# Causal loop diagrams

- Conceptual modelling was developed in response to the failure of quantitative systems analysis to cope with the problems. Different methods have been developed to address these problems.
- Causal loop diagrams provide an example of a qualitative systems tool. The modelling process starts by identifying variables and causal links between them and then proceeds with identification of feedback loops, such as closed chains of causal connections. This language was developed initially to help people identify circular patterns that are often hidden by our default assumption that all causation is linear.

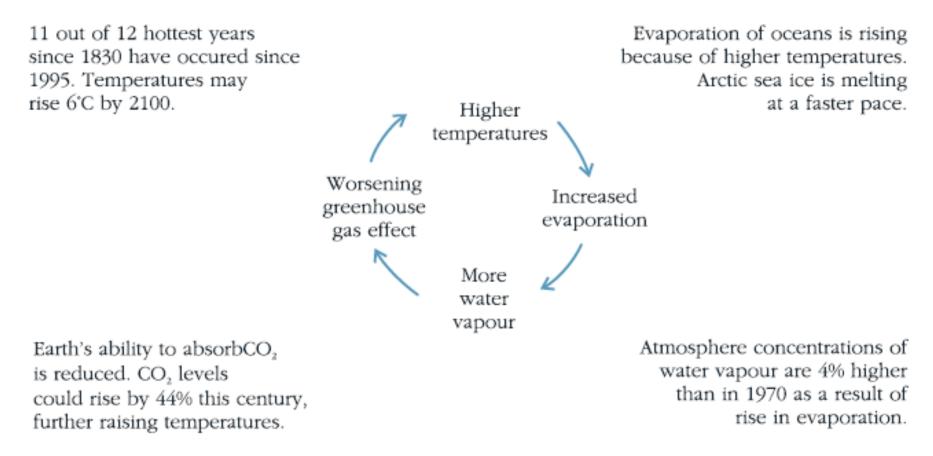
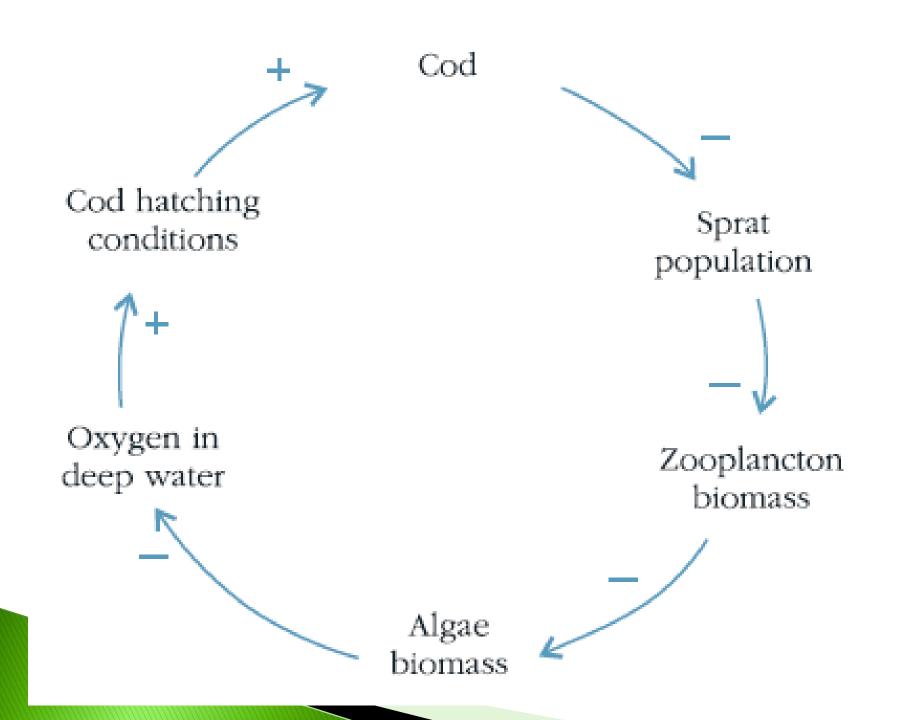


Figure 2.1. Causal loop diagram illustrating vicious circle of global warming

#### Table 2.2. Guidelines for reading causal loop diagrams

K	Arrows denote causal relationships.
×	Double crossing an arrow means that an effect is delayed.
K.	A plus sign at an arrowhead means that both variables change in the same direction, for example increase of a cause results in increase of an effect.
K	A minus sign at an arrowhead means that variables change in opposite directions, for example increase of a cause results in decrease of an effect.
1Pn	Closed chains of causes and effects constitute feedback loops. Loops are numbered and they can be balancing or reinforcing. The character and number of a feedback loop is given inside the loop symbol.



# Balancing feedback loop

- Balancing feedback loops are equilibrating or goal-seeking structures in systems and are both sources of stability and sources of resistance to change.
- Balancing feedback loop guarantees system resilience.

## Reinforcing feedback loop

- Reinforcing feedback loops are selfenhancing, leading to exponential growth or to runaway collapses over time.
- Reinforcing feedback loop is central driver of growth in an economy.
- It could lead to vicious circle.
- Like with epidemy

#### **Computer programs**

Microsoft has a special software for diagrams

 MS Visio. You can create diagrams there
 and than import them to Word (or any other
 program).

You can also use some free alternatives to Visio:

http://www.lucidchart.com http://dia-installer.de/index.html.en

http://cmap.ihmc.us/

<u>http://dia-installer.de/</u>