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 (www.socialcapitalresearch.com), “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-to-day 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.
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>
<thead>
<tr>
<th>Table 1. Reciprocity measures for each network.</th>
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<tbody>
<tr>
<td><strong>Monetary</strong></td>
</tr>
<tr>
<td>Crisis</td>
</tr>
<tr>
<td>( D_1 )</td>
</tr>
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<td>.13</td>
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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.

**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 in-degrees 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>
<thead>
<tr>
<th>Network</th>
<th>Isolated</th>
<th>Receiver</th>
<th>Transmitter</th>
<th>Carrier</th>
<th>Max out-degree</th>
<th>Max in-degree</th>
</tr>
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<tbody>
<tr>
<td>$D_1$</td>
<td>42</td>
<td>17</td>
<td>23</td>
<td>3</td>
<td>5</td>
<td></td>
</tr>
<tr>
<td>$D_2$</td>
<td>44</td>
<td>19</td>
<td>23</td>
<td>3</td>
<td>4</td>
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</tr>
<tr>
<td>$D_3$</td>
<td>21</td>
<td>21</td>
<td>25</td>
<td>3</td>
<td>8</td>
<td></td>
</tr>
<tr>
<td>$D_4$</td>
<td>19</td>
<td>21</td>
<td>25</td>
<td>3</td>
<td>4</td>
<td></td>
</tr>
<tr>
<td>$D_5$</td>
<td>4</td>
<td>4</td>
<td>14</td>
<td>7</td>
<td>6</td>
<td>8</td>
</tr>
<tr>
<td>$D_6$</td>
<td>4</td>
<td>4</td>
<td>13</td>
<td>7</td>
<td>6</td>
<td>8</td>
</tr>
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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).

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.
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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