_i)_{i \in I}$ . By hypotheses of  $\Gamma$ , the abstract fuzzy economy  $\tilde{\Gamma}$  satisfies all hypotheses of Theorem 3.1. Therefore there exists a point  $(\hat{x}, \hat{y}) \in X \times Y$  such that for each  $i \in I$ ,  $\hat{x}_i \in (\tilde{A}_{i\hat{x}})_{a_i(\hat{x})}$ ,  $\hat{y}_i \in (\tilde{B}_{i\hat{x}})_{b_i(\hat{x})}$  and  $(\tilde{A}_{i\hat{x}})_{a_i(\hat{x})} \cap (\tilde{P}_{i(\hat{x}, \hat{y})})_{p_i(\hat{x}, \hat{y})} = \emptyset$ . By Lemma 4.1, we have  $\hat{x}_i \in A_i(\hat{x})$ ,  $\hat{y}_i \in B_i(\hat{x})$  and  $A_i(\hat{x}) \cap P_i(\hat{x}, \hat{y}) = \emptyset$ .

Similarly, we can prove the following results.

**Theorem 4.2.** Let  $(X_i, A_i, B_i, P_i)_{i \in I}$  be an abstract economy and  $X = \prod_{i \in I} X_i$  such that for each  $i \in I$ , the following conditions are satisfied:

- (1)  $(X_i, D_i, \Gamma_i)$  is a locally  $G$ -convex uniform space and  $C_i$  is a nonempty compact subset of  $X_i$  such that  $G\text{-co}(C)$  is paracompact where  $C = \prod C_i$ ;
- (2)  $A_i : X \rightarrow 2^{C_i}$  and  $B_i : X_i \rightarrow 2^{C_i}$  are both upper semicontinuous compact mappings with nonempty closed  $\Gamma_i$ -convex values;



- (3)  $P_i : X \times X \rightarrow 2^{C_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times X : A_i(x) \cap P_i(x, y) \neq \emptyset\}$  is open in  $X \times Y$ ;
- (5) for each  $(x, y) \in X \times X$  with  $x_i \in A_i(x)$  and  $y_i \in B_i(x)$ ,  $x_i \notin P_i(x, y)$ .

Then there exists  $(\hat{x}, \hat{y}) \in G\text{-co}(C) \times G\text{-co}(C)$  such that for each  $i \in I$ ,  $\hat{x}_i \in A_i(\hat{x})$ ,  $\hat{y}_i \in B_i(\hat{x})$  and

$$A_i(\hat{x}) \cap P_i(\hat{x}, \hat{y}) = \emptyset.$$

**Corollary 4.1.** Let  $(X_i, A_i, B_i, P_i)_{i \in I}$  be an abstract economy and  $X = \prod_{i \in I} X_i$  such that for each  $i \in I$ , the following conditions are satisfied:

- (1)  $(X_i, D_i, \Gamma_i)$  is a compact locally  $G$ -convex uniform space;
- (2)  $A_i : X \rightarrow 2^{X_i}$  and  $B_i : X_i \rightarrow 2^{X_i}$  are both compact mappings with nonempty closed  $\Gamma_i$ -convex values;
- (3)  $P_i : X \times X \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (4) the set  $E_i = \{(x, y) \in X \times X : A_i(x) \cap P_i(x, y) \neq \emptyset\}$  is open in  $X \times Y$ ;
- (5) for each  $(x, y) \in X \times X$  with  $x_i \in A_i(x)$  and  $y_i \in B_i(x)$ ,  $x_i \notin P_i(x, y)$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times X$  such that for each  $i \in I$ ,  $\hat{x}_i \in A_i(\hat{x})$ ,  $\hat{y}_i \in B_i(\hat{x})$  and

$$A_i(\hat{x}) \cap P_i(\hat{x}, \hat{y}) = \emptyset.$$

**Corollary 4.2.** Let  $(X_i, P_i)_{i \in I}$  be an abstract economy and  $X = \prod_{i \in I} X_i$  such that for each  $i \in I$ , the following conditions are satisfied:

- (1)  $(X_i, D_i, \Gamma_i)$  is a compact locally  $G$ -convex uniform spaces;
- (2) for each  $p_i(x, y) : X \times X \rightarrow 2^{X_i}$  is a closed mapping with  $\Gamma_i$ -convex values;
- (3) the set  $E_i = \{(x, y) \in X \times X : P_i(x, y) \neq \emptyset\}$  is open in  $X \times X$ ;
- (4) for each  $(x, y) \in X \times X$ ,  $x_i \notin P_i(x, y)$ .

Then there exists  $(\hat{x}, \hat{y}) \in X \times X$  such that  $P_i(\hat{x}, \hat{y}) \neq \emptyset$  for all  $i \in I$ .

#### REFERENCES

1. Q. H. Ansari and Y. C. Lin, Fixed point and maximal element theorems with application to abstract economy, *Nonlinear Stud.*, **13** (2006), 43-52.
2. K. J. Arrow and G. Debreu, Existence of an equilibrium for a competitive economy, *Econometrica*, **22** (1952), 265-290.
3. J. P. Aubin and I. Ekeland, *Applied nonlinear Analysis*, Wiley, New York, 1984.

4. A. Billot, *Economic Theory of Fuzzy Equilibria*, Springer-Verlag, New York, 1992.
5. A. Borglin and H. Keiding, Existence of equilibrium action and equilibrium: a note on the 'new' existence theorems, *J. Math. Econom.*, **3** (1976), 313-316.
6. S. S. Chang and K. K. Tan, Equilibria and maximal elements of abstract fuzzy economies and qualitative fuzzy games, *Fuzzy Sets and Systems*, **125** (2002), 389-399.
7. X. P. Ding, Collectively fixed points and equilibria of generalized games with U-majorized correspondences in locally  $G$ -convex uniform spaces, *J. Sichuan Normal Univ.*, **25** (2001), 551-556.
8. X. P. Ding, W. K. Kim and K. K. Tan, A selection theorem and its applications, *Bull. Austral. Math. Soc.*, **46** (1992), 205-212.
9. X. P. Ding and K. K. Tan, On equilibria of non-compact generalized games, *J. Math. Anal. Appl.*, **177** (1993) 226-238.
10. X. P. Ding, J. C. Yao and L. J. Lin, Solutions of system of generalized vector quasi-equilibrium problems in locally  $G$ -convex uniform spaces, *J. Math. Anal. Appl.*, **298** (2004), 398-410.
11. K. Fan, Fixed points and minimax theorems in locally convex topological linear spaces, *Proc. Natl. Acad. Sci.*, **38** (1952), 131-136.
12. N. J. Huang, Some new equilibrium theorems for abstract economies, *Appl. Math. Lett.*, **11(1)** (1998), 41-45.
13. N. J. Huang, A new equilibrium existence theorem for abstract fuzzy economies, *Appl. Math. Lett.*, **12** (1999), 1-5.
14. N. J. Huang, Existence of equilibrium for generalized abstract fuzzy economies, *Fuzzy Sets and Systems*, **117** (2001), 151-156.
15. W. K. Kim and K. H. Lee, Generalized fuzzy games and fuzzy equilibria, *Fuzzy Sets and System*, **122** (2001), 293-301.
16. W. K. Kim and K. K. Tan, New existence theorems of equilibria and applications, *Nonlinear Anal.*, **47** (2001), 531-542.
17. L. J. Lin, C. S. Chuang and Q. H. Ansari, Existence of equilibria for generalized abstract economies and system of quasi-minimax inequalities, *Int. J. Math. Anal. (Ruse)*, **1** (2007), 37-53.
18. A. Mas-Colell, *The Theory of General Economic Equilibrium*, Cambridge Univ. Press, Cambridge, 1985.
19. S. Park, Fixed points of better admissible maps on generalized convex spaces, *J. Korea Math. Soc.*, **37(6)** (2000), 885-899.
20. S. Park and H. Kim, Coincidence theorems for admissible multifunctions on generalized convex spaces, *J. Math. Anal. Appl.*, **197** (1996), 173-187.

21. S. Park and H. Kim, Foundations of the KKM theory on generalized convex spaces, *J. Math. Anal. Appl.*, **209** (1997), 551-571.
22. K. K. Tan and X. Z. Yuan, Approximation method and equilibria of abstract economies, *Proc. Amer. Math. Soc.*, **122** (1994), 503-510.
23. K. K. Tan and X. Z. Yuan, Existence of equilibrium for abstract economies, *J. Math. Econom.*, **23** (1994), 243-251.
24. S. Toussaint, On the existence of equilibria in economies with infinite commodities and without ordered preferences, *J. Econom. Theory*, **33** (1984), 98-115.
25. C. I. Tulcea, On the approximation of upper-semicontinuous correspondences and the equilibrium of generalized games, *J. Math. Anal. Appl.*, **136** (1988), 267-289.
26. N. C. Yannelis, Maximal elements over noncompact subset of linear topological spaces, *Econom. Lett.*, **17** (1985), 133-136.
27. N. C. Yannelis and N. D. Prabhakar, Existence of maximal elements and equilibrium in linear topological spaces, *J. Math. Econ.*, **12** (1983), 233-245.
28. X. Z. Yuan, *KKM Theory and Applications in Nonlinear Analysis*, Marcel Dekker, Inc., New York, 1999.

Lei Wang  
Department of Mathematics,  
Sichuan University,  
Chengdu, Sichuan 610064,  
P. R. China

Nan-Jing Huang  
Department of Mathematics,  
Sichuan University,  
Chengdu, Sichuan 610064,  
P. R. China  
E-mail: nanjinghuang@hotmail.com

Chin-San Lee  
Department of Leisure,  
Recreation and Tourism Management,  
Shu-Te University,  
Kaohsiung, Taiwan