open.michigan

Unless otherwise noted, the content of this course material is licensed under a Creative Commons Attribution 3.0 License.

http://creativecommons.org/licenses/by/3.0/

Copyright 2008, Lada Adamic

You assume all responsibility for use and potential liability associated with any use of the material. Material contains copyrighted content, used in accordance with U.S. law. Copyright holders of content included in this material should contact open.michigan@umich.edu with any questions, corrections, or clarifications regarding the use of content. The Regents of the University of Michigan do not license the use of third party content posted to this site unless such a license is specifically granted in connection with particular content objects. Users of content are responsible for their compliance with applicable law. Mention of specific products in this recording solely represents the opinion of the speaker and does not represent an endorsement by the University of Michigan. For more information about how to cite these materials visit http://michigan.educommons.net/about/terms-of-use.







Information diffusion in networks

outline

- factors influencing information diffusion
 - network structure: which nodes are connected?
 - strength of ties: how strong are the connections?
- studies in information diffusion:
 - Granovetter: the strength of weak ties
 - J-P Onnela et al: strength of intermediate ties
 - Kossinets et al: strength of backbone ties
 - Davis: board interlocks and adoption of practices
- network position and access to information
 - Burt: Structural holes and good ideas
 - Aral and van Alstyne: networks and information advantage
- networks and innovation
 - Lazer and Friedman: innovation

factors influencing diffusion

- network structure (unweighted)
 - density
 - degree distribution
 - clustering
 - connected components
 - community structure
- strength of ties (weighted)
 - frequency of communication
 - strength of influence
- spreading agent
 - attractiveness and specificity of information

Strong tie defined

- A strong tie
 - frequent contact
 - affinity

many mutual contacts





"forbidden triad": strong ties are likely to "close"

Less likely to be a bridge (or a local bridge)



Source: Granovetter, M. (1973). "The Strength of Weak Ties", American Journal of Sociology, Vol. 78, Issue 6, May 1973, pp. 1360-1380.

school kids and 1st through 8th choices of friends

snowball sampling:

will you reach more different kids by asking each kid to name their 2 best friends, or their 7th & 8th closest friend?



Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital, http://papers.ssrn.com/ sol3/papers.cfm?abstract_id=958158

outline

- factors influencing information diffusion
 - network structure: which nodes are connected?
 - strength of ties: how strong are the connections?
- studies in information diffusion:
 - Granovetter: the strength of weak ties
 - J-P Onnela et al: strength of intermediate ties
 - Kossinets et al: strength of backbone ties
 - Davis: board interlocks and adoption of practices
- network position and access to information
 - Burt: Structural holes and good ideas
 - Aral and van Alstyne: networks and information advantage
- networks and innovation
 - Lazer and Friedman: innovation

how does strength of a tie influence diffusion?

- M. S. Granovetter: The Strength of Weak Ties, AJS, 1973:
- finding a job through a contact that one saw
 - frequently (2+ times/week) 16.7%
 - occasionally (more than once a year but < 2x week) 55.6%</p>
 - rarely 27.8%
- but... length of path is short
 - contact directly works for/is the employer
 - or is connected directly to employer

strength of tie: frequency of communication

Kossinets, Watts, Kleinberg, KDD 2008:

- which paths yield the most up to date info?
- how many of the edges form the "backbone"?



image source: Kossinets et al. "The structure of information pathways in a social communication network", KDD 2008

the strength of intermediate ties

strong ties

- frequent communication, but ties are redundant due to high clustering
- weak ties
 - reach far across network, but communication is infrequent...
- Onnela J. et.al. PNAS 2007;104:7332-7336
 - use nation-wide cellphone call records and simulate diffusion using actual call timing
 - in simulation, individuals are most likely to obtain novel information through ties of intermediate strength

Localized strong ties slow infection spread.



source: Onnela J. et.al. PNAS 2007;104:7332-7336

how can information diffusion be different from simple contagion (e.g. a virus)?

simple contagion:

- infected individual infects neighbors with information at some rate
- threshold contagion:
 - individuals must hear information (or observe behavior) from a number or fraction of friends before adopting
- in lab: complex contagion (Centola & Macy, AJS, 2007)
 - how do you pick individuals to "infect" such that your opinion prevails
 - try it out in NetLogo:
 - http://projects.si.umich.edu/netlearn/ NetLogo4/DiffusionCompetition.html



diffusion of innovation

surveys:

- farmers adopting new varieties of hybrid corn by observing what their neighbors were planting (Ryan and Gross, 1943)
- doctors prescribing new medication (Coleman et al. 1957) (see lab to play with data set)
- Christakis and Fowler (spread of obesity & happiness in social networks) 2008
- online behavioral data:
 - Lerman (spread of FlickR photos & Digg stories) 2007
 - Backstrom et al. (joining LiveJournal groups & CS conferences) 2006
 - + others e.g. Anagnostopoulos et al. 2008



image source: Christakis & Fowler, 'The Spread of Obesity in a Large Social Network over 32 years', NEJM 357(4):370-379, 2007

Open question: how do we tell influence from correlation?



approaches:

- time resolved data: if adoption time is shuffled, does it yield the same patterns?
- if edges are directed: does reversing the edge direction yield less predictive power?

Example from reading: adopting new practices

Davis, corporate governance in the 1980s



FIG. 1—Diffusion of poison pills and golden parachutes among 1986 Fortune 500 firms, 1980–89.

Source: Corporate Elite Networks and Governance Changes in the 1980s; Gerald F. Davis, Henrich R. AJS Volume 103 Number 1 (July 1997): 1– 37.

differences

poison pills

- diffused through interlocks
- geography had little to do with it
- more likely to be influenced by tie to firm doing something similar & having similar centrality

golden parachutes

- did not diffuse through interlocks
- geography was a significant factor
- more likely to follow "central" firms
- why did one diffuse through the "network" while the other did not?

outline

- factors influencing information diffusion
 - network structure: which nodes are connected?
 - strength of ties: how strong are the connections?
- studies in information diffusion:
 - Granovetter: the strength of weak ties
 - J-P Onnela et al: strength of intermediate ties
 - Kossinets et al: strength of backbone ties
 - Davis: board interlocks and adoption of practices
- network position and access to information
 - Burt: Structural holes and good ideas
 - Aral and van Alstyne: networks and information advantage
- networks and innovation
 - Lazer and Friedman: innovation

Burt: structural holes and good ideas

- Managers asked to come up with an idea to improve the supply chain
- Then asked:
 - whom did you discuss the idea with?
 - whom do you discuss supply-chain issues with in general
 - do those contacts discuss ideas with one another?
 - 673 managers (455 (68%) completed the survey)
 - ~ 4000 relationships (edges)



	Percent Social Isolates	Mean Network Size	Mean Network Constraint	Mean Number Cited as Discussion Partners	Mean Network Constraint Cited Discussn. Partners	Mean Path Distance (min-max) for the 476 connected managers in graph
r Director (25)	0%	12.6	29.8	4.9	70.2	3.3 (2.7-4.2)
Manager (41)	5%	8.5	37.3	3.8	78.1	3.7 (2.9-6.4)
nager III (121)	11%	6.4	50.2	3.7	77.9	4.0 (3.0-6.4)
inager II (199)	27%	4.1	65.0	2.8	83.1	4.3 (2.8-6.4)
anager I (287)	44%	3.4	73.6	2.4	83.4	4.6 (3.4-7.4)
Mean (673)	29%	5.0	60.5	2.9	81.0	4.2 (2.7-7.4)

Figure 2. Supply-Chain Discussion Network

(excludes 193 social isolates)

Source: Structural Holes and Good Ideas; R. Burt, American Journal of Sociology, 2004



Figure 1. The Small World of Markets and Organizations

Source: Structural Holes and Good Ideas; R. Burt, American Journal of Sociology, 2004

results

people whose networks bridge structural holes have

- higher compensation
- positive performance evaluations
- more promotions
- more good ideas

these brokers are

- more likely to express ideas
- less likely to have their ideas dismissed by judges
- more likely to have their ideas evaluated as valuable

networks & information advantage

Betweenness

Constrained vs. Unconstrained



Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital (formerly titled 'Network Structure & Information Advantage'), http://papers.ssrn.com/sol3/papers.cfm?abstract_id=958158

Aral & Alstyne: Study of a head hunter firm

- Three firms initially
- Unusually measurable inputs and outputs
 - 1300 projects over 5 yrs and
 - 125,000 email messages over 10 months (avg 20% of time!)

Metrics

- (i) Revenues per person and per project,
- (ii) number of completed projects,
- (iii) duration of projects,
- (iv) number of simultaneous projects,
- (v) compensation per person
- Main firm 71 people in executive search (+2 firms partial data)
 - 27 Partners, 29 Consultants, 13 Research, 2 IT staff

Four Data Sets per firm

- **52** Question Survey (86% response rate)
- E-Mail
- Accounting
- 15 Semi-structured interviews

Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital (formerly titled 'Network Structure & Information Advantage'), http://papers.ssrn.com/sol3/papers.cfm?abstract_id=958158

Email structure matters

New Contract Revenue Coefficients ^a					Contract Execution Revenue Coefficients ^a			
Unstandardized Coefficients					Unstandardized Coefficients			
	В	Std. Error	Adj. R ²	Sig. F Δ	В	Std. Error	Adj. R ²	Sig. F Δ
(Base Model)			0.40				0.19	
Best structural pred.	12604.0***	4454.0	0.52	.006	1544.0**	639.0	0.30	.021
Ave. E-Mail Size	-10.7**	4.9	0.56	.042	-9.3*	4.7	0.34	.095
Colleagues' Ave. Response Time	-198947.0	168968.0	0.56	.248	-368924.0**	157789.0	0.42	.026
 a. Dependent Variable: Bookings02 b. Base Model: YRS_EXP, PARTDUM, %_CEO_SRCH, SECTOR(dummies), %_SOLO. 				a. Dependent Va b. N=39. *** p<.0	ariable: Billings02 01, ** p<.05, * p<.⁄	1		

Sending *shorter* e-mail helps get contracts and finish them.

Faster response from colleagues helps finish them.

Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital (formerly titled 'Network Structure & Information Advantage'), http://papers.ssrn.com/sol3/papers.cfm?abstract_id=958158

H5: Recruiters with larger personal rolodexes generate no more or less output

	Revenue \$	\$ for completed searches	Completed searches	Multitasking	Duration	Duration controlling for multitasking
Size of rolodex	-10.2	-22.9	0.000	0.000	-0.013	-0.013
(Q50)	(60.3)	(32.6)	(0.001)	(0.001)	(0.021)	(0.016)

* p < 0.10, ** p < 0.05, *** p < 0.01, Standard err in paren.

Instead, a larger private rolodex is associated with:

- Less information sharing
- Less DB proficiency
- Lower % of e-mail read
- Less learning from others
- Less perceived credit for ideas given to colleagues
- More dissembling on the phone

Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital (formerly titled 'Network Structure & Information Advantage'), http://papers.ssrn.com/sol3/papers.cfm?abstract_id=958158

diverse networks drive performance by providing access to novel information

- network structure (having high degree) correlates with receiving novel information sooner (as deduced from hashed versions of their email)
 - getting information sooner correlates with \$\$ brought in
 - controlling for # of years worked
 - job level

. . . .



Non-Redundant Information Received By Ego

Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital, http://papers.ssrn.com/ sol3/papers.cfm?abstract_id=958158

Network Structure Matters

New Contract Revenue Coefficients ^a					Contract Execution Revenue Coefficients ^a			
	Unstan	Unstandardized Coefficients				ardized Coeffici	ents	
	В	Std. Error	Adj. R ²	Sig. F Δ	В	Std. Error	Adj. R ²	Sig. F Δ
(Base Model)			0.40				0.19	
Size Struct. Holes	13770***	4647	0.52	.006	7890*	4656	0.24	.100
Betweenness	1297*	773	0.47	040	1696**	697	0.30	.021

Bridging diverse communities is significant.

Being in the thick of information flows is significant.

Source: M. van Alstyne, S. Aral. Networks, Information & Social Capital (formerly titled 'Network Structure & Information Advantage'), http://papers.ssrn.com/sol3/papers.cfm?abstract_id=958158

outline

- factors influencing information diffusion
 - network structure: which nodes are connected?
 - strength of ties: how strong are the connections?
- studies in information diffusion:
 - Granovetter: the strength of weak ties
 - J-P Onnela et al: strength of intermediate ties
 - Kossinets et al: strength of backbone ties
 - Davis: board interlocks and adoption of practices
- network position and access to information
 - Burt: Structural holes and good ideas
 - Aral and van Alstyne: networks and information advantage
- networks and innovation
 - Lazer and Friedman: innovation

networks and innovation: is more information diffusion always better?



linear network

fully connected network

- Nodes can innovate on their own (slowly) or adopt their neighbor's solution
- Best solutions propagate through the network

Tortoise, Hare: David Eppstein. http://commons.wikimedia.org/wiki/File:Tortoise_and_hare_algorithm.svg



source: Lazer, David and Friedman, Allan, The Parable of the Hare and the Tortoise: Small Worlds, Diversity, and System Performance: http://ssrn.com/abstract=832627

networks and innovation

- fully connected network converges more quickly on a solution, but if there are lots of local maxima in the solution space, it may get stuck without finding optimum.
- linear network (fewer edges) arrives at better solution eventually because individuals innovate longer



source: Lazer, David and Friedman, Allan, The Parable of the Hare and the Tortoise: Small Worlds, Diversity, and System Performance: http://ssrn.com/abstract=832627

lab: networks and coordination

- Kearns et al. Science 313 (5788), pp. 824 827, 2006:
 - network structure affects convergence in coordination games, e.g. graph coloring
 - try it out in NetLogo:
 - http://projects.si.umich.edu/netlearn/NetLogo4/GraphColoring.html



to sum up

- network structure influences information diffusion
- strength of tie matters
- diffusion can be simple (person to person) or complex (individuals having thresholds)
- people in special network positions (the brokers) have an advantage in receiving novel info & coming up with "novel" ideas
- in some scenarios, information diffusion may hinder innovation