

# **Analysis of Hierarchical Reasoning Model (HRM) Implementations Beyond Sapient's Core Benchmarks**

## **I. Executive Synthesis: The Viability and Adoption Trajectory of Hierarchical Reasoning Models**

### **1.1. Context and Problem Statement**

The Hierarchical Reasoning Model (HRM), a novel recurrent neural network architecture developed by Sapient Intelligence in collaboration with Tsinghua University, represents a significant architectural departure from the prevailing paradigm of Large Language Models (LLMs).<sup>1</sup> HRM was explicitly designed to address the systemic limitations of LLMs when performing systematic, multi-step algorithmic reasoning, particularly where the solutions are not directly observable in massive pre-training corpora. Traditional LLMs often rely on Chain-of-Thought (CoT) prompting to elicit reasoning capabilities, a method HRM proponents view as a "brittle and inefficient 'crutch'" that demands extensive explicit supervision, suffers from high latency, and requires vast data resources.<sup>1</sup>

In contrast, HRM achieves superior performance on complex tasks like Sudoku-Extreme and Maze-Hard, often with fewer than 1,000 training examples and without reliance on pre-training.<sup>3</sup> The initial official release focused primarily on these structured grid puzzles and the Abstraction and Reasoning Corpus (ARC-AGI) tests.<sup>4</sup> The critical assessment required here is to identify and analyze subsequent technical implementations, community forks, and claimed real-world deployments that validate HRM's architecture outside these initial academic benchmarks.

### **1.2. Summary of Findings Beyond Test Scenarios**

The investigation confirms that the Hierarchical Reasoning Model has progressed rapidly beyond the scope of its initial repository. Concrete technical implementations have emerged in specialized pathfinding and general-purpose low-compute tasks, including strategic game

theory (Tic-Tac-Toe) and classic pattern recognition (MNIST).<sup>5</sup> These developments are primarily driven by the architecture's inherent efficiency: HRM possesses only 27 million parameters and can operate effectively on standard CPUs using less than 200MB of RAM.<sup>3</sup> Furthermore, Sapient Intelligence has publicly asserted high-impact commercial applications in three critical sectors: healthcare diagnostics (specifically rare diseases), subseasonal-to-seasonal (S2S) climate forecasting, and lightweight robotics control.<sup>8</sup> These applications capitalize on HRM's architectural strengths—minimal data requirements and computational efficiency—positioning it as a compelling solution for resource-constrained edge AI environments and specialized data domains.

### 1.3. Critical Assessment: The True Source of Performance

A nuanced understanding of HRM's success is paramount for evaluating its future viability and new implementations. While the architectural novelty is centered on the hierarchical structure, independent verification of performance has revealed a key discrepancy. Analysis conducted during the ARC Prize verification process found that the primary driver of HRM's substantial performance gains, particularly the critical ability to generalize and correct mistakes, is the **Iterative Refinement Loop** (a form of Adaptive Compute Time, or ACT) implemented as an outer loop process.<sup>10</sup> The specific hierarchical structure of the High-level and Low-level modules, conversely, was found to yield minimal incremental benefit when compared to a non-hierarchical transformer of equivalent size.<sup>10</sup> This suggests HRM's breakthrough lies not solely in its brain-inspired layered structure, but in its ability to dynamically manage and correct internal computational steps over time.

## II. Foundational Architecture and The Reasoning Challenge

### 2.1. The Systemic Failures of Transformer-Based Reasoning

The Transformer architecture, while foundational to modern LLMs, fundamentally excels at sequential, autoregressive next-token prediction.<sup>11</sup> This structure, however, struggles significantly with systematic, multi-step logical reasoning problems that require intricate, non-local computation and sustained state manipulation, such as solving complex Sudoku puzzles or finding optimal paths in large mazes.<sup>3</sup> Attempts to retrofit reasoning onto these models often involve Chain-of-Thought (CoT) prompting. CoT requires the model to externalize its reasoning steps, which is brittle, necessitates extensive data for training, and introduces high latency, fundamentally limiting the model's ability to perform latent reasoning

internally.<sup>1</sup> The core architectural deficiency of LLMs in these domains is their computational uniformity; every step of computation is constrained by a fixed context window and the same set of operations.

## 2.2. The Bio-Inspired Basis and Architectural Goals

The Hierarchical Reasoning Model offers an alternative by drawing inspiration from the multi-timescale and hierarchical processing systems observed in the human brain.<sup>2</sup> The mammalian brain processes information across a hierarchy of cortical areas, where higher levels integrate information over longer timescales for abstract planning, while lower levels handle rapid, detailed sensory and motor processing.<sup>2</sup> HRM's goal is to emulate this, achieving significant computational depth necessary for complex reasoning while simultaneously ensuring training stability and computational efficiency.<sup>2</sup>

## 2.3. Core Architectural Components and Operation

The HRM architecture is defined by four core learnable components: an input network ( $f_I$ ), a low-level recurrent module ( $f_L$ ), a high-level recurrent module ( $f_H$ ), and an output network ( $f_O$ ).<sup>2</sup> These modules are coupled and interdependent, allowing the model to perform computations across distinct temporal scales within a single forward pass.<sup>2</sup>

The **High-level Module ( $f_H$ )** is designed for slow, abstract planning, integrating information over extended latent timescales.<sup>2</sup> This functions as the global strategist, dictating the high-level shifts in reasoning state. In contrast, the **Low-level Module ( $f_L$ )** executes rapid, detailed computations over shorter timescales, handling the immediate, granular steps required to advance the problem state.<sup>2</sup>

Crucially, the HRM executes the entire sequential reasoning task in a single forward pass, without requiring external supervision of the intermediate steps.<sup>2</sup> The architecture addresses the historic challenge of deep recurrent networks—the vanishing/exploding gradient problem associated with Backpropagation Through Time (BPTT)—by employing a biologically plausible one-step gradient approximation and a novel convergence strategy termed hierarchical convergence.<sup>12</sup> This structural solution enables the model to perform deep computation without the collapse typically experienced by RNNs, achieving stable learning over many recurrence steps.

The compact size of the model, specifically its 27 million parameters<sup>3</sup>, is a deliberate feature. This parameter efficiency, coupled with its ability to run on commodity hardware with minimal RAM consumption<sup>7</sup>, is not merely a numerical achievement; it is a strategic positioning of the HRM for resource-constrained environments, ensuring its viability as an on-device AI agent where larger, data-intensive LLMs are infeasible.

### **III. Decoupling Performance: A Critical Analysis of HRM's True Drivers**

To accurately interpret the capabilities of HRM in novel implementation contexts, it is necessary to move beyond the initial claims and understand the specific architectural mechanisms responsible for its high benchmark scores.

#### **3.1. Independent Verification on ARC-AGI and Benchmark Context**

The Hierarchical Reasoning Model's competence in generalization was rigorously tested on the Abstraction and Reasoning Corpus (ARC-AGI), a benchmark widely considered essential for measuring machine intelligence and exposing roadblocks toward Artificial General Intelligence.<sup>2</sup> HRM achieved a verifiable score of **32%** on the hidden tasks of ARC-AGI-1.<sup>10</sup> This significantly surpasses the performance of large generative models, such as Claude 3.7 with 8K context, which achieved only 21.2% accuracy on the same corpus, underscoring HRM's superior ability in this specific domain of complex pattern matching and transformation.<sup>7</sup>

#### **3.2. The Power of the Outer Loop: Adaptive Computational Time (ACT) and Refinement**

Independent verification by the ARC Prize contest produced a crucial finding that necessitates revising the prevailing narrative regarding HRM's architectural breakthrough. While the original paper emphasizes the High-level/Low-level module hierarchy, ablation studies demonstrated that this dual-recurrent structure had **minimal performance impact** when compared against a similarly sized, non-hierarchical transformer.<sup>10</sup>

The analysis identified the unexpected and substantial source of performance gains: the **outer loop iterative refinement process**.<sup>10</sup> This outer loop leverages Adaptive Compute Time (ACT), where the model dynamically decides how many internal "thinking bursts" are needed. During this process, the model iteratively refines a work-in-progress prediction and outputs a "halt or continue" score.<sup>10</sup> This temporal optimization—the ability to dynamically allocate more computational effort when needed—was found to be an **essential driver** for performance, resulting in an immediate jump of up to \$+13\$ percentage points when moving from one loop (no refinement) to two loops (one refinement).<sup>10</sup>

Further analysis showed that **training** the model with these refinement loops is more important than using the loops during inference. Training with more refinement steps improved the performance of single-pass predictions by greater than \$15\$ percentage points.<sup>10</sup> This demonstrates that the model is learning a meta-level capability: optimizing how

to manage and correct its own internal state over time. The recurrence that defines HRM's superior performance is therefore less about the spatial organization of the  $f_H$  and  $f_L$  layers and more about the temporal meta-process enabled by ACT.

### 3.3. The Role of Task Augmentation and Puzzle ID Embeddings

Another critical factor driving HRM's success on ARC-AGI is its reliance on robust **test-time augmentation (TTA)** and **Puzzle ID Embeddings**.<sup>10</sup> HRM avoids cross-task transfer learning; instead, performance is largely driven by training on augmented versions of the evaluation tasks themselves. During inference, the model receives a unique puzzle\_id (a task hash combined with an augmentation code) which is fed into a large embedding layer.<sup>10</sup> This allows the model to relate the specific task ID to the required transformation.

This high reliance on structured, augmented inputs and dedicated embeddings suggests the model is an extremely efficient transducer—excelling at mapping complex, transformed inputs to specific outputs—rather than a pure inducer that independently discovers universal, abstract rules. Although this method delivers high ARC-AGI scores, the performance profile suggests the approach is functionally akin to zero-pretraining test-time training, which may limit generalization to tasks that entirely lack the underlying structural primitives found in the training data.<sup>10</sup>

### 3.4. Comparative Performance Review: Emerging Competition (TRM)

The field of compact, efficient reasoning models is highly dynamic, and HRM's dominance is already being challenged. The Recursive Reasoning Model (TRM), a different architectural approach, reports superior performance on key benchmarks while using an even smaller parameter count of 5–7 million.<sup>11</sup>

The following table summarizes the competitive landscape, showing how the focus has shifted from scaling size to optimizing computational efficiency and depth:

Competitive Landscape: HRM vs. Emerging Reasoning Architectures

Model	Parameter Count	Sudoku-Extreme Accuracy	Maze-Hard Accuracy	ARC-AGI-1 Accuracy	Source
HRM (Sapient)	\$27\$ Million	\$55.0\%\$	\$74.5\%\$	\$40.3\%\$ (Verified \$32\%\$)	<sup>10</sup>
TRM (Recursive Reasoning)	\$5\$–\$7\$ Million	\$87.4\%\$ (w/ MLP)	\$85.3\%\$ (w/ Attention)	\$44.6\%\$	<sup>13</sup>
Trained LLMs (CoT regime)	Hundreds of Billions	\$\sim 0\%\$ (Low-data regime)	\$\sim 0\%\$ (Low-data regime)	\$< 22\%\$ (Claude 3.7)	<sup>7</sup>

The stark differences in accuracy demonstrate that HRM, despite its initial breakthrough status against massive LLMs, is now a benchmark target for even more efficient architectures.<sup>13</sup>

## IV. Confirmed Technical Implementations Beyond the Official Repository

The specific implementations found in the open-source community and educational guides confirm HRM's viability across diverse technical domains, validating its application beyond its initial grid-based tests.

### 4.1. Extending Structured Reasoning Tasks: Community Pathfinding

One notable community extension is found in the krychu/hrm repository, which focuses on applying HRM to a more generalized and application-relevant pathfinding problem.<sup>6</sup> The specific task involves finding the shortest path on  $20 \times 20$  boards characterized by high obstacle density (a wall probability of 0.3).<sup>6</sup> This moves HRM away from the academic Maze-Hard test toward a practical problem relevant to logistics, drone routing, and embedded systems.

This community fork introduced a new performance metric, the **Refinement Gap (Gap)**, which is the difference between accuracy achieved with highly refined inference (acc4x) and single-pass accuracy (board acc).<sup>6</sup> The explicit need for this metric by external practitioners confirms the critical role of the outer loop refinement discovered in the ARC Prize analysis.<sup>10</sup> By measuring how much performance improves with additional inference steps, the community is validating that the power of HRM lies in its dynamic temporal correction mechanism.

### 4.2. HRM for General-Purpose Low-Compute Tasks (The "Laptop Version")

The architecture's portability and accessibility are affirmed by the existence of educational and practical programming guides, such as the one titled "Hierarchical Reasoning Model Laptop Version".<sup>5</sup> This resource demonstrates that the HRM structure is versatile enough to adapt to standard machine learning problems and classical strategic reasoning challenges. Specific implementations detailed in this material include:

1. **Strategic Game Theory:** HRM was successfully trained to play the game of **Tic-Tac-Toe**.<sup>5</sup> This application confirms the model's ability to handle sequential

decision-making, state prediction, and counterfactual reasoning, which extends its utility beyond purely deterministic grid puzzles like Sudoku.

2. **Classical Pattern Recognition:** The same HRM architecture achieved **97.38% accuracy** on **Handwritten Digit Recognition (MNIST)**.<sup>5</sup> This is significant because it validates the effectiveness of the Low-level Module (`$f_L$`) in performing rapid, detailed computation necessary for pixel-level feature extraction, proving the architecture is a highly efficient general-purpose recurrent network capable of feature extraction and rapid state updates, rather than being confined to abstract logic.
3. **Sequential Prediction and Arithmetic:** The model was also demonstrated to predict complex **mathematical sequences** and perform basic **arithmetic calculations**.<sup>5</sup>

A cornerstone of this "Laptop Version" approach is resource efficiency. The implementations utilize standard consumer hardware, specifically running training using Python 3.12 and PyTorch 2.8.0+cpu, and can train a complete HRM model in just **25.8 minutes** using only the laptop's CPU.<sup>5</sup> This realization of low-resource training solidifies HRM's position as a viable alternative for independent developers and organizations unable to utilize large cloud GPU resources.

Table 1 summarizes the confirmed extensions and their performance profiles outside of the original three core benchmarks.

#### Confirmed HRM Implementations Beyond Core Sapient Benchmarks

Target Task/Domain	Implementation Context	Key Performance Metric/Finding	Resource Requirement	Source
Shortest Pathfinding (\$20 \times 20\$ Boards)	Open-Source Fork (krychu/hrm)	Validation of the <b>Refinement Gap</b> metric	Not specified, focuses on recurrence	<sup>6</sup>
Abstract Reasoning (ARC-AGI-1)	Official Blind Verification (ARC Prize)	\$32\%\$ Pass@2 Accuracy on Hidden Tasks	\$27\$ Million Parameters	<sup>10</sup>
Pattern Recognition (MNIST)	Educational Guide (Laptop Version)	\$97.38\%\$ Accuracy	Trainable on CPU (< 26 minutes)	<sup>5</sup>
Strategic Game Theory	Educational Guide (Laptop Version)	Successful game playing (Tic-Tac-Toe)	CPU-only, PyTorch 2.8.0+cpu	<sup>5</sup>

## V. Assessment of Claimed Commercial Deployment and Latent Versatility

Sapient Intelligence has publicly detailed three primary high-stakes commercial deployments,

leveraging the specific strengths of the HRM architecture. While these claims require independent verification, their feasibility is high based on HRM's verified technical properties.

### 5.1. Healthcare Diagnostics: Rare Disease Cases

Sapient Intelligence has claimed partnerships with medical research institutions to deploy HRM for supporting complex diagnostics, specifically focusing on **rare-disease cases**.<sup>8</sup> The diagnosis of rare diseases typically involves subtle signals within sparse patient data, demanding deep and nuanced reasoning that is difficult to extract via traditional data-hungry models.

This application aligns perfectly with HRM's architectural advantage: its capacity to achieve exceptional performance using minimal training data (as few as 1,000 examples per task).<sup>3</sup> In fields where data sparsity is unavoidable, such as rare disease research, the model's efficiency provides a necessary functional capability that conventional LLMs, which rely on billions of parameters and vast datasets, cannot match.

### 5.2. Climate and Environmental Forecasting (S2S)

A particularly high-impact application claimed by Sapient is the use of HRM in **Subseasonal-to-Seasonal (S2S) climate forecasting**, where the model reportedly raises forecasting accuracy to **97%**.<sup>7</sup> S2S forecasting demands the integration of massive amounts of data across highly divergent temporal scales, analyzing global climate patterns and integrating them with regional dynamics.

This task is conceptually similar to the hierarchical processing system that inspired HRM. The High-level Module (\$f\_H\$), responsible for slow, abstract planning, can be theorized to manage the long-term, abstract global climate patterns, while the Low-level Module (\$f\_L\$) handles the rapid, detailed, localized atmospheric and oceanic calculations.<sup>2</sup> If the claimed 97% accuracy is verified, it would validate HRM as a system capable of extracting causal dynamics and deep hierarchical structure from high-dimensional time series data, exceeding the performance of many highly specialized physical models.

### 5.3. Lightweight Robotics and Edge Computing (The Decision Brain)

The architecture's low-latency, lightweight nature is leveraged in the claim that HRM serves as an **on-device "decision brain"** for robotics.<sup>9</sup> This enables next-generation robots to perceive and act in real-time within dynamic environments.<sup>9</sup>

The critical advantage here is resource constraint compatibility. Since HRM runs on standard CPUs with less than 200MB of RAM<sup>7</sup>, it can be embedded directly onto robotic hardware, avoiding the substantial latency and energy drain associated with cloud-based computation

or large-scale GPU inference required by LLMs. This positions HRM as an immediate, viable technology for autonomous edge AI applications.

#### **5.4. Scaling Challenge: The Future of HRM**

A significant consideration regarding the long-term versatility of HRM is its scaling potential. Although HRM excels at structured grid tasks, the fundamental remaining question posed by analysts is whether these core hierarchical and recurrent ideas can be effectively scaled to handle the immense datasets and complexity inherent in **natural language reasoning** tasks currently dominated by LLMs.<sup>11</sup>

Furthermore, while the low resource footprint is a tremendous asset for robotics and sparse-data domains, the dependency on highly structured input processing identified in the ARC analysis<sup>10</sup> presents a risk. The success of the claimed commercial deployments—particularly in handling high-dimensional, noisy, or unstructured real-world data like clinical records or raw meteorological observations—will hinge on whether Sapient Intelligence has developed a robust and efficient pre-processing pipeline capable of translating this complex information into the structured, grid-like latent space that HRM's recurrent modules are optimized to process.

### **VI. Conclusion, Strategic Outlook, and Recommendations**

#### **6.1. Summary of Confirmed Versus Claimed Implementations**

The Hierarchical Reasoning Model (HRM) has demonstrably moved beyond its initial academic test scenarios, fulfilling the user's inquiry with verified technical implementations in specialized pathfinding, game theory, and classical pattern recognition tasks.<sup>5</sup> These confirmed implementations validate HRM as a highly efficient, general-purpose recurrent network capable of operating under severe computational constraints. Simultaneously, high-potential commercial claims in healthcare and climate forecasting underscore the strategic market viability of HRM in domains defined by data sparsity and the need for low-latency edge deployment.<sup>9</sup>

#### **6.2. Strategic Outlook: The Paradigm Shift to Temporal Depth**

HRM represents a crucial architectural shift in the pursuit of general intelligence. The focus

has moved away from simply increasing the number of parameters (the scaling law central to LLMs) toward increasing **computational depth via dynamic temporal recurrence**.<sup>16</sup> The most critical factor in HRM's performance is not its specific structural hierarchy (High-level vs. Low-level), but its temporal optimization through the Adaptive Compute Time (ACT) or outer loop refinement mechanism.<sup>10</sup> This mechanism allows the model to meta-learn how to iterate and correct its internal computational state, which directly leads to superior reasoning capabilities compared to fixed-pass transformer architectures.

### 6.3. Recommendations for Practitioners

Based on the verified performance profile and emerging competitive landscape, the following recommendations are pertinent for AI practitioners and strategic investors evaluating the HRM architecture:

1. **Prioritize Optimization of Temporal Dynamics:** Future research and development focused on extending HRM or its variants should concentrate on optimizing and generalizing the **Outer Loop Refinement** mechanism. Since this is the verified source of HRM's superior performance, further advancements in dynamic compute allocation (ACT) will likely yield the greatest returns.<sup>10</sup>
2. **Target Edge AI and Embedded Systems:** HRM's architecture, characterized by its 27 million parameters and CPU compatibility, makes it the preferred choice for applications in **Edge AI, robotics, and embedded systems** where power, memory, and latency constraints prohibit the use of large models.<sup>7</sup>
3. **Investigate Structured Data Pipelines:** Practitioners must thoroughly investigate the data preparation pipelines required to transition HRM from highly structured tasks (like ARC grids, which benefit from Puzzle ID Embeddings and TTA) to high-dimensional, unstructured data (e.g., natural language, complex time series). The ability to efficiently translate real-world noisy data into the structured latent space HRM requires will determine the success of its claimed high-impact commercial applications.<sup>10</sup>

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