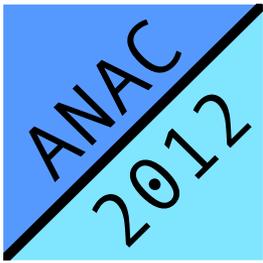


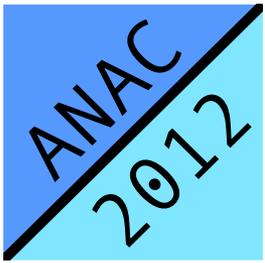
# The Third Automated Negotiating Agent Competition

4<sup>th</sup> July 2012



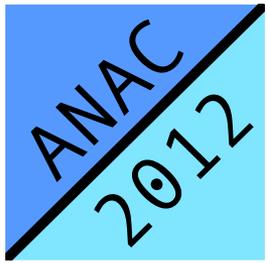
# Background

- Started in 2010, as a joint project of the universities of Delft (group of Prof. Catholijn Jonker, Dr. Koen Hindriks, Dr. Dmytro Tykhonov, Tim Baarslag) and Bar-Ilan (Prof. Sarit Kraus, Dr. Raz Lin)
- In 2011, organised by Nagoya Institute of Technology (Prof. Takayuki Ito, Dr. Katsuhide Fujita)
- In 2012, organised by University of Southampton (Colin Williams, Dr. Valentin Robu, Dr. Enrico Gerding, Prof. Nick Jennings)
- **Aim:** to provide a platform to compare and benchmark different state-of-the-art heuristics developed for automated, bilateral negotiation



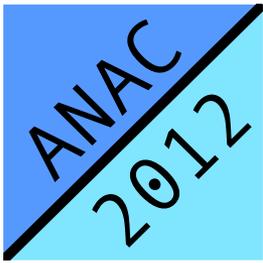
# Competition Setup

- Bi-lateral Negotiation
- Alternating Offers Protocol
- Real-time, 3-Minute Deadline
- Discounting Factor



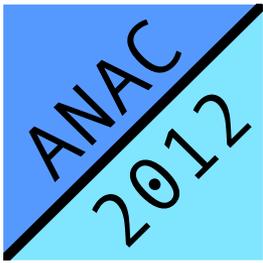
# Domains and Preferences

- Each domain consists of pair of preference profiles.
- Each preference profile specified as linearly additive utility function.
- Between 1 and 8 issues.
- Domains with between 3 and 390,625 possible outcomes.



# Example Domain

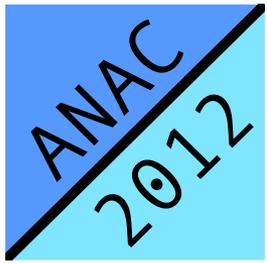
- Property Rental
  - Rent Price per month
    - \$1,800, \$2,000, \$2,400, \$2,700
  - Number of Payments
    - 1, 2, 3
  - Advance Payment
    - 0.5%, 1%, 2%, 2.5%
  - Contract Period
    - 3 months, 6 months, 9 months, 12 months



# Example Preferences

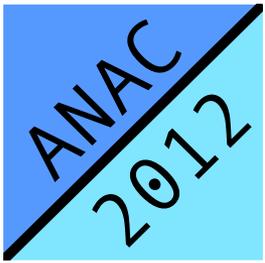
Rent Price per month	Landlord	Tenant
<i>weight</i>	<i>0.350</i>	<i>0.353</i>
\$1,800	20	80
\$2,000	40	60
\$2,400	60	40
\$2,700	80	10

Number of Payments	Landlord	Tenant
<i>weight</i>	<i>0.2</i>	<i>0.129</i>
1	20	5
2	15	8
3	10	12



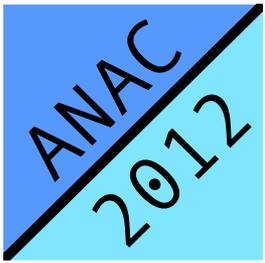
# Previous Competitions

- **2010**
  - 7 Entries
- **2011**
  - 18 Entries (6 institutions)
- **2012**
  - 17 Entries (8 institutions)



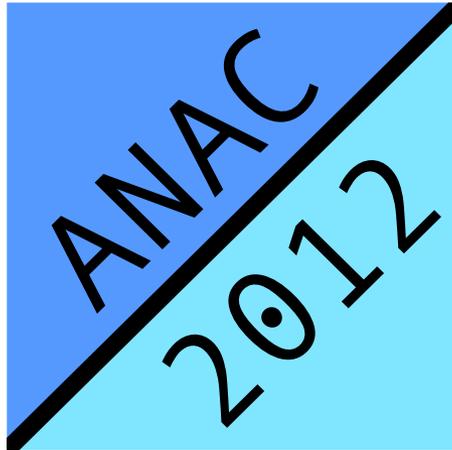
# New Feature

- Reservation Value
  - Utility of conflict, which each party receives if no agreement is formed.
  - Affected by discounting factor.

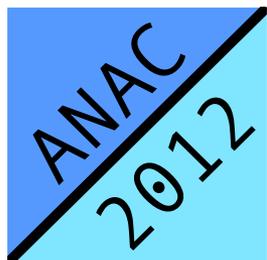


# Participants

- 17 Teams Entered
- 8 Institutions
- 5 Countries
  - China, Israel, Netherlands, Japan, United Kingdom

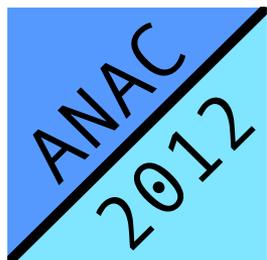


# Qualifying Round



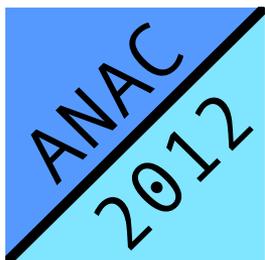
# Qualifying Round

- Negotiations carried out for every combination of:
  - 17 Agents
  - 17 Opponents
  - 18 Domains
    - (17 submitted this year, plus *Travel* from 2010)
- Each repeated 10 times to establish statistical significance.
- Total of 52020 negotiations.



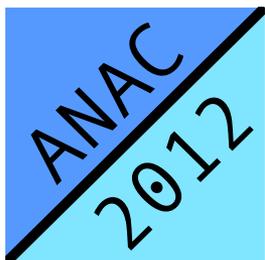
# Qualifying Round - Rankings

- Welch's T-test for statistical significance
  - Extension of Student's T-test
- All  $i, j$  in  $A$ , compute  $w(\mu_i, \sigma_i, \mu_j, \sigma_j)$
- Determine lower bound on rank by calculating how many opponents beat the agent.
- Determine upper bound on rank by calculating how many opponents the agent beats.



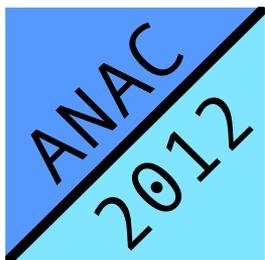
# Qualifying Round - Rankings

Rank	Agent	Mean Score	Variance
1-2	CUHKAgent	0.597	0.000058
1-2	OMACagent	0.590	0.000106
3-5	TheNegotiator Reloaded	0.572	0.000073
3-7	BRAMAgent2	0.568	0.000045
3-7	Meta-Agent	0.565	0.000104
4-7	IAMhaggler2012	0.564	0.000029
4-8	AgentMR	0.563	0.000136
7-9	IAMcrazyHaggler2012	0.556	0.000016
8-10	AgentLG	0.550	0.000090
9-11	AgentLinear	0.547	0.000071
10-11	Rumba	0.542	0.000064
12	Dread Pirate Roberts	0.521	0.000068
13-14	AgentX	0.469	0.000034
13-14	AgentI	0.465	0.000071
15-16	AgentNS	0.455	0.000063
15-16	AgentMZ	0.447	0.000064
17	AgentYTY	0.394	0.000018



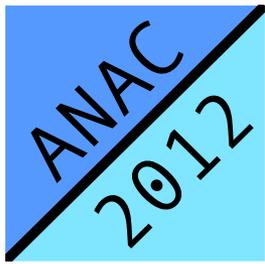
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<b>1-2</b>	<b>CUHKAgent</b>	<b>0.597</b>	<b>0.000058</b>
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<b>3-5</b>	<b>TheNegotiator Reloaded</b>	<b>0.572</b>	<b>0.000073</b>
<b>3-7</b>	<b>BRAMAgent2</b>	<b>0.568</b>	<b>0.000045</b>
<b>3-7</b>	<b>Meta-Agent</b>	<b>0.565</b>	<b>0.000104</b>
<b>4-7</b>	<b>IAMhaggler2012</b>	<b>0.564</b>	<b>0.000029</b>
<b>4-8</b>	<b>AgentMR</b>	<b>0.563</b>	<b>0.000136</b>
<b>7-9</b>	<b>IAMcrazyHaggler2012</b>	<b>0.556</b>	<b>0.000016</b>
<b>8-10</b>	<b>AgentLG</b>	<b>0.550</b>	<b>0.000090</b>
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# Qualifying Round - Rankings

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# Qualifying Round - Rankings

<http://anac2012.ecs.soton.ac.uk>

Hosted by: University of Southampton

Selected agent: CUHKAgent, The Chinese University of Hong Kong  
 Selected opponent: OMACagent, Maastricht University [Show all opponents](#)

Selected domain: Music Collection [Show all domains](#) | [Show details](#)  
 Selected agent: CUHKAgent, The Chinese University of Hong Kong  
 Selected opponent: OMACagent, Maastricht University [Show all opponents](#)

Profile 1		Profile 2	
Agent Score	repetition	Agent Score	repetition
0.943	00	0.924	00
0.894	01	0.924	01
0.922	02	0.921	02
0.922	03	0.865	03
0.963	04	0.924	04
0.922	05	0.896	05
0.922	06	0.910	06
0.943	07	0.910	07
0.963	08	0.875	08
0.873	09	0.910	09

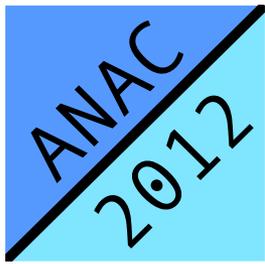
Energy (2012 small)	<a href="#">Show details</a>	0.539	0.000246	0.800	0
Energy (2012)	<a href="#">Show details</a>	0.415	0.000141	0.900	0
Barter	<a href="#">Show details</a>	0.389	0.000000	0.587	0.400
Fifty fifty	<a href="#">Show details</a>	0.220	0.000667	1	0

Hosted by: University of Southampton

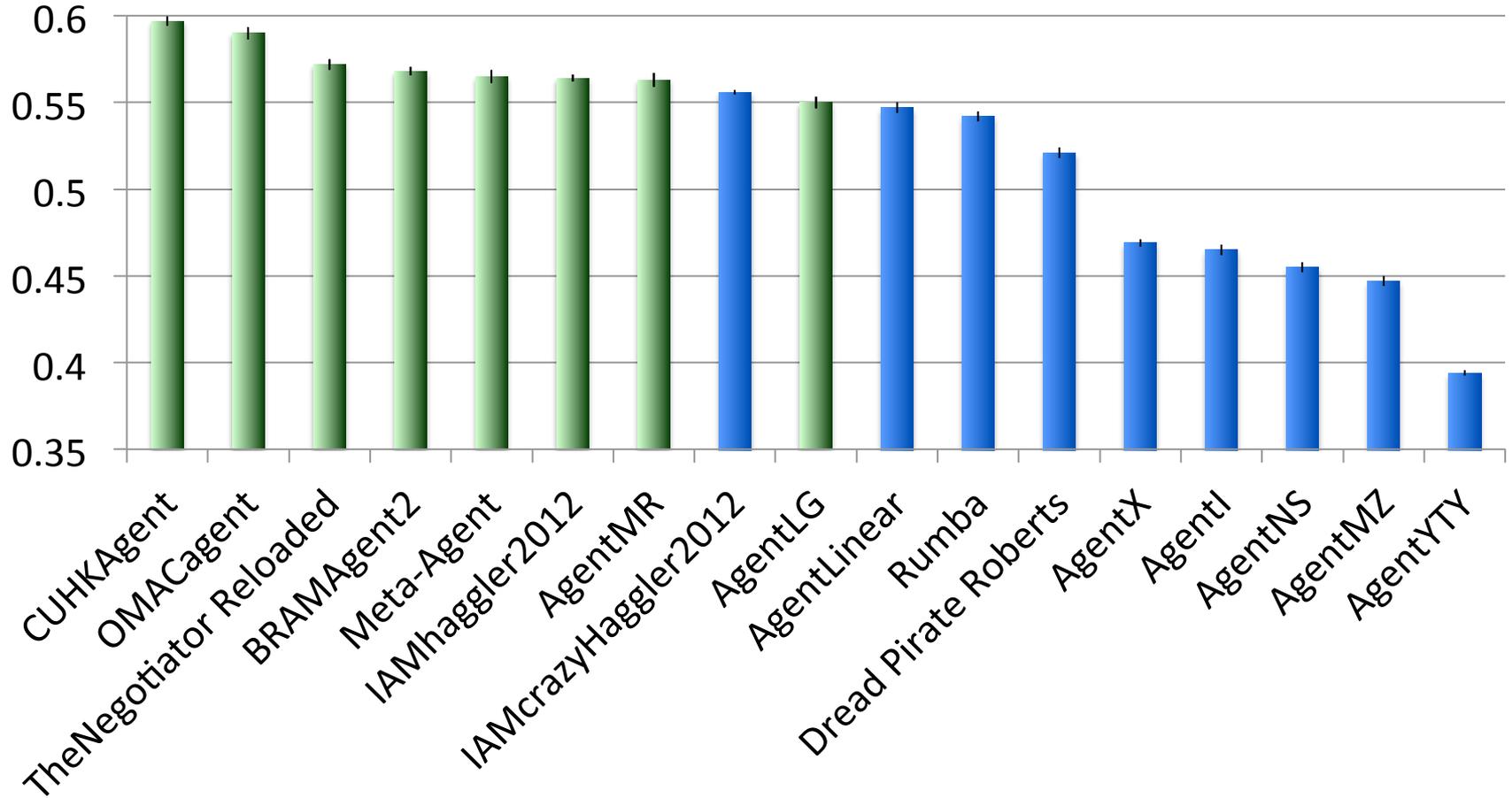
Home  
 Instructions  
 Registration  
 Submission  
 Domains  
 Results  
 FAQ

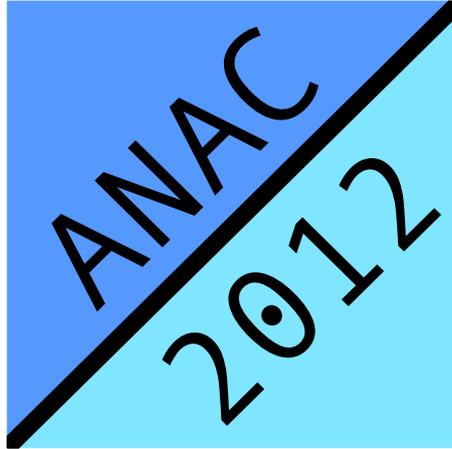
Previous Competitions  
 ANAC2011 | ANAC2010

Sponsored by:  
 Makoto Lab., Inc

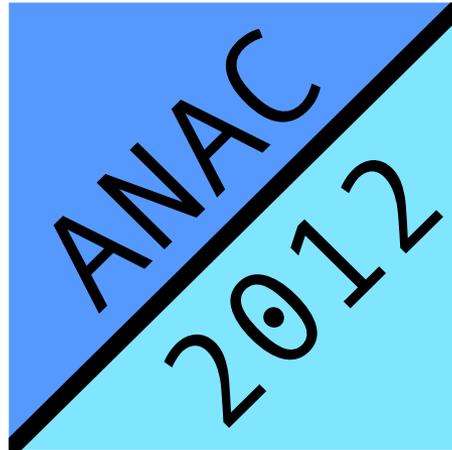


# Qualifying Round





# Agent Presentations



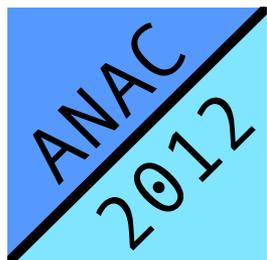
# AgentLG

Bar-Ilan University

Luba Golosman

(presented by **Assaf Frieder**)

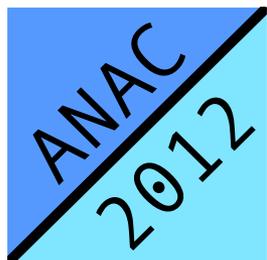




# First Stage



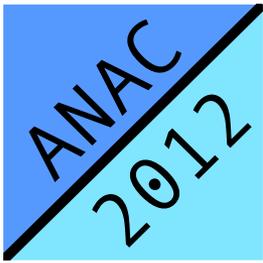
- **0.0 - 0.6 of the total time**
  - Bids are offered in order of agent's utility until the lower bound
  - Decrease threshold based on discount factor
  - Up to 25% of the difference between first bids
  - Learn opponent's preference profile



# Second Stage



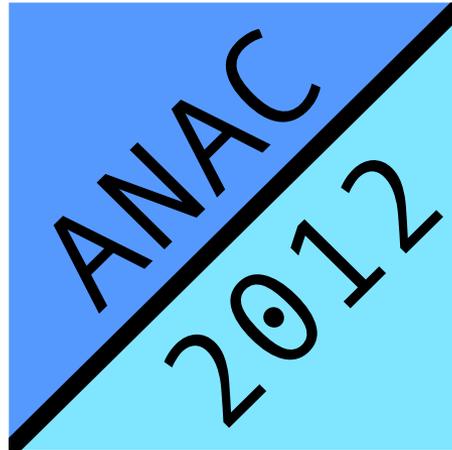
- **0.6 - 0.9 of the total time**
  - Estimate opponent's compromise based on utility profile
  - Decrease threshold based on opponent's compromise and utility profile



# Last Stages



- **Time 0.9- 0.9995 :**
  - Maximal compromise is half of the utility difference
- **Time >0.9995:**
  - Offers opponent's best bid if higher than the reserve value
- **Acceptance:**
  - Opponent's bid utility is higher than 99% of the agent's bid
  - After 0.999 of time, 90% of the agent's bid utility



AgentMR

Nagoya Institute of Technology

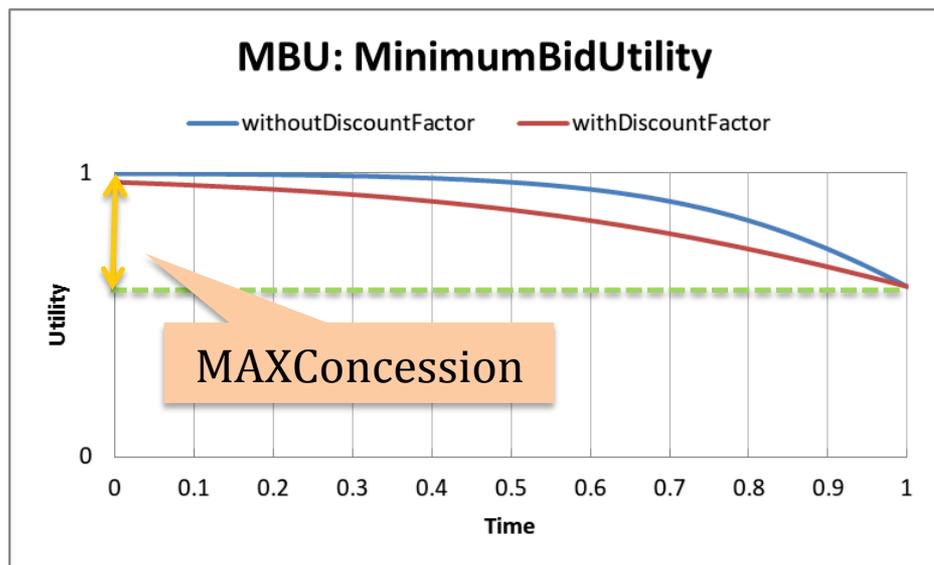
**Shota Morii**

AgentMR has the following features:

*Concedes slowly*

*Makes “acceptable” bids*

# Concede slowly



- MBU is threshold value.
- Our bid > MBU

$$\text{MBU} = 1 - 1 / (1 + e^{a(t-b)}) \quad t: \text{time}$$

a: constant

b:  $\text{MBU}(t=1) = 1 - \text{MAXConcession}$

$\text{MAXConcession} \propto (\text{ourMaximumUtility} - \text{OpponentFirstBid})$

- In Win-Win domains we don't need to concede much to make deal.
- In Win-Lose domains we need to concede more in order to make deal.

We assume,  $\text{OpponentFirstBid} = \text{Opponent's best bid}$

If  $\text{MAXConcession} > 0.3$ , make it 0.3

# Make ‘acceptable’ bid

## Heuristic

- Bids “similar” to opponent bid have high utility for the opponent and hence are more ‘acceptable’.

Opponent bid

OS	Display	HDD	Mem	Utility
Mac	22	320GB	2GB	75%

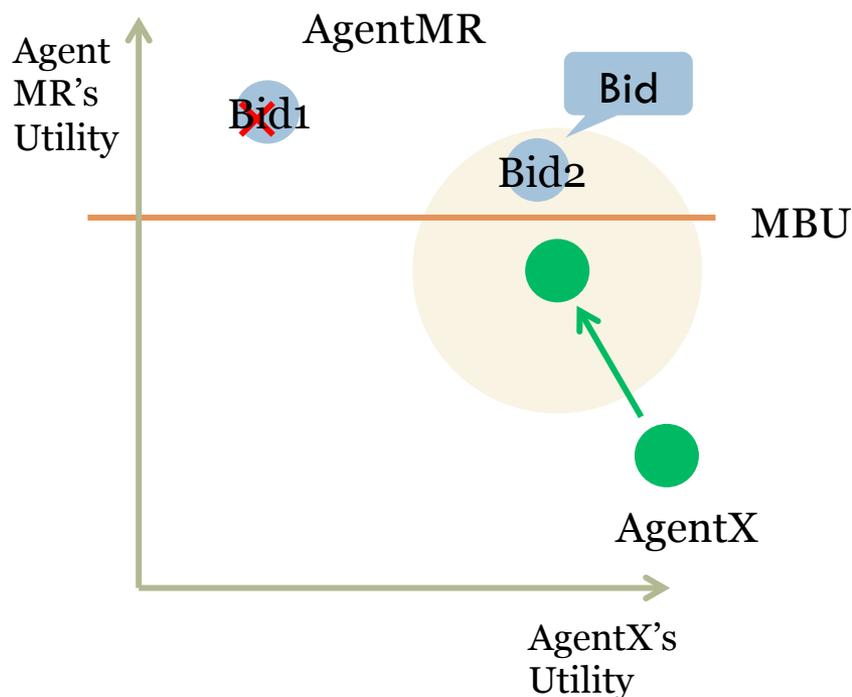
My bid



Generate “Similar” bids by changing only one issue value at a time

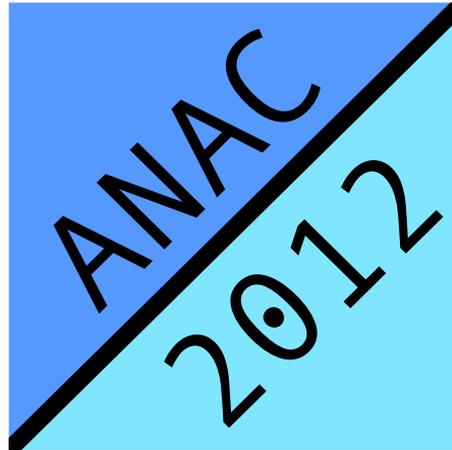
OS	Display	HDD	Mem	Utility
Mac	22	320GB	4GB	80%

# Make 'acceptable' bid



1. *Bid1 and Bid2 have utility greater than MBU*
2. *The circle region represents location of bids which are close to AgentX's recent bid*
3. *Since Bid2 is in this region we choose to offer it to AgentX*

✓ *Generally our strategy is to concede slowly  
and make bids which are acceptable.*

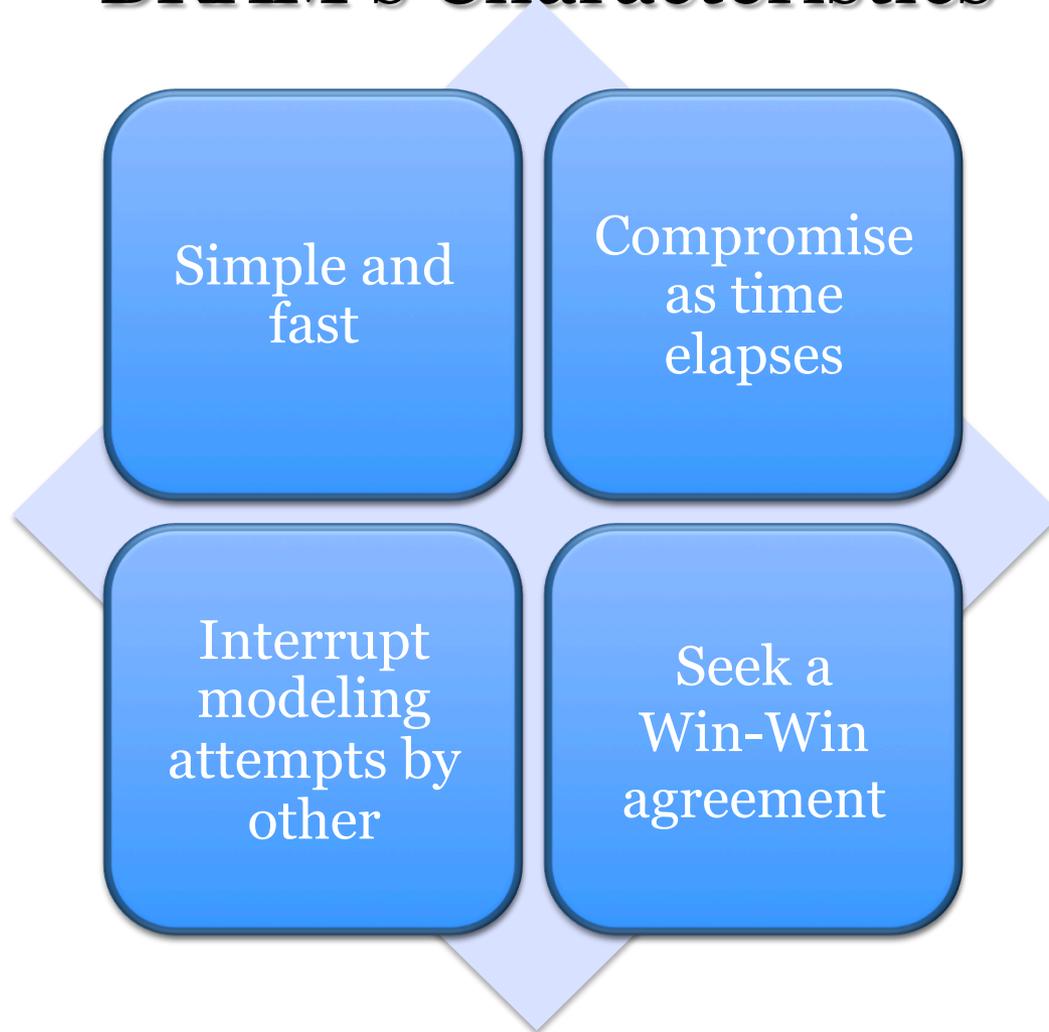


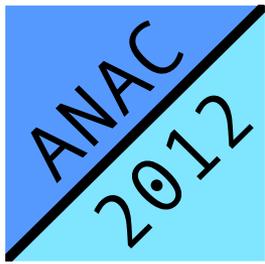
# BRAMAgent2

Department of Information Systems Engineering  
and  
Deutsche Telekom Laboratories  
Ben-Gurion University of the Negev, Beer-Sheva, Israel

**Radmila Fishel, Maya Bercovitch**

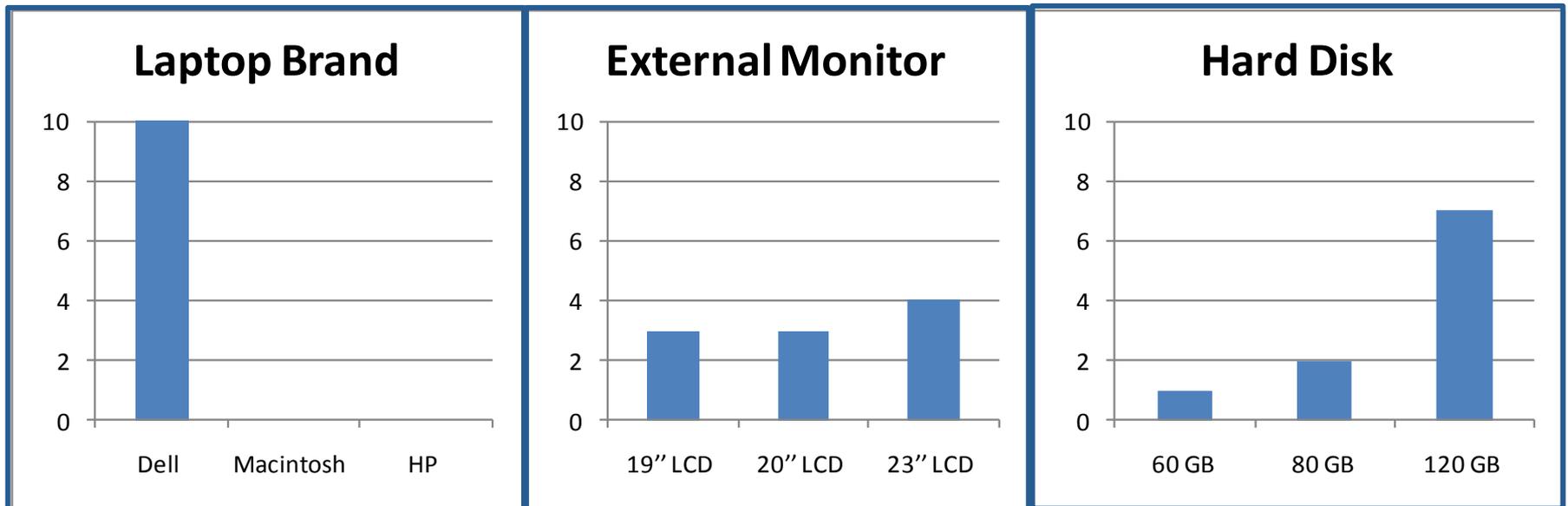
# BRAM's Characteristics

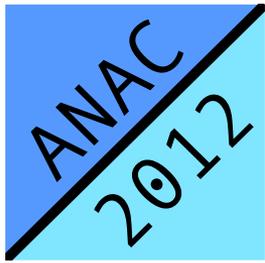




# Seek a Win-Win Agreement

- BRAM creates a histogram for each issue according to the last 10 offers received from the other agent and create a new offer with as many “top required” values as possible





# Improved Version of BRAM

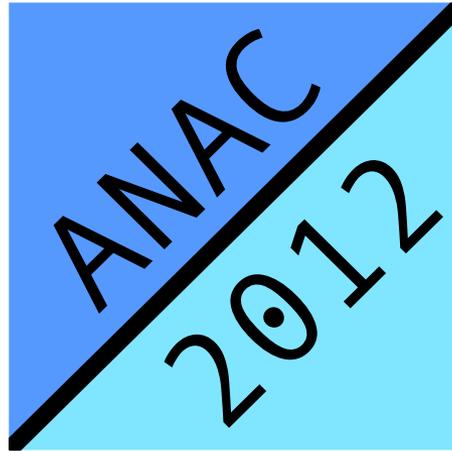
- BRAM ends the negotiation if it is willing to offer a bid with utility lower than the reservation value
- BRAM is more tough and stubborn



Thank you!

[BercovitchMaya@gmail.com](mailto:BercovitchMaya@gmail.com)

[Rada.fishel@gmail.com](mailto:Rada.fishel@gmail.com)

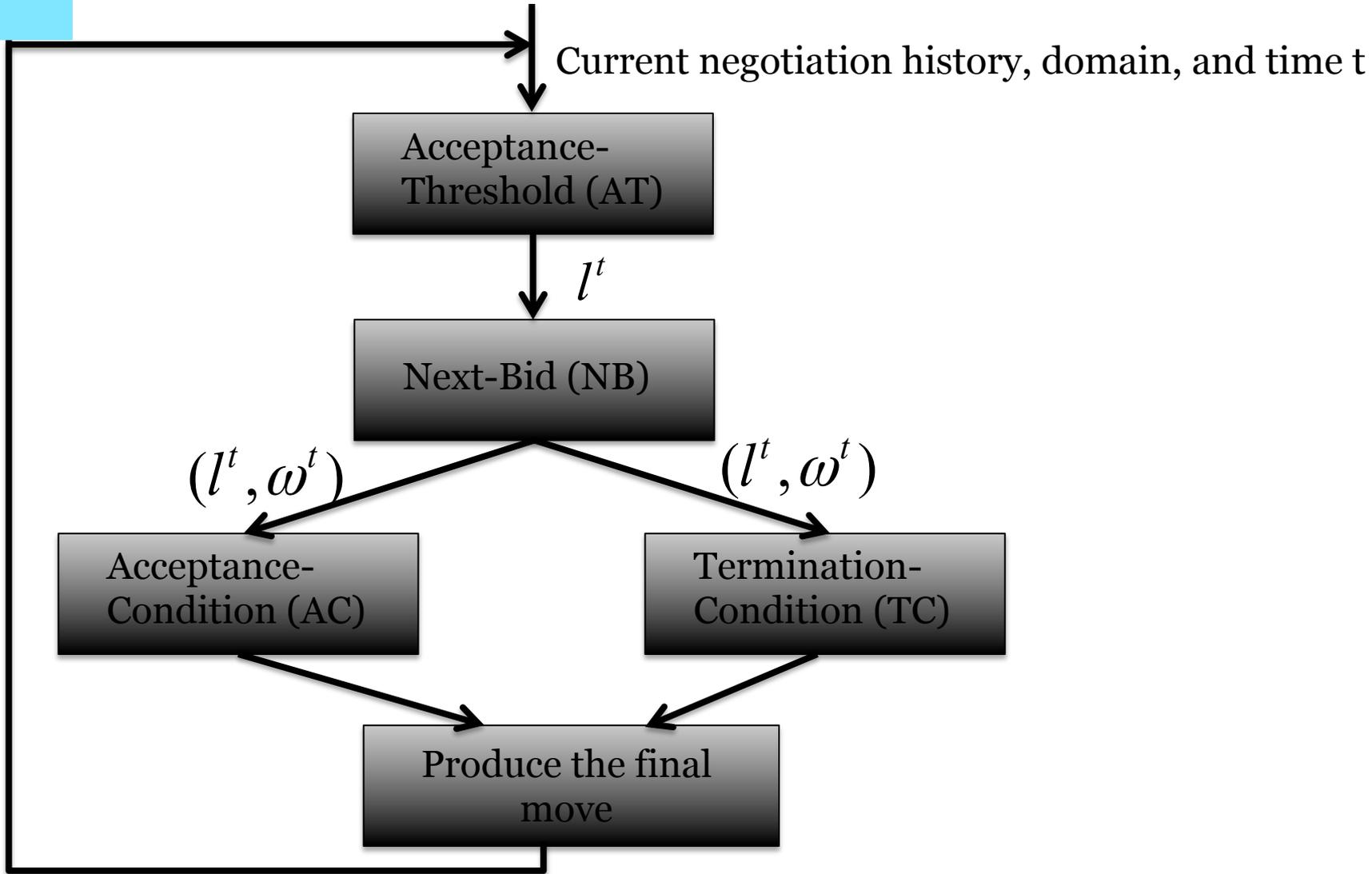


**CUHKAgent**

The Chinese University of Hong Kong

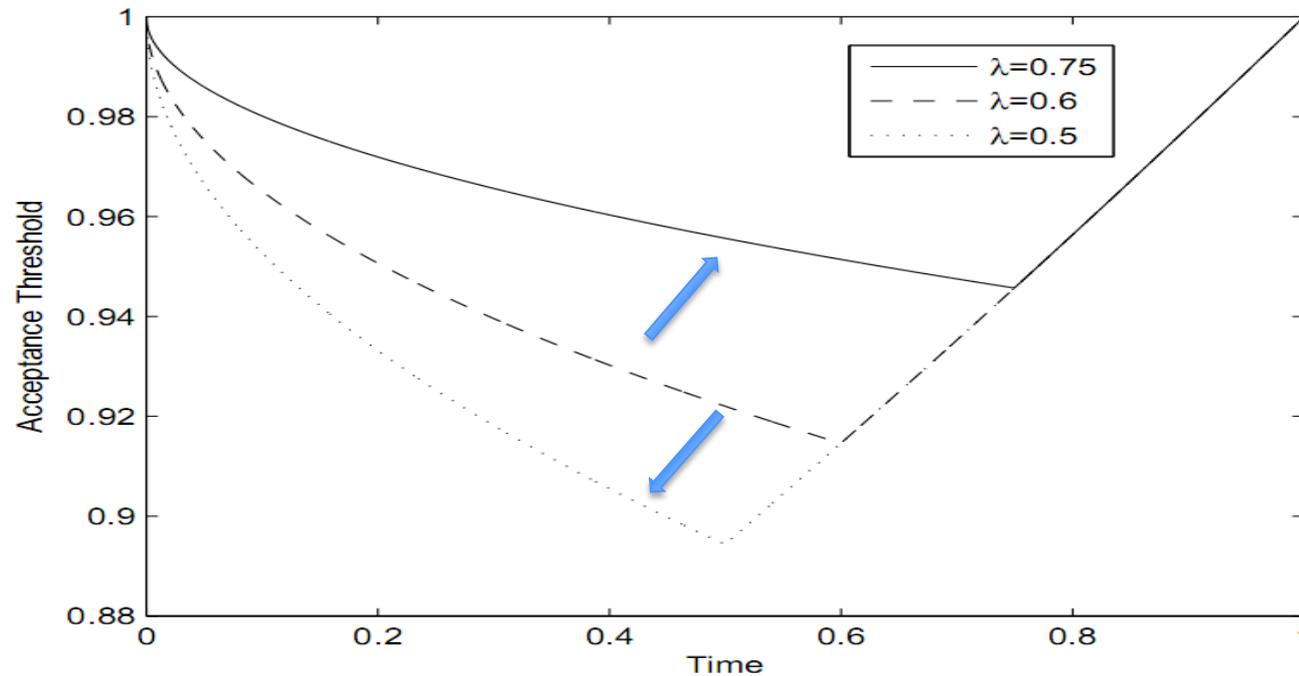
**Jianye Hao, Ho-fung Leung**

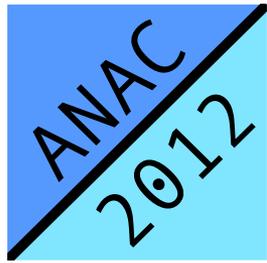
# Strategy Design



# Component Description

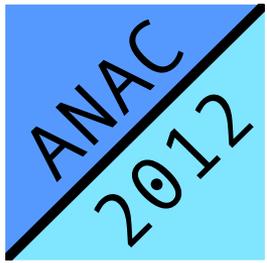
- Acceptance-Threshold (AT) component
  - Non-exploitation point  $\lambda$
  - Adaptively adjusting Non-exploitation point  $\lambda$ 
    - Domain-dependent, e.g., discount factor, domain size.
    - Behavior-dependent, e.g., Concession degree of the opponent



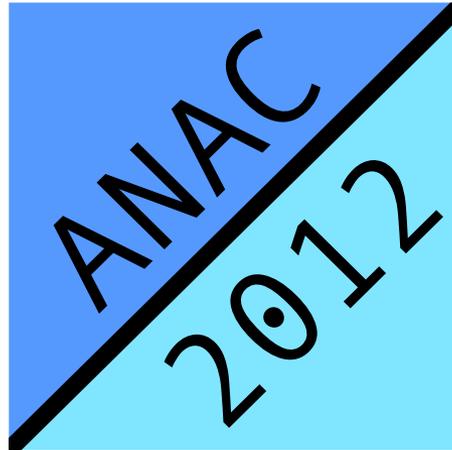


# Component Description (cont.)

- Next-Bid (NB) component
  - Select the estimated best one for opponent from the set of candidate negotiation outcomes
- Acceptance-Condition (AC) component
  - Acceptance conditions
    - Our agent's utility of the opponent's offer  $>$  our acceptance threshold
    - OR**
    - Our agent's utility of the opponent's offer  $>$  its utility of our offer to be proposed
- Termination-Condition (TC) component
  - Treating the reservation value simply as an **alternative offer** proposed by the opponent
  - Termination conditions



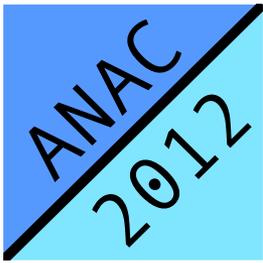
Thank you!  
Q&A



# IAMhaggler2012

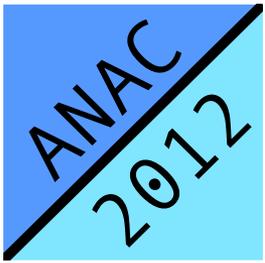
University of Southampton

**Colin R Williams**, Valentin Robu,  
Enrico H Gerding, Nicholas R Jennings



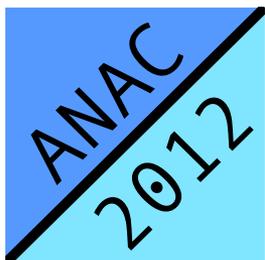
# Our Approach

- Principled, decision-theoretic approach
  - Sets behaviour as best response to negotiation environment and opponent behaviour.
- Considers
  - The **discounting factor**
  - The **remaining time**
  - The effect of the opponent's **future concession** on our utility



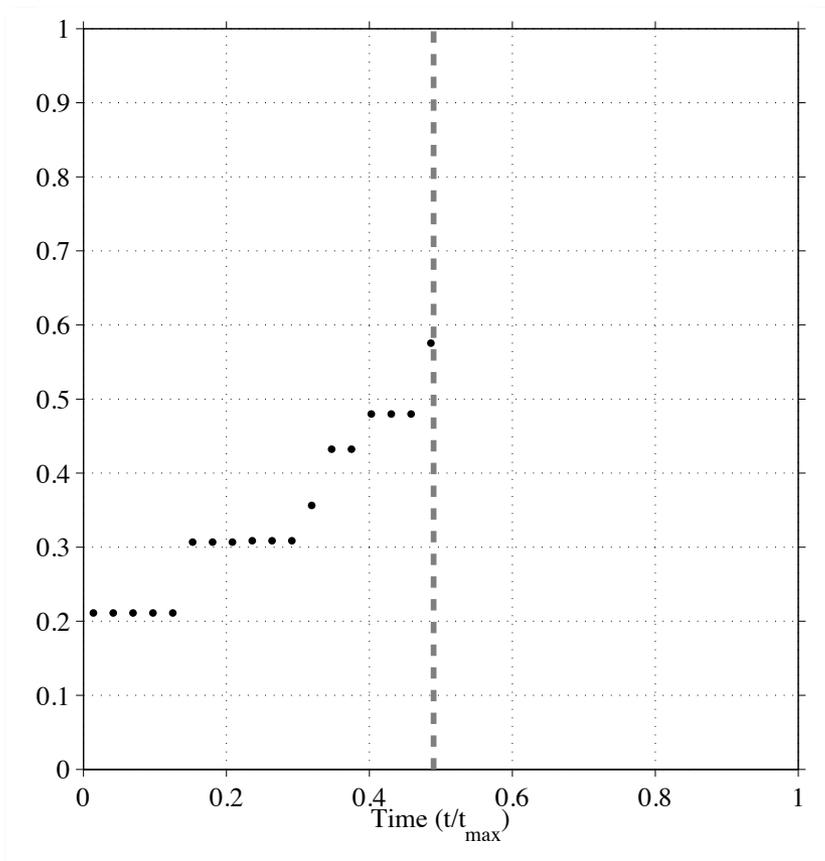
# Gaussian Process Regression

- Use a Gaussian process regression technique in an attempt to learn the opponent's concession.
  - Mean prediction
  - Confidence measure
- Set concession rate according to this prediction.

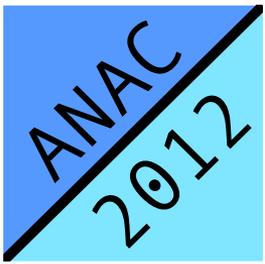


# Gaussian Process Regression

- Use a Gaussian process regression technique in an attempt to learn the opponent's concession.

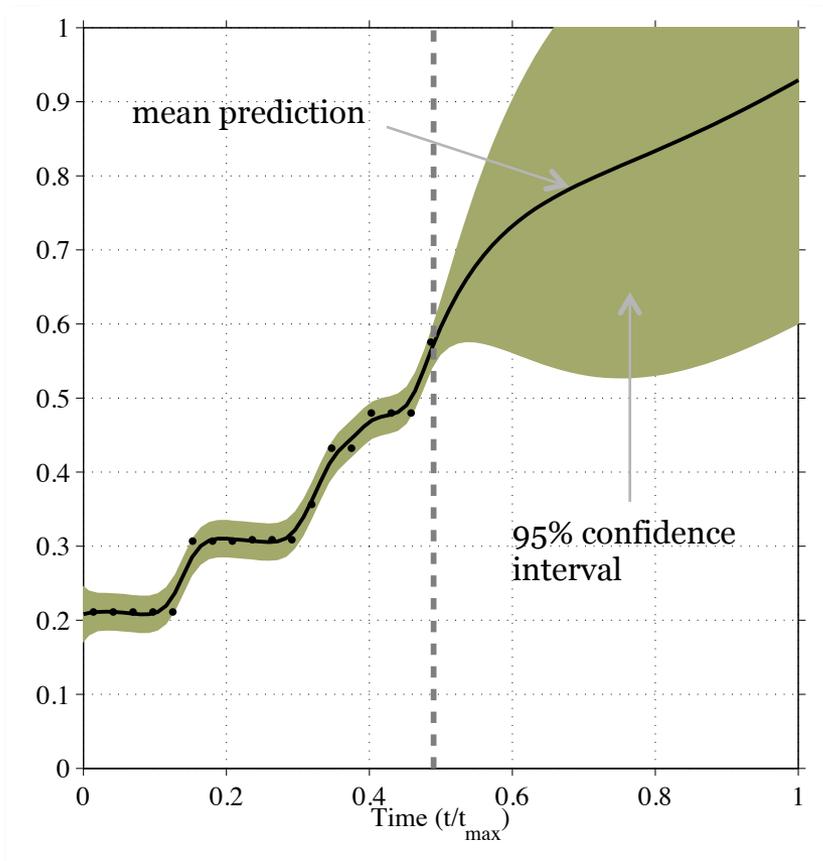


Observed data  
points at time  $t_c$



# Gaussian Process Regression

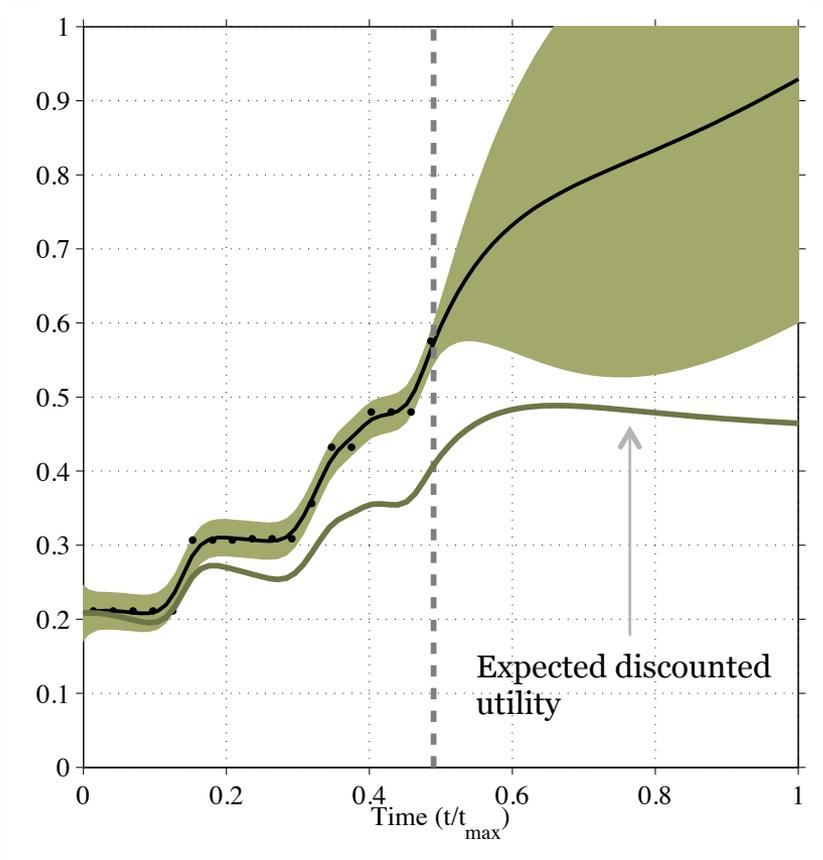
- Predict future concession by opponent.



**Completed Gaussian Process Regression**  
(showing mean and 95% confidence interval)

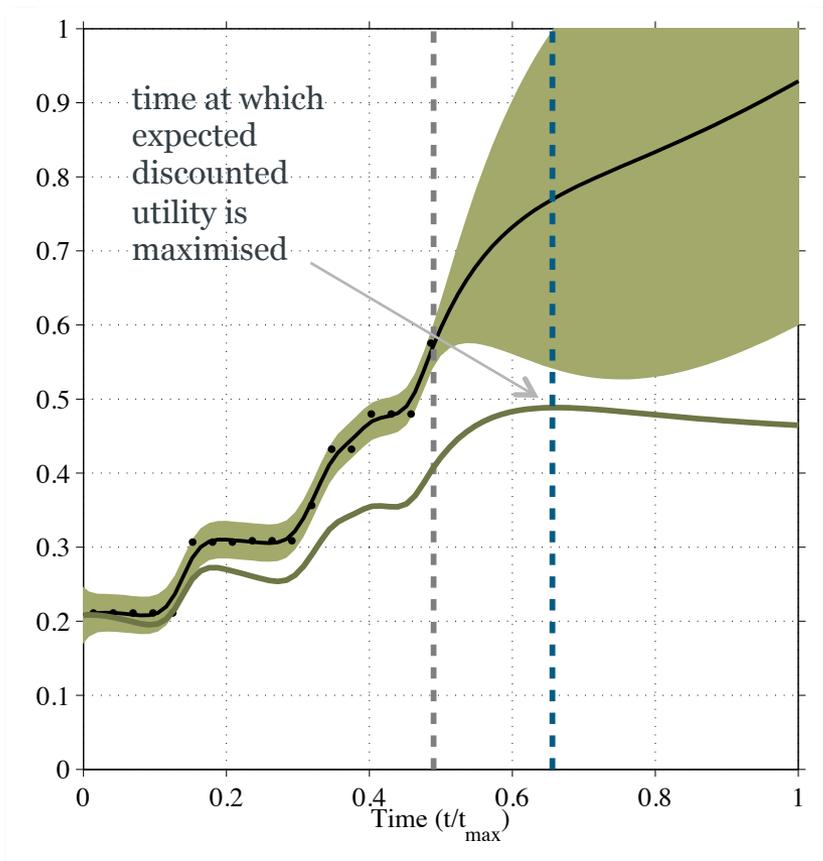
# Maximise Expected Utility

- Apply discounting to determine expected discounted utility of our opponent's offer at time  $t$ .



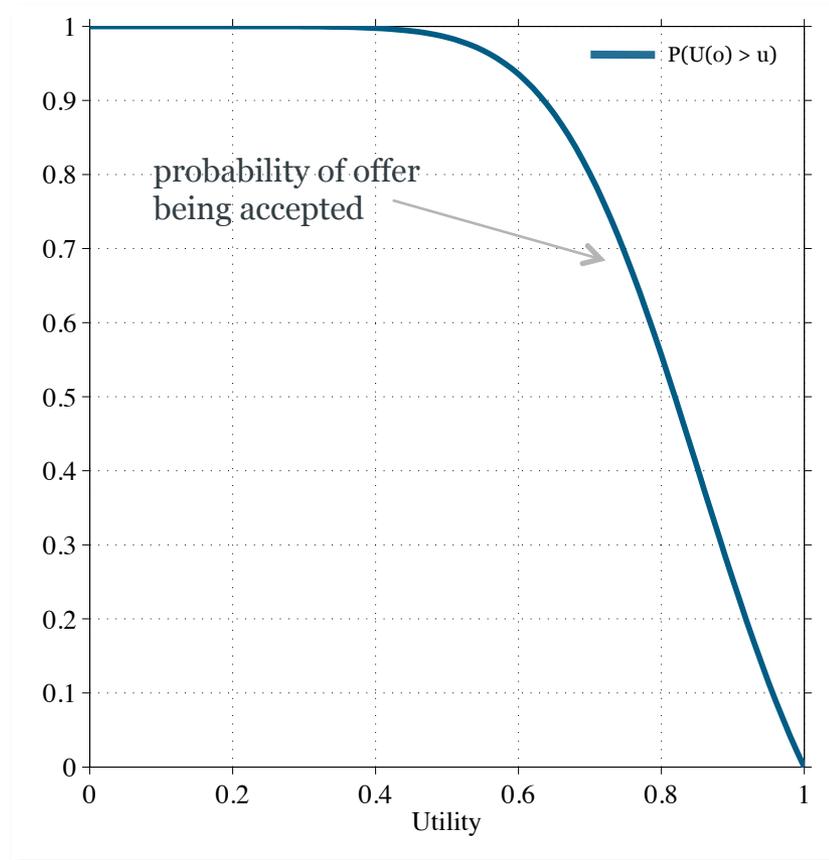
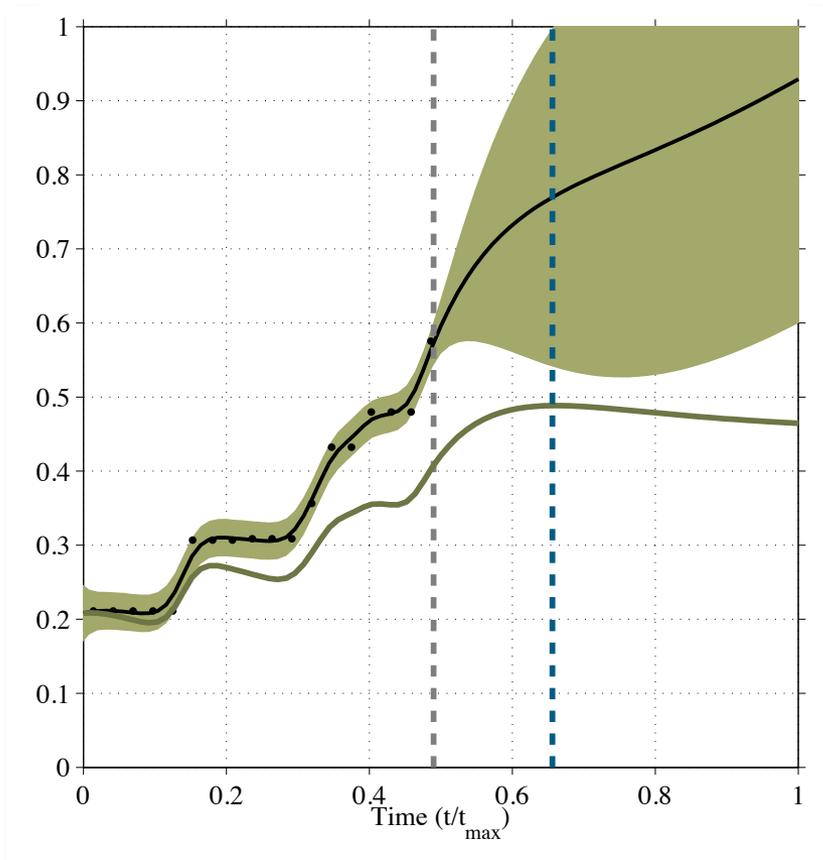
# Maximise Expected Utility

- Find the **time**,  $t^*$ , at which expected discounted utility of our opponent's offer is maximised.



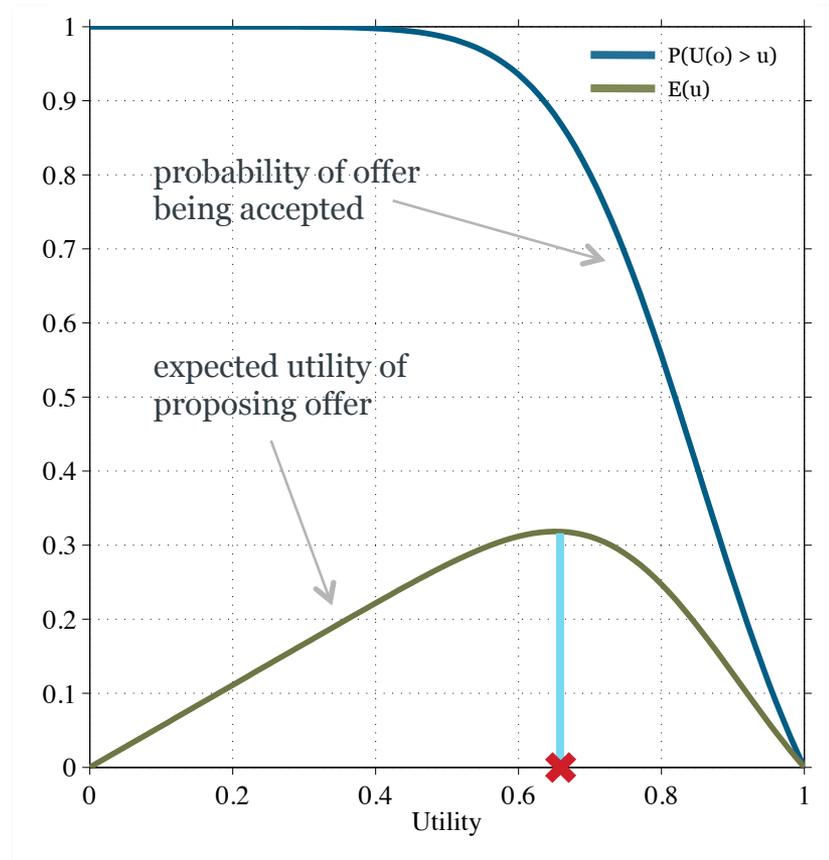
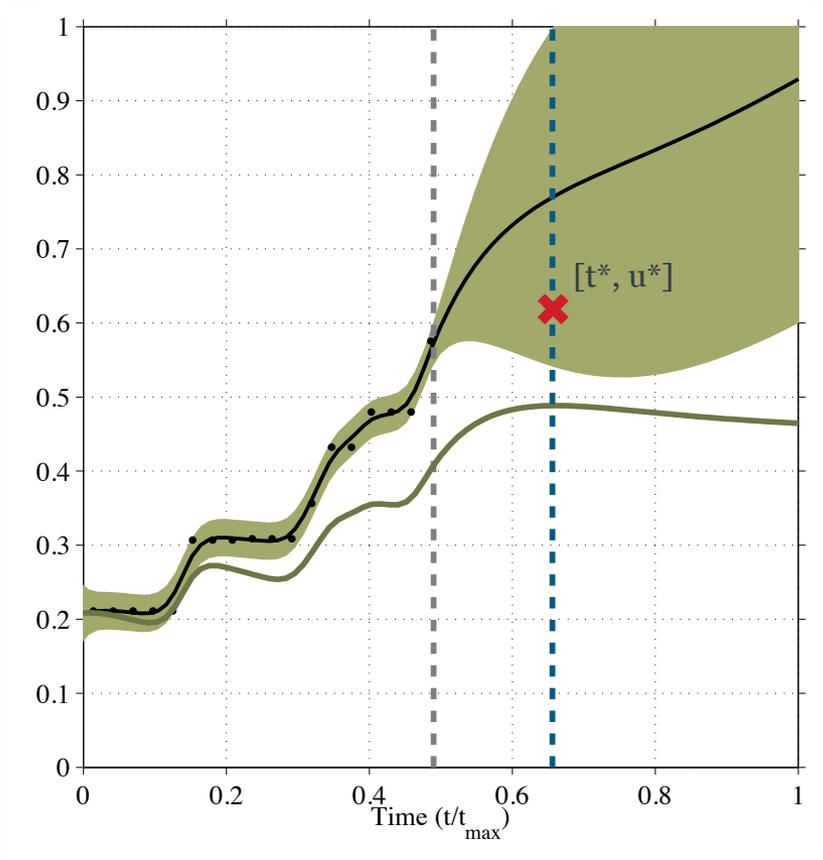
# Maximise Expected Utility

- Find the best **utility**,  $u^*$  to offer at time  $t^*$



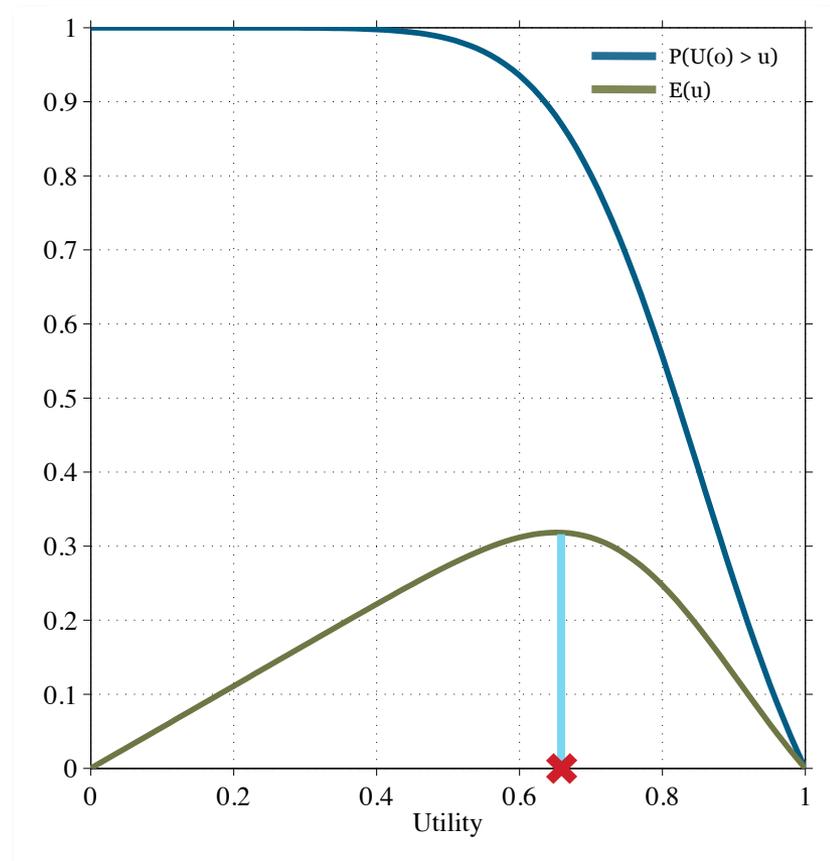
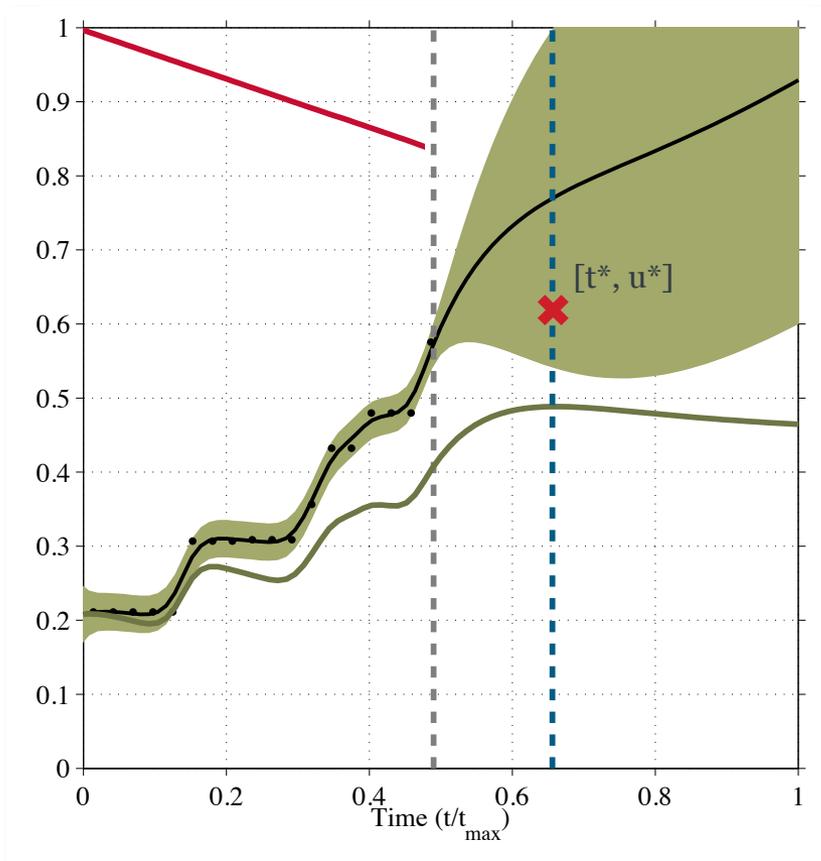
# Maximise Expected Utility

- Find the best **utility**,  $u^*$  to offer at time  $t^*$



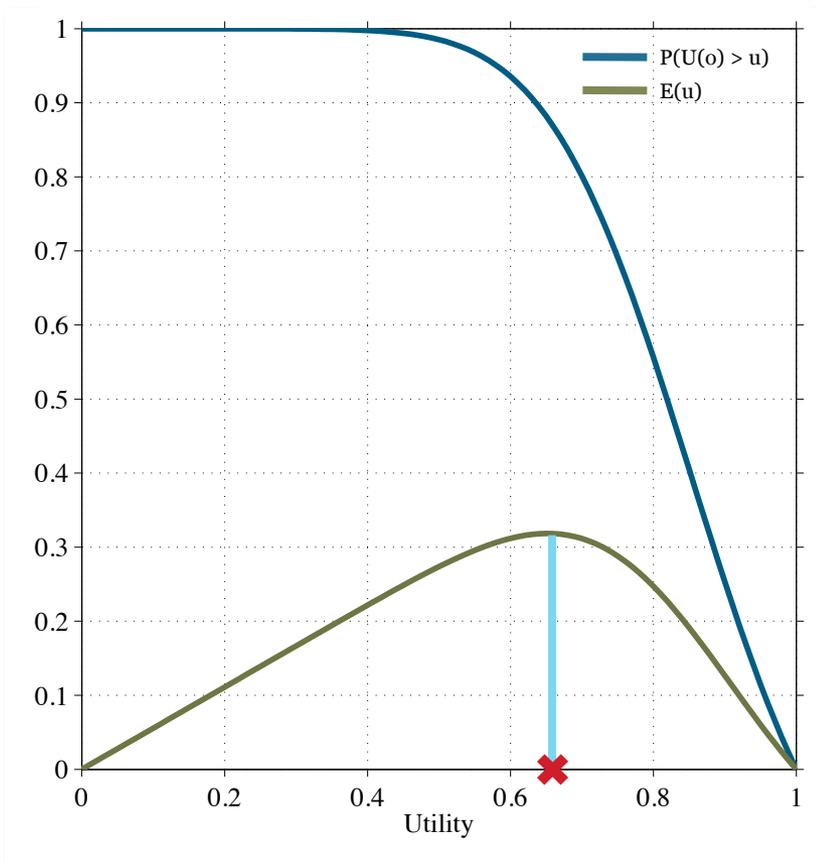
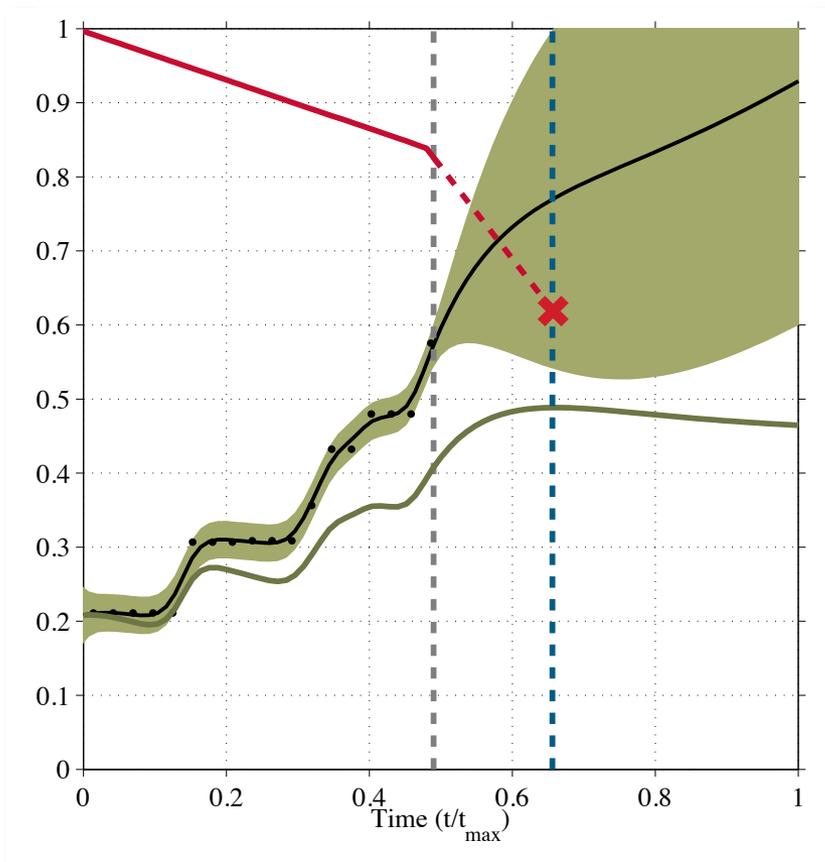
# Choose Target Utility

- Concede towards  $[t^*, u^*]$ .



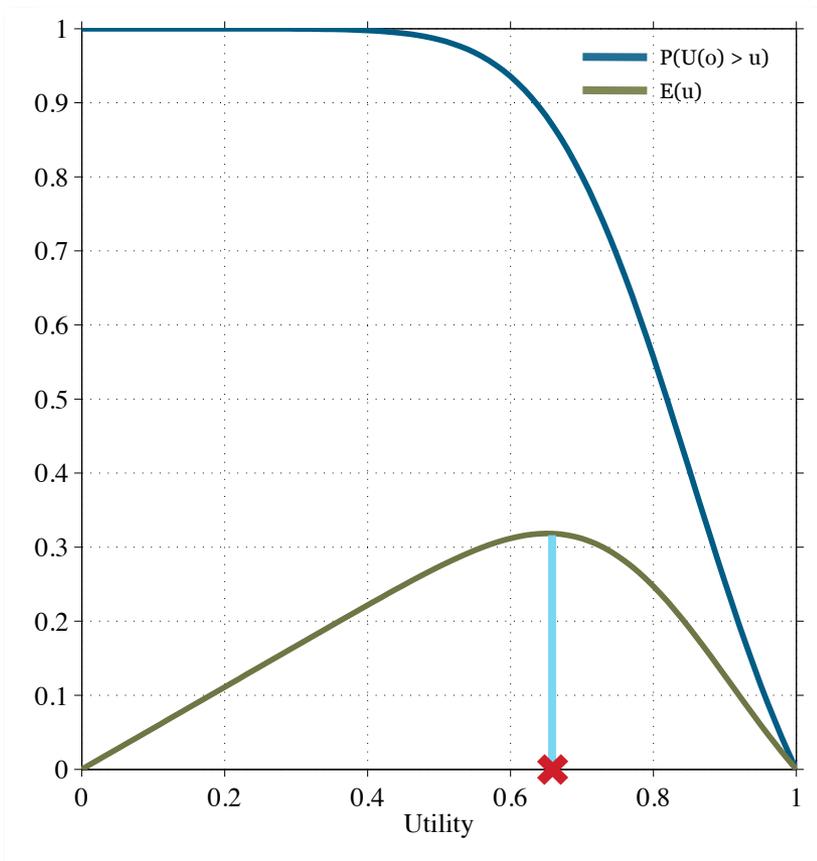
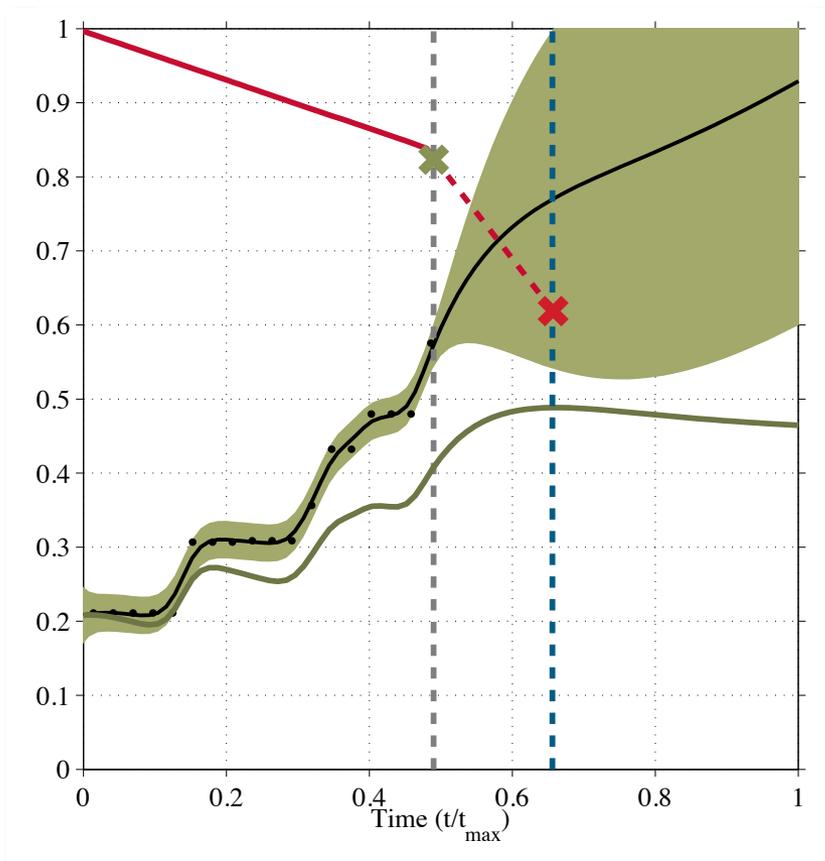
# Choose Target Utility

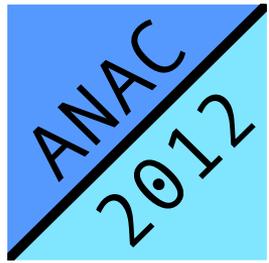
- Concede towards  $[t^*, u^*]$ .



# Choose Target Utility

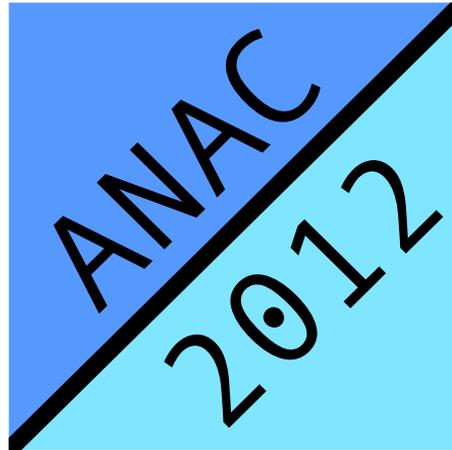
- Concede towards  $[t^*, u^*]$ .





# Dealing with Multiple Issues

- Select a random package, with utility close to target (according to concession strategy).
  - Fast process allows many offers to be made.
  - Encourages exploration of outcome space.



# Meta-Agent

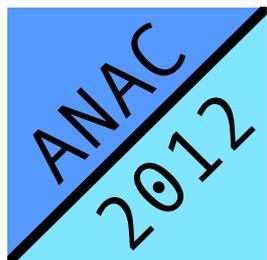
Ben-Gurion University of the Negev

Litan Ilany, **Ya'akov (Kobi) Gal**

# Not a regular agent...

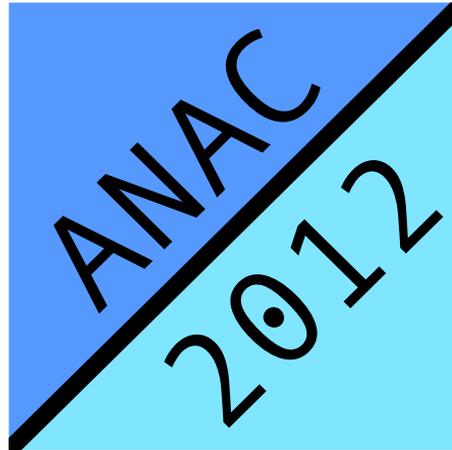
- Based on “Wisdom of the Crowd” theory.
- Combined all publicly available ANAC 2011 strategies.
- **Not a single line of strategic code.**  
(except reservation-value adding)





# Methodology

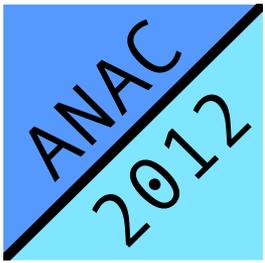
- Used publicly available ANAC qualifying results as training set.
- Used Linear Regression to predict the best agent.
- Designed Meta agent that chooses the best agent for each role in each domain.



# OMACagent

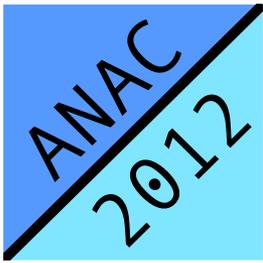
Maastricht University, The Netherlands

**Siqi Chen**, Gerhard Weiss



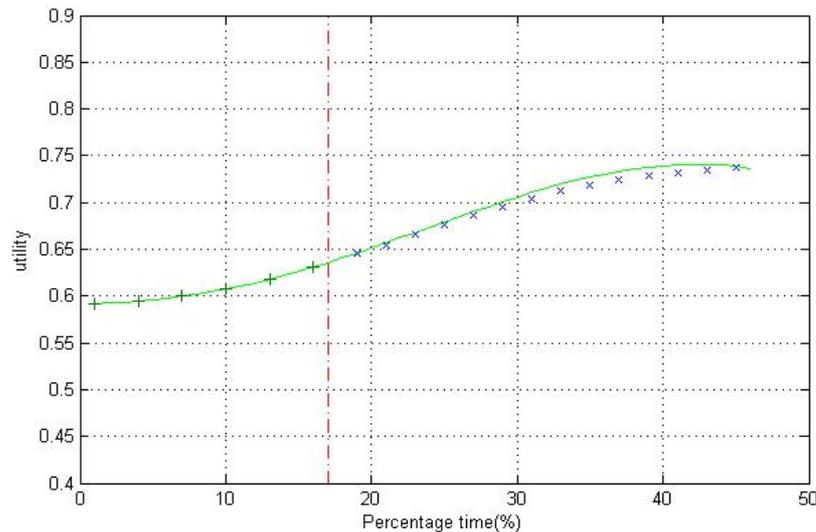
# *Introduction*

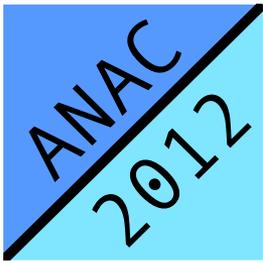
- OMAC = “Opponent Modeling + Adaptive Concession-making”
- OMACagent = a basic implementation of OMAC
- Following two slides about the two main components (OM + AC)



## *Modeling opponent's negotiation strategy*

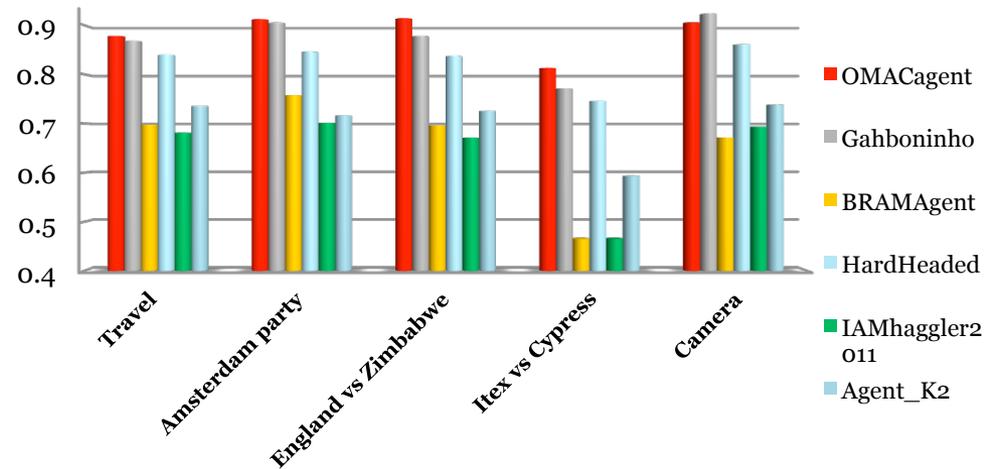
- Discrete wavelet transform (DWT)
- Cubic smoothing spline

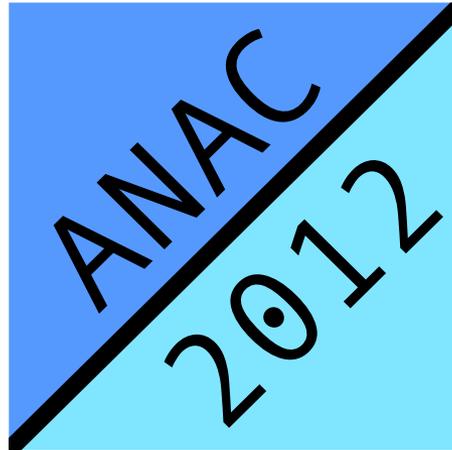




## *Adaptive concession-making mechanism*

- Estimation function of future opponent concession
- Dynamic conservative utility function

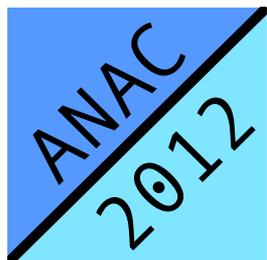




# TheNegotiator Reloaded

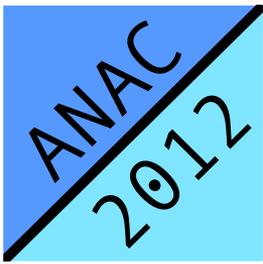
Delft University of Technology

Mark Hendriks, Alex Dirkzwager

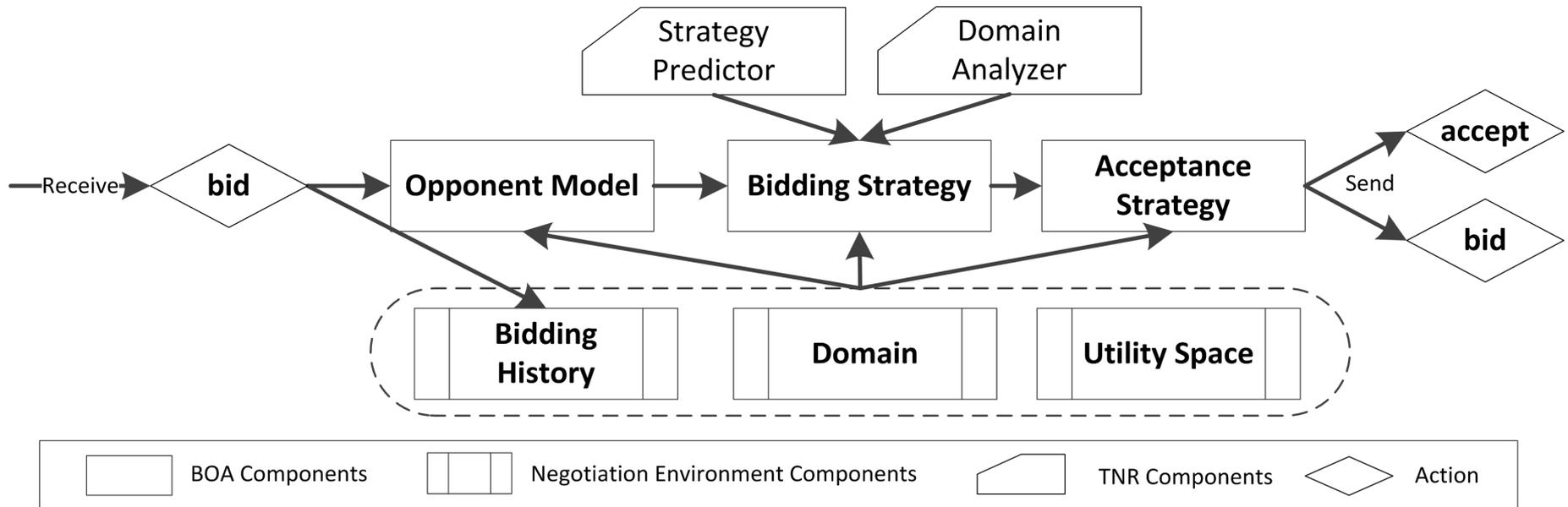


# Contents

1. BOA Framework
2. Implementation BOA Components
  - Bidding strategy
  - Acceptance Strategy
3. Optimization of Agent
4. Conclusion

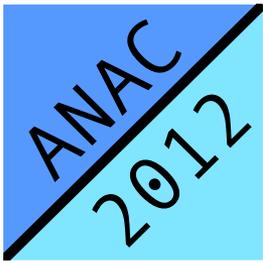


# BOA Framework



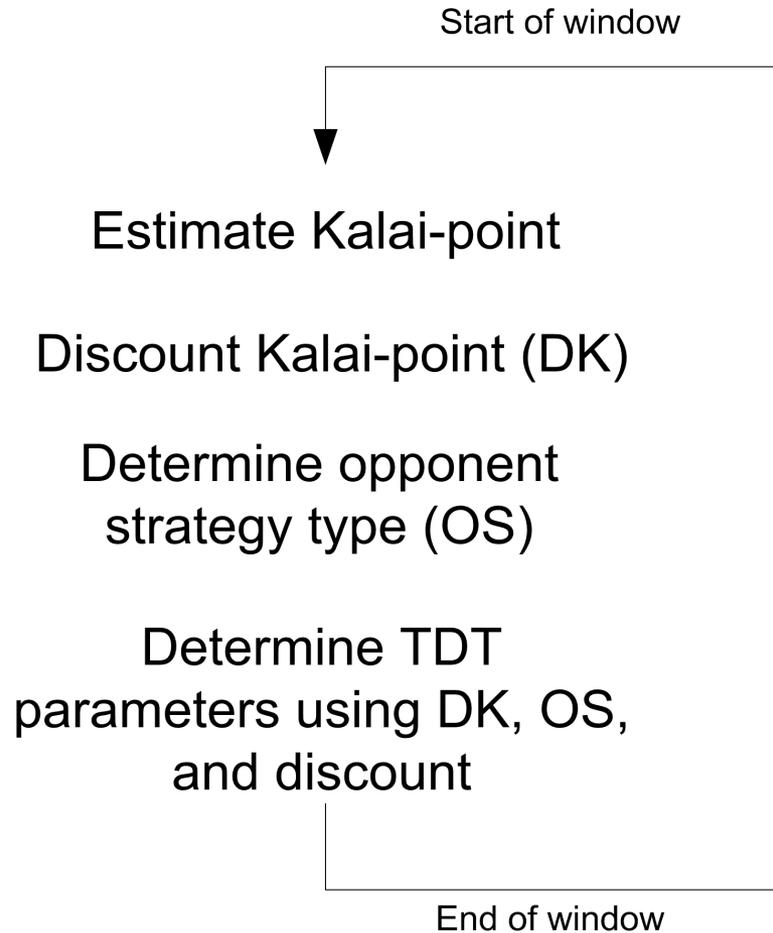
Baarslag, T.; Hindriks, K.; Hendrikx, M.; Dirkzwager, A. & Jonker, C.

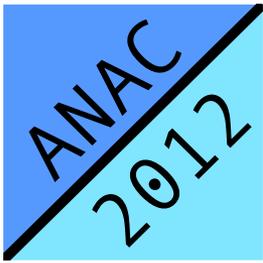
## Decoupling Negotiating Agents to Explore the Space of Negotiation Strategies



# Implementation BOA Components

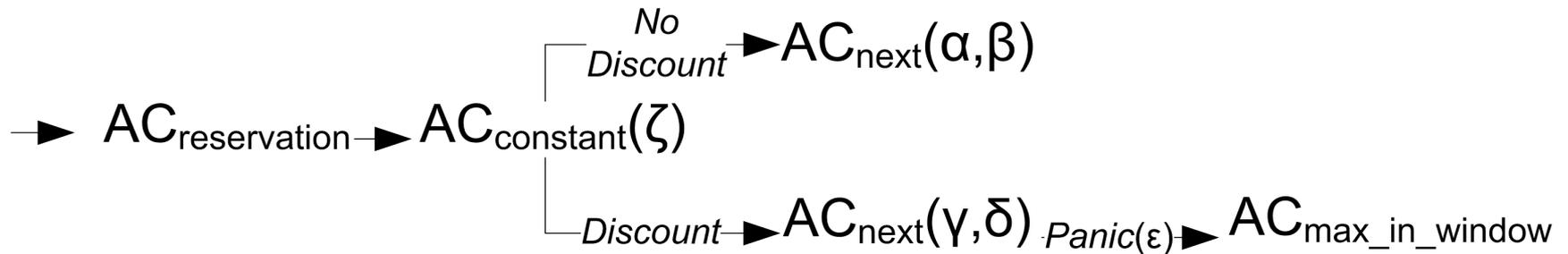
## Bidding Strategy

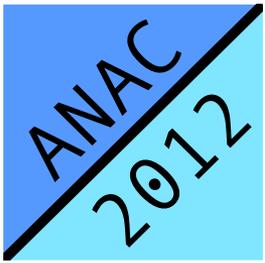




# Implementation BOA Components

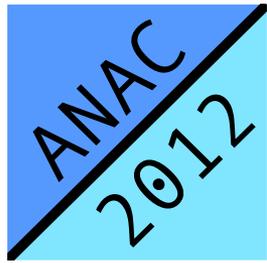
## Acceptance Strategy





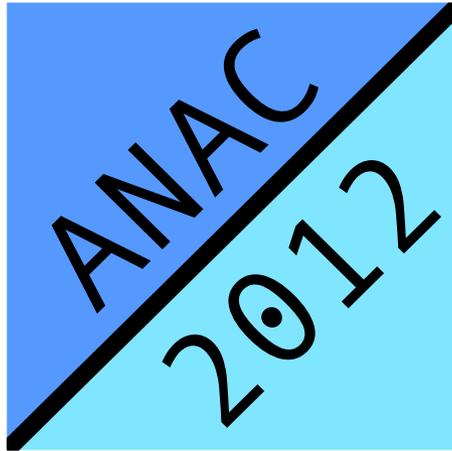
# Optimization of Agent

- Basic components → Database of BOA
- Bidding strategy → Distributed Genius
- Opponent model → Model analyzer of BOA
- Acceptance condition → MAC of BOA

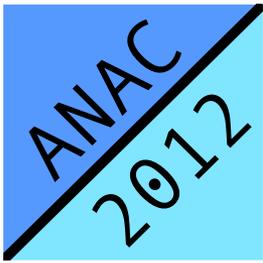


# Conclusion

- First ANAC agent using the BOA framework
- Optimized using new methods
- Dynamic domain- and opponent-based strategy

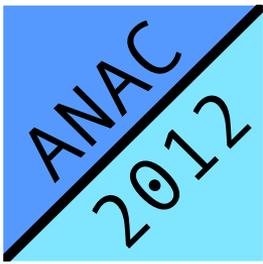


# Final Round



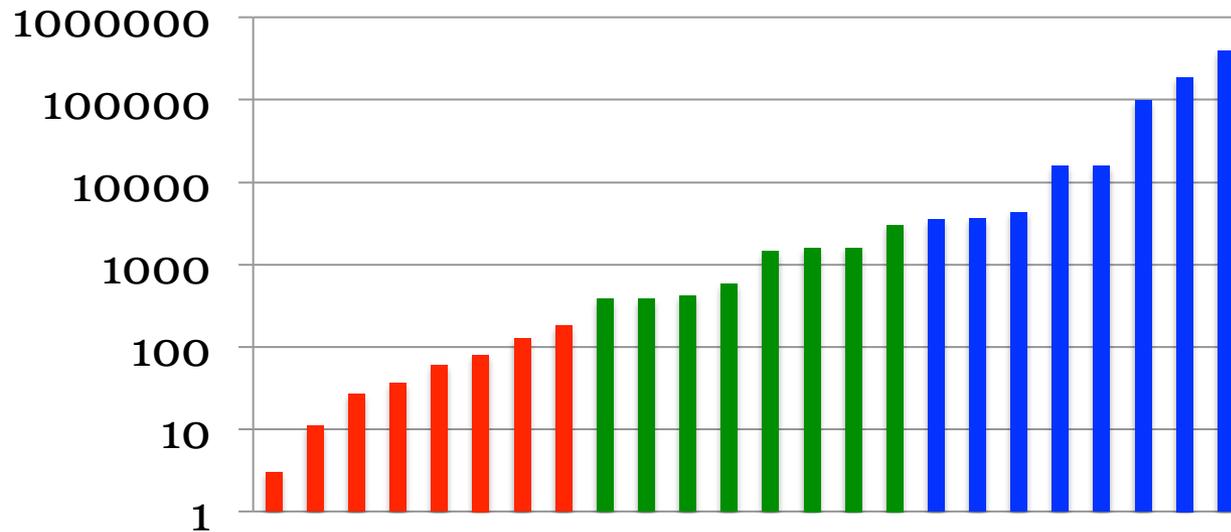
# Final Round

- 8 Agents
- 8 Opponents
- 24 Base Domains
  - (17 submitted this year, 5 from 2011, 2 from 2010)
- 3 Discounting factors:
  - 1.00, 0.75, 0.50
- 3 Reservation values:
  - 0.00, 0.25, 0.50



# Final Round

- 24 base domains of varying size

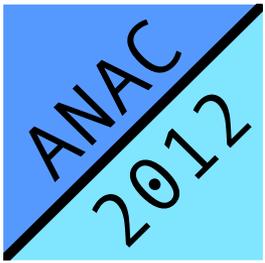


- Split into **small**, **medium**, **large**.

# Final Round

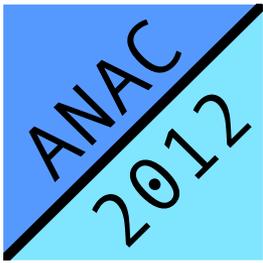
- From each base domain, generated three domains with different values of  $df$  and  $rv$ 
  - These three domains covered all three values of  $df$  and all three values  $rv$ .

		$rv$		
		0.00	0.25	0.50
$df$	1.00	S	M	L
	0.75	L	S	M
	0.50	M	L	S



# Final Round

- 8 Agents
- 8 Opponents
- 72 Domains
- Entire setup repeated 10 times to establish statistical significance.
- Total of 46080 negotiations.



# Prizes

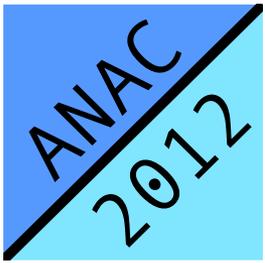
1 <sup>st</sup> Place	\$500
2 <sup>nd</sup> Place	\$400
3 <sup>rd</sup> Place	\$300
Best in Discounted Domains	\$100
Best in Undiscounted Domains	\$100
Most Social Agent	\$100

With thanks to our sponsors:

Prof. Dr. Catholijn Jonker

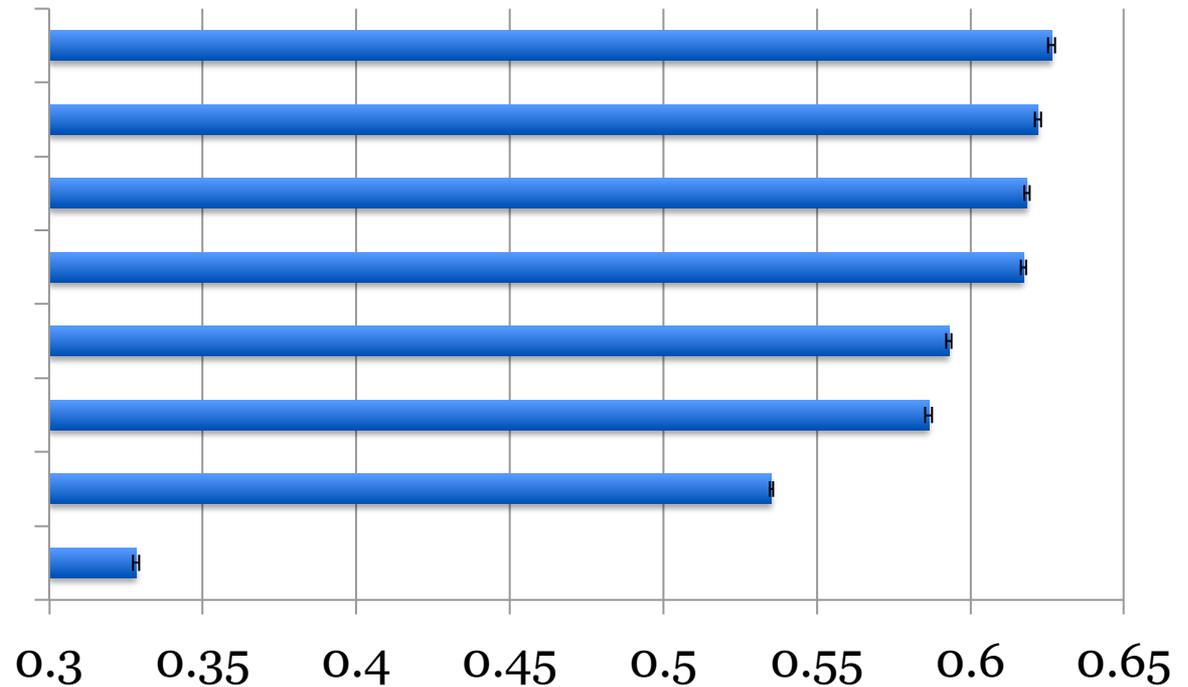
Prof. Dr. Sarit Kraus

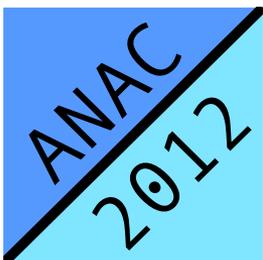
Prof. Dr. Takayuki Ito / Makoto Lab., Inc.



# Overall Rankings

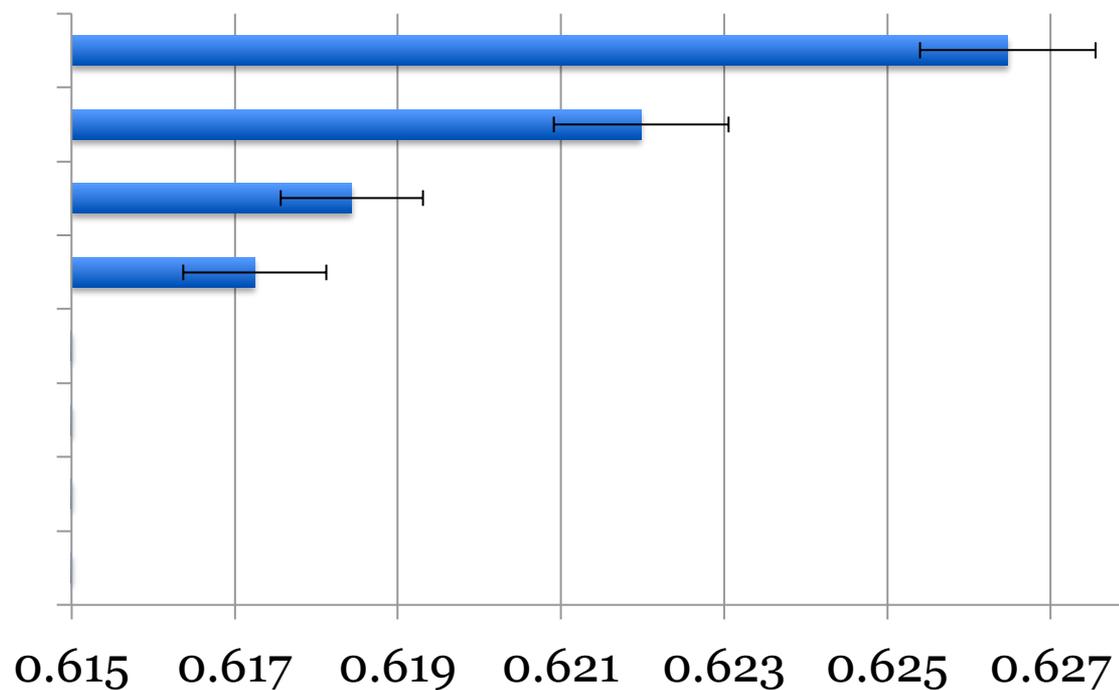
- Agent which achieves best average score across all domains.

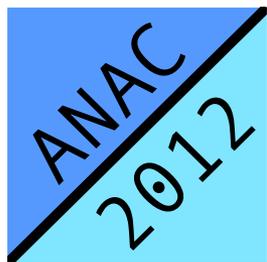




# Overall Rankings

- Agent which achieves best average score across all domains.





0.618

3<sup>rd</sup> Place



**OMACagent**

Maastricht University

Siqi Chen, Gerhard Weiss

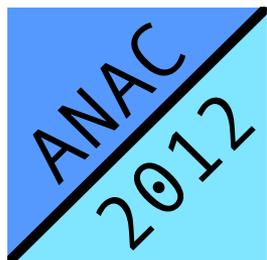
and

0.617

**TheNegotiator Reloaded**

Delft University of Technology

Mark Hendriks, Alex Dirkzwager



2<sup>nd</sup> Place

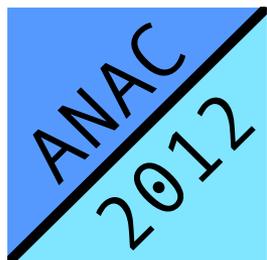


0.622

AgentLG

Bar-Ilan University

Luba Golosman



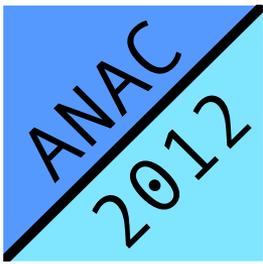
1<sup>st</sup> Place



0.626

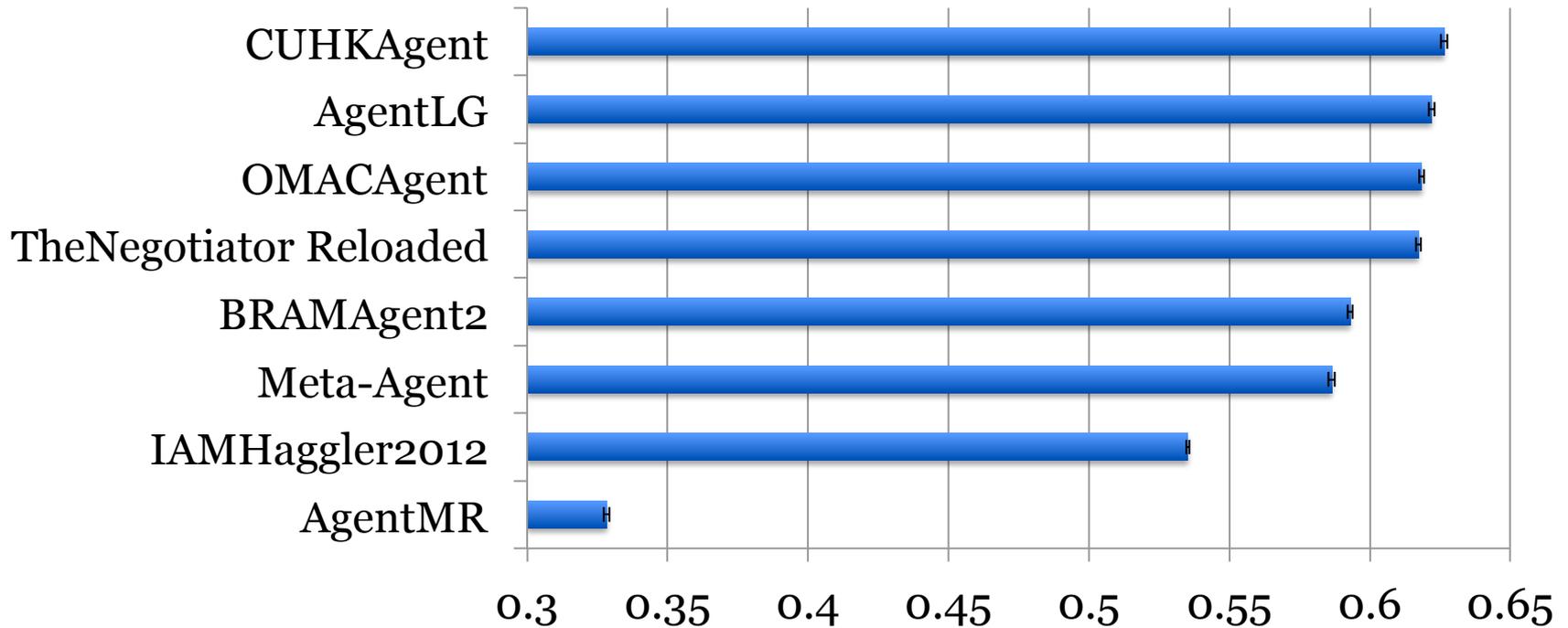
**CUHKAgent**

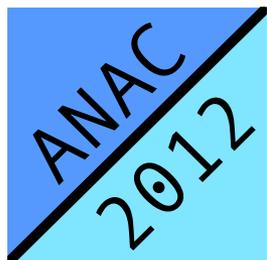
The Chinese University of Hong Kong  
Jianye Hao, Ho-fung Leung



# Overall Rankings

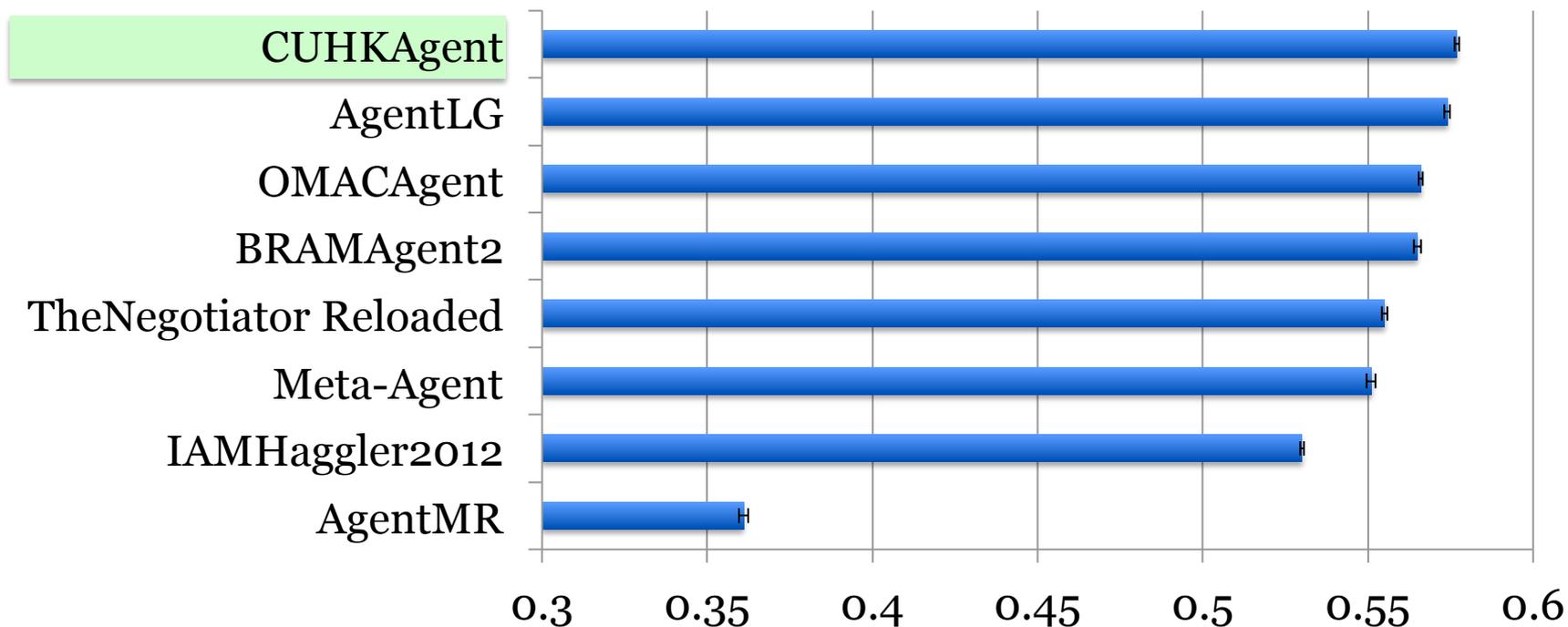
- Agent which achieves best average score across all domains.

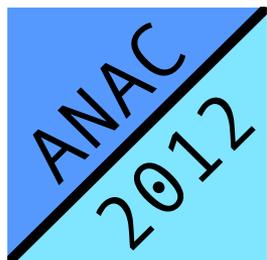




# Best in Discounted Domains

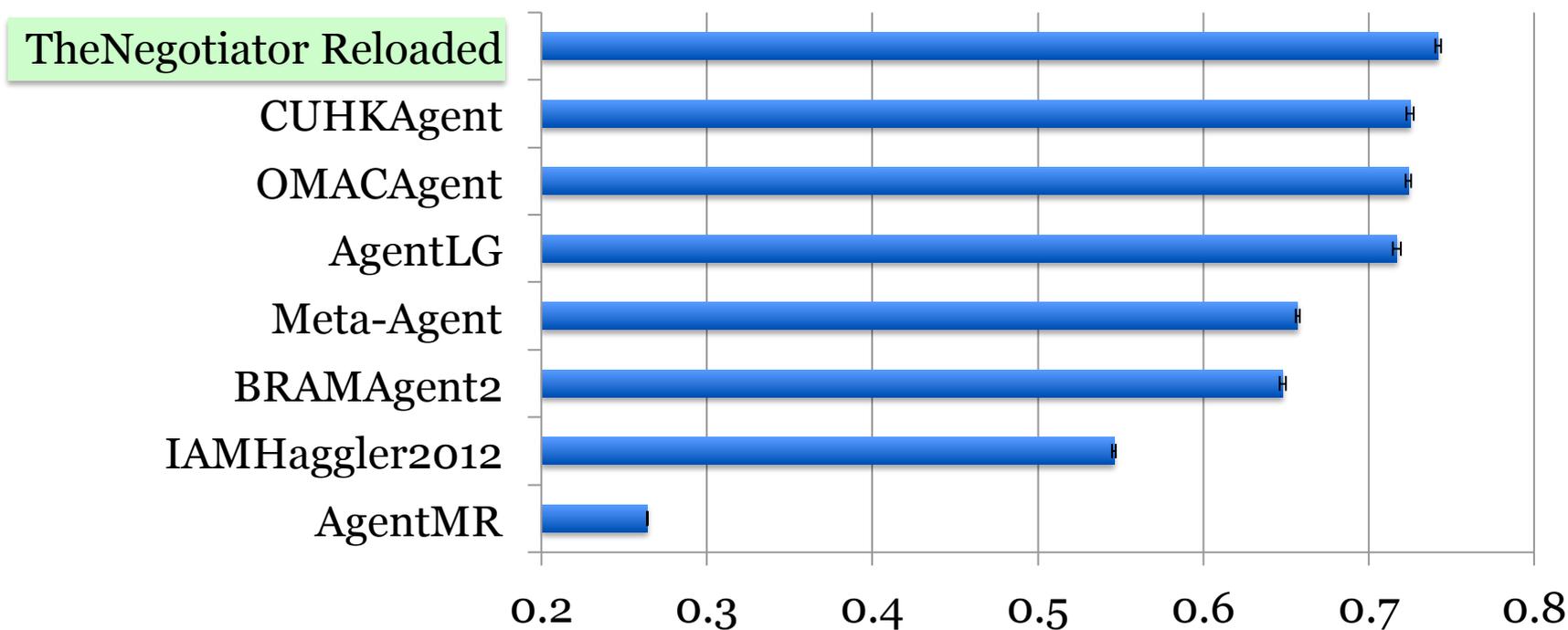
- Agent which achieves best average score over discounted domains.

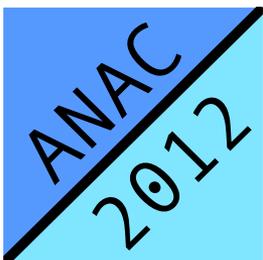




# Best in Undiscounted Domains

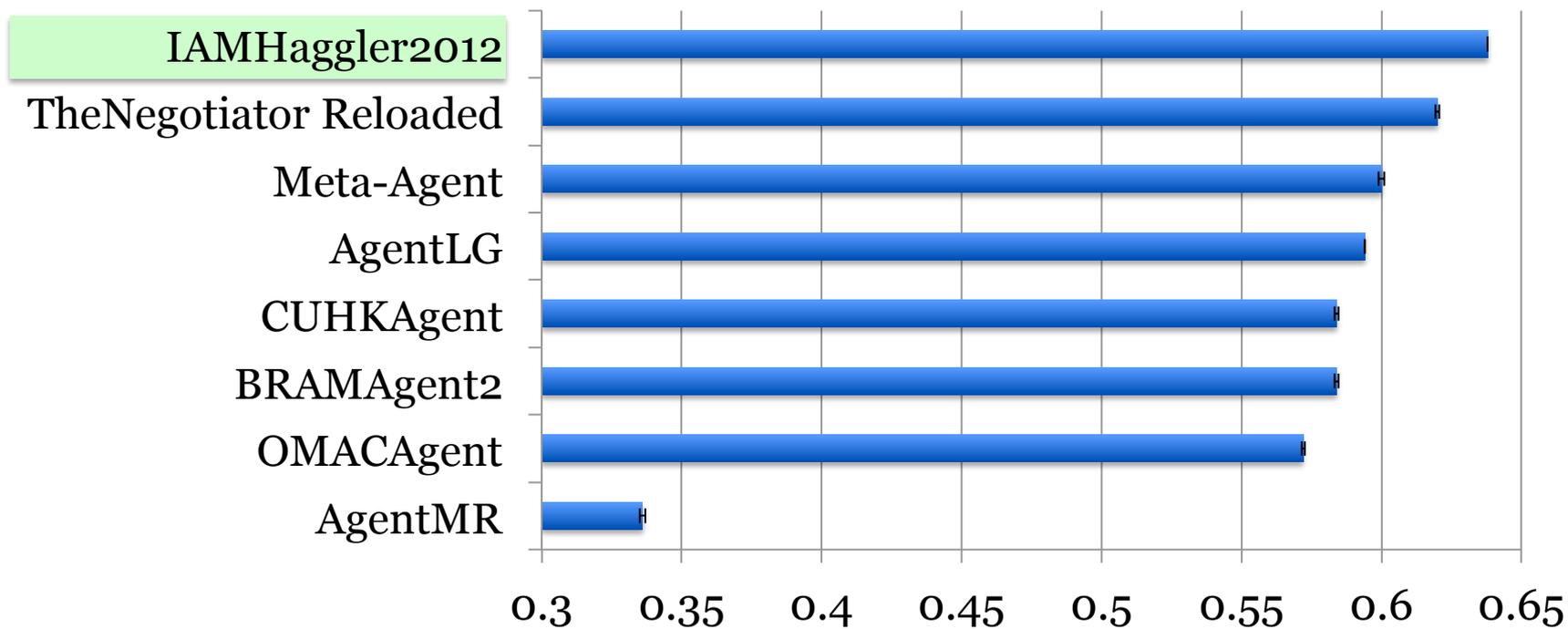
- Agent which achieves best average score over undiscounted domains.

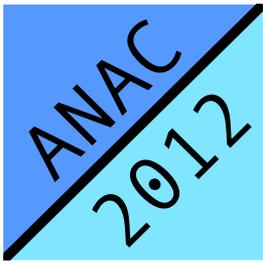




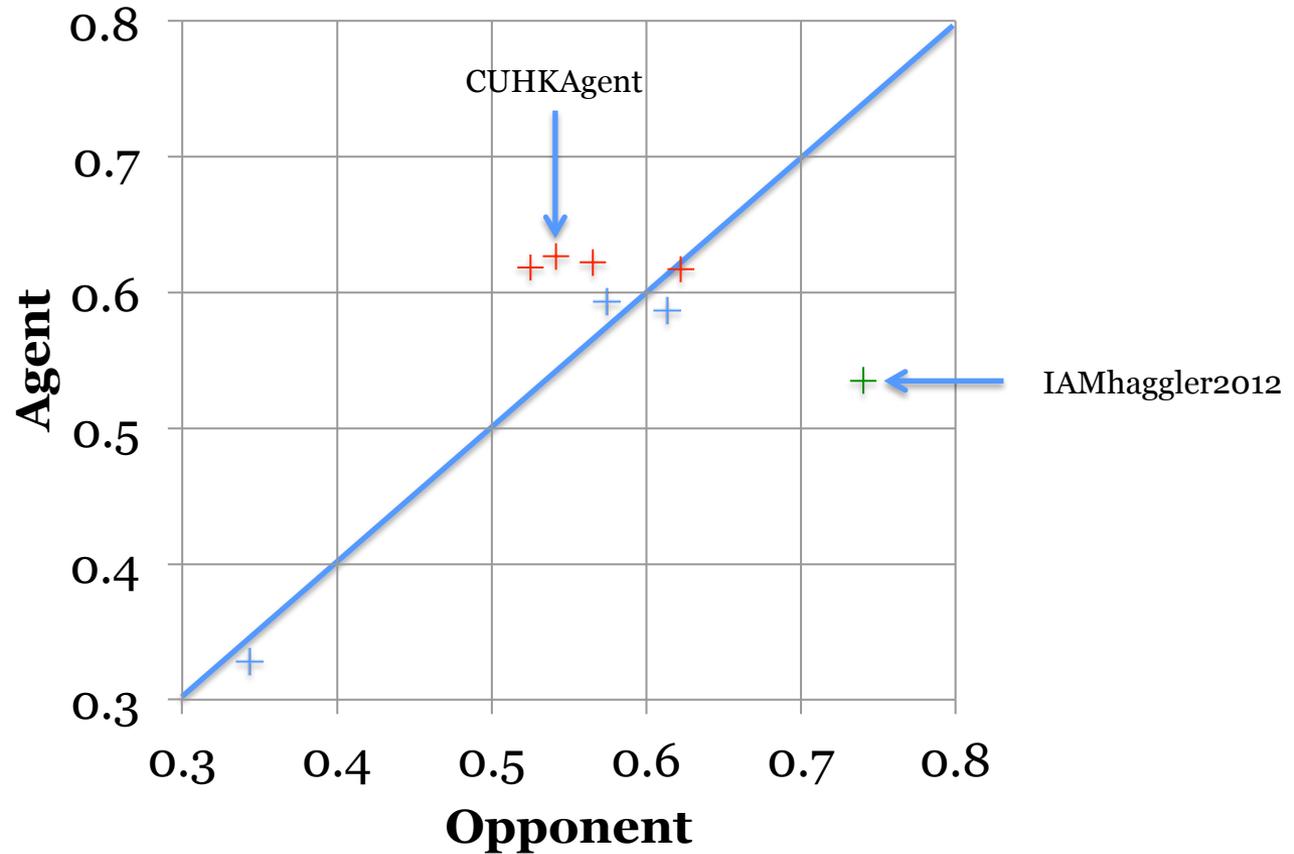
# Most Social Agent

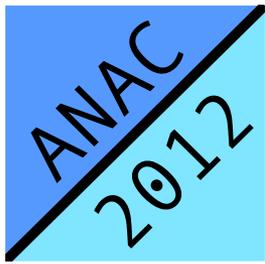
- Agent which maximises the sum of its own utility and its opponent's.





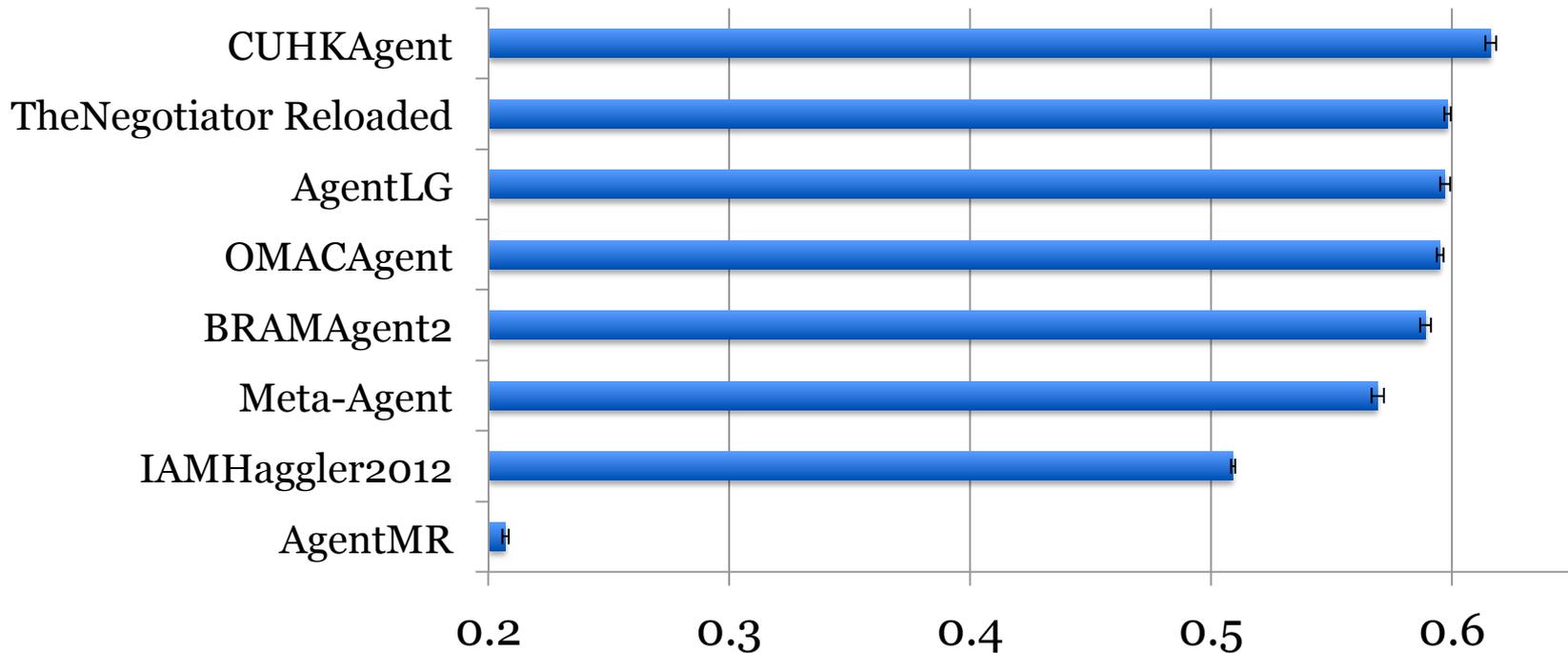
# Agent vs Opponent

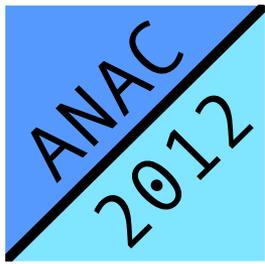




# Compared to ANAC2011

- Considering only domains with zero reservation value.





# Compared to ANAC2011

- Considering only domains with zero reservation value.

