<u>"Stable Assignments and Search Frictions"</u> <u>Stephan Lauermann (Bonn), Georg Nöldeke (Basel)</u>

Audience Q&A

1) Q Moritz Meyer-ter-Vehn: Should we think of the shares \alpha as usually being 0 or 1, or is equilibrium going to push them to some intermediate value?

A Stephan Lauermann: In general, this will be hard to say, both may happen depending on the structure of preferences (many having extreme alpha versus many having interior ones).