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# Understanding Social Competition by Evolutionary Concepts

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#### Abstract

In this paper, we try to understand some social patterns of competition using evolutionary concepts.

### 1 Socialism

Suppose that we have n athletic clubs in our league.



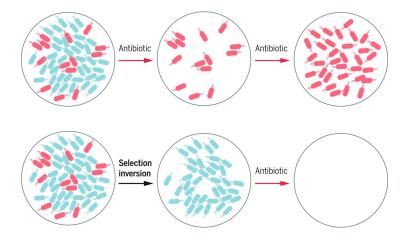
One way to manage these n clubs is by Socialism, i.e., we pay those teams from our financial property (v) the equal amount of  $\frac{v}{n}$ , regardless of their achievements and value creation. Besides, a central organization gathers all the incomes. Also, the government can decide to increase or decrease the total income of this organization using tax. In this world, as the athletes' efforts are not correlated with their incomes, they do not grow competitive and extrahard working. A good example of this ecosystem is Iran's football or volleyball leagues.

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In the biological analogy, this Socialism world is like a growth medium without any evolutionary pressure (n is the number of microorganisms, and v is the concentration of nutritions added into the medium per each culturing). In this medium, all organisms (e.g., bacteria) are exposed equally by the nutrients in the medium and consequently grow at the same rate. Without any evolutionary pressure, we impose no meaningful condition for emerging evolutionary advantages. Hence, the current strains have equal growth rates, and each of their shares in the population remains untouched.

## 2 Capitalism

This time, we begin with the biological phenomena. Consider that we are culturing bacteria in the lab. By imposing (gradual) evolutionary pressure on the bacteria, we provide the situation in which the fitness rate becomes meaningful. If a mutation happens in a specific strain, it can affect that strain's survival fitness and growth rate, resulting in an evolutionary advantage or disadvantage.



All strains are different in this culture, and the phenotypic quality of bacteria increases throughout generations when having a proper evolutionary pressure. Now, we return to our social world. Each entity (sport club), has a distinctive income,  $v_m(\vec{p})$ , derived from its features,  $\vec{p}$ . The income function  $v_m(.)$  is like the fitness function for microorganisms in the medium m with a special pressure. Unlike the Socialism society,  $v_m$  is a function of  $\vec{p}$  here and is not set to a fixed amount of  $\frac{v}{n}$ . This dependency is the cause for improvements, as the following optimization problem is getting solved during evolution:

$$\underset{\vec{p}}{\text{maximize}} \quad v(\vec{p}) \tag{1}$$

The medium evolutionary pressure is an analogy for the financial policies on organizations and can be modeled or even tested via experiments in the lab!