

Social Networks and Markets

Introduction

Class Info

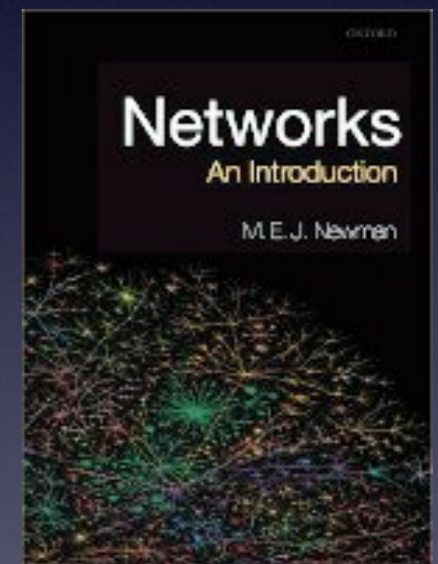
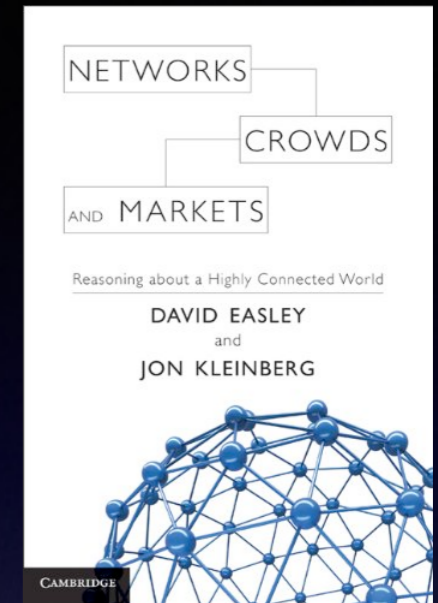
- Instructor: Dr. Vincenzo Bonifaci
- Email: bonifaci@diag.uniroma1.it
- www: www.diag.uniroma1.it/~bonifaci/semcn.html
- Office hours: Fridays 10.30 – 11.00
 - Email appointment required
- Office:
 - DIAG – via Ariosto 25 – Room A217
 - IASI-CNR – via dei Taurini 19 – Room 503

Class Schedule

- We can **save** 1 time slot from the following:
- Tuesdays 9.00 - 10.00 & 10.00 - 11.00 (A3)
- Wednesdays 14.00 - 15.00 & 15.00 - 16.00 (A4)
- Fridays 8.00 - 9.00 & 9.00 - 10.00 (A4)

Textbook(s)

- D. Easley, J. Kleinberg:
Networks, Crowds and Markets
Cambridge University Press, 2010
Available online
- M. Newman:
Networks: An Introduction
Oxford University Press, 2010
- Lecture notes by the instructor
- www.diag.uniroma1.it/~bonifaci/semcn.html
user: **semcn**, password: **equilibrium**



Exam Rules

- Some homework may be released during classes
- Final project:
 - Programming project (1 or 2 persons), *or*
 - Literature review (1 person)
- Exam:
 - If attended $>75\%$ of lectures: project discussion
 - If attended $<75\%$ of lectures: oral exam + project

Some Keywords

- **Network Statics**

- Structure
- Measures
- Centrality
- Homophily
- Communities

- **Network Dynamics**

- Processes
- Evolution
- Influence
- Cascades
- Epidemics

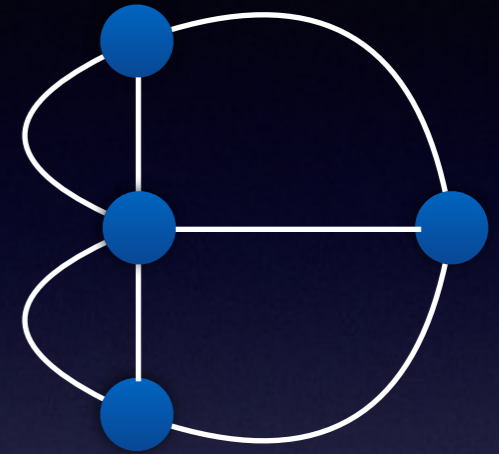
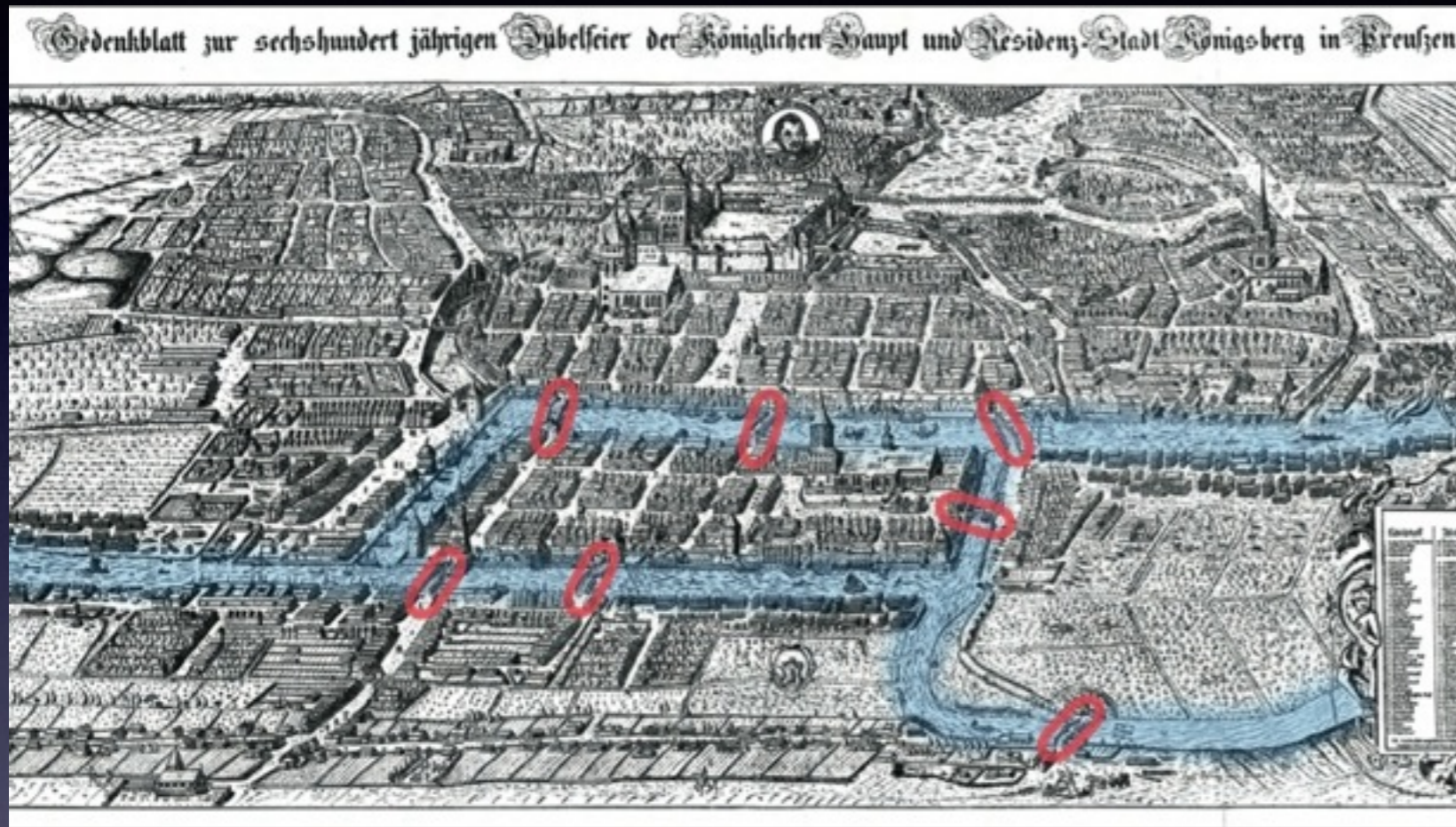
- **Interactions**

- Strategy
- Incentives
- Payoffs
- Mechanisms
- Decisions

Examples of Networks

- **Social networks**
 - Friendship
 - Online social networks
- **Technological networks**
 - Communication networks
 - Transportation
 - Power grid
- **Information networks**
 - Affiliation networks
 - Citation networks
 - World Wide Web
- **Biological networks**
 - Biochemical
 - Neural
 - Ecological

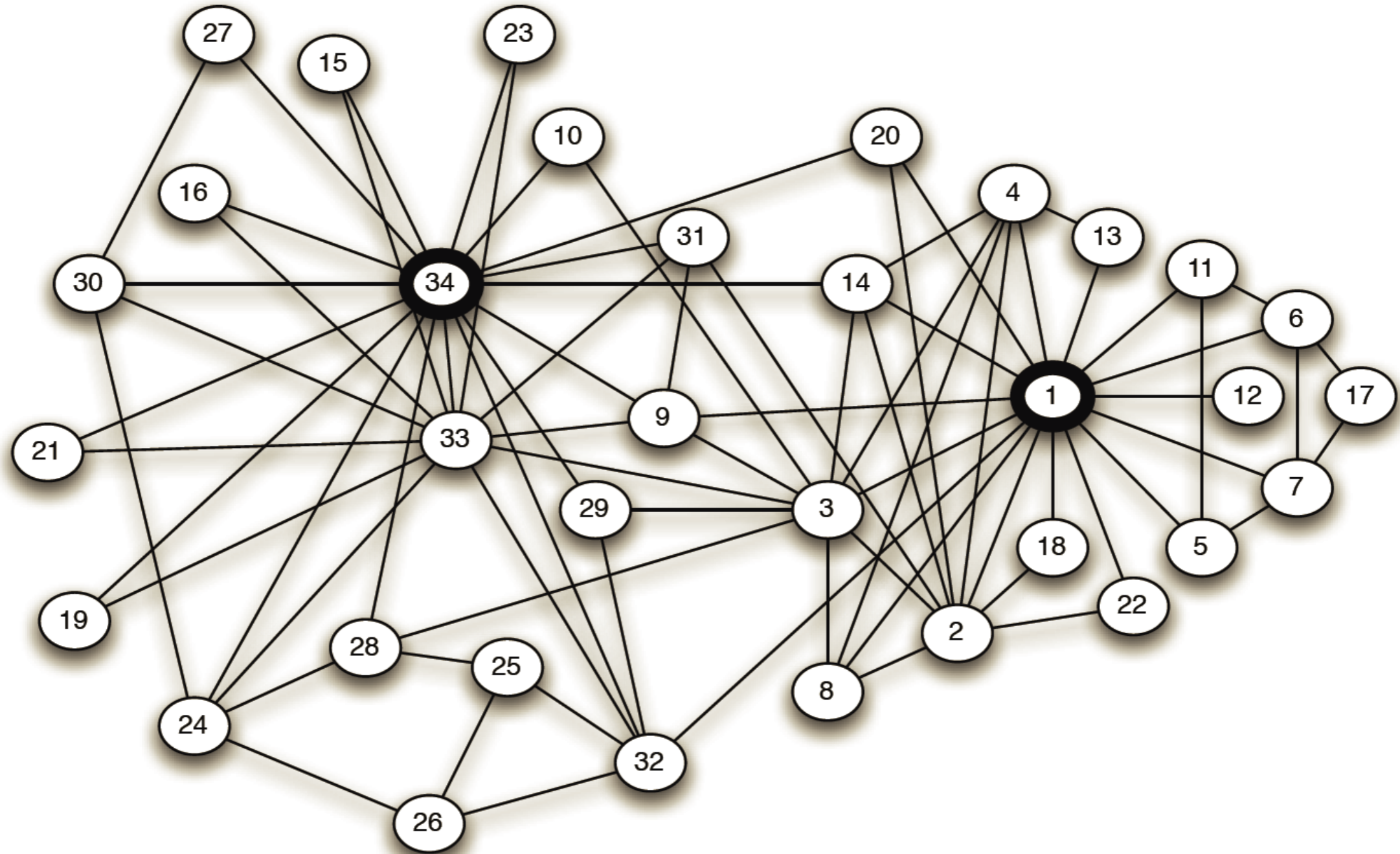
The birth of Graph Theory: the seven bridges of Königsberg



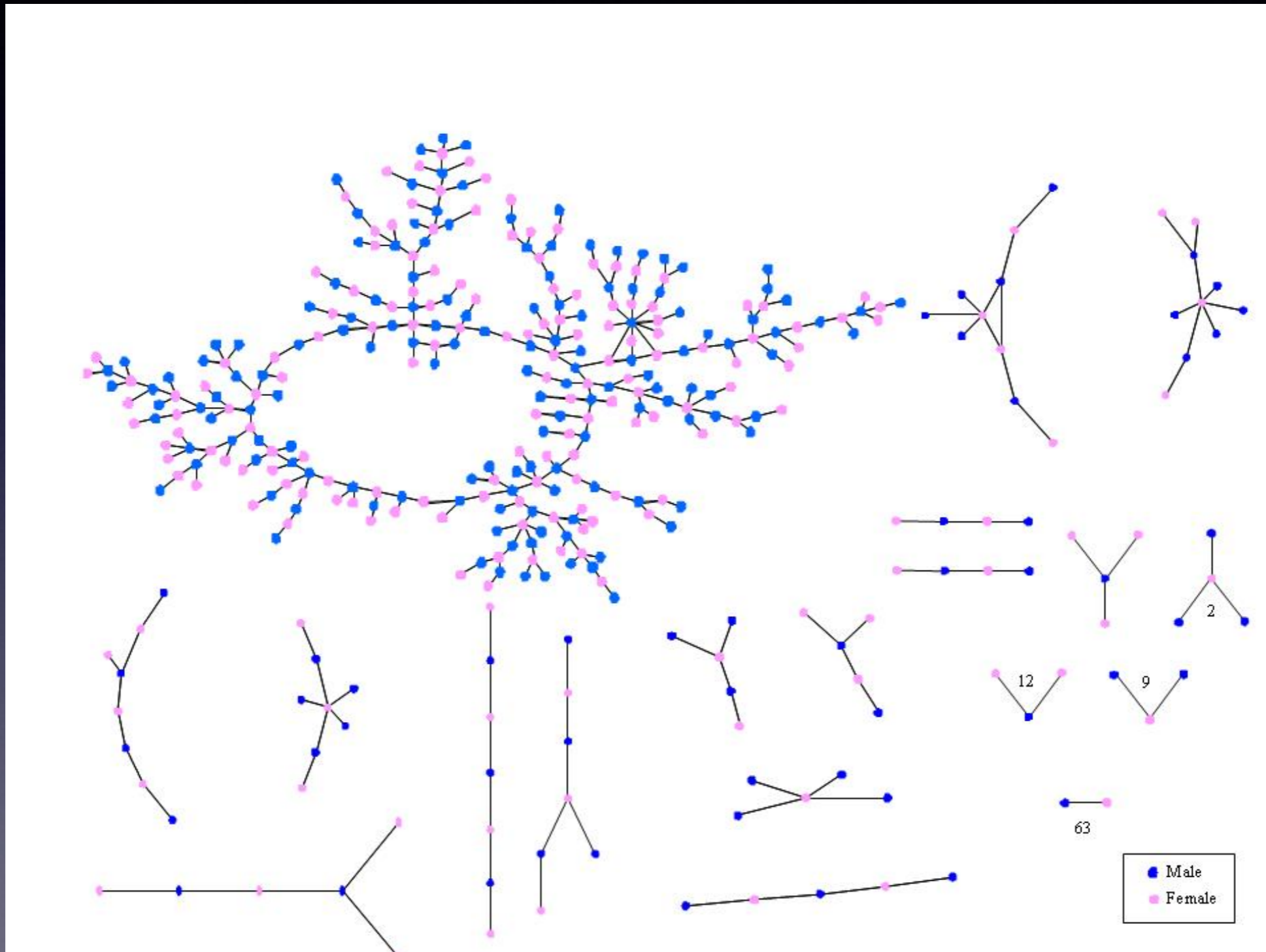
- Leonhard Euler (1707–1783),
Swiss mathematician



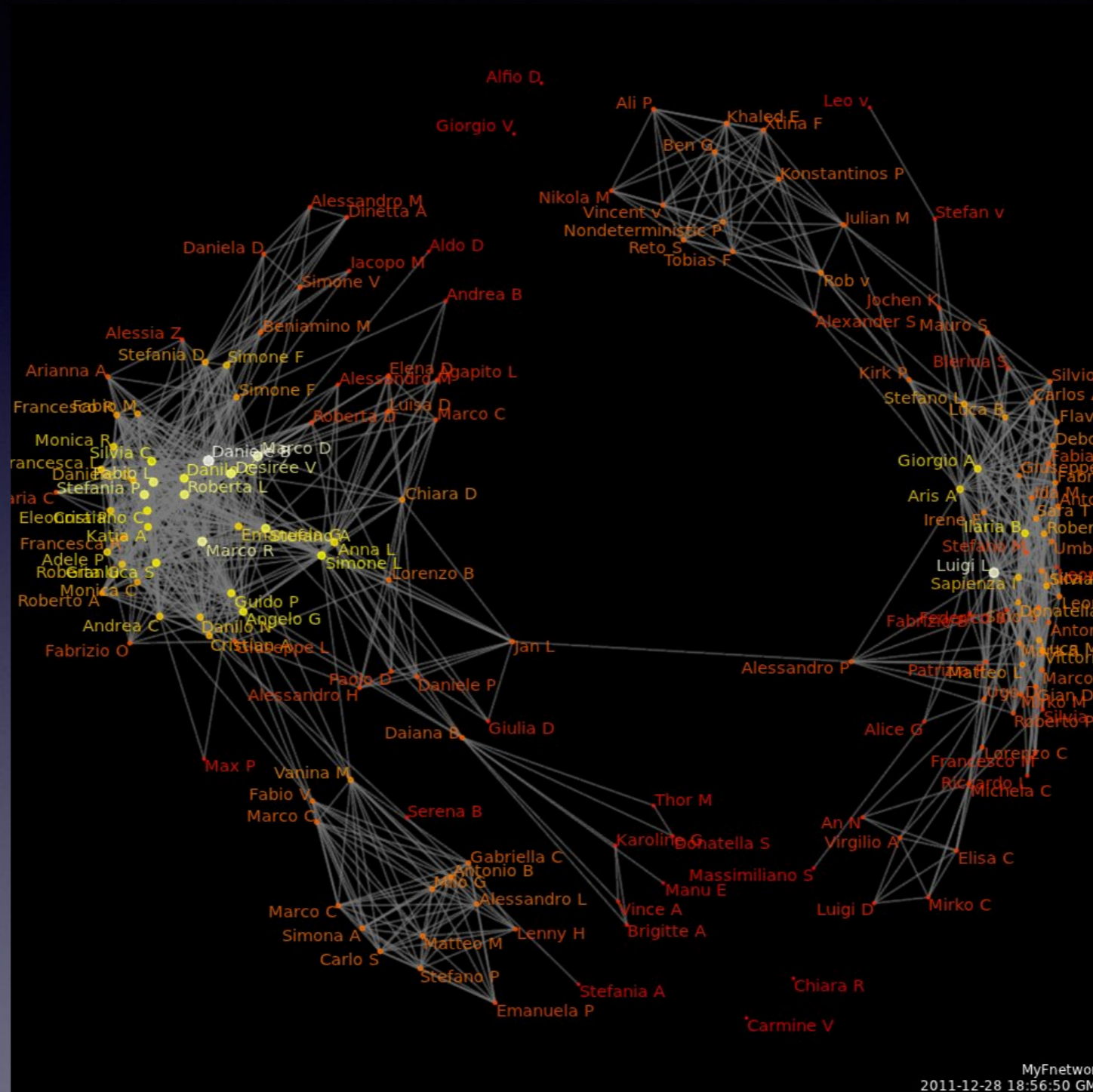
Friendship network: karate club



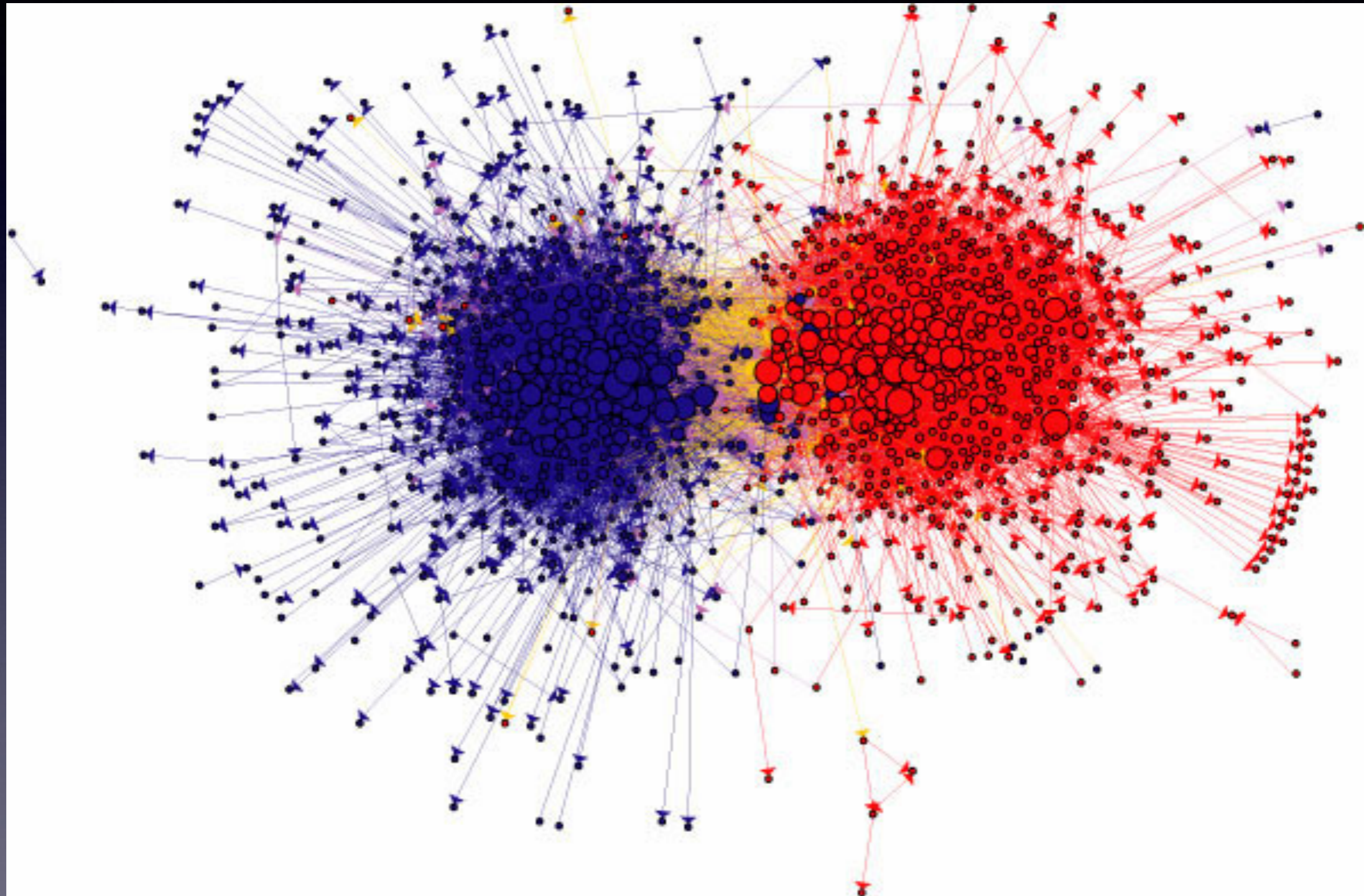
Social network: romantic relationships at Jefferson High School



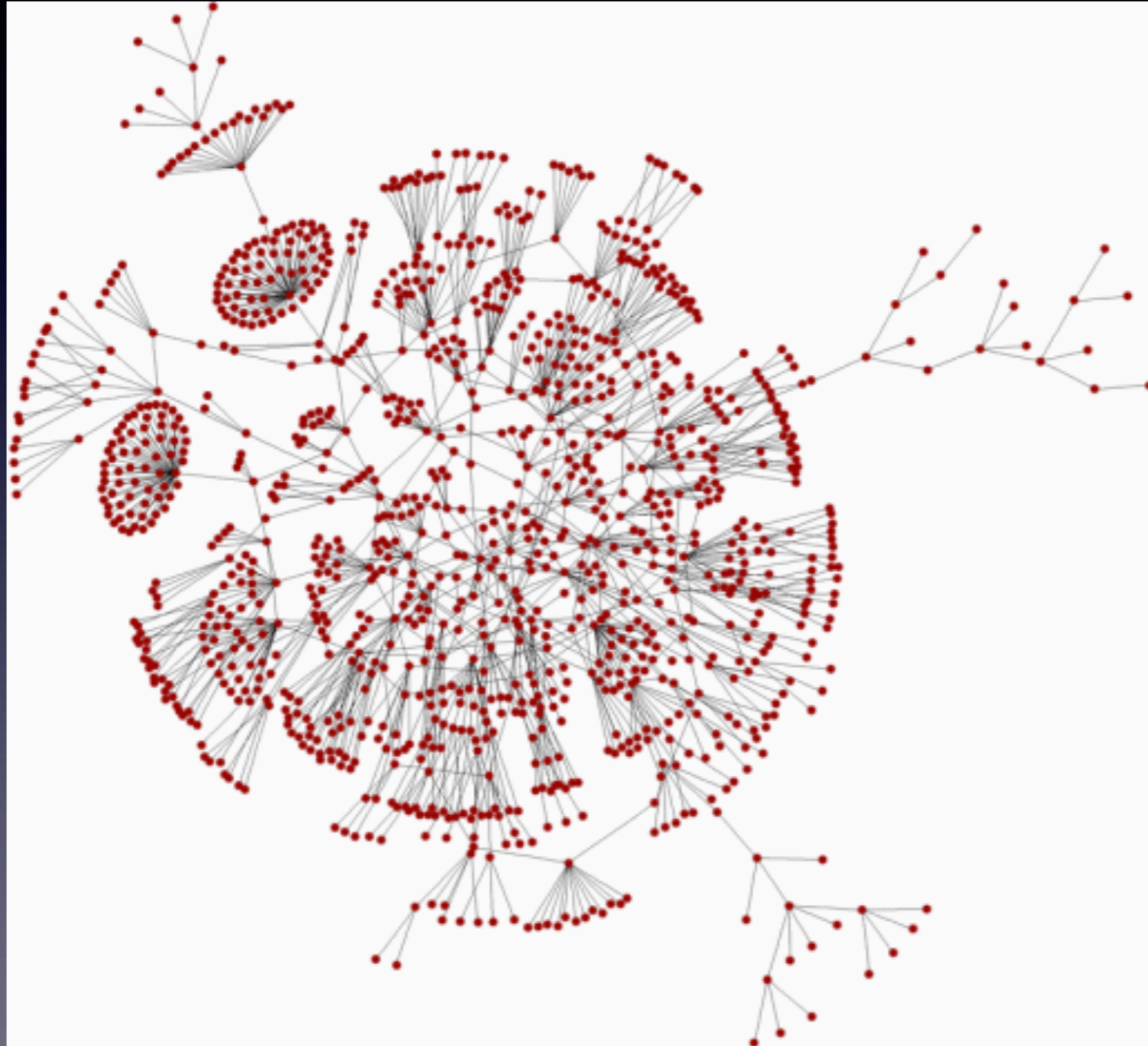
Online social network: a user's Facebook network



World Wide Web: political blogs in the US, 2004



Technological network: a peer-to-peer network



Technological network: Internet access network



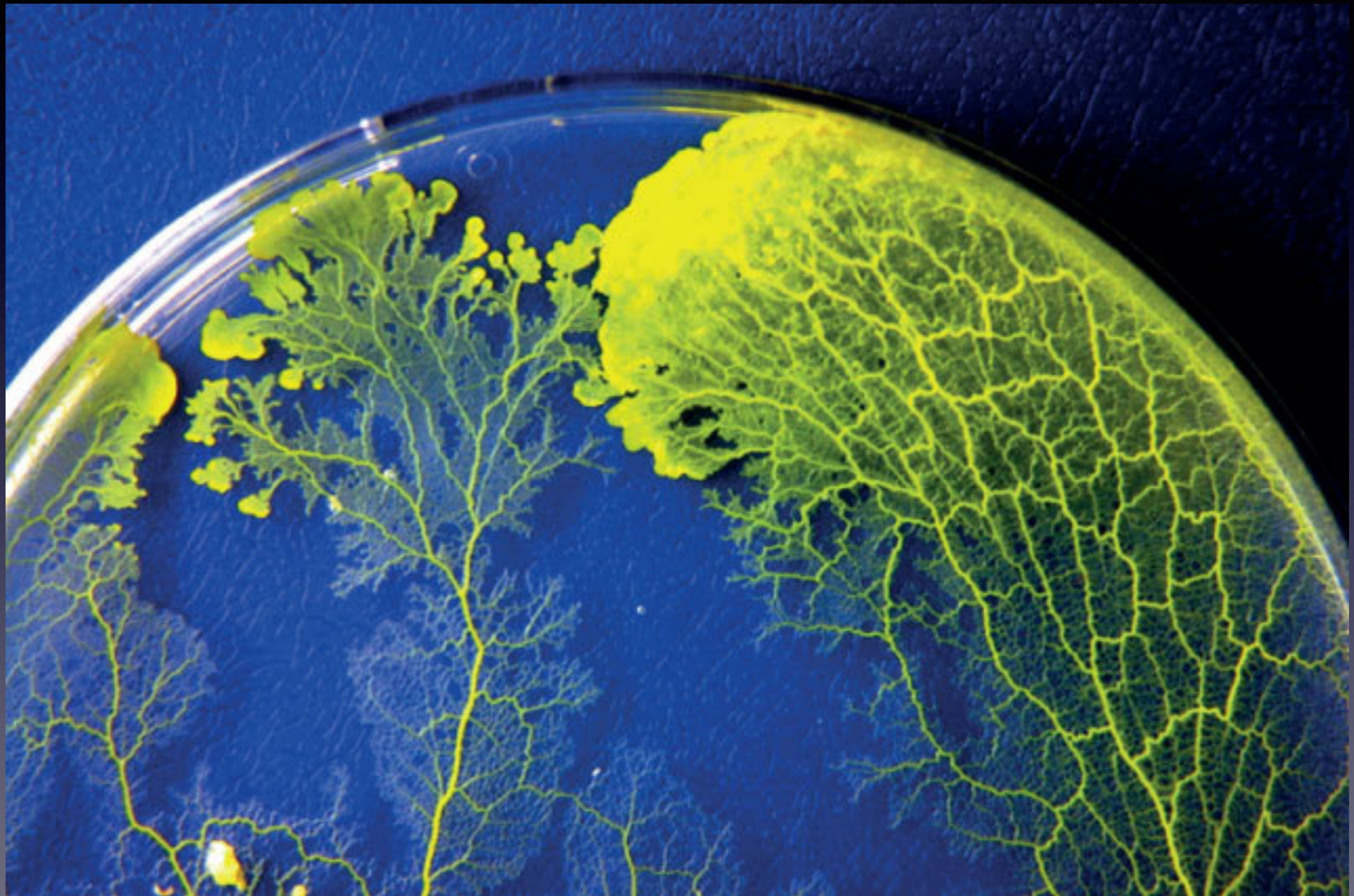
Technological network: subway transportation network



Physical networks: bridge structural network



Biological networks:
Physarum polycephalum tubular network



Puzzle

- At a dance event, there are some boys and girls
- *Every girl dances with at least one boy*
- *No boy dances with all girls*
- Prove that there must be boys b, b' and girls g, g' such that: (b, g) dance, (b', g') dance, but (b, g') , (b', g) don't!

