## GV103: Introduction to International Relations

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International Institutions

### Introduction

- Two goals for this lecture
  - Discuss when and how institutions can solve problems
  - Demonstrate that can affect behavior even if they don't

# Facilitating Commitment

#### Theory

- Inability to monitor compliance → commitment problem
- ullet Anticipation of future shift in power o commitment problem
- Institutions have some ability to do both

#### Examples

- Strategic Arms Reduction Treaty
- UNSC and Bretton Woods institutions
- UN Peacekeeping

### Data

- Observations: matched sets of very similar civil wars
- y: duration of war, postwar peace
- x: UN PKO

Table 5 Matched pairs in-war sample

Treated, Month	Control, Month
El Salvador Jul 1991	Mozambique Jul 1988
Croatia Feb 1992	Moldova Apr 1994
Croatia Jan 1995	Moldova Mar 1992
Bosnia and Herzegovina Jun 1992	Azerbaijan Feb 1992
Georgia Aug 1993	Azerbaijan Dec 1992
Liberia Sep 1993	Senegal Oct 2000
Sierra Leone Jul 1998	Nicaragua Mar 1989
Zaire Dec 1999	Zaire Oct 1997
Rwanda Jun 1993	Rwanda Feb 2000
Somalia Apr 1992	Sri Lanka Oct 1994
Angola Dec 1988	Afghanistan Oct 1992
Lebanon Jan 1988	Burundi Oct 2002
Tajikistan Dec 1994	Azerbaijan Feb 1994
Tajikistan Jan 1998	Azerbaijan Jan 1992
Cambodia Oct 1991	Nicaragua Nov 1989
Indonesia Oct 1999	Myanmar (Burma) Apr 2000

Table 2. Matched pairs, post-conflict sample

Treated, peace period start date	Control, peace period start date	
Haiti Jan 1992	Panama Nov 1989	
Guatemala Jan 1996	Paraguay Mar 1989	
El Salvador Jan 1992	Peru Jan 2000	
Nicaragua Jan 1990	Paraguay Mar 1989	
Croatia Jan 1994	Azerbaijan Aug 1994	
Croatia Jan 1996	Azerbaijan Aug 1994	
Serbia and Montenegro Jul 1999	Serbia and Montenegro Jan 1992	
Bosnia and Herzegovina Jan 1996	Azerbaijan Aug 1994	
Georgia Jan 1994	Moldova Aug 1992	
Liberia Sep 1995	Guinea-Bissau June 1999	
Sierra Leone Jan 2001	Burundi Jan 1993	
Zaire Jan 2002	Zaire Jan 1998	
Rwanda Jan 1995	Burundi Jan 1993	
Mozambique Nov 1992	Somalia Jan 1997	
Namibia Jan 1990	Chad Jan 1989	
Morocco Jan 1990	Iraq Jan 1997	
Lebanon Jan 1991	Azerbaijan Aug 1994	
Tajikistan Jan 1997	Azerbaijan Aug 1994	
Tajikistan Jan 1999	Niger Jan 1998	

## Results

	Duration of war	Postwar peace
UN PKO	_	+*

### Theory

- When faced with uncertainty, states may gamble
- Unclear that states would reveal info to institutions
- But institutions can manipulate (opportunity) costs of war

#### Examples

- 3rd party mediation
- Bilateral/regional trade agreements

# Model of Bargaining with Institutional Oversight

- C either sets  $x \in [0,1]$  or attacks
- D either accepts or rejects
  - If D accepts, game continues to next stage
  - If D rejects, game ends in war
  - In second stage, D decides whether to comply
  - C checks for signs of non-compliance
  - $pr(signs) = \alpha$  if D not complying
  - pr(signs) = 0 if D is
  - Then C decides whether to attack or not
  - $u_C(\text{peace}|\text{compliance}) = x$ ,  $u_D(\text{peace}|\text{compliance}) = 1 x$
  - $u_C(\text{peace}|\text{defection}) = 0$ ,  $u_D(\text{peace}|\text{defection}) = 1$
  - $u_C(war) = w c_C$ ,  $u_D(war) = 1 w c_D$

## Analysis

- Preemption Equilibrium
  - C always attacks outright

  - Exists when  $\alpha < \hat{\alpha}$  Where  $\hat{\alpha} \equiv \frac{w c_C}{w c_C + q(c_C + c_D)}$  and q is pr(compliance)
- Wait and See Equilibrium
  - C attacks in second stage iff violation detected
  - D sometimes complies, but does not always
  - Exists when  $\alpha > \hat{\alpha}$