



Università degli Studi di Bari
Dipartimento di Informatica



LACAM
Machine Learning

Iterated Prisoner's Dilemma

Or how an altruistic behaviour can emerge by iterating selfish games

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Context & Background

Prisoner's Dilemma

The **Prisoner's Dilemma (PD)** is a two-players perfect information game where each player is asked to do a single decision: **C**ooperate or **D**efect, according to a payoff matrix:

	C	D
C	(R, R)	(S, T)
D	(T, S)	P, P

for any payoff combination $T > R > P > S$.

The Nash equilibrium is P, P , the Pareto's one is R, R .

There is no need to simulate anything to know a *rational agent strategy*.

Iterated Prisoner's Dilemma

For $2R > S + T$, the **Iterated Prisoner's Dilemma (IPD)** is a sequence of N PD Games. Each player's outcome is the sum of the N payoffs received.

Again, a rational player would always **Defect** (it can be proved inductively this is the dominant strategy).

However, some key factors make it differ from a simple PD:

- ▶ more than four strategies
- ▶ possibility to change strategies on new information
- ▶ environment (other players strategies) adds variability

Why and what to simulate

While, given the player strategies, one can predict the outcome of a single IPD game between two players, it is not easy to predict the global outcome of *several IPD games amongst all players* (it can be computed as the sum of payoffs received along all games).

The outcome now depends on the **payoff matrix**, **player histories**, and **player population** characterization.

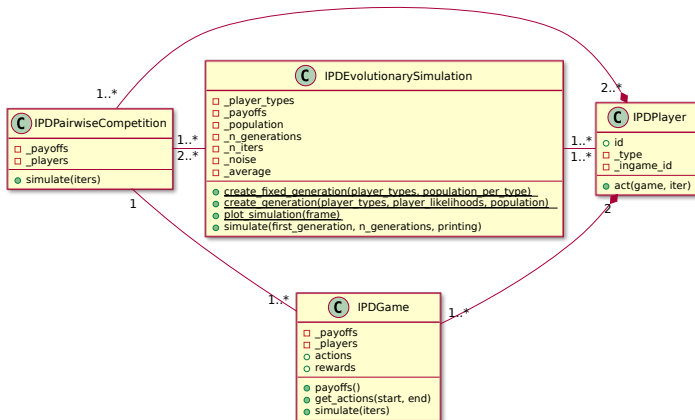
Other notions of *bounded rationality* can complicate things even more.
Moreover, remind the notion of Hofstadter's *superrationality*

Following Axelrod's road two kinds of simulations are presented:

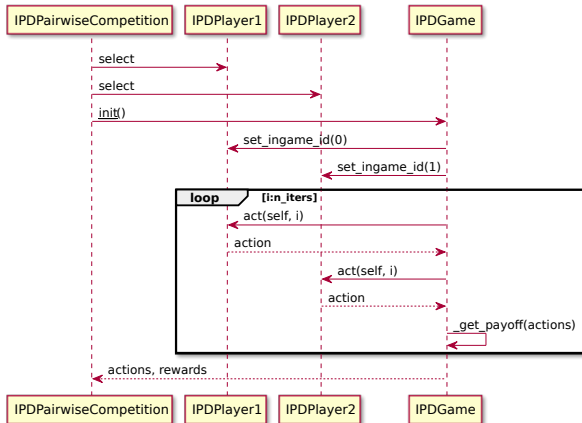
- ▶ simulating exhaustive pairwise IDP Games for a population of players
- ▶ simulating the evolution of player strategies a fixed size population across generations

Modeling

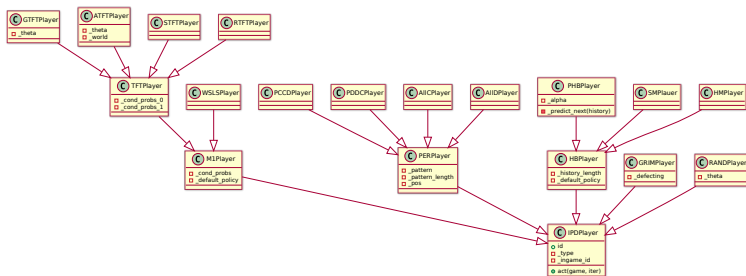
Components



Simulating IDP Game



Players



Player types

Implementing player strategies

Fifteen different concrete agent behaviours have been implemented, for a total of nineteen classes, structured on a generalization hierarchy whose root is **IPDPlayer**.

Aggregating by taking into account the ability of to exploit the information about the payoff matrix or the past actions:

Deterministic and/or periodic agents whose decisions are fixed or highly predictable. They do not take advantage of the history of previous rewards and actions

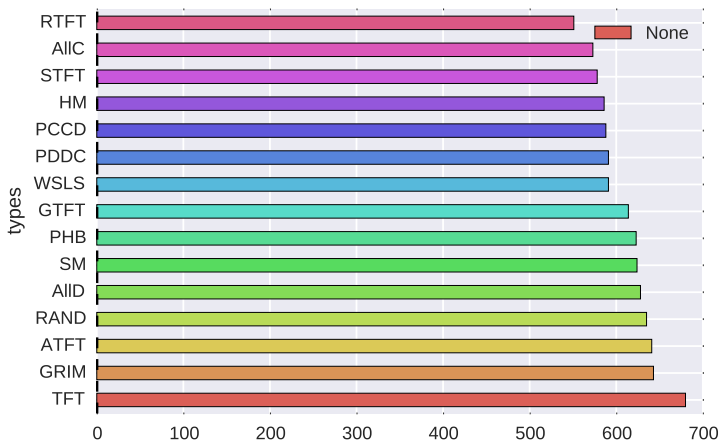
Memory-1 (stochastic) players that are influenced by some random variable or probability distribution. *Memory-N* agents derive these probabilities from the previous N moves (of both players)

History based their decision is highly dependent on the (partial or total) history of the opponent moves

Among the not implemented strategies, some noteworthy ones are: players **operating in groups**, or players **extorting payoffs**

Simulating

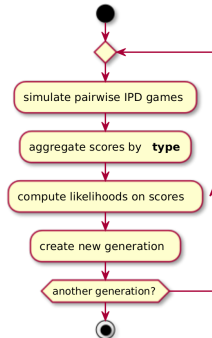
Exhaustive Pairwise IPD Simulation



Evolutionary game

Simulating Evolution

Start with a fixe sized population of L players extracted uniformly from K types.
Then, for H iterations (*generations*), play an exhaustive pairwise simulation on the current population and get each type score by aggregating agent scores.
Create a new generation by sampling new agents whose types are randomly chosen and are proportional to their normalized scores.



Simulation Results

