

# Solidarity with Third Players in Exchange Networks: An Intercultural Comparison

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DFG FOR2104 "Needs-Based Justice and Distribution Procedures"

Project B1 "Distributive Preferences and Needs-base Justice in Networks"

Seminar in Venedig: Analytische Soziologie – 20.11.2017



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- Networks provide different relations between exchanging actors → power vs. equality (Hegtvedt et al. 1993)
- Assumption of rational profit-maximization vs. social preferences (Willer et al. 2013; Lewis & Willer 2017)



- 2 x 2 design
- Exchange mode:

**Exclusive Treatment** (12 : 12)

Inclusive Treatment (8:8:8)



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- Exchange mode:
   Exclusive Treatment (12 : 12)
   Inclusive Treatment (8 : 8 : 8)
- networks: three-line & triangle
- 3 person networks



(a) three-line





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- Limited resource of 24 points
- Numerical offers
- One agreement per network/ round



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- Numerical offers
- One agreement per network/ round
- 5 + 5 periods (mode within subjects)



(a) three-line



(b) triangle



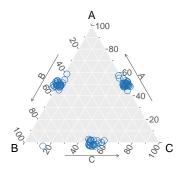
# Exchange Beyond The Dyad: Results I

Exclusive Treatment: Negotiated exchange – restricted to allocations within the dyad (offers are A:B or A:C)



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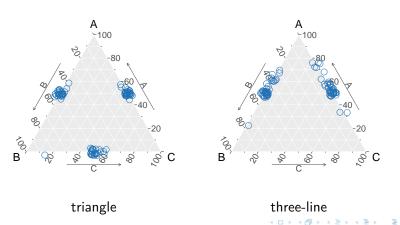
triangle





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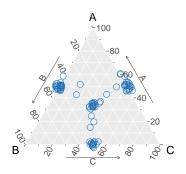
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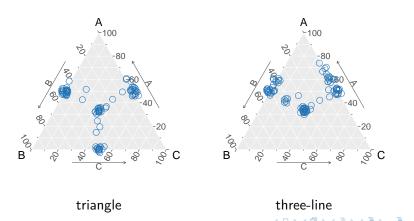
triangle





# Exchange Beyond The Dyad: Results II

Inclusive Treatment: Negotiated exchange – allocations beyond the dyad are possible (offers can be  $\mathsf{A} : \mathsf{B} : \mathsf{C}$ )



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## Exchange Beyond The Dyad: Main Conclusions

 People care for the third network member, even though they should not according to assumptions of rational behavior

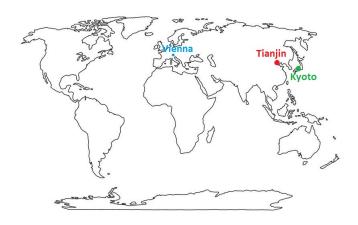


# Exchange Beyond The Dyad: Main Conclusions

- People care for the third network member, even though they should not according to assumptions of rational behavior
- SVOs positively influence the propensity to allocate a positive amount to the third network member



# An Intercultural Comparison of Austria, China and Japan



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- $\rightarrow$  H1: No difference in classical negotiated exchange networks between Austria, China or Japan



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 $\rightarrow$  H2: Difference in other-regarding preferences (allocations to third) in negotiated exchange between Austria and China/Japan



- Exchange beyond the dyad influenced by SVO of negotiating dyad
- Individualism vs. Collectivism (Hofstede et al. 1980)
- Dignity vs. Face (vs. Honor) (Aslani et al. 2013)
- $\rightarrow$  H2: Difference in other-regarding preferences (allocations to third) in negotiated exchange between Austria and China/Japan
- $\rightarrow$  Share of the resource allocated to the third should be larger in China/Japan than in Austria



# Data Collection & Sample

#### Data Collection

- Austria (Vienna): April 2016
- China (Tianjin): December 2016
- Japan (Kyoto): May 2017



## Data Collection & Sample

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- Austria (Vienna): April 2016
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#### Sample

- Participants: 324 total (108 in each country)
- Austria: 41% male students, median age 22 years, experienced
- China: 38% male students, median age 22 years, some experience
- Japan: 73% male students, median age 19 years, little experience



## Results: Distribution of Allocations

1. H1: No differences in average allocations between countries in either network  $\rightarrow$  universality of predictions of SET



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#### Results: Distribution of Allocations

- 1. H1: No differences in average allocations between countries in either network  $\rightarrow$  universality of predictions of SET
- 2. H2: (Almost) No differences in average allocations between countries in a power-equal network structure if allocations beyond the dyad were allowed

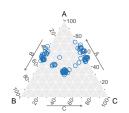
 H2: Differences in power-differentiating network structure between Austria, China and Japan if allocations beyond the dyad were allowed

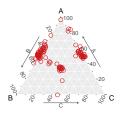


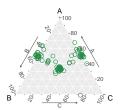


## Results: Differences in Allocations

Payoff to broker
 AT: 11.46pts (48%) - CN: 12.22pts (51%) - JPN: 10.50pts (44%)





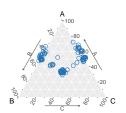


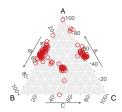
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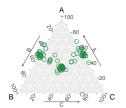


#### Results: Differences in Allocations

- Payoff to broker
   AT: 11.46pts (48%) CN: 12.22pts (51%) JPN: 10.50pts (44%)
- Frequency of allocations to third
   AT: 37 % CN: 22% JPN: 50%





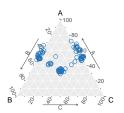


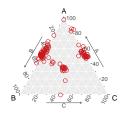
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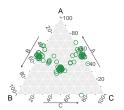


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- Allocations to third
   AT: 2.48 points CN: 1.87 points JPN: 3.49 points



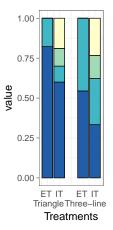






# Results: Offer Types

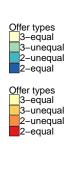


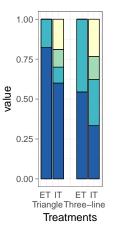


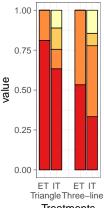
(a) Austria



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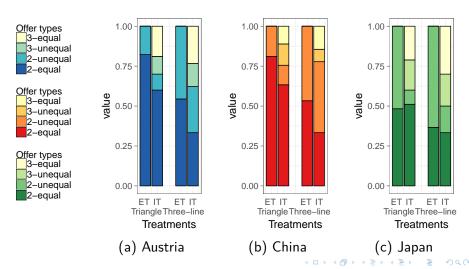


Treatments

(a) Austria (b) China

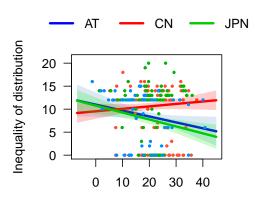


## Results: Offer Types





#### Results: SVO



Average SVO angle in network

- SVO does not work properly in China?
- Difference between Austria and Japan insignificant after control for SVO



#### Conclusion

 No differences in behavior in Austria, China and Japan in classical negotiated exchange



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- Small differences in allocations to third player; more so in the power-differentiating network
- (Unclear effects of SVO in China)



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