

The background of the slide is a complex network diagram. It consists of numerous nodes of various sizes and colors (including red, blue, green, orange, and grey) connected by thin grey lines representing edges. The nodes are distributed across the slide, with some clusters being more dense than others. The overall appearance is that of a large, interconnected system, likely representing a network of relationships or data points.

# **The Architecture of Complexity: From Networks to Economic Systems**

**Albert-László Barabási**

**Center for Complex Networks Research**

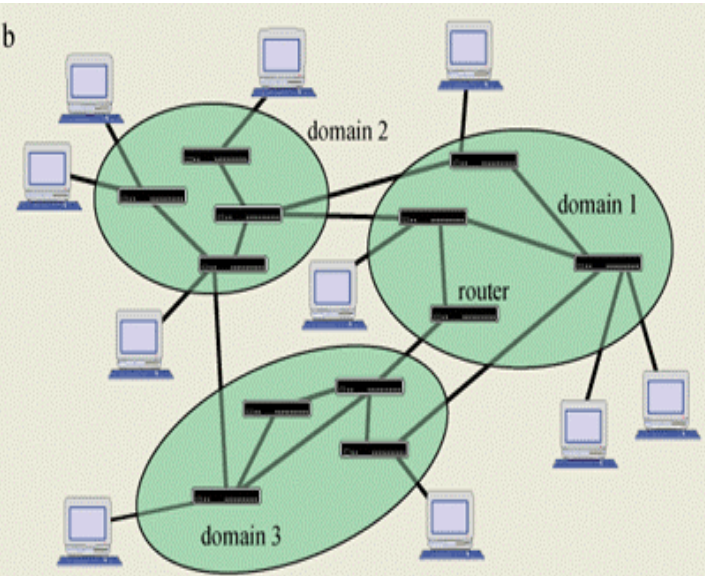
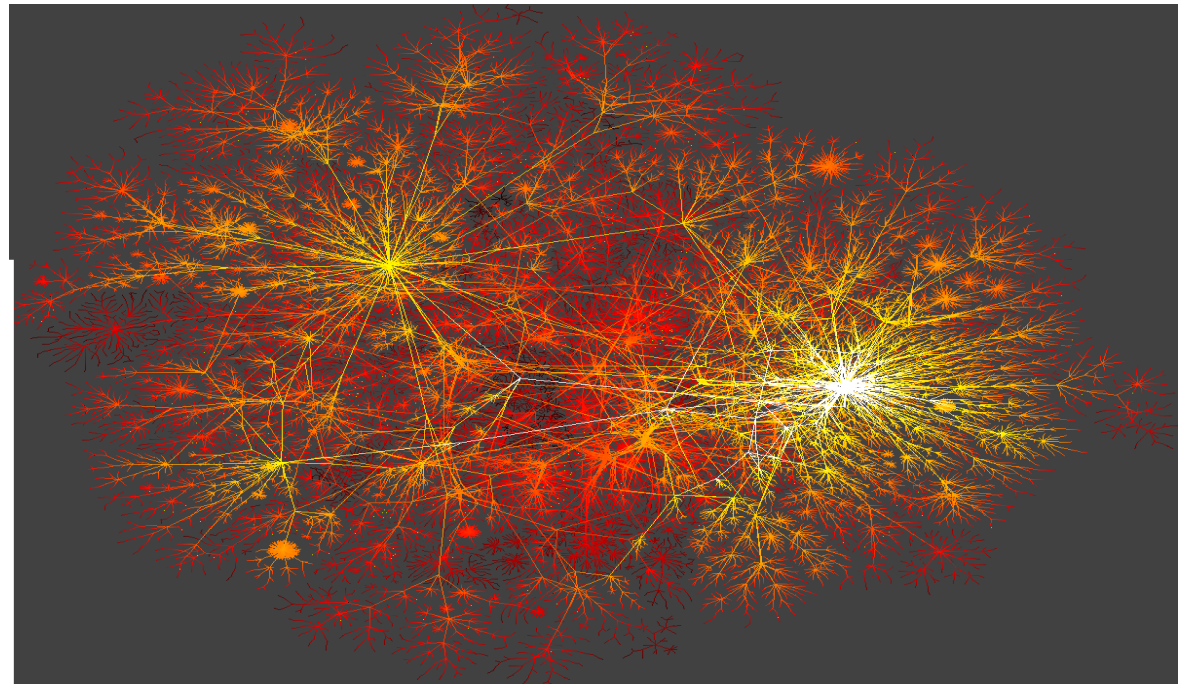
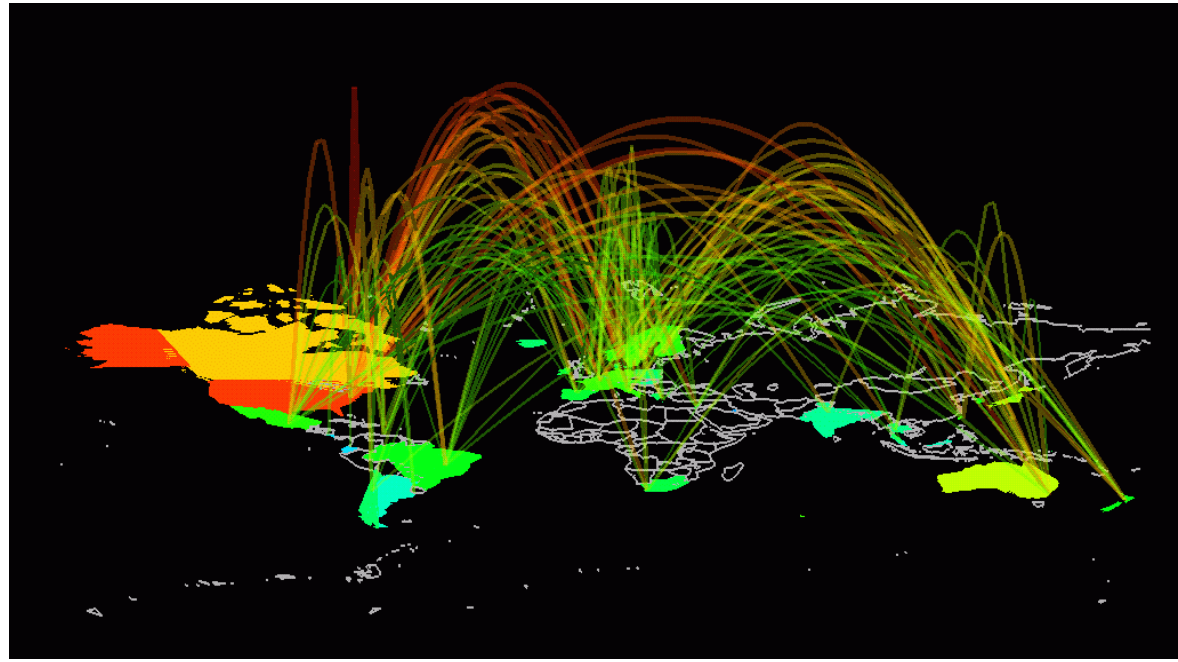
**Northeastern University**

**Department of Medicine and CCSB**

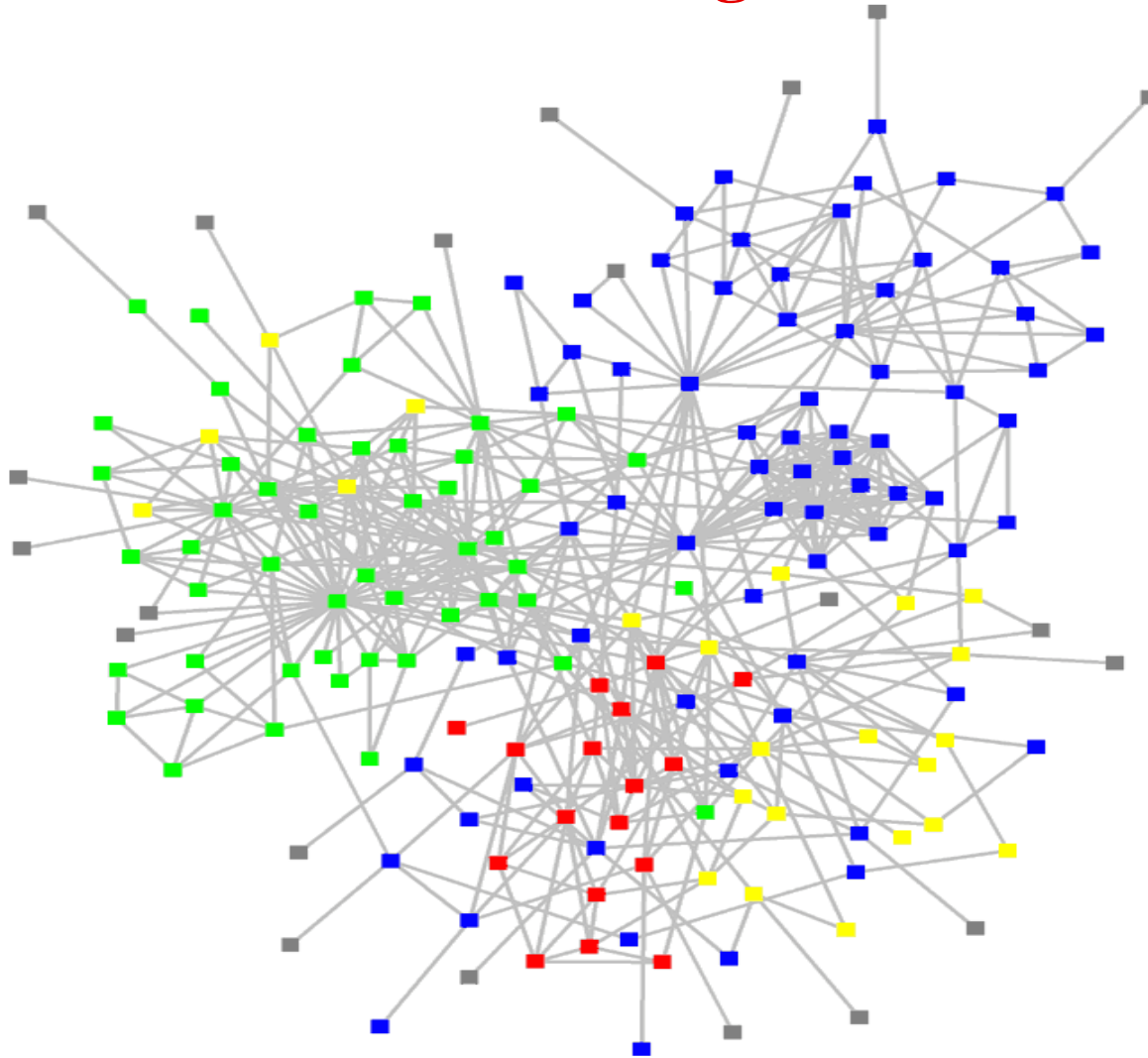
**Harvard Medical School**

**[www.BarabasiLab.com](http://www.BarabasiLab.com)**

# Internet



# Structure of an organization



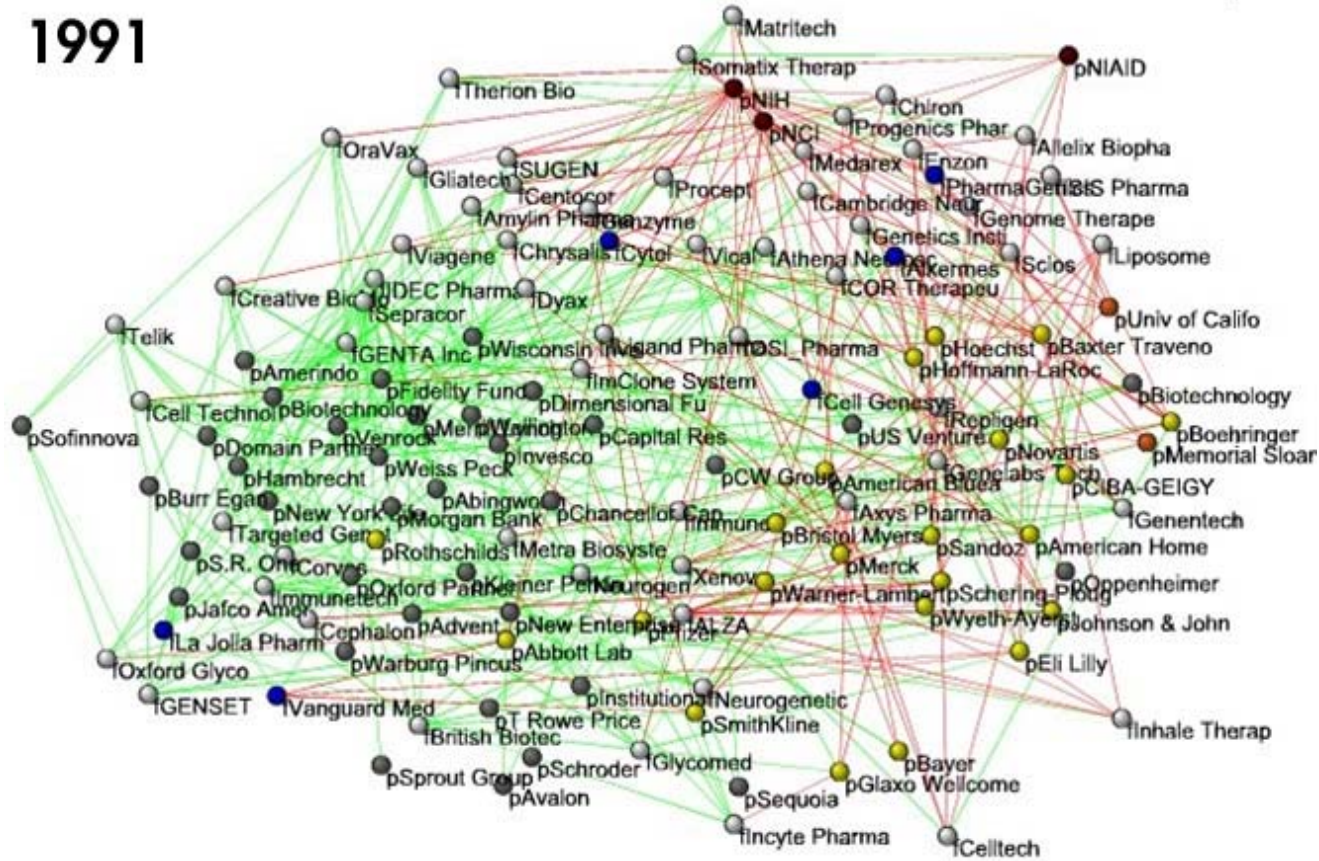
**Red, blue, or green:** departments

**Yellow:** consultants

**Grey:** external experts

# Business ties in US biotech-industry

1991



**Nodes: companies**

investment

pharma

research labs

public

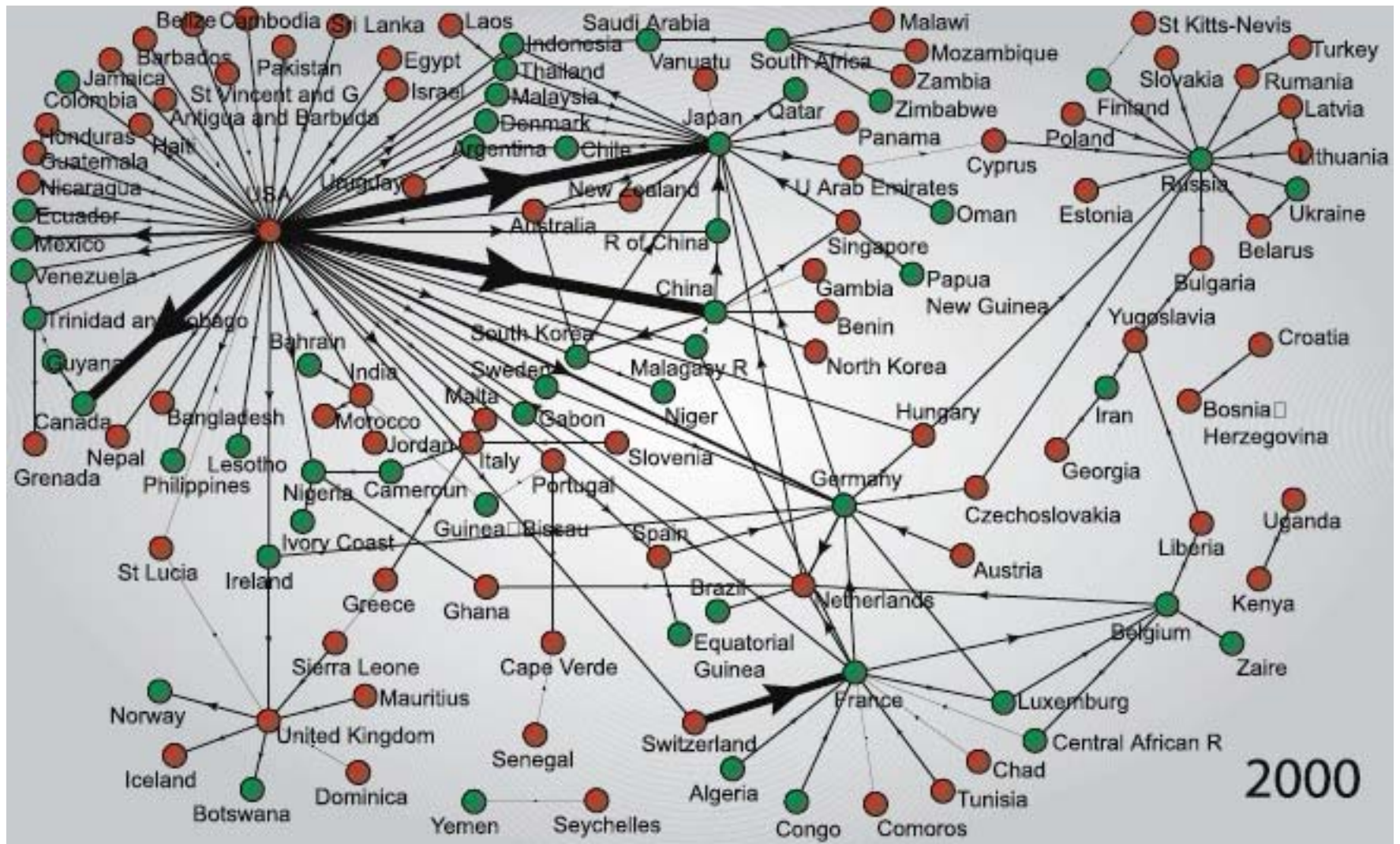
biotechnology

**Links: collaborations**

financial

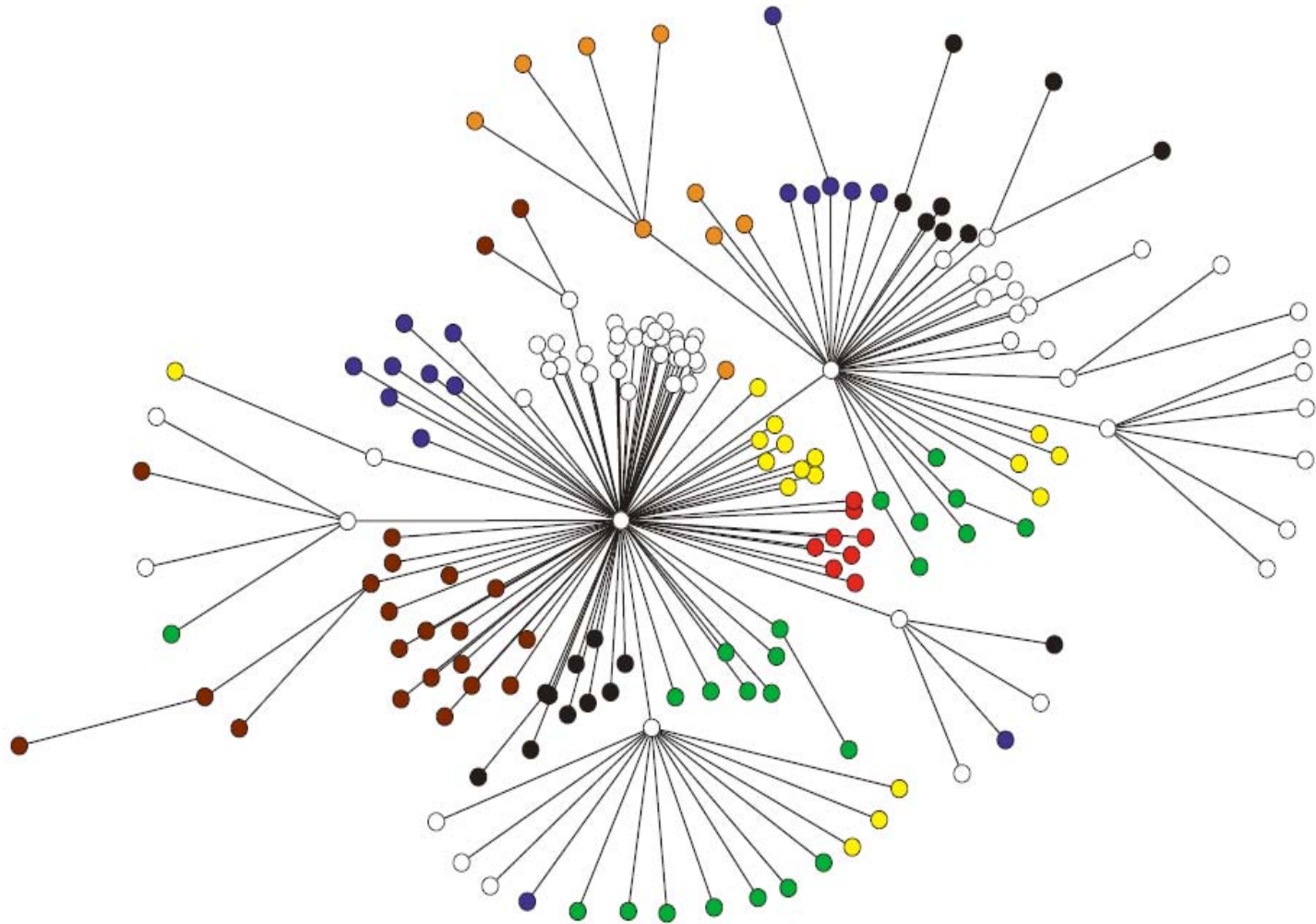
R&D

# Trade Imbalance Network



**World trade imbalance web for 2000. Directed network of merchandise trade imbalances between world countries. Each country appears as a node and the direction of the arrow follows that of the net flow of money. (Serrano et al 2007).**

# Japanese Credit Network Between Banks



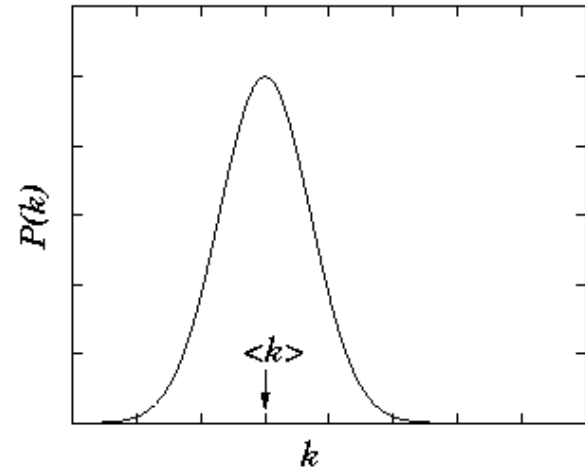
**An Analysis of the Japanese Credit Network**

**G. De Masi, Y. Fujiwara, M. Gallegati, B. Greenwald, J. E. Stiglitz (16 Jan 2009)**



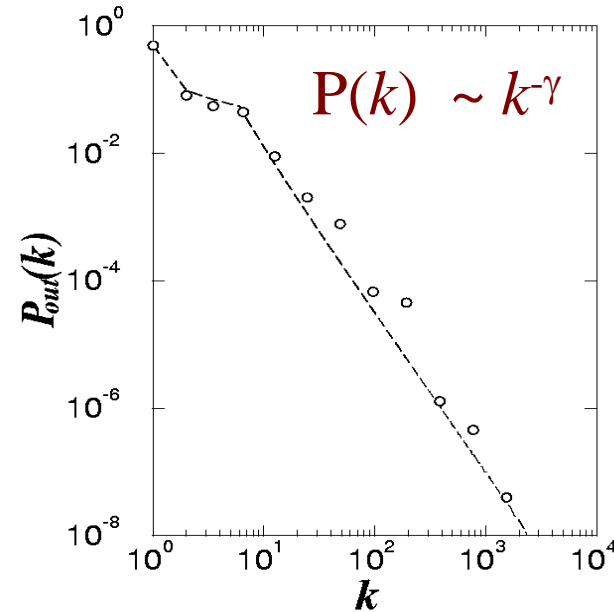
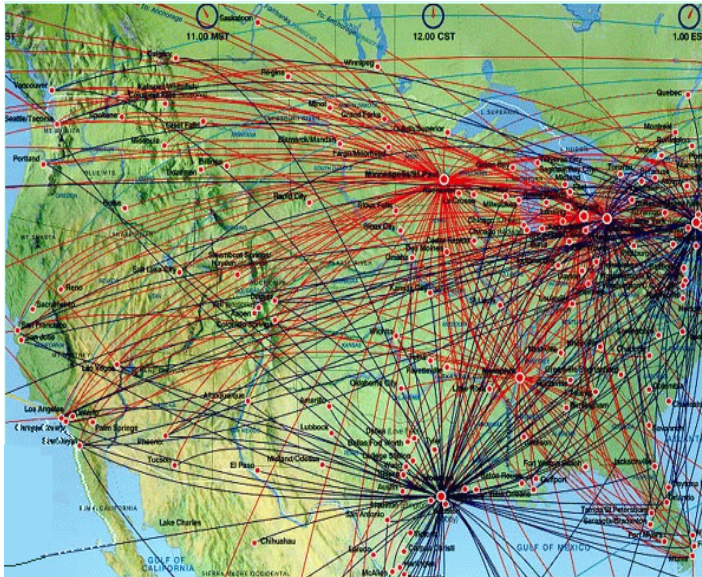
# World Wide Web

Exponential Network



Expected

Scale-free Network



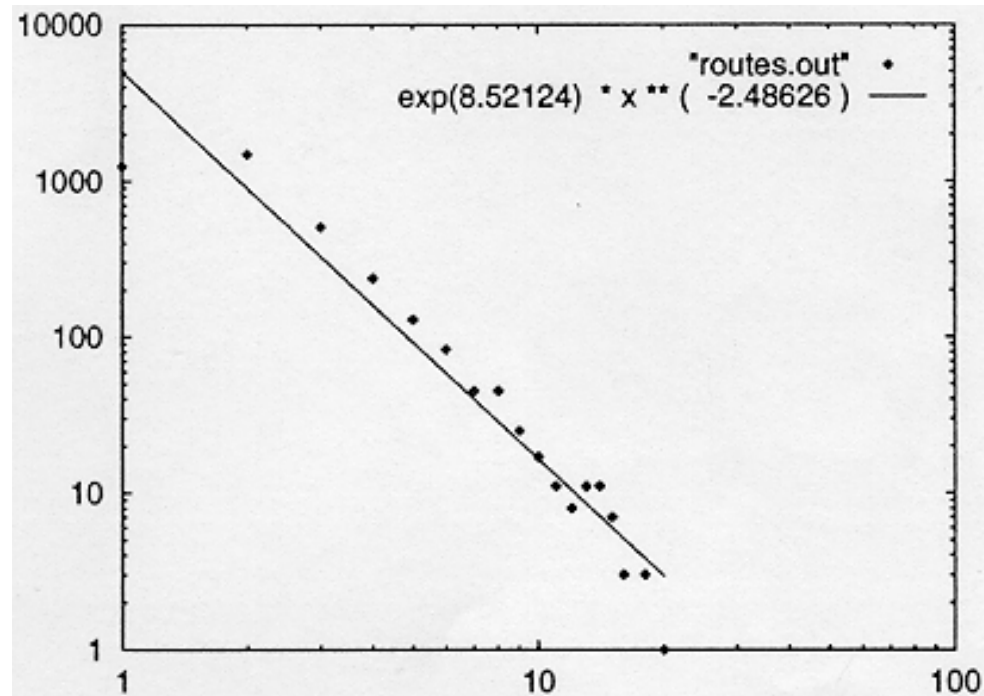
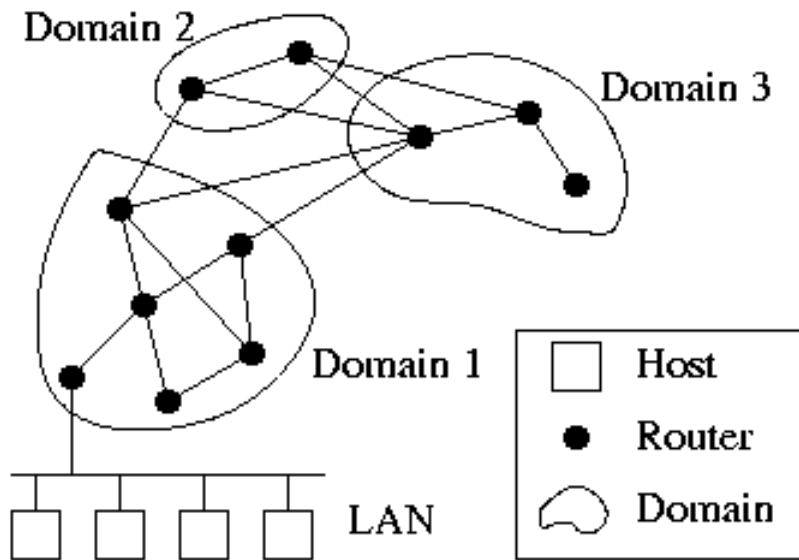
Found



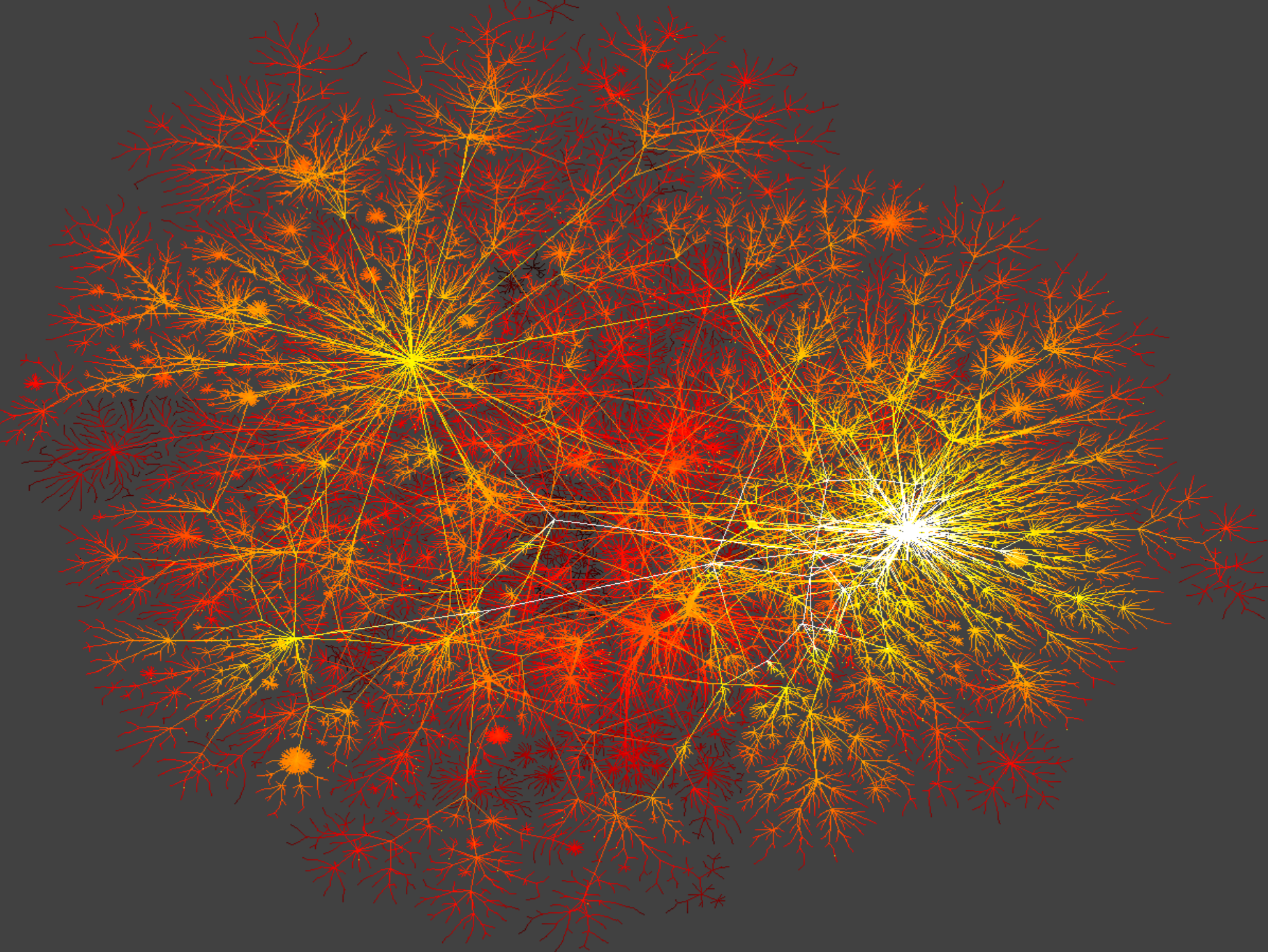
# INTERNET BACKBONE

Nodes: computers, routers

Links: physical lines



(Faloutsos, Faloutsos and Faloutsos, 1999)



# Origin of SF networks: Growth and preferential attachment

(1) Networks continuously expand by the addition of new nodes

WWW : addition of new documents

(2) New nodes prefer to link to highly connected nodes.

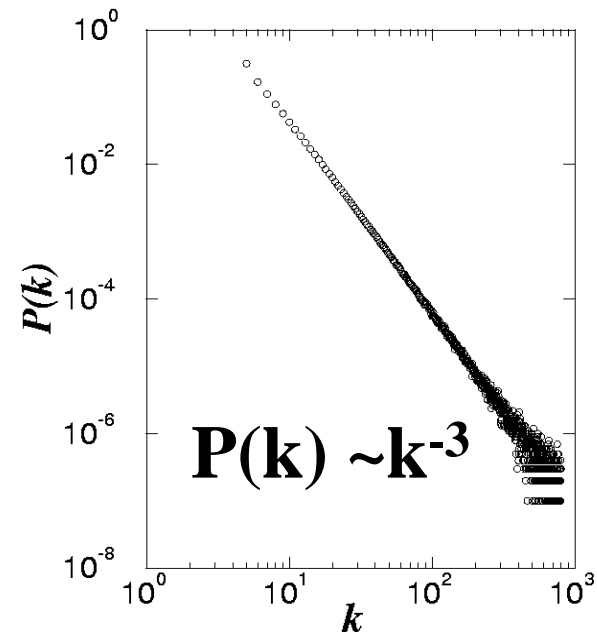
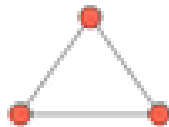
WWW : linking to well known sites

**GROWTH:**

add a new node with  $m$  links

**PREFERENTIAL ATTACHMENT:** the probability that a node connects to a node with  $k$  links is proportional to  $k$ .

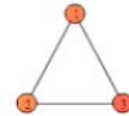
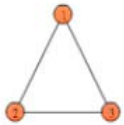
$$\Pi(k_i) = \frac{k_i}{\sum_j k_j}$$

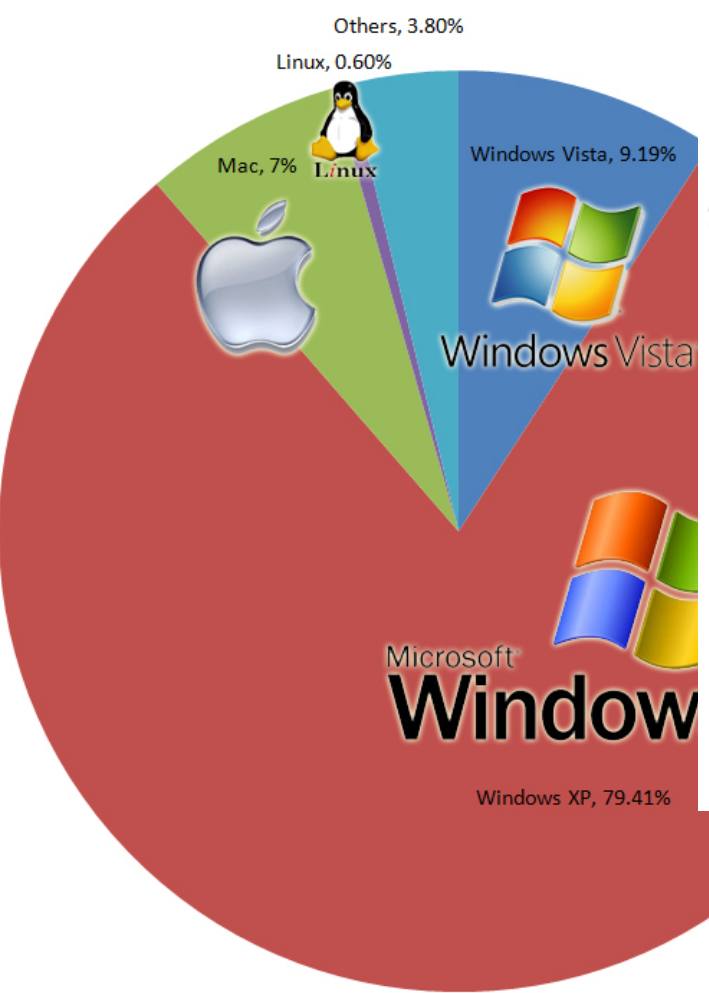


# Fitness Model: Can Latecomers Make It?

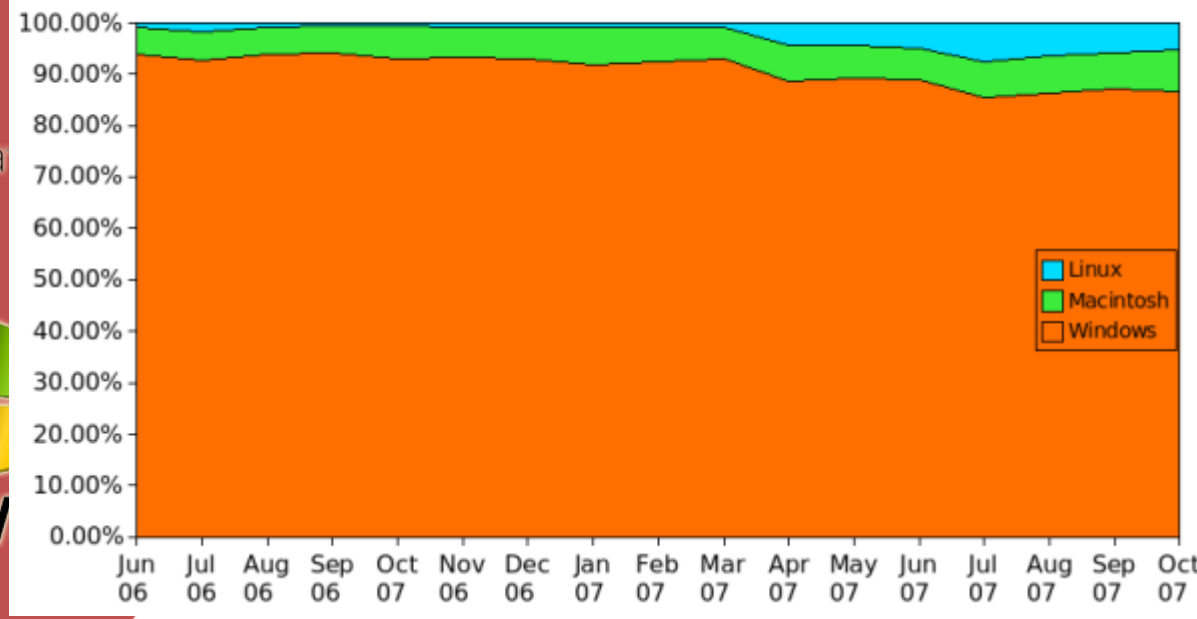
SF model:  $k(t) \sim t^{1/2}$  (first mover advantage)

Fitness model: fitness ( $\eta$ )  $\Pi(k_i) \cong \frac{\eta_i k_i}{\sum_j \eta_j k_j}$   $k(\eta, t) \sim t^{\beta(\eta)}$   
 $\beta(\eta) = \eta/C$



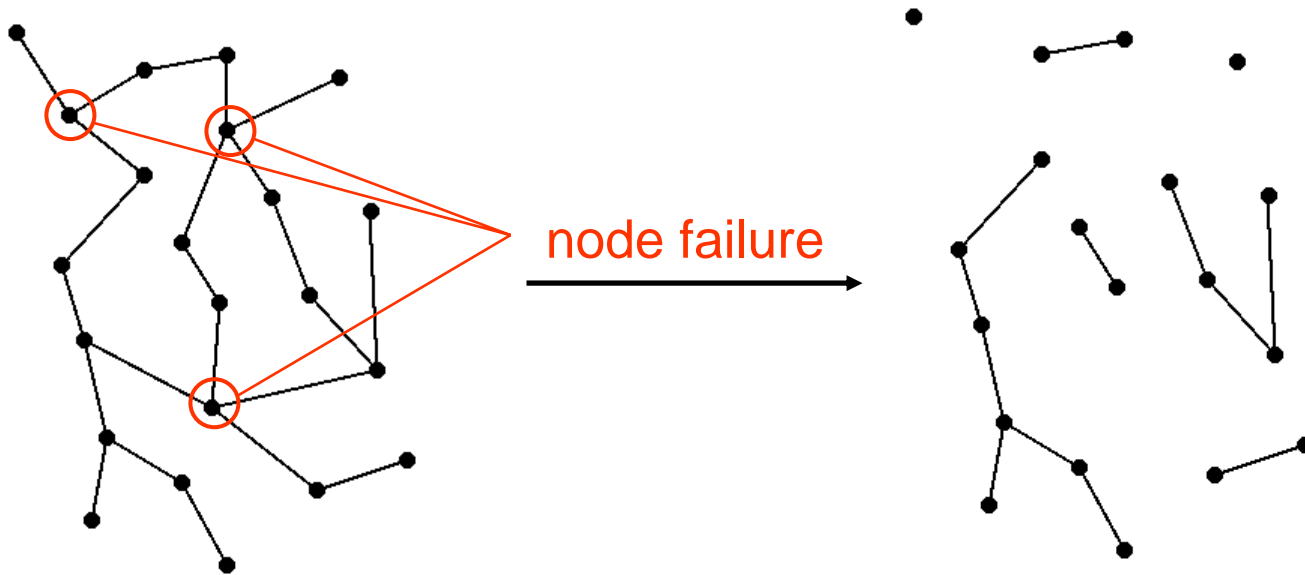
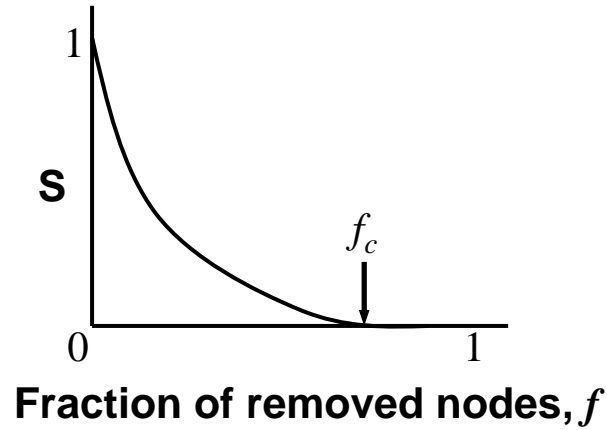


Operating Systems Percentage

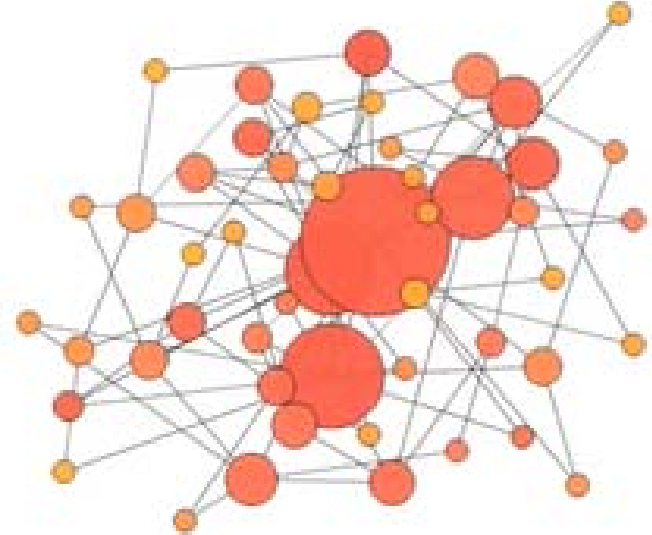
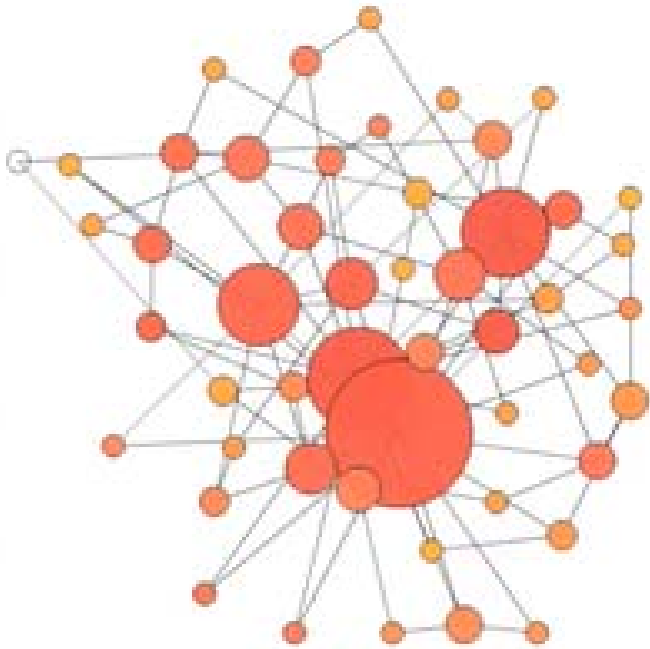


# Robustness

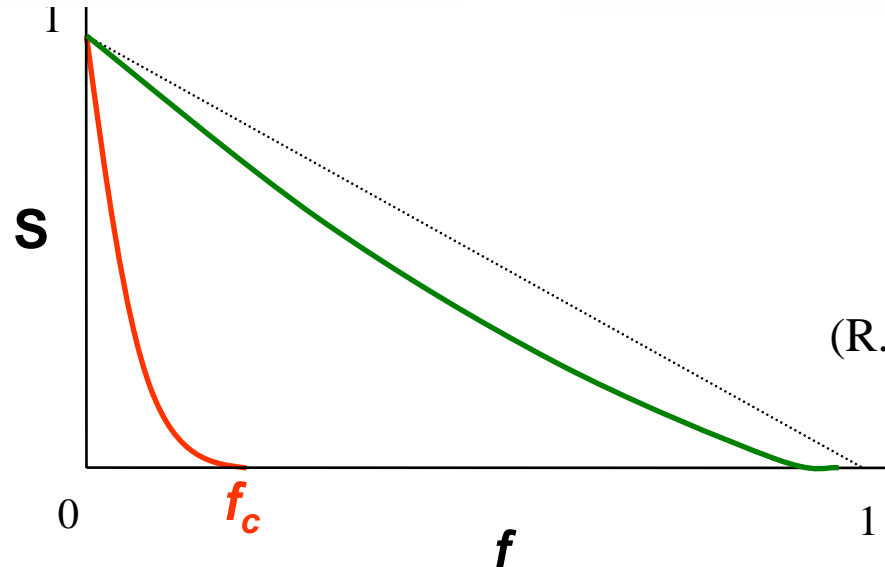
Complex systems maintain their basic functions even under errors and failures  
(cell → mutations; Internet → router breakdowns)



# Robustness of scale-free networks



Attacks

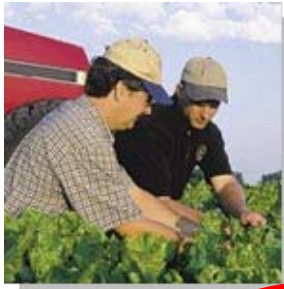


Failures

$$\gamma \leq 3 : f_c = 1$$

(R. Cohen et al PRL, 2000)

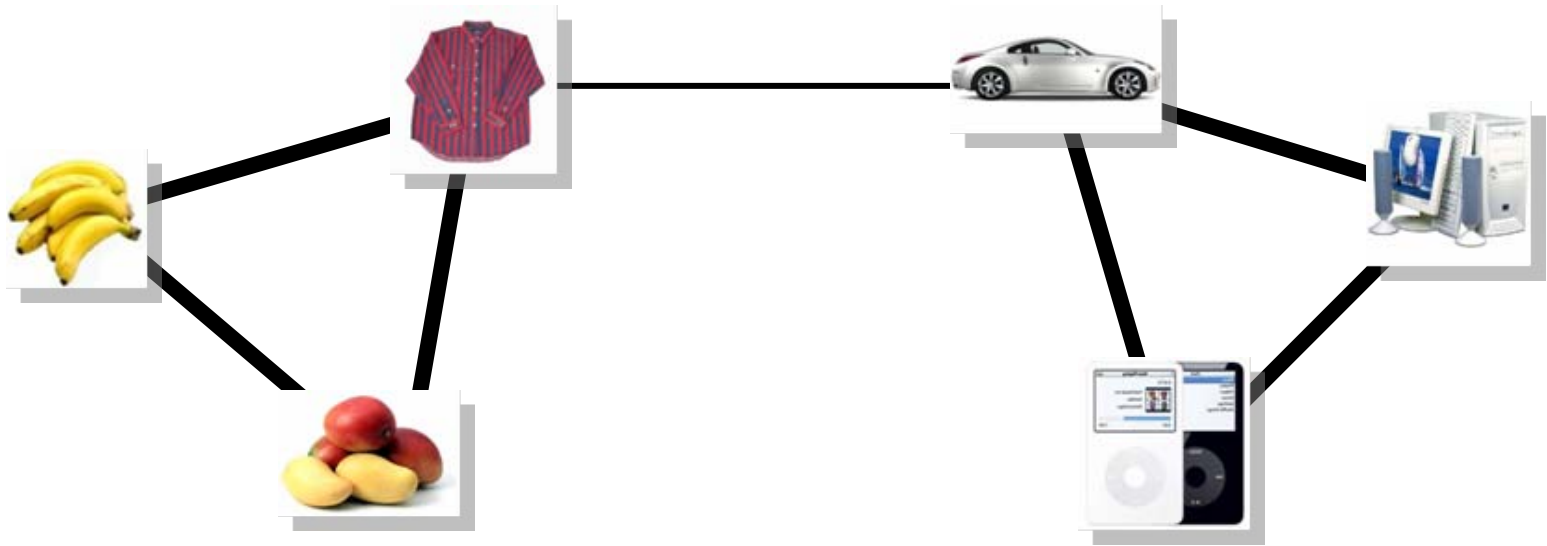
Albert, Jeong, Barabási, *Nature* **406** 378 (2000)

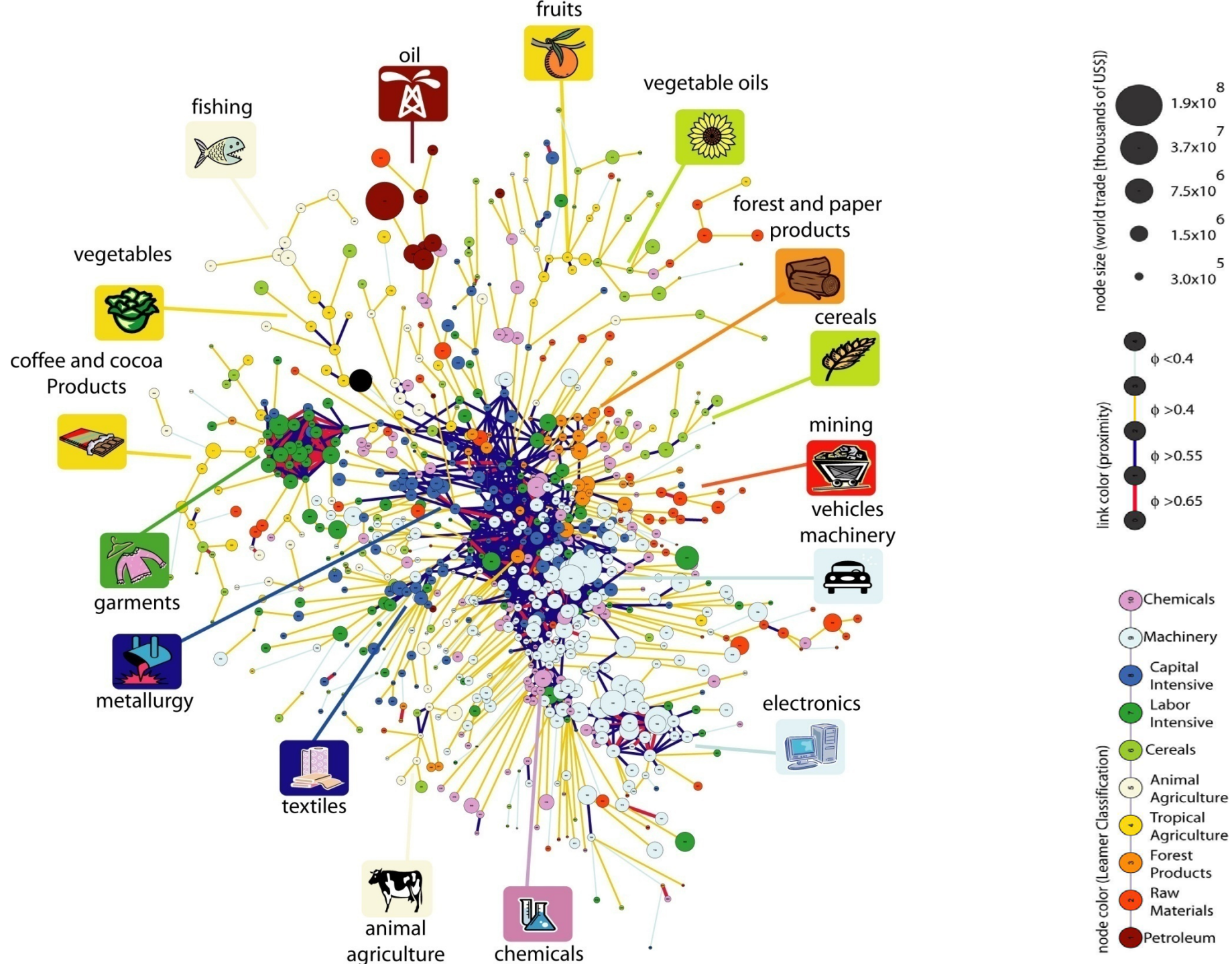






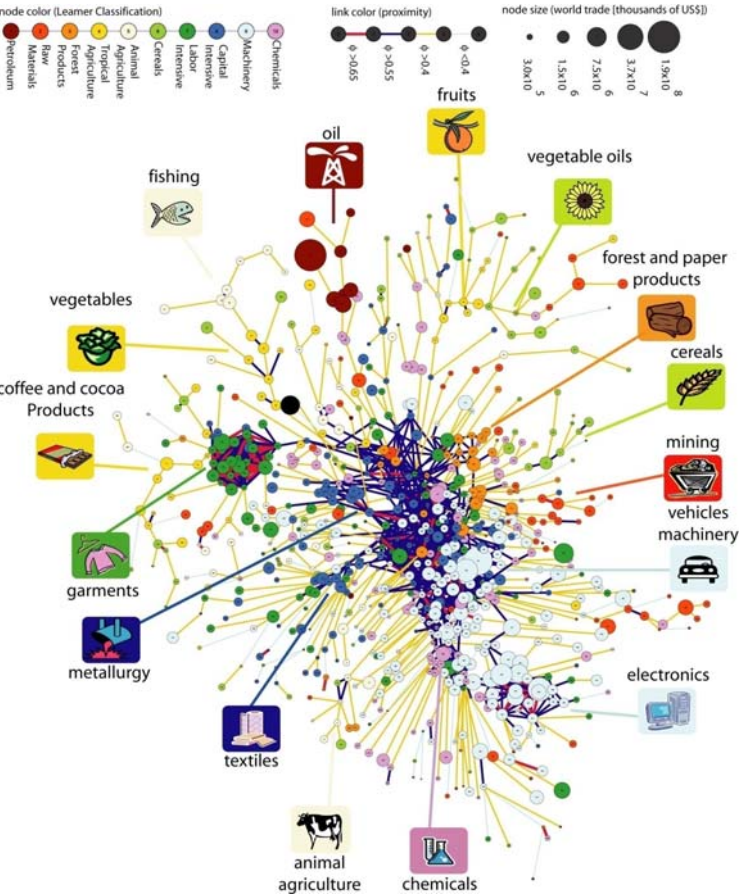
**B. Balassa, *The Review of Economics and Statistics* 68, 315 (1986).**





# KEY

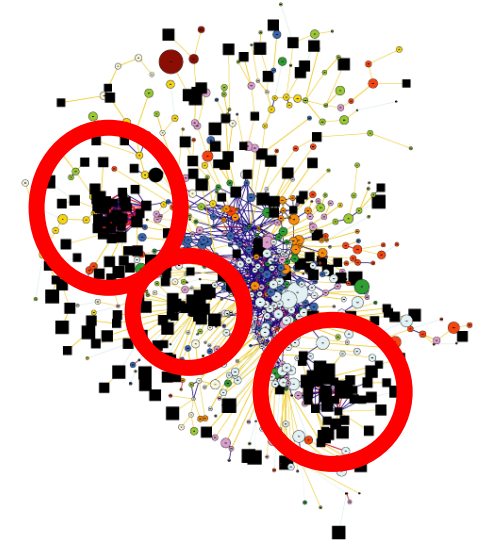
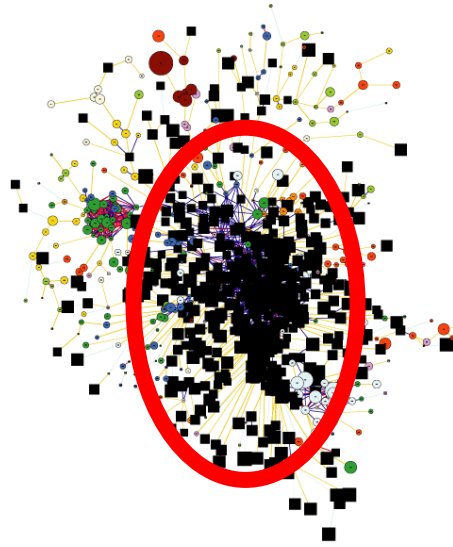
 Denotes where region has RCA



Industrialized Countries



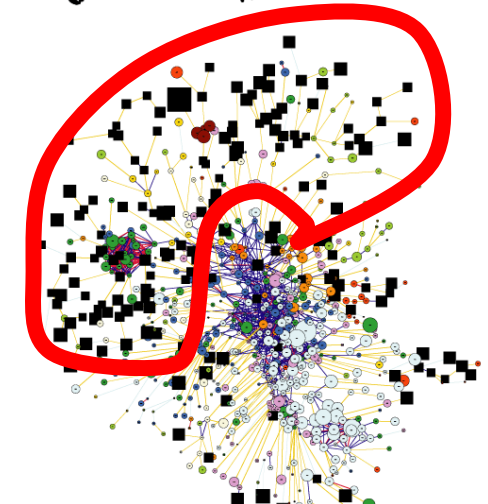
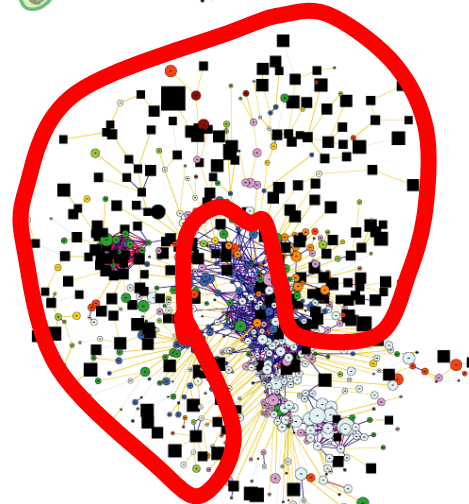
East Asia Pacific



Latin America and the Caribbean

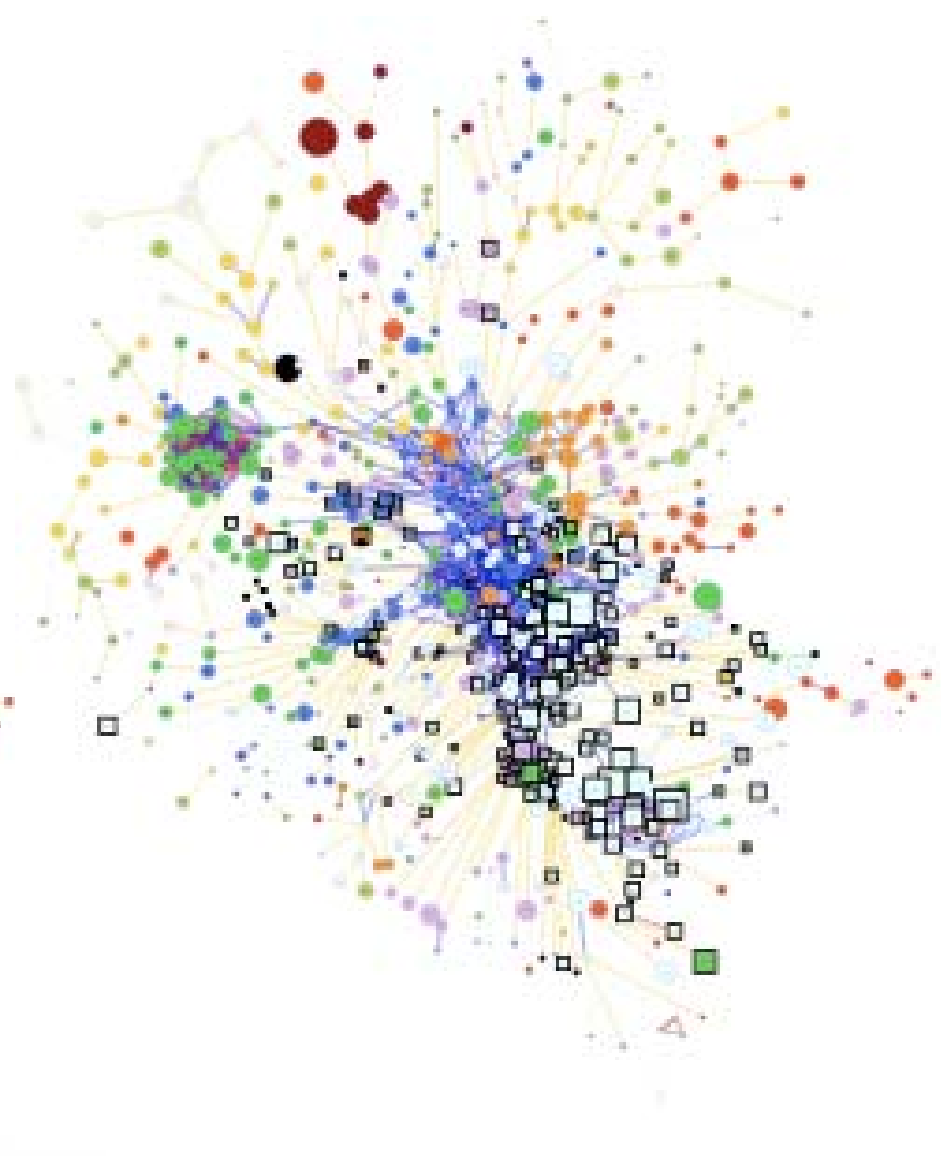
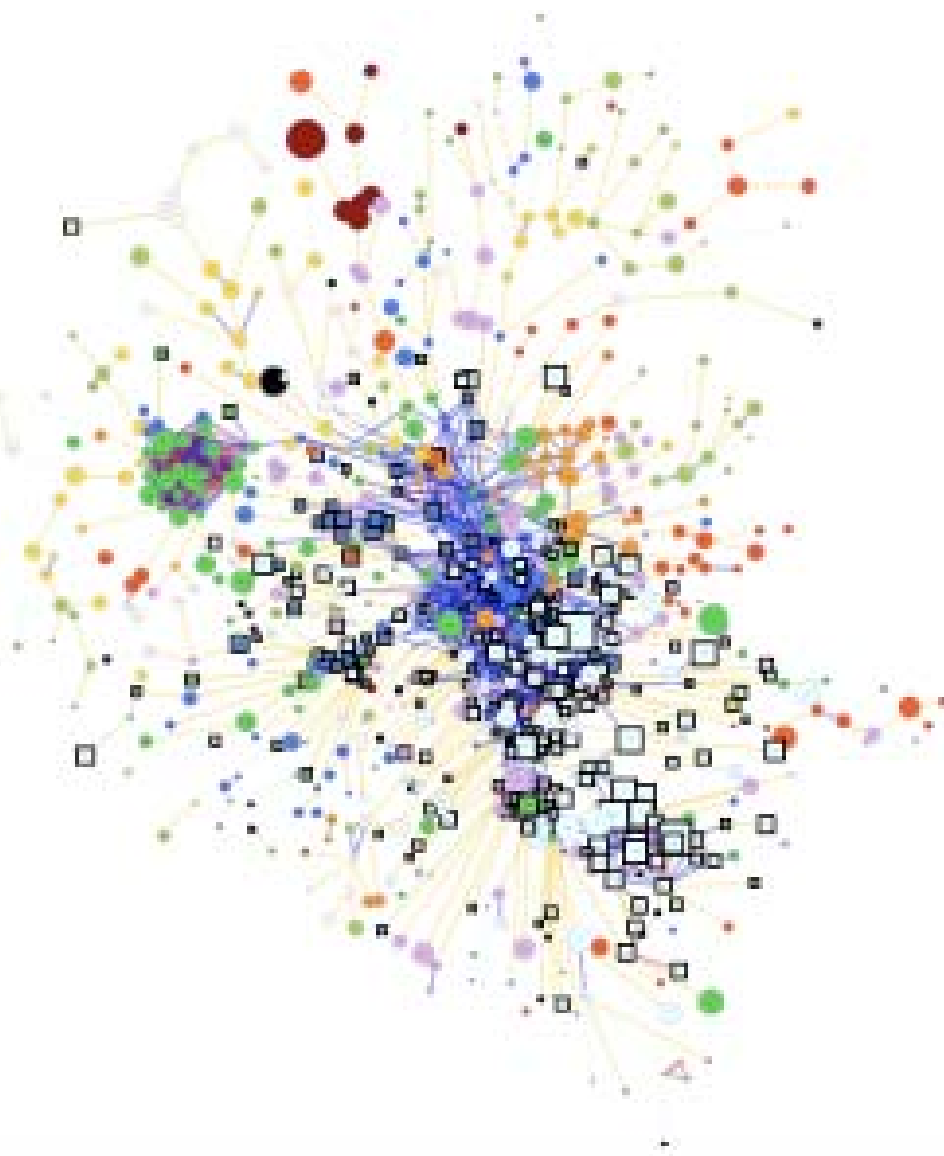


Sub-Saharan Africa

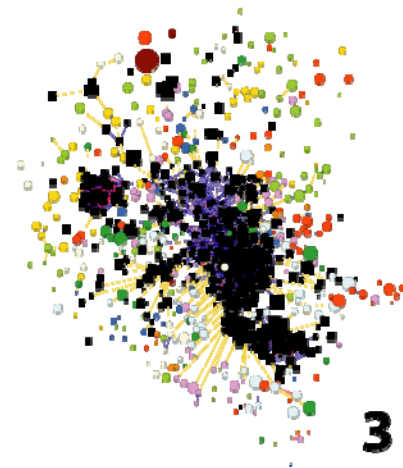
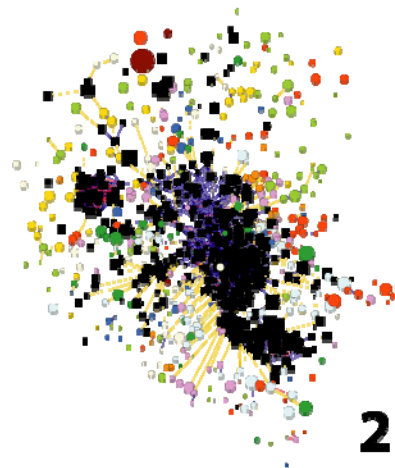
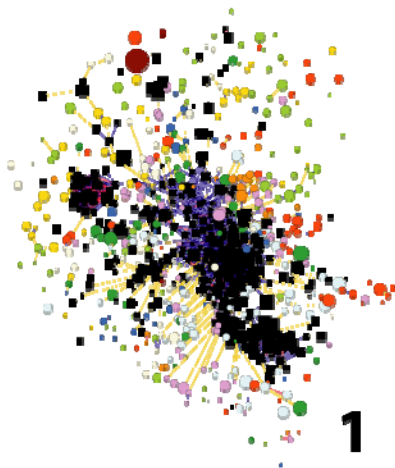
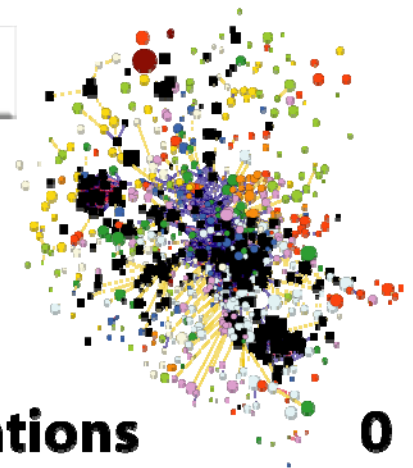
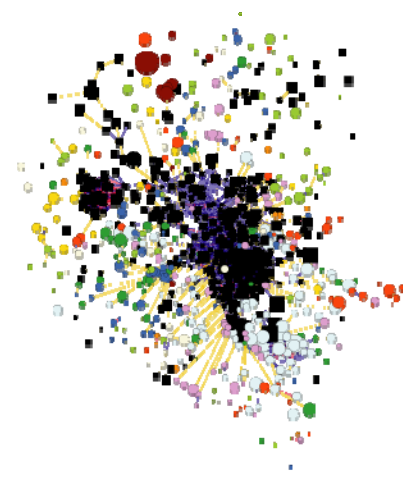
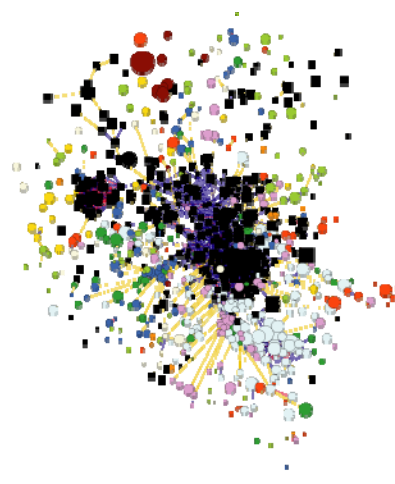
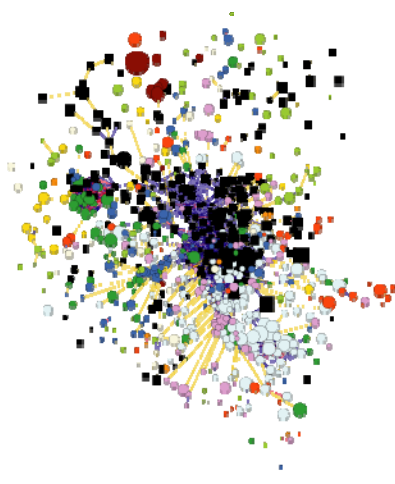
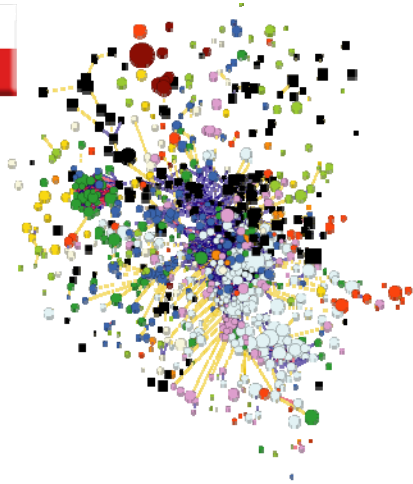


**Japan 1985**

**Japan 2000**



# Iterated Diffusion ( $\phi=0.55$ )



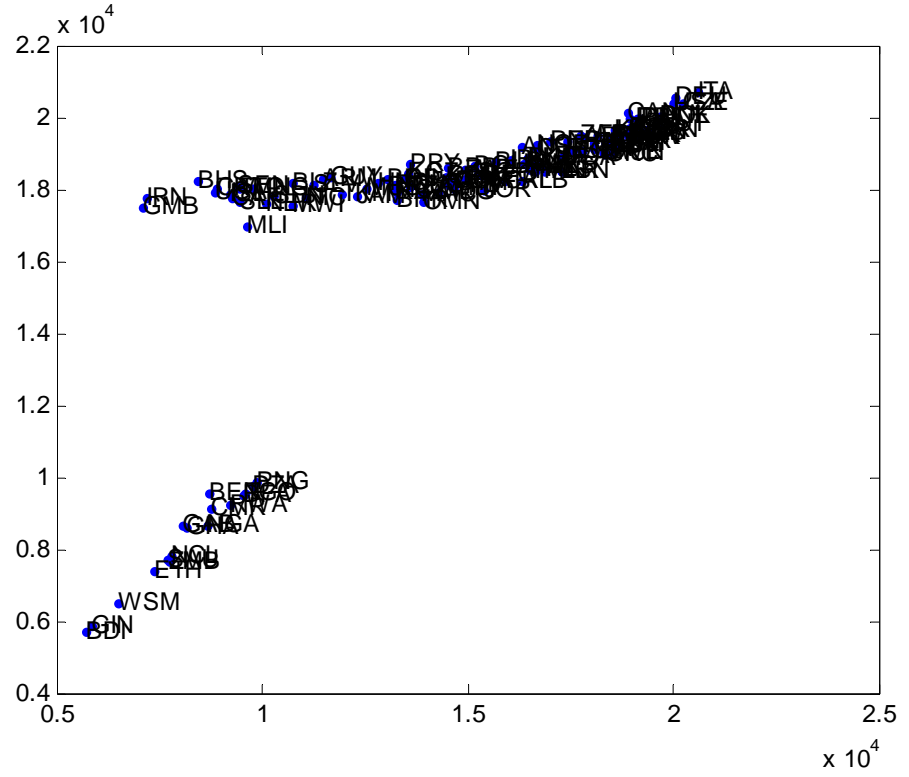
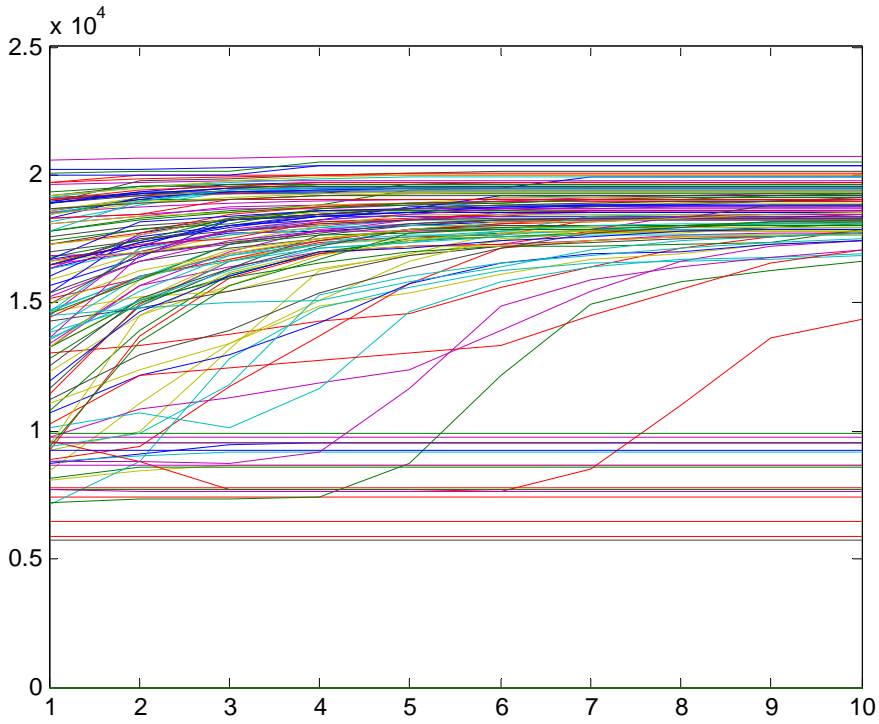
Iterations

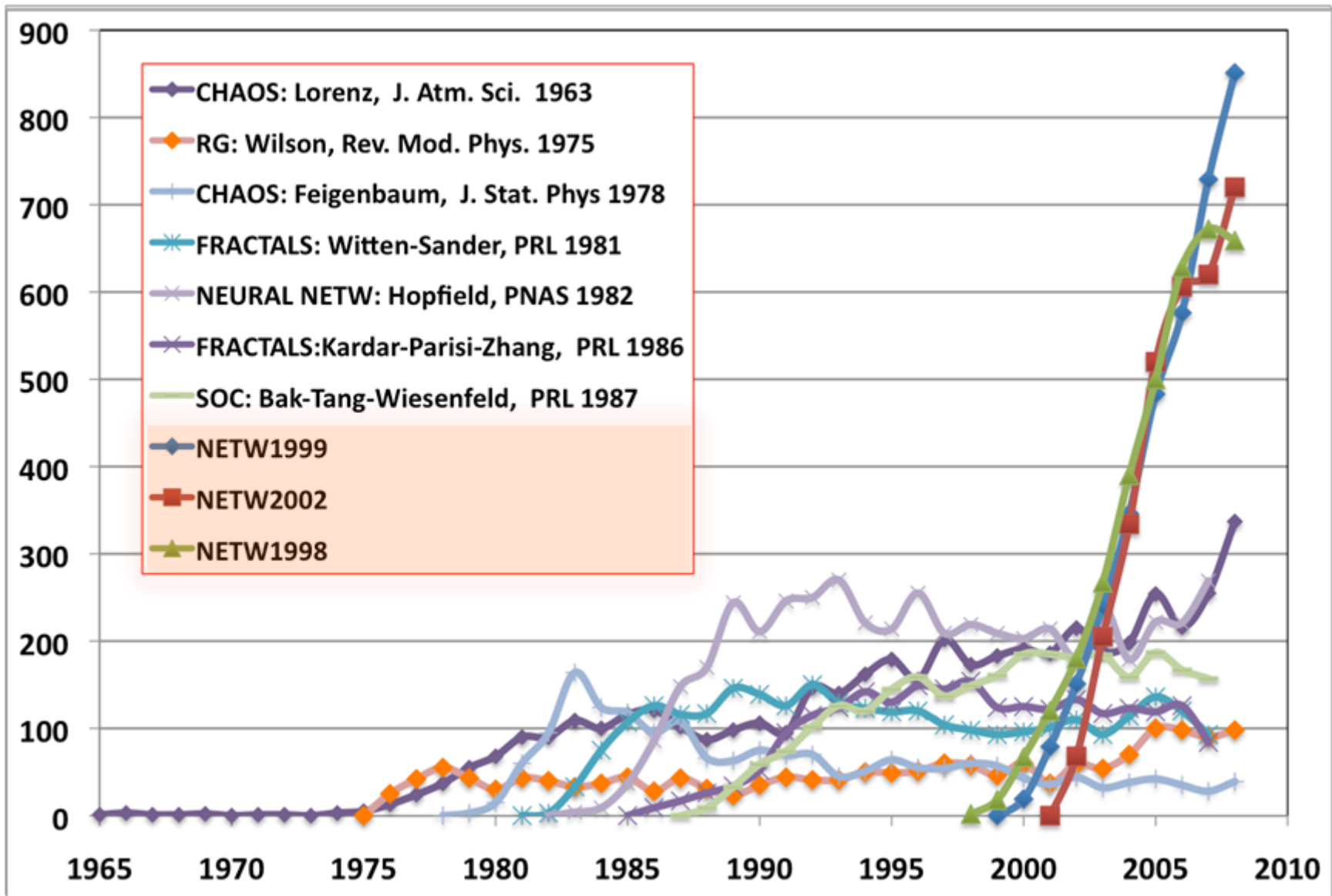
0

1

2

3



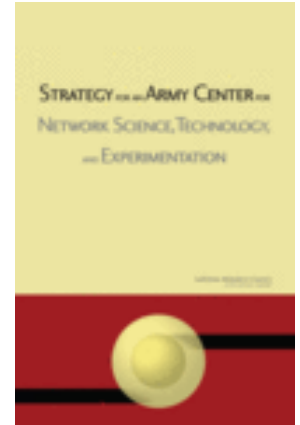
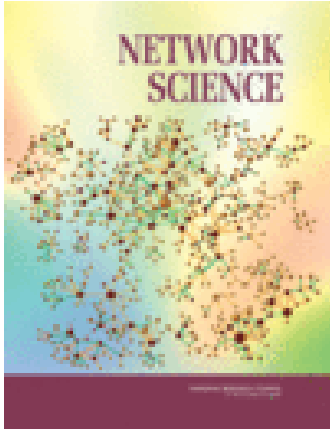




# THE NATIONAL ACADEMIES

*Advisers to the Nation on Science, Engineering, and Medicine*

## NRC Panel on “Network Science”



## What is “network science”?

**An attempt to understand networks emerging in nature, technology and society using a unified set of tools and principles.**

## What is new here?

**Despite the apparent differences, many networks emerge and evolve driven by a *fundamental set of laws and mechanism.***

<b>Réka Albert,</b>	<b>Penn State</b>
<b>Hawoong Jeong,</b>	<b>KAIST, Korea</b>
<b>Ginestra Bianconi,</b>	<b>ICTP, Trieste</b>
<b>Kwang-Il Goh,</b>	<b>Korea University</b>
<b>Cesar Hidalgo,</b>	<b>Notre Dame</b>
<b>Mark Vidal,</b>	<b>Dana-Farber, Harvard</b>
<b>Michael E. Cusick,</b>	<b>Dana Farber, Harvard</b>
<b>David Valle,</b>	<b>Johns Hopkins</b>
<b>Barton Childs,</b>	<b>Johns Hopkins</b>
<b>Nicholas Christakis,</b>	<b>Harvard</b>
<b>Deok-Sun Lee,</b>	<b>Northeastern University &amp; DF</b>
<b>Juyong Park,</b>	<b>Northeastern University &amp; DF</b>
<b>Zoltan N. Oltvai,</b>	<b>Pittsburgh Medical School</b>
<b>Dashun Wang,</b>	<b>Northeastern University</b>

**[www.BarabasiLab.com](http://www.BarabasiLab.com)**