## "What are the Effects of Entry of New Extremist Parties on the Policy Platforms of Mainstream Parties?"

PROPOSITION 1: In a model consisting of only the two mainstream parties, assume that they are policy seeking based on the parliamentary mean, $q_{2} \leq \bar{x}$ and $q_{3} \geq \bar{x}$. Assume further that the voter density, $f$, is symmetric and $f(0)>0$. Then a unique Nash equilibrium occurs for $x_{2}=-1 /(2 f(0))$ and $x_{3}=+1 /(2 f(0)) .{ }^{1}$

PROOF: First we show that if a Nash equilibrium exists for which $x_{2}$ and $x_{3}$ are symmetric about 0 , then it is of the form specified. Note that $U_{3}=p_{2} x_{2}+p_{3} x_{3}-q_{3}=F\left(m_{23}\right) x_{2}+\left[1-F\left(m_{23}\right)\right] x_{3}-q_{3}$, so that

$$
\begin{align*}
\frac{\partial U_{3}}{\partial x_{3}} & =x_{2} f\left(m_{23}\right) / 2+\left[1-F\left(m_{23}\right)\right]-x_{3} f\left(m_{23}\right) / 2  \tag{A1}\\
& =-f\left(m_{23}\right)\left(x_{3}-x_{2}\right) / 2-F\left(m_{23}\right)+1=0,
\end{align*}
$$

because $x_{2}$ and $x_{3}$ constitute a Nash equilibrium. By the symmetry assumption above, $m_{23}=0$, so that $F\left(m_{23}\right)=1 / 2$. We conclude that $f(0)\left(x_{3}-x_{2}\right) / 2=1 / 2$, so that

$$
\begin{equation*}
x_{3}=1 /(2 f(0)), \text { and similarly, } x_{2}=-1 /(2 f(0)) . \tag{A2}
\end{equation*}
$$

[^0]Conversely, we show that $x_{2}=-1 /(2 f(0))$ and $x_{3}=+1 /(2 f(0))$ constitute a Nash equilibrium. If $x_{2}$ is fixed at $-1 /(2 f(0))$, then

$$
\begin{aligned}
& \left.\frac{\partial U_{3}}{\partial x_{3}}\right|_{x_{3}=1 /(2(f(0))}=-f(0)(1 / f(0)) / 2-F(0)+1=0 \text { by equation (A1) above. Furthermore, } \\
& \frac{\partial^{2} U_{3}}{\partial x_{3}^{2}}=-f\left(m_{23}\right)-(1 / 4) f^{\prime}\left(m_{23}\right)\left(x_{3}-x_{2}\right) . \text { Thus, } \\
& \left.\frac{\partial^{2} U_{3}}{\partial x_{3}^{2}}\right|_{x_{3}=1 /(2 f(0))}=-f(0)-(1 / 4) f^{\prime}(0)(1 / f(0))=-f(0)<0 \text { because } f^{\prime}(0)=0 \text { (by }
\end{aligned}
$$

symmetry of the voter density) and $f(0)>0$. It follows that $U_{3}$ has a maximum at $1 /(2 f(0))$ (and a similar result holds for $U_{2}$ with $x_{3}$ fixed), so that these formulas in equation (A2) define a Nash equilibrium.

Next we show that if $x_{2}$ and $x_{3}$ are not symmetrically located, i.e., that $m_{23} \neq 0$, then they do not constitute a Nash equilibrium. Suppose by way of contradiction, that $\bar{x}_{2}$ and $\bar{x}_{3}$ do constitute a Nash equilibrium for which $\bar{m}_{23}=\frac{\bar{x}_{2}+\bar{x}_{3}}{2} \neq 0$. Without loss of generality, assume that $\bar{m}_{23}<0$. Then $\bar{x}_{3}$ is a solution of the equation

$$
\begin{aligned}
& \frac{\partial U_{3}}{\partial x_{3}}=-f\left(\bar{m}_{23}\right)\left(x_{3}-x_{2}\right) / 2-F\left(\bar{m}_{23}\right)+1=0, \text { so that } \\
& \bar{x}_{3}=\bar{m}_{23}+\frac{1-F\left(\bar{m}_{23}\right)}{f\left(\bar{m}_{23}\right)} \text { and } \bar{x}_{2}=\bar{m}_{23}-\frac{1-F\left(\bar{m}_{23}\right)}{f\left(\bar{m}_{23}\right)} .
\end{aligned}
$$

Since $\frac{\partial U_{2}}{\partial x_{2}}=f\left(m_{23}\right)\left(x_{3}-m_{23}\right)-F\left(m_{23}\right)$, we have

$$
\begin{aligned}
\left.\frac{\partial U_{2}}{\partial x_{2}}\right|_{x_{2}=\bar{x}_{2}} & =f\left(\bar{m}_{23}\right)\left(\bar{x}_{3}-\bar{m}_{23}\right)-F\left(\bar{m}_{23}\right)=f\left(\bar{m}_{23}\right)\left[\frac{1-F\left(\bar{m}_{23}\right)}{f\left(\bar{m}_{23}\right)}\right]-F\left(\bar{m}_{23}\right) . \\
& =1-2 F\left(\bar{m}_{23}\right)>0
\end{aligned}
$$

Hence $U_{2}$ is strictly increasing at $\bar{x}_{2}$, so that $\bar{x}_{2}$ and $\bar{x}_{3}$ do not constitute a Nash equilibrium. We conclude that the Nash equilibrium specified in the Proposition is unique. q.e.d.

LEMMA 1: Assume that the two mainstream parties are policy seeking based on the parliamentary mean, $q_{2} \leq \bar{x}$ and $q_{3} \geq \bar{x}$. If there is one extreme party $x_{4}$ on the right (the three-party model), then the rate of change of utility of each mainstream party with respect to that party's location is given by

$$
\begin{align*}
& \frac{\partial U_{3}}{\partial x_{3}}=\int_{m_{23}}^{m_{34}} f(x) d x-\left[f\left(m_{23}\right)\left(x_{3}-m_{23}\right)+f\left(m_{34}\right)\left(m_{34}-x_{3}\right)\right]  \tag{A3a}\\
& \frac{\partial U_{2}}{\partial x_{2}}=-\int_{0}^{m_{23}} f(x) d x+f\left(m_{23}\right)\left(m_{23}-x_{2}\right)
\end{align*} .
$$

If there are two extreme parties $x_{1}$ and $x_{4}$, the first on the left and the latter on the right (the four-party model), then the rate of change of utility of each mainstream party with respect to that party's location is given by

$$
\begin{align*}
& \frac{\partial U_{3}}{\partial x_{3}}=\int_{m_{23}}^{m_{34}} f(x) d x-\left[f\left(m_{23}\right)\left(x_{3}-m_{23}\right)+f\left(m_{34}\right)\left(m_{34}-x_{3}\right)\right] \\
& \frac{\partial U_{2}}{\partial x_{2}}=-\int_{m_{12}}^{m_{23}} f(x) d x+\left[f\left(m_{12}\right)\left(x_{2}-m_{12}\right)+f\left(m_{23}\right)\left(m_{23}-x_{2}\right)\right] \tag{A3b}
\end{align*} .
$$

Assume further that the voter density, $f$, is symmetric and unimodal. If $\partial U_{3} / \partial x_{3}$ is continuous, then, for any fixed value of $x_{2}, U_{3}$, reaches a maximum at some point $x_{3}{ }^{\prime}$ on the interval from 0 to $x_{4}$ and this point satisfies the recursive equation

$$
\begin{equation*}
x_{3}=\frac{p_{3}+m_{23} f\left(m_{23}\right)-m_{34} f\left(m_{34}\right)}{f\left(m_{23}\right)-f\left(m_{34}\right)} . \tag{A4}
\end{equation*}
$$

Similar recursive equations for maximum points hold for $x_{2}$ and $x_{3}$ in the 3-party and 4party scenarios.

PROOF: We derive the first formula in (A3a). The other derivations for (A3a) and (A3b) are similar. Utility for party 3 is:

$$
\begin{aligned}
U_{3}= & -\left|q_{3}-\bar{x}\right|=-\left|q_{3}-\sum_{i=2}^{4} p_{i} x_{i}\right| \\
= & F\left(m_{23}\right) x_{2}+F\left(m_{34}\right) x_{3}-F\left(m_{23}\right) x_{3}+x_{4}-F\left(m_{34}\right) x_{4}-q_{3} \\
& =x_{4}-F\left(m_{23}\right)\left(x_{3}-x_{2}\right)-F\left(m_{34}\right)\left(x_{4}-x_{3}\right)-q_{3}
\end{aligned}
$$

where $m_{i k}$ is the midpoint between $x_{i}$ and $x_{k}$. It follows that

$$
\begin{aligned}
\frac{\partial U_{3}}{\partial x_{3}} & =-F\left(m_{23}\right)-\frac{1}{2} f\left(m_{23}\right)\left(x_{3}-x_{2}\right)+F\left(m_{34}\right)-\frac{1}{2} f\left(m_{34}\right)\left(x_{4}-x_{3}\right) \\
& =p_{3}-\frac{1}{2}\left[f\left(m_{23}\right)\left(x_{3}-x_{2}\right)+f\left(m_{34}\right)\left(x_{4}-x_{3}\right)\right] \\
& =\int_{m_{23}}^{m_{34}} f(x) d x-\left[f\left(m_{23}\right)\left(x_{3}-m_{23}\right)+f\left(m_{34}\right)\left(m_{34}-x_{3}\right)\right] .
\end{aligned}
$$

To prove the second part of the proposition, recall that the voter density is assumed symmetric and unimodal. Note that, for $x_{3}=0, \partial U_{3} / \partial x_{3} \geq 0$ by applying equation (3a), (because, by unimodality of $f, f(x) \geq f\left(m_{23}\right)$ for $m_{23} \leq x \leq x_{3}$ and $f(x) \geq f\left(m_{34}\right)$ for $x_{3} \leq x \leq m_{34}$; see Figure A1, part a), whereas for $x_{3}=x_{4}$, $\partial U_{3} / \partial x_{3} \leq 0$, (again, by unimodality of $f$; see Figure A1, part b). Thus since $\partial U_{3} / \partial x_{3}$ is continuous, then $\partial U_{3} / \partial x_{3}=0$ for some $x_{3}{ }^{\prime}$ between 0 and $x_{4}$. Since $\partial U_{3} /\left.\partial x_{3}\right|_{x_{3}=0} \geq 0$ and $\partial U_{3} /\left.\partial x_{3}\right|_{x_{3}=x_{4}} \leq 0, U_{3}$ must have a maximum at one such point $x_{3}{ }^{\prime}$ between 0 and $x_{4}$ that is a solution of $\partial U_{3} / \partial x_{3}=0$. Solving the first equation in (A3a) for $x_{3}$, we obtain the three-party recursive equation in (A4). Derivation of the four-party recursive equation is similar. q.e.d.
<<< Figure A1 about here >>>

PROPOSITION 2 (Effects of Extreme Party in a 3-Party Scenario): Assume the voter distribution is symmetric and unimodal, $f(0)>0$, and the two mainstream parties are policy seeking based on the parliamentary mean, and that $q_{2} \leq \bar{x}$ and $q_{3} \geq \bar{x}$. If a right wing extreme party is added to this two party scenario, both the mainstream
parties move to the left. Similarly, if the extreme party is left wing, the mainstream parties move to the right.

PROOF: For a 2-party scenario, by Proposition 1, $x_{2}=-1 /(2 f(0))$ and $x_{3}=+1 /(2 f(0))$ constitute a unique Nash equilibrium. Denote these equilibrium locations by $x_{2}(2)$ and $x_{3}(2)$, so that, in particular, $x_{2}(2)=-1 /(2 f(0))$ and $x_{3}(2)=+1 /(2 f(0))$; in turn, $m_{23}=0$ in this 2-party scenario. Suppose that $x_{3}$ is set at $x_{3}(2)$ and a right wing extreme party is added to the scenario at $x_{4}$. As before, the voter distribution has cumulative distribution function $F$ and density function $f$. Then, $\partial U_{3} / \partial x_{3}=-A+B$, where $A=-\int_{m_{23}}^{x_{3}} f(x) d x+f\left(m_{23}\right)\left(x_{3}-m_{23}\right)$ and $B=\int_{x_{3}}^{m_{34}} f(x) d x-f\left(m_{34}\right)\left(m_{34}-x_{3}\right)$ are both non-negative (because of unimodality of $f$ ), (see equations (5a) and Figure 3, both in the main text), so we have

$$
\begin{aligned}
A=f(0) & * x_{3}(2)-\left[F\left(x_{3}(2)\right)-0.5\right] \\
& =f(0) * \frac{1}{2 f(0)}-F\left(x_{3}(2)\right)+0.5 \\
& =1-F\left(x_{3}(2)\right)=\int_{x_{3}(2)}^{\infty} f(x) d x
\end{aligned}
$$

and

$$
B=\int_{x_{3}(2)}^{m_{34}} f(x) d x-f\left(m_{34}\right)\left(m_{34}-x_{3}\right) \leq \int_{x_{3}(2)}^{\infty} f(x) d x
$$

Thus,

$$
A \geq B
$$

Because $\frac{\partial U_{3}}{\partial x_{3}}=B-A$, it follows that

$$
\frac{\partial U_{3}}{\partial x_{3}} \leq 0 \text { at } x_{3}=x_{3}(2),
$$

so party 3 gains utility (or does not lose utility) by moving to the left of $x_{3}(2) .{ }^{2}$

[^1]By equations (5b) (see also Figure 3), both in the main text, $\frac{\partial U_{2}}{\partial x_{2}}=A^{\prime}-B^{\prime}$. As long as $x_{2}$ and $x_{3}$ are in their 2-party-scenario equilibrium positions, $m_{23}=0$ and $\frac{\partial U_{2}}{\partial x_{2}}=A^{\prime}-B^{\prime}=0$. But if $x_{3}$ moves to the left, so does $m_{23}$ and the quantity $A^{\prime}$ declines (because $f$ is increasing on the left of 0 ), so that at $x_{2}(2), \frac{\partial U_{2}}{\partial x_{2}}=A^{\prime}-B^{\prime} \leq 0$. Thus party 2 gains utility (or does not lose utility) by moving to the left of $x_{2}(2)$. q.e.d.

## PROPOSITION 3 (Effects of Extreme Parties in a 4-Party Scenario):

Assume the voter distribution is symmetric and unimodal, $f(0)>0$, and the two mainstream parties are policy seeking based on the parliamentary mean, and that $q_{2} \leq \bar{x}$ and $q_{3} \geq \bar{x}$. If we add to this two party situation two extreme parties at fixed positions, one to the left and one to the right, then both mainstream parties move inward, i.e., become less extreme.

PROOF: By Proposition 1, given two (mainstream) parties, equilibrium occurs for $x_{2}=-1 /(2 f(0))$ and $x_{3}=+1 /(2 f(0))$. Denote these values by $x_{2}(2)$ and $x_{3}(2)$, to indicate that they are equilibrium locations for a 2-party scenario, so that, in particular, $x_{2}(2)=-1 /(2 f(0))$ and $x_{3}(2)=+1 /(2 f(0))$. With the addition of extreme parties 1 and 4, located equidistant from 0 and on either side, we can assume that the new equilibrium positions of parties 2 and 3 , to be denoted by $x_{2}(4)$ and $x_{3}(4)$, are also equidistant from 0 and on either side of 0 , so that $m_{23}=0$ (for either the 2-party or 4-party scenario). As before, the voter distribution has cumulative distribution function $F$ and density function $f$. If $x_{3}$ is set as $x_{3}(2)$ then (see Figure 3 in the main text, noting that the following equation is not affected by the presence of party 1 ),

$$
A=f(0) * x_{3}(2)-\left[F\left(x_{3}(2)\right)-0.5\right]
$$

$$
\begin{aligned}
& =f(0) * \frac{1}{2 f(0)}-F\left(x_{3}(2)\right)+0.5 \\
& =1-F\left(x_{3}(2)\right)=\int_{x_{3}(2)}^{\infty} f(x) d x,
\end{aligned}
$$

and

$$
B \leq \int_{x_{3}(2)}^{\infty} f(x) d x .
$$

Thus,

$$
A \geq B
$$

Because $\frac{\partial U_{3}}{\partial x_{3}}=B-A$, it follows that

$$
\frac{\partial U_{3}}{\partial x_{3}} \leq 0 \text { at } x_{3}=x_{3}(2),
$$

so party 3 gains utility (or does not lose utility) by moving to the left of $x_{3}(2)$. Because of the symmetry, a similar argument applies to party 2 , so that $\frac{\partial U_{2}}{\partial x_{2}} \geq 0$ at $x_{2}=x_{2}(2)$.

Thus, party 2 gains utility (or does not lose utility) by moving to the right of $x_{2}(2)$.
Finally, note that inequality $\frac{\partial U_{3}}{\partial x_{3}} \leq 0$ is strict unless party 4 is so far to the right that the midpoint between $x_{3}(2)$ and $x_{4}$ lies to the right of the entire voter distribution, a highly atypical situation. A similar statement holds concerning $\frac{\partial U_{2}}{\partial x_{2}} \geq 0$. q.e.d.

PROPOSITION 4: Divergence of Equilibria for Bimodal Voter Distributions. Assume that the voter density $f$ is symmetric and bimodal, and that $c$ denotes the least value greater than the right-hand mode for which $f(c)=0$ (see Figure A2). In the fourparty model, if $x_{3}$ and $x_{2}\left(=-x_{3}\right)$ constitute a Nash equilibrium, and $x_{1}<x_{2}, x_{4}>x_{3}$, then

$$
\begin{equation*}
x_{3} \geq c+\frac{h}{f(0)} \tag{A5}
\end{equation*}
$$

where $h=\int_{0}^{c}[f(x)-f(0)] d x$ is the area of (either) hump.

PROOF: Note first that $U_{3}$ may have a critical point between 0 and $c$, but such a critical point defines a minimum, not a maximum for $U_{3}$. For $U_{3}$ to have a critical point maximum at a point $x_{3}$ greater than $c$, requires that

$$
\begin{equation*}
\frac{\partial U_{3}}{\partial x_{3}}=\int_{0}^{x_{3}} f(x) d x-f(0)\left[x_{3}-0\right]+\int_{x_{3}}^{m_{34}} f(x) d x-f\left(m_{34}\right)\left[m_{34}-x_{3}\right]=0 \tag{A6}
\end{equation*}
$$

since $m_{23}=0$. We will construct a value $\bar{x}$ that is greater than or equal to $c+\frac{h}{f(0)}$ and such that $x_{3}$ must be greater than $\bar{x}$ for equation (A6) to hold. That will show that $x_{3} \geq c+\frac{h}{f(0)}$. To do this, because $f$ is decreasing to the right of $c$, we can choose $\bar{x}$ greater than $c$ so that

$$
\begin{equation*}
\int_{0}^{\bar{x}} f d x=f(0) \bar{x} . \tag{A7}
\end{equation*}
$$

We first show that $x_{3} \geq \bar{x}$. Again, because $f$ is decreasing to the right of $c$, the term $\int_{x_{3}}^{m_{34}} f(x) d x-f\left(m_{34}\right)\left[m_{34}-x_{3}\right] \geq 0$, which implies that for $\frac{\partial U_{3}}{\partial x_{3}}=0$ (that is, for equation (A6) to hold), the term $\int_{0}^{x_{3}} f(x) d x-f(0) x_{3}$ must be non-positive. But the function $g$, defined by $g(x)=\int_{0}^{x} f(t) d t-f(0) x$, is decreasing in $x$ and $g\left(x_{3}\right) \leq 0=g(\bar{x})$ by equation (A7), so that $x_{3} \geq \bar{x}$. Finally, equation (A7) can be rephrased as $\int_{0}^{c}[f(x)-f(0)] d x=\int_{c}^{\bar{x}}[f(0)-f(x)] d x$, or equivalently, using the definition of $h$, as $h=\int_{c}^{\bar{x}}[f(0)-f(x)] d x$, which in turn becomes $f(0)(\bar{x}-c)=h+\int_{c}^{\bar{x}} f(x) d x$, so that, dropping the non-negative term $\int_{c}^{\bar{x}} f(x) d x$, we obtain

$$
\bar{x} \geq c+\frac{h}{f(0)}, \text { so } x_{3} \geq c+\frac{h}{f(0)} . \text { q.e.d. }
$$

PROPOSITION 5 (Policy-seeking Nash Equilibrium): Assume a four-party model for which the voter density, $f$, is symmetric and unimodal and that $\partial U_{3} / \partial x_{3}$ is continuous as a function of $x_{2}$ and $x_{3}$. Furthermore, if recursive application of equation (A4) leads to sequences of values of $x_{3}{ }^{\prime}$ that converge to a limit $x_{3} *$ (and $x_{2} *$ is defined as $\left.-x_{3}{ }^{*}\right)$, then $\left(x_{2}{ }^{*}, x_{3}{ }^{*}\right)$ constitute a policy-seeking Nash equilibrium. ${ }^{3}$

PROOF: To be specific, define $x_{2}^{(0)}=x_{3}^{(0)}=0$, define $x_{3}^{(1)}$ by equation (A4) and specify $x_{2}^{(1)}=-x_{3}^{(1)}$. Recursively, define $x_{3}^{(n)}$ by equation (A4) and $x_{2}^{(n)}=-x_{3}^{(n)}$. The hypothesis states that $x_{3}^{(n)}$ converges to a limit, $x_{3}{ }^{*}$, and $x_{2}{ }^{*}=-x_{3} *$. By equation (A4), $\partial U_{3} / \partial x_{3}=0$ when $x_{2}=x_{2}^{(n-1)}$ and $x_{3}=x_{3}^{(n)}$, for all positive $n$. Thus, by Lemma $1, U_{3}$ has a maximum at $x_{3}=x_{3}^{(n)}$ for given $x_{2}=x_{2}^{(n-1)}$. By the continuity of $\partial U_{3} / \partial x_{3}$,

$$
\partial U_{3} /\left.\partial x_{3}\right|_{x_{2}=x_{2}{ }^{*}, x_{3}=x_{3}{ }^{*}}=\lim _{n \rightarrow \infty} \partial U_{3} /\left.\partial x_{3}\right|_{x_{2}=x_{2}^{(n-1)}, x_{3}=x_{3}^{(n)}}=0 .
$$

Thus, $U_{3}$ has a maximum at $x_{3}=x_{3} *$, given $x_{2}=x_{2} *\left(\right.$ and for $x_{2}=x_{2} *$, given $x_{3}=x_{3} *$ ). q.e.d.

## Contrast between the Calvert (1985) model and the parliamentary-mean model.

Calvert (1985) obtains convergence to the median under assumptions that are quite different from the parliamentary-mean model. He defines the goal of each party as maximizing its utility for the winning platform, for example, for Party 3 , that is minimizing the quantity $\left|q_{3}-y\right|$, where $y$ is the location of the (single) party who wins a majority. Under the parliamentary-mean model, by contrast, Party 3 seeks to minimize

[^2]$\left|q_{3}-\bar{x}\right|$, where the parliamentary mean $\bar{x}$ weights the vote share (and hence the seat share) of both parties.

In the Calvert model, if, say, the center-left party is to the left of the median, the center-right party can move closer to the median and win with a platform to the right of the median. In the same situation under the parliamentary-mean model, movement by the center-right party closer to the median would move the parliamentary mean into negative territory as long as the two parties are not too far from the median.

## Detailed Effects of Alternative Assumptions on the Locations of Nash Equilibria

## 1. What if the mainstream parties evaluate utility from the locations of only the

 mainstream parties?As noted earlier, it may make sense, at least for some countries to explore an alternative utility function in which the mainstream parties evaluate their utility of the election outcome entirely in terms of the locations of the mainstream parties. This might make sense if the mainstream parties consider the extreme parties as pariahs that could not be considered for a coalition government under any circumstances. Accordingly, utility for party $j$ in the four-party model is given by

$$
U_{j}^{\prime \prime}=-\left|q_{j}-\frac{\left(p_{2} x_{2}+p_{3} x_{3}\right)}{\left(p_{2}+p_{3}\right)}\right| .
$$

Under this alternative utility function, given a normal voter distribution with mean 0 and standard deviation 0.5 , we investigated locations of the extreme right party anywhere between 0.75 and 1.5 (and the extreme left party between -0.75 and -1.5 ). Throughout this range, numerically evaluated Nash equilibria for the mainstream parties range from -0.639 to -0.648 for $x_{2}$ and 0.639 to 0.648 for $x_{3}$. These locations for the mainstream parties are comparable to their equilibrium strategies when no extreme parties are present and indicate none of the moderation that is projected when extreme parties do exist and are accounted for in mainstream party utilities. But under the present assumption, neither is the mainstream response to extreme party entry more extreme. Intuitively, when, say, a center-right party that discounts the contribution of an extreme right party to policy formation moderates, no value is provided to compensate for the mainstream party's loss of vote share to that extreme party. This reduces the motivation to moderate relative to a center-right party that does assign utility to the position of the party on its flank. If the mainstream parties only partly take into account the locations of
extreme parties in assessing their utility, then equilibrium positions are intermediate between those for $U$ and $U^{\prime \prime} .{ }^{4}$

## 2. What role might abstention play?

So far we have assumed that citizens' decisions whether to cast a vote are not affected by the locations of available parties. Suppose instead that citizens located at relatively extreme locations abstain if no party is located near their position. What qualitative effects would this assumption have on our results? Consider a scenario in which only the two mainstream parties are in the competition and they face the threat of abstention by extreme members of the potential electorate. To be specific, suppose that all citizens abstain if located at least a distance $d$ more extreme than the mainstream parties. We can show that at equilibrium the location of, say, the mainstream party on the right satisfies the recursive equation $x_{3}=\left[2 F\left(x_{3}+d\right)-1\right] /[2 * f(0)] .{ }^{5}$ Thus, for a normal distribution with mean 0 and standard deviation 0.5 , if there were no abstention, $x_{3}=0.627$, but with abstention, $x_{3}=0.626,0.610$, or 0.561 , if $d=1,0.5$, or 0.25 , respectively. This example suggests that plausible levels of abstention do not greatly affect the mainstream strategies when no extreme parties are present. These strategies are still more extreme than the equilibrium strategies ( $\pm 0.427$; see Table 1 ) that would occur if extreme parties do enter and attract the votes of citizens who would otherwise have abstained.
${ }^{4}$ If a lottery over competing parties, rather than the parliamentary mean, is used to specify utility, then the effect of using only the mainstream parties to define utility is the same as when the parliamentary mean specification is employed, as long as the ideal points of the mainstream parties are at least as extreme as their declared positions.
${ }^{5}$ Modifying slightly the proof of Lemma 1 , we conclude that $x_{3} f(0)=\int_{0}^{x_{3}+d} f(x) d x$, so that $x_{3}=\left[2 F\left(x_{3}+d\right)-1\right] /[2 * f(0)]$.

Thus, even with the threat of abstention when extreme parties are not available, it appears likely that mainstream parties would be motivated to moderate their strategies when extreme parties do materialize, just as when there was no abstention. Accordingly, accounting for abstention does not change our results qualitatively.

## 3. What if the extreme parties are themselves mobile?

Next, we return to the utility function $U$ based on the parliamentary mean and on all parties, to investigate what happens when the extreme parties can also change location (while as before, we allow the mainstream parties to change location). Even when constraints on movement by the extreme parties are relaxed, the differences between this more general scenario and what we obtained when we held the positions of extremist parties fixed tend to be minor -- as shown in Table A.1. Intuitively, given policy-seeking incentives, the additional vote share gained from moderation by mobile extreme parties generally forfeits too much utility in moving away from the party's most preferred policy position to make substantial movement in a centrist direction a viable option for extremist parties. ${ }^{6}$

## <<< Table A. 1 about here >>>

## 4. What if each mainstream party values its vote share per se in addition to its contribution to the parliamentary mean?

Although a party's vote share is a significant constituent of its policy-seeking utility, we can imagine that a party may value its vote share per se in addition to its effect

[^3]on its policy-seeking utility. Valuation of vote share per se could be interpreted as an office-seeking motivation. Although it is diffic ult to determine a common scale on which to precisely compare these two effects, adding an independent vote-share component exerts a strong moderating effect on optimal strategies of mainstream parties, drawing them toward the center point of the scale, whether or not extreme parties impinge. However, mainstream parties are drawn to complete convergence with a smaller admixture of vote share when extreme parties are present than when they are not.

## 5. What is the effect of alternative locations for the fixed positions of the extreme party(s)? Calculation of Nash equilibria for the 3-party and 4-party models with normal voter distributions.

For a parliamentary mean model with $q_{2} \leq \bar{x}$ and $q_{3} \geq \bar{x}$, for the two-party, three-party, and four-party models and normal voter distributions (with standard deviation $=0.5$ ), Table A. 2 depicts Nash equilibria, for a range of possible fixed positions of the extreme parties, for both the parliamentary-mean and dominant-party models. As the fixed locations for the extreme parties become more extreme (ranging from locations one standard deviation from the mean to three standard deviations from the mean), the Nash equilibria for the mainstream parties are correspondingly more extreme, and concomitantly, their vote shares are substantially larger. Note that the patterns of movement by mainstream parties upon entry by extreme parties are qualitatively similar either when the ideal points of the mainstream parties are as extreme as the locations of the extreme parties or when these ideal points are less extreme. The degree of movement of mainstream positions in response to extreme-party entrance, however, is dampened in the latter case. ${ }^{7}$ Finally, Table A. 2 reports Nash equilibrium positions for the dominant party model with $q_{2}>x_{1}$ and $q_{3}<x_{4}$.

[^4]<<< Table A. 2 about here >>>
6. What if, in the dominant-party model, seat share is super-proportional, relative to vote share.

Suppose, in the dominant-party model, party influence on governmental policy is proportional not to vote share, but to seat share, i.e., relative to smaller parties, assume that larger parties have more influence on policy relative to smaller parties than their vote proportions would indicate. ${ }^{8}$ A simple model for this effect is to assume that seat share is proportional not to $p_{i}$, but rather to $p_{i}{ }^{2} .{ }^{9}$ Under this assumption, for a normally distributed voter distribution with mean 0 and standard deviation 0.5 , equilibrium strategies for the mainstream parties in the two-party, dominant party scenario are constricted by fifty percent, from $\pm 0.627$ to $\pm 0.314$, and a bit less in the four-party model, from $\pm 0.427$ to $\pm 0.235$. This movement toward the median is to be expected because super-proportional party influence gives greater value to vote shares relative to position.

[^5]${ }^{9}$ Thus, the weights representing party influence are given by $p_{j} / \sum_{i} p_{i}^{2}$, so, for example, if vote shares in a four-party model are $(0.1,0.4,0.4,0.1)$, then the weights are approximately ( $0.03,0.47,0.47,0.03$ ).

Table A.1. Policy-seeking Nash equilibrium assuming all parties are mobile, with two-, three-, and four-party contests, assuming a normal electorate.

|  | $x_{1}$ | $x_{2}$ | $x_{3}$ | $x_{4}$ |
| :--- | :---: | :---: | :---: | :---: |
| 2 parties |  | $\mathbf{- 0 . 6 2 7}$ | $\mathbf{0 . 6 2 7}$ |  |
|  |  | $(50.0 \%)$ | $(50.0 \%)$ |  |
| 3 parties |  | $\mathbf{- 0 . 7 7 7}$ | $\mathbf{0 . 4 7 6}$ | $\mathbf{0 . 9 9 8}$ |
|  |  | $(38.2 \%)$ | $(54.8 \%)$ | $(7.0 \%)$ |
| 4 parties | $\mathbf{- 0 . 9 6}$ | $\mathbf{- 0 . 4 1 5}$ | $\mathbf{0 . 4 1 5}$ | $\mathbf{0 . 9 6}$ |
|  | $(8.5 \%)$ | $(41.5 \%)$ | $(41.5 \%)$ | $(8.5 \%)$ |

Note: Voters are normally distributed, with mean 0 and standard deviation 0.5 . Values in parentheses are the vote shares at equilibrium. A parliamentary mean model with $q_{2} \leq \bar{x} \leq q_{3}$ or dominant party model with $q_{2} \leq x_{1}$ and $q_{3} \geq x_{4}$ is assumed.

Table A.2. Policy-seeking Nash equilibria for mainstream parties in a four-party model, for a range of extreme party positions; voters are normally distributed, with standard deviation $=0.5$.

| Extremity of extreme parties |  | $x_{1}$ | $x_{2}$ | $x_{3}$ | $x_{4}$ |
| :---: | :---: | :---: | :---: | :---: | :---: |
| Parliamentary mean model with $q_{2} \leq \bar{x} \leq q_{3}$ or dominant party model with $q_{2} \leq x_{1}$ and $q_{3} \geq x_{4}$ |  |  |  |  |  |
| $\begin{gathered} \pm 0.5 \\ (1 \mathrm{~s} . \mathrm{d} .) \end{gathered}$ |  | $\begin{gathered} \mathbf{0 . 5} \\ (23.0 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{- 0 . 2 4 0} \\ (27.0 \%) \end{gathered}$ | $\begin{gathered} \mathbf{0 . 2 4 0} \\ (27.0 \%) \end{gathered}$ | $\begin{gathered} \mathbf{0 . 5} \\ (23.0 \%) \end{gathered}$ |
| $\begin{gathered} \pm 1.0 \\ (2 \text { s.d.) } \end{gathered}$ |  | $\begin{gathered} \hline \mathbf{1 . 0} \\ (7.7 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{- 0 . 4 2 7} \\ (42.3 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{0 . 4 2 7} \\ (42.3 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{1 . 0} \\ (7.7 \%) \end{gathered}$ |
| $\begin{gathered} \pm 1.5 \\ (3 \text { s.d.) } \end{gathered}$ |  | $\begin{gathered} \hline \mathbf{1 . 5} \\ (2.1 \%) \end{gathered}$ | $\begin{gathered} \hline-\mathbf{0 . 5 4 1} \\ (47.9 \%) \end{gathered}$ | $\begin{gathered} \mathbf{0 . 5 4 1} \\ (47.9 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{1 . 5} \\ (2.1 \%) \end{gathered}$ |
| Dominant party model with $q_{2}>x_{1}$ and $q_{3}<x_{4}$ |  |  |  |  |  |
| $\begin{gathered} \pm 0.5 \\ (\mathbf{1} \text { s.d. }) \end{gathered}$ | $q_{2}, q_{3}= \pm \mathbf{0 . 4 2 9}$ | $\begin{gathered} \mathbf{0 . 5} \\ (17.7 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{- 0 . 4 2 9} \\ (32.3 \%) \end{gathered}$ | $\begin{array}{c\|} \hline \mathbf{0 . 4 2 9} \\ (32.3 \%) \end{array}$ | $\begin{gathered} \mathbf{0 . 5} \\ (17.7 \%) \end{gathered}$ |
| $\begin{gathered} \pm 1.0 \\ (2 \text { s.d. }) \end{gathered}$ | $q_{2}, q_{3}= \pm \mathbf{0 . 8}$ | $\begin{gathered} 1.0 \\ (6.2 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{- 0 . 5 4 0} \\ (43.8 \%) \end{gathered}$ | $\begin{gathered} \mathbf{0 . 5 4 0} \\ (43.8 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{1 . 0} \\ (6.2 \%) \end{gathered}$ |
| $\begin{gathered} \pm 1.5 \\ (3 \text { s.d. }) \end{gathered}$ | $q_{2}, q_{3}= \pm \mathbf{1 . 2}$ | $\begin{gathered} 1.5 \\ (1.9 \%) \end{gathered}$ | $\begin{gathered} \hline \mathbf{- 0 . 5 8 6} \\ (48.1 \%) \end{gathered}$ | $\begin{array}{c\|} \hline \mathbf{0 . 5 8 6} \\ (48.1 \%) \end{array}$ | $\begin{gathered} 1.5 \\ (1.9 \%) \end{gathered}$ |

Notes: Table entries are locations of the mainstream parties $x_{2}, x_{3}$ at Nash equilibrium; these parties are assumed to locate in symmetrical positions at equilibrium. Values in parentheses are vote shares for each party at Nash equilibrium.

Figure A1. Values of $\partial U_{3} / \partial x_{3}$ as $x_{3}$ changes (pictured for the four-party scenario)

a. If $x_{3}=0$, then $\partial U_{3} / \partial x_{3} \geq 0$.

b. If $x_{3}=x_{4}$, then $\partial U_{3} / \partial x_{3} \leq 0$.

Figure A2. Mixed normal voter distribution with extreme Nash equilibria


Note: The mixed-normal voter distribution is specified by $f(x)=0.5 * f_{1}(x)+0.5 * f_{2}(x)$, where $f_{1}$ is normal with mean $-\mu$ and standard deviation $\sigma$ and $f_{2}$ is normal with mean $+\mu$ and standard deviation $\sigma$. In this example $\sigma=1$ and $\mu=1.5$. If in the fourparty scenario, $x_{2} \cong-3.80$ and $x_{3} \cong 3.80$ (and provided that $x_{1}$ and $x_{4}$ are more extreme than these mainstream parties), then a Nash equilibrium occurs, but not for more moderate locations for the mainstream parties.


[^0]:    ${ }^{1}$ Brams and Merrill (1991) obtain (and Adams and Merrill, 2006, cite) a similar-looking formula for a two-party equilibrium in which parties seek to maximize the probability that they obtain the vote of the median voter. In their case, however, the density function $f$ represents the parties' uncertainty about the location of the median voter, whereas in the present case $f$ represents the distribution of voters.

[^1]:    ${ }^{2}$ This inequality is strict unless party 4 is so far to the right that the midpoint between $x_{3}(2)$ and $x_{4}$ lies to the right of the entire voter distribution, a highly atypical situation.

[^2]:    ${ }^{3}$ For a uniform voter distribution, $\partial U_{3} / \partial x_{3}$ is constant, so all locations for $x_{2}$ and $x_{3}$ that are more moderate than the mainstream parties' ideal points are trivially Nash equilibria.

[^3]:    ${ }^{6}$ However, when a previously extreme party commits to a clearly centrist move, i.e., actually moderates its ideal point, it may be because its new leadership has made a conscious decision to reject a veto by its more extreme elements in the confidence that the new electorate gained by a more centrist move will provide a new and offsetting cadre of supporters. This may be the mechanism underlying Marine Le Pen's decision to "evict" her father from the party that he founded (BBC, 2015)!

[^4]:    ${ }^{7}$ Note, as before, that under the assumptions, the equilibrium location for $x_{3}$ is the same for any $q_{3} \geq \bar{x}$, because $\partial U_{3} / \partial x_{3}$ is independent of the location of $q_{3}$ as long as $q_{3} \geq \bar{x}$.

[^5]:    ${ }^{8}$ If we interpret the dominant-party model in a plurality-based setting, the superproportional assumption suggests that larger parties have a disproportionate probability of selection as the winner, a not-unreasonable assumption.

