Reciprocity in social networks - A case study in Tamil Nadu, India

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This case study takes us to Tamil Nadu (India) and discusses a Social Network Analysis (SNA) of a community of weavers in the village of Sankarapandiapuram. Subgroups and influential members are identified, and the analysis is placed in the context of the theory of social capital in economics. The presentation is self-contained and is accessible to readers with an introductory level of statistics.

Keywords: Social Networks Analysis (SNA), Social Capital, India, Tamil Nadu.

Introduction

Reciprocity refers to responding to a positive action with another positive action; it creates, maintains and strengthens various social bounds. It is the foundation of social order and is a major key to success.

This applies not only in social networking but also in all rounds of human activities. The potential for reciprocal actions by players increases the rate of contribution to the public good; reciprocity is a form of social obligation and is a motivation for returning favors from others (Fehr et al. 2000). Reciprocity has been studied and evaluated since the beginning of social network analysis in the 1930's. A measure of reciprocity is a number which gives the extent to which support is both given and received in a relationship.

Reciprocity and social capital

The investigation of social networks such as the ones in this story is important from the *social capital* point of view. As stated by Claridge (<u>www.socialcapitalresearch.com</u>), "social capital is about the value of social networks, bonding similar people and bridging between diverse people, with norms of reciprocity" (Dekker and Uslaner 2001; Uslaner 2001). Social capital in turn is of importance to economic development, an idea which has spawned a considerable literature, dating in large part from the early 2000s.

In particular, economists have contended that social capital and network ties can correct institutional shortcomings (Dhaval Dave, personal communication, 2013). They can, for instance, compensate for a lack of formal lending or medical facilities in rural areas and also correct for information imbalances: for instance, new immigrants to the United States tend to cluster in certain areas with similar racial/ethnic groups to foster informational flows and informal transfers.

Measuring the strength of social capital is a challenge from an empirical point of view. Typically, economics research has relied on survey-based responses to questions on trust, membership in various groups, etc. (Dave 2013, personal communication). In this paper, we suggest that uni- and bi-directional flows of monetary help, advice and companionship are a substantial improvement in objectively capturing the level of social capital that is embedded in the community and that households can draw upon.

Network data

The population of our social network study is a small closed set of actors consisting of 100 well organized households in the small village of Sankarapandiapuram in Tamil Nadu, India. This village has just four streets named North Street, South Street, Kallakudi Street and Pallakudi Street (see Figures 1a, 1b and 1c). All the members of the various households under consideration belong to the same community called "Saliyar", which is considered to be a poor community in the state of Tamil Nadu. The basic business of this community is weaving. During the past two or three decades, several members from this community have opted for higher studies and are employed in several posts such as engineers, doctors, teachers, but more than 80% of this community are engaged in weaving with either a hand or power loom and depend on their daily earning for their livelihood. Most members of the community would be considered to lie below the middle class category in India.

Most of the respondents in this study work in the surgical cotton industry, the main manufacturing product being bandage clothes, which are exported to several countries. All the households under consideration are closely located and interact among themselves almost on day-today basis.

We have collected data from a hundred households through a questionnaire and personal interview. The

network data include the name and age of the head of the household and his/her spouse, the educational qualifications of the head, the number of dependents in the family and their employment details.



Figure 1a. General location of the village of Sankarapandiapuram in India



Figure 1b. Map of the village of Sankarapandiapuram in India



Figure 1c. Satellite view of the village of Sankarapandiapuram in India

The 100 households are labeled with the numbers 1, 2, ..., 100; for each household *i* we have data consisting of the list of households whom they approach for monetary help, advice and companionship for spending leisure time, both during crisis and normal periods. The data yield six directed graphs on the set of nodes $\{1,2,...,100\}$. Apart from the above data we also know the list of relatives and (mutual) friends for each household *i*, which give two undirected graphs on the same vertex set.

Let $D_1(D_2)$ be the directed graph representing the network of monetary help during crisis (normal) periods.Let $D_3(D_4)$ be the directed graph representing the network of advisory help during crisis (normal) periods. Let $D_5(D_6)$ be the directed graph representing the network of companionship during crisis (normal) periods. Figures 2a-b, 3a-b, 4a-b display the 6 networks. Different colors represent different extended family groups, with pale blue representing persons with no relatives in the village. A dominant group clearly emerges (colored yellow).

Reciprocity in the network

In networks D_1 and D_2 representing monetary help during crisis and normal periods, on can find six and four reciprocal ties respectively; it is interesting to note that all these reciprocal ties are within relatives. In networks D_3 and D_4 representing advisory help during crisis and normal periods, there are 12 and 12 reciprocal ties respectively and in both cases 10 of the reciprocal ties are within relatives. However, the reciprocity behavior is different in networks D_5 and D_6 representing companionship. In network D_5 there are 38 reciprocal pairs and out of these, 21 are between relatives and 17 are between friends. In network D_6 there are 46 reciprocal ties and out of these 25 are between relatives and 21 are between friends.

Thus respondents have mutual reciprocal interaction outside their circle of relatives only for companionship during leisure time. Table 1 lists the reciprocity measure for each network, equal to the proportion of links which are bi-directional.

Table 1. Reciprocity measures for each network.

Monetary		Advice		Companionship	
Crisis	Normal	Crisis	Normal	Crisis	Normal
D ₁	D ₂	D_3	D_4	D ₅	D_6
.13	.10	.15	.14	.27	.33

It is clear that reciprocity is quite a bit higher in the companionship network. The difference in reciprocity in crisis and normal times is modest in general, except possibly for the companionship network, where normal times seem to encourage reciprocity.



Figure 2a. Monetary help in crisis periods (network D₁)



Figure 2b. Monetary help in normal periods (network D₂)

In the monetary help networks, we observe that (42, 62) and (78, 79) are reciprocal pairs during crisis periods, but are not reciprocal during normal periods. In fact, 42 approaches 62 for monetary help only during crisis periods whereas 62 approaches 42 for monetary help both during crisis and normal periods. The same situation prevails for the pair 78, 79; here 79 approaches 78 for help only during crisis periods. There is another interesting similarity between the pairs (42, 62) and (78, 79). The respondents corresponding to each of these pairs are close relatives (father/son relationship in one case and brother/sister relationship in the other case).

In-degree and out-degree

In a directed network, the *in-degree (id)* of a vertex is defined to be the number of arrows directed to the vertex and the *out-degree (od)* of a vertex is the number of arrows which arise from the vertex. The maximum indegrees in D_1 and D_2 are respectively 5 and 4; respondent

number 18 has maximum in-degree in both D_1 and D_2 . He is the owner of an industrial plant and is active in politics. He is also the village head and is naturally the most influential person in networks D_1 and D_2 . We also note that he is a member of the dominant extended family group.

Out of the 100 respondents, 65 have in-degree 0 in D_1 and 68 have in-degree 0 in D_2 . This is perhaps not surprising since most of the respondents under consideration lie just above the poverty line and hence are not in a position to provide monetary help to others, so that no one approaches them for monetary help. Also the maximum out-degree of a vertex both in D_1 and in D_2 is 3. Respondents 25 and 62, who are members of the dominant extended family group, have out-degree 3 in D_1 and D_2 . This shows that exchange of monetary help is very minimal in the network (see Figures 2a and 2b). On the other hand, 59 respondents have out-degree 0 in D_1 and 63 respondents have out-degree 0 in D_2 ; this shows that a large proportion of the respondents seem to be able to cope with the limited income they earn. Perhaps this is typical of any small Indian village.

Respondent number 1 has maximum in-degree in D_3 and D_4 ; he is educated and is a manager in a textile export company; his wife is a tailor who produces garments intended for ladies and is an active member of the women's self-help group in the village. Respondent number 11 has maximum in-degree in D_5 and D_6 ; he is an astrologer.

Let D=(V,A) be a directed graph. A vertex $v \in V$ is called

- (i) an isolated vertex if od(v) = id(v) = 0
- (ii) a transmitter if od(v) > 0 and id(v) = 0
- (iii) a receiver if od(v) = 0 and id(v) > 0
- (iv) a carrier if od(v) > 0 and id(v) > 0

 Table 2. Distribution of the respondents across the various categories

Network	Isolated 1	Receiver	Transmitter	Carrie	r Max	Max in-
					out-	degree
					degree	
D ₁	42	17	23	18	3	5
D_2	44	19	23	14	3	4
D_3	21	21	25	33	3	8
D_4	19	21	25	35	4	7
D_5	4	4	14	78	6	8
D_6	4	4	13	79	6	8

The distribution of the 100 vertices in various categories is given in Table 2. It is interesting to note that transmitters (who tend to provide help/advice without expecting anything in return) display their unidirectional ties often, but not exclusively, within their family group (see for instance nodes 5, or 17 and 51 in Figures 2a/2b).



Figure 3a. Advisory help in crisis periods (network D₃)



Figure 3b. Advisory help in normal periods (network D₄)

Note that no respondent is isolated in all six networks. Respondent number 8 has in-degree 0 in all six networks and has out-degree 0 in all networks except in D_5 and D_6 ; and in these networks the out-degree is 3. All three out-neighbors of this respondent in D_5 and D_6 are his relatives. Thus no respondent approaches 8 for any type of help.

When we compare isolated vertices in networks D_1 and D_2 representing monetary help, we observe that vertices 3 and 50 are isolated in the crisis network but not isolated in the normal network. Also respondents 4, 19, 34 and 37 are isolated in the normal monetary help network and are not isolated in the crisis network. Thus these respondents seek monetary help only during crisis and otherwise they are able to manage on their own.



Figure 4a. Companionship in leisure time in crisis periods (network D_5)



Figure 4b. Companionship in leisure time in normal periods (network D_6)

Connected Components

The number of nontrivial components in network D_1 representing monetary help during crisis periods is 16. The number of vertices in the largest component is 16; vertices 18 and 28 play an important role in providing financial help for members of these components. Six components each with 2 vertices can be identified. The number of vertices in the largest component in network D_2 is 13; here also 18 and 28 have significant contributions. In the network of advisory help there are two large components with 31 and 22 vertices in D_3 and 32 and 27 vertices in D_4 . The other non-trivial components are relatively smaller. In the networks of leisure time companionship during crisis and normal period, there is a single giant component which contains 96 and 93 vertices, respectively, which indicates that the members of the community as a whole have reasonably good interaction with each other.

In the companionship network, it is interesting to note that the dominant extended family group is central and that other groups connect at its periphery. In that network, respondents 4, 37, 92 and 93 are isolated. We observe that for these respondents, isolation is a matter of personal choice. For example respondent 37 is an old woman living alone with monetary help from her sons who has no inclination for mingling with others. Similarly for other personal reasons the remaining three respondents have chosen to isolate themselves from the rest of society and do not entertain visitors.

Conclusion

This story has painted a picture of a community of weavers in a small Tamil Nadu village from the lens of social network analysis (SNA) and has identified subgroups and influential actors in the community. Several interesting questions arise from this study, for instance: which type of social structure might tend to lead to higher living standards for the community? Do linkages tend to differ significantly in crisis and normal times? Both these questions give rise to interesting and challenging statistical problems.

Other interesting follow-up work could model reciprocity in terms of household characteristics, identifying determinants of whether a household partakes in bilateral (or unilateral) ties or not. Following the lead from the gravity model of trade in macroeconomics, one could contemplate potential predictors such as the distance between the households and their relative economic status.

Finally it would be interesting to investigate the existence of any potential "out-of-village" nodes. Isolate households in the village could conceivably have stronger ties outside the village.

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