

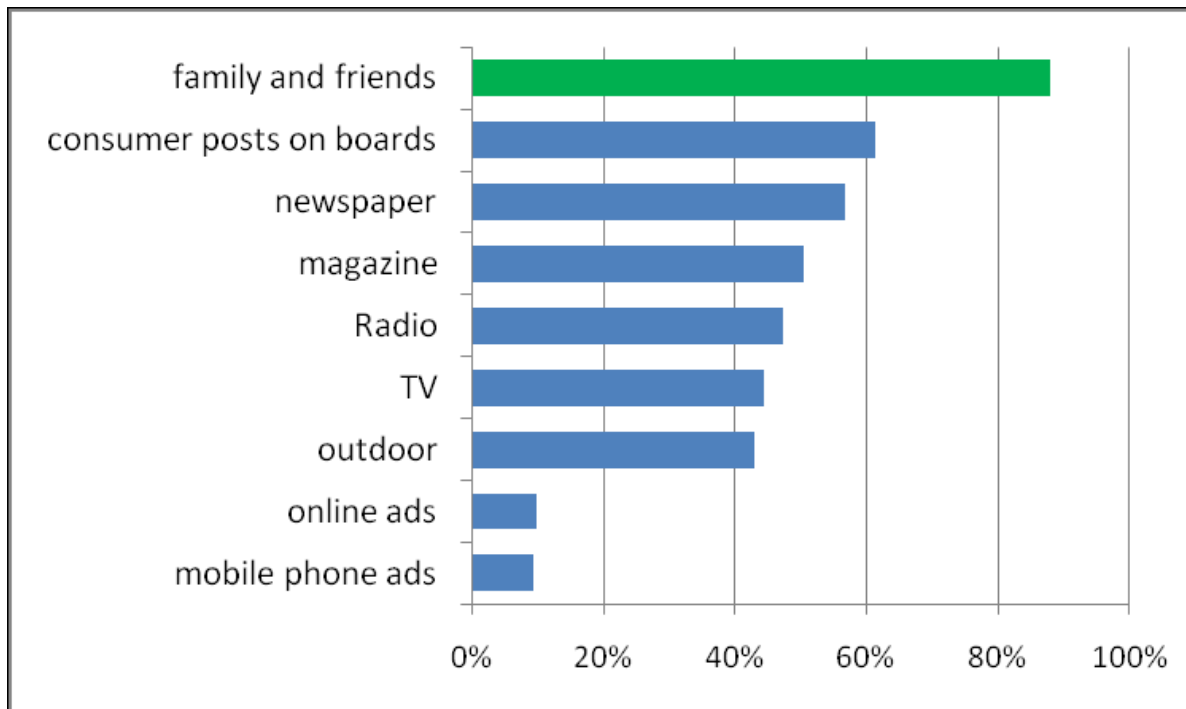


Viral Marketing & Influence Maximization

Word-of-mouth

- Social network plays a fundamental role as a medium for the spread of influence among its members.

Level of trust on different types of ads*

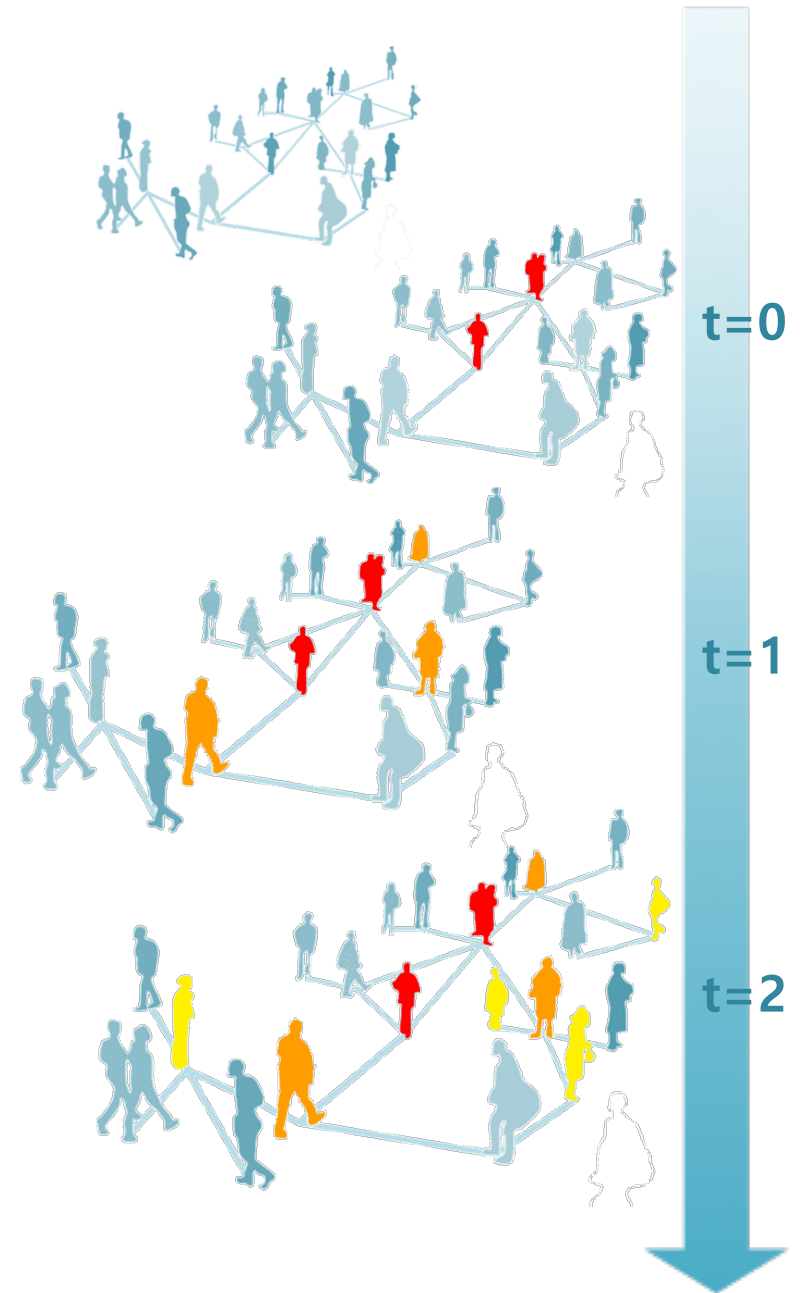


“발 없는 말이 천리 간다.”

*source from Forrester Research and Intelliseek

Viral Marketing

- Interests
 - **Budget:** Who?
 - **Influence:** How many?
 - **Diffusion Efficiency (or marketing efficiency)**
 - Diffusion Time: How long?
 - Diffusion Number: How many?
- Influence Maximization
 - Given graph $G(V,E)$, select “ k ” vertices to maximize (expected) diffusion efficiency

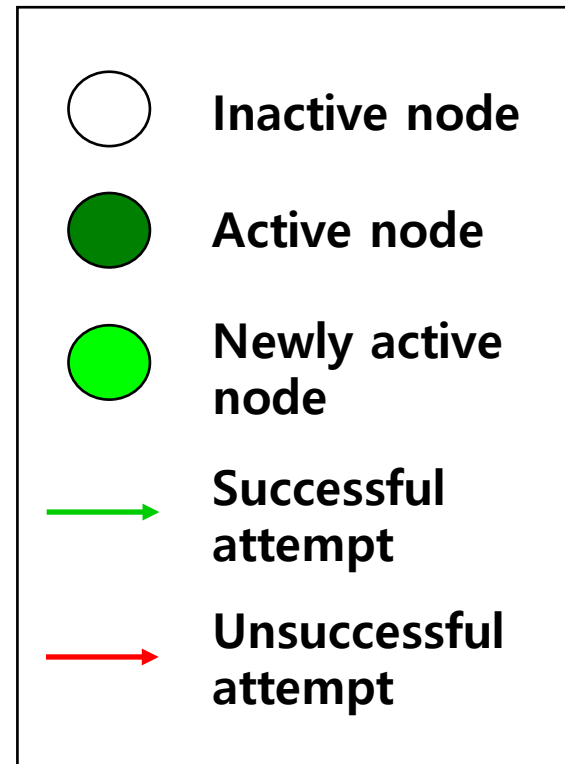
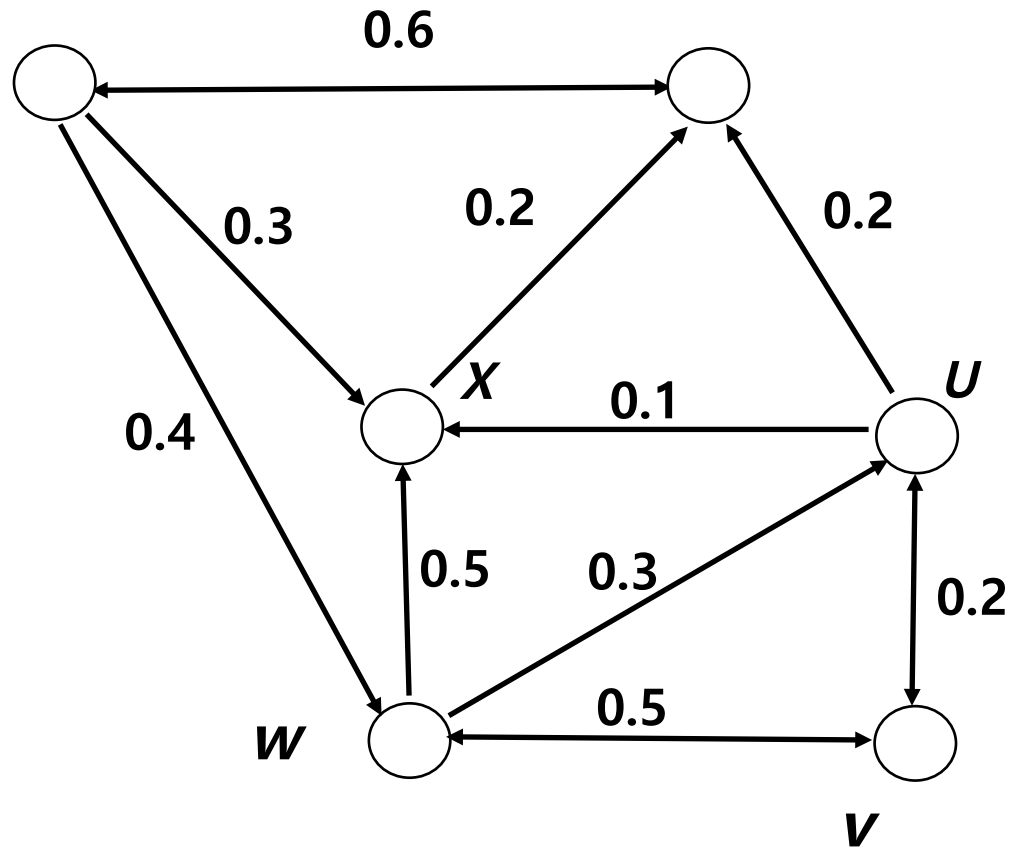


Diffusion Model & Objective

Independent Cascade Model

- When node v becomes active, it has a **single** chance of activating each currently inactive neighbor w .
- The activation attempt succeeds with probability p_{vw} .

Example



Stop!

Independent Cascade Model

- Let $U(C)$ denote the corresponding (random) set of ultimately activated nodes by active seed set C .
- $U(C)$ is a random variable thus we want to maximize $F(C) = E(|U(C)|)$ subject to $|C| < k$.

IF-MAX Problem

$$\begin{array}{l} \textit{Maximize } F(C) := E(|U(C)|) \\ \textit{Subject to } |C| < k \end{array}$$

Problem Hardness & Efficient Approximation

Solving IF_MAX is NP-hard

- **Theorem NP-hard.**

IF_MAX is NP-hard for the Independent Cascade model.

- (sketch of proof)

A simplified version of influence maximization problem in IC model is equivalent to NP-hard Set Cover problem. Thus, the original influence maximization problem is NP-hard problem as its simplified version.

The simplified version of influence maximization problem:

- Consider seed set C with cardinality k .
- p_{ij} is 1 if i and j are connected. (or consider a sample path)
- Define C_i as coverage by node i in C .

