## System 3: a mental simulation module for estimating the causal structure of the world

## The literature

•	Schelling, The Mind as a
	Consuming Organ: brains
	generate their own
	reward
•	Ainslie, Loewenstein,
	Kimball: much of
	consumption is mental
•	Sloman & Lagnado:
	people represent the
	world as a causal
	network
•	Schultz, Dayan,
	Montague: dopamine
	activation 'migrates' back
	along a causal chain
•	Gopnik: children easily
	learn causal relations
•	Sutton & Barto, Rescorla-
	Wagner: RL predicts then
	updates reward
•	Daw: model-based more
	tractable vs model-free
•	K&T: mental simulation
	heuristic
•	Pham: HDIF heuristic
•	Hamrick: mental
	simulation in AI solves
	problems well
•	Dayan, Stachenfeld: the
	successor representation

Key claims of this theory: Not just causal, also implication relations 2. Synthetic reward generated at every node Reinforcement learning updates the graph weights during simulation



4. Truncation prevents perfect updating: synthetic reward gets 'stuck' e.g. liking money for its own sake 5. Motivates consumption of fiction, mind-wandering, prospection, replay, empathy

6. Decisions over the graph are neither a Type 1 nor 2 process

The causal subgraph (blue) is embedded in a larger *implication graph (green).* 

Learners cannot easily distinguish cause from implication; mental simulation helps them do so.

## An empirical test



Think of Pac-man running through the maze picking up power pills. In a similar way, your brain traverses the implication graph gathering reward.

Each time a node is active, it predicts how much reward will be found at the next node. The graph weights update according to how good the guess was. Eventually, the predicted rewards will become accurate.

This learning process has the delightful side-effect of generating lots of mental reward. This can be called 'cognitive goods production'.