

Strategic Evolution in a Dual-Game Framework: An Agent-Based Model of Inequality and Cooperation

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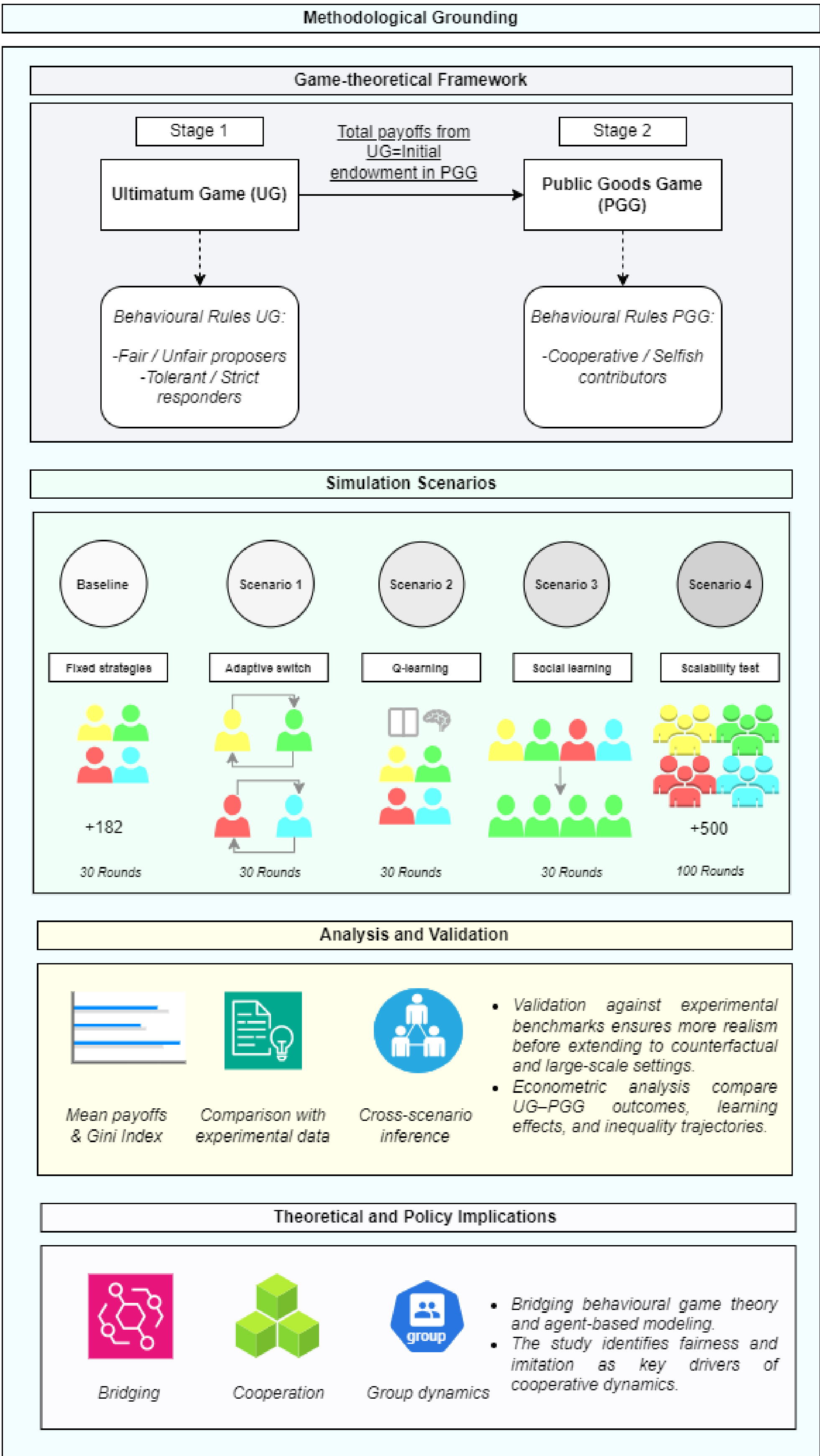
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Research Questions: How do different learning mechanisms influence strategic behaviours and outcomes in interconnected UG–PGG setting? What are the long-term effects of imitation-based learning on cooperation and inequality, and how robust are experimentally observed behavioural patterns when structural incentives are systematically varied?

INTRODUCTION & AIMS

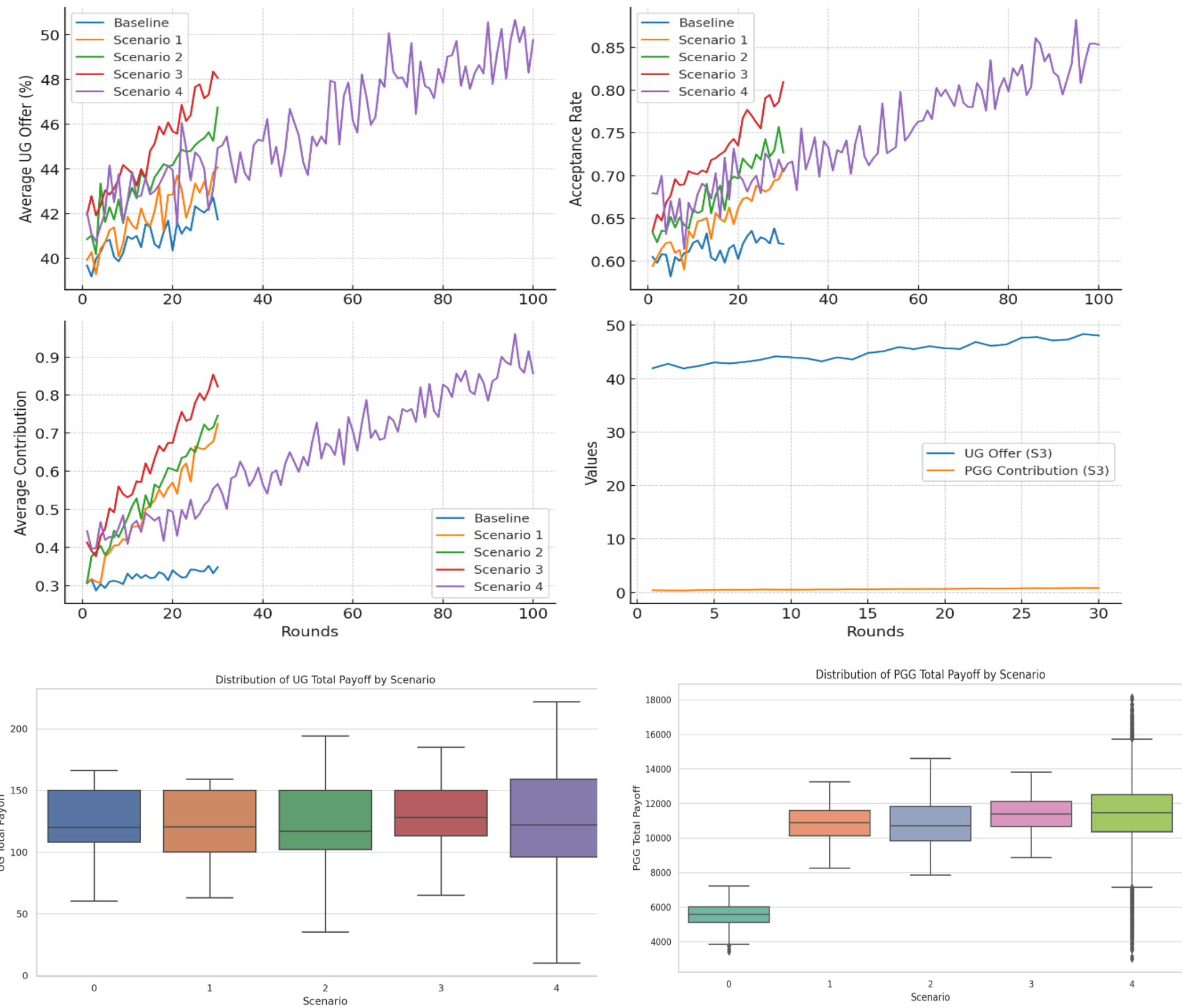
- Starting from von Neumann & Morgenstern (1944), **classical Game Theory** predicts self-interested equilibria, yet experiments show consistent patterns of fairness and cooperation that deviate from the standard game-theoretic approach (e.g., Güth et al., 1982; Fehr & Gächter, 2000).
- Agent-based models (ABM)** allow simulation of heterogeneity, bounded rationality, and adaptive learning in social dilemmas and the related (e.g., Axelrod, 1997).
- Previous ABM studies** explored, among others, reinforcement learning in public goods and fairness in ultimatum games, but often treated these contexts separately.
- This work develops** an experimentally grounded ABM that bridges the Ultimatum Game (UG) and the Public Goods Game (PGG), where UG payoffs determine PGG endowments, integrating distributive fairness and collective cooperation.
- Research aims:** to compare fixed, adaptive, reinforcement, and imitation learning; to test how structural incentives (e.g., MPCR) shape cooperation and inequality; and to validate model dynamics against experimental benchmarks (Bucciarelli & Ascigno, 2025).

METHODOLOGY



RESULTS & DISCUSSION

- Baseline model** reproduces experimental benchmarks (UG mean ≈ 122 , UG Gini $\approx 0,127$; PGG mean $\approx 5,542$, PGG Gini $\approx 0,108$).
- Higher MPCR and adaptive/reinforcement learning** (Scenarios 1–2) tend to boost cooperation and reduce inequality.
- Imitation dynamics** (Scenario 3) seek to maximise both efficiency and equity (UG mean = 130,6, PGG mean = 11,362; Gini \downarrow to 0,075), supporting the stabilising role of **social learning**.
- The large-scale extension** (Scenario 4) supports high cooperation (mean $\approx 11,430$) but shows increasing UG inequality (Gini $\approx 0,175$) due to **path dependence** and **strategy lock-in**.



CONCLUDING REMARKS

- Fairness in bargaining (UG)** directly stimulates **cooperation in collective contexts (PGG)**.
- Structural incentives** (e.g., Chaudhuri, 2011) strengthen contribution and stability.
- Social learning through imitation** improves **fairness and equity** (e.g., Apesteguia et al., 2007).
- Large populations** support cooperation, but increase **inequality in bargaining** due to path dependence.
- Policy insight:** Combining **incentive design** with **transparency** and **peer-to-peer tools** to foster cooperation.

FUTURE WORK / REFERENCES

- Expand behavioural heterogeneity:** Include conditional cooperators, norm enforcers, reputation systems, and fair-driven Artificial Intelligence for computational research.
 - Introduce networked interactions** to capture structural and relational complexity.
 - Test institutional interventions** such as redistribution, penalties, and reward schemes.
 - Enhance external validity** by integrating natural experimentation, as well as richer behavioural and structural dynamics.
 - Further connections** between behavioural game theory and computational social science.
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