

# A Simulation Study of Learning a Structure

## Mike's Bike Commuting

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**Abstract:** This paper undertakes a simulation study of a player's learning about the structure of a game situation. In a simple 1-person example called Mike's Bike Commuting, we simulate the process in which Mike experiences and accumulates memories about the structure of Mike's town. It is the basic requirement that to keep an experience as a long-term memory, Mike needs enough repetitions of that experience. By the choice of our simple and casual example, we can discuss relevant time spans for learning. The limit case of Mike's learning as time tends to infinity is of little relevance to the problem of learning. We find that the concept of "marking" introduced by Kaneko-Kline is important for obtaining sufficient structural knowledge in a reasonable time span. Our study shows that Mike's learning can change drastically with the concept. We also consider Mike's learning about his preferences from his experiences, where we meet various new conceptual problems.

## 1 INTRODUCTION

This paper undertakes a simulation study of a player's learning about details of a social situation. It is motivated by the research in *inductive game theory* (IGT) initiated by (Kaneko and Matsui, 1999) and (Kaneko and Kline, 2008). Those papers concentrated on the inductive derivation of a personal view from his accumulated memories, without touching on the precise processes of experiencing and accumulating memories. These processes are of a truly finite and complex nature. To consider such processes, we adopt a simulation method. As far as we target the learning by a single human player, the length of time should be within his life time. A simulation study enables us to consider this problem.

Now, we look at the original motivation for IGT by comparing it with two main stream approaches in the recent game theory literature: the classical *ex ante* decision approach and the evolutionary/learning approach. The contrasts between them will be used to motivate our use of a simulation study.

The focus of the classical *ex ante* decision approach is on the relationship between beliefs/knowledge and decision making (cf., (Harsanyi, 1967/68) for the incomplete information game and (Kaneko, 2002) for the epistemic logic approach to decision making in a game). In this approach, the be-

liefs/knowledge is given *a priori* without specifying their sources.

Contrary to this, the evolutionary/learning approach (cf., (Weibull, 1995) and (Fudenberg and Levine, 1998)) targets experiential worlds more. However, this approach does not ask the question of the emergence of beliefs/knowledge. Instead, their concern is typically the convergence of the distribution of actions to some equilibrium. The term "evolutionary/ learning" means that some effects from past experiences remain in the distribution of genes/actions. It is not about an individual's conscious learning of the details of the game; typically it is not specified who the learner is and what is learned. When we work on an individual's learning, we should make these questions explicit.

If the learner is an ordinary person, the convergence of behavior is not very relevant to his learning. Finiteness of life and learning must be crucial. Here, relevant "finite" is "shallowly finite" rather than the standard "finite" in mathematics. Consequently, we conduct simulations over finite spans of time corresponding to the learning span of a single human player. Our simulation indicates various specific components affecting one's finite learning, while they are not relevant in the limiting behavior.

In this paper, we focus on the transformation from raw experiences to accumulated memories. This part

was discussed as informal basic postulates in (Kaneko and Kline, 2008). The social situation we take for our simulation study is much simpler than the theoretical development of IGT in (Kaneko and Kline, 2008). Nevertheless, the study of this paper highlights what kinds of difficulties are involved in accumulation of memories and how we should proceed with our research in IGT.

Now, we discuss several points pertinent to our simulation model.

(1) *An Ordinary Person and an Every-day Situation in a Social World.* We target the learning of an ordinary human person in a repeated every-day situation, which we regard only as a small part of the entire social world for that person. We choose a simple and casual example called "Mike's Bike Commuting". In this example, the learner is Mike, and he learns the various routes to his work. Using this example, the time span and the number of reasonable repetitions for the experiment become explicit.

(2): *Ignorance of the Situation.* At the beginning, Mike has no prior beliefs/knowledge about the town. His colleague gave a coarse map of possible alternative routes without precise details, and suggested one specific route from his apartment to the office. Mike can learn the details of these routes only if he experiences them. We question how many routes Mike is expected to learn after specific lengths of time.

(3) *Regular Route and Occasional Deviations.* Mike usually follows the suggested route, which we call the regular route. Occasionally, when the mood hits him, he takes a different route. This is based on the basic assumption that his energy/time to explore other routes is scarce. Commuting is only a small part of his social world, and he cannot spend his energy/time exclusively exploring those routes.

(4) *Short-term and Long-term Memories.* We distinguish two types of memories for Mike: short-term and long-term. Short-term memories form a finite time series consisting of past experiences, and they will be kept only for some finite length of time, perhaps a few days or weeks; after then they will vanish. However, when an experience occurs with a certain frequency, it becomes a long-term memory. Long-term memories are lasting.

In our theory, the transition from a short-term to a long-term memory requires some repetition of the same experience within a given period of time. This is based on the general idea that memory is reinforced by repetition. Our formulation can be regarded as a simplified version of Ebbinghaus' retention function (Ebbinghaus, 1964, 1885).

(5) *Finiteness and Complexity.* Our learning process

is formulated as a stochastic process. Unlike other learning models, we are not interested in the convergence or limiting argument. As stated above, the time structure and span are finite and short. In our example, we discuss how many times Mike has experienced a particular route after a half year, one year, or ten years. We will find many details, which are highly complex even in this simple example. We analyze those details and find the lasting features in Mike's mind.

(6) *Marking Salient Choices as Important.* Although the situation is extremely simple, it is difficult for Mike to fully learn the details of the entire town even after several years. We consider the positive effect on learning by "marking", introduced in (Kaneko and Kline, 2007). If Mike marks some "salient" choice as "important", and restricts his trial-deviations to the marked choices, then we find that his learning is drastically improved. Imperfections in a player's memory make marking important for learning. Without marking, experiences are infrequent and lapse with time. Consequently, his view obtained from his long-term experiences could be poor and small. By marking, he focuses his attention on fewer choices, and successfully retains more as long-term memories.

Up to here, we study how many commutings Mike needs in order to learn some routes. Precise objects Mike possibly learn are not targeted here. There are two directions of a departure from this study. One possibility is to study Mike's learning of internal components of routes, and the other is about relationships between routes. Of course, to study both in an interactive way is possible. In this paper, however, we consider a problem categorized to the latter. That is, we consider Mike's learning of his own preferences from experiences and involved problems.

(7) *Learning Preferences.* Here, we face new conceptual problems. We should make a distinction between having preferences and knowing them. We assume that Mike has well-defined complete preferences, but his knowledge is constrained to only some part by his experiences. Learning one's preferences differs from keeping a piece of information. Since the feeling of satisfaction is relative and likely to be more transient than the perception of a piece of information, we hypothesize that learning one's preferences needs comparisons of outcomes close in time. Consequently, marking alternatives becomes even more important for obtaining a better understanding of his own preferences.

In our simulation study up to Section 4, we will get some understanding of relevant "shallowly finite" time spans for ordinary life learning. Our study on learning preferences in Section 5 is more substantive

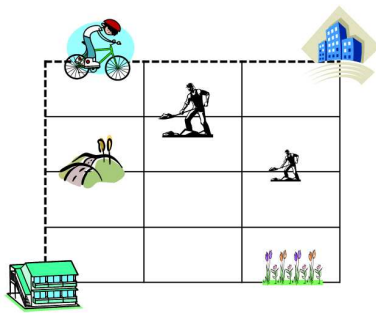


Figure 1: A map of the town.

than the studies up to Section 4. We will not go to the direction to a study of learning of internal structures of routes. This will be briefly discussed in Section 6.

## 2 MIKE'S BIKE COMMUTING

Mike moves to a new town and starts commuting to his office everyday by a bike. At the beginning, his colleague gives him a simple map depicted as Fig.1 and indicates one route shown by the dotted line. Mike starts commuting every morning and evening, five days a week, that is, 10 times a week. From the beginning, he wants to know the details of those routes, but the map is simple and coarse. He decides to explore some alternative routes when the mood hits him, but typically he is too busy or tired and resorts to the *regular route* suggested by the colleague.

The town has a lattice structure: His apartment and office are located at the south-west and north-east corners. To have a route of the shortest distance from his apartment to the office, he should choose “North” or “East” at each lattice point; such a route is called a *direct* route. There are 35 direct routes. He enumerates these routes as  $a_0, a_1, \dots, a_{34}$ , where  $a_0$  denotes the regular route.

In our simulation, we assume that Mike follows  $a_0$  with probability  $4/5 = 1 - p$  and he makes a deviation to some other route with  $p = 1/5$ . This probability  $p$  is called the *deviation probability*. When he makes a deviation, he chooses one route from the remaining 34 routes with the same probability  $1/34$ . His behavior each morning or evening can be depicted by the tree in Fig.2. In sum, on average, he makes a deviation twice a week to any of the other routes with equal probability.

After taking route  $a_i$ , he gets some impressions and understanding of  $a_i$ . In this paper we do not study the details of  $a_i$  that he learns; instead, we study conditions for an experience to remain in his mind as a long term memory.

As mentioned in Section 1, he has two types of

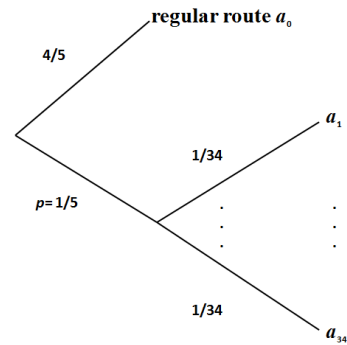


Figure 2: Decision tree in each trip of commuting.

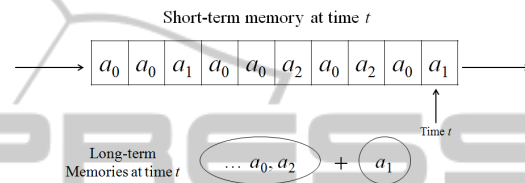


Figure 3: Short-term and long-term memories.

memories: *short-term* and *long-term*. A short-term memory is a time series of experiences of the past  $m$  trips. An experience disappears after  $m$  trips of commuting. If the same experience, say  $a_i$ , occurs at least  $k$  times in  $m$  trips, experience  $a_i$  becomes a long-term memory. Long-term memories form a set of experiences without time-structure or frequency.<sup>1</sup>

In our simulation, we specify the parameters  $(m, k)$  as  $(10, 2)$ , meaning that Mike's short-term memory has length 10, and if a specific experience occurs at least two times in his short-term memory, it becomes a long-term memory. This situation is depicted in Fig.2, where at time  $t - 1$ , the routes  $a_0, a_2$  are already long-term memories, and at time  $t$ , route  $a_1$  becomes a new long-term memory.

We consider another parameter  $T$ , denoting the total number of trips (time span). For example:

- after 0.5 year,  $T = 2 \times 5$  (days)  $\times 25$  (weeks) = 250;
- after 1 year,  $T = 2 \times 5 \times 50 = 500$ ;
- after 10 years,  $T = 2 \times 5 \times 500 = 5000$ .

Our simulation will be done by focussing on the half year and 10 year time spans. In Mike's Bike Commuting, the number of available routes is 35, but later, this will also be changed, and the number of routes will be denoted as a parameter  $s$ . Listing all the parameters,

<sup>1</sup>This lack of time structure and frequency is motivated by bounded rationality of the player. Limitations on his memory and computation abilities lead him to ignore some aspects like the time structure and frequency of long term memories.

we have our *simulation frame*  $F$ :

$$F = [s, p; (m, k)]. \tag{1}$$

We always assume that in the case of a deviation, a route other than  $a_0$  is chosen with equal probability  $1/(s - 1)$ .

The stochastic process is determined by the simulation frame  $F$  and a given  $T$ , which consists of  $T$  component stochastic trees depicted in Fig.2. This process is denoted by  $F[T] = [s, p; (m, k) : T]$ . Our concern is the probability of some event of long-term memories at time  $T$ . For example, what is the probability of the event that a particular route  $a_l$  is a long-term memory at  $T$ ? Or, what is the probability that all routes are long-term memories? We calculate those probabilities by simulation. In Section 3, we give our simulation results for  $F = [s, p; (m, k)] = [35, 1/5; (10, 2)]$  and  $T = 250, 5000$ .

Before going to these results, we mention one analytic result: For the stochastic process  $F[T] = [35, 1/5; (10, 2) : T]$ ,

$$\begin{aligned} &\text{the probability that all routes become long-term} \\ &\text{memories tends to 1 as } T \text{ tends to infinity.} \end{aligned} \tag{2}$$

This can be proved easily because the same experience occurs twice in a short-term memory at some point of time almost surely if  $T$  is unbounded. This result does not depend on the specification of parameters of  $F$ . Our interest, however, is in finite learning. Our findings by simulation for the finite learning periods of  $T = 250$  and  $T = 5000$  differ significantly from the above convergence result. This suggests that focussing on convergence results does not inform us about finite learning.

### 3 PRELIMINARY SIMULATIONS AND THE METHOD OF SIMULATIONS

We start in Section 3.1 by giving simulation results for the case of  $s = 35$ . The results show that it would be difficult for Mike to learn all the routes after a half year. After ten years, he learns more routes, but we cannot say much about which specific routes he learns other than the regular one. In Section 3.2, we give a brief explanation of our simulation method and the meaning of “probability”.

#### 3.1 Simulation Results for $s = 35$

Consider the stochastic process determined by  $F = [s, p : (m, k)] = [35, 1/5; (10, 2)]$  for up to  $T = 250$  (a

half year) and  $T = 5000$  (10 years). Table 1 provides the probabilities of the event that a specific route  $a_l$  is a long-term memory at  $T = 250, 5000$ , and also at a large  $T$ : The row for  $a_0$  shows that the probability

Table 1.

$T$	250	5000	28252 (> 56 years)
$a_0$	1	1	1
$a_l (l \neq 0)$	0.069	0.765	0.99

of the regular route  $a_0$  being a long-term memory is already 1 at  $T = 250$  (a half year). This “1” is still an approximation result meaning it is very close to 1.

The row for  $a_l (l \neq 0)$  is more interesting. The probability that a specific  $a_l$  is a long-term memory at  $T = 250$  and 5000 is 0.069 and 0.765, respectively. Our main concern is to evaluate these probabilities from the viewpoint of Mike’s learning.

Some reader may have expected that the probability for  $T = 250$  would be much smaller than 0.069, because in each trip, the probability of route  $a_l (l \neq 0)$  being chosen is only  $1/5 \times 1/34 = 1/170 = 0.00588$ . However, it is enough for  $a_l$  to occur in a consecutive sequence of length 10 (short-term memory) at some  $t \leq 250$ , and there are 240 such consecutive sequences. Hence, the probability turns out not to be negligible. The accuracy of this calculation will be discussed in Section 3.2.

The rightmost column is prepared for a purpose of reference. The number of trips 28252 (> 56 years) is obtained from asking the time span needed to obtain the probability 0.99 of  $a_l (l \neq 0)$  being a long-term memory. The length of 56 years would typically exceed an individual career, and thus we regard the limiting convergence result (2) as only a reference (the model without decay of long-term memories may be inappropriate for 56 years).

We next look more closely at the distribution of routes he learns for each of those time spans.

For  $T = 250$ , we give Table 2, which describes the probability of exactly  $r$  routes (the regular route and  $r - 1$  alternative routes) being long-term memories in 35 routes: After  $r = 5$  routes, the probability is diminishing quickly, so we exclude those numbers from the table. According to our results, Mike typically learns a few routes (the average is about 3.33) after half a year. For  $r = 3$ , one route must be regular, but the other two are arbitrary. This means that although Mike learns about 2 alternative routes, it is hard to predict with much accuracy which pair would

Table 2.

$r$	1	2	3	4	5	...
	0.089	0.223	0.272	0.213	0.121	...

be learned.

At  $T = 5000$ , i.e., ten year later, Mike’s learning is described by Table 3. Again, we show only the

Table 3.

$r$	...	25	26	27	28	29	...
	...	0.109	0.159	0.153	0.153	0.124	...

values of  $r$  having high probabilities. The average of the number of routes as long-term memories is about 27. Because most of the distribution lies between 25 and 29 routes, we find that there are many more cases to consider than after half a year. For example, consider 0.109 for  $r = 25$ , which is the probability that exactly 25 routes are learned. This probability can be obtained from the probability 0.765 in Table 1 by the equation:

$$\binom{34}{24} \times (0.765)^{24} \times (1 - 0.765)^{10} \doteq 0.109.$$

Looking at this equation, we obtain the probability that a specific set of 25 routes are long-term memories is only  $0.109 / \binom{34}{24} = 8.31 \times 10^{-10}$ . In sum, Mike learns about 27 alternative routes after 10 years. However, the number of combinations of 24 routes from 34 is enormous at about  $1.3 \times 10^8$  and much larger than the  $\binom{34}{2} = 561$  cases we need to consider after only half a year.

Finally, we report the average time for Mike to learn all the 35 routes as long-term memories, which is 28.4 years (14,224.3 trips). If he is very lucky, he will learn all routes in a short length of time, say, 10 years, which is an unlikely event of probability  $9 \times 10^{-5}$ . The probability of having learned all routes in 35 years is much higher at 0.806.

After all, the above calculations indicate that “finiteness” involved in our ordinary life is far from “large finiteness” appearing in the convergence argument in mathematics. In this sense, we are facing shallowly finite problems, which was emphasized in Section 1. In Sections 4 and 5, we will discuss related problems to this issue from different perspectives.

### 3.2 Simulation Method

We now explain the concept of “probability” we are using, and discuss the accuracy of this concept. First we mention why this is not calculated in an analytic manner. The analytic computation is feasible up to about  $T = 30$ , but beyond  $T = 40$ , it is practically impossible in the sense that for  $T = 50$ , it takes more than 100 years to calculate with current (year 2007) computers using our analytical method. This

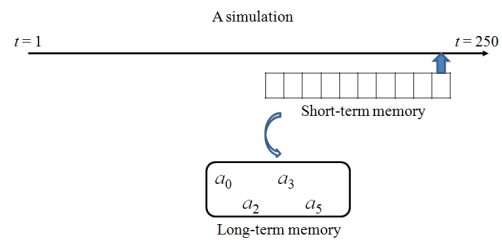


Figure 4: A simulation up to  $T = 250$ .

is caused by the limited length of short-term memory and multiple occurrences needed for a long-term memory.

We take the relative frequency of a given event over many simulation runs instead of computing probabilities analytically. We use the Monte Carlo method to simulate the stochastic process up to a specific  $T$  for the simulation frame  $F = [s, p : (m, k)] = [35, 1/5 : (10, 2)]$ . The frame has only two random mechanisms depicted in Fig.2, but they are reduced into one random mechanism. This mechanism is simulated by a random number generator. Then, we simulate the stochastic process determined by  $F$  up to  $T = 250$  or  $T = 5000$  or some other time span. A simulation is depicted in Fig.4. One simulation run gives a set of long-term memories: In Fig.4, routes  $a_0, a_2, a_3, a_5$  are long-term memories at some time before  $T = 250$ .

We run this simulation 100,000 times. The “probability” of  $a_l$  is calculated as the relative frequency:

$$\frac{\#\{\text{simulation runs with } a_l \text{ as a long-term memory}\}}{100,000} \quad (3)$$

In the case of  $T = 250$ , this frequency is about 0.069 for  $l \neq 0$ , and it is already 1 for  $l = 0$  in our simulation.

We compare some results from simulation with the results obtained by the analytical method. For  $T = 20$  and  $s = 35$ , the probability of  $a_l$  being a long-term memory can be calculated in an analytic manner using a computer. The result coincides with the frequency obtained using simulation to an accuracy of  $10^{-4}$ . In sum, we calculate the “probability” of an event as the relative frequency over numerous simulation runs.

## 4 LEARNING WITH MARKING: SIMULATION FOR $S = 5$

We now show how “marking”, introduced in (Kaneko and Kline, 2007), can improve Mike’s learning. By concentrating his efforts on a few “marked” routes, he is able to learn and retain more experiences. This is because the likelihood of repeating an experience

risers by reducing the number of alternative routes. In Section 4.1, we consider the case where Mike marks only four alternative routes in addition to the regular one. We see a dramatic increase in his learning of alternative routes. In Section 4.2, we show how a more planned approach can improve the effect of “marking” on his learning.

### 4.1 Marking Five Salient Routes and Simulation Results

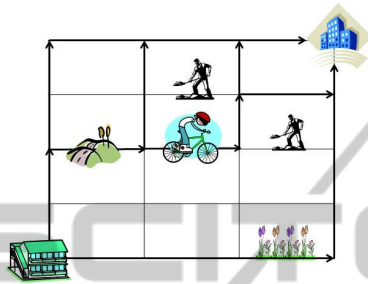


Figure 5: Five marked routes.

Suppose that Mike decides to mark some routes from his map for his exploration. He uses two criteria: (i) he chooses routes having a scenic hill or flowers; (ii) he avoids construction sites.

Then, he marks only four alternative routes, which are depicted in Fig.5. Adding the regular route  $a_0$ , we denote the five marked routes by  $a_0, a_1, a_2, a_3, a_4$ .

The above situation is described by changing the simulation frame to  $F = [s, p : (m, k)] = [5, 1/5 : (10, 2)]$  for  $T = 250$  or  $5000$ . The probability of  $a_l$  ( $l \neq 0$ ) being a long-term memory is calculated by our simulation method and is given in Table 4:

Table 4.

$T$	250	5000
$s = 5$	0.970	1.00
$s = 35$	0.069	0.765

Table 5.

$T$	425	28253
$s = 5$	0.990	1.000
$s = 35$	0.114	0.990

5 lists the length of time needed to obtain the probability 0.99 that an alternative route  $a_l$  ( $l \neq 0$ ) is a long-term memory. With marking he needs only 425 trips (10.2 months), as opposed to the 28,253 trips (more than 56 years) without marking.

We also have calculated, and presented in Table 6, the probability that exactly  $r$  ( $= 1, 2, 3, 4, 5$ ) routes are long-term memories at  $T = 250$ . The average number of routes learned is 4.9. Table 7 states that the average

time for Mike to learn all 35 routes is about 100 times the average time to learn 5 routes by marking. This suggests that Mike might be able to use marking in a more sophisticated manner to learn all 35 routes in a shorter period of time than the 28.4 years required without marking. We will look more closely at this idea in Section 4.2.

Table 6.

$r$	1	2	3	4	5
	$8.00 \times 10^{-7}$	$1.04 \times 10^{-4}$	$5.05 \times 10^{-3}$	0.109	0.886

Table 7.

	$s = 5$	$s = 35$
the average number of trips to learn all	151.8 3.6 months	14,224.3 28.4 years

### 4.2 Learning by Marking and Filtering

Suppose that Mike has learned all four marked alternative routes in addition to the regular route after a half year. He may then want to explore some other routes. He might plan to explore the other 30 routes by dividing them into 6 bundles of 5 routes, trying to learn each bundle one by one. We suppose that he explores one bundle for a half year, and he moves to the next bundle storing any long-term memories in the process. Thus, Mike has discovered a method of filtering to improve his learning.

According to the result of Section 4.1, Mike most likely learns all five routes within a half year. By his filtering he reduces the expected time to learn all 35 routes from 28.4 years to only  $250 \times 7 = 1750$  (3.5 years).

The probability of that he finishes his entire exploration in 3.5 years is  $(0.886)^7 \doteq 0.427$ , and with the remaining probability 0.573, at least one route is not learned after 3.5 years. If some routes still remain unlearned, then we assume that he rebundles the remaining routes into bundles of 5. However, we expect a rather small number of unlearned routes to remain; the event of 3 remaining is rare event occurring with only probability 0.03. With high probability, Mike's learning finishes within 4 years.

If we treat the above filtering method alone, forgetting the original constraint such as the energy-scarcity mentioned in Section 1, the extreme case would be that he chooses and fixes one route for two trips and goes to another route. In this way, he could learn all routes with certainty in precisely 35 days. However, this type of short-sighted optimal programming goes against our original intention of exploration being rather rare and unplanned. Commuting is one of many everyday activities for Mike, and he

cannot spend his energy/time exclusively on planning and undertaking this activities. Though our example is very simplified, we should not forget that many unwritten constraints lie behind it.

## 5 LEARNING PREFERENCES

Here, we consider Mike's learning of his own preferences. Mike finds his own preferences based on comparisons between experienced routes. First, we specify the bases for our analysis, and then we formulate the process in which Mike learns his own preferences. We simulate this learning process in Section 5.1, and show that learning of his preferences is typically much slower than learning routes. Consequently, notions like "marking" become even more important. In Section 5.2, we consider the change of the process when he adopts a more satisfying route based on his past experiences.

### 5.1 Preferences

Since Mike has no idea of details along each route at the beginning, one might wonder if he has well-defined preferences over the routes or what form they would take. By recalling the original meaning of "preferences", however, we can connect them with experiences. Since an experience of each route gives some level of satisfaction, comparisons between satisfaction levels can be regarded as his preferences. Here, preferences are assumed to be inherent, but they are only revealed to Mike himself when he experiences and compares different outcomes. In this way, Mike may come to know some of his own preferences.

We assume that Mike's inherent preference relation over the routes is complete and transitive. A preference between two routes is experienced only by comparing the two satisfaction levels from those routes.<sup>2</sup> A feeling of satisfaction typically emerges in the mind (brain) without tangible pieces of information. Such a feeling may often be transient and only remain after being expressed by some language such as "this wine is better than yesterday's". We assume, firstly, that satisfaction is of a transient nature, and secondly, that the satisfaction from one route can be compared with that of another only if these have happened closely in time.

<sup>2</sup>This should be distinguished from "revealed preferences" (cf. (Malinvaud, 1972)) where a preference is defined by a (revealed) choice from hypothetically given two alternatives. This hypothetical choice is highly problematic from the experiential point of view.

We formulate a preference comparison between two routes as an experience. This experience has a quite different nature from a sole experience of a route. The former needs the comparison of two experienced satisfaction levels. To distinguish between these different types of experiences, we call a sole experience of a route a *first-order experience*, while a pairwise comparison of two routes is a *second-order experience*. Our present target is second-order experiences.

Consider Mike's learning of such second-order experiences in the simulation frame  $F = [s, p : (m, s)] = [5, 1/5 : (10, 2)]$  with  $T = 250$  or 5000. A short-term memory is now treated as a sequence of length 10. Consecutive routes can be compared to form preferences over pairs. For example, in Table 8, the short-term memory is the sequence of 10 pairs  $\langle a_1, a_0 \rangle, \langle a_0, a_0 \rangle, \dots, \langle a_3, a_0 \rangle$ . We treat them as unordered pairs, e.g., the pairs  $\langle a_1, a_0 \rangle$  and  $\langle a_0, a_1 \rangle$  in  $t - 9$  and  $t - 5$  are treated as the same. These second-order experiences may become long-term memories.

For a second-order experience to become a long-term memory, however, it must occur at least twice in a short-term memory. In Table 8,  $\langle a_0, a_1 \rangle$  occurred twice, and hence it becomes a long-term memory. We require these consecutive unordered pairs be disjoint; for example,  $\langle a_0, a_3 \rangle$  and  $\langle a_3, a_0 \rangle$  occurred twice having the intersection  $a_3$ , so these occurrences are not counted as two.

The computation result is given in Table 9 with  $l, l' = 1, 2, 3, 4$  and  $l \neq l'$ . In the column of  $a_0$  vs.  $a_l$ , the probability of the preference between  $a_0$  and  $a_l$  being a long-term memory is given as 0.981 for  $T = 250$ . After only about 2 years, the probability is already 1<sup>3</sup>.

We find in the right column of Table 9 that Mike's learning is very slow. After a half year, Mike hardly learns any of his preferences between alternative routes. An experience of comparison between  $a_l$  vs.  $a_{l'}$  happens with such a small probability, because both deviations  $a_l$  and  $a_{l'}$  from the regular route  $a_0$  are required consecutively and also twice disjointedly. This means that his learned preferences are very incomplete even after quite some time.

For example, suppose that Mike's original preference relation is the strict order,  $a_3, a_4, a_0, a_1, a_2$  with  $a_3$  at the top, which is depicted as the left diagram

<sup>3</sup>One might wonder why the value of 0.981 for a comparison between  $a_0$  and  $a_l$  is higher 0.970 for just learning a route  $a_l$  in Table 4. This can be explained by the counting of pairs at the boundary. For example, the comparison between  $a_0$  and  $a_1$  appearing in Table 8 becomes a long-term memory from the short-term memory at time  $t$ . However, in our previous treatment of memory of routes,  $a_1$  would not be a long-term memory.

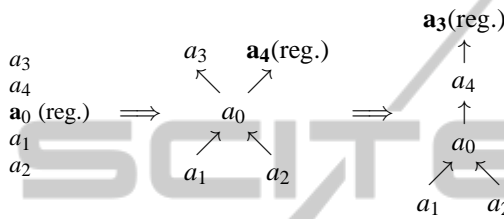
Table 8.

$a_1$	$a_1 a_0$	$a_0 a_0$	$a_0 a_0$	$a_0 a_0$	$a_0 a_1$	$a_1 a_2$	$a_2 a_0$	$a_0 a_0$	$a_0 a_3$	$a_3 a_0$
$\rightarrow$	$t-9$	$t-8$	$t-7$	$t-6$	$t-5$	$t-4$	$t-3$	$t-2$	$t-1$	$t \rightarrow$

Table 9.

trips	Prob. of comparison $a_0$ vs. $a_l$	Prob. of comparison $a_l$ vs. $a_{l'}$
250 (a half year)	0.981	0.053
5000 (10 years)	1.000	0.671
10000 (20 years)	1.000	0.892

Table 10.



of Table 10. After half a year, he likely learns his preferences between  $a_0$  (regular) and each alternative  $a_l, l = 1, 2, 3, 4$ , which is illustrated in the middle diagram of Table 10. It is unlikely that he learns which of  $a_3$  or  $a_4$  (or,  $a_1$  or  $a_2$ ) is better. Even if he believes *transitivity* in his preferences, he would only infer from his learned preferences that both  $a_3$  and  $a_4$  are better than  $a_1$  and  $a_2$ .

Ten years later, Mike's knowledge will be much improved. By this time, with probability 1, he will have learned his preferences between  $a_0$  and each alternative  $a_l, l = 1, 2, 3, 4$ . He will also likely have learned his preferences between some of the alternatives. Table 11 lists the probabilities that exactly  $r$  of his preferences are learned. Recall that there are  $\binom{5}{2} = 10$  comparisons. Even after 10 years, Mike is still learning his own preferences over alternative routes.

After 20 years, however, he learns much more about his preferences, which is described in Table 12. As it happens, by the time Mike is able to get to taste the rough with the smooth, he is already old.

## 5.2 Maximizing Preferences

The results of the previous subsection tell us that it is difficult for Mike to learn his complete preferences. However, completeness should not be his concern. For him, it would be important to find a better route than the regular one, and to change his regular behavior to the best route he knows. This idea is formulated as follows:

(1): he continues to learn his preferences until he can

- compare each marked alternative to the regular one;
- (2): if he finds a better route  $a_l$  than  $a_0$  in those comparisons, then he chooses  $a_l$  (arbitrarily, if there are multiple) as the new regular route;
- (3): he stores  $a_0$  and the alternative routes less preferred than  $a_0$ ;
- (4): he makes an exploration of his preferences over the remaining marked alternatives with the new regular route  $a_l$ ;
- (5): he repeats the process determined similarly by (1) – (4) until he does not find a better route than the regular one.

The final result of this process gives a highest preference. Our concern is the length of time for this process to finish, and his knowledge about his preferences upon finishing.

Suppose that Mike's original (hidden) preferences are described by the left column of Table 10; he has a strict preference ordering  $a_3 > a_4 > a_0 > a_1 > a_2$ , where  $a_0$  is the regular route. After some time, he learns his preferences described in the middle diagram. In this case, it is very likely that only his preferences between  $a_0$  vs.  $a_l$  ( $l \neq 0$ ) are learned. The arrow  $\rightarrow$  indicates the learned preferences.

Here, let us see the average time to finish his learning for preference maximization, under the *assumption* that as soon as he finishes his learning of the preferences between the regular route and alternative ones, he moves to learning the unlearned part. The transition from the left column to the middle one in Table 10 needs the average time 136.2 (3.3 months). When he reaches the middle diagram, he stores the preferences over  $a_0, a_1$  and  $a_2$ .

In the middle diagram of Table 10, he starts comparing between  $a_3$  and  $a_4$ . Here,  $a_4$  is taken as the new regular route. Once he obtains the preference between  $a_3$  and  $a_4$ , he goes to the right diagram and he plays the most preferred route  $a_3$ . The average time for this second transition is 11.0 trips (1.1 week). Hence, the transition from the left diagram of knowing no preferences, to the rightmost diagram takes the average time of  $136.2 + 11.0 = 147.2$  trips (3.5 months).

We have  $5! = 120$  possible preference orderings over  $a_0, a_1, a_2, a_3, a_4$  and  $a_5$ . We classify them into 5 classes by the position of  $a_0$ . Here we consider only the other two cases:  $a_0$  is the top or the bottom. When  $a_0$  is the top, only one round of comparing  $a_0$  to other  $a_l$  is enough to learn that  $a_0$  is his most preferred route. This takes the average time 136.2 (3.3 months), which is the same as the time for the tran-



Table 11: 10 years.

$r$	4	5	6	7	8	9	10
	$1.07 \times 10^{-3}$	0.0155	0.079	0.215	0.329	0.269	0.0913

Table 12: 20 years.

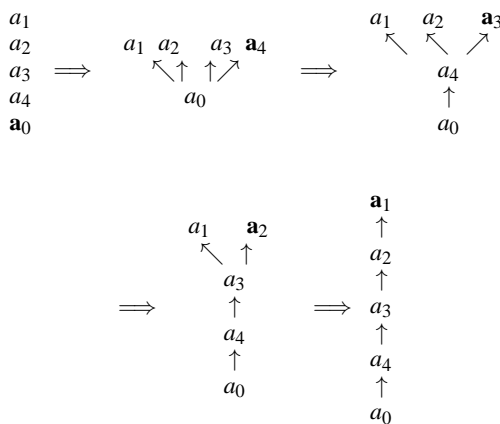
$r$	4	5	6	7	8	9	10
	$1.59 \times 10^{-15}$	$7.86 \times 10^{-5}$	0.0016	0.0179	0.111	0.366	0.504

sition to the middle of Table 10. In the case with the top  $a_0$ , however, Mike learns no other preferences.

Consider the case where  $a_0$  is the bottom. There are several cases depending upon his choice of new regular routes. But now there are four possibilities for the choice of the next regular route. Depending upon this choice, he may finish quickly or needs more rounds. The more quickly he finishes, the more incomplete are his preferences. Alternatively, the slowest case for finding the top needs 4 transitions. Table 13 depicts the slowest case: The total average time is  $136.2 + 78.0 + 36.4 + 11.0 = 261.6$  (6.3 months); the bold letter means the regular route. By this process he finds his complete preferences, still, with the help of transitivity.

In Sum, if Mike learns the top quickly, he learns virtually nothing about his preferences between the other alternatives. On the other hand, if he finds the top slowly, he would have a much richer knowledge of his own preferences.

Table 13: Transitions with learning preferences.



## 6 CONCLUDING DISCUSSIONS

“Mike’s Bike Commuting” is a small everyday situation that provides insights to our everyday behavior. We explicitly formulated and computed what learn-

ing is possible and relevant to a person within his life span. Also, our target situation is partial relative a player’s entire social world. This explains the regular behavior as a consequence of time/energy saving and also infrequent deviations as an exploration behavior.

Let us consider the implications of our study to game theory. Our original motivation was, from the viewpoint of IGT, to study the origin/emergence of beliefs/knowledge of the structure of the game. Long-term memories are the source for such beliefs/knowledge. Our results have the implication that it would be difficult for a player to learn the full structure of a game, unless it is very simple. Even with marking, the learning will typically be limited. This suggests that different players will likely develop different views. One direction of theoretical research is given in (Kaneko and Kline, 2007).

It is a negative but important implication that the focus on limiting cases is no longer appropriate. This leads us to deviate entirely from the learning literature in game theory (cf., (Weibull, 1995) and (Fudenberg and Levine, 1998)): This literature has typically treated convergences; even though it starts from finite worlds, it does not touch “shallowly finite” problems. It is a positive implication that our research is more related to everyday memory in the psychology literature (cf., (Linton, 1982) and (Cohen, 1989)). Yet, there is a large distance between our study of IGT together with the present simulation and experimental psychology. To build a bridge between those fields, we need still to develop our theory as well as simulation study.

There are various extensions to be considered for future possible studies. Here, we discuss only two such extensions.

*Aspect 1: Long-term Memories and Decaying:* It is assumed that once an experience becomes a long-term memory, it will last forever. However, it would be more natural to assume that even long-term memories are subject to decay unless they are experienced once in a while. In particular, when the regular behavior changes as in Section 5.2, decay or forgetfulness about past regular behavior might become important. This remark is relevant to the problem of Section 4.2.

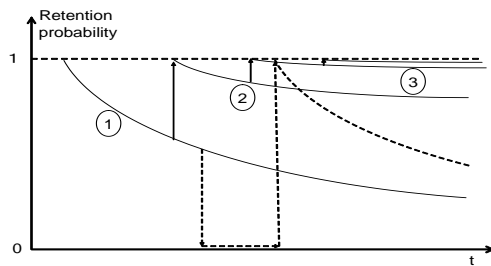


Figure 6: Ebbinghaus's retention function.

This problem is related to Ebbinghaus' (Ebbinghaus, 1964, 1885) retention function which was used to describe experimental results of memory of a list of nonsense syllables. No distinction is made between a short-term memory and a long-term memory. The retention function is typically considered as taking the shape of any curved line depicted in Figure 6, where the height denotes the probability of retaining a memory and it is diminishing with time<sup>4</sup>.

This direction may become more fruitful with an experimental study such as in (Takeuchi, Funaki, Kaneko, and Kline, 2011).

*Aspect 2: Two or More Learners.* We have concentrated our focus on the example of Mike's Bike Commuting. We are interested in learning in game situations with two or more learners (players)<sup>5</sup>. This has other new features like the relevant learning time. For example, one may learn over his life time, but only interact with another player for a shorter time span. Also, how does his learning affect the other's learning? We might start with the "small and partial views" setting of (Kaneko and Kline, 2007), but expect that communication and role switching will likely be important.

These are straightforward extensions but may expect a lot of implications to our study. We can even in-

<sup>4</sup>His experiments are interpreted as implying that the retention function may be expressed as an exponential function. By careful evaluations of Ebbinghaus' data, Anderson-Schooler (Anderson and Schooler, 1991) reached the conclusion that the retention function can be better approximated as a power function, i.e., the probability of retaining a memory after time  $t$  is expressed as  $P = At^{-b}$ .

<sup>5</sup>(Hanaki, Ishikawa, Akiyama, 2009) studied the convergence of behaviors in a 2-person game, where each player's learning of payoffs is formulated in the way of the present paper but his behavior is formulated as a mechanical statistical process following the learning literature. Then, they studied behavior of outcomes in life spans of middle range. Their approach did not take purely the viewpoint of IGT in that a player consciously makes a behavior revision once he has a better understanding of a game situation. Nevertheless, it would give some hint to our further research on IGT.

roduce more probabilistic factors related to decaying of long-term as well as short-term memories. However, more essential extensions are related to the consideration of internal structures of routes and inductive derivations of individual views from experiences.

Simulation studies of those aspects provide a lot of new directions for research and implications for IGT as well as the extant game theory.

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