

# Competition and cooperation: Topology formation

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# Competition and cooperation

- Fundamental question:  
*When can local competition yield global cooperation?*
- Distributed coordination:  
*Design the system so individually “selfish” behavior leads to a collectively “good” outcome.*

# Topology formation



If MANETs try to build a network topology (for routing, distributed computation or control, etc.), they suffer from a *lack of global information*.

*What local link formation dynamic leads to a good global topology?*

# Topology formation

- Most game theoretic models applied to engineering use *static analysis*, as many dynamic models are often intractable.
- But *dynamics of decision making* are critical in MANETs!
- Reasonable analytical approach:  
*Myopic best response dynamics*  
Each node chooses its best course of action,  
but only in the current stage (i.e., ignoring past history  
or predicted future evolution)

# The model

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- N nodes
- Traffic matrix: uniform all-to-all
- Cost of link maintenance:  
M for each endpoint
- Traffic transit/termination cost:  
 $c_i$  per unit through node i
- Cost per unreachable destination:  
 $\lambda$  (assumed large)

# Node payoff

- Given a graph  $G = (V, E)$ , let  $P(i, j; G)$  denote contracted payment *from*  $i$  *to*  $j$
- Traffic routed along shortest paths
- *Payoff to node*  $i$  =  
payments received – payments made
  - $M$  £ adjacent links
  - $\lambda$  £ unreachable nodes
  - $c_i$  £ traffic through  $i$

# Contracting function

- $P$  is called the *contracting function*
- It is a *design variable*

Our design choice:

Assume  $P(i, j ; G)$  is antisymmetric, and “monotone” in routing cost of  $j$

Example:

Local cost sharing

(incremental cost of a link is shared by endpoints)

# Myopic best response dynamics

- Suppose at each step, nodes can choose to break one link, and/or form another  
*(Payments on all other links remain the same before and after)*
- Nodes act to maximize *single stage payoff*

*Theorem:* Dynamics converge to a “pairwise stable” tree with minimum routing cost nodes in interior

*Moral:* Antisymmetry and monotonicity guide dynamics to a *good equilibrium*



# Roadmap



1. Study local information exchange needed to converge to good global topology (*current*)
2. Simulate performance under non-homogeneous assumptions
3. Add robustness (i.e., redundancy) to payoff model
4. Study tradeoff between *complexity* of local exchange and *robustness* of global dynamics