

Stochastic Prisoner's Dilemma

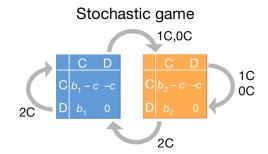
January 1, 2020

Game Rules



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Mixed Strategy:

$$S = [CC -> p_1, CD -> p_2, DC -> p_3, DD -> p_4]$$

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- Mixed Strategy: $S = [CC > p_1, CD > p_2, DC > p_3, DD > p_4]$
- \bullet chance to screw up.

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- 2 L learns from R, with $\rho = \frac{1}{1+e^{-\beta(\Pi_R-\Pi_L)}}$.
- \odot Or Mutates with γ

Network Effect

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- 3 Prisoner in the Prison. (Segregation)
- What happens when an unstoppable force meets an immovable object?"

Guideline

• Start with simple tasks.

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- Start with simple tasks.
- 2 Use Sphinx and Git.
- 3 Team Work!

Analytical Calculation for repeated games States

- We define a state $v_t = \{w_t, a_t^{(1)}, a_t^{(2)}\}$ (t: time-step) based on: The world we are currently in, the action of the first player and the action of the second player.
- ② For example 1CD is when where are in the good world, player one cooperates and player two, defects.
- **3** Overall we have 8 states: [1CC, 1CD, ..., 2CC, 2CD, ..., 2DD]

Analytical Calculation for repeated games

Transition Matrix

- The probability of going from $v_1 = \{w_1, a_1^{(1)}, a_1^{(2)}\}$ to $v_2 = \{w_2, a_2^{(1)}, a_2^{(2)}\}$ is dependent on the strategies $(S^{(1)} \& S^{(2)})$ of the two individuals, and also world transition Q (how the world reacts).
- $P_{\{w_1,a_1^{(1)},a_1^{(2)}\} \to \{w_2,a_2^{(1)},a_2^{(2)}\}} = S^{(1)}(a_2^{(1)}|a_1^{(1)},a_1^{(2)}) \times S^{(2)}(a_2^{(2)}|a_1^{(1)},a_1^{(2)}) \times Q(w_2|a_1^{(1)},a_1^{(2)})$
- \bullet P can be described as a matrix.
- \bullet State v can be described as a vector.
- lacktriangledown Multiplying v by P will take the state to the next time-step.

$$P = \begin{bmatrix} 1CC & 1CD & \dots & 2DD \\ 1CD & P_{\{1CC \to 1CC\}} & P_{\{1CD \to 1CC\}} & \dots & P_{\{2DD \to 1CC\}} \\ P_{\{1CC \to 1CD\}} & P_{\{1CD \to 1CD\}} & \dots & P_{\{2DD \to 1CD\}} \\ \dots & \dots & \dots & \dots & \dots \\ 2DD & P_{\{1CC \to 2DD\}} & P_{\{1CD \to 2DD\}} & \dots & P_{\{2DD \to 2DD\}} \end{bmatrix}$$

$$v_{t+1} = Pv_t$$
(2)

- Where is the final State?
- ② When we get to state $v_* = Pv_*$ (so we are at a stationary state.)
- **3** Because of the ϵ it can be proven that such state exists.
- \bullet v_* is the eigenvector of P for eigenvalue 1.
- **3** After we get to v_* we will stay there forever, so all of the reward should be calculated based on v_*

Analytical Calculation for repeated games Overview

- lacktriangle We construct transition matrix P based on two strategies.
- $oldsymbol{\circ}$ We calculate its eigenvector for eigenvalue 1 and call it v_*
- \bullet v_* is the stationary state, so we calculate each player's reward based on this state.

References

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- 2 Laura Hindersin, Bin Wu, Arne Traulsen, and Julian Garca, Computation and Simulation of Evolutionary Game Dynamics in Finite Populations
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