# Report on the evolution of cooperation in relation to game-theory and different game-theoretic mechanisms to aid it

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October 2018

### Abstract

Since the early days of Darwinian evolutionary theory the phrase "Survival of the fittest" has become synonymous with much thinking on evolutionary dynamics. This idea has come along way since then but is still seen by many to promote selfish attitudes. However, we can see throughout nature that cooperation between biological agents is prevalent. So how did cooperation evolve and why has it flourished? This question fundamentally challenges what seemed concrete ideas about evolutionary dynamics, and has been approached from many angles. Game-theory is a branch of mathematics that has spawned many mathematical models of evolutionary dynamics in an attempt to solve the problem, some have been formulated programmatically to analyse the results. Study of the evolution of cooperation also has wider impacts in the world of computer science - namely on agent-based systems. A large component of agent-based system design is how interactions between agents works and how cooperation can be garnered within societies of agents. In this report, I shall explore past game-theoretic approaches to this problem. This exploration will help me gather a deeper understanding of evolutionary dynamics and the reasoning behind these mathematical approaches to the problem of the evolution of cooperation.

### I. Introduction

Early Darwinians often focused on the struggle for survival as a means to explain the phenomena of evolution. This focus falls short on explaining the phenomena of altruistic behaviour, this failure was highlighted very early by Kropotkin [12]. The phenomena presented a problem for evolutionary biologists, how could it be explained?

Altruistic acts are actions where an individual puts others above themselves, meaning that they act in a way that benefits others and is at a cost in some way to themselves. These acts and behaviours have been well documented and pervade both the natural world and human society.

In the seminal paper on the evolution of cooperation [1] Axelrod and Hamilton identify two theories proposed to solve the problem: kinship theory and reciprocation theory, focusing on the latter - particularly the Iterated Prisoner's Dilemma.

Here I will explore these mechanisms that attempt to explain altruistic behaviour and attempt to relate them to multi-agent systems or even point out how they are inapplicable to this domain if appropriate.

### II. CONTENT AND KNOWLEDGE

# i. Kinship Theory

Kinship theory is an umbrella term for a number of theories that attempt tp solve the problem of the evolution of cooperation. The tie between these theories is that the individuals who choose to cooperate with each other are in some way 'kin'. The definition of what 'kin' is varies depending on the theory and the purpose for that theory.

Richard Dawkins popularized the idea of the 'selfish gene' [2]. This 'selfish gene' idea argues that as genes are the actual replicators, actors are hardwired to have a will to propagate the gene. This propagation does not only involve reproduction but also acts of cooperation to support and maintain others who share the gene. This is evident in many areas of nature especially in the family groups of different species, shown even recently in the BBC series Dynasties.

W.D. Hamilton supports a similar view [4]: that agents with shared genes will work together to preserve those genes. He argues that to do this individuals don't work to add to their own fitness, but work to improve their 'inclusive fitness', which includes the fitness of other related individuals. His model converts the extent of the relatedness of an individual to a quantitative value using Wright's Coefficient of Relationship, which is shown in figure 1 on page 2. The model then uses this coefficient of relatedness to calculate inclusive fitness.

Axelrod and Hamilton [1] highlight that although the theory works well to explain cooperation between related individual it falls short in explaining the evolution of cooperation between unrelated individuals. This also makes it difficult to apply kinship theory as an aid to the evolution of cooperation in multi-agent systems. Kinship theory requires a reproductive drive and metrics for relatedness in order to motivate altruistic acts, both of which would likely be missing in a decentralised multi-agent system.

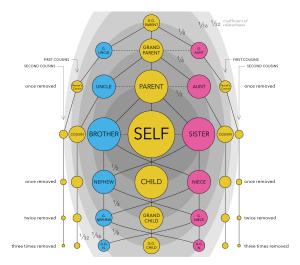


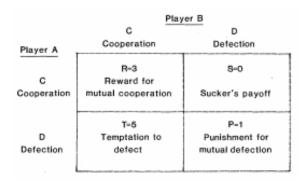
Figure 1: By Citynoise - Own work, CC BY-SA 4.0, https://commons.wikimedia.org/w/index.php?curid=37723128

## ii. The Iterated Prisoner's Dilemma

The Iterated Prisoner's Dilemma is one such example of a game-theoretic model that uses direct reciprocity to attempt to solve the problem that the evolution of cooperation puts forward. Direct reciprocity is the idea: "If I cooperate now, you may cooperate later" [8]. The Dilemma is in fact a game played between two individuals. The game is made up of a number of repeated rounds, in each round the two players can choose between cooperating with or defecting against each other.

A payoff matrix is provided such as the one in figure 2 on page 3. These matrices provide a temptation to defect, but a reward if both players cooperate over multiple rounds. In a single round game it is mathematically best to defect, but in repeated rounds agents are encouraged to cooperate by a mutual gain in payoff. The mathematics are explained by Martin A. Nowak *et al.* in their paper "The Arithmetics of Mutual Help" [12].

The dilemma has been extended into tournaments such as the one in Axelrod and Hamilton [1]. You can even run tournaments directly in Python using the Axelrod-Python library [3]. Tournaments can come in a variety of styles but the most popular is the round-robin tourna-



**Figure 2:** The payoff matrix given in Axelrod and Hamilton's paper [1]

ment where every player plays a match of the iterated prisoner's dilemma against every other player. Players accumulate points throughout these games, based on the payoff matrix.

This has been even further extended to include a genetic algorithm to simulate evolution by reproducing players into a next generation. Multiple different algorithms have been used, one common one is the Moran Process (A stochastic process used to model evolution in a finite, unstructured population) available in the Axelrod-Python library.

# iii. Strategies

Players in the iterated prisoner's dilemma have to be able to decide whether to defect or cooperate in any given round against any given opponent. The player has access to the history of interaction between the two individuals and can base their decision on that - though the simplest of strategies don't use this such as pure defector, pure cooperator and random choice.

Some more interesting strategies include the world famous tit-for-tat, grudger and pavlov (win-stay, lose-shift [7]). The classical form of tit-for-tat begins by cooperating in the first round and then copying the other player's last move, this strategy is so effective as it gives the other player a chance to cooperate (so working well with cooperators) but still punishes a defecting player and doesn't let them score well against the tit-for-tat player. There are many

versions of tit-for-tat, a good example being forgiving tit-for-tat which only defects if the other player defects for two turns in a row.

Grudger works by beginning to cooperate but if the other player defects the individual switches and defects for the rest of the time, this is not so effective as tit-for-tat as it never forgives another player.

Pavlov works by continuing to act the way it just has if the action was successful, if it is not successful the strategy switches the action it has taken. Nowak and Sigmund claims that it outperforms tit-for-tat as tit-for-tat is unsuccessful non-deterministic environments (such as one that has a random chance that an action will not be what a player chooses). The real world is non-deterministic and so tit-for-tat doesn't transfer into it so well. Pavlov considers a success in a round to be: you both cooperate or you defect and the other player cooperated, and considers a failure to be: you both defect or you cooperate and the other player defects.

# iv. Other Reciprocation Theories

Using reciprocity to aid in the evolution of cooperation has not been limited to the iterated prisoner's dilemma. Martin A. Nowak presents 3 other mechanisms that use reciprocation [8]: indirect reciprocity, network reciprocity (also known as spatial tournaments) and group selection.

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### III. DISCUSSION AND CONCLUSION

Talk about why I am choosing indirect reciprocity.

Talk about impact in real life and multi-agent systems.

[6]

[5]

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