11 July 2024

Dear Joan,

Thanks for your decision letter and execution report. I’ve studied your execution report and have managed to resolve all the issues you flagged. Most of the issues were due to insufficiently detailed comments and commentary in the Notebooks about the mapping from code output to paper tables. I apologize for that. The revised Notebooks include more supplemental labelling of code output, additional commentary and notes in the markdown boxes and so on. Each component of printed output is now accompanied by an explicit note of where it appears in the paper (e.g., “Table 4, Column 6”).

These changes should now make it possible for you to verify that there is indeed a one-to-one mapping from the code output to the numbers reports in the paper tables.

Note that for the Monte Carlo results I did use a fixed random seed (np.random.seed(seed=361)). When I re-executed the code on my computer today, I reproduced the results reported in the paper exactly. I am not sure if this will be true if you are using a slightly different version of Python and/or different machine. Regardless, what you get should be very close to what is reported.

I also fixed two editing errors, which should further clarify two of your specific questions (see below for details on this).

Let me now respond to your numbered points in sequence.

*2. Firstly, please provide a clearer mapping from results in the notebook to the paper, you print out mean, median and SE results for tables 2,3,4.*

All the results reported in Tables 1 and 2 of the paper do indeed appear in the “Sparse\_Network\_Asymptotics\_Notebook\_Empirical\_Illustration” file as claimed. The reference to Table 2 in the “Sparse\_Network\_Asymptotics\_Notebook\_Monte\_Carlo” file was an editing error related to a change in table numbering that occurred across revisions. This typo has been fixed.

That said, you can be forgiven for having trouble finding the Table 2 results in the Notebook, as this output was not especially well formatted and/or commented. I have tried to make the mapping from code output into paper tables more explicit and overt in this revision of the replication package. I hope this makes things easier for users. For example, all Table 2 output is now mapped from the code output to the paper as follows:

A screenshot of a computer program

Description automatically generated

Hopefully this makes it a bit easier to map from the code output to what is presented in the official paper tables.

The results reported in Table 4 also fully appear in the output associated with “Sparse\_Network\_Asymptotics\_Notebook\_Monte\_Carlo” file. Although, again, you can be forgiven for having trouble finding them (sorry)! I have now added additional commentary to the printed code output as well as to the various the markdown boxes in the Notebook to make the mapping explicit. Here is a screen shot demonstrating the bulk of these changes (for Table 4 in particular; I did similar things for all the Tables).

Note the analytic score bias calculations appear in Column 6 of Table 4 are a bit harder to find. They appear in the execution output associated with the initial Monte Carlo run. Here are some screen shots showing this.

First a note flagging for the reader where to look for the bias expressions:

A screenshot of a computer

Description automatically generated

Second, an example of the actual printed bias expression:

A close-up of numbers

Description automatically generated

*3. Secondly, in the ReadMe you state that results may be different up to a simulation error, that is acceptable, however as you can see in the following screenshot the results differ for some by a more significant margin. Have I misread the table, or is there another reason?*

In the code I set you I had inadvertently set the number of Monte Carlo simulations to 500 (I likely did this as I was debugging and checking the code to make sure it executed prior to sending off the replication package). If you executed the code without changing this number from 500 to 5000 (which I assume was the case), then it seems quite likely that simulation error would be *much larger* than what I claimed it should be in, for example, the notes to the tables. This is because in the paper I report results based on 5000 simulations. With this correction made Tables 3 and 4 now replicate as expected.

For example, the Table 3 results are show I the code output below and they match what is reported in the paper exactly.

A screenshot of a computer

Description automatically generated

Note the precise difference you point out involved a comparison of a moment-based standard deviation estimate (not reported in the paper) with the quantile-based estimate (reported in the paper). So that particular comparison was affected by both high simulation error (due to me not setting the number of simulations correct) and an "apples to orange”" issue.

The moment-based estimate (not reported in the paper) is now overtly flagged as such in the code output, while the quantile-based estimate (reported in the paper and described in the notes to Tables 2 and 3) is also flagged. See the notes to Tables 2 and 3 and the revised notebooks.

As a side note….I routinely report quantile-based estimates of standard deviations because it is non-uncommon for an estimate to lack certain moments in finite samples, while such moments generally exist in the asymptotic distribution (LIML is a famous example). This is a trick I learned from my advisor, Gary Chamberlain. Although I reported mean bias in the paper, I personally prefer median bias estimates for similar reasons.

For completeness the code output replicating Table 4 is as follows:

A screenshot of a computer

Description automatically generated

This too matches what is reported in the paper exactly. Note that the Row 1, Column 1 in Table four is 0.06278 (above) + 2.101 (analytic bias).

In any case, to re-iterate, when I re-executed the code today, the numbers I got for Tables 3 and 4 matched those reported in the paper exactly. While, for the reasons noted earlier, they may not replicate exactly for you, they should be very close (since the number of simulations has been corrected to equal 5000 as opposed to 500 simulation error should be modest). Sorry for that goof.

Thanks for your work in looking at my code. I hope the changes in the included archive clarify/correct the issues you flagged. I know this is time consuming on your part. I am appreciative of your care and thoughtfulness.

Take care.

Bryan