## 1 Degree of Connectedness

We would like to have a measure of how well connected is the graph. Viewed as a whole, a network with a lot of disconnected cliques should score lower than a loosely connected network. From the perspective of a single player, this measure can be expressed as the expected mean indirect trust, defined incrementally as follows:

$$Tr(A) = \sum_{B \in \mathcal{V} \setminus \{A\}} Tr_{A \to B} \text{ (Total indirect trust for player } A)$$
 
$$ETr(A) = \frac{Tr(A)}{|\mathcal{V} \setminus \{A\}|} = \frac{Tr(A)}{|\mathcal{V}| - 1} \text{ (Expected indirect trust for player } A)$$
 
$$EMTr = \frac{1}{|\mathcal{V}|} \sum_{A \in \mathcal{V}} ETr(A) \text{ (Expected mean indirect trust)}$$

Here we can see several possible network health measures. A combination of them will probably do the job.

1. 
$$n := |\mathcal{V}|$$
 How many players  
2.  $e := |\mathcal{E}| - |\{A : DTr_{A \to A} > 0\}|^1$  How many direct trust lines  
3.  $\frac{e}{n}$  Mean direct trust lines per player  
4.  $DTr := \sum_{A,B \in \mathcal{V}} DTr_{A \to B}$  How much direct trust in total  
5.  $\mu := \frac{DTr}{n}$  Mean direct trust per player  
6.  $Cap := \sum_{A \in \mathcal{V}} DTr_{A \to A}$  Total capital  
7.  $\frac{Cap}{n}$  Mean capital per player  
8.  $\frac{DTr - Cap}{n}$  Mean direct trust minus capital per player  
9.  $\frac{1}{n} \sum_{A \in \mathcal{V}} \left( \sum_{B \in V} DTr_{A \to B} - \mu \right)^2$  Outgoing direct trust variance

10. 
$$\frac{1}{n} \sum_{B \in \mathcal{V}} \left( \sum_{\substack{A \in V \\ A \neq B^1}} DTr_{A \to B} - \mu \right)^2$$
 Incoming direct trust variance

11.  $\frac{Cap}{DTr}$  Total capital to total direct trust ratio

<sup>&</sup>lt;sup>1</sup> Maybe it makes sense to include looped direct trusts (Capital) as well.