Confucianism and Preferences: Evidence from Lab Experiments in Taiwan and China

用橫跨兩岸的經濟學實驗來研究儒家文 化如何影響人的偏好

> Joseph Tao-yi Wang National Taiwan University

Joint with Elaine M. Liu (Houston) and Juanjuan Meng (PKU)

What is Confucianism?

- Philosophy, Culture or Religion?
 - What about Islam?
- Taught in middle school as part of Chinese literature
 - Like "The Republic"
- Need to pass exams on this to become government officials (for 1000+ years)

10 《论语》章 十则

本课有的谈求知态度,有的谈学习方法,有 的谈够身做人。语言简练,含义深远。学习时要 熟读,深思, 牢记。

子^②曰:"学而时习^③之,不亦说^④乎?有朋自远方来, 不亦乐乎?人不知而不愠^⑤,不亦君子^⑥乎?"(《学而》)

曾子②曰:"吾图日⑨三省⑩吾身:为人谋而不忠乎?

① [《论(lún)语》] 记录孔子和他的弟子宫行的一部书,共20篇,是儒家经典著作之一。 ② [子] 先生、指孔子。孔子 (前 551—前 479)。

Why Should We Care About This?

- Max Weber: Protestant spirit pro-capitalism
 - Confucianism/Hinduism stalls capitalism
- Liang (AEJ-macro, 2010):
 - Leader-follower model with lower discount rates and imitation cost but higher innovation cost @ East Asia
 - Calibrate to quantify effect on long-term growth
- Factors that affect Macroeconomic Growth:
 - Risk Preferences (risk/loss aversion)
 - Time Preferences (present bias/discount rate)
 - ➤ Social Capital (trust/trustworthiness)

Risk Aversion and Loss Aversion

- Induce Risk Aversion and Loss Aversion
 - "One who understands destiny will not stand beneath a tottering wall." (Mencius)
 - 君子不立危牆之下 (孟子)
- Collectivism: Emphasize role within society and relationship to others
- ➤ Risk-taking challenges group's interest
- Incurring loss threatens group's harmony

Time Discounting and Present Bias

- More Patient, less Present Bias
 - "Impatience over trivial things may ruin important pursuits," (Analects)
 - 小不忍則亂大謀(論語)
 - "If a man takes no thought about what is distant, he will find sorrow near at hand."
 - -人無遠慮,必有近憂。(論語)

Trustworthiness and Trust

- Trustworthiness more important than Trust
 - "I do not know how a man without truthfulness is to get on." (人而無信,不知其可也, *Analects*)
 - "I daily examine myself on three points:—whether, in transacting business for others, I may have been not faithful;—whether, in interaction with friends, I may have been not been trustworthy;—whether I may have not mastered and practiced the instructions of my teacher." (吾日三省吾身...)
- ➤ More trusting if others are more trustworthy

Research Question

- How does Confucianism affect individual decision making?
- Risk Preferences (risk/loss aversion)
 - ► Induce Risk Aversion and Loss Aversion
- Time Preferences (present bias/discount rate)
 - ➤ More Patient, less Present Bias
- Social Preferences (trust/trustworthiness)
 - >Trustworthiness more important than Trust

- Recruit students from
 - National Taiwan University (NTU) (top university)
 - Peking University (PKU) (top university)
- Randomly assign into
 - Treatment (Confucius prime)
 - Control (Neutral prime)
- Between-subject design
- 19 sessions

	PKU	NTU	Total
Confucius	95	93	188
Neutral	90	102	192
Total	185	195	380

- 1. Priming task
 - Correcting errors and re-writing six sentences, either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)
- 3. 10 convex time budget (CTB) questions (time discounting and present bias)
- 4. Trust game (trust/trustworthy)
- 5. Other error-correcting task and questionnaire



1. Priming task

 Correcting errors and re-writing six sentences, either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)

Priming Task: Confucius Prime

Circle the incorrect words and re-write the correct sentence below. (If you think there are no errors, please co

Num.	Content
А	子曰:「學而不思則罔,思而不學則迷」」 (translation)¹ The Master said, 'Learning without thought is labor lost; thought without learning is perilous.'
В	富貴不能移 貧賤不能淫 威武不能屈。 (translation to be above the power of riches and honours to make dissipated, of poverty and mean condition to make swerve from principle, and of power and force to make bend
С	子曰:「三人行,必有我師焉。擇其善者而從之,其不善者而棄之。」 (translation) The Master said, 'When I walk along with two others, they may serve me as my teachers. I will select their good qualities and follow them, their bad qualities and avoid them'

Priming Task: Neutral

Find the incorrect words and re-write the correct sentence below. (If you think there are no errors, simply re-write the entire sentence.)

Num.	Content
1	人生四大樂事:久旱逢甘霖,他鄉遇故知。洞房花燭夜,金杖提名時。 Translation: There are four happiest events in life: have a good rain after a
	long drought season, run into an old friend in a distant land, enjoy the wedding night and succeed in the government examination.
	我要寫的是那些傳誦下已的親情故事。
2	Translation: I want to write about those family stores that have been in circulation for years
3	消息傳來,國人無不割首稱慶,歡欣不止。
3	Translation: After the news arrived, everyone in the country was overjoy

- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)

Risk Preferences (Holt-Laury Task)

Decision	L	ottery A	Lo	ottery B	Your choice (A or B)
Owastian 1	1:	Gain NT\$200	1:	Gain NT\$385	
Question 1	2~10:	Gain NT\$160	2~10:	Gain NT\$10	
Ouastion 2	1∼2:	Gain NT\$200	1~2 :	Gain NT\$385	
Question 2	3∼10 :	Gain NT\$160	3∼10 :	Gain NT\$10	
Overtion 2	1~3:	Gain NT\$200	1∼3:	Gain NT\$385	
Question 3	4∼10 :	Gain NT\$160	4∼10 :	Gain NT\$10	
Ouastion 4	1~4:	Gain NT\$200	1~4:	Gain NT\$385	
Question 4	5∼10 :	Gain NT\$160	5∼10 :	Gain NT\$10	
Question 5	1~5:	Gain NT\$200	1~5:	Gain NT\$385	
Question 3	6∼10 :	Gain NT\$160	6∼10 :	Gain NT\$10	
Overtion 6	1∼6:	Gain NT\$200	1∼6:	Gain NT\$385	
Question 6	7∼10 :	Gain NT\$160	7∼10 :	Gain NT\$10	
2/23/2019	Josepl	Tao-yi Wang	Con	ucianism and Pi	references

- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)

Loss Aversion (Similar to Tanaka et al., 2010)

Decision	Lottery A	Lottery B	Your choice (A or B)
Ouastian 11	$1 \sim 5$: Gain \$60	1~5: Gain \$75	
Question 11	6~10: Lose \$35	6~10: Lose \$65	
Ouaction 12	1~5: Gain \$55	1~5: Gain \$75	
Question 12	6~10: Lose \$35	6~10: Lose \$65	
Question 12	1~5: Gain \$50	1~5: Gain \$75	,
Question 13	6~10: Lose \$35	6~10: Lose \$65	2
Quarties 14	1~5: Gain \$45	1~5: Gain \$75	
Question 14	6 \sim 10: Lose \$35	6~10: Lose \$65	
Operation 15	1~5: Gain \$40	1~5: Gain \$75	
Question 15	6~10: Lose \$35	6~10: Lose \$50	6
Operation 16	1~5: Gain \$40	1~5: Gain \$75	
Question 16	6~10: Lose \$35	6~10: Lose \$45	
Question 17	1~5: Gain \$35	1~5: Gain \$75	
Question 17	6~10: Lose \$35	6~10: Lose \$40	

- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)
- 3. 10 convex time budget (CTB) questions (time discounting and present bias)

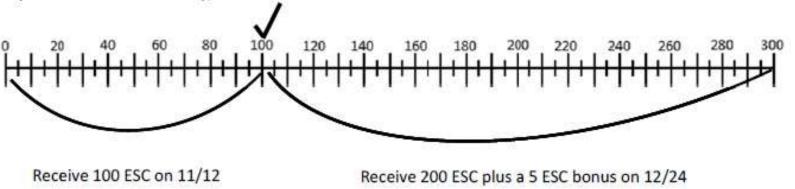
Time Preferences (CTB)

Please allocate 300 ESC to the following: 11/12 (four weeks from now) and 12/24 (ten weeks from now)

Please indicate your allocation on the line below. Check the amount you want to allocate to the early date. Each segment indicates 5 ESC. The amount allocated to 12/24 can earn a bonus of 2.5%. NOTE: The bonus could differ across questions.

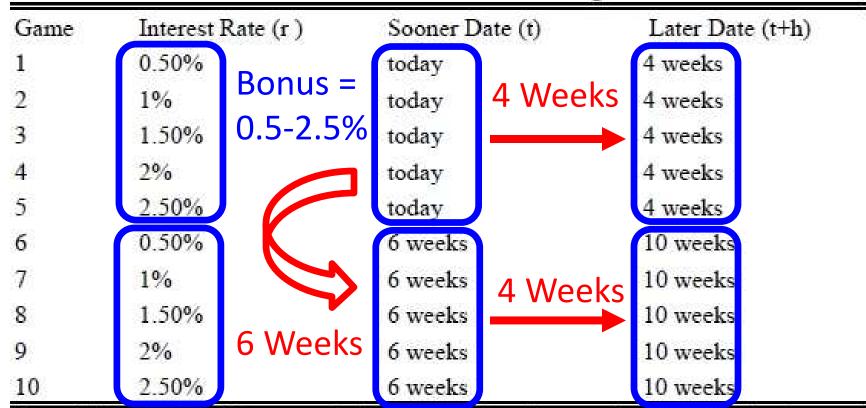
If your desired allocation is "Earn 100 ESC on 11/12 (four weeks from now) and earn 200 ESC plus a 5 ESC bonus on 12/24 (after another six weeks)," please check 100 on the line as shown below.

On 11/12 (four weeks from now), I want to earn:



Time Preferences (CTB)

Table 3: Choices for Convex Time Budget Task



Note: Subjects decide how much (of the 300 tokens) to receive earlier rather than later for each of the 10 games. The amount allocated at the later date would earn interest at the corresponding interesting rate.

- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)
- 3. 10 convex time budget (CTB) questions (time discounting and present bias)
- 4. Trust game (social capital trust)

Social Preferences (Trust Game - Investor)

You have to decide how much to allocate to the other participant. Each row in the following table indicates possible allocations and what the other participant will receive: Amount You Entrust:

Table 1: You are the first allocator (ESC)					
Amount alloca	ated to the other participant	The other participant Receives			
None	0 ESC	0 ESC			
	25 ESC	75 ESC			
	50 ESC 3	X 150 ESC			
	75 ESC	225 ESC			
	100 ESC	300 ESC			
	125 ESC	375 ESC			
All	150 ESC	450 ESC			

I decide to allocate _____ESC to the other participant.
(Please choose from 0, 25, 50, 75, 100, 125, and 150)

- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)
- 3. 10 convex time budget (CTB) questions (time discounting and present bias)
- 4. Trust game (social capital trustworthy)

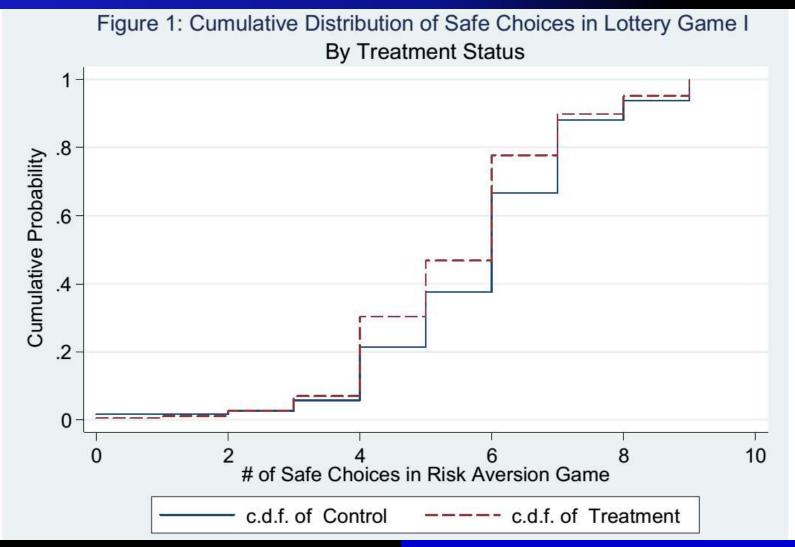
Social Preferences (Trust Game - Trustee)

Tab	le 2:You are the secon	d allocator
Amount the other participant allocated to you (ESC)	Amount you received, tripled (ESC)	Write down the amount you want to allocate to the other participant
None oesc	0 ESC	Amount You Repay
25 ESC	75 ESC	ESC
50 ESC	150 ESC	ESC
75 ESC	225 ESC	ESC
100 ESC	300 ESC	ESC
		-

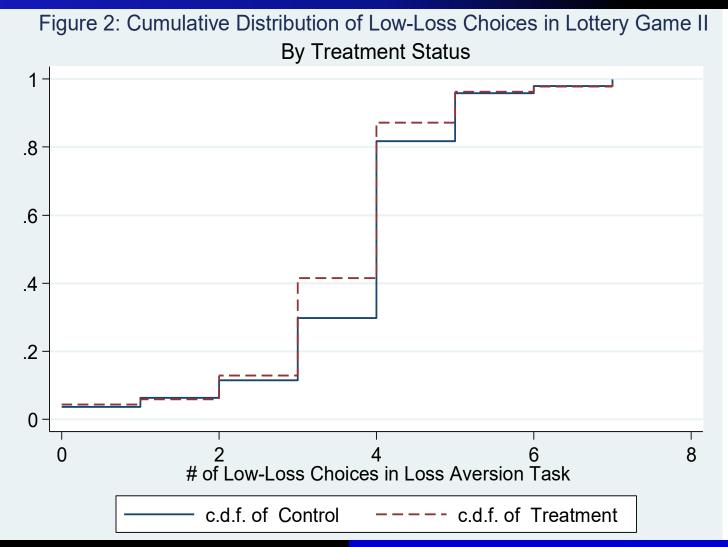
- 1. Priming task
 - Correcting errors and re-writing six sentences,
 either taken from the Analect/Mencius (Confucius prime) or from other texts (neutral)
- 2. 17 binary lottery tasks (risk/loss aversion)
- 3. 10 convex time budget (CTB) questions (time discounting and present bias)
- 4. Trust game (trust/trustworthy)
- 5. Other error-correcting task and questionnaire



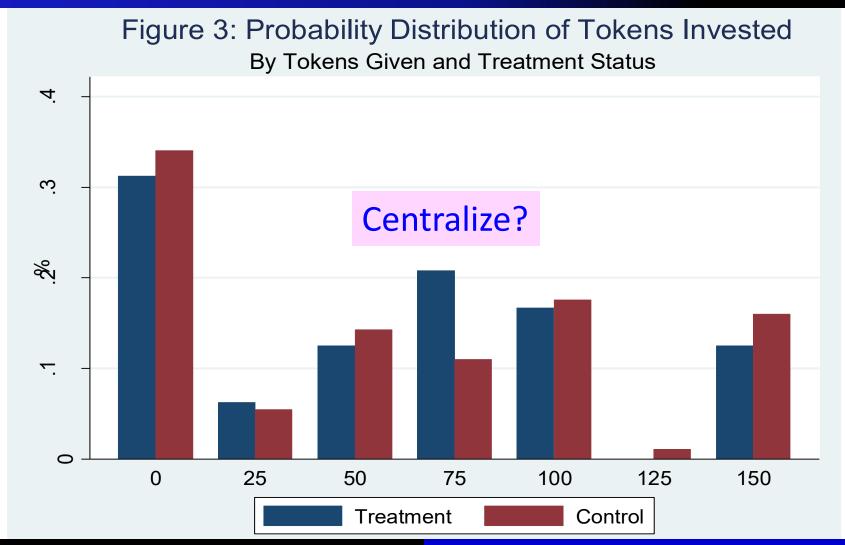
Risk Preferences: Risk Aversion



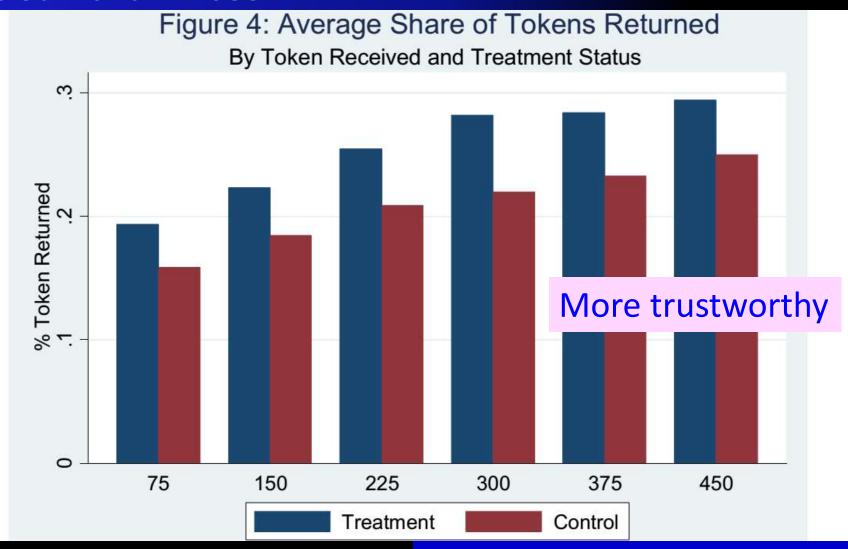
Risk Preferences: Loss Aversion



Social Preferences: Trust

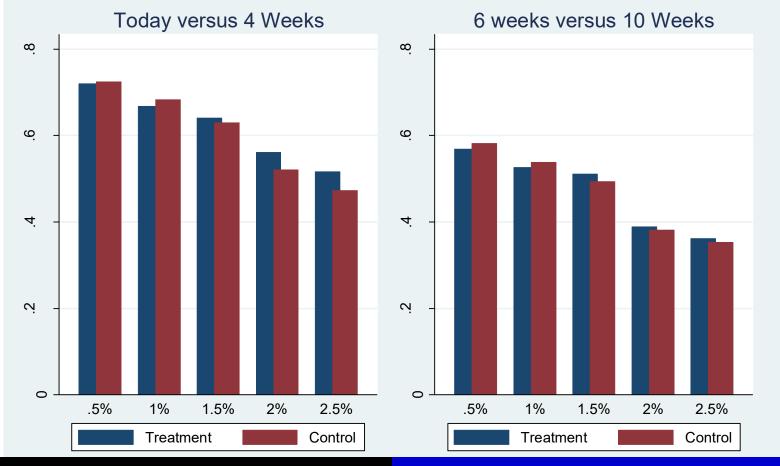


Trustworthiness



Time Preferences

Figure 5: Proportion of Tokens Allocated to Earlier Payment Stratified by Treatment Status and by Interest Rates



Risk/Loss and Trustworthy/Trust

parental edu, grad student, age, gender, upbringing, science/eng major, PKU student

Table 6: The Priming Effects on Risk Preferences, Trust/Trustworthy and Time Preferences

	(1)	(2)	(3)	(4)
VARIABLES	(RISK AVERSION) Number of Safe Choices in Lottery Task I	(Loss Aversion) Number of Low loss Choices in Task II	(Trust) Share of Tokens Invested in Investment Game	(Trustworthy) Average Share of Tokens Returned in Investment Game
Mean(Dep Variable)	3.64	0.40	0.23	0.61
Standard Dev (Dep Variable)	[1.64]	[1.25]	[0.35]	[0.19]
Confucius Prime	-0.259** (0.115)	-0.115 (0.117)	0.016 (0.038)	0.049* (0.023)
Observations	3/3	373	185	188
R-squared	0.039	0.061	0.020	0.044

Risk/Loss and Trustworthy/Trust

Table 8: Confuci	ius Priming Effects by Sc	hools	
(1)	(2)	(3)	(4)
(RISK AVERSION) Number of Safe Choices in Lottery Task	(LOSS AVERSION) Number of Low loss Choices in Task II	(TRUST) Share of Tokens Invested in Investment Game	(TRUSTWORTHY) Average Share of Tokens Returned in Investment Game
5.65		0.40	0.23
[1.64]	[1.25]	[0.35]	[0.19]
-0.332* (0.172)	-0.219* (0.109)	0.039 (0.040)	0.033 (0.024)
0.143	0.203	-0.045	0.031
		73550	(0.050) -0.017
(0.200)	(0.134)	(0.051)	(0.040)
0.189	0.933	0.927	0.132
373	373	185	188
0.040	0.062	0.021	0.046
((1) (RISK AVERSION) Number of Safe Choices in Lottery Task I 5.65 [1.64] -0.332* (0.172) 0.143 PSS risk-averse (0.200) 0.189 373 0.040	(1) (2) (RISK AVERSION) Number of Safe Choices in Lottery Task I in Task II 5.65 3.64 [1.64] [1.25] -0.332* -0.219* (0.172) (0.109) 0 143 0 203 PSS risk-averse, less loss averse (0.200) (0.200) (0.134) 0) 0.189 0.933 373 373 0.040 0.062	(RISK AVERSION) Number of Safe Choices in Lottery Task I in Task II Game 5.65 3.64 0.40 [1.64] [1.25] -0.332* -0.219* (0.172) (0.109) 0 143 0 203 -0 045 ess risk-averse, less loss averse 5) (0.200) 0 0.189 0.933 0.927 373 373 373 373 373 373 373 373 373 3

Note: standard errors are clustered at the session level for Columns 1-6 and clustered at the individual level for Columns 7 and 8. Confucius Prime is a dummy for subjects receiving Confucian-salient primes. NTU is a dummy for subjects from National Taiwan University. Variables indicating the father's

Discount Rates and Present Bias

Table 9: Time	Preference Para	meters By Trea	tment Status By So	chools	
	PKU	NTU	PKU	NTU	
	Delta	Delta			
	(Discount	(Discount	Beta	Beta	
VARIABLES	Factor)	Factor)	(Present Bias)	(Present Bias)	
*	(1)	(2)	(3)	(4)	
Confucius Prime	0.9913 VIC	ore impatie	nt .9450	0.9290	
	(0.0003)	(0.0002)	(0.0023)	(0.0019)	
Neutral Prime	0.9945	0 9919	0 9420	0.9180	
	(0.0001)	(Less pre	esent-biased	(0.0025)	
P-value of F-Test for					
Differences in Parameter	0.0000	0.1078	0.3575	0.0005	
2/23/2019 Joseph Tao-yi Wang Confucianism and Preferences					

Experimental Results

- After priming Confucianism...
- Chinese (PKU) subjects became
 - more risk-loving, less loss averse, more impatient
- Taiwanese (NTU) subjects became
 - less present-biased and mildly more trustworthy

 Very different, so we did a validation check surveying a new set of 389 students

Validation Survey

- Rank these four belief systems:
 - -(1) most agree ... (4) least agree
- 1. Rationalism,
- 2. Confucianism,
- 3. Eastern Religion (Buddhism, Taoism),
- 4. Western Religion (Christianity, etc.)
- How much do you agree with each system?
 - -(1) least agree ... (10) most agree

Validation Results

Table 10:	Validation	Test of Priming Method	

	(1)	(2)	(3)
VARIABLES	Ranking of	How much do you	Rank
	Confucianism	agree with	Confuciuanism as
	(1=best, 4=worst)	Confucianism(10 =	most important
		most agree)	
Confucius Prime (γ0)	0.384*	-0.603*	-0.620**
	(0.223)	(0.331)	(0.278)
Confucius Prime *NTU (γ1)	-0.463*	0.753**	0.576*
	(0.257)	(0.381)	(0.323)
NTU	0.460**	-0.832***	-0.502**
	(0.188)	(0.274)	(0.223)
P-value from F-test (γ 0+ γ 1=0)	0.52	0.42	0.78

Validation Survey

- When primed Confucianism,
- Chinese (PKU) subjects ranked it significantly lower and disagreed more
- Taiwanese (NTU) subjects mildly improved ranking of Confucianism and agreed more

 Elites in China and Taiwan react differently to Confucianism!

Discussion

- Are students "special"? No—we specifically care about the elite, not the illiterate public...
- Are other characteristics causing this?

Table 5: Randomization Check

Panel A: National Taiwan University							
			Graduate	Father's	Mother's	Conservative	
VARIABLES	Female	Age	Student	Education	Education	Upbringing	STEM Major
Confucius Prime	-0.033	0.402	0.109	-0.02	0.02	-0.153	-0.052
	(0.058)	(0.814)	(0.139)	(0.195)	(0.175)	(0.120)	(0.083)
Constant	0.441***	21.04***	0.235***	3.238***	2.882***	2.804***	0.324***
	(0.0397)	(0.450)	(0.0734)	(0.0863)	(0.114)	(0.0737)	(0.0468)
Observations	195	195	195	193	194	195	194
R-squared	0.001	0.008	0.014	0.000	0.000	0.011	0.003

Motivation Experimental Design Experimental Results Validation Test

Graduate

Discussion

VARIABLES	Female	Age	Student	Education	Education	Upbringing	STEM Major
Confucius Prime	-0.033	0.402	0.109	-0.02	0.02	-0.153	-0.052
	(0.058)	(0.814)	(0.139)	(0.195)	(0.175)	(0.120)	(0.083)
Constant	0.441***	21.04***	0.235***	3.238***	2.882***	2.804***	0.324***
	(0.0397)	(0.450)	(0.0734)	(0.0863)	(0.114)	(0.0737)	(0.0468)
Observations	195	195	195	193	194	195	194
R-squared	0.001	0.008	0.014	0.000	0.000	0.011	0.003
			Panel B: Pekir	ng University			
			Graduate	Father's	Mother's	Conservative	_
VARIABLES	Female	Age	Student	Education	Education	Upbringing	STEM Major
Confucius Prime	-0.038	0.115	0.027	-0.011	0.063	-0.230	-0.049
	(0.059)	(0.467)	(0.115)	(0.232)	(0.167)	(0.130)	(0.041)
Constant	0.522***	22.42***	0.489***	2.800***	2.411***	2.900***	0.460***
	(0.0236)	(0.263)	(0.0423)	(0.164)	(0.0714)	(0.0761)	(0.0726)
2/23/2019	Joseph ⁻	Tao-yi Wa	2/23/2019 Joseph Tao-yi Wang Confucianism and Preferences				

Panel A: National Taiwan University

Father's

Mother's

Conservative

Conclusion: Persistent Historical Influence?



Promise-Keeping Under the Shadow of Confucius

Joseph Tao-yi Wang Joint with Hsi-wei Wang National Taiwan University

Goal: Investigate Relationship Between

Confucianism

and

promise-keeping and trusting behaviors

The Experiment





Bare promise game

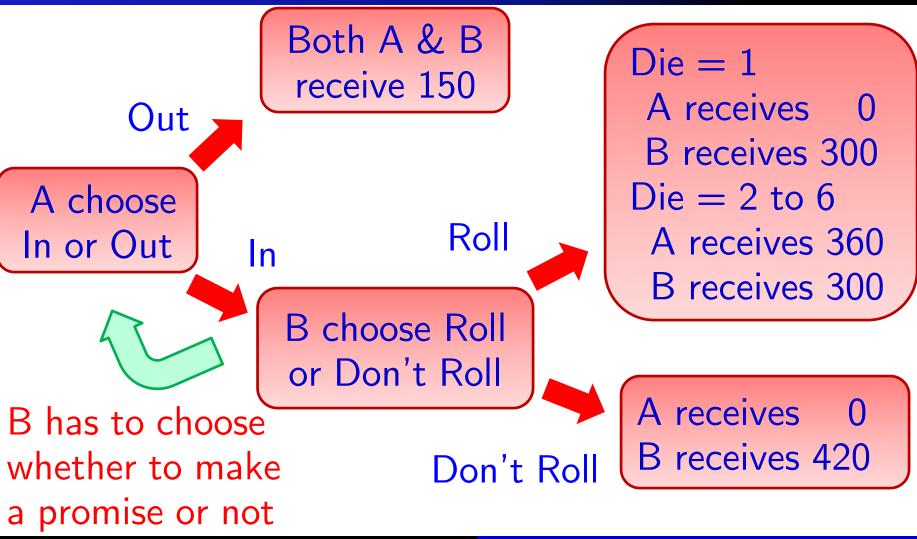


Measuring belief

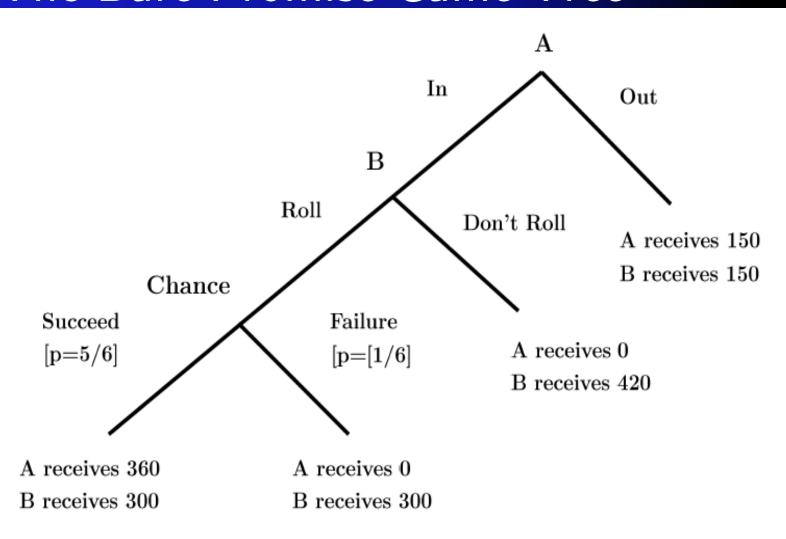


Post-experimental survey

The Bare Promise Game



The Bare Promise Game Tree



Neutral Language Payoff Matrix

AB	"Up" and die number is 1~5	"Up" and die number is 6	"Down" and die number is 1~5	"Down" and die number is 6
"Left"	A receives NT\$ 360	A receives NT\$ 0	A receives NT\$ 0	A receives NT\$ 0
	B receives NT\$ 300	B receives NT\$ 300	B receives NT\$ 420	B receives NT\$ 420
"Right"	A receives NT\$ 150	A receives NT\$ 150	A receives NT\$ 150	A receives NT\$ 150
	B receives NT\$ 150	B receives NT\$ 150	B receives NT\$ 150	B receives NT\$ 150

Priming: Confucian vs. Neutral (Control)

- Ask subjects to correct errors in sentences
 - Find error and re-write the correct sentence.
 - "If you think there is no error, simply copy the whole sentence."
- In the Confucian Prime:
 - Sentences chosen from Analects or Mencius
- Example:
 - 子曰:「學而不思則罔,思而不學則迷。」
 - Ans:「學而不思則罔,思而不學則殆。」

Priming: Confucian vs. Neutral (Control)

- In neutral prime treatment:
 - Sentences chosen from other Chinese quotes
- Example:
- 人生四大樂事: 久旱逢甘霖,他鄉遇故知。洞房花 燭夜,金榜提名時。
- Ans:

人生四大樂事: 久旱逢甘霖, 他鄉遇故知。洞房花燭夜, 金榜題名時。

Measuring Subject Beliefs

- We measure subject beliefs regarding the opponent behavior:
- Example: member A guesses
- 1. If member B sent you the paper slip "I promise I will choose *Up* (Roll)",

$$P(Up) = ___$$
%

2. If member B sent the blank paper slip,

$$P(Up) = %$$

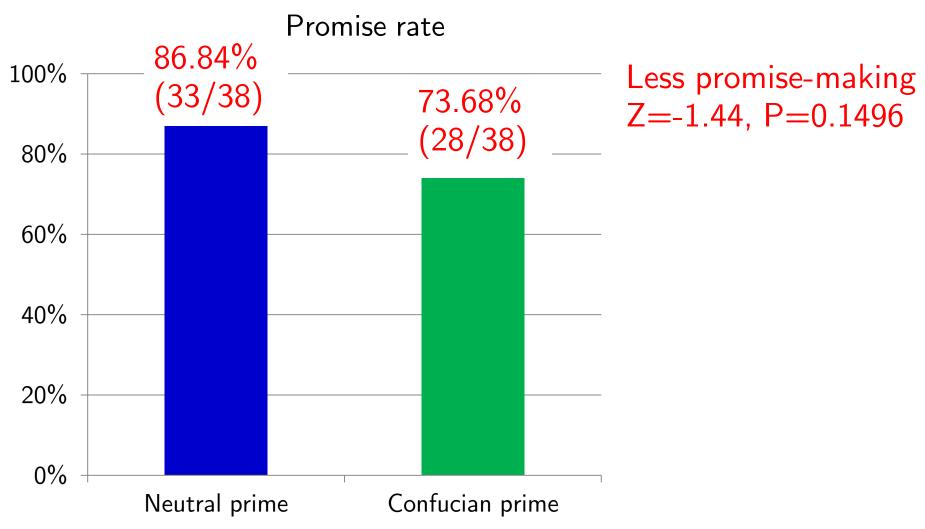
Post-exp. Survey: Confucian Value-Q

- Do you think Confucianism is important when dealing with relationships?
- A. strongly agree
- B. somewhat agree
- C. maybe
- D. somewhat disagree
- E. strongly disagree

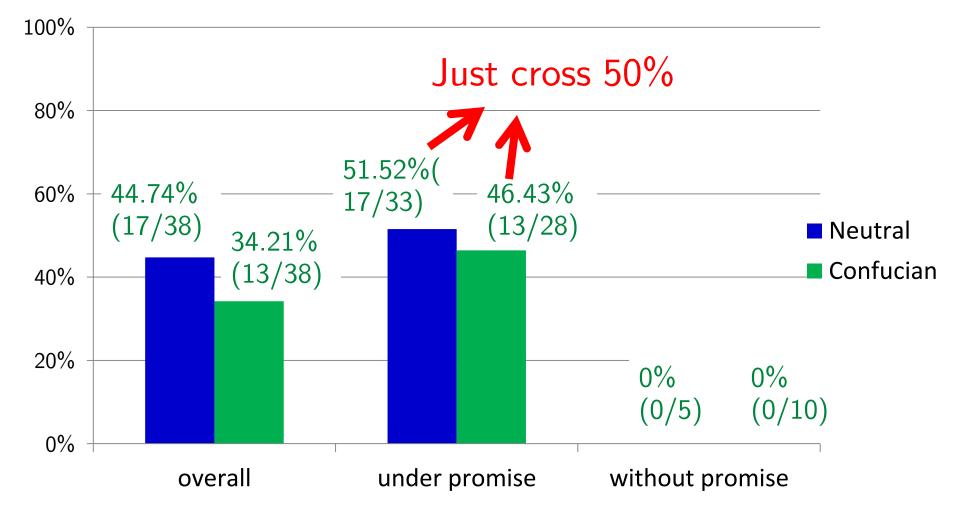
Post-exp. Survey: Confucian Background-Q

- Have you ever attended "reading classes"
 - (that read or memorized classic reading of Confucianism such as the *Dialects*, *Di Zi Gui* (standards for students), etc.)?
- A. never
- B. several times
- C. less than 1 year
- D. 1-2 years
- E. more than 2 years

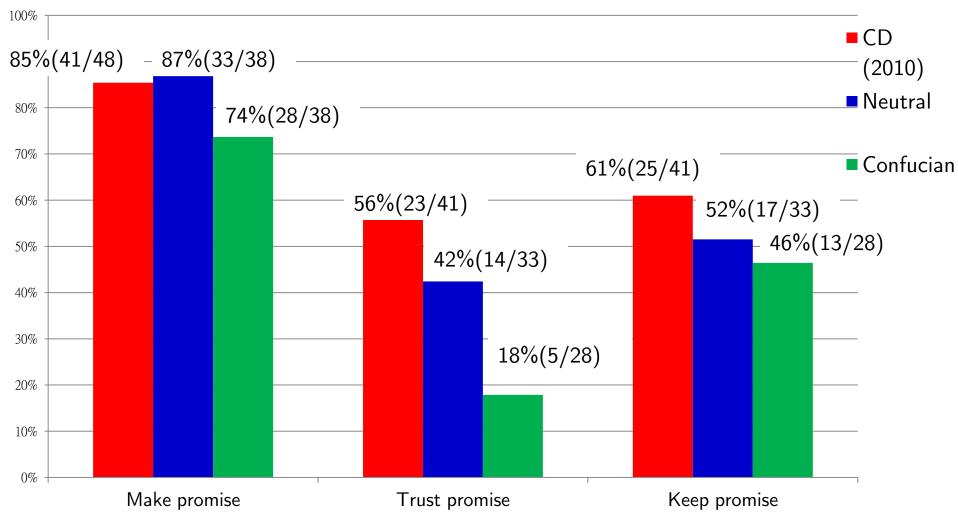
To Promise, or Not To Promise?



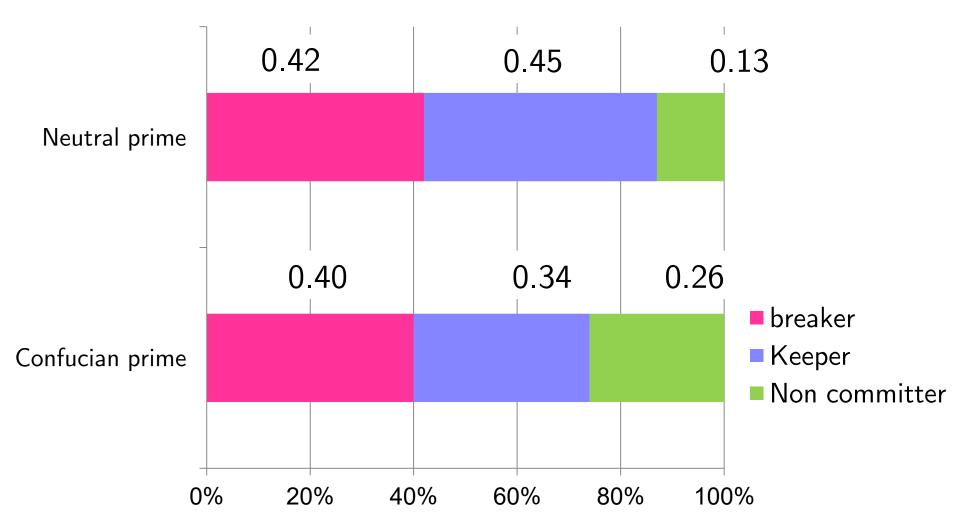
Keep Your Promise (Roll) or Not?



Compare with CD(2010)



Breakers, Keepers, and Non-Committers



Background-Q: Promise Keepers vs. Breakers

	Keeper	Breaker	Rank Sum Test Results
Confucian background scores (priming)	3.519	2.908	Z=-2.283, p=0.0224**
Confucian background scores (control)	3.341	3.018	Z=-1.081, p=0.2795

Value-Q: Promise Keepers vs. Breakers

	Keeper	Breaker	Rank Sum Test Results
Confucian value scores (priming)	2.706	2.903	Z=1.653, p=0.0984*
Confucian value scores (control)	2.781	2.864	Z=0.508, p=0.6114

Background-Q: Committer vs. Non-committer

	Committer	Non- committer	Rank Sum Test Results
Confucian background scores (priming)	3.192	3.217	Z=-0.315, p=0.753
Confucian background scores (control)	3.184	3.433	Z=0.303, p=0.762

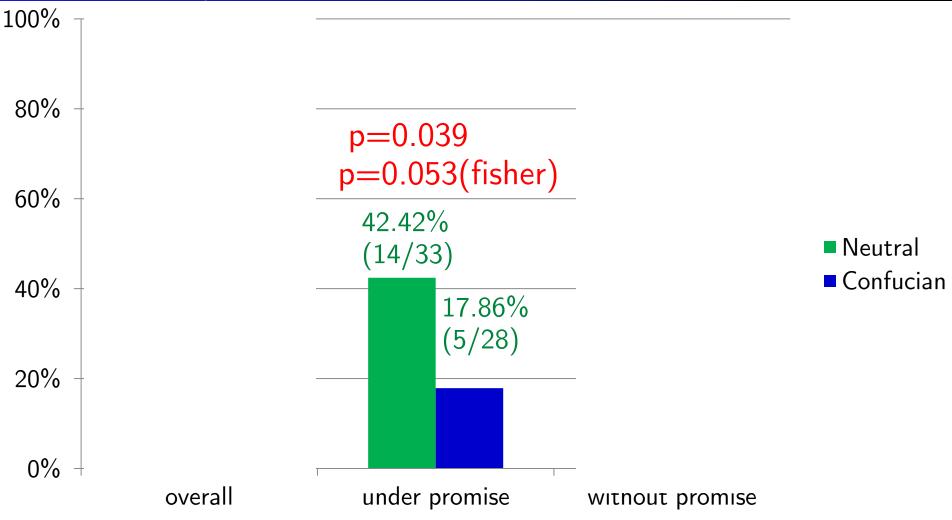
Value-Q: Committer vs. Non-committer

	Committer	Non- committer	Rank Sum Test Results
Confucian value scores (priming)	2.812	2.882	Z=0.585, p=0.558
Confucian value scores (control)	2.821	2.818	Z=-0.543, p=0.587

Summary for Player B

- Priming Confucianism makes subjects
- less promise-making and promise-keeping
 - Because when primed,
- People with more past exposure to Confucianism more likely to keep promises
 - Self-reported in background-Q
- Those who merely claim to adhere to Confucian values may not!
 - Self-reported in value-Q

To Trust, or Not To Trust?



Background-Q: Trust vs. Distrust

	Trust	Distrust	Rank Sum Test Results
Confucian background scores (priming)	3.042	3.199	Z= 0.511, p= 0.6095
Confucian background scores (control)	3.435	3.373	Z= -0.51, p= 0.6099

Value-Q: Trust vs. Distrust

	Truster	Distrust	Rank Sum Test Results
Confucian value scores (priming)	2.764	2.743	Z = -0.121, $p = 0.904$
Confucian value scores (control)	2.773	2.799	Z= 0.018, p= 0.9854

Summary for Player A

- Priming Confucianism,
- Makes Subjects Less Trusting
 - Why?

- Subjects become more risk-averse?
 - Look at E(payoff) based on elicit beliefs

Average	(-IIACC	VC	riia	1/2	
Average	UUC33	VJ.	IIUC	va	IUC

Prediction Question

A's answer to Q1 if Out

A's answer to Q2 if In

Confucian (%)

Guess

Actual

0

44.3

32.43

Neutral (%)

Prediction Task of Subject A

Actual

Q1: Pr(B Roll if Promised)

46.43 38.53

51.52

51.07

22.55

63.79

37.18

40.24

Q2: Pr(B Roll if Not) 23.96 0

Prediction Task of Subject B

37

A's answer to Q1 if In 67.13 62.68 65

> 33.57 33.11

> > 45.39

A's answer to Q2 if Out 21.51

31.32 16.79 34.61 Joseph Tao-yi Wang Promising-Keeping in Confucius' Shadow

Individual Estimates of E(payoff)

	Control	Priming	Two sample proportional test
Trust Promise when $E(payoff) >= 150$	65% (11/17)	42% (5/12)	p=0.219 p=0.274 (fisher)
Trust Promise when E(payoff) < 150	19% (3/16)	0% (0/16)	p=0.069* p=0.226 (fisher)

Subjects become less risk-loving/more risk-averse when primed Confucianism!!

Discussion and Conclusion

- Prime Confucianism → Not Trust Promise?
 - Since Confucianism can backfire:
- Primed to be conservative in risky decisions
 - For Promise-Making and Promise-Keeping:
- Breakers Claim to Adhere Values, but Cheat
 - Pay Lip Service in Value-Q
- But Keep Promise if More Past Exposure
 - Or, do not commit at all! (Background-Q)