



## Emergent Networks as Distributed Reputation System

David Hales, Stefano Arteconi, Andrea Marcozzi, Ozalp Babaoglu

University of Bologna, Italy



Enhancing Social Interactions Workshop, Dresden  
4th Oct. 2007



Information Society  
Technologies

- Friendship or trust networks link nodes who trust each other
- If a chain or route of trust can be found between two distant nodes
- Then can operate as a kind of distributed reputation system
- Humans appear to be able to produce these endogenously
- Based on on-going interactions
- Such networks are potentially very valuable
  - For example: credit networks could be used to replace the global money system eliminating the need for central banks
  - Ripple P2P money
- But can such processes be captured computationally?
- Can we produce artificial trust networks without user involvement?
- This could be useful for many P2P applications



# Ripple Project

To develop a standard protocol for routing payments through arbitrary currency networks

## What is Ripple?

---

### **A payment network**

A common protocol allows users on different servers to keep accounts with each other, forming a trust network that can process payments along paths between participants.

### **Open**

Any server running Ripple software can join the network and any two servers in the network can communicate. The Ripple protocol is open so anyone can write Ripple server software. Official Ripple server software will be released as free open source software.

### **Decentralized**

There is no central credit-issuing body: participants grant credit to each other, and accounts track obligations between participants themselves. No single server controls or regulates the network.

### **Accountable**

Participants only accept obligations from those they have indicated they trust. Payment occurs by exchanging obligations held by the payer for obligations acceptable to the recipient, often through several intermediaries.

### **Private**

Account information is secret.

### **A monetary system**

A bank account is nothing but a bank obligation, and these bank obligations make up 95% of our money. Ripple follows the same accounting and payment model as the banking system, except anyone can be an intermediary. Therefore, Ripple constitutes a monetary system in its own right, without many of the drawbacks of existing centrally-controlled monetary systems.

### **Built on modern technology**

Network routing methods allow Ripple to find payment paths through complicated networks, where the regular banking system is restricted to a simple hierarchical structure that is simple to route through, but has a central point of failure. The

BBC NEWS | Technology | File-sharers forced to play fair - Mozilla Firefox

File Edit View History Bookmarks Tools Help

http://news.bbc.co.uk/2/hi/technology/6971904.stm

Getting Started Latest Headlines Google

Gmail - Inbox (1) BBC NEWS | Technology | File-s...

BBC Home News Sport Radio TV Weather Languages

UK version International version | About the versions

Low graphics | Accessibility help

**BBC NEWS**

WATCH One-Minute World News

News services  
Your news when you want it

News Front Page

Africa  
Americas  
Asia-Pacific  
Europe  
Middle East  
South Asia  
UK  
Business  
Health  
Science/Nature  
**Technology**  
Entertainment  
Also in the news

Video and Audio

Have Your Say  
In Pictures  
Country Profiles  
Special Reports

RELATED BBC SITES  
SPORT

Last Updated: Friday, 31 August 2007, 10:21 GMT 11:21 UK

E-mail this to a friend Printable version

## File-sharers forced to play fair

By Colin Barras  
Technology reporter

**Researchers have found a way to enforce good manners on file-sharing networks by treating bandwidth as a currency.**

The team has created a peer-to-peer system called Tribler in which selfless sharers earn faster upload and download speeds but leechers are penalised.

The technology is being assessed by a European broadcasting body looking at ways of piping TV across the net.

Tribler has also been used to turn Sony's PlayStation 3 into a video-sharing device.

**Fair sharing**

While file-sharing networks are good ways to help lots of



Tribler has also been made to work with the PlayStation 3

**SEE ALSO**

- Speed boost plan for file-sharing  
12 Apr 07 | Technology
- UK net users leading TV downloads  
19 Feb 05 | Technology
- Troubled times for home networks  
21 Aug 07 | Technology
- Net firm warns on web video costs  
13 Aug 07 | Technology
- Warnings of 'internet overload'  
15 Jun 07 | Click
- PlayStation to record digital TV  
22 Aug 07 | Technology
- BBC online video service launches  
27 Jul 07 | Technology

**RELATED INTERNET LINKS**

- Tribler project
- PlayStation

The BBC is not responsible for the content of external internet sites

**TOP TECHNOLOGY STORIES**

Chinese web filtering material

Done

Harvard Internet TV - Mozilla Firefox

File Edit View History Bookmarks Tools Help

http://tv.seas.harvard.edu/

Getting Started Latest Headlines Google

Gmail - Inbox (1) Harvard Internet TV

The screenshot displays the Harvard Internet TV website. On the left, there is a grid of video thumbnails with titles such as '015 BAYOU ET L'UNIVERSELLE.mov', '133 MACHINES A VOTER .mov', '142 NEW VOTE ELECTRONIQUE N.mov', '165\_3attlefield04\_01\_200407\_vanity.mov', '301\_theatrical.mov', '35335403.mov', 'AMV - Ghost In The Shell - Veterans', 'Card Game 2005 JWL', 'Crysis HD TV Trailer .mov', 'Jeremy .mov', 'Joni Kelli - We're Missing You.mpg', 'Murbach Madness - episode one.mov', 'NC\_AUTOENG\_RKISE', 'POTCS\_7201.mov', 'Paw-paw Crumming (1.4V)', 'Resident\_evi\_extinct', 'SE1\_E06', 'SfYouTube70pWM.m', and 'SILVER\_SURFER\_HD'. On the right, a larger video player shows a scene from 'Resident Evil Extinction' with a woman's face. Below the video, there are details: 'size: 21.12 MB', 'creation date: 05-02-2007', 'popularity: 129', and a 'Download' button. At the bottom of the video player, it says 'Downloading (0)' and 'down: 0 KB | up: 0 KB'.

- **Wealth of Content:**  
BitTorrent, YouTube, and Liveleak
- **All-in-one Solution:**  
Serverless P2P File Sharing, VLC player, Divx codecs, Flash plugin, Podcasts, ...
- **Intelligent Taste Recognition**
- **Go beyond BitTorrent...**

**It's easy: select a version, download, install, and start watching**

<ul style="list-style-type: none"> <li>• Minimize your upload to others</li> <li>• Download videos 20% faster</li> </ul>	<ul style="list-style-type: none"> <li>• Upload as much as you download</li> <li>• Download videos at normal speed</li> </ul>
--	---

**DOWNLOAD TRIBLER**  
for Windows

Done

# New Group Selection Models

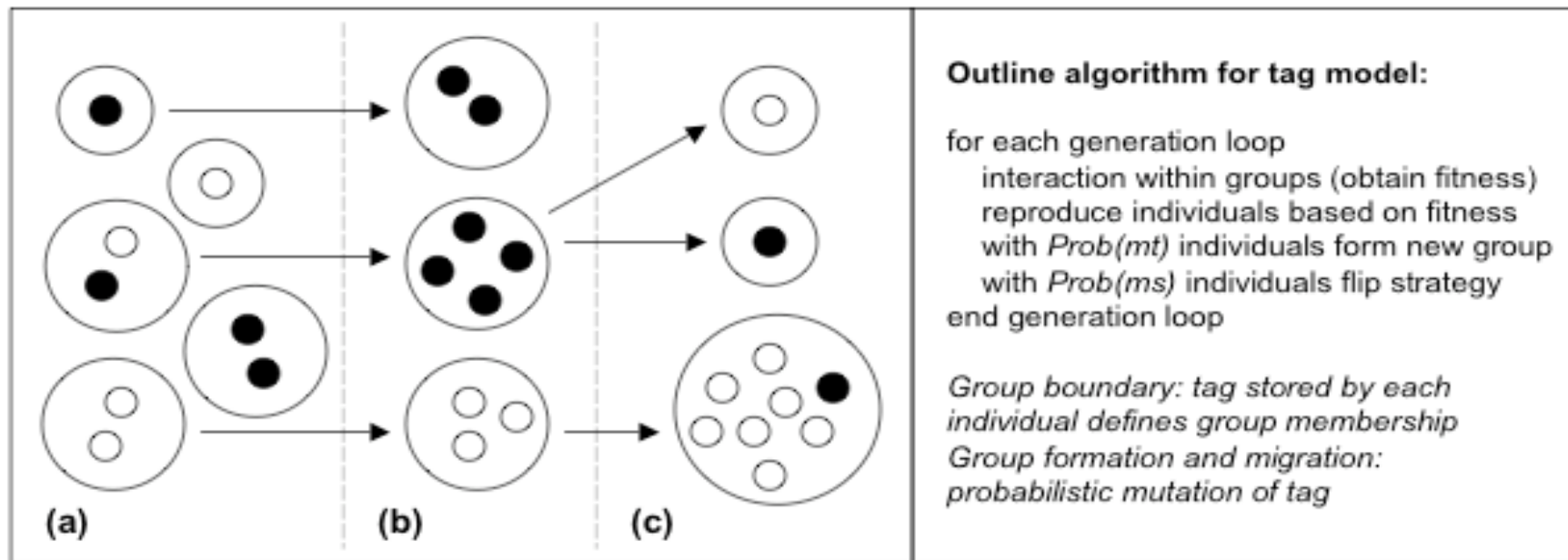
# Group Selection Models

- Recent models of “group selection”
- Based on individual selection
- Producing dynamic social structures
- Limit free-riding
- Increasingly group-level performance
- Don't require reciprocity
- Could be very useful in P2P

# Evolutionary Group Selection Models

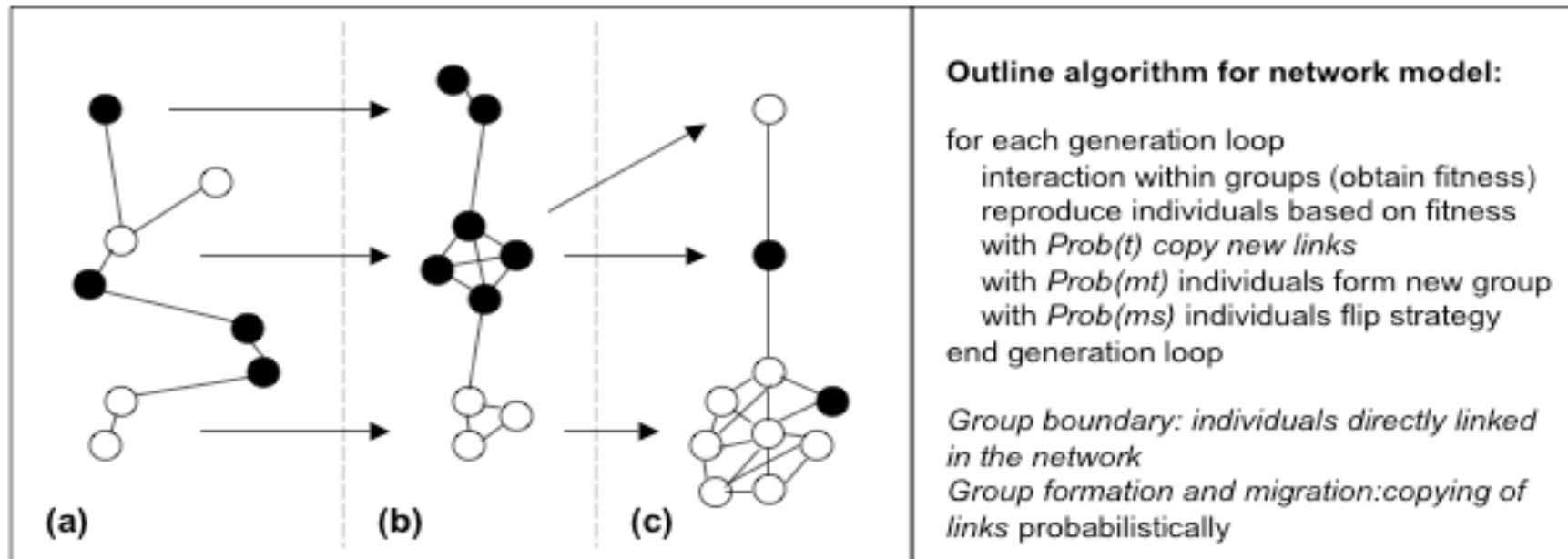
- *Group boundary* - a mechanism which restricts interactions between agents such that the population is partitioned into groups
- *Group formation* - a process which forms groups dynamically in the population
- *Migration* - a process by which agents may move between different groups
- *Conditions* - cost / benefit ratio of individual interactions and other conditions which are sufficient for producing group-level selection





Schematic of the evolution of groups in the tag model. Three generations (a-c) are shown. White individuals are pro-social (altruistic), black are selfish. Individuals sharing the same tag are shown clustered and bounded by large circles. Arrows indicate group lineage. When  $b$  is the benefit a pro-social agent can confer on another and  $c$  is the cost to that agent then the condition for group selection of pro-social groups is:  $b > c$  and  $mt \gg ms$

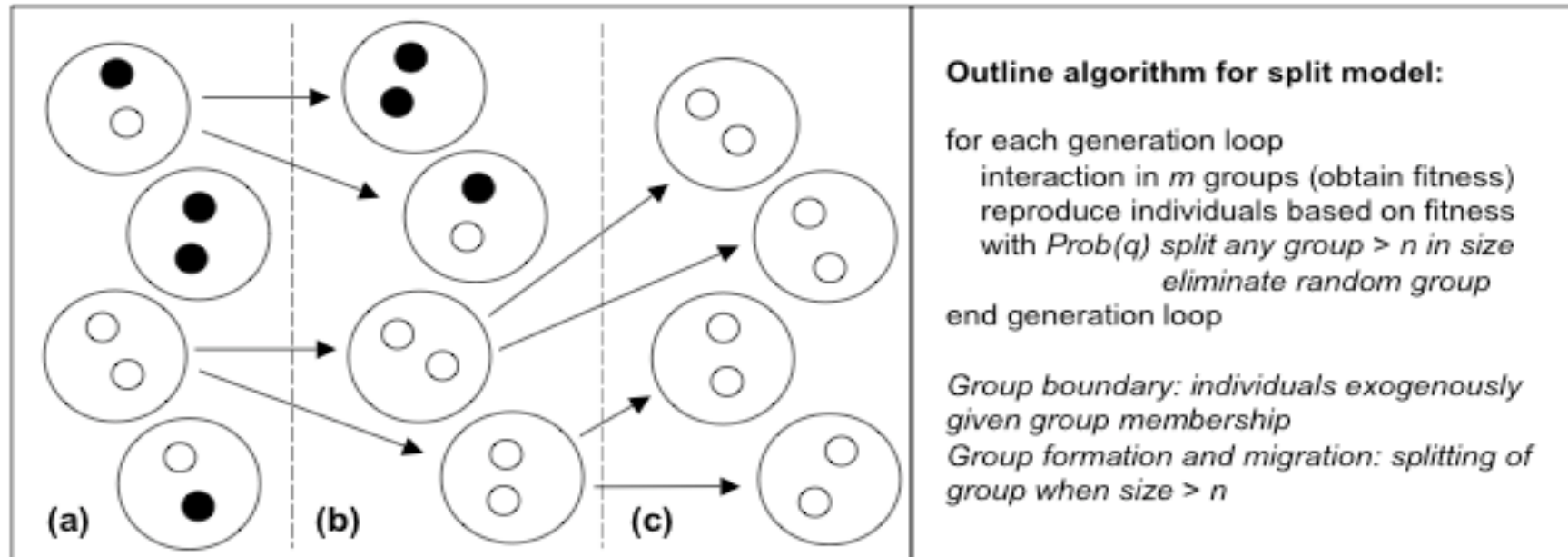
Riolo, Axelrod, Cohen, Holland, Hales, Edmonds...



Schematic of the evolution of groups in the network-rewire model. Three generations (a-c) are shown. Altruism selected when:  $b > c$  and  $mt \gg ms$ . When  $t = 1$ , get disconnected components, when  $1 > t > 0.5$ , get small-world networks

*Hales, D. & Arteconi, S. (2006) Article: SLACER: A Self-Organizing Protocol for Coordination in P2P Networks. IEEE Intelligent Systems, 21(2):29-35*

*Santos F. C., Pacheco J. M., Lenaerts T. (2006) Cooperation prevails when individuals adjust their social ties. PLoS Comput Biol 2(10)*



Schematic of the evolution of in the group-splitting model. Three generations (a-c) are shown. Altruism is selected if the population is partitioned into  $m$  groups of maximum size  $n$  and  $b / c > 1 + n / m$ .

*Traulsen, A. & Nowak, M. A. (2006). Evolution of cooperation by multilevel selection. Proceedings of the National Academy of Sciences 130(29):10952-10955.*

# SLAC: Network re-wire P2P model

- Agents = nodes in a P2P overlay network
- Each node links to some neighbors (view) in overlay
- Assume:
  - Interaction between neighbors to achieve some application task
  - Behavior: Application behavior (i.e. share files or leech files, cooperate or defect)
  - Utility: Evaluated at application level (i.e. number of files downloaded, performance metric)

# SLAC algorithm

Each node  $p$  periodically executes the following:

$q = \text{SelectRandomPeer}()$

**if**  $\text{utility}_q > \text{utility}_p$

    drop all current links

*link* to node  $q$  and copy its strategy and links

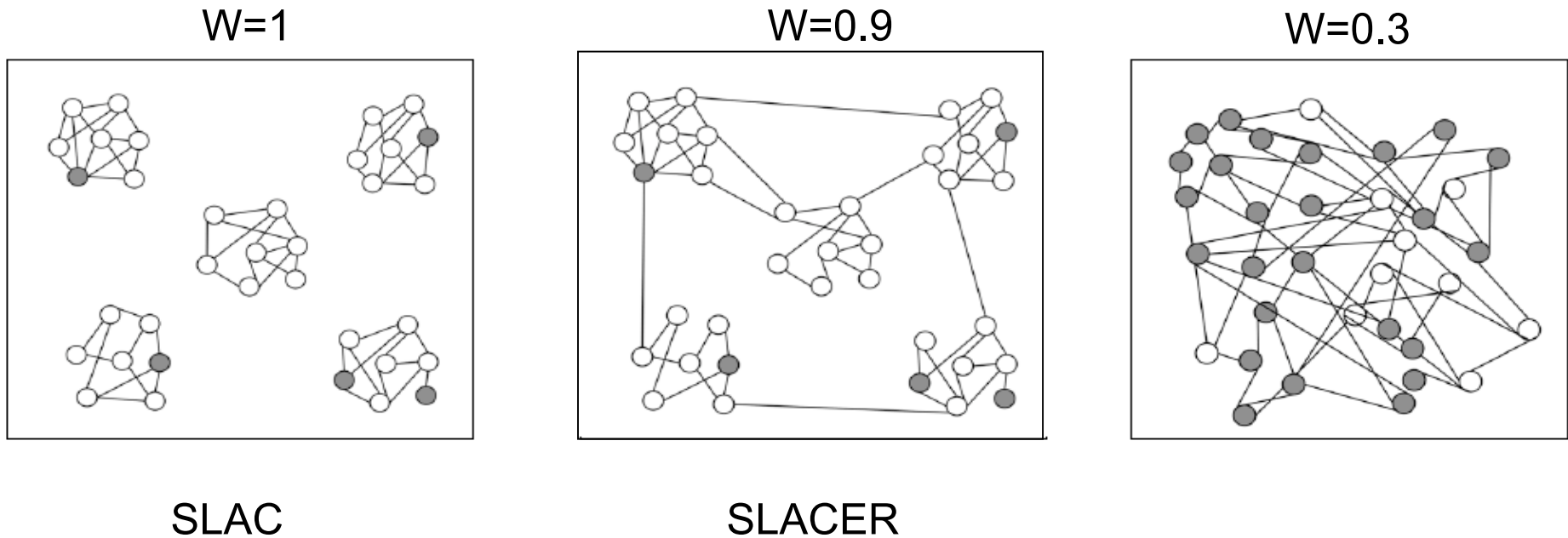
*mutate* (with low probability) strategy and links

**fi**

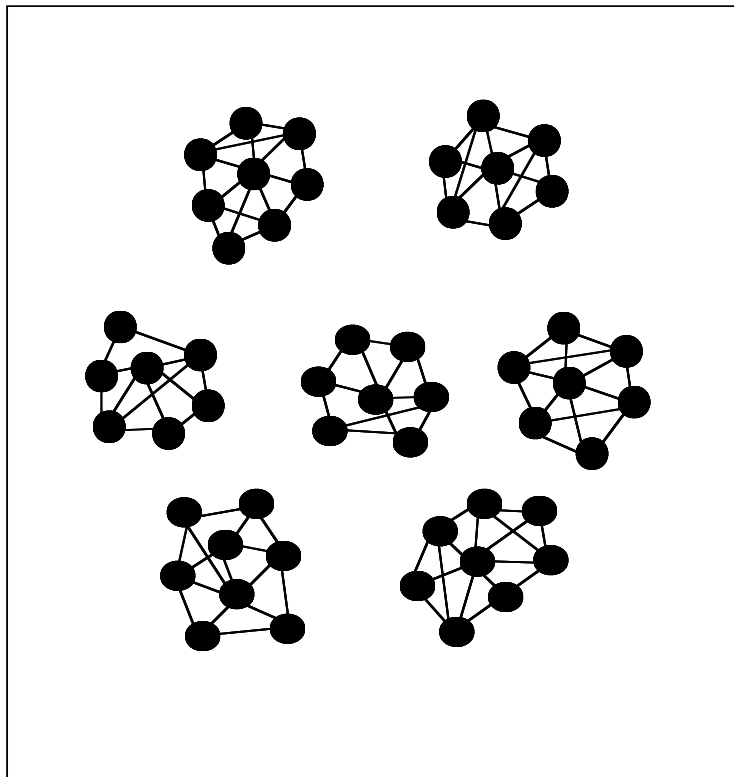
# SLAC playing the PD

- We tested SLAC with Prisoner's Dilemma (PD)
  - Captures the conflict between “individual rationality” and “common good”
  - Defection (*D*) leads to higher *individual* utility
  - Cooperation (*C*) leads to higher *global* utility
  - $DC > CC > DD > CD$
- Prisoner's Dilemma in SLAC
  - Nodes play PD with neighbors chosen randomly in the interaction network
  - Only pure strategies (always *C* or always *D*)
  - Strategy mutation: flip current strategy
  - Utility: average payoff achieved

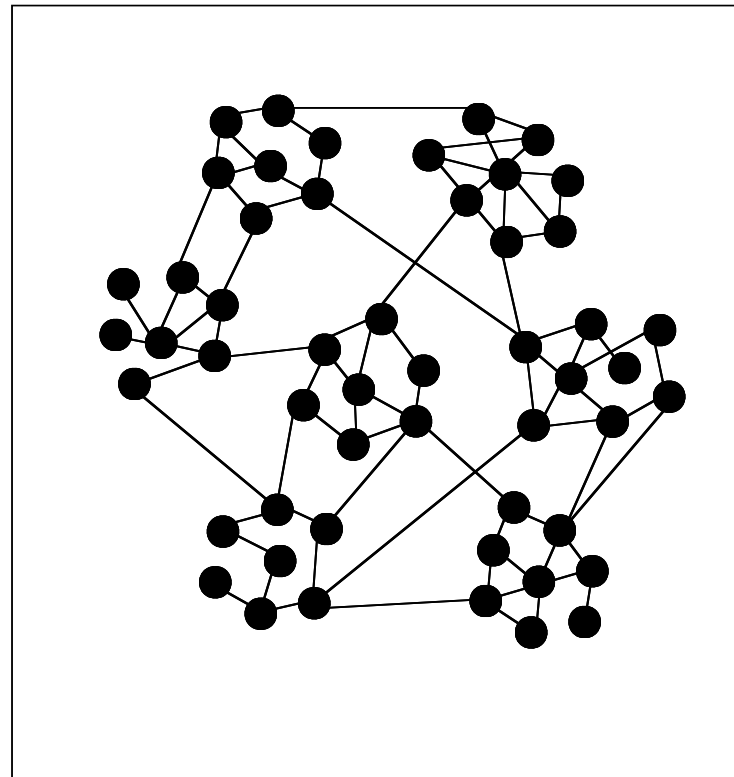
# SLAC and SLACER



As  $W$  is increased (probability of dropping a link when moving) then the network becomes more random and cooperation reduces. Intermediate points give small-world fully connected networks

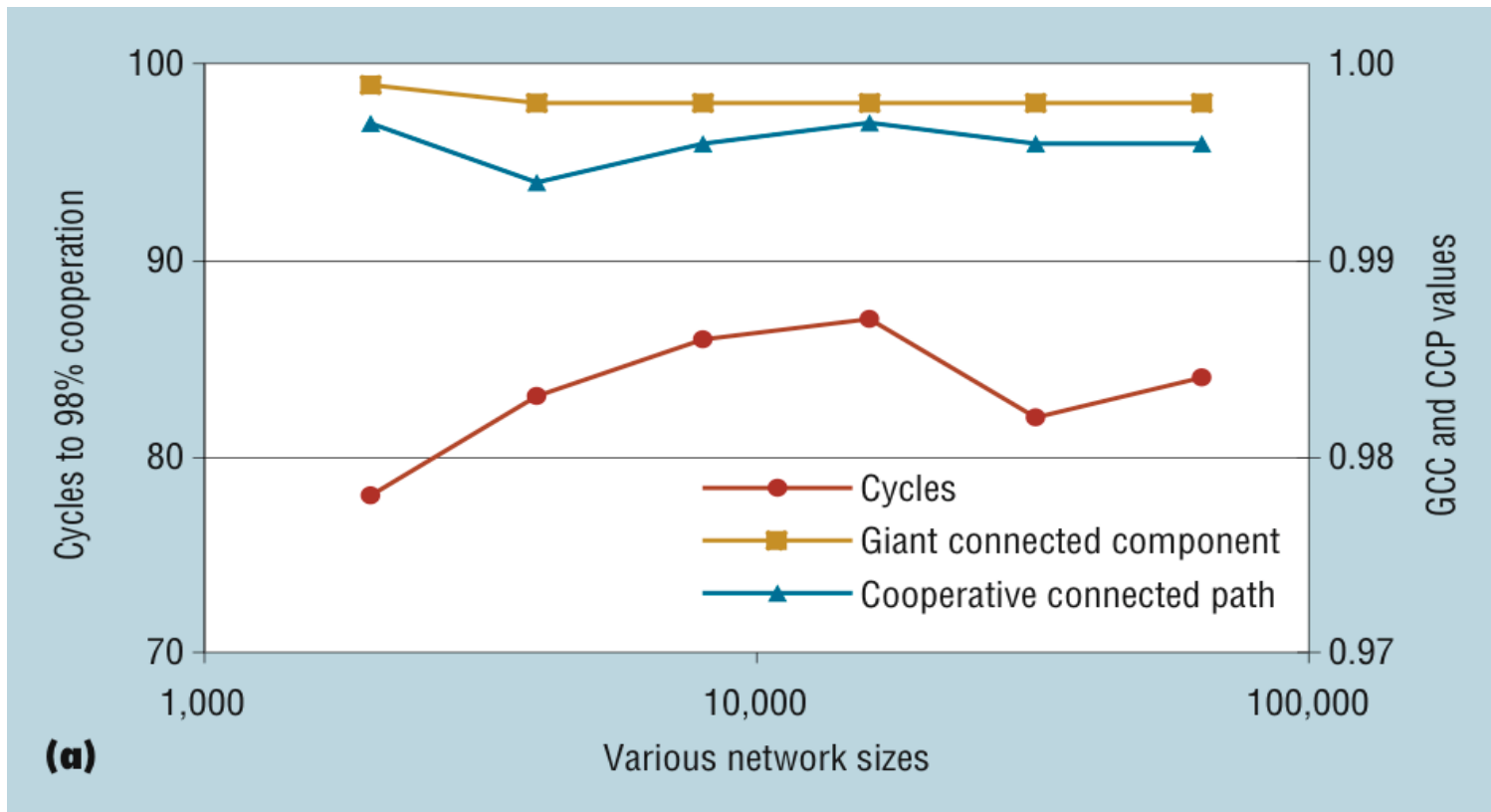


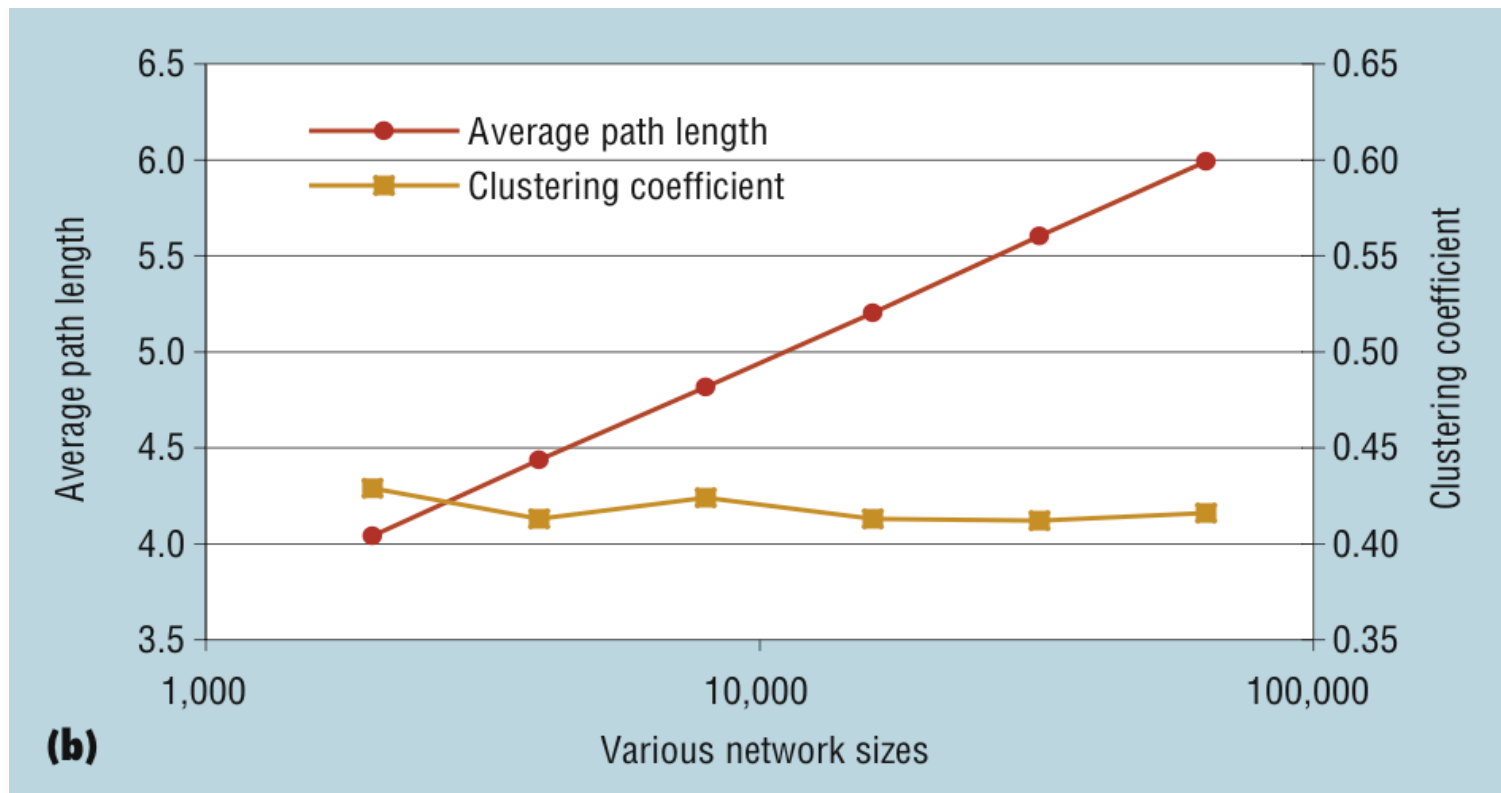
SLAC

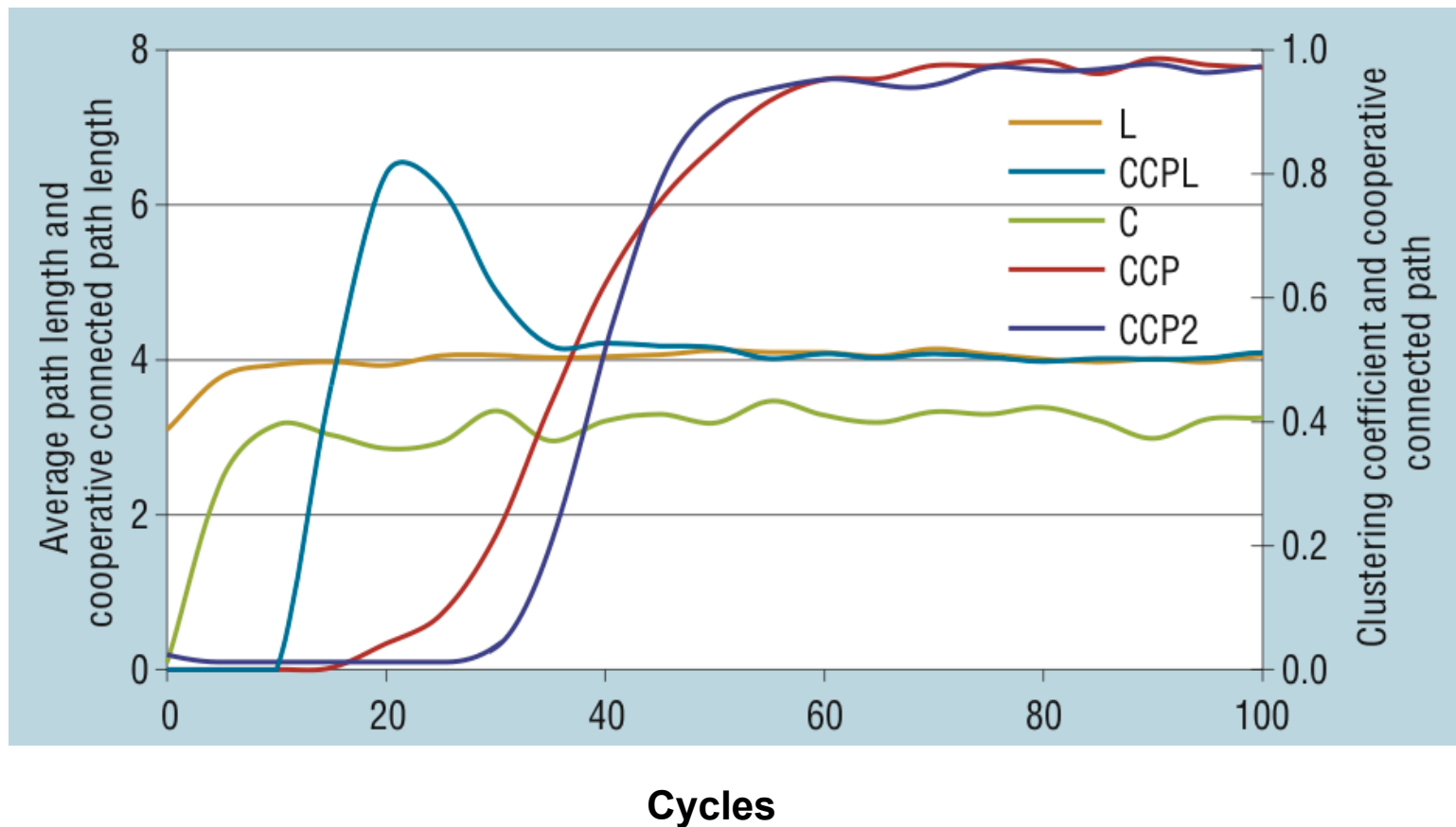


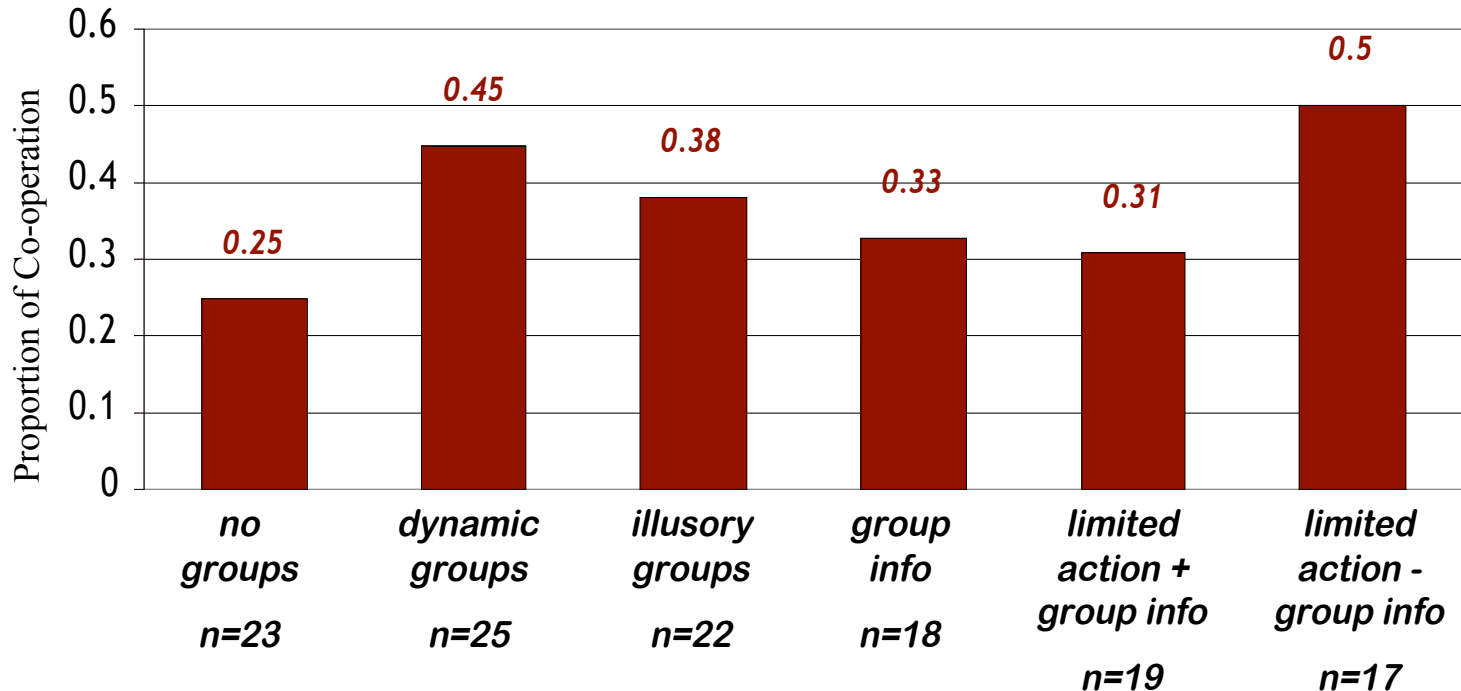
SLACER











**Pilot study. Joint work with Jeremy Goslin, Dept. of Psychology, University of Plymouth (paper forthcoming)**