
World Models Should Prioritize the Unification of Physical and Social Dynamics

Xiaoyuan Zhang^{1,2,3*}, Chengdong Ma^{1,3*}, Yizhe Huang^{1,2}, Weidong Huang²,
Siyuan Qi², Song-Chun Zhu^{2,1,3†}, Xue Feng^{2†}, Yaodong Yang^{1,3†}

¹ Institute for Artificial Intelligence, Peking University

² State Key Laboratory of General Artificial Intelligence, BIGAI, Beijing, China

³ State Key Laboratory of General Artificial Intelligence, Peking University, Beijing, China

Abstract

World models, which explicitly learn environmental dynamics to lay the foundation for planning, reasoning, and decision-making, are rapidly advancing in predicting both physical dynamics and aspects of social behavior, yet predominantly in separate silos. This division results in a systemic failure to model the crucial interplay between physical environments and social constructs, rendering current models fundamentally incapable of adequately addressing the true complexity of real-world systems where physical and social realities are inextricably intertwined. This position paper argues that the systematic, bidirectional unification of physical and social predictive capabilities is the next crucial frontier for world model development. We contend that comprehensive world models must holistically integrate objective physical laws with the subjective, evolving, and context-dependent nature of social dynamics. Such unification is paramount for AI to robustly navigate complex real-world challenges and achieve more generalizable intelligence. This paper substantiates this imperative by analyzing core impediments to integration, proposing foundational guiding principles (ACE Principles), and outlining a conceptual framework alongside a research roadmap towards truly holistic world models.

1 Introduction

The cognitive capacity of intelligent agents to construct and utilize internal "world models" for prediction, planning, and adaptive response [16, 59] represents a foundational principle of intelligence and serves as a significant paradigm for advancing artificial intelligence (AI). The development of AI world models, which endeavor to explicitly learn and predict environmental dynamics to underpin agentive planning, reasoning, and decision-making processes, is currently characterized by a period of dynamic and transformative expansion. Noteworthy advancements include the exploration of Large Language Models (LLMs) as nascent simulators of physical phenomena and as cognitive architectures for agents operating within simplified or text-centric environments [74]. Currently, sophisticated video generation models, such as Stable Video Diffusion [10], are achieving remarkable fidelity in predicting and synthesizing complex visual and, by extension, implicit physical dynamics. Furthermore, model-based reinforcement learning (MBRL) agents, exemplified by systems like DreamerV3 [36], have surpassed human performance benchmarks in complex interactive domains through the learning and utilization of internal dynamic representations of physical environments. These collective successes underscore a rapidly maturing capability to model discrete facets of our world with increasing precision and utility.

*Equal contribution

†Equal corresponding authors. Project website: <https://sites.google.com/view/world-model-position>

The long-term aspiration of world models is to predict the multifaceted complexities of the real world. As illustrated in Figure 1, such complexity inherently encompasses both **physical dimension**, governed by natural laws (e.g., gravity), and **social dimensions**, arising from agentive interactions, subjective beliefs of states, and collective behaviors (e.g., human emotions, social relationships). These two categories of prediction, while fundamentally different and often requiring distinct learning approaches, are inextricably linked in any veridical representation of reality. This paper, therefore, approaches existing world model research through the crucial lens of this physical-social duality, aiming to facilitate more holistic future development.

However, this burgeoning progress in modeling specific dimensions often obscures several profound key problems that constrain the aspiration for truly comprehensive and generalizable world understanding. A predominant limitation is the systemic inadequacy in modeling the rich, bidirectional interplay between the physical environment and the intricate social fabric woven by its intelligent inhabitants. This prevalent separation of physical and social modeling, where world models are often confined to a single dimension of reality, exposes a fundamental incompleteness.

How, then, can these deep-seated challenges be surmounted? **Our Position:** The next significant leap in AI world model development must be defined by, and will critically depend upon, the deep and bidirectional unification of physical and social predictive capabilities. We assert that a truly successful, general-purpose world model must holistically integrate its understanding and predictive capacity for both domains. Here, physical dynamics prediction pertains to forecasting objective material states and transformations governed by natural laws. Social dynamics prediction involves anticipating behaviors, internal cognitive-affective states, and collective patterns of intelligent agents. Their unification demands modeling their profound interdependencies and reciprocal causal influences—how social intent shapes physical action, how physical context constrains social possibility, and how this feedback loop drives their co-evolution.

Consider common scenarios where this integration is paramount. Predicting urban traffic flow reliably fails if models only address vehicle kinematics (physical) without accounting for driver stress or adherence to social norms (social), which dramatically alter physical patterns. Similarly, effective human-robot collaboration necessitates modeling not just physical assembly but also the social dynamics of trust and communication. Without such integration, models offer a fractured view, unable to explain or predict these complex physical-social phenomena, thereby failing to resolve the aforementioned key problems. The current divergence of physical and social world modeling stems from formidable impediments: the representational chasm between objective physical data and subjective social constructs; the complexity of their entangled, bidirectional dynamics; the scarcity of rich, co-registered data; and the challenges in robustly evaluating integrated models.

To navigate these obstacles, this paper, drawing inspiration from cognitive science, sociology, and systems theory, proposes a principled approach. We systematically organize and analyze existing approaches to world modeling through dual lenses of physical and social dimensions in section 2. Building upon this foundation, we elucidate the inextricable linkage between social and physical dynamics, establishing the fundamental ACE principles to guide the study of world models. This culminates in the proposition of a conceptual framework and research roadmap aimed at developing holistic world models that bridge the physical-social divide in section 3. Our formulation paves the way for constructing more robust and socially-aware artificial intelligence systems through integrated modeling of multi-agent intentionality, socio-physical constraints, and emergent behavioral patterns.

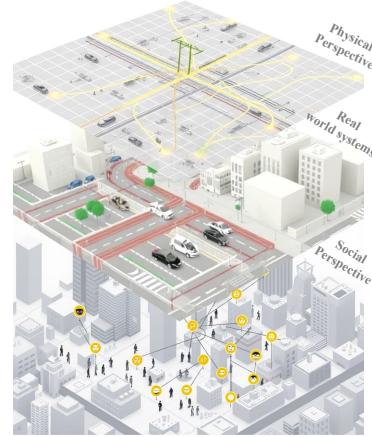


Figure 1: **Real-world systems are composed of both physical and social dimensions.** Physical aspects include vehicle movement, pedestrian flows, and power grid distribution (lines), while social aspects encompass competitive/cooperative relationships (connecting lines) and emotional states (facial expressions).

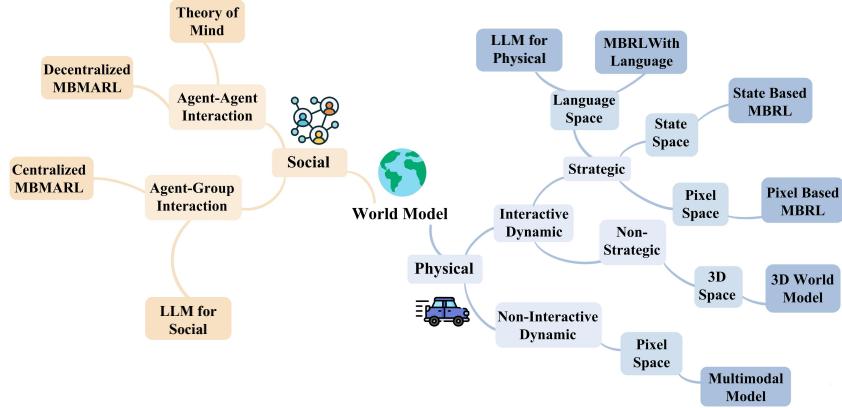


Figure 2: **Physical & Social world model diagram summarizing.** The social aspect is divided into Agent-Agent and Agent-Group Interaction, while the physical aspect distinguishes between interactive and non-interactive processes. Interactive dynamics are further classified into strategic and non-strategic interactions. Modalities are categorized into language, state, pixel, and 3D spaces. This is not a strict classification but a representative summary of current research directions. Table 1 and Table 2 provide detailed examples.

2 The Duality of World Model Predictions: Physical and Social Dimensions

The rapid proliferation and increasing sophistication of AI world models, aimed at learning environmental dynamics for prediction and planning [16, 59], underscore their pivotal role in advancing intelligent systems. However, to truly navigate the full complexity of real-world systems, where objective physical laws are inextricably intertwined with subjective human behaviors and evolving societal structures, it is imperative to critically examine not only what current models predict, but also what they overlook or fail to capture adequately. This section distinguishes world model predictions along two fundamental axes: the **physical dimension**, concerned with material reality and natural laws, and the **social dimension**, focused on agentive interactions, subjective beliefs of states, and collective dynamics. This distinction is not arbitrary. It reflects deep-seated differences in the nature of the phenomena being modeled, the governing regularities, and ultimately, the methodologies required for effective prediction. By surveying the current landscape through this dual lens, we aim to highlight not only domain-specific strengths but, more importantly for our position, the systemic limitations arising from their prevalent separation, thereby underscoring the pressing need for their unification.

2.1 The Physical Dimension: Modeling Objective Reality and Natural Laws

World models targeting the physical dimension endeavor to capture the objective, material aspects of environments and entities, governed by discoverable natural laws. Their predictive efficacy hinges on accurately representing and simulating the evolution of physical states over time. Our conceptualization of this domain, visually summarized in Figure 2, distinguishes modeling approaches based on the nature of dynamics (interactive vs. non-interactive) and the primary data modalities employed (e.g., language, state, pixel, 3D). This framework helps to navigate the diverse methodologies developed for physical world modeling.

Classification and Scope of Physical Predictions. The prediction of physical dimension involves understanding several key aspects. As depicted in Figure 2, a primary distinction is between **interactive dynamics**, where an agent’s actions directly influence the environment (central to MBRL, e.g., policy-based strategic interactions in TD-MPC [38]), and **non-interactive dynamics**, which involve predicting passively evolving systems (common in video generation from static inputs, e.g., DynamiCrafter [121]). Interactive dynamics are further classified into strategic and non-strategic interactions. Physical predictions also target either explicit physical quantities with clear semantic meaning (e.g., velocity and mass in MBPO [49]) or latent physical representations learned from high-dimensional sensory data (e.g., Dreamer series [34, 36]). Finally, these predictions are made

across diverse **modalities**, including language descriptions, structured state spaces, raw pixel data, and explicit 3D geometric representations (e.g., 3D-LLM [44], OccWorld [133]).

Prominent Methodologies in Physical World Modeling: Intuitive Physics Models, inspired by human cognition [6, 16], such as MAC networks [48] or DCL [15], aim to extract explicit physical quantities from visual data and acquire commonsense understanding of physical principles. While these methods have demonstrated progress in structured reasoning, robust generalization to complex real-world scenarios remains a significant challenge.

Model-Based Reinforcement Learning (MBRL) agents construct models of environment dynamics for sample efficiency and planning [105, 19, 102, 33, 71, 80, 126]. Latent variable models like Dreamer [34, 35, 36] and DayDreamer [115] enable learning through "imagination". Transformer-based architectures like IRIS [69] show robust performance in real-robot control [72]. MBRL has mastered complex games (e.g., MuZero [96], Atari [52]). However, model error accumulation, generalization, and agent social complexities beyond simple game-theoretic interactions remain limitations.

Video Generation Models (VWMs), such as Stable Video Diffusion [10] and generative transformers (like Open-Sora [63, 75]), synthesize photorealistic videos, implicitly capturing complex physics. Aligning these for planning (e.g., VADER [81], acting from actionless videos [55]) and ensuring long-term consistency has emerged as a prominent research direction, driven by their unparalleled capacity for visual fidelity and physical property modeling. However, current architectures lack explicit mechanisms to model agents' social contexts or intentional states within generated scenarios, constraining their ability to reason about interactive dynamics in socially situated environments. LLMs for physical reasoning show emerging capabilities in qualitative reasoning about physical laws from text [39]. Approaches like WorldCoder [107] use LLMs to generate simulation code or plans. However, they lack direct perceptual grounding and modeling of embodied social interactions within physical contexts. 3D World Models focus on explicit, geometrically rich representations (e.g., NeRFs, 3D occupancy grids from OccWorld [133], 3D-LLM [44]) for detailed spatial reasoning. Computational cost and real-time dynamic updates are ongoing challenges. For a comprehensive list of related papers and detailed methodologies in physical world modeling, including additional examples and classifications, refer to Table 1 in Appendix B.

Predominant Limitation of Current Physical World Models. Despite these remarkable advancements, a unifying limitation is their often superficial, or entirely absent, representation of the social agents and the complex social dynamics that unfold within these physical environments. When agents are incorporated, they are frequently modeled as simple reactive entities, or their behavior is prescribed by predefined policies or learned via reward functions that lack rich social contextualization. The intricate internal cognitive and affective states, and the dynamic social interactions that profoundly govern human (and increasingly, sophisticated AI agent) behavior in the physical world, are typically not primary modeling targets. This fundamental oversight means that while these models can impressively predict *how* a physical system might evolve under certain given actions, they critically struggle to predict *what* actions an intelligent, socially-situated agent will actually choose to take, *why* they take those actions, or how a *group* of such agents will collectively influence the physical world. This fundamentally constrains their applicability and reliability in a vast array of complex, human-centric real-world scenarios.

2.2 The Social Dimension: Modeling Subjectivity, Interaction, and Group Dynamics

The social dimension of world models addresses the inherently subjective, context-dependent, and evolving nature of individual behavior, relationships between agents, and collective phenomena. Drawing from foundational theories in sociology and psychology [68, 8], we conceptualize social quantities and their prediction at distinct yet interacting levels.

Levels of Social Abstraction. Modeling social reality computationally involves a hierarchical view. The Individual Level pertains to an agent's internal cognitive and affective architecture: beliefs, intentions, goals, emotions, values, preferences, and personality traits [86]. As shown in Figure 2, the **Interaction Level** (Agent-Agent & Agent-Group) focuses on the dynamics between agents, such as communication, the evolution of social relationships (e.g., trust, power), and strategic or game-theoretic encounters. The Group Level encompasses emergent collective phenomena: social

norms, collective action, and cultural values. These levels provide a framework for categorizing and understanding different approaches to social modeling.

Prominent Methodologies in Social World Modeling: AI Theory of Mind (ToM) and Mental State Inference systems, such as ToMnet [86] or M³RL [100], explicitly attempt to model an agent's capacity to infer the unobservable mental states (beliefs, desires, intentions, emotions) of others. This is crucial for predicting nuanced social behavior, e.g., in Sally-Anne tests or strategic games like Stag Hunt [101, 46]. These models excel at representing aspects of social cognition and predicting behavior in socially strategic situations. Nevertheless, they are typically evaluated in simplified, often discrete, environments with limited physical complexity. Scaling robust ToM to open-ended, richly contextualized physical scenarios, and grounding inferred mental states in continuous physical interactions, remains a significant hurdle.

Model-Based Multi-Agent Reinforcement Learning (MBMARL), surveyed in [114], investigates how agents learn predictive models of their environment and each other's policies to improve coordination (e.g., CACC [66]) and competition [117]. Modeling rich social states beyond policies, learning effective communication (e.g., MACI [82]). However, the "world" in MBMARL is often an abstract game state or a simplified representation, not a rich, dynamic physical environment with its own immutable laws and complex affordances that co-shape social strategies.

LLMs serve as powerful foundations for social world models, enabling the prediction of subjective social dynamics, such as preferences and agent behaviors. They excel at modeling rich social dialogues and complex interaction sequences, generating human-like language and diverse social behaviors in textual or simplified settings (e.g., Generative Agents [74]). These systems effectively function as dynamic world models for predicting emergent social states. However, a shared limitation across these approaches is their operation in abstract or disembodied contexts, often lacking explicit modeling of how social predictions translate into, or are constrained by, physical actions, environmental affordances, or real-time sensory inputs. This significantly hinders their ability to capture nuanced physical-social entanglements. For a comprehensive list of related papers and detailed methodologies in social world modeling, refer to Table 2 in Appendix B.

Predominant Limitation of Current Social World Modeling Efforts. While promising strides are being made in modeling specific social facets, from preferences to ToM and LLM-driven interactions, two overarching limitations persist from a unification perspective. Firstly, these efforts often occur in **abstracted or disembodied physical environments**, neglecting the crucial grounding and reciprocal influence of material reality on social dynamics. Secondly, even as standalone endeavors, dedicated research into "Social World Models" as a cohesive field, with the systemic depth seen in physical world modeling, remains underdeveloped. There's often an **insufficient focus on truly complex, multi-level social abstractions** (e.g., enduring norms, cultural dynamics, power structures) and a lack of unified theoretical underpinnings or standardized evaluation paradigms for social world modeling itself. This dual challenge—the internal complexities of comprehensive social modeling compounded by its detachment from robust physical grounding—severely restricts current capabilities in representing real-world socio-technical systems.

Examining the landscape of world models, which includes established physical prediction methods (Intuitive Physics, MBRL, VWMs, 3D Models) and emerging social simulators (ToM, MBMARL, LLM for Social) as summarized in Table 1 and Table 2, a significant imbalance and separation become evident. There is a clear underinvestment in comprehensive Social World Model development compared to its physical counterpart. Furthermore, and most crucially for our thesis, these two vital predictive dimensions are almost universally **modeled as distinct and separate endeavors**, with minimal attempts at deep, bidirectional integration.

Our survey of physical and social world modeling paradigms reveals a critical juncture. While physical models excel at objective dynamics, they often neglect the social agency driving real-world actions. Conversely, emerging social models, though capturing nuanced interactions, typically operate in abstracted physical contexts, lacking robust grounding and an understanding of reciprocal physical influence. This analysis yields two clear conclusions: firstly, a **systemic underdevelopment of comprehensive Social World Models** capable of handling complex social abstractions and evolving norms. Secondly, and more critically, a **profound lack of deep, bidirectional integration between current physical and social modeling efforts**. This "integration gap" is a fundamental barrier, not a mere missing feature. Consequently, neither purely physical nor purely social world models, in

their prevalent isolated forms, can adequately capture the dynamics of real-world systems where physical laws and social agency are inextricably entangled. Predicting complex phenomena, from societal adaptation to climate change, to the socio-technical impact of new technologies, or nuanced human-robot collaboration, demands an integrated understanding that current siloed approaches fail to provide. These challenges directly highlight the "key problems" (e.g., in robust prediction, causal reasoning, and multi-agent decision-making) that persist due to this lack of fusion. Therefore, our central position is unequivocal: to build AI systems capable of true comprehension and effective interaction in our multifaceted world, the systematic unification of physical and social predictive capabilities within world models is an urgent scientific and engineering imperative.

3 Integrating Physical and Social World Model

This section lays the foundational groundwork for achieving truly unified physical-social world models, moving beyond isolated approaches. We first delve into the profound and reciprocal interdependence of physical and social dynamics, articulating why an integrated understanding is indispensable not only for predicting the physical world through a social lens, but equally for grounding social realities within their material context. Building on this imperative, we propose a set of guiding principles (the ACE Principles) to navigate the complexities of this endeavor. Finally, we present a conceptual blueprint outlining the core components and interactions of an integrated physical-social world model and its broad applicability.

3.1 The Inextricable Link Between Physical and Social World

The aspiration to create world models that truly mirror reality compels a departure from paradigms predominantly focused on isolated physical or social predictions. As strikingly illustrated in real-world systems (see Figure 1), the physical and social dimensions are not merely parallel but are inextricably linked through continuous, bidirectional influence [51, 78, 76, 70]. Understanding this entanglement is paramount, as the limitations of current world models, highlighted in section 2, largely stem from neglecting or inadequately modeling these profound interdependencies. This subsection delineates key facets of this indispensable interplay, first examining how social dynamics shape physical reality, and then how physical contexts sculpt social phenomena.

Social Shaping of Physical Reality. The physical world, particularly where human agency is salient, is profoundly shaped by multi-scalar social forces. Firstly, at the agent level, social cognition—encompassing goals, beliefs, intentions, and emotions—acts as the engine of purposeful physical action [16]. A purely physical model might predict a ball's trajectory if thrown, but cannot explain the social intent (e.g., play, aggression) dictating the throw itself and its physical characteristics. In multi-agent contexts like urban traffic, vehicle dynamics are orchestrated less by pure mechanics and more by driver objectives, inferred social understanding, and adherence to norms (e.g., traffic laws), rendering purely physical long-term prediction untenable. Secondly, collective social forces and established structures actively sculpt our physical environment and its utilization [76, 70]. Urban landscapes and large-scale ecological changes are material manifestations of societal planning, economic systems, and cultural values. Accurately forecasting long-term environmental evolution thus necessitates modeling these potent societal drivers. Thirdly, social norms and relational structures function as an implicit rulebook for physical interactions, defining permissible actions and shaping the "social physics" of an environment, from pedestrian flows to teamwork coordination. World models must integrate these social rule systems for predictions to be both physically plausible and socially coherent.

Physical Influence on Social Dynamics. Conversely, the physical world is not a passive stage but an active constituent that constrains, enables, and profoundly shapes social phenomena. The **environment's physical affordances and constraints** (e.g., geography, resource distribution, technological artifacts) directly influence the range of possible social interactions, economic activities, and even the structure of societies. For example, resource scarcity can significantly alter social cooperative norms or incite conflict. Moreover, significant physical events—natural or human-induced—often act as potent catalysts for social change and adaptation. A natural disaster can reconfigure community bonds and decision-making processes, while a technological breakthrough can reshape communication patterns and social hierarchies. Current social models, frequently detached from rich, dynamic physical grounding (as noted in subsection 2.2), struggle to capture these crucial physical-to-social causal

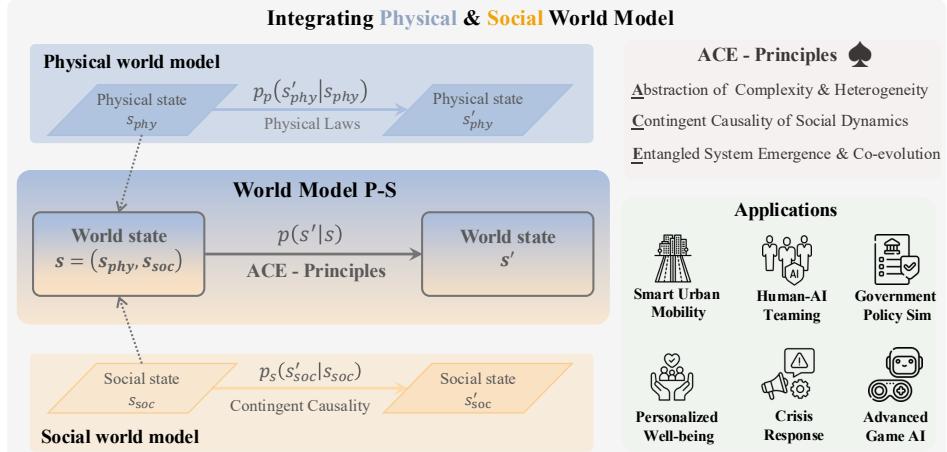


Figure 3: Integrated Physical-Social World Model. The physical state evolution (governed by physical laws) and social state evolution (driven by Contingent Causality) are unified into a physical-social world model, which follows the ACE Principles, leading to impactful applications.

pathways. Fundamentally, physical perception forms the bedrock of social understanding; agents infer others' intentions, emotions, and beliefs largely through observing their physical manifestations (expressions, gestures, actions) within a shared material context. Grounding abstract social concepts in concrete physical percepts and interactions is thus essential for any robust social reasoning.

The Indispensable Entangled Loop and Its Implications. This continuous, recursive feedback loop—where social agency systematically alters physical states, and physical realities dynamically modulate social cognition and interaction, is thus the defining characteristic of complex real-world systems populated by intelligent agents. Attempting to model either the physical or social dimension in isolation, or with only superficial linkages, inevitably leads to a fractured, incomplete, and ultimately inadequate understanding of reality. The "key problems" that plague current world model systems in achieving robust long-term prediction, deep causal reasoning, or effective multi-agent coordination in novel situations, are often direct consequences of failing to capture this deep **physical-social entanglement**. Therefore, constructing world models that genuinely reflect the richness and interconnectedness of our world necessitates integrated frameworks that explicitly model these foundational, bidirectionally influential socio-physical dynamics. This understanding forms the bedrock upon which our proposed guiding principles and conceptual framework are built.

3.2 Guiding Principles for Integrated Physical-Social World Models

To effectively navigate the profound complexities inherent in unifying physical and social world models, and to chart a course towards robust, insightful, and ethically-grounded integrated systems, we propose the **ACE Principles**. These three foundational tenets—Principled Abstraction of Social Complexity and Heterogeneity, Capturing the Contingent Causality of Social Dynamics, and Enabling Entangled System Co-evolution and Emergence—are specifically formulated to address the unique challenges posed by the deep entanglement of objective physical dynamics and subjective, evolving social constructs. They offer a coherent intellectual framework for the next generation of world model research and development.

Abstraction of Social Complexity and Heterogeneity. A primary challenge in integrating social dynamics lies in the inherent nature of social quantities. Unlike physical variables, social constructs (e.g., beliefs, norms, trust) are typically dimensionless, exceptionally heterogeneous, and operate within vast, often ill-defined conceptual spaces, varying significantly across individuals and contexts. Therefore, this principle advocates for **multi-level abstraction mechanisms specifically tailored for this social complexity and heterogeneity**. This necessitates models capable of: (a) representing diverse social information at various granularities, from transient individual mental states to enduring societal value systems; (b) effectively managing the profound heterogeneity within these representations; and (c) composing these social abstractions to inform decision-making and predict collective phenomena, while ensuring a meaningful interface with physical world representations.

Contingent Causality of Social Dynamics. A defining distinction from physical systems, governed by largely immutable and universal causal laws, is that the causal relationships patterning social dynamics are inherently **contingent**: **they are mutable over time, highly sensitive to specific socio-physical contexts, and significantly shaped by agentive interpretation and strategic construction** [24]. While a physical law dictates outcomes with universal consistency, the "social law" dictating that, for instance, a specific promise (social action A) leads to increased trust (social state B) is contingent upon cultural norms, prior relationship history, the perceived sincerity of the promiser, and numerous other evolving contextual factors. Its predictive power is not fixed but probabilistic and adaptive. Integrated world models must therefore embody the principle of capturing this contingent causality inherent in social dynamics. This demands capabilities to: (a) model how the causal pathways linking social antecedents to social and physical consequences can evolve, strengthen, or weaken; (b) represent how heterogeneous agents might understand and enact different causal models of their social world, leading to divergent behavioral patterns even in similar physical settings; and (c) ensure that the model's predictions of social behavior reflect this understanding of conditional, rather than deterministic, causality, moving beyond simplistic rule-following to a nuanced appreciation of strategic interaction and socially constructed realities.

Entangled System Emergence and Co-evolution. Ultimately, physical and social dimensions constitute a deeply entangled, co-evolving, holistic system where properties of the whole often transcend the sum of its parts. Actions and changes within one domain invariably and causally influence the other, creating complex feedback loops that drive the system's overall trajectory and give rise to emergent phenomena. This principle calls for a unified modeling approach that explicitly enables the simulation of this holistic system co-evolution and the emergence of novel, system-level properties resulting from physical-social entanglement. This entails capabilities to: (a) represent how physical environmental affordances causally shape social cognition and normative structures; (b) conversely, model how social states drive physical actions that modify the material world, capturing bidirectional causality; and (c) design architectures and learning paradigms that foster the emergence of complex collective behaviors and societal-level transformations from the interplay of numerous agents operating under both physical laws and multifaceted social influences.

These **ACE Principles** are not merely additive but deeply synergistic. Effective Abstraction is a prerequisite for understanding the Contingent Causality inherent in social dynamics. Both, in turn, are crucial for modeling the profound Entanglement between physical and social systems from which co-evolution and holistic emergence arise. Together, they form a cohesive set of guidelines for advancing towards truly comprehensive and predictive physical-social world models.

3.3 Framework for Unified Physical-Social World Model

Building upon the imperative for integration and the ACE principles, we propose a conceptual framework for unified physical-social world models (WM_{P-S}). Visualized in Figure 3, this framework emphasizes a principled approach to synergistically modeling and predicting the distinct yet deeply entangled dynamics of the physical and social realms. Our primary focus is on the **predictive problem**: learning and forecasting state transitions within complex environments comprising both physical and social elements. This problem is formulated as $WM_{P-S} = \langle N, \mathcal{S}, T \rangle$, where $N = \{1, \dots, n\}$ be the set of agents. The world state space \mathcal{S} is a composite of physical and social dimensions:

$$\mathcal{S} = \mathcal{S}_{phy}^{env} \times (\times_{i=1}^n \mathcal{S}_{phy}^i) \times (\times_{i=1}^n \mathcal{S}_{soc}^i) \times (\times_{i,j \in N, i \neq j} \mathcal{S}_{soc}^{ij}).$$

Specifically, a specific world state $s \in \mathcal{S}$ explicitly decomposes into a **joint physical state** $s_{phy} = (s_{phy}^{env}, \{s_{phy}^i\}_{i \in N})$, where s_{phy}^{env} describes the environment and s_{phy}^i is agent i 's physical state, and a **joint social state** $s_{soc} = (\{s_{soc}^i\}_{i \in N}, \{s_{soc}^{ij}\}_{i,j \in N, i \neq j})$, where s_{soc}^i denotes individual social attributes (e.g., beliefs, goals) and s_{soc}^{ij} captures inter-agent social relationships, the construct of s_{soc} follows the Principle A. Given the current world state $s = (s_{phy}, s_{soc})$ (and potentially a joint action a if explicitly modeled), the core predictive challenge is to learn the **joint state transition function** $T(s'|s)$, predicting the next state s' . It is crucial to understand that this unified T is not merely an additive combination of independent physical (T_{phy}) and social (T_{soc}) transition functions. Such isolated learning would fail to capture their deep coupling and reciprocal influence, as emphasized by Principle E. The evolution of s_{phy} is continuously affected by s_{soc} and vice-versa. Therefore, T must inherently model this entanglement. Our proposed WM_{P-S} framework, depicted in Figure 3,

operationalizes this unification. The learning, structure, and predictive mechanisms of this WM_{P-S} are fundamentally guided by the overarching **ACE Principles**. Principle A shapes the multi-level abstraction of s_{soc} ; Principle C ensures the social component of predictions reflects contingent causality sensitive to the socio-physical context; and Principle E mandates the model captures the entangled co-evolution leading to holistic system emergence. The successful instantiation of such a WM_{P-S}, is envisioned to unlock a new generation of AI capabilities. As highlighted in Figure 3, this ranges from developing Smart Urban Mobility systems that understand both traffic physics and human driver behavior, to fostering truly Human-AI Teaming through mutual understanding, enabling more effective Government Policy Simulation, creating deeply engaging Advanced Game AI, supporting Personalized Well-being applications that consider socio-physical contexts, and improving Crisis Response by modeling human behavior under duress within physical constraints. This framework, therefore, not only addresses the limitations of current models but also charts a path towards AI that can more comprehensively understand and interact with our multifaceted world.

4 Challenges and future research directions

Scaling the ACE principles to real-world applications encounters significant barriers, each tied to fundamental AI challenges, yet these can be addressed through strategic development paths that leverage interdisciplinary insights, advanced computational methods, and innovative data strategies. We briefly discuss these challenges and propose several research directions to inspire future research.

4.1 Challenges in Scaling the Abstraction Principle

The Abstraction principle grounds abstract social concepts (e.g., "trust") in multimodal data without oversimplification, facing the neural-symbolic grounding problem [40]. Mathematically, learn $f : \mathcal{X} \rightarrow \mathcal{S}_{soc}$, where \mathcal{X} is multimodal inputs (e.g., video x_v , audio x_a , text x_t), and \mathcal{S}_{soc} is high-dimensional and sparse, complicating loss minimization $\mathcal{L}(f(x), s_{true})$ via cross-entropy or contrastive objectives. The core challenge lies in bridging the semantic gap from continuous, high-dimensional perceptual data (e.g., complex micro-expressions and body language in a video) to discrete, symbolic social concepts (e.g., "intention is cooperative"). This representation issue arises because social quantities lack the dimensional clarity of physical quantities, leading to ambiguity in encoding abstract notions into structured forms. Additional challenges include: (1) data-related limitations, such as scarcity of diverse multimodal datasets and overfitting to cultural or environmental biases, which hinder the abstraction process by limiting the breadth and fairness of learned mappings from perceptual inputs to symbolic outputs [58]; (2) computational and integration hurdles, including inefficiency in bridging sensory-symbolic gaps and the need to align with physical priors, directly impacting the scalability and grounding of abstractions in real-world, 3D-constrained environments; and (3) ethical and adaptability concerns, including the amplification of gaps due to underrepresented behavioral biases and the challenges of extending to lifelong learning [79, 111, 73], undermine the ethical integrity and continuous evolution of abstracted social representations.

4.2 Challenges in Scaling the Contingent Causality Principle

This principle handles non-stationary social rules via state transitions $P(s'_{soc}|s_{soc})$. The core difficulty lies in predicting social state changes after establishing representations, as social quantities evolve based on dynamic, contingent contexts and scenarios, unlike physical quantities governed by fixed laws. This contingency implies weak Markovian properties, where long-term dependencies and events with uncertain timing can influence state transitions, further constrained by evolving social norms. This leads to high out-of-distribution (OOD) variance $\text{Var}[P(s'_{soc}|c_{OOD})] \gg \text{Var}[P(s'_{soc}|c_{in})]$, where c denotes the dynamic context (e.g., cultural or situational factors), requiring models to adapt predictions to shifting causal rules [95]. Additional challenges include causal multiplicity and uncertainty management, where models struggle to simultaneously handle multiple, coexisting causal rule sets (e.g., conflicting cultural norms in a single scenario) and manage uncertainty in state transitions due to incomplete or ambiguous contextual cues, complicating accurate and robust prediction of social outcomes in dynamic, norm-driven environments.

4.3 Challenges in Scaling the Entangled Emergence Principle

This requires modeling bidirectional loops in joint transitions $T(s'_{phy}, s'_{soc}|s_{phy}, s_{soc})$, with entanglement $I(s_{phy}; s_{soc}) > 0$. The core challenge is capturing mutual influences between physical

and social dimensions, where interactions lead to emergent behaviors unpredictable from isolated components—unlike separable physical systems, social-physical entanglements amplify complexity through feedback loops [43, 17]. State explosion and chaos (e.g., Lyapunov $\lambda > 0$, amplification $\Delta s_{t+1} \approx e^{\lambda \Delta t} \Delta s_t$) exacerbate this [110]. Additional challenges include: (1) cascading errors and systemic fragility, where accumulated errors over long time horizons and sensitivity to exogenous noise propagate through entangled states, destabilizing the system due to its inherent feedback loops and interconnectedness, severely undermining the reliability of predictions in socio-physical systems, as evidenced by nonlinear error amplification across interfaces [12] (2) unconstrained emergent complexity and unidentified socio-physical norms, encompassing the fundamental issue of inadequate spatial-physical grounding to constrain emergent interactions, risking unrealistic entanglements, and the substantial data requirements for accurately learning mutual influences that drive collective emergent patterns under evolving or unrecognized socio-physical norms, highlighting the difficulty in uncovering and applying implicit rules governing co-evolutionary dynamics (3) irreducible modeling complexity and unpredictable global impacts, where the intrinsic nonlinearity and high dimensionality of socio-physical entanglement render effective simplification or decomposition profoundly challenging, termed “irreducible” as core behaviors and emergent patterns reside in the continuous interplay between dimensions which fundamentally limit the ability to predict or steer large-scale global phenomena, with systemic consequences emerging from complex interactions often remaining opaque and difficult to manage, including ethical oversight [42].

4.4 Future research directions

Developing truly unified physical-social world models based on the ACE Principles will necessitate concerted efforts across several key research directions. Future work on **Data Foundations** could focus on cultivating rich and diverse multimodal datasets, potentially through large-scale curation, augmentation, and synthetic generation. Such data would be crucial for establishing robust social abstractions, facilitating contingent predictions, and enabling dynamic entangled simulations, perhaps via hybrid neuro-symbolic methods or pre-training on diverse social interaction data. In **Architecture Design**, research might explore hybrid neuro-symbolic systems with modular components to enable grounded, bidirectional interactions between physical and social representations. This approach could address structural integration and entanglement challenges by incorporating inductive biases from cognitive science and behavioral economics, thereby informing models about context-dependent human decision-making and group behaviors. For **Algorithm Optimization**, advanced learning and reasoning methods will likely be essential, tailored for dynamic updates and uncertainty handling. These could enhance causal inference robustness and emergent behavior resilience through techniques such as meta-learning for non-stationary social rules, or systems theory-inspired approaches that combine multi-agent reinforcement learning, hierarchical abstractions, and physics simulators to model bidirectional physical-social feedback loops. Finally, **Evaluation and Scaling** should advocate for multi-tier performance metrics that assess both physical and social aspects, including entangled socio-physical causality. Scaling mechanisms like federated learning and ethical audits will be vital to ensure lifelong adaptation in dynamic, real-world environments and to mitigate biases inherent in complex socio-physical interactions.

5 Conclusion

This position paper has championed a pivotal paradigm shift for AI world models: the deep, bidirectional unification of their physical and social predictive capabilities. We argued that the prevalent separation of these dimensions renders current models fundamentally incomplete, hindering their capacity to capture the true complexity of our entangled physical-social reality and impeding progress towards AI systems that genuinely comprehend our multifaceted world. To chart a constructive path forward, we delineated the distinct natures of physical and social predictions, underscored the imperative for their integration by highlighting their reciprocal interplay, critiqued existing formulations, and subsequently introduced three foundational **ACE Principles**. These principles, together with our proposed conceptual WM_{P,S} framework and a research roadmap, collectively offer a structured, principled approach to developing world models that holistically represent and predict the co-evolution of physical and social realities.

Acknowledgments and Disclosure of Funding

This work is supported by the National Science and Technology Major Project (No. 2022ZD0114904).

References

- [1] Niket Agarwal, Arslan Ali, Maciej Bala, Yogesh Balaji, Erik Barker, Tiffany Cai, Prithvijit Chattopadhyay, Yongxin Chen, Yin Cui, Yifan Ding, et al. Cosmos world foundation model platform for physical ai. *arXiv preprint arXiv:2501.03575*, 2025.
- [2] Altera AL, Andrew Ahn, Nic Becker, Stephanie Carroll, Nico Christie, Manuel Cortes, Arda Demirci, Melissa Du, Frankie Li, Shuying Luo, et al. Project sid: Many-agent simulations toward ai civilization. *arXiv preprint arXiv:2411.00114*, 2024.
- [3] Jacy Reese Anthis, Ryan Liu, Sean M Richardson, Austin C Kozlowski, Bernard Koch, James Evans, Erik Brynjolfsson, and Michael Bernstein. Llm social simulations are a promising research method. *arXiv preprint arXiv:2504.02234*, 2025.
- [4] Mido Assran, Adrien Bardes, David Fan, Quentin Garrido, Russell Howes, Matthew Muckley, Ammar Rizvi, Claire Roberts, Koustuv Sinha, Artem Zholus, et al. V-jepa 2: Self-supervised video models enable understanding, prediction and planning. *arXiv preprint arXiv:2506.09985*, 2025.
- [5] Alisson Azzolini, Junjie Bai, Hannah Brandon, Jiaxin Cao, Prithvijit Chattopadhyay, Huayu Chen, Jinju Chu, Yin Cui, Jenna Diamond, Yifan Ding, et al. Cosmos-reason1: From physical common sense to embodied reasoning. *arXiv preprint arXiv:2503.15558*, 2025.
- [6] Renée Baillargeon and Gerald F DeJong. Explanation-based learning in infancy. *Psychonomic bulletin & review*, 24:1511–1526, 2017.
- [7] Federico Baldassarre, Marc Szafraniec, Basile Terver, Vasil Khalidov, Francisco Massa, Yann LeCun, Patrick Labatut, Maximilian Seitzer, and Piotr Bojanowski. Back to the features: Dino as a foundation for video world models. *arXiv preprint arXiv:2507.19468*, 2025.
- [8] Albert Bandura. Social cognitive theory: An agentic perspective. *Annual review of psychology*, 52(1):1–26, 2001.
- [9] Amir Bar, Gaoyue Zhou, Danny Tran, Trevor Darrell, and Yann LeCun. Navigation world models. In *Proceedings of the Computer Vision and Pattern Recognition Conference*, pages 15791–15801, 2025.
- [10] Andreas Blattmann, Tim Dockhorn, Sumith Kulal, Daniel Mendelevitch, Maciej Kilian, Dominik Lorenz, Yam Levi, Zion English, Vikram Voehti, Adam Letts, et al. Stable video diffusion: Scaling latent video diffusion models to large datasets. *arXiv preprint arXiv:2311.15127*, 2023.
- [11] Florian Bordes, Quentin Garrido, Justine T Kao, Adina Williams, Michael Rabbat, and Emmanuel Dupoux. Intphys 2: Benchmarking intuitive physics understanding in complex synthetic environments. *arXiv preprint arXiv:2506.09849*, 2025.
- [12] Sergey V Buldyrev, Roni Parshani, Gerald Paul, H Eugene Stanley, and Shlomo Havlin. Catastrophic cascade of failures in interdependent networks. *Nature*, 464(7291):1025–1028, 2010.
- [13] Micah Carroll, Rohin Shah, Mark K Ho, Tom Griffiths, Sanjit Seshia, Pieter Abbeel, and Anca Dragan. On the utility of learning about humans for human-ai coordination. *Advances in neural information processing systems*, 32, 2019.
- [14] Taiye Chen, Xun Hu, Zihan Ding, and Chi Jin. Learning world models for interactive video generation. *arXiv preprint arXiv:2505.21996*, 2025.
- [15] Zhenfang Chen, Jiayuan Mao, Jiajun Wu, Kwan-Yee Kenneth Wong, Joshua B Tenenbaum, and Chuang Gan. Grounding physical concepts of objects and events through dynamic visual reasoning. *arXiv preprint arXiv:2103.16564*, 2021.
- [16] Kenneth James Williams Craik. *The nature of explanation*, volume 445. CUP Archive, 1967.
- [17] James P Crutchfield. Between order and chaos. *Nature Physics*, 8(1):17–24, 2012.

- [18] Antoine Dedieu, Joseph Ortiz, Xinghua Lou, Carter Wendelken, Wolfgang Lehrach, J Swaroop Guntupalli, Miguel Lazaro-Gredilla, and Kevin Patrick Murphy. Improving transformer world models for data-efficient rl. *arXiv preprint arXiv:2502.01591*, 2025.
- [19] Marc Deisenroth and Carl E Rasmussen. Pilco: A model-based and data-efficient approach to policy search. In *Proceedings of the 28th International Conference on machine learning (ICML-11)*, pages 465–472, 2011.
- [20] Javier Del Ser, Jesus L Lobo, Heimo Müller, and Andreas Holzinger. World models in artificial intelligence: Sensing, learning, and reasoning like a child. *arXiv preprint arXiv:2503.15168*, 2025.
- [21] Fei Deng, Junyeong Park, and Sungjin Ahn. Facing off world model backbones: Rnns, transformers, and s4. *Advances in Neural Information Processing Systems*, 36:72904–72930, 2023.
- [22] Jingtao Ding, Yunke Zhang, Yu Shang, Yuheng Zhang, Zefang Zong, Jie Feng, Yuan Yuan, Hongyuan Su, Nian Li, Nicholas Sukiennik, et al. Understanding world or predicting future? a comprehensive survey of world models. *ACM Computing Surveys*, 58(3):1–38, 2025.
- [23] Alexey Dosovitskiy, German Ros, Felipe Codevilla, Antonio Lopez, and Vladlen Koltun. Carla: An open urban driving simulator. In *Conference on robot learning*, pages 1–16. PMLR, 2017.
- [24] Ivan Ermakoff. The structure of contingency. *American Journal of Sociology*, 121(1):64–125, 2015.
- [25] Linxi Fan, Guanzhi Wang, Yunfan Jiang, Ajay Mandlekar, Yuncong Yang, Haoyi Zhu, Andrew Tang, De-An Huang, Yuke Zhu, and Anima Anandkumar. Minedojo: Building open-ended embodied agents with internet-scale knowledge. *Advances in Neural Information Processing Systems*, 35:18343–18362, 2022.
- [26] Tongtong Feng, Xin Wang, Yu-Gang Jiang, and Wenwu Zhu. Embodied ai: From llms to world models. *arXiv preprint arXiv:2509.20021*, 2025.
- [27] Tuo Feng, Wenguan Wang, and Yi Yang. A survey of world models for autonomous driving. *arXiv preprint arXiv:2501.11260*, 2025.
- [28] Aaron Foss, Chloe Evans, Sasha Mitts, Koustuv Sinha, Ammar Rizvi, and Justine T Kao. Causalvqa: A physically grounded causal reasoning benchmark for video models. *arXiv preprint arXiv:2506.09943*, 2025.
- [29] Justin Fu, Aviral Kumar, Ofir Nachum, George Tucker, and Sergey Levine. D4rl: Datasets for deep data-driven reinforcement learning. *arXiv preprint arXiv:2004.07219*, 2020.
- [30] Pascale Fung, Yoram Bachrach, Asli Celikyilmaz, Kamalika Chaudhuri, Delong Chen, Willy Chung, Emmanuel Dupoux, Hongyu Gong, Hervé Jégou, Alessandro Lazaric, et al. Embodied ai agents: Modeling the world. *arXiv preprint arXiv:2506.22355*, 2025.
- [31] Quentin Garrido, Nicolas Ballas, Mahmoud Assran, Adrien Bardes, Laurent Najman, Michael Rabbat, Emmanuel Dupoux, and Yann LeCun. Intuitive physics understanding emerges from self-supervised pretraining on natural videos. *arXiv preprint arXiv:2502.11831*, 2025.
- [32] Yanchen Guan, Haicheng Liao, Zhenning Li, Jia Hu, Runze Yuan, Guohui Zhang, and Chengzhong Xu. World models for autonomous driving: An initial survey. *IEEE Transactions on Intelligent Vehicles*, 2024.
- [33] David Ha and Jürgen Schmidhuber. World models. *arXiv preprint arXiv:1803.10122*, 2(3), 2018.
- [34] Danijar Hafner, Timothy Lillicrap, Jimmy Ba, and Mohammad Norouzi. Dream to control: Learning behaviors by latent imagination. *arXiv preprint arXiv:1912.01603*, 2019.
- [35] Danijar Hafner, Timothy Lillicrap, Mohammad Norouzi, and Jimmy Ba. Mastering atari with discrete world models. *arXiv preprint arXiv:2010.02193*, 2020.

- [36] Danijar Hafner, Jurgis Pasukonis, Jimmy Ba, and Timothy Lillicrap. Mastering diverse domains through world models. *arXiv preprint arXiv:2301.04104*, 2023.
- [37] Nicklas Hansen, Hao Su, and Xiaolong Wang. Td-mpc2: Scalable, robust world models for continuous control. *arXiv preprint arXiv:2310.16828*, 2023.
- [38] Nicklas Hansen, Xiaolong Wang, and Hao Su. Temporal difference learning for model predictive control. *arXiv preprint arXiv:2203.04955*, 2022.
- [39] Shibo Hao, Yi Gu, Haodi Ma, Joshua Jiahua Hong, Zhen Wang, Daisy Zhe Wang, and Zhiting Hu. Reasoning with language model is planning with world model. *arXiv preprint arXiv:2305.14992*, 2023.
- [40] Stevan Harnad. The symbol grounding problem. *Physica D: Nonlinear Phenomena*, 42(1-3):335–346, 1990.
- [41] Muyu He, Anand Kumar, Tsach Mackey, Meghana Rajeev, James Zou, and Nazneen Rajani. Impatient users confuse ai agents: High-fidelity simulations of human traits for testing agents. *arXiv preprint arXiv:2510.04491*, 2025.
- [42] Dirk Helbing. Globally networked risks and how to respond. *Nature*, 497(7447):51–59, 2013.
- [43] John H Holland. Hidden order. *Business Week-Domestic Edition*, 21:93–136, 1995.
- [44] Yining Hong, Haoyu Zhen, Peihao Chen, Shuhong Zheng, Yilun Du, Zhenfang Chen, and Chuang Gan. 3d-llm: Injecting the 3d world into large language models. *Advances in Neural Information Processing Systems*, 36:20482–20494, 2023.
- [45] X Angelo Huang, Emanuele La Malfa, Samuele Marro, Andrea Asperti, Anthony Cohn, and Michael Wooldridge. A notion of complexity for theory of mind via discrete world models. *arXiv preprint arXiv:2406.11911*, 2024.
- [46] Yizhe Huang, Anji Liu, Fanqi Kong, Yaodong Yang, Song-Chun Zhu, and Xue Feng. Efficient adaptation in mixed-motive environments via hierarchical opponent modeling and planning. In *International Conference on Machine Learning*, pages 20004–20022. PMLR, 2024.
- [47] Yizhe Huang, Xingbo Wang, Hao Liu, Fanqi Kong, Aoyang Qin, Min Tang, Xiaoxi Wang, Song-Chun Zhu, Mingjie Bi, Siyuan Qi, et al. Adasociety: An adaptive environment with social structures for multi-agent decision-making. *Advances in Neural Information Processing Systems*, 37:35388–35413, 2024.
- [48] Drew A Hudson and Christopher D Manning. Compositional attention networks for machine reasoning. *arXiv preprint arXiv:1803.03067*, 2018.
- [49] Michael Janner, Justin Fu, Marvin Zhang, and Sergey Levine. When to trust your model: Model-based policy optimization. *Advances in neural information processing systems*, 32, 2019.
- [50] Justin Johnson, Bharath Hariharan, Laurens Van Der Maaten, Li Fei-Fei, C Lawrence Zitnick, and Ross Girshick. Clevr: A diagnostic dataset for compositional language and elementary visual reasoning. In *Proceedings of the IEEE conference on computer vision and pattern recognition*, pages 2901–2910, 2017.
- [51] Marko Jusup, Petter Holme, Kiyoshi Kanazawa, Misako Takayasu, Ivan Romić, Zhen Wang, Sunčana Geček, Tomislav Lipić, Boris Podobnik, Lin Wang, et al. Social physics. *Physics Reports*, 948:1–148, 2022.
- [52] Lukasz Kaiser, Mohammad Babaeizadeh, Piotr Milos, Blazej Osinski, Roy H Campbell, Konrad Czechowski, Dumitru Erhan, Chelsea Finn, Piotr Kozakowski, Sergey Levine, et al. Model-based reinforcement learning for atari. *arXiv preprint arXiv:1903.00374*, 2019.
- [53] Bingyi Kang, Yang Yue, Rui Lu, Zhijie Lin, Yang Zhao, Kaixin Wang, Gao Huang, and Jiashi Feng. How far is video generation from world model: A physical law perspective. *arXiv preprint arXiv:2411.02385*, 2024.

[54] Mehdi Khamassi, Marceau Nahon, and Raja Chatila. Strong and weak alignment of large language models with human values. *Scientific Reports*, 14(1):19399, 2024.

[55] Po-Chen Ko, Jiayuan Mao, Yilun Du, Shao-Hua Sun, and Joshua B Tenenbaum. Learning to act from actionless videos through dense correspondences. *arXiv preprint arXiv:2310.08576*, 2023.

[56] Fanqi Kong, Xiaoyuan Zhang, Xinyu Chen, Yaodong Yang, Song-Chun Zhu, and Xue Feng. Enhancing llm-based social bot via an adversarial learning framework. *arXiv preprint arXiv:2508.17711*, 2025.

[57] Lingdong Kong, Wesley Yang, Jianbiao Mei, Youquan Liu, Ao Liang, Dekai Zhu, Dongyue Lu, Wei Yin, Xiaotao Hu, Mingkai Jia, et al. 3d and 4d world modeling: A survey. *arXiv preprint arXiv:2509.07996*, 2025.

[58] Brenden M Lake, Tomer D Ullman, Joshua B Tenenbaum, and Samuel J Gershman. Building machines that learn and think like people. *Behavioral and brain sciences*, 40:e253, 2017.

[59] Yann LeCun. A path towards autonomous machine intelligence version 0.9. 2, 2022-06-27. *Open Review*, 62(1):1–62, 2022.

[60] Joel Z Leibo, Edgar A Dueñez-Guzman, Alexander Vezhnevets, John P Agapiou, Peter Sunehag, Raphael Koster, Jayd Matyas, Charlie Beattie, Igor Mordatch, and Thore Graepel. Scalable evaluation of multi-agent reinforcement learning with melting pot. In *International conference on machine learning*, pages 6187–6199. PMLR, 2021.

[61] Dacheng Li, Yunhao Fang, Yukang Chen, Shuo Yang, Shiyi Cao, Justin Wong, Michael Luo, Xiaolong Wang, Hongxu Yin, Joseph E Gonzalez, et al. Worldmodelbench: Judging video generation models as world models. *arXiv preprint arXiv:2502.20694*, 2025.

[62] Tian Li, Maziar Sanjabi, Ahmad Beirami, and Virginia Smith. Fair resource allocation in federated learning. *arXiv preprint arXiv:1905.10497*, 2019.

[63] Bin Lin, Yunyang Ge, Xinhua Cheng, Zongjian Li, Bin Zhu, Shaodong Wang, Xianyi He, Yang Ye, Shenghai Yuan, Liuhan Chen, et al. Open-sora plan: Open-source large video generation model. *arXiv preprint arXiv:2412.00131*, 2024.

[64] Ruibo Liu, Ruixin Yang, Chenyan Jia, Ge Zhang, Denny Zhou, Andrew M Dai, Diyi Yang, and Soroush Vosoughi. Training socially aligned language models on simulated social interactions. *arXiv preprint arXiv:2305.16960*, 2023.

[65] Guanxing Lu, Baoxiong Jia, Puhao Li, Yixin Chen, Ziwei Wang, Yansong Tang, and Siyuan Huang. Gwm: Towards scalable gaussian world models for robotic manipulation. *arXiv preprint arXiv:2508.17600*, 2025.

[66] Chengdong Ma, Aming Li, Yali Du, Hao Dong, and Yaodong Yang. Efficient and scalable reinforcement learning for large-scale network control. *Nature Machine Intelligence*, 6(9):1006–1020, 2024.

[67] Xinji Mai, Zeng Tao, Junxiong Lin, Haoran Wang, Yang Chang, Yanlan Kang, Yan Wang, and Wenqiang Zhang. From efficient multimodal models to world models: A survey. *arXiv preprint arXiv:2407.00118*, 2024.

[68] David R Maines. Rediscovering the social group: A self-categorization theory., 1989.

[69] Vincent Micheli, Eloi Alonso, and François Fleuret. Transformers are sample-efficient world models. *arXiv preprint arXiv:2209.00588*, 2022.

[70] Philip Mirowski. *More heat than light: economics as social physics, physics as nature's economics*. Cambridge University Press, 1991.

[71] Thomas M Moerland, Joost Broekens, Aske Plaat, Catholijn M Jonker, et al. Model-based reinforcement learning: A survey. *Foundations and Trends® in Machine Learning*, 16(1):1–118, 2023.

[72] Abby O’Neill, Abdul Rehman, Abhinav Gupta, Abhiram Maddukuri, Abhishek Gupta, Abhishek Padalkar, Abraham Lee, Acorn Pooley, Agrim Gupta, Ajay Mandlekar, et al. Open x-embodiment: Robotic learning datasets and rt-x models. *arXiv preprint arXiv:2310.08864*, 2023.

[73] German I Parisi, Ronald Kemker, Jose L Part, Christopher Kanan, and Stefan Wermter. Continual lifelong learning with neural networks: A review. *Neural networks*, 113:54–71, 2019.

[74] Joon Sung Park, Joseph O’Brien, Carrie Jun Cai, Meredith Ringel Morris, Percy Liang, and Michael S Bernstein. Generative agents: Interactive simulacra of human behavior. In *Proceedings of the 36th annual ACM symposium on user interface software and technology*, pages 1–22, 2023.

[75] William Peebles and Saining Xie. Scalable diffusion models with transformers. In *Proceedings of the IEEE/CVF International Conference on Computer Vision*, pages 4195–4205, 2023.

[76] Alex Pentland. *Social physics: How good ideas spread—the lessons from a new science*. Penguin, 2014.

[77] Jordan Peper, Zhenjiang Mao, Yuang Geng, Siyuan Pan, and Ivan Ruchkin. Four principles for physically interpretable world models. *arXiv preprint arXiv:2503.02143*, 2025.

[78] Matjaž Perc. The social physics collective. *Scientific reports*, 9(1):16549, 2019.

[79] Dana Pessach and Erez Shmueli. A review on fairness in machine learning. *ACM Computing Surveys (CSUR)*, 55(3):1–44, 2022.

[80] Athanasios S Polydoros and Lazaros Nalpantidis. Survey of model-based reinforcement learning: Applications on robotics. *Journal of Intelligent & Robotic Systems*, 86(2):153–173, 2017.

[81] Mihir Prabhudesai, Russell Mendonca, Zheyang Qin, Katerina Fragkiadaki, and Deepak Pathak. Video diffusion alignment via reward gradients. *arXiv preprint arXiv:2407.08737*, 2024.

[82] Arnu Pretorius, Scott Cameron, Andries Petrus Smit, Elan van Biljon, Lawrence Francis, Femi Azeez, Alexandre Laterre, and Karim Beguir. Learning to communicate through imagination with model-based deep multi-agent reinforcement learning. 2020.

[83] Siyuan Qi, Shuo Chen, Yixin Li, Xiangyu Kong, Junqi Wang, Bangcheng Yang, Pring Wong, Yifan Zhong, Xiaoyuan Zhang, Zhaowei Zhang, et al. Civrealm: A learning and reasoning odyssey in civilization for decision-making agents. *arXiv preprint arXiv:2401.10568*, 2024.

[84] Cheng Qian, Zuxin Liu, Akshara Prabhakar, Zhiwei Liu, Jianguo Zhang, Haolin Chen, Heng Ji, Weiran Yao, Shelby Heinecke, Silvio Savarese, et al. Userbench: An interactive gym environment for user-centric agents. *arXiv preprint arXiv:2507.22034*, 2025.

[85] Shuofei Qiao, Runnan Fang, Ningyu Zhang, Yuqi Zhu, Xiang Chen, Shumin Deng, Yong Jiang, Pengjun Xie, Fei Huang, and Huajun Chen. Agent planning with world knowledge model. *Advances in Neural Information Processing Systems*, 37:114843–114871, 2024.

[86] Neil Rabinowitz, Frank Perbet, Francis Song, Chiyuan Zhang, SM Ali Eslami, and Matthew Botvinick. Machine theory of mind. In *International conference on machine learning*, pages 4218–4227. PMLR, 2018.

[87] MohammadHossein Rezaei, Yicheng Fu, Phil Cuvin, Caleb Ziems, Yanzhe Zhang, Hao Zhu, and Diyi Yang. Egonormia: Benchmarking physical social norm understanding. *arXiv preprint arXiv:2502.20490*, 2025.

[88] Jonathan Richens, Tom Everitt, and David Abel. General agents need world models. In *Forty-second International Conference on Machine Learning*, 2025.

[89] Ronan Riochet, Mario Ynocente Castro, Mathieu Bernard, Adam Lerer, Rob Fergus, Véronique Izard, and Emmanuel Dupoux. Intphys: A framework and benchmark for visual intuitive physics reasoning. *arXiv preprint arXiv:1803.07616*, 2018.

[90] Mohammad Reza Samsami, Artem Zholus, Janarthanan Rajendran, and Sarath Chandar. Mastering memory tasks with world models. *arXiv preprint arXiv:2403.04253*, 2024.

[91] Maarten Sap, Ronan Le Bras, Emily Allaway, Chandra Bhagavatula, Nicholas Lourie, Hannah Rashkin, Brendan Roof, Noah A Smith, and Yejin Choi. Atomic: An atlas of machine commonsense for if-then reasoning. In *Proceedings of the AAAI conference on artificial intelligence*, volume 33, pages 3027–3035, 2019.

[92] Maarten Sap, Hannah Rashkin, Derek Chen, Ronan LeBras, and Yejin Choi. Socialqa: Commonsense reasoning about social interactions. *arXiv preprint arXiv:1904.09728*, 2019.

[93] Sneheel Sarangi, Maha Elgarf, and Hanan Salam. Decompose-tom: Enhancing theory of mind reasoning in large language models through simulation and task decomposition. *arXiv preprint arXiv:2501.09056*, 2025.

[94] Manolis Savva, Abhishek Kadian, Oleksandr Maksymets, Yili Zhao, Erik Wijmans, Bhavana Jain, Julian Straub, Jia Liu, Vladlen Koltun, Jitendra Malik, et al. Habitat: A platform for embodied ai research. In *Proceedings of the IEEE/CVF international conference on computer vision*, pages 9339–9347, 2019.

[95] Bernhard Schölkopf. Causality for machine learning. In *Probabilistic and causal inference: The works of Judea Pearl*, pages 765–804. 2022.

[96] Julian Schrittwieser, Ioannis Antonoglou, Thomas Hubert, Karen Simonyan, Laurent Sifre, Simon Schmitt, Arthur Guez, Edward Lockhart, Demis Hassabis, Thore Graepel, et al. Mastering atari, go, chess and shogi by planning with a learned model. *Nature*, 588(7839):604–609, 2020.

[97] Aditya Sharma, Ananya Gupta, Chengyu Wang, Chiamaka Adebayo, and Jakub Kowalski. Inducing causal world models in llms for zero-shot physical reasoning. *arXiv preprint arXiv:2507.19855*, 2025.

[98] Haojun Shi, Suyu Ye, Xinyu Fang, Chuanyang Jin, Leyla Isik, Yen-Ling Kuo, and Tianmin Shu. Muma-tom: Multi-modal multi-agent theory of mind. In *Proceedings of the AAAI Conference on Artificial Intelligence*, volume 39, pages 1510–1519, 2025.

[99] Zifeng Shi, Meiqin Liu, Senlin Zhang, Ronghao Zheng, Shanling Dong, and Ping Wei. Gawm: Global-aware world model for multi-agent reinforcement learning. *arXiv preprint arXiv:2501.10116*, 2025.

[100] Tianmin Shu and Yuandong Tian. M^3rl: Mind-aware multi-agent management reinforcement learning. In *International Conference on Learning Representations*, 2019.

[101] Michael Shum, Max Kleiman-Weiner, Michael L Littman, and Joshua B Tenenbaum. Theory of minds: Understanding behavior in groups through inverse planning. In *Proceedings of the AAAI conference on artificial intelligence*, volume 33, pages 6163–6170, 2019.

[102] David Silver, Thomas Hubert, Julian Schrittwieser, Ioannis Antonoglou, Matthew Lai, Arthur Guez, Marc Lanctot, Laurent Sifre, Dharshan Kumaran, Thore Graepel, et al. Mastering chess and shogi by self-play with a general reinforcement learning algorithm. *arXiv preprint arXiv:1712.01815*, 2017.

[103] Joseph Suarez, Yilun Du, Phillip Isola, and Igor Mordatch. Neural mmo: A massively multiagent game environment for training and evaluating intelligent agents. *arXiv preprint arXiv:1903.00784*, 2019.

[104] Nicholas Sukiennik, Chen Gao, Fengli Xu, and Yong Li. An evaluation of cultural value alignment in llm. *arXiv preprint arXiv:2504.08863*, 2025.

[105] Richard S Sutton. Dyna, an integrated architecture for learning, planning, and reacting. *ACM Sigart Bulletin*, 2(4):160–163, 1991.

[106] Patrick Taillandier, Jean Daniel Zucker, Arnaud Grignard, Benoit Gaudou, Nghi Quang Huynh, and Alexis Drogoul. Integrating llm in agent-based social simulation: Opportunities and challenges. *arXiv preprint arXiv:2507.19364*, 2025.

[107] Hao Tang, Darren Key, and Kevin Ellis. Worldcoder, a model-based llm agent: Building world models by writing code and interacting with the environment. *arXiv preprint arXiv:2402.12275*, 2024.

[108] Yuval Tassa, Yotam Doron, Alistair Muldal, Tom Erez, Yazhe Li, Diego de Las Casas, David Budden, Abbas Abdolmaleki, Josh Merel, Andrew Lefrancq, et al. Deepmind control suite. *arXiv preprint arXiv:1801.00690*, 2018.

[109] HunyuanWorld Team, Zhenwei Wang, Yuhao Liu, Junta Wu, Zixiao Gu, Haoyuan Wang, Xuhui Zuo, Tianyu Huang, Wenhuan Li, Sheng Zhang, et al. Hunyuanworld 1.0: Generating immersive, explorable, and interactive 3d worlds from words or pixels. *arXiv preprint arXiv:2507.21809*, 2025.

[110] John Michael Tutil Thompson and H Bruce Stewart. *Nonlinear dynamics and chaos*. John Wiley & Sons, 2002.

[111] Sebastian Thrun. Lifelong learning algorithms. In *Learning to learn*, pages 181–209. Springer, 1998.

[112] Emanuel Todorov, Tom Erez, and Yuval Tassa. Mujoco: A physics engine for model-based control. In *2012 IEEE/RSJ international conference on intelligent robots and systems*, pages 5026–5033. IEEE, 2012.

[113] Eitan Wagner, Nitay Alon, Joseph M Barnby, and Omri Abend. Mind your theory: Theory of mind goes deeper than reasoning. *arXiv preprint arXiv:2412.13631*, 2024.

[114] Xihuai Wang, Zhicheng Zhang, and Weinan Zhang. Model-based multi-agent reinforcement learning: Recent progress and prospects. *arXiv preprint arXiv:2203.10603*, 2022.

[115] Philipp Wu, Alejandro Escontrela, Danijar Hafner, Pieter Abbeel, and Ken Goldberg. Day-dreamer: World models for physical robot learning. In *Conference on robot learning*, pages 2226–2240. PMLR, 2023.

[116] Tong Wu, Shuai Yang, Ryan Po, Yinghao Xu, Ziwei Liu, Dahua Lin, and Gordon Wetzstein. Video world models with long-term spatial memory. *arXiv preprint arXiv:2506.05284*, 2025.

[117] Zifan Wu, Chao Yu, Chen Chen, Jianye Hao, and Hankz Hankui Zhuo. Models as agents: Optimizing multi-step predictions of interactive local models in model-based multi-agent reinforcement learning. In *Proceedings of the AAAI Conference on Artificial Intelligence*, volume 37, pages 10435–10443, 2023.

[118] Jiannan Xiang, Guangyi Liu, Yi Gu, Qiyue Gao, Yuting Ning, Yuheng Zha, Zeyu Feng, Tianhua Tao, Shibo Hao, Yemin Shi, et al. Pandora: Towards general world model with natural language actions and video states. *arXiv preprint arXiv:2406.09455*, 2024.

[119] Yang Xiao, Jiashuo Wang, Qiancheng Xu, Changhe Song, Chunpu Xu, Yi Cheng, Wenjie Li, and Pengfei Liu. Towards dynamic theory of mind: Evaluating llm adaptation to temporal evolution of human states. *arXiv preprint arXiv:2505.17663*, 2025.

[120] Eric Xing, Mingkai Deng, Jinyu Hou, and Zhiting Hu. Critiques of world models. *arXiv preprint arXiv:2507.05169*, 2025.

[121] Jinbo Xing, Menghan Xia, Yong Zhang, Haoxin Chen, Wangbo Yu, Hanyuan Liu, Gongye Liu, Xintao Wang, Ying Shan, and Tien-Tsin Wong. Dynamicrafter: Animating open-domain images with video diffusion priors. In *European Conference on Computer Vision*, pages 399–417. Springer, 2024.

[122] Zhongqi Yang, Wenhong Ge, Yuqi Li, Jiaqi Chen, Haoyuan Li, Mengyin An, Fei Kang, Hua Xue, Baixin Xu, Yuyang Yin, et al. Matrix-3d: Omnidirectional explorable 3d world generation. *arXiv preprint arXiv:2508.08086*, 2025.

[123] Kexin Yi, Chuang Gan, Yunzhu Li, Pushmeet Kohli, Jiajun Wu, Antonio Torralba, and Joshua B Tenenbaum. Clevrer: Collision events for video representation and reasoning. *arXiv preprint arXiv:1910.01442*, 2019.

[124] Tianhe Yu, Garrett Thomas, Lantao Yu, Stefano Ermon, James Y Zou, Sergey Levine, Chelsea Finn, and Tengyu Ma. Mopo: Model-based offline policy optimization. *Advances in Neural Information Processing Systems*, 33:14129–14142, 2020.

[125] Xiang Yue, Yuansheng Ni, Kai Zhang, Tianyu Zheng, Ruoqi Liu, Ge Zhang, Samuel Stevens, Dongfu Jiang, Weiming Ren, Yuxuan Sun, et al. Mmmu: A massive multi-discipline multi-modal understanding and reasoning benchmark for expert agi. In *Proceedings of the IEEE/CVF Conference on Computer Vision and Pattern Recognition*, pages 9556–9567, 2024.

[126] Xiaoyuan Zhang, Xinyan Cai, Bo Liu, Weidong Huang, Song-Chun Zhu, Siyuan Qi, and Yaodong Yang. Differentiable information enhanced model-based reinforcement learning. In *Proceedings of the AAAI Conference on Artificial Intelligence*, volume 39, pages 22605–22613, 2025.

[127] Xiaoyuan Zhang, Yizhe Huang, Chengdong Ma, Zhixun Chen, Long Ma, Yali Du, Song-Chun Zhu, Yaodong Yang, and Xue Feng. Social world model-augmented mechanism design policy learning. *arXiv preprint arXiv:2510.19270*, 2025.

[128] Xinnong Zhang, Jiayu Lin, Xinyi Mou, Shiyue Yang, Xiawei Liu, Libo Sun, Hanjia Lyu, Yihang Yang, Weihong Qi, Yue Chen, et al. Socioverse: A world model for social simulation powered by llm agents and a pool of 10 million real-world users. *arXiv preprint arXiv:2504.10157*, 2025.

[129] Yang Zhang, Chenjia Bai, Bin Zhao, Junchi Yan, Xiu Li, and Xuelong Li. Decentralized transformers with centralized aggregation are sample-efficient multi-agent world models. *arXiv preprint arXiv:2406.15836*, 2024.

[130] Yang Zhang, Xinran Li, Jianing Ye, Delin Qu, Shuang Qiu, Chongjie Zhang, Xiu Li, and Chenjia Bai. Revisiting multi-agent world modeling from a diffusion-inspired perspective. *arXiv preprint arXiv:2505.20922*, 2025.

[131] Changyuan Zhao, Guangyuan Liu, Ruichen Zhang, Yinqi Liu, Jiacheng Wang, Jiawen Kang, Dusit Niyato, Zan Li, Zhu Han, Sumei Sun, et al. Edge general intelligence through world models and agentic ai: Fundamentals, solutions, and challenges. *arXiv preprint arXiv:2508.09561*, 2025.

[132] Zijie Zhao, Honglei Guo, Shengqian Chen, Kaixuan Xu, Bo Jiang, Yuanheng Zhu, and Dongbin Zhao. Empowering multi-robot cooperation via sequential world models. *arXiv preprint arXiv:2509.13095*, 2025.

[133] Wenzhao Zheng, Weiliang Chen, Yuanhui Huang, Borui Zhang, Yueqi Duan, and Jiwen Lu. Occworld: Learning a 3d occupancy world model for autonomous driving. In *European conference on computer vision*, pages 55–72. Springer, 2024.

[134] Siyuan Zhou, Yilun Du, Yuncong Yang, Lei Han, Peihao Chen, Dit-Yan Yeung, and Chuang Gan. Learning 3d persistent embodied world models. *arXiv preprint arXiv:2505.05495*, 2025.

[135] Zheng Zhu, Xiaofeng Wang, Wangbo Zhao, Chen Min, Nianchen Deng, Min Dou, Yuqi Wang, Botian Shi, Kai Wang, Chi Zhang, et al. Is sora a world simulator? a comprehensive survey on general world models and beyond. *arXiv preprint arXiv:2405.03520*, 2024.

[136] Sicheng Zuo, Wenzhao Zheng, Yuanhui Huang, Jie Zhou, and Jiwen Lu. Gaussianworld: Gaussian world model for streaming 3d occupancy prediction. In *Proceedings of the Computer Vision and Pattern Recognition Conference*, pages 6772–6781, 2025.

A Illustrative Case Study: Service Robots in Eldercare

To illustrate why world models must jointly represent physical and social dynamics, consider a service robot assisting older adults in an eldercare environment. A subtle physical signal, such as a hand tremor detected in the sensory stream s_{phy} , is not merely a motor irregularity. It often corresponds to a latent social or emotional state, such as anxiety or unease, denoted as s_{soc} . This relationship is deeply bidirectional. The person’s internal state influences physical outcomes: heightened anxiety increases the likelihood of dropping objects or moving unpredictably. Conversely, physical factors such as a cluttered room, sudden noise, or the robot’s abrupt movement can heighten stress or discomfort. These reciprocal effects create a continuous feedback loop, where social and physical processes shape each other over time. A world model that encodes only physical dynamics can predict trajectories and collisions, but it will miss the human causes behind them. A model limited to social reasoning may infer anxiety but fail to anticipate its physical consequences. Only a unified world model, capable of representing the intertwined causal structure between s_{phy} and s_{soc} , can anticipate how social states alter physical events and vice versa.

This case highlights that understanding and predicting human-centered environments requires more than physical simulation or social inference in isolation. Effective intelligence depends on capturing their entanglement within a single, coherent world model that links perception, causality, and interaction across both domains.

B Detailed World model methods integration table

This appendix section presents a detailed tabular survey of world model methodologies (Table 1 and Table 2), split into Physical World Models and Social World Models for clarity, as discussed in section 2. The tables provide comprehensive details including the *Characteristic* (e.g., explicit/latent for physical representation style, individual/interaction/group for social interaction level), *Architecture* (e.g., Transformer), *Task* (e.g., video generation), and a *Brief Description*. Citation numbers are added next to each algorithm name for reference. This integration highlights the strengths of existing methods in modeling physical dynamics (e.g., objective laws in MBRL) and social dynamics (e.g., agent interactions in LLM agents), while also revealing gaps in unification, such as the lack of entangled socio-physical representations. Readers can use these tables to identify opportunities for hybrid approaches that bridge the physical-social divide, consistent with the ACE Principles proposed in subsection 3.2.

The table columns are as follows: *Algorithm* (method name with citation), *Characteristic* (indicating model representation style for physical or interaction level for social), *Architecture* (e.g., Transformer), *Task* (e.g., Video Generation), and *Brief Description*. Category headers use lighter background colors inspired by Figure 2 (light blue for physical, light orange for social) for visual distinction and academic tone.

C Hierarchical Evaluation Protocol

To systematically assess a world model’s ability to capture socio-physical dynamics, we propose a three-tier hierarchical evaluation protocol. Table 3 summarizes each tier from low-level perception to high-level causal integration. Overall, these tiers form a compact and principled evaluation framework that may help unify assessments of perceptual fidelity, modular reasoning, and causal entanglement within a single testing paradigm.

Overall, these tiers form a compact and principled evaluation framework that may help unify assessments of perceptual fidelity, modular reasoning, and causal entanglement within a single testing paradigm.

Table 1: **Physical World Model Methods Integration Table.** Comprehensive classification of physical methods with additional details.

Algorithm	Characteristic		Architecture	Task	Brief Description
	Explicit	Latent			
Intuitive Physics					
MAC [48]	✓		Recurrent Attention Network	CLEVR	Explicit multi-step visual reasoning via recurrent attention and control units.
DCL [15]	✓		Propagation Network	CLEVRER	Grounds concepts from video and language.
Self-Supervised Intuitive Physics [31]	✓		JEPA	Masked Region Prediction	Emerges intuitive physics from natural videos.
DINO as Representations [7]	✓		Transformer	Intuitive Physics Benchmarks	Uses DINO for video world models in benchmarks.
V-JEPA [24]	✓		Transformer	Video prediction	Predictive latent model for intuitive physical understanding.
Cosmos-Reason1 [5]	✓		Foundation Model	Physical Reasoning	Generates embodied decisions for physical understanding.
Cosmos World Platform [1]	✓		Platform	Physical AI Setups	Platform for customized physical world models.
MBRL					
MBPO [49]	✓		Ensemble MLP	MuJoCo	Improves RL sample efficiency with rollouts.
MOPPO [124]	✓		Ensemble MLP	D4RL	Safe offline RL with model uncertainty penalties.
Dreamer [34]		✓	RSSM	Video Game	Learn behaviors via latent imagination.
Day-Dreamer [115]		✓	RSSM	Rototic	Applies world models to physical robots.
TDMPC [38, 37]		✓	TOLD	DMControl	Temporal difference for model predictive control.
IRIS [69]		✓	Transformer	Atari	Sample-efficient world models for RL.
Transformer World Models [18]		✓	Transformer	Crafterx-Classic	Data-efficient RL with transformers.
R21 [90]		✓	S4	Long-horizon tasks	Improve long-term memory and credit assignment.
S4WM [21]		✓	S4	Long-horizon tasks	Improve stability and sample efficiency in long-horizon tasks.
MuZero [96]	✓	✓	Recurrent dynamics + MCTS planner	Atari / Go / MuJoCo	Combines latent dynamics learning with tree search planning.
Video Generator					
Stable Video Diffusion [10]	✓		Latent Diffusion Model	Video Generate	High-resolution text-to-video generation.
DynamiCrafter [121]	✓		Latent Diffusion Model	Video Generate	Animates images with diffusion priors.
Open-Sora [63]	✓		Latent Video Diffusion Transformer	Video Generate	Open-source large video generation model.
Video World Models Memory [116]	✓		Spatial Memory-Augmented Transformer	Long-Horizon Consistency	Enhances consistency with spatial memory.
Interactive Video Generation [14]	✓		Action-Conditioned Transformer	Video Planning	Learns interactive video with coherence.
Pandora [118]	✓		Autoregressive-Diffusion Video Model	Interactive Video Generation	Generate videos from natural-language actions
Navigation World Models [9]	✓		Conditioned Video Transformer	3D Navigation	Controllable videos for navigation tasks.
HunyanWorld [109]	✓		Transformer + Diffusion hybrid	Video understanding and generation	Large unified video model
LLM for Physical					
RAP [39]	✓		Transformer + MCTS	Math & Logical	Reasoning with planning and world models.
WorldCoder [107]	✓		Transformer+Program-Synthesized World Model	AltWorld	Builds world models via code generation.
CWMI [97]	✓		Transformer+Causal Physics Module	Zero-Shot Physical Reasoning	Induces causal world models in LLMs.
World Knowledge Model [85]	✓	✓	Transformer+Parametric World Knowledge Model	Interactive Agent Planning	Provides prior task knowledge to assist agent planning.
3D World Model					
OccWorld [133]	✓		Spatial-Temporal Generative Transformer	3D Occupancy Prediction	3D occupancy for autonomous driving.
3D Persistent World Models [134]	✓		Transformer+Persistent Memory Module	Long-Horizon 3D Generation	Consistent 3D embodied models.
Matrix-3D [122]	✓		Video Diffusion+3D Reconstruction	3D Video Generation	Omnidirectional 3D world generation.
Gaussian World Model [136]	✓	✓	3D Gaussian representation	3D Occupancy Prediction	Streaming 3D occupancy prediction.
GWM [65]	✓	✓	3D VAE +DIT	Robotic Manipulation	Scalable World Models for Robotic Manipulation

Table 2: **Social World Model Methods Integration Table.** Comprehensive classification of social methods with additional details.

Algorithm	Characteristic			Architecture	Task	Brief Description
	Individual	Interaction	Group			
ToM						
ToMnet [86]	✓			LSTM	Sally-Anne test	Predicts agent behaviors with ToM.
M ³ RL [100]	✓	✓		LSTM	Management	Mind-aware multi-agent coordination.
ToM Goes Deeper [113]	✓			LLM	ToM Capabilities	Investigates deeper ToM capabilities.
Decompose-ToM [93]	✓			LLM	ToM Reasoning	Decomposes ToM tasks for reasoning.
Discrete World Models [45]	✓			LLM	ToM Reasoning	Measures task difficulty via structured ToM reasoning.
DynToM Mental State Alignment [119]	✓	✓	✓	LLM	Dynamic ToM Alignment	Predictive social interaction in world models.
MBMARL						
Networked MBMARL [66]	✓	✓		GNN+MLP	CACC	Efficient MARL for large-scale network control.
MAG [117]	✓			RSSM	SMAC	Models agents for strategic games.
Sequential World Models [132]	✓			Sequential agent-wise world models	Multi-Robot Cooperation	Enhances multi-robot cooperation.
Global-Aware World Model [99]	✓			Transformer	SMAC	Unified representations in MARL.
DIMA [130]	✓			Diffusion	SMAC+MPE	Diffusion-inspired state space model.
Decentralized Transformers [129]	✓	✓		Transformer	SMAC	Decentralized transformers for MARL.
SWM-AP[127]	✓		✓	MLP+LSTM+GNN	Mechanism Design	Counterfactual world model for mechanism design.
LLM for Social						
Social Alignment[64]	✓	✓		Single LLM	Social Feedback Alignment	Predict social value dynamics in world modeling.
Cultural Value Alignment Eval [104]	✓		✓	Single LLM	Cultural Preference Alignment	Social norm prediction in dynamic environments.
Strong-Weak Value Alignment [54]	✓	✓	✓	Single LLM	Human Value Alignment	Social decision-making and mental states.
Generative Agents [74]				LLM Agents	Social Simulation	Simulates human-like behaviors.
EvoBot [56]				LLM Agents+GNN	Social Simulation	Generate more human-like content
SocioVerse [128]				LLM Agents	Social Simulation	LLM-driven world model with alignment.

D Current benchmarks table

This section extends the analysis in section 2 by providing a comparative overview of current world model benchmarks (Table 4). As illustrated in the table, existing benchmarks offer valuable coverage of either physical or social dynamics, yet they seldom capture the intertwined nature of socio-physical causality. The evaluation framework outlined here examines each benchmark’s level of support for physical reasoning, social reasoning, and, critically, entangled socio-physical interactions, while summarizing their primary characteristics in a concise *Brief Description* column. The comparison reveals several structural gaps across current benchmarks. Physically grounded benchmarks (e.g., MuJoCo) achieve strong performance in objective simulation but largely omit social interaction aspects, whereas socially focused benchmarks (e.g., SocialIQA) often lack explicit

Table 3: Three-tier hierarchical evaluation protocol for assessing socio-physical dynamics in world models. Each tier targets an increasingly integrated understanding of physical and social dynamics.

Tier	Core Objective & Example Tasks	What It Verifies
Perceptual Fidelity	<i>Objective:</i> Assess low-level sensory prediction across modalities (visual, textual, embodied). <i>Examples:</i> Reconstruct video frames, facial expressions, or gestures.	Ensures perceptual grounding and multimodal fidelity without distortion.
Disentangled Dynamics	<i>Objective:</i> Evaluate physical and social reasoning independently before integration. <i>Examples:</i> Simulate trajectories under gravity; infer isolated intentions or preference alignment.	Verifies modular reasoning and the model’s compliance with underlying physical laws and social norms prior to integration.
Entangled Dynamics	<i>Objective:</i> Probe bidirectional socio-physical causality via counterfactuals. <i>Examples:</i> “If anxiety rises in a crowd, how does movement change?” or “If cooperation norms shift mid-interaction, what are the physical effects?”	Validates causal interplay and generalization in entangled socio-physical contexts.

Table 4: Comparative overview of current world model benchmarks and their evaluation coverage, organized by physical-, social-, and unified-focus categories. The *Brief Description* column summarizes each benchmark’s main characteristics.

Benchmark	Year	Focus	Brief Description
Physical-Focused Benchmarks			
MuJoCo [112]	2012	Physics Simulation	Standard physics engine for control and dynamics evaluation.
CLEVR [50, 123]	2017	Visual Reasoning	Synthetic visual reasoning benchmark for compositional scenes.
CARLA [23]	2017	Autonomous Driving	High-fidelity driving simulator for embodied decision-making.
DMControl [108]	2018	Control Tasks	Continuous-control suite for reinforcement learning evaluation.
Habitat [94]	2019	Embodied AI	3D embodied navigation platform with realistic rendering.
D4RL [29]	2020	Offline RL Datasets	Standard offline RL datasets for policy and model evaluation.
MineDojo [25]	2022	Minecraft Tasks	Open-ended platform emphasizing embodied physical interaction.
IntPhys [89, 11]	2018	Physical Reasoning	Visual intuitive-physics benchmark for physical consistency.
CausalIVQA [28]	2025	Physical Reasoning	Video-based benchmark for latent physical reasoning.
WorldModelBench [61]	2025	Video World Models	Unified evaluation for generative and predictive video models.
Social-Focused Benchmarks			
Sally-Anne Test [86]	2018	Theory of Mind	Classic ToM paradigm for belief and perspective inference.
Stag Hunt Game [62]	2019	Cooperative Games	Coordination game modeling social dilemmas and cooperation.
SocialIQA [92]	2019	Social Commonsense	QA benchmark for intentions and social reasoning.
ATOMIC [91]	2019	Commonsense Knowledge	Knowledge graph for causal and social event reasoning.
MMMU [125]	2024	Multimodal QA	Multimodal academic QA benchmark; non-social reasoning only.
MuMA-ToM [98]	2025	Multimodal ToM	Multimodal ToM benchmark combining visual and textual cues.
Egonormia [87]	2025	Social Norms	Tests norm understanding in embodied social contexts.
UserBench [84]	2025	User-Centric Agents	Evaluates user-aligned adaptation in interactive settings.
HumanTrait [41]	2025	Personality Modeling	Studies personality-based reasoning and social adaptation.
Unified Benchmarks			
Overcooked [13]	2019	Kitchen Cooperation	Cooperative cooking under spatial and social constraints.
Neural MMO [103]	2019	Massively Multiplayer	Persistent multi-agent world for emergent social behavior.
Melting Pot [60]	2021	Multi-Agent Dilemmas	Benchmark suite for adaptive cooperation and competition.
CivRealm [83]	2024	Adaptive Social	Civilization-style simulation for strategic and social learning.
AdaSociety [47]	2024	Adaptive Social	Adaptive multi-agent society with evolving interactions.
ProjSId [2]	2024	Minecraft Social Simulation	Combining physical causality with emergent social behaviors.

physical grounding. Some integrated environments, such as Melting Pot, show promise for joint evaluation but remain limited in counterfactual testing and long-term causal entanglement. Overall, this comparative analysis highlights the need for more comprehensive and unified evaluation protocols that can systematically assess the full spectrum of physical, social, and socio-physical reasoning, aligning with the broader research directions discussed in section 4. Moreover, this overview aims to encourage future benchmark development guided by the proposed *Hierarchical Evaluation Protocol* (Table 3), fostering more structured and hierarchical evaluation of world models.

E Comparison with Existing Positions and Surveys on World Models

Existing surveys on world models primarily provide technical overviews of predictive capabilities, multimodal integration, or specific domains like embodied AI or 3D modeling, often neglecting the bidirectional unification of physical and social dynamics. In contrast, our position paper adopts a novel dual-lens perspective, framing world models through physical and social dimensions, highlighting their entanglement. We draw inspiration from cognitive science, sociology, and systems theory to construct holistic models, and we provide paths and evaluations to inspire future work. The following table summarizes comparisons with selected recent surveys and position papers, chosen for their recency and relevance.

Table 5: Comparison with Existing Positions and Surveys on World Models

Survey/Position	Main Focus
Autonomous Machine Intelligence [59]	JEPA
Multimodal WM [67]	Transition from multimodal to world models
Autonomous Driving WM [32] [27]	World models for autonomous driving
Edge AI WM [131]	Edge intelligence and agentic AI via world models
WM Overview [22]	Perspective of Prediction and Understanding
Sensing, Learning, Reasoning [20]	World models for sensing, learning, and reasoning in AI
Embodied AI WM [26]	Embodied AI: From LLMs to world models
Generative WM [135]	Generative world models and simulators (e.g., Sora)
MBRL Survey [71]	Model-based reinforcement learning
WM Critiques [120]	Physical, Agentic, and Nested
General Agents WM [88]	Shows general agents contain world models
Video Gen WM Perspective [53]	Physical law perspective on video generation as world models
Phys Interpretable WM [77]	Four principles for physically interpretable world models
3D/4D WM Survey [57]	Survey on 3D and 4D world modeling
LLM Social Sim [106][3]	Integrating LLMs in agent-based social simulation
Modeling the World [30]	Embodied agents' world modeling