

BALAJI INSTITUTE OF I.T AND MANAGEMENT KADAPA

**OPERATIONS RESEARCH
(21E00205)**

ICET CODE: BIMK

1st & 2nd Internal Exam Syllabus

ALSO DOWNLOAD AT <http://www.bimkadapa.in/materials.html>



Name of the Faculty: **P.NAGENDRA KUMAR**

Units covered : **1 to 5 Units**

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JAWAHARLAL NEHRU TECHNOLOGICAL UNIVERSITY ANANTAPUR

(Established by Govt. of A.P., ACT No.30 of 2008)

ANANTHAPURAMU – 515 002 (A.P) INDIA

**MASTER OF BUSINESS ADMINISTRATION
MBA; MBA (General Management); MBA (Business Management)
COMMON COURSE STRUCTURE**

Course Code	OPERATIONS RESEARCH		L	T	P	C
21E00205			4	0	0	4
Semester			II			
Course Objectives:						
<ul style="list-style-type: none">To provide the basic knowledge about Operation Research, importance, application areas of Operations research and various optimizing techniques in the business operations.To impart different optimization models under typical situations in the business organization.To describe different game strategies under cut-throat competitive business environmentTo explain optimization tools in solving the management problems through modelling and using mathematical approach.						
Course Outcomes (CO): Student will be able to						
<ul style="list-style-type: none">Understand nature, scope and significance of Operation Research and formulation of given business problem in a LPP model and solving methods.Learn different optimizing solutions for various business problems using appropriate modelling techniques.Acquire the skills to complete a project effectively and efficiently with in the given resources.						
UNIT - I						Lecture Hrs:12
Introduction to OR: Meaning, Nature, Scope & Significance of OR - Typical applications of Operations Research. The Linear Programming Problem – Introduction, Formulation of Linear Programming problem, Limitations of L.P.P, Graphical method, Simplex method: Maximization and Minimization model(exclude Duality problems), Big-M method and Two Phase method.						
UNIT - II						Lecture Hrs:12
Transportation Problem: Introduction, Transportation Model, Finding initial basic feasible solutions, Moving towards optimality, Unbalanced Transportation problems, Transportation problems with maximization, Degeneracy. Assignment Problem – Introduction, Mathematical formulation of the problem, Solution of an Assignment problem, Hungarian Algorithm, Multiple Solution, Unbalanced Assignment problems, Maximization in Assignment Model.						
UNIT - III						Lecture Hrs:10
Sequencing – Job sequencing, Johnsons Algorithm for n Jobs and Two machines, n Jobs and Three Machines, n jobs through m machines, Two jobs and m Machines Problems.						
UNIT - IV						Lecture Hrs:10
Game Theory: Concepts, Definitions and Terminology, Two Person Zero Sum Games, Pure Strategy Games (with Saddle Point), Principal of Dominance, Mixed Strategy Games (Game without Saddle Point), Significance of Game Theory in Managerial Application.						
UNIT - V						Lecture Hrs:12
Project Management: Network Analysis – Definition –objectives -Rules for constructing network diagram- Determining Critical Path – Earliest & Latest Times – Floats - Application of CPM and PERT techniques in Project Planning and Control – PERT Vs CPM. (exclude Project Crashing).						
Textbooks:						
<ol style="list-style-type: none">Operations Research / R.Pannerselvam, PHI Publications.Operations Research / S.D.Sharma-KedarnathOperations Research /A.M.Natarajan,P.Balasubramani,A. Tamilarasi/Pearson Education.						
Reference Books:						



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COMMON COURSE STRUCTURE & SYLLABI

- | |
|--|
| <ol style="list-style-type: none">1. Introduction to O.R/Hiller & Libermann (TMH).2. Operations Research: Methods & Problems / Maurice Saseini, Arthur Yaspan & Lawrence Friedman. Pearson3. Quantitative Analysis For Management/ Barry Render, Ralph M. Stair, Jr and Michael E. Hanna/4. Operations Research / Wagner/ PHI Publications. |
|--|

Online Learning Resources:

https://onlinecourses.swayam2.ac.in/cec20_ma10/preview https://onlinecourses.nptel.ac.in/noc20_ma23/preview https://onlinecourses.nptel.ac.in/noc19_ma29/preview

Unit-I Introduction to OR

- * Meaning.
- * Nature
- * Scope and significance of OR.
- * Typical Applications of OR.

The Linear programming problem :-

- * Introduction.
- * Formulation of linear programming problem.
- * Findings of L.p.
- * graphical solution to L.p.
- * Simplex Method.
- * Artificial Variable techniques.
- * Two phase Method.
- * Variants of the Simplex Method.

UNIT - 1

Introduction :-

The term 'operation research' was coined in 1940 by McClosky and Trefthen in a small town of a Bowdsey in England. It is a science that came into existence in a military context. During world war II, the military management of UK called on scientists from various disciplines and organized them into teams to assist it in solving strategic and tactical problems relating to air and land defence of the country. They were required to formulate specific proposals and plans for aiding the military commands to arrive at decisions on optimal utilization of scarce military resources and efforts and also to implement the decision effectively. This new approach to the systematic and scientific study of the operations of the system was called operations Research (or) OR, operation research. Hence OR can be termed as 'an art of winning war without actually fighting it'.

Defination :-

operation research has been defined in various ways and it is perhaps still too young to be defined in some authoritative way.

They have not been any uniformly acceptable definition of it as yet. Some prominent ones proposed thus far are given below. There have also been developing with the development of the subject.

Operation Research is a scientific method of providing executive departments with a quantitative basis for decision regarding the operations under their control — ~~Morse~~ Morse and Kimbol (1946)

operation research is the scientific method of providing executive with an analytical and objective basis for decisions. — P.M.S Blackett (1948)

operation research is the art of giving bad answer to problems to which otherwise worse answers are given. — T.L Saaty (1958)

operation research is a systematic method oriented study of the basic structure, characteristics, functions and relationships of an organization to provide the executive with a sound, scientific and quantitative basis for decision making

— E.L Arnoff & M.J. Netzorg

operation research is a scientific approach to problem solving for executive management

— H.M Wagner

operation Research is an aid for the executive in making his decisions by providing him with the quantitative information based on the scientific method of analysis. - C. Kitter

operation research is the scientific knowledge through interdisciplinary team effort for the purpose of determining the best utilization of limited resources. - H.A. Taha.

The various definitions given above bring out of the following essential characteristics of operations research :

- i> system orientation ii> use of interdisciplinary terms
- iii> Application of scientific method.
- iv> uncovering new problems.
- v> Quantitative solutions.
- vi> Human factors.

scope of operations Research :-

There is a great scope for economists, statisticians, administrators and technicians working as a team to solve problems of defence by using the OR approach. Beside this, OR is useful in various other important fields like :

- i, Agriculture
- ii, finance
- iii, Industry
- iv, Marketing
- v, Personnel Management
- vi, Production Management
- vii, Research and Development.

Phases of operation Research :-

The Procedure to be followed in the study of OR generally involves the following major phases.

- i, Formulating the problem
- ii, constructing a mathematical model
- iii, Deriving the solution from the model
- iv, Testing the model and its solution (updating the model)
- v, controlling the solution.
- vi, Implementation.

Models in operation Research :-

A model in OR is a simplified representation of an operation, or is a process in which only the basic aspects or the most important features of a typical problem under investigation are considered. The objective of a model is to identify significant factors and relationships. The reliability of the solution obtained from a model depends on

the validity of the model representing the real system.

A good model must possess the following characteristics :

- i, It should be capable of taking into account, new formulation without having any change in its frame.
- ii, Assumptions made in the model should be as few as possible
- iii, variables used in the model must be less in number ensuring that it is simple and coherent.
- iv, It should be open to Parametric type of treatment.
- v, It should not take much time in its constructions for any problem.

Advantages of a Model :-

There are certain significant advantages of using a model. These are :

- 1, Problems under consideration become controllable through a model.
- 2, A model provides a logical and systematic approach to the problem.
- 3, A model clearly shows the limitations and scope of an activity.

- iv, It helps in finding useful tools the eliminate duplication of methods applied to solve problem.
- v, It helps in finding solutions for research and improvement in system.
- vi, It provides an economic description and explanation of either the operations, or the system it represents.

characteristics of a good model :-

- i, the number of variables used should be as few as possible
- ii, the number of assumptions should be as few as possible
- iii, it should be easy and economical to construct.
- iv, it should assimilate the system environmental changes without change in the framework.
- v, it should be adaptable to Parametric type of treatment.

classification of models :-

classification of models is a subjective problem. Models may be distinguished.

- 1> By degree of abstraction
- 2> By function
- 3> By structure

- 4) By nature of an Environment
- 5) By the extent of generality.

Models by function :-

These models can further be classified as

- i) Descriptive models
- ii) Predictive models
- iii) Normative models.

i) Descriptive models :- They describe and predict facts and relationships among the various activities of the problem. They do not have an objective function as a part of the model to evaluate decision alternatives. Through them it is possible to get the information on how one or more factors change as a result of changes in other factors.

ii) Normative or optimization models :-

They are prescriptive in nature and develop objective decision-rule for optimum solutions.

Models by structure :-

These models are represented by

- i) Iconic models
- ii) Analogue models and
- iii) Symbolic models.

i, Iconic or physical model :-

These are pictorial representations of real systems and have the appearance of the real thing. An iconic model is said to be scaled down or scaled up according to the dimensions of the model, which may be smaller or greater than that of the real item, e.g.:- city maps, blueprints of houses, globe and so on. These models are easy to observe and describe, but are difficult to manipulate and are not very useful for the purposes of prediction.

ii, Analogue models :-

These are more abstract than the iconic model as there is no similarity between these models and real life items. The models in which one set of properties is used to represent another set of properties are called analogue models. After the problem is solved, the solution is reinterpreted in terms of the original system. These models are less specific and concrete, but easier to manipulate than iconic models.

iii, Mathematic or symbolic models :-

These are most abstract in nature and employ a set of mathematical symbols to represent

the components of the real system. These variables are related together by means of mathematical equations to describe the behaviour of the system. The solution of the problem is then obtained by applying well-developed mathematical techniques to the model.

The symbolic model is usefully the easiest to manipulate experimentally and it is also the most general and abstract. Its function is more explanatory than descriptive.

Models by nature of an Environment :-

These models can be classified in to

i, Deterministic models and

ii, Probabilistic models.

i) Deterministic model :-

In these models all Parameters and functional relationships are assumed to be known with certainty when the decision is to be made.

Linear Programming and break even models are good examples of deterministic models.

ii) Probabilistic (or) stochastic models :-

These models have at least one Parameter or decision variable as a random variable. These models reflect to some extent the complexity

of the real world and the uncertainty surrounding it.

Models by the Extent of Generality :-

These models can be categorized as.

i) specific models and

ii) General Models.

When a model presents a system at some specific time, it is known as specific model.

In these models if the time factor is not considered; they are termed as static models.

An inventory model's problem of determining economic order quantity for the next period assuming that the demand in planning period would remain the same as the that of today is an example of static model. Dynamic Programming may be considered as an example of dynamic model.

Simulation and Heuristic models fall under the category of general models. These models are used to explore alternative strategies which have been overlooked previously.

Uses and Limitations of operation Research :-

Uses :-

i) It provides a logical and systematic approach to the problem.

- ii, It allows modification of mathematical solution before they are put to use.
- iii, suggests all the alternative courses of action for the same management
- iv, Helps in finding avenues for new research and improvement in systems.
- v, facilitates improved quality of decision.
- vi, It makes the overall structure of the production problem more comprehensible and helps in dealing with the problem as a whole.
- vii, Aids in preparation of future managers by improving their knowledge and skill.
- viii, Aids in preparation of future managers by improving skill.
- ix, leads to optimum use of manager's production factor.
- x, Indicates the scope as well as limitation of a problem.

Limitations :-

Models are only idealized specialization (or) representation of reality and cannot be regarded as absolute in any case.

The validity of model, for a particular situations, can be ascertained only by

conducting experiments on it.

Mathematical models are applicable to only any specific categories of problem as they do not take qualitative factors into account. All influence factors, which cannot be quantified, find no place in mathematical models.

Operation research requires huge calculations which cannot be handled manually and require computers, resulting in heavy costs.

As it is a new field, there is a resistance from the employees to the new proposals.

The implementation of OR mainly depends on the person (OR input) who provides the solution, and the person (manager) who uses the solution.

Operations - Research And Decision-making :-

Operation Research or management science, as the name suggests, it is the science of managing, which most of the time is about ~~take~~ making decisions. It is thus a decision science that helps the management to make 'better decisions', a pivotal word in managing.

Decision-making can be improved and in fact there is a wide scope for such improvements. The essential characteristics of all decisions are :

i, objectives ii, alternatives iii, Influencing factors

once these characteristics are known, we can work towards improving the decisions.

In OR, scientific quantification is used in order to make better management decision.

Thus, in OR, the essential features of decisions, namely, objectives, alternatives and influencing factors, are expressed in terms of specific scientific quantifications or mathematical equations.

operation research helps to overcome the complexity of the decision-making mode as it provides the management with the much needed tools for improving their-decisions.

Unit - I

Linear Programming Problem

Procedure of formulating linear programming Problem (Lpp) :-

- * To write down the decision variables of the problem.
- * To formulate the objective function to be optimized (Maximization/minimization) as a linear function of the decision variables.
- * To formulate the other conditions of the problem such as resource limitations, market constraints, inter relation b/w variables etc.
- * To add the non-negativity constraints from the consideration so that the negative values of the decision variables do not have any valued physical interpretations.

Note :-

construct decision variables

construct the objective function $\begin{cases} \text{Max} \\ \text{min} \end{cases}$

Developing the subjective constraints

constructs the non-negativity constraints.

Problems

1. A Manufacture produces two types of models M_1 and M_2 each model of M_1 requires 4hrs of grinding and 2 hrs of Polishing. where each model of M_2 requires 2 hrs and grinding and 5hrs of Polishing. The manufacture has 2 grinders and 3 polishers each grinding works 40hrs in a week and each Polishing works 60hrs in a week. Profit of M_1 model is Rs.3 and profit of M_2 model is Rs.4 what ever produced in a week sold in the market. How should the manufacture allocate its production capacity of the 2 types of the models M_1 and M_2 . show that he can make the maximum profit in a week?

Sol:

	Model (x_1) M_1	Model M_2 (x_2)	Availability
Grinding	4	2	40hrs $\Rightarrow 20 \times 40 = 80$ hrs
Polishing	2	5	60hrs $\Rightarrow 3 \times 60 = 180$ hrs
Profits	3	4	

Total grinding hours in a week is 80hrs.

Total Polishing hours in a week is 180hrs.

1) Decision variables :-

Let us consider let x_1, x_2 are the decision variables of models M_1 and M_2 .

2) Objective function :-

Model M_1 function sold in the market manufacture gate in Rs.3 of profit.

Model M_2 function sold in the market manufacture gate in Rs.4 of profit.

$$\text{Max } Z = 3x_1 + 4x_2$$

3) Subject to constraints :-

a) Subject to constraint for grinding :-

* In the grinding model M_1 has 4hrs and Model M_2 has 2hrs but the manufacturer has 2 grinders.

* Each grinder works in a week is 40hrs \Rightarrow

$$2 \times 40 = 80 \text{ hrs}$$

$$4x_1 + 2x_2 \leq 80$$

b) Subject to constraints for Polishing :-

* In Polishing M_1 works 2hr and M_2 5hr work. But the manufacturer has 3 Polishers.

* Each Polisher works in a week is 60hr \Rightarrow
 $3 \times 60\text{hr} = 180\text{hr}$

$$2x_1 + 5x_2 \leq 180.$$

4) Non-negativity constraints :-

$$x_1, x_2 \geq 0.$$

Overall LPP is $\text{Max } Z = 3x_1 + 4x_2$

Subject to constraints $4x_1 + 2x_2 \leq 80$

$$2x_1 + 5x_2 \leq 180 \text{ and}$$

$$x_1, x_2 \geq 0.$$

- 2) A firm uses labour is engaged to producing 2 products P_1 and P_2 each unit of Product of P_1 requires 2kg of raw material and 4 labour hrs processing whereas each unit of Product of P_2 required 5kg of raw material and 3 labour hrs of the same time. Every week. The firm has availability of 50kg of raw material and 60 labour hours. one unit of Product P_1 sold and earn the Profit Rs. 20 and unit of Product of P_2

Sold and then earn the profit Rs. 30 formulate this problem as linear programming to determine how many units of each of the product should be produced for week so that the firm can earn maximum profit, assume all units produced can be sold in the market?

Sol:-

	Product P ₁ (x ₁)	Product P ₂ (x ₂)	Availability
Raw material	2	5	50kg
labour hr	4	3	60labour hr
Profit	20	30	

1) Decision variables :-

Let us consider P₁ and P₂ are the decision variables.

2) objective function :-

The manufacture produced from Product P₁ can earn the profit Rs. 20/- and Product P₂ can the profit Rs. 30/-

$$\text{Max } Z = 20x_1 + 30x_2$$

3, Subject to constraints :-

a, Subject to constraint for raw material :-

The Availability of a rawmaterial in a week is 50kg.

Product P₁ requires 2kg of rawmaterial and Product P₂ requires 5kg of rawmaterial

Rawmaterial subject to constraints in

$$2x_1 + 5x_2 \leq 50$$

b, Subject to constraint for labour :-

The Availability of a labour in working hour in a week is 60hour.

Product P₁ requires 4 labour hour and Product P₂ 3 labour hour.

The subject to constraint on labour is

$$4x_1 + 3x_2 \leq 60$$

4, Non-negativity constraints :-

$$x_1, x_2 \geq 0$$

Overall Lpp is $\text{Max } Z = 20x_1 + 30x_2$

Subject to constraints $2x_1 + 5x_2 \leq 50$

$$4x_1 + 3x_2 \leq 60$$

$$x_1, x_2 \geq 0$$

- 3) A company manufactures 2 products are A and B. These products are processed in the same machine. It takes 10mts in process 1 unit of product 'A' and 2mts for each unit of product 'B' and the machine operates for maximum 35 hrs in a week. product 'A' requires 1kg and 'B' requires 0.5kg of raw material for unit the supply of which is 600kg for week. market constraint on product 'B' is known to be minimum 800 units every week. product 'A' cost Rs. 5/- per unit and sold Rs. 10/- product 'B' cost Rs. 6/- per unit price of Rs. 8/- Determine the no. of units of A and B for week to maximize the profit.

Sol:

constraints	products		Availability.
	A (x_1)	B (x_2)	
Time.	10 min	0.2 min	$35 \times 60 = 2100$
Raw material	1kg	0.5kg	600kg
Market	0	1	800 units
Profit	5	2	

$$\begin{aligned}
 \text{Profit on product A} &= \text{sold cost} - \text{production cost} \\
 &= 10 - 5 \\
 &= 5
 \end{aligned}$$

(4)

$$\begin{aligned}\text{Profit on product B} &= \text{Selling cost} - \text{Production cost} \\ &= 8 - 6 \\ &= 2\end{aligned}$$

1, Decision variables :-

Let us consider x_1, x_2 are the decision variables of product A and B

2, objective function :-

Here, profit of product 'A' Rs. 5/- and product 'B' is Rs. 2/-

$$\text{Max } Z = 5x_1 + 2x_2$$

3, Subject to constraints :-

a) Subject to constraints for Time :-

Here, The Availability of time in a week is 35hrs but the time constraint can be given as mts.

$$\text{So } 35 \times 60 = 2100 \text{ mts.}$$

The Time constraint for product 'A' is 10mts and product 'B' is 2mts.

Time constraint for product 'A' is 10mts and product B is 2mts.

$$\text{Time constraint is } 10x_1 + 2x_2 \leq 2100$$

b) Subject to constraints for Rawmaterial :-

Here, The Availability of Rawmaterial in a week is 600kg.

The Rawmaterial of product 'A' is 1kg and 'B' is 0.5kg.

Rawmaterial constraints is $x_1 + 0.5x_2 \leq 600$.

c) subject to constraints for Market :-

The Availability of Rawmaterial can be use a minimum of 800units.

Market constraints of product 'B' is 1 unit and 'A' is '0' units.

Market constraints $x_2 \geq 800$.

4) Non-negativity constraints :-

$x_1, x_2 \geq 0$.

Overall Lpp Max $Z = 5x_1 + 2x_2$

Subject constraint to $10x_1 + 2x_2 \leq 2100$

$x_1 + 0.5x_2 \leq 600$

$x_2 \geq 500$ and

$x_1, x_2 \geq 0$.

- 4) A person requires 10, 12, 12 units of chemicals A, B and C respectively for his job. A liquid product contains 5, 2 and 1 unit of A, B, C respectively. For job A day product contains 1, 2 and 4 unit of A, B, C per carton. If the liquid product is sold Rs. 3/- per job and the day product is sold for Rs. 2/- per carton, How many units of each product should be purchased in order to minimize the cost and meet the requirements.

Sol:-

constraints	Products		Availability
	Jar (liquid) x_1	carton (solid) x_2	
A	5	1	10
B	2	2	12
C	1	4	12
Sold (min. cost)	3	2	

1) Decision variables :-

Let x_1, x_2 decision variables are Jar and carton.

2) Objective function :-

Based on the problem consideration, we have to find to the minimum cost so that the objective

function can be existed in maximize objective
function can be sold at Rs.3/- per Jar and Rs.2/-
per carton.

3, subject constraints :-

a, subject constraint 'A' :-

Both Jar and carton Here, chemical 'A' filled
in both Jar and carton 5 and 1 units.

Then the Availability chemical both in the Jar and
carton is 10 units.

$$\text{Max } Z = 5x_1 + 1x_2 \leq 10$$

b, subject constraint 'B' :-

Here, chemical 'B' filled in both Jar and carton
2 and 2 units. Then the availability chemical
both in the Jar and carton is 12 units.

$$\text{Max } Z = 2x_1 + 2x_2 \leq 12$$

c, subject constraint 'c' :-

Here, chemical 'c' filled in both Jar and carton 1
and 4 units.

Then the Availability chemical both in the Jar and
carton 12 units.

$$\text{Max } Z = 1x_1 + 4x_2 \leq 12$$

⑥

5) A Paper mill produces 2 grades paper namely X and Y owing to raw materials restrictions. It can't produce more than 400 tones of grade X and 300 tones of grade Y in a week. There are 160 production hours in a week. It requires 0.2 and 0.4 hrs to produce a tone of products X and Y respectively with corresponding profit of Rs. 200 and Rs. 500 tone. Formulate the above as an linear programming problem to maximize the profit and optimum product mix.

Sol:

constraints	Grade (x ₁)	Grade (x ₂)	Availability
Raw materials X	1	0	400
Y	0	1	300
Production man hr	0.2	0.4	160
Profits	Rs. 200	Rs. 500	

Decision variables :-

Let us consider x_1, x_2 are Decision variables of grade 'X' and grade 'Y'

2, objective function :-

Here, what ever the papers produced manufacturer grade 'x' gets Rs. 200 profit and grade 'y' paper gets Rs. 500 profit.

$$\therefore \text{Max } Z = 200x_1 + 500x_2$$

3, subject to constraints :-

a, subject constraint for Raw material :-

Here, grade 'x' paper cannot produce more than 400-tones in a week.

$$x_1 \leq 400$$

Here, grade 'y' cannot produce more than 300 tones in a week.

$$x_2 \leq 300$$

b, subject constraint for Production man hrs :-

Grade 'x' and grade 'y' Availability of production hrs in a week is 160.

grade 'x' production hrs in 0.2hr.

grade 'y' production hrs is 0.4hrs in a week.

Then the subject to constraints Production hrs

in

$$0.2x_1 + 0.4x_2 \leq 160$$

(7)

4, Non-negative constraints :-

$$x_1, x_2 \geq 0$$

Overall LPP is $x_1 \leq 400$

$x_2 \leq 300$ subject to constraints &

$$\text{Max } Z = 200x_1 + 500x_2 \text{ and}$$

$$0.2x_1 + 0.4x_2 \leq 160 \text{ \& } x_1, x_2 \geq 0.$$

6, A firm uses lathes, milling machines and grinding machines to produce 2 machine parts table given below represents the machining time require for each part, the machining times available on different machines and the profit on each machines profits.

Types of Machine.	Machine time requires for the mint. time.		Availability (min)
	machine parts (min)		
	I (x_1)	II (x_2)	
Lathes	12	6	3000
milling machine	4	10	2000
grinding machine	2	3	900

profit per unit Rs. 40, Rs. 100.

Solve the formulate problem so that the no. of

Parts 1 and 2 to be manufacture for week to
Maximize the profit.

Sol:-

1, Decision variables :-

Let us consider the decision variables x_1, x_2 of
machine parts I and II.

2, Objective function :-

Here, machine Part I profit is Rs. 40 and Part II
profit is Rs. 100.

$$\therefore \text{Max } Z = 40x_1 + 100x_2$$

3, subject to constraints :-

a, subject to constraint for lathe :-

Here, machine I contains the maximum
12 parts and having the lathe.

Machine II contains the maximum 6 parts and
having the lathe.

$$12x_1 + 6x_2$$

Millin.

b, subject to constraint for milling machine :-

Milling machine having the availability are 300.

Milling machine having $4x_1 + 10x_2$

Grinding machine having $2x_1 + 3x_2$.

Availability are 3000 and 2000.

For x_1 having 3000 min.

x_2 having 2000 min.

900 min.

4, Non-negativity :-

Non-negativity $x_1, x_2 \geq 0$.

Overall Lpp is $\text{Max } Z = 40x_1 + 100x_2$ and

subject to constraints

$$12x_1 + 6x_2 \leq 3000$$

$$4x_1 + 10x_2 \leq 2000$$

$$2x_1 + 3x_2 \leq 900 \text{ and}$$

$$x_1, x_2 \geq 0.$$

7, A manufacturing unit has 3 products on their production line. The production capacity is 50, 30 and 45 respectively. The limitations in the production is that off 300 man hrs as total availability and the manufacturing time required for product 0.5, 1.5 and 2.0 man hrs. The products are priced to result in profits Rs. 10, Rs. 20, Rs. 15 respectively. If the company has a daily demand of 25 units, 20 units &

35 units for respective products formulate the problem as a lpp so as to maximize the Profit.

Sol:-

1, Decision variables :-

Let us consider x_1, x_2, x_3 are the decision variables of 3 products.

2, objective function :-

Whatever the products produced by manufacturer he can get the profits. so the maximize objective function is appeared.

$$\text{Max } Z = 10x_1 + 15x_2 + 20x_3.$$

3, Subject to constraints :-

Here, Time constraint, Production capacity constraint and daily demand constraints are available.

1, Time constraint :- Here, the total availability of time for manufacturing the 3 products is 300 hrs.

Time required to produce (or) to manufacture first product is 0.5 hr.

Time required to produce second product is 1.5 hr.

9

Time required to produce third product is 2.0 hour and

The time constraint is

$$0.5x_1 + 1.5x_2 + 2.0x_3 \leq 300.$$

The production capacities subject to constraints are for first product production capacity is 50 and 2nd product production capacity is 30, 3rd product production capacity is 45.

$$\text{i.e. } x_1 \leq 50$$

$$x_2 \leq 30$$

$$x_3 \leq 45$$

Daily Demand constraints :-

The daily demand constraints for the 1st product is 25 units.

2nd product is 20 units

3rd product is 35 units

$$x_1 \geq 25$$

$$x_2 \geq 20$$

$$x_3 \geq 35$$

Non-negativity constraints :-

$$x_1, x_2, x_3 \geq 0$$

Overall LPP is $\max Z = 10x_1 + 15x_2 + 20x_3$.

Subject to constraints

Time constraints $0.5x_1 + 1.5x_2 + 2.0x_3 \leq 300$

production capacity $x_1 \leq 50$
 $x_2 \leq 30$
 $x_3 \leq 45$

Daily demand constraints $x_1 \geq 25$
 $x_2 \geq 20$
 $x_3 \geq 35$ and
 $x_1, x_2, x_3 \geq 0$.

- 8) A financial adviser at Delhi Investments has identified 2 companies that are likely candidates for a take over in the near future. east-tean cable is a leading manufacturing of flexible cable systems used in the constructions industry and conswitch. is a new firm (or) new industry specializing in digital switching system eastern cable is currently trading Rs. 40 for share and conswitch is Rs. 25 for share. if the take over occurs the financial adviser estimates that the price of eastern cable will go to Rs. 55 for sale and conswitch will go to Rs. 43 for sale also it is found that conswitch. high risk sale. Assume that a client has indicated

⑩

a willingness to invest a maximum of Rs. 50,000 in the 2 companies the client wants to invest at least Rs. 10,000 in conswitch. due to high risk associated with conswitch, the financial adviser recommended that at most Rs. 25,000 should be invested in conswitch.

a, Formulate a linear programming model for the investment decision faced the client.

b, find the optimal solution through graphical method.

sol:-

1, Decision variables :-

let us consider x_1, x_2 as the decision variables of Eastern cable and conswitch.

2, Objective function :-

Eastern cable is currently trading Rs. 40 for share and conswitch is Rs. 25 for share. If the take over occurs the financial adviser estimates that the price of Eastern cable will go to Rs. 55 Per share and conswitch will go to Rs. 43.

$$\begin{aligned}\text{Profit/Loss of Eastern cable} &= 55 - 40 \\ &= 15\end{aligned}$$

$$\begin{aligned}\text{Profit/Loss of Conswitch} &= 43 - 25 \\ &= 18.\end{aligned}$$

$$\text{Max } Z = 15x_1 + 18x_2.$$

3, Subject to constraints :-

For the Eastern cable $x_1 + x_2 \leq 50,000$.

Eastern cable $x_1 \geq 15,000$

$x_2 \geq 10,000 \leq 25,000$.

4, Non-negativity constraints :-

$$x_1, x_2 \geq 0$$

Overall LPP, $\text{Max } Z = 15x_1 + 18x_2$.

Subject to constraints $x_1 + x_2 \leq 50,000$

$$x_1 \geq 15,000$$

$$x_2 \geq 10,000 \leq 25,000.$$

$$\text{So.., } x_1, x_2 \geq 0.$$

Graphical method with LPP (Linear Programming Problem) :-

The Graphical model provides a pictorial representation of the solution process and a great deal of insight into the basic concept

used in solving large linear programming problem.

Procedure for solving LPP in graphical methods

The steps involved in the graphical solutions are as follows.

Step-1 :- consider each inequality constraints in to the equations.

Step-2 :- plot each equation on the graph, as equation will geometric represent a straight line.

Step-3 :- Mark the region, if the inequality contain corresponding to the line is \leq then the region below the line lying in the first quadrant is shaded.

* For inequality constraints \geq to sign the region above the line in the first quadrant is shaded.

* The point lying in the common region will satisfy all the constraints ~~simult~~ simultaneously the common region that obtain the feasible region.

Step-4 :- Assign the arbitrary value say zero to the objective function.

Step-5 :- Draw a straight line to represent the objective function with the arbitrary value.

Step-6 :- Slide the objective function line till the extreme point of the region.

Step-7 :- Find the coordinates of the extreme point selected in step-6 and find the maximum (or) minimum value for the objective function.

Problems :-

✓ solve the given LPP $\max Z = 2x_1 + 3x_2$ subject to constraints

$$\begin{aligned}x_1 + x_2 &\leq 20 \\ 3x_1 + 2x_2 &\geq 30 \\ 2x_1 + 4x_2 &\leq 40 \\ x_1, x_2 &\geq 0.\end{aligned}$$

Sol:- Let us consider the inequalities into the equations

$$x_1 + x_2 = 20 \rightarrow \textcircled{1}$$

$$3x_1 + 2x_2 = 30 \rightarrow \textcircled{2}$$

$$2x_1 + 4x_2 = 40 \rightarrow \textcircled{3}$$

$$x_1 + x_2 = 20$$

$$\text{Let } x_1 = 0$$

Substitute $x_1 = 0$ in the equation

$$0 + x_2 = 20$$

$$x_2 = 20$$

$$A(x_1, x_2) = (0, 20)$$

$$\text{Let } x_2 = 0$$

$$3x_1 + 2x_2 = 30$$

$$\text{Let } x_1 = 0$$

Substitute $x_1 = 0$ in the equation.

$$3(0) + 2(x_2) = 30$$

$$0 + 2x_2 = 30$$

$$2x_2 = 30$$

$$x_2 = \frac{30}{2}$$

$$x_2 = 15$$

$$O(x_1, x_2) = (0, 15)$$

$$\text{Let } x_2 = 0$$

Substitute $x_2 = 0$ in equation

$$3x_1 + 2(0) = 30$$

$$3x_1 = 30$$

$$x_1 = \frac{30}{3}$$

$$x_1 = 10$$

$$2x_1 + 4x_2 = 40$$

Let $x_1 = 0$ substitute the equation

$$2(0) + 4x_2 = 40$$

$$4x_2 = 40$$

$$x_2 = 10$$

$$E(x_1, x_2) = (0, 10)$$

Let $x_2 = 0$ substitute in the equation.

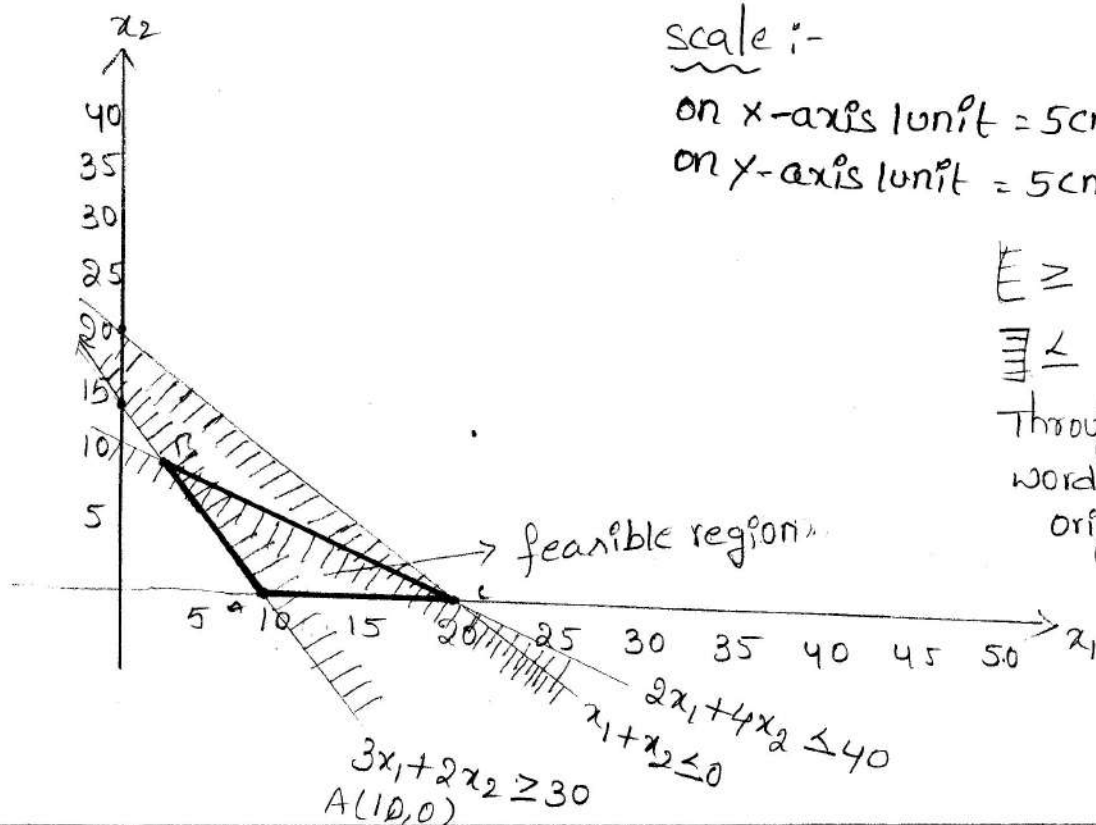
$$2x_1 + 4(0) = 40$$

$$2x_1 = 40$$

$$x_1 = 20$$

$$F(x_1, x_2) = (20, 0)$$

Plot the graph by using the coordinates as points.



So 'c' intersects the line $3x_1 + 2x_2 = 30$ and $2x_1 + 4x_2 = 40$

$$3x_1 + 2x_2 = 30 \rightarrow (5)$$

$$2x_1 + 4x_2 = 40 \rightarrow (6)$$

$$\begin{array}{r} (5) \times (2) \Rightarrow 6x_1 + 4x_2 = 60 \\ \quad \quad \quad 2x_1 + 4x_2 = 40 \\ \hline \quad \quad \quad 4x_1 = 20 \\ \quad \quad \quad x_1 = 5 \end{array}$$

Substitute in equation (5)

$$3x_1 + 2x_2 = 30$$

$$3(5) + 2x_2 = 30$$

$$15 + 2x_2 = 30$$

$$2x_2 = 30 - 15$$

$$2x_2 = 15$$

$$x_2 = 15/2$$

$$x_2 = 7.5$$

\therefore The Extreme point $C(x_1, x_2) = C(5, 7.5)$

$$A(10, 0), B(20, 0)$$

corner point

objective function

$$\text{Max } Z = 2x_1 + 3x_2$$

$$1, A(10, 0)$$

$$2(10) + 3(0) = 20 + 0 = 20$$

$$2, B(20, 0)$$

$$2(20) + 3(0) = 40 + 0 = 40$$

$$3, C(5, 7.5)$$

$$2(5) + 3(7.5) = 10 + 22.5 = 32.5$$

∴ The point is $B(20,0)$ is the maximum value

$$\text{Max } z = 40, x_1 = 20 \text{ and } x_2 = 0$$

2. Solve the following $\text{min } z = 3x_1 + 2x_2$ subject to
 $5x_1 + x_2 \leq 10, 2x_1 + 2x_2 \leq 12, x_1 + 4x_2 \leq 12, x_1, x_2 \geq 0$.

Sol:- Let us consider the inequality of the
Inequations

$$5x_1 + x_2 = 10$$

$$2x_1 + 2x_2 = 12$$

$$x_1 + 4x_2 = 12$$

$$5x_1 + x_2 = 10$$

Let $x_1 = 0$ substitute in equation.

$$5(0) + x_2 = 10$$

$$x_2 = 10$$

$$A(x_1, x_2) = (0, 10)$$

Let $x_2 = 0$ substitute in equation.

$$5x_1 + 2(0) = 10$$

$$5x_1 = 10$$

$$x_1 = 2$$

$$B(x_1, x_2) = (2, 0)$$

$$2x_1 + 2x_2 = 12$$

Let $x_1 = 0$ substitute in equation.

$$2(0) + 2x_2 = 12$$

(14)

$$2x_2 = 12$$

$$x_2 = 6$$

$$C(x_1, x_2) = (0, 6)$$

Let $x_2 = 0$ substitute in equation.

$$2x_1 + 2(0) = 12$$

$$2x_1 = 12 \Rightarrow x_1 = 6$$

$$D(x_1, x_2) = (6, 0)$$

$$x_1 + 4x_2 = 12$$

Let $x_1 = 0$ substitute in equation.

$$0 + 4x_2 = 12$$

$$x_2 = 3$$

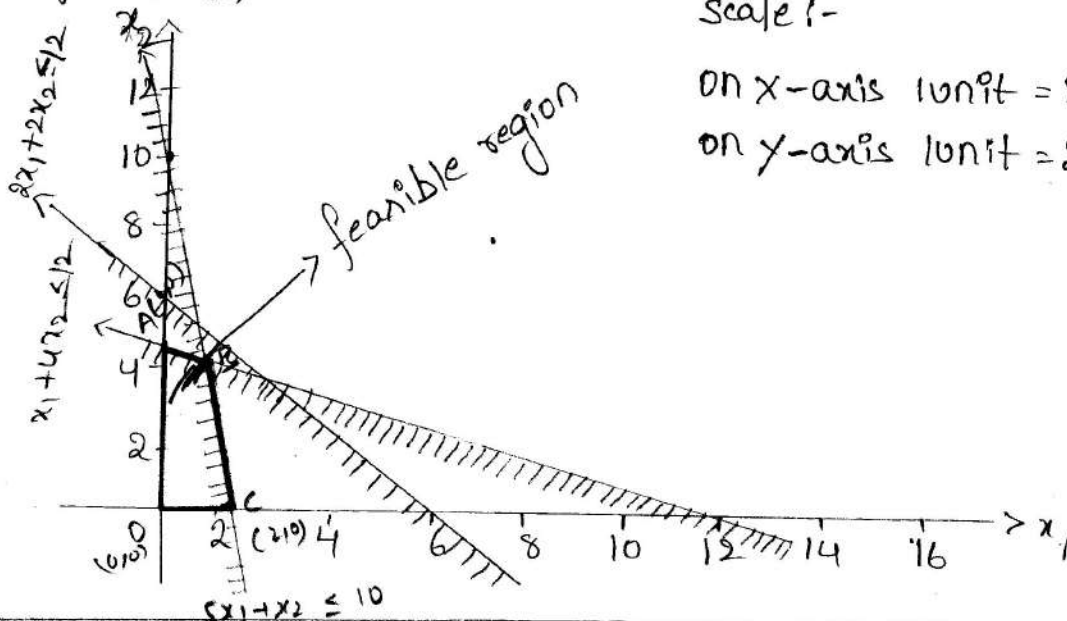
$$E(x_1, x_2) = (0, 3)$$

Let $x_2 = 0$ substitute in equation.

$$x_1 + 4(0) = 12$$

$$x_1 = 12$$

$$F(x_1, x_2) = (12, 0)$$



scale:-

on x-axis 1 unit = 2 cm

on y-axis 1 unit = 2 cm

The point B intersect the line

$$5x_1 + x_2 = 10 \text{ and } x_1 + 4x_2 = 12$$

$$5x_1 + x_2 = 10 \rightarrow \textcircled{1}$$

$$x_1 + 4x_2 = 12 \rightarrow \textcircled{2}$$

$$\begin{array}{r} \textcircled{1} \times 4 \Rightarrow 20x_1 + 4x_2 = 40 \\ x_1 + 4x_2 = 12 \\ \hline 19x_1 = 28 \end{array}$$

$$x_1 = \frac{28}{19}$$

$$\therefore x_1 = 1.5$$

Substitute $x_1 = 1.5$ in the equation $\textcircled{2}$

$$5x_1 + x_2 = 10$$

$$5(1.5) + x_2 = 10$$

$$\Rightarrow 7.5 + x_2 = 10$$

$$x_2 = 10 - 7.5$$

$$\therefore x_2 = 2.5$$

The point $B(x_1, x_2) = (1.5, 2.5)$

$$O = (0, 0), A(2, 0), B(1.5, 2.5)$$

S.NO	corner point	objective function $\min Z = 3x_1 + 2x_2$ Min value
1	$O(0, 0)$	$3(0) + 2(0) = 0 + 0 = 0$ - "
2	$A(2, 0)$	$3(2) + 2(0) = 6 + 0 = 6$
3	$B(1.5, 2.5)$	$3(1.5) + 2(2.5) = 4.5 + 5 = 9.5$ - max value
4	$C(0, 3)$	$3(0) + 2(3) = 0 + 6 = 6$

∴ At point $O(0,0)$ the optimal solution can be occurred

$$\min Z = 0, \quad x_1 = 0 \text{ and } x_2 = 0$$

∴ At point $B(1.5, 2.5)$ the optimal solution can be occurred $\max Z = 0.5, \quad x_1 = 1.5 \text{ and } x_2 = 2.5$

B, Solve the following

$$\max Z = 20x_1 + 30x_2$$

$$\text{Subject to } 2x_1 + 5x_2 \leq 50$$

$$4x_1 + 3x_2 \leq 60$$

$$x_1 + x_2 \geq 0$$

Sol:- Let us consider the inequality of the equation

$$2x_1 + 5x_2 = 50$$

$$4x_1 + 3x_2 = 60$$

$$x_1 + x_2 = 0$$

$$2x_1 + 5x_2 = 50$$

Let $x_1 = 0$ in equation

$$2(0) + 5x_2 = 50$$

$$0 + 5x_2 = 50$$

$$x_2 = 10$$

$$A(x_1, x_2) = (0, 10)$$

Let $x_2 = 0$ in equation

$$2x_1 + 5(0) = 50$$

$$2x_1 = 50$$

$$x_1 = 25$$

$$B(x_1, x_2) = (25, 0)$$

$$4x_1 + 3x_2 = 60$$

let $x_1 = 0$ in equation.

$$4(0) + 3x_2 = 60$$

$$3x_2 = 60$$

$$x_2 = 20$$

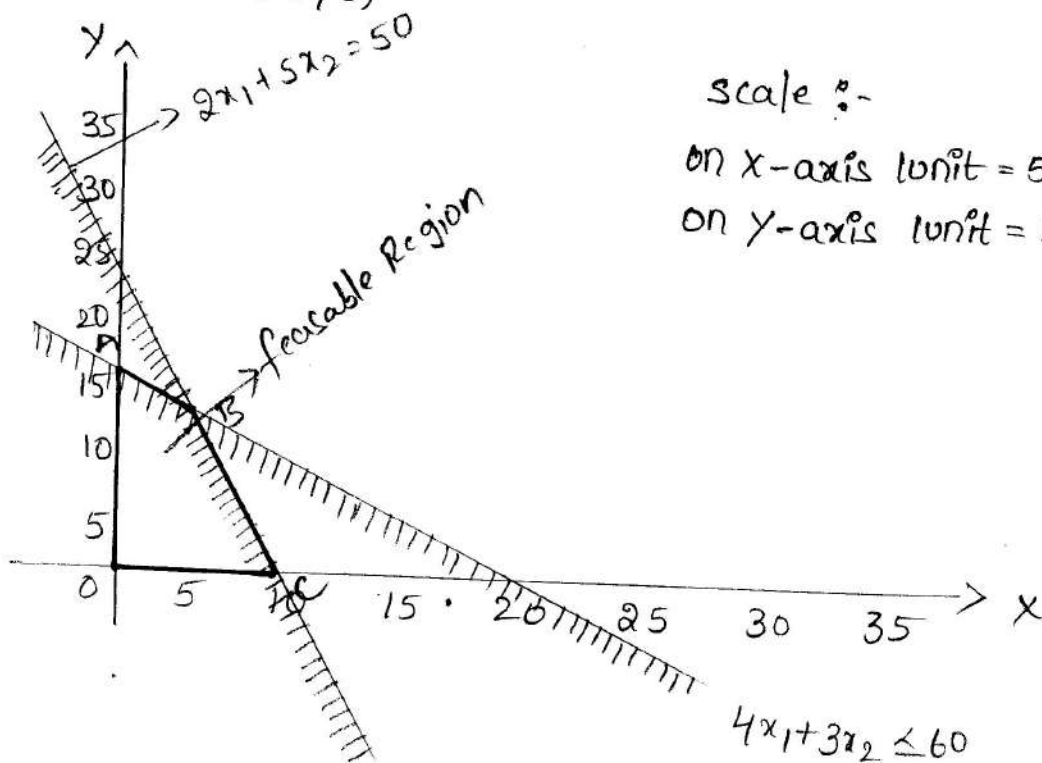
$$C(x_1, x_2) = (0, 20)$$

$$4x_1 + 3(0) = 60$$

$$4x_1 = 60$$

$$x_1 = 15$$

$$D(x_1, x_2) = (15, 0)$$



The point B intersect the line

$$2x_1 + 5x_2 \leq 50 \text{ \& } 4x_1 + 3x_2 \leq 60$$

$$2x_1 + 5x_2 = 50 \longrightarrow \textcircled{1}$$

$$4x_1 + 3x_2 = 60 \longrightarrow \textcircled{2}$$

$$\textcircled{1} \times 5 \Rightarrow 4x_1 + 10x_2 = 100$$

$$\underline{4x_1 + 3x_2 = 60}$$

$$13x_2 = 160$$

$$x_2 = \frac{160}{13}$$

$$x_2 = 12.3$$

Substitute in equation $\textcircled{2}$ $x_2 = 12.5$

$$\Rightarrow 2x_1 + 5(12.5) = 50$$

$$\Rightarrow 2x_1 + 62.5 = 50$$

$$\Rightarrow 2x_1 = 50 - 62.5$$

$$x_1 = \frac{-12.5}{2}$$

$$x_1 = -6.25$$

The Point B = $(x_1, x_2) = (-6.25, 12.5)$

A(0,0), B(-6.25, 12.5), C(0,15)

S.No	cornerpoint	objective function $\min z = 20x_1 + 30x_2$
1	O(0,0)	$20(0) + 30(0) = 0 + 0 = 0$
2	A(10,0)	$20(10) + 30(0) = 200 + 0 = 200$
3	B(5.7, 12.5)	$20(5.7) + 30(12.5) = 114 + 375 = 489$
4	C(0, 15)	$20(0) + 30(15) = 0 + 450 = 450$

At point $O(0,0)$ the optimal solution can be occurred

$$\min Z = 0, x_1 = 0 \text{ \& } x_2 = 0$$

\therefore At point $B(5.7, 12.5)$ the optimal solution can be occurred

$$\min Z = 489, x_1 = 5.7 \text{ \& } x_2 = 12.5$$

Procedure for solving the simplex method to solve the lpp :-

step-1 :- check whether the objective function of the given lpp is to be maximised (or) minimised. if it is to be minimised then we convert it into a problem of maximisation by $\text{Max } Z = -\min(-Z)$

step-2 :- Express the Problem is standard form by introducing slack (or) surplus variable to convert the inequality constraints into equations.

step-3 :- obtain an initial basic feasible solution (IBFS) to the problem and put in the second column in the simplex table.

step-4 :- compute the net evaluations $z_j - c_j$

examining the sign of $z_j - c_j$

* If all $z_j - c_j \geq 0$ then the initial basic feasible solution is an optimum basic feasible solution

* If atleast one $z_j - c_j < 0$ then proceed to next step as the solution is not optimal.

* If atleast one $z_j - c_j > 0$ then proceed to next step as the solution is not optimal.

step-5 :- To find the entering value (or) variable i.e key column if there are more than the negative $z_j - c_j$ choose the most negative of them. This gives the entering variables and is indicated by an arrow at the bottom of the column. If there are more than one variable having the same most negative $z_j - c_j$ then any of them can be selected arbitrary as the entering variable.

Step-6 :- To find the leaving variable (or) key row compute minimum ratio = x_B/x_K
 Where x_B = Basic variables
 x_K = Key column.

Select the minimum ratio then choose the variable to leave the basis called the key row and the element at the intersection of key row & key column is called key element.

Step-7 :- form a new basis by dropping the leaving variable and introducing the entering variable along with the associated value under column. convert the leaving element to unit by dividing the key equation by the key element and all other elements in its column to zero. by using gauss element equation method and the formula.

$$\text{New element} = \text{old element} - \left[\frac{\text{Product of key row \& key column elements}}{\text{Key element}} \right]$$

Step-8 :- compute the net evaluation $Z_j - C_j$ until either an optimum solution is obtained there is an indication of unbounded solution.

Note Points :-

* check whether the given objective function is minimised/maximised.

* objective function is maximised no need to convert.

* objective function is minimised we convert to Maximization.

$$\text{Min } Z = -(\text{Max } Z)$$

* Subjective constraints is \leq we have to introduce the slack variables $= s_1, s_2, s_3, \dots, s_n$.

ex:- $3x_1 + 5x_2 \leq 10$

$$3x_1 + 5x_2 + s_1 = 10$$

Basic variables	C_B	C_j x_B	a_1 x_1	a_2 x_2	\dots	a_n x_n	0 s_1, s_2, \dots, s_n	0	Min. ratio $= x_B/x_k$
s_1	0	a_1	a_{11}	a_{12}	\dots	a_{1n}	1, 0 \dots 0	0	10
s_2	0	a_2	a_{21}	a_{22}	\dots	a_{2n}	0 1 \dots 0	0	15
\vdots	\vdots	\vdots	\vdots	\vdots	\vdots	\vdots	\vdots	\vdots	\vdots
s_n	0	a_n	a_{n1}	a_{n2}	\dots	a_{nn}	0 0 \dots 1	0	1 \leftarrow key row
		$Z_j = C_B x_B$							
		$A_j = Z_j - C_j$							

key element

where x_B = values of the subject to constraints

x_k = key column elements.

* calculate z_j value z_j = sum of the product of C_B and x_B values ($C_B \times x_B$)

* calculate $\Delta_j = z_j - C_j$

where C_j = constraint values of the normalised objective function (or) modified.

* calculate key column

key column = most negative element existed in $z_j - C_j$

→ key column is the entering variable and key row is the leaving variable. Intersection of both key row & key column elements.

key row = minimum ratio.

$$\text{min ratio} = x_B / x_k$$

* All the old elements except key row & key column should be replaced with new elements.

$$\text{new element} = \frac{\text{old element} - \text{product of key row \& key column element}}{\text{key element.}}$$

- Key row must be divided with key element.
- Key column except key element all elements are zero's in the key column.

condition :-

If all Δ_j values > 0 then we have the optimal solution.

* solve the lpp

$$\text{Max } Z = 3x_1 + 4x_2$$

$$\text{Subject to } 4x_1 + 2x_2 \leq 80$$

$$2x_1 + 5x_2 \leq 180$$

$$x_1, x_2 \geq 0.$$

sol:-

~ Normalized lpp.

$$\text{Max } Z = 3x_1 + 4x_2 + 0s_1 + 0s_2$$

$$\text{Subject to constraints } 4x_1 + 2x_2 + s_1 = 80$$

$$2x_1 + 5x_2 + s_2 = 180$$

$$x_1, x_2, s_1, s_2 \geq 0.$$

Basic variables	C_B	X_B	x_1	x_2	s_1	s_2	min ratio $= x_B/x_k$
s_1	0	80	4	2	1	0	$\frac{80}{2} = 40$
s_2	0	180	2	5	0	1	$\frac{180}{5} = 36 \leftarrow \text{key row}$
$Z_j = C_B \times x_B = 0$			0	0	0	0	
$\Delta_j = Z_j - C_j$			-3	-4	0	0	
s_1	0	8	$16/5$	0	1	$-2/5$	$8/16 = 8 \times \frac{5}{16} = \frac{40}{16} = 2.5$
	4	36	$2/5$	1	0	$1/5$	$\frac{36}{2/5} = 36 \times 5/2 = \frac{180}{2} = 9$
$Z_j = C_B \times x_B = 144$			$8/5$	4	0	$4/5$	
$\Delta_j = Z_j - C_j$			$-7/5$	0	0	$4/5$	
x_1	3	$40/16$	1	0	$5/16$	$-1/8$	
x_2	4	35	0	1	$-1/8$	$1/4$	
$Z_j = C_B \times x_B = 147.5 \text{ (or)} \frac{2360}{16}$			3	4	$7/16$	$5/8$	
$\Delta_j = Z_j - C_j$			0	0	$7/16$	$5/8$	
<u>condition :-</u> If All $\Delta_j \geq 0$, then the optimal solution existed here $\text{Max } Z = 147.5 \text{ (or)} \frac{2360}{16}$; $x_1 = \frac{40}{16}$, $x_2 = 35$							

* solve the lpp

$$\text{Min } z = 3x_1 + 2x_2 \text{ subject to } 5x_1 + x_2 \leq 10, 2x_1 + 2x_2 \leq 12;$$

$$x_1 + 4x_2 \leq 12, x_1, x_2 \geq 0$$

solⁿ - Normalised lpp

$$\text{Min } z = 3x_1 + 2x_2$$

$$\text{Min } z = -[\text{Min } z]$$

$$= -[3x_1 + 2x_2]$$

$$= -3x_1 - 2x_2$$

$$\text{Min } z = -3x_1 - 2x_2 + 0s_1 + 0s_2 + 0s_3$$

$$\text{subject to } 5x_1 + x_2 + s_1 = 10$$

$$2x_1 + 2x_2 + s_2 = 12$$

$$x_1 + 4x_2 + s_3 = 12$$

$$x_1, x_2, s_1, s_2, s_3 \geq 0$$

Basic Variables	C_j		-3	-2	0	0	0	Min ratio
	C_B	x_B	x_1	x_2	s_1	s_2	s_3	x_B/x_K
s_1	0	10	5	1	1	0	0	
s_2	0	12	2	2	0	1	0	
s_3	0	12	1	4	0	0	1	
$Z_j = C_B \times x_B$			0	0	0	0	0	
$= 0$								
$\Delta_j = Z_j - C_j$			3	2	0	0	0	

Since All $\Delta_j \geq 0$, then the optimal solution is existed value here,

$$\text{Min } z = 0, \quad x_1 = 0 \text{ \& } x_2 = 0$$

$$* \text{ Max } z = 9x_1 + 4x_2$$

Subject to $x_1 + x_2 \leq 100, \quad x_2 \leq 60, \quad 2x_1 + 3x_2 \leq 450, \quad x_1, x_2 \geq 0.$

Solve the LPP by using simplex method.

sol:-

$$\text{Max } z = 9x_1 + 4x_2 + 0s_1 + 0s_2 + 0s_3$$

$$\text{Subject to } x_1 + x_2 + s_1 = 100$$

$$x_2 + s_2 = 60$$

$$2x_1 + 3x_2 + s_3 = 450$$

$$x_1, x_2, s_1, s_2, s_3 \geq 0.$$

Basic Variable.	C_B	x_B	C_j $x_1 \quad x_2 \quad s_1 \quad s_2 \quad s_3$	min ratio $= x_B/x_k$
s_1	0	100	1 1 1 0 0	$\frac{100}{1} = 100 \leftarrow \text{key row}$
s_2	0	60	0 1 0 1 0	$\frac{60}{0} = \infty$
s_3	0	450	2 3 0 0 1	$\frac{450}{2} = 225$
$Z_j = C_B \times x_B = 0$			0 0 0 0 0	
$\Delta_j = Z_j - C_j$			-9 -4 0 0 0	
			\uparrow key column.	
x_1	9	100	1 1 1 0 0	
s_2	0	60	0 1 0 1 0	
s_3	0	250	0 1 -2 0 1	
$Z_j = C_B \times x_B = 900$			9 9 9 0 0	
$\Delta_j = Z_j - C_j$			0 5 9 0 0	

(21)

∴ since all the $\Delta_j \geq 0$ then the optimal solution can be existed here

$$\text{Max } Z = 900, x_1 = 100, x_2 = 0$$

* solve the lpp $\text{max } Z = 3x_1 + 2x_2$

subject to constraints $x_1 + x_2 \leq 4$

$$x_1 - x_2 \leq 2$$

$$x_1, x_2 \geq 0$$

Solⁿ

$$\text{Max } Z = 3x_1 + 2x_2 + 0s_1 + 0s_2$$

$$\text{subject to } x_1 + x_2 + s_1 = 4$$

$$x_1 - x_2 + s_2 = 2$$

$$x_1, x_2, s_1, s_2 \geq 0$$

Basic variables	C_B	C_j x_B	3 x_1	2 x_2	0 s_1	0 s_2	min ratio = x_B/x_K
s_1	0	4	1	1	1	0	$\frac{4}{1} = 4$
s_2	0	2	1	-1	0	1	$\frac{2}{1} = 2 \leftarrow \text{key row}$
			Key element				
$Z_j = C_B \times x_B$ $= 0$			0	0	0	0	
$\Delta_j = Z_j - C_j$			-3	-2	0	0	
			\uparrow key column				
s_1	0	2	0	2	1	-1	$\frac{2}{2} = 1 \leftarrow \text{key row}$
x_1	3	2	1	-1	0	1	$\frac{2}{-1} = -2$
$Z_j = C_B \times x_B$ $= 6$			3	-3	0	3	
$\Delta_j = Z_j - C_j$			0	-5	0	3	
			\uparrow key column				

x_2	2	1	0	1	$\frac{1}{2}$	$-\frac{1}{2}$
x_1	3	3	1	0	$\frac{1}{2}$	$\frac{1}{2}$
$Z_j = C_B \times x_B$ $= 11$	3	2	$\frac{5}{2}$	$\frac{1}{2}$		
$\Delta_j = Z_j - C_j$	0	0	$\frac{5}{2}$	$\frac{1}{2}$		

Since all $\Delta_j \geq 0$, then the optimal solution can be existed here; $\max z = 11$, $x_1 = 3$, $x_2 = 1$

IMP

* Use simplex method to solve the LPP Maximize

Max $z = x_1 + x_2 + 3x_3$, subject to $3x_1 + 2x_2 + x_3 \leq 3$,

$2x_1 + x_2 + 2x_3 \leq 2$, $x_1, x_2, x_3 \geq 0$.

Solⁿ: Max $z = x_1 + x_2 + 3x_3 + 0s_1 + 0s_2$

Subject to $3x_1 + 2x_2 + x_3 + s_1 = 3$

$2x_1 + x_2 + 2x_3 + s_2 = 2$

$x_1, x_2, s_1, s_2 \geq 0$.

Basic variable	C_B	x_B	1 x_1	1 x_2	3 x_3	0 s_1	0 s_2	min ratio $= x_B/x_k$
s_1	0	3	3	2	1	0	0	$3/1 = 3$
s_2	0	2	2	1	2	0	1	$2/2 = 1 \leftarrow \text{key row}$
	$Z_j = C_B \times x_B$ $= 0$		0	0	0	0	0	
	$\Delta_j = Z_j - C_j$		-1	-1	-3	0	0	$\rightarrow \text{key column}$

s_1	0	2	2	$3/2$	0	1	$-1/2$
x_3	3	1	1	$1/2$	1	0	$1/2$
$Z_j = C_B \times x_B$ $= 3$		3	$3/2$	3	0	$3/2$	
$\Delta_j = Z_j - C_j$		2	$1/2$	0	0	$3/2$	

Here all $\Delta_j \geq 0$, then the optimal solution can be existed.

Here $\max z = 3$; $x_3 = 1$

Artificial variable technique method :-

The LPP is in which constraints may also have \geq and equal to ($=$) signs after ensuring that all values are consider in this section.

The artificial variable technique can be existed in two cases.

1) Charnie's Big-M method
(or)

method of penalties.

2) Two-phase simplex method.

* Charnes's Big-m method :-

The following steps are involved in solving an LPP using the Big-m method.

- 1) Express the problem in the standard form
 - 2) Add non-negative artificial variables to the left side of each of the equations corresponding to the constraints of the type \geq (or) $=$. However addition of these artificial variables causes violation of the corresponding constraints.
 - 3) Solve the modified LPP by simplex method.
- until any of these 3 cases may arise.

case-1 :- if no artificial variable is there in the basis at zero level and the optimality conditions are satisfied then the current solution is an optimal basic feasible solution.

case-2 :- if at least one artificial variable is there in the basis at zero level and the optimality conditions is satisfied then the current solution is optimal basic feasible solution.

case-3 :- If at least one artificial variable appears in the basis at positive level and the optimality condition is satisfied level then the current solution is optimal basic feasible solution.

case-4 :- The solution satisfy the constraints but does not optimal the objective function since it contains a very large penalty 'M' and is called "pseudo"

* solve the lpp $\max z = 3x_1 + 2x_2$

$$\begin{aligned} \text{subject to } 2x_1 + x_2 &\leq 2 \\ 3x_1 + 4x_2 &\geq 12 \text{ and} \\ x_1, x_2 &\geq 0 \end{aligned}$$

Sol:- $\max z = 3x_1 + 2x_2 + 0s_1 + 0s_2 - mA_1$

$$\text{subject to } 2x_1 + x_2 + s_1 = 2$$

$$3x_1 + 4x_2 + s_2 + A_1 = 12$$

$$x_1, x_2, s_1, s_2, A_1 \geq 0$$

Note :- If artificial variable is the leaving variable (or) key row then we have neglect the artificial variable column.

Basic variable	C_B	C_j x_B	3	2	0	0	-m	max ratio $= x_B/x_k$
s_1	0	-2	2	①	1	0	0	$2/1 = 2 \leftarrow$ key row
A_1	-m	12	3	4	0	-1	1	$\frac{12}{4} = 3$
$Z_j = C_B \times x_B$ $= 12m$			-3m	-4m	0	m	-m	
$\Delta_j = Z_j - C_j$			-3m-3	-4m-2	0	m	0	
x_2	2	2	2	1	1	0	0	
A_1	-m	4	-5	0	-4	-1	1	
$Z_j = 4 - 4m$			4+5m	2	2+4m	m	-m	
$\Delta_j = Z_j - C_j$			4+5m	0	2+4m	m	0	

Since all $\Delta_j \geq 0$ and 1 artificial variable in the basis then the optimal condition is satisfied, but there is no feasible solution then the solution is called "pseudo" optimal solution.

* Solve the LPP $\max(Z) = 4x_1 + x_2$

Subject to $3x_1 + x_2 = 3$

$$4x_1 + 3x_2 \geq 6$$

$$x_1 + 2x_2 \leq 4$$

$$x_1, x_2 \geq 0$$

Solⁿ: $\max Z = -(4x_1 + x_2)$

$$\max Z = -4x_1 - x_2 - mA_1 + 0s_1 - mA_2 + 0s_2 \quad (0m)$$

$$-4x_1 - x_2 + 0s_1 + 0s_2 - mA_1 - mA_2$$

subject to $3x_1 + x_2 + A_1 = 3$
 $4x_1 + 3x_2 - S_1 + A_2 = 6$
 $x_1 + 2x_2 + S_2 = 4$ and
 $x_1, x_2, S_1, S_2, A_1, A_2 \geq 0$.

Basic variable	C_B	x_B	x_1	x_2	S_1	S_2	A_1	A_2	min ratio $= x_B/x_K$
A_1	-m	3	3	1	0	0	1	0	$3/3 = 1 \leftarrow \text{key row}$
A_2	-m	6	4	-1	0	0	0	1	$6/4 = 3/2 = 1.5$
S_2	0	4	1	2	0	1	0	0	$4/4 = 1$
$Z_j^0 = C_B \times x_B = -9m$ $\Delta_j^0 = Z_j^0 - C_j^0$			-7m	-4m	m	0	-m	-m	3
			-7m+4	-4m+1	m	0	0	0	
			key column.						
x_1	-4	1	1	1/3	0	0	0	0	$1/1/3 = 1/6 \times 3/1 = 3$
A_2	-m	2	0	5/3	-1	0	0	1	$2/5/3 = 6/5 = 1.2 \leftarrow \text{key row}$
x_2	0	3	0	5/3	0	1	0	0	$3/5/3 = 9/5 = 1.8$
$Z_j^0 = -4 - 2m$ $\Delta_j^0 = Z_j^0 - C_j^0$			-4	$\frac{-4-3m}{3}$	m	0	-	-m	
			0	$\frac{-1-5m}{3}$	m	0	-	0	
			key column						
x_1	-4	3/5	1	0	1/5	0	-	-	$3/5/1/5 = 3/1 = 3$
x_2	-1	6/5	0	1	-3/5	0	-	-	$6/5/1/8 = 4/5 = 0.8$
S_2	0	1	0	0	1	1	-	-	$4/5/1/5 = 2$ $5/1 = 1 \leftarrow \text{key row}$
$Z_j^0 = C_B \times x_B = -18/5$ $\Delta_j^0 = Z_j^0 - C_j^0$			-4	-1	-1/5	0	-	-	
			0	0	-1/5	0	-	-	
			key column.						

x_1	-4	2/5	1	0	0	-1/5	-	-
x_2	-1	9/5	0	1	0	3/5	-	-
s_1	0	1	0	0	1	1	-	-
$Z_j = C_B \times x_B$ $= -17/5$			-4	-1	0	1/5	-	-
$A_j = Z_j - C_j$			0	0	0	1/5	-	-

Since all $A_j \geq 0$ and no artificial variable in the basis then optimal condition is satisfied.

\therefore The optimal solution

$$\min z = 17/5 \text{ \& } x_1 = 2/5, x_2 = 9/5$$

Graphical method :-

$$\min z = 4x_1 + x_2$$

$$s/t = 3x_1 + x_2 = 3$$

$$4x_1 + 3x_2 \geq 6$$

$$x_1 + 2x_2 \leq 4$$

Let us consider inequalities in to equations.

$$3x_1 + x_2 = 3$$

Let $x_1 = 0$ in the equation

$$3(0) + x_2 = 3$$

$$P(x_1, x_2) = (0, 3)$$

Let $x_2 = 0$ in the equation,

$$3x_1 + 0 = 3$$

$$3x_1 = 3$$

$$x_1 = 1$$

$$Q(x_1, x_2) = (1, 0)$$

$$4x_1 + 3x_2 = 6$$

Let $x_1 = 0$ in the equation

$$4(0) + 3x_2 = 6$$

$$3x_2 = 6$$

$$x_2 = 2$$

$$P_3(x_1, x_2) = (0, 2)$$

Let $x_2 = 0$ in the equation

$$4x_1 + 3(0) = 6$$

$$4x_1 = 6$$

$$x_1 = 3/2 = 1.5$$

$$P_4(x_1, x_2) = (1.5, 0)$$

$$x_1 + 2x_2 = 4$$

Let $x_1 = 0$ in the equation

$$0 + 2x_2 = 4$$

$$2x_2 = 4$$

$$x_2 = 2$$

$$P_5(x_1, x_2) = (0, 2)$$

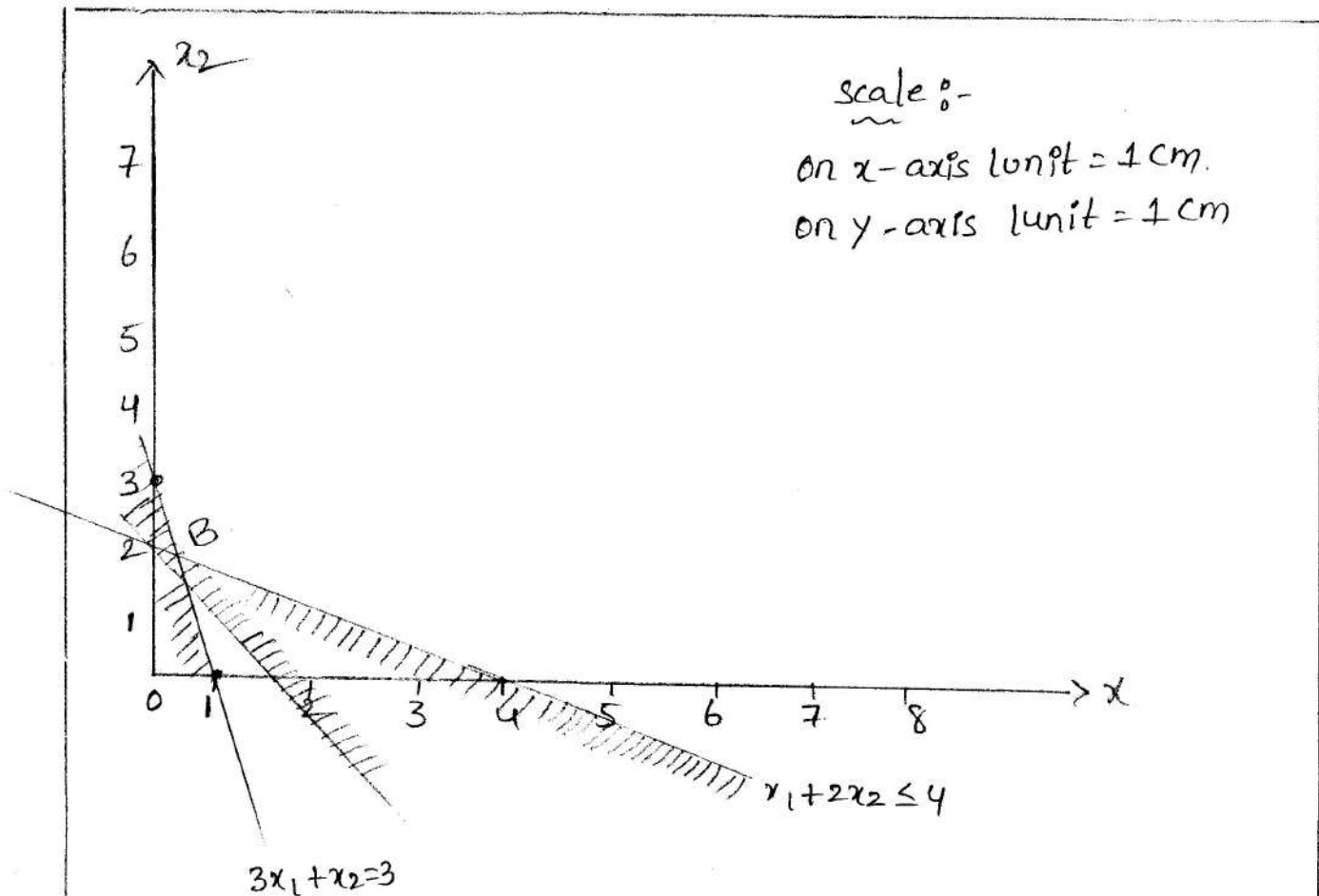
Let $x_2 = 0$ in the equation

$$x_1 + 2(0) = 4$$

$$x_1 = 4$$

$$P_6(x_1, x_2) = (4, 0)$$

plot the points on the graph.



A(0, 2)

B intersects the line $x_1 + 2x_2 = 4$ & $3x_1 + x_2 = 3$

C intersects the line $4x_1 + 3x_2 = 6$ & $3x_1 + x_2 = 3$

'B' intersects the lines $x_1 + 2x_2 = 4$ and $3x_1 + x_2 = 3$

$$x_1 + 2x_2 = 4 \rightarrow \textcircled{1}$$

$$3x_1 + x_2 = 3 \rightarrow \textcircled{2}$$

$$\textcircled{1} \times 3 \Rightarrow 3x_1 + 6x_2 = 12$$

$$3x_1 + x_2 = 3$$

$$\hline 5x_2 = 9$$

$$x_2 = 9/5$$

substitute $x_2 = 9/5$ in the equation.

$$x_1 + 2(9/5) = 4$$

$$x_1 + 18/5 = 4$$

$$x_1 = 4 - 18/5$$

$$x_1 = \frac{20 - 18}{5}$$

$$= 2/5$$

'c' intersects the lines

$$4x_1 + 3x_2 = 6 \longrightarrow (3)$$

$$3x_1 + x_2 = 3 \longrightarrow (4)$$

$$4x_1 + 3x_2 = 6$$

$$(2) \times 3 \Rightarrow 9x_1 + 3x_2 = 9$$

$$\begin{array}{r} - \quad - \quad - \\ \hline 5x_1 = -3 \end{array}$$

$$x_1 = -3/5$$

Substitute $x_1 = -3/5$ in the equation (3)

$$4(-3/5) + 3x_2 = 6$$

$$-12/5 + 3x_2 = 6$$

$$3x_2 = 6 - (-12/5)$$

$$3x_2 = \frac{30 - (-12)}{5}$$

$$x_2 = \frac{18/5}{3} = 18/5$$

$$A(0, 2)$$

$$\min z = 4x_1 + x_2$$

$$B(2/5, 9/5)$$

$$(0, 2) = 4(0) + 2$$

$$C(3/5, 18/5)$$

$$(2/5, 2/5) = 2 = 4(2/5) + 9/5$$

$$= 8/5 + 9/5$$

$$= 12/5 = 3.9$$

$$(3/5, 18/5) = 4(3/5) + 18/5$$

$$= 12/5 + 18/5 = \frac{36+18}{15} = \frac{54}{15} = 3.6$$

* use penalty method solve the lpp min $z = 5x + 3y$

$$s.t \quad 2x + 4y \leq 12$$

$$2x + 2y = 10$$

$$5x + 2y \geq 10$$

sol's - Max $z = -(\min z)$

$$= -(5x + 3y)$$

$$= -5x - 3y$$

$$\cdot \max z = -5x - 3y + 0s_1 + 0s_2 - mA_1 - mA_2$$

$$s.t \quad 2x + 4y + s_1 = 12$$

$$2x + 2y + A_1 = 10$$

$$5x + 2y - s_2 + A_2 = 10 \text{ \&}$$

$$x, y, s_1, s_2, A_1, A_2 \geq 0$$

Basic variables	C_B	X_B	x	y	s_1	s_2	A_1	A_2	Min Ratio $= X_B / x_K$
s_1	0	12	2	4	1	0	0	0	$\frac{12}{2} = 6$
A_1	-M	10	2	2	0	0	1	0	$10/2 = 5$
A_2	-M	10	5	2	0	-1	0	1	$10/5 = 2 \leftarrow \text{key row}$
$Z_j = C_B \times X_B$ $= -20M$			-7M	-4M	0	M	-M	-M	
$\Delta_j = Z_j - C_j$			-7M+5	-4M+3	0	M	0	0	
s_1	0	8	0	16/5	1	2/5	0	-	$8/16/5 = \frac{40}{16} = 2.5 \leftarrow \text{key row}$
A_1	-M	6	0	6/5	0	2/5	1	-	$6/6/5 = \frac{30}{6} = 5$
x	-5	2	1	2/5	0	-1/5	0	-	$2/2/5 = \frac{10}{2} = 5$

(27)

	$Z_j = C_B \times x_B$ $= -6m - 10$ $\Delta_j = Z_j - C_j$	-5	$\frac{-6m-10}{5}$	0	$\frac{-2m+5}{5}$	m	-	
y	-3	$\frac{5}{2}$	0	1	$\frac{5}{16}$	$\frac{1}{8}$	0	$\frac{5}{2} \times \frac{8}{1} = 20$
A ₁	-m	3	0	0	$-\frac{3}{8}$	$-\frac{1}{4}$	1	$3 \times \frac{4}{1} = 12 \leftarrow \text{key row}$
x	-5	1	1	0	$-\frac{1}{8}$	$-\frac{1}{4}$	0	$1 \times \frac{4}{7} = 4$
	$Z_j = C_B \times x_B$ $= \frac{-6m-25}{2}$ $\Delta_j = Z_j - C_j$	-5	-3	$\frac{6m-5}{16}$	$\frac{14m+75}{40}$	-m	-	
		0	0	$\frac{6m-5}{16}$	$\frac{14m+75}{40}$	0	-	
x	-3	1	0	1	$-\frac{1}{2}$	0	-	key column
S ₂	0	12	0	0	$-\frac{3}{2}$	1	-	
x	15	4	1	0	$-\frac{1}{2}$	0	-	
	$Z_j = C_B \times x_B$ $= -23$ $\Delta_j = Z_j - C_j$	-5	-3	1	0	-	-	
		0	0	1	0	-	-	

\therefore All $\Delta_j \geq 0$ and no artificial variable exist in the basis then the optimal condition is satisfied.

\therefore The optimal solution is $\max z^* = 23$.

$\min z = 23, x = 4 \text{ \& } y = 1$

Two-phase simplex method :-

The two phase simplex method is another method to solve the given lpp. The solution is obtained in two-phases.

Phase-1 :-

In this phase we construct an auxiliary lpp leading to a final simplex table containing a basic feasible solution to the original problem.

- * Assign a cost -1 to each artificial variable and a cost zero (0) to all other variables and get a new objective function.

- * write down the auxiliary lpp in which the new objective function is to be maximised, subject to the given set of constraints.

- * solve the auxiliary lpp by simplex method until either of the following these cases arises.

case (i) :- $\text{Max } z^* = 0$ and at least one artificial variable exists in the optimum basis at zero (0) level possible level.

case (ii) :- $\text{Max } z^* = 0$ and at least one artificial variable exists in the optimum basis at zero (0) level.

case (iii):- $\max z^* = 0$ and no artificial variable appears in the optimum basis at positive level.

Note :-

* In case-1 the given lpp does not possess any feasible solution. then the solution is called pseudo optimal solution.

* In case 2 & 3 exists in the optimum basis then we go to phase-2

Phase-2 :-

use the optimum basic feasible solution of phase '1' as a starting solution for the original lpp. Assign the actual costs to the variable. in the objective function and a zero (0) cost to every artificial variable in the basis at zero level.

Delete the artificial variable column that is eliminated from the basis in phase '1' from the table. Apply simplex method to the modified simplex table obtain at the end of phase 1. till all optimum basic feasible solution is obtained.

* solve the lpp by using two phase simplex method.

$$\text{Max } Z = 3x_1 + 3x_2$$

$$\text{s/t } 2x_1 + x_2 \leq 1$$

$$x_1 + 4x_2 \geq 6 \text{ and}$$

$$x_1, x_2 \geq 0$$

Solⁿ:- $\text{Max } Z = 0x_1 + 0x_2 + 0s_1 + 0s_2 - 1A_1$

$$\text{s/t } 2x_1 + x_2 + s_1 = 1$$

$$x_1 + 4x_2 - s_2 + A_1 = 6 \quad \&$$

$$x_1, x_2, s_1, s_2 + A_1 \geq 0$$

Basic variables	C_B	x_B	C_j	x_1	x_2	s_1	s_2	A_1	Min ratio $= x_B/x_k$
s_1	0	1	0	2	1	1	0	0	$V_1 = 1 \leftarrow \text{key row}$
A_1	-1	6	0	1	4	0	-1	1	$6/4 = 3/2 = 1.5$
	$Z_j = C_B \times x_B$ $= 6$			-1	-4	0	1	-1	
	$\Delta_j = Z_j - C_j$			-1	-4	0	1	0	
					key column				
x_2	0	1	0	2	1	1	0	0	
A_1	-1	2	0	-7	0	-4	-1	-1	
	$Z_j = C_B \times x_B$ $= -2$			7	0	4	1	-1	
	$\Delta_j = Z_j - C_j$			7	0	4	1	0	

\therefore All Δ_j value ≥ 0 and $\text{Max } Z^* < 0$ one artificial variable exist in the basis then the optimal condition is satisfied so it doesn't possess any feasible solution.

∴ The lpp gives the Pseudo optimal solution.

* Use two phase simplex method.

$$\max Z = 5x_1 - 4x_2 + 3x_3$$

$$s/t \quad 2x_1 + x_2 - 6x_3 = 20$$

$$6x_1 + 5x_2 + 10x_3 \leq 76$$

$$8x_1 - 3x_2 + 6x_3 \leq 50 \text{ \& } x_1, x_2, x_3 \geq 0$$

solⁿ:

$$\max Z = 0x_1 + 0x_2 + 0x_3 + 0s_1 + 0s_2 - 1A_1$$

$$s/t \quad 2x_1 + x_2 - 6x_3 + A_1 = 20$$

$$6x_1 + 5x_2 + 10x_3 + s_1 = 76$$

$$8x_1 - 3x_2 + 6x_3 + s_2 = 50 \text{ \& } x_1, x_2, x_3, s_1, s_2, A_1 \geq 0$$

Basic variables	C_B	X_B	C_j	x_1	x_2	x_3	s_1	s_2	A_1	Min ratio $= X_B/x_k$
A_1	-1	20	0	2	1	-6	0	0	-1	$20/2 = 10$
s_1	0	76	0	6	5	10	1	0	0	$\frac{76}{6} = 12.65$
s_2	0	50	0	8	-3	6	0	1	0	$\frac{50}{8} = 6.25$ ↓ key row
$Z_j = C_B \times X_B$ $= -20$			-2	1	6	0	0	-1		
$\Delta_j = Z_j - C_j$			-2	-1	6	0	0	0		
A_1	-1	15/2	0	7/4	-15/2	0	-1/4	1		$\frac{15}{2} \times \frac{4}{7} = 4.28 \rightarrow$ key row
s_1	0	77/2	0	29/4	11/2	1	-3/4	0		$\frac{22}{2} + \frac{4}{29} = 5.31$
x_1	0	25/4	1	-3/8	3/4	0	1/8	0		$\frac{25}{4} = 6.25$

	$Z_j = C_B X_B$ $= -15/2$ $\Delta_j = Z_j - C_j$	0	-7/4	15/2	-1	0	1/4	
x_2	0	30/7	0	1	-30/7	4/7	0	-1/7
s_1	0	$\frac{208}{28}$	0	0	$\frac{256}{7}$	$-\frac{29}{7}$	1	$\frac{2}{7}$
x_1	0	$\frac{220}{28}$	1	0	$-\frac{6}{7}$	$\frac{3}{14}$	0	$\frac{1}{14}$
	$Z_j = C_B X_B$ $= 0$ $\Delta_j = Z_j - C_j$	0	0	0	0	0	0	
		0	0	0	0	0	1	

\therefore All $\Delta_j \geq 0$ with no artificial variable in the basis and $\max z = 0$ the optimality condition is satisfied the given problem as the feasible solution. then we go to Phase-II

Phase-II

considered the final simplex table also consider the original values of the auxiliary variable x_{pp} and eliminate the artificial variable column A_1 in the Phase-II.

(30)

Basic Variables	C_B	C_j x_B	5 x_1	-4 x_2	3 x_3	0 s_1	0 s_2	min ratio $= x_B/x_k$
x_2	-4	$30/7$	0	1	$-30/7$	0	$-1/7$	
s_1	0	$\frac{208}{28}$	0	0	$256/7$	1	$2/7$	
x_1	5	$\frac{220}{28}$	1	0	$-6/7$	0	$1/14$	
$Z_j = C_B \times x_B$ $= \frac{155}{7}$			5	-4	$90/7$	0	$13/14$	
$\Delta_j = Z_j - C_j$			0	0	$69/7$	0	$13/14$	

\therefore All $\Delta_j \geq 0$ and the feasible solution can be existed $\max z = -\frac{155}{7}$, $x_1 = \frac{220}{28}$, $x_2 = \frac{30}{7}$ & $x_3 = 0$

unit-II

Transportation problem.

- * Introduction.
- * Transportation Model.
- * Finding initial basic Feasible solutions.
- * Moving towards optimality.
- * unbalanced transportation problems.
- * Transportation problems with maximization.
- * Degeneracy.

Assignment problem

- * Introduction.
- * Mathematical Formulation of the problem.
- * solution of an Assignment problem.
- * Hungarian Algorithm.
- * Multiple solution.
- * unbalanced Assignment problems.
- * Maximization in Assignment model.

Unit - II

Transportation & Assignment

Transportation model :-

- The origin of transportation model database to 1941 when F.H. Hitchcock Presented a study entitled "The distribution of a Product from several Source to numerous local localities."
- In 1947 T.C. Koopman's Presented a study caused optimum utilization of the transportation Problem/ system.
- These two considerations are mainly responsibility for the development of transportation model which involves shipping sources and a no. of destination.
- The main objective of transport is to minimise the cost of transportation while meeting the requirements at the destination.

Definitions :-

feasible solution :- Any set of non-negative allocations ($x_{ij} \geq 0$) which satisfies the row and column sum (rim requirement) is called a 'feasible solution'.

Basic feasible solution :- A feasible solution is called a 'Basic feasible solution' if the number of non-negative allocations is equal to $m+n-1$, where 'm' is the number of rows and n the number of columns in a transportation table.

non-degenerate basic feasible solution :- Any feasible solution to a transportation Problem containing 'm' origins and n destinations is said to be 'non-degenerate' if it contains $m+n-1$ occupied cells and each allocation is in an independent position.

The allocations are said to be in independent positions, if it is impossible to form a closed path. A path which is formed by allowing horizontal and vertical lines and all the corner cells of which are occupied is called a closed path.

The allocations in the following tables are not in independent positions.

	*	*
	*	*

*		*
*		*

	*	*	
	*		
	*	*	

The allocations in the following tables are in independent positions.

	*	
*	*	*
*		

*	*		
	*		*
		*	*

Regenerate basic feasible solution :-

If a basic feasible solution contains less than $m+n-1$ non-negative allocations, it is said to be 'generate.'

Optimal solution :-

Optimal solution is a feasible solution (not necessarily basic), which minimizes the total cost.

The solution of a transportation problem can be obtained in two stages, namely initial and optimum solution.

Initial solution can be obtained by using any one of the three methods, viz.,

- i, North west corner rule (NWC)
- ii, least cost method (or) Matrix minima method.
- iii, Vogel's approximation method (VAM).

VAM is preferred over the other two methods, since the initial basic feasible solution obtained by this method is either optimal or very close to the optimal solution.

The cells in the transportation table can be classified as occupied and unoccupied cells. The allocated cells in the transportation table are called occupied cells and the empty ones are called unoccupied cells.

The improved solution of the initial basic feasible solution is called "optimal solution", which is the second stage of solution and can be obtained by MODI (modified Distribution method).

North west corner Rule :-

Step-1 :- Starting with the cell at the upper left corner (north west) of the transportation matrix, we allocate as much as possible so that either the capacity of the first row exhausted or the destination

requirement of the first column is satisfied

i.e $x_{11} = \min(a_1, b_1)$.

Step-2 :- If $b_1 > a_1$, we move down vertically to the second row and make the second allocation of magnitude $x_{21} = \min(a_2, b_1 - x_{11})$ in the cell (2,1).

If $b_1 < a_1$, move right horizontally to the second column and make the second allocation of magnitude $x_{12} = \min(a_1, x_{11} - b_1)$ in the cell (1,2).

If $b_1 = a_1$, there is a tie for the second allocation, we make the second allocations of magnitude.

$$x_{12} = \min(a_1 - a_1, b_1) = 0 \text{ in cell (1,2)}$$

$$\text{or } x_{21} = \min(a_2, b_1 - b_1) = 0 \text{ in the cell (2,1)}$$

Step-3 :- Repeat steps 1 and 2 moving down towards the lower right corner of the transportation table until all the rim requirements are satisfied.

1, obtain the initial basic feasible solution of a Transportation whose cost & requirements are given in the table.

origin	D_1	D_2	D_3	supply
O_1	2	7	4	5
O_2	3	3	1	8
O_3	5	4	7	7
O_4	1	6	2	14
demand	7	9	18	34

sol: Here supply = demand

The given transportation Problem have the initial basic feasible solution.

first allocation :-

origin	D_1	D_2	D_3	supply
O_1	<u>2</u> 5	7	4	5
O_2	3	3	1	8
O_3	5	4	7	7
O_4	1	6	2	14
Demand	7 2	9	18	34

Delete ' O_1 ' row

$$\min(5, 7) = 5$$

Second Allocation :-

origin	D ₁	D ₂	D ₃	supply
O ₂	3 | 2	3	1	8 ⁶
O ₃	5	4	7	7
O ₄	1	6	2	14
demand	7 | 0 ↓	9	18	34

$$\min(2, 8) = 2$$

delete 'D₁' column.

Third Allocation :-

origin	D ₂	D ₃	supply
O ₂	3 | 6	1	8 ⁰
O ₃	4	7	7
O ₄	6	2	14
demand	9 | 3	18	27

$$\min(6, 9) = 6$$

delete 'O₂' row

Fourth Allocation :-

origin	D ₂	D ₃	supply
O ₃	4 | 3	7	7 ⁴
O ₄	6	2	14
demand	8 | 0 ↓	18	21

$$\min(3, 7) = 3$$

Delete 'D₂' column

Fifth Allocation :-

origin	D ₃	supply
O ₃	<u>7</u> | 4	4 ⁰
O ₄	2	14
demand	14 | 18	18

$$\min(4, 18) = 4$$

Delete 'O₃' row

Sixth Allocation :-

origin	D ₃	supply
O ₄	<u>2</u> | 14	14 ⁰
demand	14 ⁰	14

$$\min(14, 14)$$

Delete 'O₄' row (or) D₃ column,

$$\text{No. of allocation} = M + n - 1 = 4 + 3 - 1 = 7 - 1 = 6$$

$$\text{Total cost} = 2 \times 5 + 3 \times 2 + 3 \times 6 + 3 \times 4 + 7 \times 4 + 2 \times 14$$

=

2. obtain the Initial basic feasible solution the transportation problem by using north west corner method.

	D_1	D_2	D_3	D_4	supply
O_1	6	4	1	5	14
O_2	8	9	2	7	16
O_3	4	3	6	2	5
demand	6	10	15	4	35

Solⁿ: Here supply = demand

The given Transportation Problem have the initial basic feasible solution.

First Allocation :-

	D_1	D_2	D_3	D_4	supply
O_1	<u>6</u> | 6	4	1	5	14 8
O_2	8	9	2	7	16
O_3	4	3	6	2	5
demand	6 0	10	15	4	35

$$\min(6, 14) = 6$$

Delete ' D_1 ' column.

Second Allocation :-

	D_2	D_3	D_4	supply
O_1	<u>4</u> | 8	1	5	8 0
O_2	9	2	7	16
O_3	3	6	2	5
demand	10	15	4	29

$$\min(10, 8) = 8$$

Delete ' O_1 ' row

Third Allocation :-

	D ₂	D ₃	D ₄	Supply
D ₂	<u>9</u> | 2	2	7	16 14
D ₃	3	6	2	5
Demand	20 ↓	15	4	21

$$\min(2, 16) = 2$$

Delete 'D₂' column.

Fourth Allocation :-

	D ₃	D ₄	Supply
D ₂	<u>2</u> | 14	7	16 6
D ₃	6	2	5
Demand	15 ↓	4	21

$$\min(15, 14) = 14$$

Delete 'D₂' row.

Fifth Allocation :-

	D ₃	D ₄	Supply
D ₃	<u>6</u> |	2	5 4
Demand	1 ↓	4	4

$$\min(1, 5) = 1$$

Delete 'D₃' row.

Sixth Allocation :-

	D_4	Supply
O_3	2/4	4
demand	4	4

$$\min(4, 4) = 4$$

Delete ' D_4 ' column (or) ' O_3 ' row.

No. of Allocations = No. of rows & columns = $m+n-1$

$$= 3 + 4 - 1$$

$$= 7 - 1$$

$$= 6$$

$$\text{Total cost} \Rightarrow 6 \times 6 + 4 \times 8 + 9 \times 2 + 2 \times 14 + 6 \times 1 + 2 \times 4$$

$$= 36 + 32 + 18 + 28 + 6 + 8$$

$$= 128$$

Least cost method :-

Step-1 :- Determine the smallest cost in the cell

(or) cost matrix in the transportation Problem.

Step-2 :- If $x_{ij} = a_i$ cross the i th row of the transportation table decrease a_i by b_j then go to step-3

* If $x_{ij} > b_j$ cross the j th column of the transportation table decrease a_i by b_j then go.

* If $x_{ij} = a_i - b_j$ cross either i th row (or) j th column of the transportation table but not both.

Step-3 :- Repeat step-1 & 2 for the resulting reduced transportation table untill all remaining requirements are satisfied. When ever the minimum cost is not unique ~~or~~ make an arbitrary among the choice of minima.

origin	D ₁	D ₂	D ₃	Supply
O ₁	2	7	4	5
O ₂	3	3	1	8
O ₃	5	4	7	7
O ₄	1	6	2	14
Demand	7	9	18	

As Here the Supply = Demand then the given transportation problem have the IBFS.

First Allocation :-

origin	D ₁	D ₂	D ₃	Supply
O ₁	2	7	4	5
O ₂	3	3	18	8 ⁰
O ₃	5	4	7	7
O ₄	1	6	2	14
D	7	9	18 ¹⁰	

$$\min(8, 18) = 8$$

Delete 'O₂' row.

Second allocation :-

origin	D ₁	D ₂	D ₃	supply
O ₁	2	7	4	5
O ₃	5	4	7	7
O ₄	17	6	2	14
Demand	7	9	10	19

$$\min(7, 14) = 7$$

Delete 'D₁' column.

Third Allocation :-

origin	D ₂	D ₃	supply
O ₁	7	4	5
O ₃	4	7	7
O ₄	6	2	7
Demand	9	3	12

$$\min(7, 10) = 7$$

Delete O₄ row

fourth Allocation :-

O	D ₂	D ₃	supply
O ₁	7	4	2
O ₃	4	7	7
Demand	9	3	9

$$\min(3, 5) = 3$$

Delete 'D₂' column.

Fifth Allocation :-

O	D ₂	S
O ₁	7	2
O ₃	4/7	7/0
demand	7/2	9

$$\min(7, 9) = 7$$

Delete 'O₃' row.

Sixth allocation :-

origin	D ₂	supply
O	7/2	2
demand	2	2

$$\min(2, 2) = 2$$

Delete 'D₂' column.

$$\begin{aligned} \text{Total cost} &= 1 \times 8 + 1 \times 7 + 2 \times 7 + 4 \times 3 + 4 \times 7 + 7 \times 2 \\ &= 83 \end{aligned}$$

$$\begin{aligned} \text{No. of allocations} &= m+n-1 \\ &= 4+3-1 \\ &= 7-1 \\ &= 6 \end{aligned}$$

Vogel's approximation method (or) Penalty method :-

step-1 :- find the Penalty cost namely the difference b/w smallest and the next smallest

costs in each row & column.

Step-2 :- Among the Penalties of founding Step-1 choose the maximum Penalty. if there maximum Penalty is more then once choose any one (or) arbitrary.

Step-3 :- If the selected row (or) column as by Step-2 find out the cell having the least cost allocate to this cell as much as possible depend on the capacity (or) requirement (or) supply & Demand.

Step-4 :- Delete the row (or) column that is fully exhausted again compute the row and column Penalty for reduce the transportation table and then go to Step-2 repeat the steps untill all the remaining requirements are satisfied.

→ obtain the initial basic feasible solution sorted the given transportation by using vogle's approximation method.

Origin	D ₁	D ₂	D ₃	D ₄	Supply
O ₁	11	13	17	14	250
O ₂	16	18	14	10	300
O ₃	21	24	13	10	400
Demand	200	225	275	250	950

Sol:- Here Supply = Demand then the given transportation have the initial basic feasible solution.

First allocation :-

origin	D ₁	D ₂	D ₃	D ₄	supply	P.I
O ₁	11	13 | 25	17	14	250 25	2
O ₂	16	18	14	10	300	4
O ₃	21	24	13	10	400	3
Demand	200	250	275	250	950	
P.I	5	5	1	0		

$$\min(25, 200) = 25$$

Delete 'D₂' column.

Second Allocation :-

origin	D ₁	D ₃	D ₄	supply	P.I
O ₁	11 | 25	17	14	250	3
O ₂	16	14	10	300	4
O ₃	21	13	10	400	3
Demand	200 175	275	250	725	
P.II	5	1	0		

$$\min(300, 175) = 175$$

Delete 'O₁' row.

Third allocation :-

origin	D ₁	D ₃	D ₄	S	P. III
O ₂	16) 175	14	10	300 ¹²⁵	4
O ₃	21	13	10	400	3
demand	175 ⁰	275	250	700	
P. II	5	1	0		

$$\min(300, 175) = 175$$

Delete 'D₁' column

Fourth Allocation :-

origin	D ₃	D ₄	S	P. IV
O ₂	14	10) 25	125 ⁰	4
O ₃	13	10	400	3
demand	275	250 ¹²⁵	525	
P. IV	1	0		

$$\min(125, 250) = 125$$

$$\min(1000, 275) = 275$$

Delete 'O₂' row

Fifth allocation :-

origin	D ₃	D ₄	S	P. V
O ₃	13) 275	10	400 ¹²⁵	3
demand	275 ⁰	125	400	
P. V	13	10		

$$\min(400, 275) = 275$$

$$\min(125, 125) = 125$$

Delete 'D₃' column.

Sixth allocation :-

origin	D ₄	S	P.VI
O ₃	10 | 125	125	10
D	↓ 125 ⁰	125	
P.VI	10		

Delete 'D₄' (or) O₃ $\min(125, 125) = 125$

$$\begin{aligned}
 \text{Total no. of allocations} &= m+n-1 \\
 &= 3+4-1 \\
 &= 7-1 \\
 &= 6
 \end{aligned}$$

$$\begin{aligned}
 \text{Total cost} &= 13 \times 225 + 11 \times 25 + 16 \times 175 + 10 \times 125 + 13 \times 275 \\
 &\quad + 10 \times 125 \\
 &= 2925 + 275 + 2800 + 1250 + 3575 + 1250 \\
 &= 12075
 \end{aligned}$$

unbalanced Transportation :-

unbalanced Transportation problem supply not equal to demand there is no initial basic feasible solution existed in the transportation for this purpose we have to introduce dummy row on supply and dummy column in the demand after that the unbalanced transportation can be converted in the balanced transportation

then the initial basic feasible solution can be existed.

* If supply < demand we have to add a dummy row with wanted supply.

* If demand < supply we have to add a dummy column with wanted demand.

* Do the Procedure as usually existed in the overall suboptimization method (or) Penalty method.

1) obtain the initial basic feasible solution for the transportation problem with the help of overall suboptimization.

origin	D ₁	D ₂	D ₃	D ₄	supply
O ₁	6	1	9	3	70
O ₂	11	5	2	8	55
O ₃	10	12	4	7	70
Demand	25	35	50	45	215

Sol: Here supply \neq demand that is $195 \neq 215$ we add a dummy row with the help of supply 20 i.e. the dummy row = O₄.

After adding the dummy row supply = demand so the given transportation problem have the initial basic feasible solution.

First allocation :-

origin	D_1	D_2	D_3	D_4	supply	P_1
O_1	6	1	9	3	70	2
O_2	11	5	2	8	55	3
O_3	10	12	4	7	70	3
O_4	<u>0</u> 20	0	0	0	20 0	0
demand	85 65	35	50	45	215	
P_1	6	1	2	3		

$$\min(20, 85) = 20$$

Delete ' O_4 ' row.

Second allocation :-

origin	D_1	D_2	D_3	D_4	supply	P_2
O_1	<u>6</u> 65	1	9	3	70 5	2
O_2	11	5	2	8	55	3
O_3	10	12	4	7	70	3
demand	65 0	35	50	45	115	
P_2	4	4	2	4		

$$\min(70, 65) = 65$$

Delete ' D_1 ' column.

Tha

Third allocation :-

origin	D ₂	D ₃	D ₄	supply	P ₃
O ₁	15	9	3	80	2
O ₂	5	2	8	55	3
O ₃	12	4	7	70	3
demand	38 30	50	45	130	
P ₃	4	2	4		

$$\min(5, 35) = 5$$

Delete 'O₁' row.

Fourth allocation :-

origin	D ₂	D ₃	D ₄	supply	P ₄
O ₂	5 30	2	8	55 25	3
O ₃	12	4	7	70	3
demand	360	50	45	125	
P ₄	7	2	1		

$$\min(55, 30) = 30$$

Delete 'D₂' column

Fifth allocation :-

origin	D ₃	D ₄	supply	P ₅
O ₂	2 25	8	250	6
O ₃	4	7	70	3
demand	56 25	45	95	
P ₅	2	1		

$$\min(25, 50) = 25$$

Delete 'O₂' row

Sixth allocation :-

origin	D ₃	D ₄	supply	P ₆
O ₃	4	7	76 25	3
demand	25	45 0	70	
P ₆	4	7		

$\min(70, 45) = 45$

Delete 'D₄' column

Seventh allocation :-

origin	D ₃	supply	P ₇
O ₃	4	25 0	4
demand	25 0	25	
P ₇	4		

$\min(25, 25) = 0$

Delete 'D₃' (or) D₃ column.

$$\begin{aligned}
 \text{Total no. of allocations} &= m+n-1 \\
 &= 4+4-1 \\
 &= 7
 \end{aligned}$$

$$\begin{aligned}
 \text{Total cost} &= 0 \times 20 + 6 \times 65 + 1 \times 5 + 5 \times 30 + 2 \times 25 + 7 \times 45 + \\
 &\quad 4 \times 25 \\
 &= 0 + 390 + 5 + 150 + 50 + 315 + 100 \\
 &= 1010.
 \end{aligned}$$

Maximization case in Transportation :-

The objective is to minimize the total Profit for which the Profit matrix is given for this first we have to convert the maximization problem in to minimization by subtracting all the elements in the given transportation table the modified minimization problem will solved for all in the model.

'> solve the following transportation Problem to maximize the Profit.

	A	B	C	D	Supply
1	15	51	42	33	23
2	86	42	26	81	44
3	90	40	66	60	33
demand	23	31	16	30	100.

Sol:- Here supply = demand, The given transportation have the initial basic feasible solution and also convert the maximisation problem in to minimization by subtracting a highest cost in the transportation table.

First allocation :-

	A	B	C	D	supply	P ₁
1	75	39	48	57	23	9
2	10	48	64	19	44	1
3	0/23	50	24	30	38/10	24 ←
demand	280	31	16	30	100	
P ₁	10	9	24	21		

$$\min(33, 23) = 23$$

Delete 'A' column.

Second allocation :-

	B	C	D	supply	P ₂
1	39	48	57	23	9
2	48	64	9/30	44/14	39
3	50	24	30	10	6
demand	31	16	30/0	77	
P ₂	9	24	21		

$$\min(44, 30) = 30$$

Delete 'D' column

Third allocation :-

	B	C	supply	P ₃
1	39	48	23	9
2	48	64	14	16
3	50	24/10	100	26 ←
demand	31	16/6	47	
P ₃	9	24		

$$\min(10, 16) = 10$$

delete '3' row.

fourth allocation :-

	B	c	supply	P ₄
1	39	48	23	9
2	48/14	64	140	16 ←
demand	31 17	6	37	
P ₄	9	16.		

$$\min(14, 31) = 14$$

delete '2' row.

Fifth allocation :-

	B	c	supply	P ₅
1	39	48/6	23 17	9
demand	17	60	23	
P ₅	39	48		

$$\min(23, 6) = 6$$

Delete 'c' column

Sixth allocation :-

	B	supply	P ₆
1	39/17	170	39 ←
demand	170	17	

Total no. of allocations = $m+n-1$

$$\min(\text{Total cost}) = 0 \times 23 + 9 \times 30 + 24 \times 16 + 48 \times 14 + 48 \times 6 + 39 \times 17$$

$$= 0 + 270 + 240 + 672 + 288 + 663 = 2133$$

$$\begin{aligned}
 \text{Max. cost} &= 90 \times 23 + 81 \times 30 + 66 \times 10 + 42 \times 14 + 42 \times 6 \\
 &\quad + 51 \times 17 \\
 &= 2070 + 2430 + 660 + 588 + 252 + 867 \\
 &= 6867
 \end{aligned}$$

3. There are these factories A, B, C which supply goods to 'y' dealers D₁, D₂, D₃, D₄. The production capacities of these factors are 1000, 700 & 900 units Per month respectively. The requirements from the dealers are 900, 800, 500 & 400 units Per unit the returns are 8, 7, 7 at these factories. The following table gives unit transportation cost from the factories to the dealers.

	D ₁	D ₂	D ₃	D ₄	capacity.
A	2	2	2	4	1000
B	3	5	3	2	700
C	4	3	2	1	900
requirements	900	800	500	400	2600.

$$\text{Return} = \text{Profit} + \text{cost}$$

$$\text{Profit} = \text{Return} - \text{cost}$$

Solⁿ:

	D ₁	D ₂	D ₃	D ₄	capacity
A	8-2	8-2	8-2	8-4	1000
B	7-3	7-5	7-3	7-2	700
C	9-4	9-3	9-2	9-1	900
requirements	900	800	500	400	2600.

	D ₁	D ₂	D ₃	D ₄	capacity
A	6	6	6	4	1000
B	4	2	4	5	700
C	5	6	7	8	900
Require ments	900	800	500	400	2600

Here we convert Profit matrix in to the loss matrix with the help of subtracting all the cost of the transportation with the highest cost i.e., 8.

	D ₁	D ₂	D ₃	D ₄	capacity
A	2	2	2	4	1000
B	4	6	4	3	700
C	3	2	1	0	900
requirements	900	800	500	400	2600

Here capacity = requirements, so the given transportation have the initial basic feasible solution.

First allocation :-

	D ₁	D ₂	D ₃	D ₄	capacity	P _i
A	2	2	2	4	1000	0
B	4	6	4	3	700	1
C	3	2	1	0/400	900 500	1
require- ment	900	800	500	400 0	2600	
P _j	1	0	1	3		

$$\min(900, 400) = 400$$

delete 'D₄' column.

Second allocation :-

	D ₁	D ₂	D ₃	capacity	P ₂
A	2 | 900	2	2	1000 100	0
B	4	6	4	700	0
C	3	2	1	500	1
Req.	9000 ↓	800	500	2200	
P ₂	1	0	1	min(1000, 900) = 900	

Delete 'D₁' column.

Third allocation :-

	D ₂	D ₃	capacity	P ₃
A	2	2	100	0
B	6	4 | 500	700 200	2
C	2	1	500	1
Requirement	800	↓ 5000 0	1300	
P ₃	0	1	min(700, 500) = 500	

Delete 'D₃' column

Fourth allocation :-

	D ₂	capacity	P ₄
A	2	100	2
B	6 | 200	200 0	6
C	2	500	2
Req.	800.0	800	
P ₄	0	min(200, 800) = 200	

Delete 'B' row.

Fifth allocation :-

	D_2	capacity	P_5
A	2 | 100	100 ₀	2
C	2	500	
Require ment	600 500	600	
P_5	0	$\min(100, 600) = 100$	

Delete 'A' row.

Sixth allocation :-

	D_2	capacity	P_6
C	2 | 500	500 ₀	2
Req.	500 ₀	500	
P_6	2	$\min(500, 500) = 500$	

Delete D_2 (or) C.

$$\begin{aligned}
 \text{Total no. of allocation} &= m+n-1 \\
 &= 3+4-1 \\
 &= 7-1 \\
 &= 6
 \end{aligned}$$

$$\begin{aligned}
 \text{Total cost} &= 0 \times 400 + 2 \times 900 + 4 \times 500 + 6 \times 200 + 2 \times 100 + 2 \times 300 \\
 &= 0 + 1800 + 2000 + 1200 + 200 + 600 \\
 &= 6200
 \end{aligned}$$

$$\begin{aligned}
 \text{max. Profit} &= 8 \times 400 + 6 \times 900 + 4 \times 50 + 2 \times 200 + 6 \times 100 \\
 &\quad + 6 \times 500 \\
 &= 3200 + 5400 + 2000 + 400 + 600 + 3000 \\
 &= 14600.
 \end{aligned}$$

Assignment Problem :-

There are 'n' jobs to be performed & 'n' persons are available for doing these jobs. Assume that each person can do each job at a time.

The Assignment Problem is a special case of the transportation problem in which the objective is to assign a no. of resources to the equal no. of activities at a minimum cost (or) maximum profit.

Hungarian method :-

Solution of an assignment problem can be arrived at by using the Hungarian method. The steps involved in this method are as follows:-

- * Prepare a cost matrix if the cost matrix is not a square matrix then add a dummy row or dummy columns based on the requirement.
- * Subtract the minimum element in each row from all the elements of the respective row.

* Further the modifying resulting matrix while by subtracting the minimum element of each column from all the elements of the respective column. Thus obtain the modify matrix.

* Then draw the minimum no. of lines i.e., Horizontal and vertical lines to cover all zero's in the resulting matrix. Let the minimum no. of line be ' N '.

case-1 :- If $N=n$, where n is the order of matrix then an optimal assignment can be made. so make the assignment to get the required solution.

case-2 :- If $N < n$ then Proceed to step-5.

Determine the smallest uncovered element in the matrix (elements not covered by ' N ' lines).

* Subtract the minimum element from all uncovered elements and add the same element at the Intersection. Intersection of horizontal and vertical lines. Thus the second modified matrix is obtained.

* Repeat steps 3 & 4 untill we get the case 1 of step '4'.

* To make (zero assignment) examining the rows successively untill a row wise exactly single zero is found.

zero(0) this zero is to make the assignment then mark a 'x' (cross) over (or) zero's if lying in the column of the circled zero, showing that they cannot be considered for further assignment. continue in this manner untill all the zero's have been examined. Repeat the same procedure for column's also.

* Repeat step-6. successively untill one of the following situations arises.

1) If no unmark zero is left then the Process ends.

2) If it is more than one unmarked zero in any column/Row, circle one of the unmarked zero's arbitrarily and mark a cross in the cells of remaining zero's in the columns/Row.

3) Repeat the Process untill no unmarked zero is left in the matrix.

* Thus exactly one marked circle zero in each row & column of the matrix is obtained.

The assignment corresponding to those marked circle zero will give the optimal assignment.

Using the following cost matrix determine

- 1. Optimal Job assignment
- 2. The cost of assignment Job.

Job Machine	1	2	3	4	5
A	10	3	3	2	8
B	9	7	8	2	7
C	7	5	6	2	4
D	3	5	8	2	4
E	9	10	9	6	10

Sol: Row subtraction :- "least number should be subtract"

	1	2	3	4	5
	(10-2)	(3-2)	(3-2)	(2-2)	(8-2)
A	8	1	1	0	6
B	7	5	6	0	5
C	5	3	4	0	2
D	1	3	6	0	2
E	3	4	3	0	4

first Modified Matrix :-

	1	2	3	4	5
A	7	0	0	0	4
B	6	4	5	0	3
C	4	2	3	0	0
D	0	2	5	0	0
E	2	3	2	0	2

column subtraction :- "least no. of column subtract"

	1	2	3	4	5
A	7	0	0	0	4
B	6	4	5	0	3
C	4	2	3	0	0
D	0	2	5	0	0
E	2	3	2	0	2

Here $N \times n (4 \times 5)$.

Identify the least element (or) least number i.e 2,
 subtract all uncovered elements with '2' and add the
 value '2' at the point of intersection arrived.
 Thus we have to obtain the next modified matrix.

Second Modified Matrix :-

Job/ Machine	1	2	3	4	5
A	7	0	0	2	6
B	6	2	3	0	3
C	4	0	1	0	0
D	0	0	3	0	0
E	2	1	0	6	2

Here $N = n (5 = 5)$

The optimal assignment can be done here.

	1	2	3	4	5
A	9	0	0	2	6
B	6	2	3	0	3
C	4	0	1	0	0
D	0	0	3	0	0
E	2	1	0	6	2

<u>Job</u>	<u>Machine</u>	<u>cost</u>
1	D	3
2	A	3
3	E	9
4	B	2
5	C	4

$$\text{Total cost} = 3 + 3 + 9 + 2 + 4 = 21$$

2)

<u>Job</u> <u>Machine</u>	1	2	3	4	5
A	13	8	16	18	19
B	9	15	24	9	12
C	12	9	4	4	4
D	6	12	10	8	13
E	15	17	18	12	20

Sol: Row subtraction :-

	1	2	3	4	5
A	5	0	8	10	11
B	0	6	15	0	3
C	8	5	0	0	0
D	0	6	4	2	7
E	3	5	6	0	8

we need to convert it in to column subtraction

first modified Matrix :-

	1	2	3	4	5
A	5	0	8	10	11
B	0	6	15	0	3
C	8	5	0	0	0
D	0	6	4	2	7
E	3	5	6	0	8

Here $N < n (4 < 5)$

second Modified Matrix :-

	1	2	3	4	5
A	8	0	8	13	11
B	0	3	12	0	0
C	11	5	0	3	0
D	0	3	1	2	4
E	3	2	3	0	5

	1	2	3	4	5
A	8	0	8	13	11
B	0	3	12	0	0
C	11	5	0	3	0
D	0	3	1	2	4
E	3	2	3	0	5

Job	machine	cost
1	D	6
2	A	8
3	C	4
4	E	12
5	B	12

$$\text{Total cost} = 6 + 8 + 4 + 12 + 12 = 42$$

* Four different Jobs can be done on four different machines the take down time costs are prohibitively high for change over the matrix below given the cost in Rupees for producing Job 'i' on the machine 'j'.

Job machines	m ₁	m ₂	m ₃	m ₄
J ₁	5	7	11	6
J ₂	8	5	9	6
J ₃	4	7	10	7
J ₄	10	4	8	3

Sol: Row subtraction :-

	m ₁	m ₂	m ₃	m ₄
J ₁	0	2	6	1
J ₂	3	0	4	1
J ₃	0	3	6	3
J ₄	7	1	5	0

column subtraction :-

	m_1	m_2	m_3	m_4
J_1	0	2	2	1
J_2	3	0	0	1
J_3	0	3	2	3
J_4	7	1	1	0

first modified matrix :-

	m_1	m_2	m_3	m_4
J_1	0	2	2	1
J_2	3	0	0	1
J_3	0	3	2	3
J_4	7	1	1	0

Second modified Matrix :-

	m_1	m_2	m_3	m_4
A	0	1	1	1
B	4	0	0	2
C	0	2	1	3
D	7	0	0	0

Third modified Matrix :-

	m_1	m_2	m_3	m_4
A	0	0	0	0
B	5	0	0	-2
C	0	1	0	2
D	7	0	0	0

<u>Job</u>	<u>machine</u>	<u>cost</u>
m_1	J_1/A	5
m_2	J_2/B	5
m_3	J_3/C	10
m_4	J_4/D	3
		<hr/> 23 <hr/>

unbalanced Assignment Problems :-

<u>Job</u> <u>machines</u>	A	B	C	D	E
1	4	3	6	2	7
2	10	12	11	14	16
3	4	3	2	1	5
4	8	7	6	9	6

Sol. The given matrix is not a square matrix.
by adding a dummy row i.e., 5th row.

After adding a dummy row its should be converted as a square matrix.

<u>Jobs</u>	A	B	C	D	E
1	4	3	6	2	7
2	10	12	11	14	16
3	4	3	2	1	5
4	8	7	6	9	6
5	0	0	0	0	0

Row subtraction :-

	A	B	C	D	E
1	2	1	4	0	5
2	0	2	1	4	6
3	3	2	1	0	4
4	2	1	0	3	0
5	0	0	0	0	0

first modified matrix :-

	A	B	C	D	E
1	2	1	4	0	5
2	0	2	1	4	6
3	3	2	1	0	4
4	2	1	0	3	0
5	0	0	0	0	0

Here $N < n$, Identify the least element in the uncovered elements i.e '1' subtract one with all uncovered elements and it is added point of Intersection raised.

second modified matrix :-

	A	B	C	D	E
1	2	0	3	0	4
2	0	1	0	4	5
3	3	1	0	0	3
4	3	0	0	4	0
5	1	0	0	1	0

Here $N=n$ the given problem have the optimal assignment.

	A	B	C	D	E
1	2	1	3	0	4
2	0	1	2	4	5
3	3	1	0	1	3
4	3	1	2	4	0
5	1	0	1	1	2

<u>Jobs</u>	<u>Machines</u>	<u>cost</u>
1	D	2
2	A	10
3	C	2
4	E	6
5	B	0

$$\text{Total cost} = 2 + 10 + 2 + 6 = 20.$$

Maximization in Assignment model :-

The owner of a small machines of has '4' machines available to assign Jobs for the day. '5' Jobs are offered with expected Profit for each machine on each Job are as follows.

By using the assignment method. find the assignment method the Job that should result maximum Profit which Job should be declined.

Jobs	A	B	C	D	E
1	62	78	50	111	82
2	71	84	61	73	59
3	87	92	111	71	81
4	48	64	87	77	80

Sol:- The given matrix is not a square matrix by adding row i.e 5th row. after adding a dummy row the assignment problem can be square Matrix.

Jobs	A	B	C	D	E
1	62	78	50	111	82
2	71	84	61	73	59
3	87	92	111	71	81
4	48	64	87	77	80
5	0	0	0	0	0

Identify the highest value in the assignment problem and subtract all the elements in matrix with highest value.

Jobs	A	B	C	D	E
1	(111-62) 49	33	61	0	29
2	40	27	50	38	52
3	24	19	0	40	30
4	63	47	24	34	31
5	111	111	111	111	111

Row subtraction :-

Jobs	A	B	C	D	E
1	49	33	61	0	29
2	13	0	23	11	25
3	24	19	0	40	30
4	39	23	0	10	7
5	0	0	0	0	0

No need to convert column subtraction.

first modified matrix :-

Jobs	A	B	C	D	E
1	49	33	61	9	29
2	13	0	23	1	25
3	24	19	0	40	30
4	39	23	0	10	7
5	0	0	0	0	0

$$N=4, n=5$$

Here $N < n$.

No. of drawn lines is not equal to order of the matrix. Identify the least element in the uncovered element i.e., '7' subtract the least uncovered element with all uncovered element and adding to the Point of Intersection arranged..

Second modified matrix :-

Jobs	A	B	C	D	E
1	42	26	61	0	22
2	13	0	30	18	25
3	17	12	0	40	23
4	32	16	0	10	0
5	0	0	7	7	0

Here $N=n$

The order of the matrix = no. of drawn lines.

The optimal assignment is existed.

Jobs	A	B	C	D	E
1	42	26	61	0	22
2	13	0	30	18	25
3	17	12	0	40	23
4	32	16	0	10	0
5	0	0	7	7	0

<u>Jobs</u>	<u>machines</u>	<u>cost</u>
1	D	11
2	B	84
3	C	111
4	E	80
5	A	0

Total cost = $11 + 84 + 111 + 80 + 0$

= 386

\therefore 5th job is declined.

unit - III
sequencing

- * job sequencing
- * Johnsons Algorithm for n jobs and Two Machines.
- * n Jobs and Three Machines.

UNIT-III

Sequencing

Introduction :-

In this chapter, we determine an appropriate order (sequence) for a series of jobs to be done on a finite number of service facilities in some pre-assigned order, so as to optimize the total cost (time) involved.

Defination :-

Suppose there are n jobs $(1, 2, \dots, n)$, each of which has to be processed one at a time at m machines (A, B, C, \dots) . The order of processing each job through each machine is given. The problem is to find a sequence among $(n!)^m$ number of all possible sequences for processing the jobs so that the total elapsed time for all the jobs will be minimum.

Technology and Notations :-

The following are the technologies and notations used in this chapter.

Number of machines :- It means the service facilities through which a job must pass before it is completed.

Processing order :- It refers to the order in which

various machines are required for completing the job.

Processing time :- It means the time required by each job on each machine.

Idle time on a machine :-

This is the time for which a machine remains idle during the total elapsed time. The notation x_{ij} is used to denote the idle time of machine j b/w the end of the $(i-1)$ th job and the start of the i th job.

Total elapsed time :- This is the time b/w starting the first job and completing the last job, which also includes the idle time, if present.

No passing rule :- It means, passing is not allowed, i.e. maintaining the same order of jobs over each machine. If each of N -jobs is to be processed through 2 machines M_1 and M_2 in the order M_1, M_2 then this rule will mean that each job will go to machine M_1 first and then to M_2 . If a job is finished on M_1 , it goes directly to machine M_2 if it is free, otherwise it starts a waiting line or joins the end of the waiting line, if one already exists. Jobs that form a waiting line are

Processed on machine M_2 when it becomes free.

Principal Assumptions

- i, No machine can process more than one operation at a time.
- ii, Each operation once started must be performed till completion.
- iii, Each operation must be completed before starting any other operation.
- iv, Time intervals for processing are independent of the order in which operations are performed.
- v, There is only one machine of each type.
- vi, A job is processed as soon as possible, subject to the ordering requirements.
- vii, All jobs are known and are ready for processing, before the period under consideration begins.
- viii, The time required to transfer jobs between machines is negligible.

Type-1 Problems with 'n' jobs through two machines

The algorithm, which is used to optimize the total elapsed time for processing 'n' jobs through two machine is called 'Johnson's algorithm' and has the following steps.

consider 'n' jobs (1, 2, 3 ---- n) processing on two machines A and B in the order AB. Processing periods (time) are A_1, A_2, \dots, A_n and B_1, B_2, \dots, B_n as given in the following table.

machine/job	1	2	3 ----- n
A	A_1	A_2	$A_3 \dots A_n$
B	B_1	B_2	$B_3 \dots B_n$

The problem is to sequence the jobs as to minimize the total elapsed time.

The solution procedure adopted by Johnson is given below.

step-1 :- select the least processing time occurring in the list A_1, A_2, \dots, A_n and B_1, B_2, \dots, B_n . let this minimum processing time occur for a job k.

step-2 :- If the shortest processing is for machine A, process the kth job first and place it in the beginning of the sequence. If it is for machine B, process the kth job last and place it at the end of the sequence.

step-3 :- when there is a tie in selecting the minimum processing time, then there may be three solutions.

i, If the equal minimum values occur only for machine A, select the job with larger processing time in B to be placed first in the job sequence.

ii, If the equal minimum values occur only for machine B, select the job with larger processing time in A to be placed last in the job sequence.

iii, If there are equal minimum values, one for each machine, then place the job in machine A first and the one in machine B last.

Step-4:- Delete the jobs already sequenced. If all the jobs have been sequenced, go to the next step. Otherwise, repeat step 1 to 3.

Step-5:- In this step, determine the overall or total elapsed time and also the idle time on machines A and B as follows.

Total elapsed time = the time b/w starting the first job in the optimal sequence on machine A and completing the last job in the optimal sequence on machine B.

Idle time on A = (Time when the last job in the optimal sequence is completed on machine B) - (Time when the last job in the optimal sequence is completed on machine A).

Idle time on B = when the first job in the optimal sequence starts on machine B + $\sum_{k=2}^n$ [time k th job starts on machine B - time $(k-1)$ th job finished on machine B].

Type-II Processing 'n' jobs through three machines A, B, C.

consider 'n' jobs (1, 2 --- n) processing on three machines A, B, C in the order ABC. The optimal sequence can be obtained by converting the problem into a two-machine problem. From this, we get the optimum sequence using Johnson's algorithm.

The following steps are used to convert the given problem into a two-machine problem.

Step-1 :- find the minimum processing time for the jobs on the first and last machine and the maximum processing time for the second machine.

i.e find $\min_i (A_i, C_i)_{i=1,2,\dots,n}$ and

$$\max_i (B_i)$$

step-2 :- check the following inequality.

$$\min_i A_i \geq \max_i B_i$$

(or)

$$\min_i C_i \geq \max_i B_i$$

step-3 :- If none of the inequalities in step 2 are satisfied; this method cannot be applied.

step-4 :- If at least one of the inequalities in step-2 is satisfied, we define two machines G and H , such that the processing time on G and H are given

by

$$G_i = A_i + B_i \quad i=1,2,\dots,n$$
$$H_i = B_i + C_i \quad i=1,2,\dots,n.$$

step-5 :- for the converted machines G and H , we obtain the optimum sequence using two-machine algorithm.

Type - III Problems with 'n' Jobs and k machines:

consider n jobs $(1,2,\dots,n)$ processing through k machines M_1, M_2, \dots, M_k in the same order. The iterative procedure of obtaining an optimal sequence is as follows.

Step-1 :- find $\min. M_i$ and $\min. M_K$ and $\max.$ of each of $M_{i2}, M_{i3}, \dots, M_{iK}$ for $i=1, 2, \dots, n$.

Step-2 check whether

$$\min_i M_{i1} \geq \max_j M_{ij}, \text{ for } j=2, 3, \dots, K-1 \text{ (or)}$$

$$\min_i M_{iK} \geq \max_j M_{ij}, \text{ for } j=2, 3, \dots, K-1$$

Step-3 :- if the inequalities in step 2 are not satisfied, the method fails, otherwise, go to the next step

Step-4 :- In addition to step 2, if $M_{i2} + M_{i3} + \dots + M_{iK-1} \leq c$ where ' c ' is positive fixed constant for all $i=1, 2, \dots, n$

Then determine the optimal sequence for ' n ' jobs where the two machines are M_1 and M_K in the order M_1, M_K by using the optimum sequence algorithm.

Step-5 :- If the condition $M_{i2} + M_{i3} + \dots + M_{iK-1} \neq c$ for all $i=1, 2, \dots, n$, we define two machines G and H such that,

$$G_i = M_{i1} + M_{i2} + \dots + M_{iK-1}$$

$$H_i = M_{i2} + M_{i3} + \dots + M_{iK} \quad i=1, 2, 3, 4.$$

Determine the optimal sequence of performance of all jobs on G and H using the optimum sequence algorithm for two machines.

Type - IV :- Problems with 2 Jobs through k machines :-

consider two machines jobs, each of which is to be processed on k machines $M_1, M_2 \dots M_k$ in two different orders. The ordering of each of the two jobs through k machines is known in advance. Such ordering may not be the same for both the jobs. The exact or expected processing times on all the given machines are known.

Each machine can perform only one job at a time. The objective is to determine the optimal sequence of processing the jobs so as to minimize total elapsed time.

The optimal sequence in the case can be obtained by making use of the graph.

The procedure is given in the following steps.

Step-1 :- First draw a set of axes, where the horizontal axis represents processing time on job 1 and the vertical axis represents processing time on job 2.

Step-2 :- Mark the processing time for job 1 and job 2 on the horizontal and vertical lines respectively, according to the given order of machines.

Step-3 :- construct various blocks starting from the origin (starting point), by pairing the same machines untill the end point.

Step-4 :- Draw the line starting from the origin to the end point by moving horizontally, vertically and diagonally along a line which makes an angle 45° with the horizontal line (base). The horizontal segment of this line indicates that the first job is under process while second job is idle.

Similarly, seg the vertical line indicates that the second job is under process while first job is idle. The diagonal segment of the line shows that the jobs are under process simultaneously.

Step-5 :- An optimum path is one that minimizes the idle time for both the jobs. Thus, we must choose the path on which diagonal movement is maximum.

Step-6 :- the total elapsed time is obtained by adding the idle time for either job to the processing time for that job.

Unit - III

Sequencing

Job-sequencing :-

Sequencing gives us an idea of the order in which things can happen in the event

The Problem is to find a sequence among 'n' numbers of all possible sequences for processing the job so that the total elapsed time for all jobs will be minimum.

Objective :-

The main objective of job sequencing is to optimise the total cost/ total time involved in the event.

2 machines & n-Jobs.

Johnson's Algorithm for n-Jobs & 2-machines :-

The Algorithm which is used to optimise the total elapsed time for processing n-Jobs through 2-machines is called Johnson's Algorithm.

1, * select the least processing time-occurring in the least A_1, A_2, \dots, A_n & B_1, B_2, \dots, B_n .

Let this minimum processing time occurs for Job-K.

2,* If the shortest processing time is for machine A process the k th job first and it is placed in the beginning of the sequence if it is for machine-B process the k th job last and it is placed at the end of the sequence.

3,* when there is a tie in selecting the minimum processing time then there may be 3 solutions can be existed.

case-1 :- If the equal minimum values occur only for machine-A, select the job with large processing time in machine-B to be placed first in the job sequence.

case-2 :- If the equal minimum values occur only for machine-B select the job with age processing time A and to be placed last in the job sequence.

case-3 :- If there are equal minimum value one for each machine then place the job in machine-A first and machine-B last.

4,* Delete the jobs already sequence. If all the jobs have been sequenced go to the next step otherwise repeat the steps 1, 2 & 3

5, * In this step determine the overall elapsed time (or) total elapsed time & also the ideal time on machines A & B as follows.

Total elapsed Time :-

The time between starting the first Job in the optimal sequence on machine A and completing the last Job in the optimal sequence in machine-B.

Ideal time for machine-A :-

Time when the last Job in the optimal sequence is completed on machine-B. Time when the last Job in the optimal sequence is completed on machine-A.

Ideal time for machine-B :-

When the first Job in the optimal sequence starts on machine-B + $\sum_{k=2}^n$ (time k^{th} Job starts on machine-B - Time $(k-1)^{th}$ Job finished on machine-B).

* There are 5 Jobs each of which must go through the 2 machines A & B in the order A, B. Processing times are given below. and also determine the sequence of 5 Jobs that will minimise the total elapsed time and also calculate Ideal time for each machine.

Jobs	1	2	3	4	5
machine-A	5	1	9	3	10
Machine-B	2	6	7	8	4

Sol: Let us find out the minimum Processing time of machines A & B is '1' existed in machine-A corresponding Job is '2'

Jobs	①	2	3	4	5
machine-A	5	1	9	3	10
machine-B	2	6	7	8	4

Job sequence A

2				
---	--	--	--	--

 B

* The minimum Processing time can be existed in machine 'A' corresponding Job is 2 can be placed in the first of the sequence.

Let us consider minimum Processing time

Jobs	3	④	5
machine-A	9	3	10
machine-B	7	8	4

Job sequence^A

2	1	1	1
---	---	---	---

^B

* The minimum processing time can be existed in machine 'B' corresponding job is 1 and it is placed in the last of the sequence.

Jobs	3	4	5
A	9	3	10
B	7	8	4

* The minimum processing time can be existed in machine-A corresponding job is 4 and it will be placed first of the second sequence.

Job sequence

2	4		1
---	---	--	---

Jobs	3	5
machine-A	9	10
machine-B	7	4

* The minimum Processing

corresponding

Job is 5 and it will be placed in the last

of the second sequence (or) next sequence

Job sequencing ^A

2	4	5	1
---	---	---	---

^B

*

Jobs	3
A	5
B	7

The minimum Processing time is 7
Existed in machine 'B' corresponding Job 4, 3
and it will be placed at the last of sequence

Job sequence is

^A

2	4	3	5	1
---	---	---	---	---

^B

∴ Job sequence is ^A

2	4	3	5	1
---	---	---	---	---

^B

Job sequence	Machine - A		Machine - B		Ideal time		Job sequence
	In	out	In	out	A	B	
2	0	0+1=1	1	1+6=7	0	1	A(A)
4	1	1+3=4	7	7+8=15	0	0	B(I)
3	4	4+9=13	15	15+7=22	0	0	C(C)
5	13	13+10=23	23	23+4=27	0	1	D(B)
1	23	23+5=28	28	28+2=30	0	1	E(H)
					= 0	= 3	F(F)
					= 30 - 28 + 0	= 30 - 30 + 3	G(D)
					= 2	= 3	H(E)
							I(G)

∴ Total elapsed time = 30mins

Idle time for machine A is 2 mins

Idle time for machine B is 3 mins

Job sequence 2 → 4 → 3 → 5 → 1

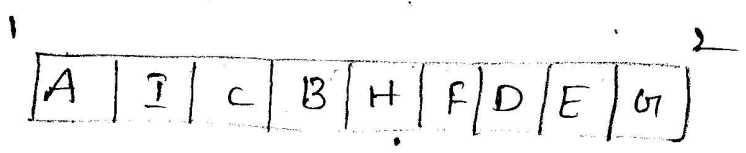
find the sequence that minimise the total elapsed time required to complete the following task on two mach. calculate the ideal time for each machines.

Jobs	A	B	C	D	E	F	G	H	I
machine-1	2	5	4	9	6	8	7	5	4
machine-2	6	8	7	4	3	9	3	8	11

A, Jobs

	A	B	C	D	E	F	G	H	I
machine1	2	5	4	9	6	8	7	5	4
machine2	6	8	7	4	3	9	3	8	11

Job sequence.



Job sequence	machine-1		machine-2		Idle time	
	In	out	In	out	m-1	m-2
A(A)	0	$0+2=2$	2	$2+6=8$	0	2
B(B)	2	$2+4=6$	8	$8+11=19$	0	0
C(C)	6	$6+4=10$	19	$19+7=26$	0	0
D(D)	10	$10+5=15$	26	$26+8=34$	0	0
E(E)	15	$15+5=20$	34	$34+8=42$	0	0
F(F)	20	$20+8=28$	42	$42+9=51$	0	0
G(G)	28	$28+9=37$	51	$51+4=55$	0	0
H(H)	37	$37+6=43$	55	$55+3=58$	0	0
I(I)	43	$43+7=50$	58	$58+3=61$	0	0

Total elapsed time = 61 hrs

Idle time for machine-1 = 11 hrs

Idle time for machine-2 = 12 hrs

$$61 - 50 + 0 = 11 \text{ hrs}$$

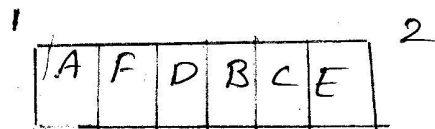
$$61 - 61 + 2 = 2 \text{ hrs}$$

- * A company has 6 jobs A to F all the jobs have to go on each machine (hrs) is given below. Find the optimal sequence that minimises the total elapsed time and also the ideal time for each machine.

Jobs	A	B	C	D	E	F
machine-1	1	4	6	3	5	2
machine-2	3	6	8	8	1	5

A, Jobs	A	B	C	D	E	F
machine-1	1	4	6	3	5	2
machine-2	3	6	8	8	1	5

Job sequence.



Job sequence	machine-1		machine-2		Idle time	
	In	out	In	out	m-1	m-2
A	0	0+1=1	1	1+3=4	0	1
F	1	1+2=3	4	4+5=9	0	0
D	3	2+3=6	9	9+8=17	0	0
B	6	6+4=10	17	17+6=23	0	0
C	10	10+6=16	23	23+8=31	0	0
E	16	16+5=21	31	31+1=32	0	0
					32-21+0 =11hrs	32-32+1 =1hr

∴ Total elapsed Time = 32hrs

Idle time for machine-1
= 11hrs

Idle time for machine-2 = 1hr.

n-Jobs 3-machines :-

* find the minimum Processing time for Jobs.

In the first & last machine and the maximum processing time for 2nd machine i.e, minimum (A_i, c_i) where $i = 1, 2, 3 \dots n$.

Unit-3

Sequencing

- * n jobs through m machines
- * Two jobs and m Machines problems.

Items	1	2	3	4	5	6	7
Cutting	5	7	3	4	6	7	12
Sewing	2	6	7	5	9	5	8
Packaging	10	12	11	13	12	10	11

a) Find all orders in which these items are Process through this stage and also calculate the minimisation of total time idle time for each Processing.

b) Suppose a third stage of production is introduced (or)

Find the order in which these 7 items are to be Processed and also calculate the total elapsed time and Idle time from Processing.

sol:- ^{step-1} let us consider cutting as 'a' sewing as 's' and Packaging as 'c'

$$\min(A_i, c_i) = \min(3, 10)$$

$$\max(B_i) = 9$$

step-2

$$* \min(A_i, c_i) \geq \max(B_i)$$

$$\min(3, 10) \geq \max(9)$$

$$\min(A_i) \geq \max(B_i)$$

$$3 \neq 9$$

$$* \min(C_i) \geq \max(B_i)$$

$$10 \geq 9$$

Step-3 :- $G_i = A_i + B_i$

$$H_i = B_i + C_i$$

Item	1	2	3	4	5	6	7
G_i	7	13	10	9	5	12	20
H_i	12	18	18	18	21	15	19

Job sequence.

G_i 1 | 4 | 3 | 6 | 2 | 5 | 7 H_i

Job sequence	machine - A		machine - B		machine - C		Ideal time		
	In	out	In	out	In	out	A	B	C
1	0	0+5=5	5	5+2=7	7	7+10=17	0	5	7
4	5	5+4=9	7	7+5=12	7	7+10=17	0	5	7
3	9	9+3=12	14	14+7=21	17	17+18=35	0	2	0
6	12	12+7=19	21	21+5=26	30	30+11=41	0	0	0
2	19	19+7=26	26	26+6=32	41	41+10=51	0	0	0
5	26	26+7=33	32	32+9=41	51	51+12=63	0	0	0
					63	63+12=75	0	3	0

$$\Rightarrow 86 - 44 + 0 \Rightarrow 86 - 52 + 10 \Rightarrow 86 - 86 + 7$$

$$= 42$$

$$= 44$$

$$= 7$$

∴ Total elapsed time = 86 hrs.

Idle time for cutting is 42 hrs.

Idle time for sewing is 44 hrs.

Idle time for packing is 7 hrs.

Job sequence is $1 \rightarrow 4 \rightarrow 3 \rightarrow 6 \rightarrow 2 \rightarrow 5 \rightarrow 7$

n-Jobs through m-machines

Step-1 :- consider 'n' jobs $1, 2, 3, \dots, n$ Processing through 'm' machines m_1, m_2, \dots, m_k in the same order. The interactive procedure of obtaining an optimal sequence is as follows.

Find minimum value $\min(m_1, m_k)$ and $\max(m_2, \dots, m_{k-1})$

Step-2 :- check whether $\min(m_1) \geq \max(m_k)$ for

$j = 2, 3, 4, \dots, n-1$ (or) $\min(m_k) \geq \max(m_j)$

Step-3 :- If the inequalities in step 2 are not satisfied. This method fails, otherwise go to next step.

Step-4 :- In addition if step-2 are not satisfied.

If $m_{i_2} + m_{i_3} + \dots + m_{i_{k-1}} = c$ where 'c' Positive

fixed constant for all $i = 1, 2, 3, \dots, n$, then determine

the optimal solution for the sequence of 'n' jobs where the 2 machines are m_1 & m_k in the order m_1, m_k by using the optimum sequence algorithm.

Step-5 :- If condition $m_{i2} + m_{i3} + \dots + m_{ik-1} \neq c$ for all $i = 1, 2, 3, \dots, 4$. we define the two machines G & H such that $G = m_{i1} + m_{i2} + \dots + m_{ik-1}$ and

$$H = m_{i2} + m_{i3} + \dots + m_{ik} \text{ where } i = 1, 2, 3, \dots, n.$$

Determine the optimal sequence and the Performance of all jobs on G & H using the optimum

* 4 Jobs 1, 2, 3, 4 are to be processed on each of the 5 machines A, B, C, D & E in the order A, B, C, D, E. find the total minimum elapsed time and also found (or) find out the Ideal time for each machine.

<u>Jobs</u> <u>machine</u>	1	2	3	4
A	7	6	5	8
B	5	6	4	3
C	2	4	5	3
D	3	5	6	2
E	9	10	8	6

$$\text{step-1 :- } \min(A_i, E_i) = \min(5, 6) \\ \max(B_i, C_i, D_i) = \max(6, 5, 6)$$

$$\text{step-2 :- } \min(A_i, E_i) \geq \max(B_i, C_i, D_i) \\ \min(5, 6) \geq \max(6, 5, 6) \\ \min(A_i) \geq \max(B_i, C_i, D_i) \\ 5 \geq (6, 5, 6) \\ \min(C_i) \geq \max(B_i, C_i, D_i) \\ 6 \geq (6, 5, 6)$$

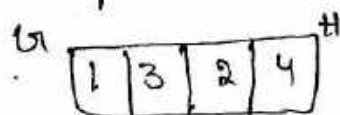
step-3 :- Introduce G & H are the 2 newly machines.

$$G = A+B+C+D$$

$$H = B+C+D+E$$

Jobs	1	2	3	4
G	17	21	20	16
H	19	25	23	14

Job sequence



Job sequence

1 → 3 → 2 → 4

Job sequence	A		B		C		D		E	
	In	out	In	out	In	out	In	out	In	out
1	0	$0+7=7$	7	$7+5=12$	12	$12+2=14$	14	$14+3=17$	17	$17+9=26$
3	7	$7+5=12$	12	$12+4=16$	16	$16+5=21$	21	$21+6=27$	27	$27+8=35$
2	12	$12+6=18$	18	$18+6=24$	24	$24+4=28$	28	$28+5=33$	33	$33+10=43$
4	18	$18+8=26$	26	$26+3=29$	29	$29+4=33$	33	$33+2=35$	35	$35+6=41$

Idle time

A	B	C	D	E
0	7	12	14	17
0	0	2	4	1
0	2	3	1	0
0	2	1	0	0

$$m-A = 51 - 26 = 25$$

$$m-B = 51 - 29 + 11 = 33$$

$$m-C = 51 - 32 + 18 = 37$$

$$m-D = 51 - 35 + 19 = 35$$

$$m-E = 17 + 1 = 18$$

Total elapsed time = 51

Idle time for A is 25

Idle time for B is 33

Idle time for C is 37

Idle time for D is 35

Idle time for E is 18

①

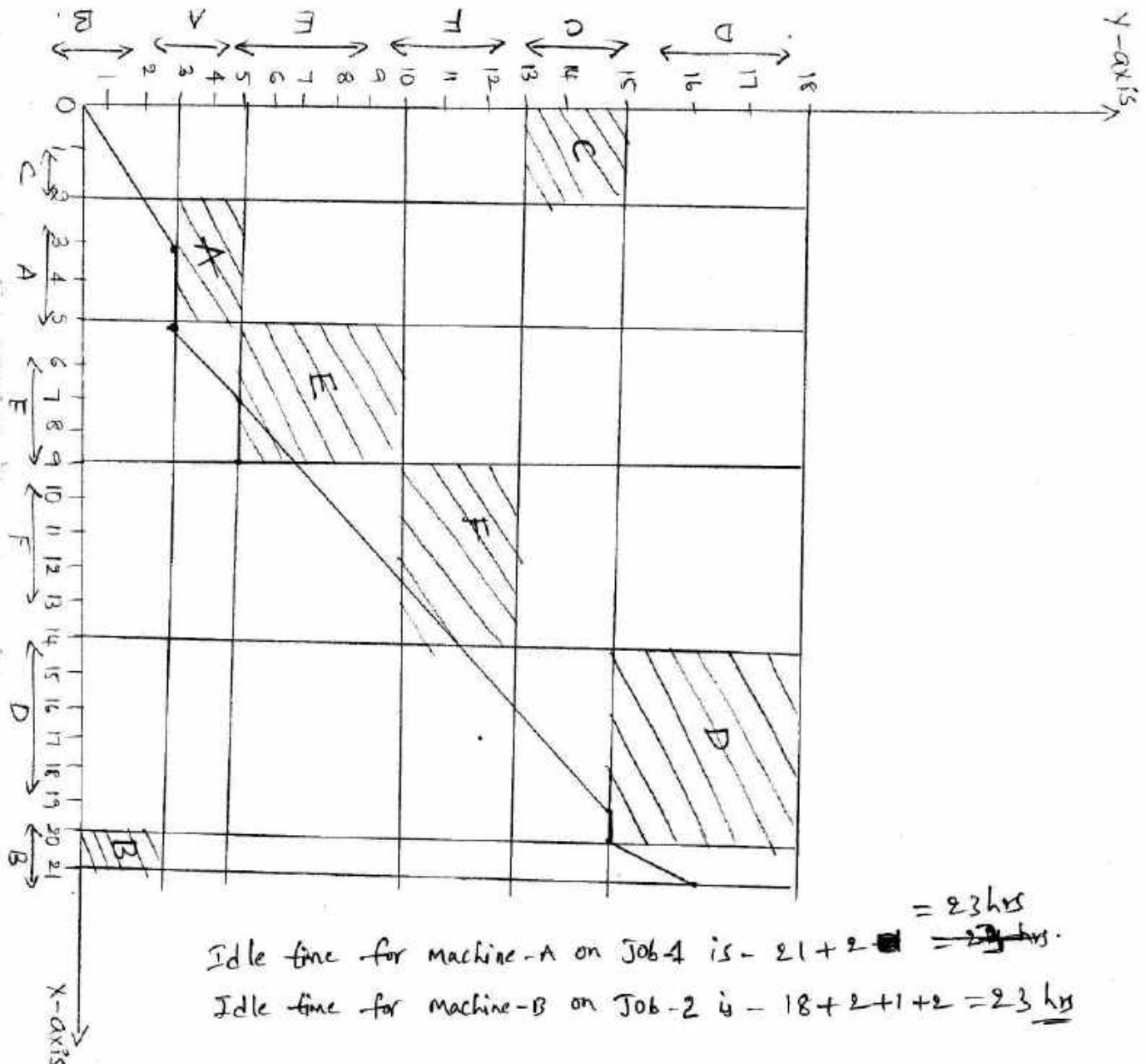
2 Jobs N Machines :-

A Machine sequence : C A E F D B.

Time : 2 3 4 5 6 1

B Machine sequence : B A E F C D

Time : 3 2 5 3 2 3.



unit- IV
GAME THEORY.

- * concepts.
- * Definitions and Terminology.
- * Two person Zero sum games.
- * pure strategy games (with saddle point).
- * principal of dominance.
- * Mixed strategy games (game without saddle point).
- * significance of game theory in Managerial Application.

UNIT-IV GAME THEORY

Introduction :-

Competition is the watch word of modern life. We say that a competitive solution exists, if two or more individuals make decisions in a situation that involves conflicting interests; and in which the outcome is controlled by the decision of all the concerned parties. A competitive situation is called a 'game'. The term game represents a conflict between two or more parties. A situation is termed a game when it possesses the following properties.

- i, The number of competitors is finite
- ii, There is a conflict in interests b/w the participants.
- iii, Each of the participants have a finite set of possible courses of action.
- iv, The rules governing these choices are specified and known to all players. The game begins when each player chooses a single course of action from the list of courses available to him.
- v, The outcome of the game is affected by choices made by all the players.
- vi, The outcome for all specific set of choices, by all the players, is known in advance and numerically defined.

The outcome of a game consists of a particular set of courses of action undertaken by the competitors. Each outcome determines a set of payments (positive, negative (or) zero), one to each competitor.

Definition :-

The term 'strategy' is defined as a complete set of plans of action specifying precisely what the player will do under every possible future contingency that might occur during the play of the game. i.e. strategy of a player is the decision rule he uses for making a choice, from his list of courses of action. strategy can be classified as:

1) Pure strategy 2) Mixed strategy.

A strategy is called pure if one known in advance of the play that it is certain to be adopted, irrespective of the strategy the other players might choose.

The optimal strategy mixture for each player may be determined by assigning to each strategy, its probability of being chosen. The strategy so determined is called mixed strategy because it is probabilistic combination of the available choices of strategy. mixed strategy is denoted by the set, $S = \{x_1, x_2, \dots, x_n\}$ where x_i is the probability of choosing the courses i such that $x_j \geq 0, j = 1, 2, \dots, n$

		Player B						
		1	2	3	.....	j	.....	n
Player A	1	a_{11}	a_{12}	a_{13}	.....	a_{1j}	.....	a_{1n}
	2	a_{21}	a_{22}	a_{23}	.....	a_{2j}	.....	a_{2n}
	3	a_{31}	a_{32}	a_{33}	.....	a_{3j}	.....	a_{3n}
	\vdots							
	\vdots							
	m	a_{m2}	a_{m3}	.....	a_{mj}	.....	a_{mn}	

A's pay off matrix.

	Player B							
	1	2	3	...	j	...	n	
Player A	1	$-a_{11}$	$-a_{12}$	a_{13}	...	$-a_{1j}$	...	a_{1n}
	2	$-a_{21}$	$-a_{22}$	a_{23}	...	$-a_{2j}$	...	a_{2n}
	\vdots							
	i	$-a_{i1}$	$-a_{i2}$	$-a_{i3}$	...	$-a_{ij}$	...	a_{in}
	\vdots							
	m	$-a_{m1}$	$-a_{m2}$	$-a_{m3}$	...	$-a_{mj}$	...	a_{mn}

Types of games :-

i) Two person games and n person games :-

In two person games, the players may have many possible choices open to them for each play of the game but the number of players remain only two. Hence, it is called a two-person game. In case of more than two person, the game is generally called n-person game.

ii) Zero-sum game :- A zero-sum game is one in which the sum of the payment to all the

and $x_1 + x_2 + \dots + x_n = 1$. It is evident that a pure strategy is a special case of mixed strategy.

In the case where all about one x_j is zero, a player may be able to choose only 'n' pure strategy, but he has an infinite number of mixed strategies to choose them.

Pay-off :-

Pay-off is the outcome of playing the game. A Pay-off matrix is a table showing the amount received by the player named at the left hand side after all possible plays of the game. The payment is made by the player named at the top of the table.

If a player A has m courses of action and player B has 'n' courses, then a payoff matrix may be constructed using the following steps.

- i, Row designations for each matrix are the courses of action available to A.
- ii, column designations for each matrix are the courses of action available to B.
- iii, With a two person zero-sum game, the cell entries in B's ~~off~~ Pay off matrix will be the negative of the corresponding entries in A's payoff matrix and the matrices will be as shown below.

competitors is zero, for every possible outcome of the game is in a game if the sum of the points won, equals the sum of the points lost.

iii) Two-person zero-sum game :-

A game with two players, where the gain of one player equals the loss of the other, is known as a two-person zero-sum game. It is also called a rectangular game because their payoff matrix is in the rectangular form. The characteristics of such a game are:

- a) only two players participate in the game.
- b) Each player has a finite number of strategies to use.
- c) Each specific strategy results in a payoff.
- d) Total Payoff to the two players at the end of each play is zero.

The maximin-minimax principle :-

This principle is used for the selection of optimal strategies by two players, consider two players A and B. 'A' is player who wishes to maximize his gains, while player B wishes to minimize his losses. Since A would like to maximize his minimum gains, we obtain for player A, the value called maximum value and the corresponding strategy is called the maximum strategy.

on the other hand, since player B wishes to minimize his losses, a value called the minimax value, which is the minimum of the maximum losses is found. The corresponding strategy is called the minimax strategy. When these two are equal (maximin value = minimax value), the corresponding strategies are called optimal strategies and the game is said to have a saddle point. The value of the game is given by the saddle point.

The selection of maximum and minimax strategy by A and B is based upon the so called maximin-minimax Principle, which guarantees the best of the worst results.

Saddle point :-

A saddle point is a position in the payoff matrix, where, the maximum of row minima coincides with the minimum of column maxima. The Payoff at the saddle point is called the value of the game.

We shall denote the maximum minimum value by \bar{r} , the minimax value of the game \bar{r} and the value of the game by r .

Note :-

1. A game is said to be fair if,
maximin value = minimax value = 0, i.e, if $\bar{r} = r = 0$.

i), A game is said to be strictly determinable if,
 $\text{maxmin value} = \text{minmax value} \neq 0$. $x = r = \bar{r}$

Games without saddle points (Mixed strategies) :-

A game without saddle point can be solved by various solution methods.

2x2 games without saddle point :-

consider a 2x2 two-person zero-sum game with out any saddle point, having the payoff matrix for player 'A' as:

$$\begin{array}{cc} & \begin{matrix} B_1 & B_2 \end{matrix} \\ \begin{matrix} A_1 \\ A_2 \end{matrix} & \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix} \end{array}$$

the optimum mixed strategies,

$$S_A = \begin{bmatrix} A_1 & A_2 \\ p_1 & p_2 \end{bmatrix} \text{ and } S_B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix}$$

where,

$$p_1 = \frac{a_{22} - a_{12}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}, p_1 + p_2 = 1 \Rightarrow p_2 = 1 - p_1$$

$$q_1 = \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}, q_1 + q_2 = 1 \Rightarrow q_2 = 1 - q_1$$

The value of the game

$$V(r) = \frac{a_{11}a_{22} - a_{12}a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

unit - IV
Game theory

A competition situation is called a game.
The team game represents the conflict b/w 2 (or) more parties.

Strategy :-

The team strategy is defined as a complete set of plans of an action specifying precisely what the player will do under every possible feature contingency that might occur during the playing of the game.

Pay of Matrix :-

Pay of is the outcome of playing the game.
A Pay of matrix is the table showing the amount received by the player named at left hand side after all possible plays the game. The Payment is after all possible plays the game. the Payment is made by the player named at the top of the table.

ex: $P \begin{bmatrix} a & b \\ c & d \end{bmatrix}$, $P \begin{bmatrix} a & b \\ c & d \\ e & f \end{bmatrix}$, $P \begin{bmatrix} a & b & c \\ d & e & f \end{bmatrix}$

Saddle Point :-

A saddle point is a position in the pay off matrix where the maximum of row minima coincides with the minimum of column maxima that is called a ~~pure~~ ^{pure} strategy (or) saddle point existed.

So, Mathematically it is defined as

$$\min[\text{column}(\max)] = \max[\text{row}(\min)]$$

(or)

$$\max[\text{row}(\min)] = \min[\text{column}(\max)]$$

Note :-

Saddle point is also called $\max(\min) = \min(\max)$ principle.

* solve the game whose pay off matrix is given below

		B ₁	B ₂	B ₃
Player-A	A ₁	1	3	1
	A ₂	0	-4	-3
	A ₃	1	5	1

		B ₁	B ₂	B ₃	
Player-A	A ₁	①	3	1	Row minima
	A ₂	0	-4	-3	
	A ₃	①	5	1	

column maximum

1 5 1

$$\max(\text{row minima}) = \min(\text{column maxima})$$

$$\max(1, -4, -1) = \min(1, 5, 1)$$

$$1 = 1$$

Saddle point can be existed there with the condition of maximin - minimax principle.

∴ saddle point exists. The value of the game is the saddle point which is '1'. The optimal strategy in the position of saddle point and is given by A_1, B_1

A_3, B_1

* Solve the game whose Pay off matrix is given below.

Player 'B'

Player A

	B_1	B_2	B_3	B_4	B_5
A_1	-2	0	0	5	3
A_2	3	2	1	2	2
A_3	-4	-3	0	-2	6
A_4	5	3	-4	2	6

	B_1	B_2	B_3	B_4	B_5	Row minima
A_1	-2	0	0	5	3	-2
A_2	3	2	①	2	2	1
A_3	-4	-3	0	-2	6	-4
A_4	5	3	-4	2	6	-6
Column max:	5	3	1	5	6	

$\min(\text{column maximum}) = \max(\text{Row minimum})$

$$\min(5, 3, 1, 5, 6) = \max(-2, 1, -4, -6)$$

$1 = 1$, Here with saddle point existed and also the value of the game is 1 and it is $A_2 B_3$.

\Rightarrow It is also known as mixed strategies

consider a two by two 2 person 'o' game without any saddle point having the pay off matrix for the players A & B as

$$\begin{array}{c} \text{player-A} \\ \begin{array}{cc} & \begin{array}{cc} B_1 & B_2 \end{array} \\ \begin{array}{c} A_1 \\ A_2 \end{array} & \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix} \end{array} \end{array}$$

The optimal mixed strategies are

$$\text{So } A = \begin{bmatrix} A_1 & A_2 \\ p_1 & p_2 \end{bmatrix}, \text{ So } B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix}$$

$$\text{where } p_1 = \frac{a_{22} - a_{21}}{[a_{11} + a_{22}] - [a_{12} + a_{21}]}$$

$$\text{where } p_1 + p_2 = 1$$

$$p_2 = 1 - p_1$$

$$q_1 = \frac{a_{22} - a_{12}}{[a_{11} + a_{21}] - [a_{12} + a_{21}]}$$

$$q_1 + q_2 = 1$$

$$q_2 = 1 - q_1$$

The value of the game = $\frac{[a_{11} \times a_{22}] - [a_{21} \times a_{12}]}{a_{11} + a_{22} - [a_{12} + a_{21}]}$

Solve the following way of matrix. Also determine the optimal strategies and also the value of the game $A \begin{bmatrix} 5 & 1 \\ 3 & 4 \end{bmatrix}$.

Ans: $A \begin{bmatrix} 5 & 1 \\ 3 & 4 \end{bmatrix}$ Row minima
1
3

column maxima 5 4

$\max(\text{Row minima}) = \min(\text{column maxima})$

$\max(1, 3) = \min(5, 4)$

$3 \neq 4$

\therefore The saddle point does not exist.

The mixed strategies are $SA = \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix}$,

$SB = \begin{bmatrix} B_1 & B_2 \\ Q_1 & Q_2 \end{bmatrix}$.

$A \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix}$ $a_{11} = 5$ $a_{12} = 1$
 $a_{21} = 3$ $a_{22} = 4$

where $P_1 = \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})} = \frac{4 - 3}{(5 + 4) - (1 + 3)} = \frac{1}{9 - 4} = 1/5$

we know that $P_1 + P_2 = 1$

$$P_2 = 1 - P_1$$

$$= 1 - 1/5$$

$$= \frac{5-1}{5}$$

$$= 4/5$$

$$S_A = \begin{bmatrix} A_1 & A_2 \\ 1/5 & 4/5 \end{bmatrix}$$

where

$$q_1 = \frac{a_{22} - a_{12}}{(a_{22} + a_{11}) - (a_{12} + a_{21})} = \frac{4-1}{(5+4)-(1+3)} = \frac{3}{9-4} = \frac{3}{5}$$

we know that $\Rightarrow q_1 + q_2 = 1$

$$q_2 = 1 - q_1$$

$$= 1 - 3/5$$

$$= 2/5$$

$$q_2 = \frac{5-3}{5} = 2/5$$

$$S_B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix} = \begin{bmatrix} B_1 & B_2 \\ 3/5 & 2/5 \end{bmatrix}$$

The volume of the game is $\frac{(a_{11} \times a_{22}) - (a_{21} \times a_{12})}{(a_{11} + a_{22}) - (a_{21} + a_{12})}$

$$= \frac{(5 \times 4) - (1 \times 3)}{(5+4) - (1+3)} = \frac{20-3}{9-4} = \frac{17}{5}$$

\therefore The mixed strategies are

$$S_A = \begin{bmatrix} A_1 & A_2 \\ 1/5 & 4/5 \end{bmatrix}, S_B = \begin{bmatrix} B_1 & B_2 \\ 3/5 & 2/5 \end{bmatrix} \text{ and also the}$$

volume of the game is $17/5$.

(63)

Q, solve the following game and determine its value and also the optimal strategies.

$$A \begin{bmatrix} 4 & -4 \\ -4 & 4 \end{bmatrix}$$

A, $A \begin{bmatrix} 4 & -4 \\ -4 & 4 \end{bmatrix}$ Row minima -4
 -4

column maxima 4 4

$$\max(\text{row minima}) = \min(\text{column maxima})$$

$$\max(-4, -4) = \min(4, 4)$$

$$-4 \neq 4$$

\therefore The saddle point does not exist.

The mixed strategies are $SA = \begin{bmatrix} A_1 & A_2 \\ p_1 & p_2 \end{bmatrix}$, $SB = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix}$

$$A \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix} \begin{matrix} a_{11} = 4 \\ a_{12} = -4 \\ a_{21} = -4 \\ a_{22} = 4 \end{matrix}$$

$$\begin{aligned} \text{Where } p_1 &= \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})} \\ &= \frac{4 - (-4)}{(4 + 4) - (-4 - 4)} \\ &= \frac{4 + 4}{8 - (-8)} \end{aligned}$$

$$= \frac{8}{8+8}$$

$$= 8/16 = 1/2$$

$$P_1 = 1/2$$

where $P_1 + P_2 = 1$

$$P_2 = 1 - P_1$$

$$P_2 = 1 - 1/2$$

$$= \frac{2-1}{2} = 1/2$$

where $SA = \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix}$

$$= \begin{bmatrix} A_1 & A_2 \\ 1/2 & 1/2 \end{bmatrix}$$

where $a_1 = \frac{a_{22} - a_{12}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$

$$= \frac{4 - (-4)}{(4+4) - (-4-4)}$$

$$= \frac{4+4}{8 - (-8)}$$

$$= \frac{8}{8+8} = \frac{8}{16} = 1/2$$

where $q_1 + q_2 = 1$

$$q_2 = 1 - q_1$$

$$= 1 - 1/2$$

$$= \frac{2-1}{2} = 1/2$$

$$\frac{8}{8+8}$$

$$q_2 = \frac{1}{2}$$

$$S_B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix} = \begin{bmatrix} B_1 & B_2 \\ \frac{1}{2} & \frac{1}{2} \end{bmatrix}$$

$$\text{value of the game} = \frac{(a_{11} \times a_{22}) - (a_{21} \times a_{12})}{(a_{11} + a_{21}) - (a_{21} + a_{12})}$$

$$= \frac{(4 \times 4) - (-4 \times -4)}{(4 + 4) - (-4 + (-4))}$$

$$= \frac{16 - (16)}{8 - (-8)}$$

$$= \frac{16 - 16}{8 + 8}$$

$$= \frac{0}{16} = 0$$

③ solve the following game & determine the value and also the optimal strategies.

$$A \begin{bmatrix} 2 & 5 \\ 4 & 1 \end{bmatrix}$$

Sol:-

$$\begin{bmatrix} 2 & 5 \\ 4 & 1 \end{bmatrix} \text{ row min}$$

2
1

column max 4 5

$$\max(\text{row min}) = \min(\text{column max})$$

$$\text{eg } 1) = (4 \ 5)$$

$$2 \neq 4$$

Saddle point is not existed so the mixed strategies are

$$S_A \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix}, S_B = \begin{bmatrix} B_1 & B_2 \\ Q_1 & Q_2 \end{bmatrix}$$

$$A \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix} \begin{matrix} a_{11} = 2 \\ a_{12} = 5 \\ a_{21} = 4 \\ a_{22} = 1 \end{matrix}$$

$$\text{where } P_1 = \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

$$= \frac{1 - 4}{(2 + 1) - (5 + 4)}$$

$$= \frac{-3}{3 - 9}$$

$$= \frac{-3}{-6} = \frac{1}{2}$$

$$\text{where } P_1 + P_2 = 1$$

$$P_2 = 1 - P_1$$

$$= 1 - \frac{1}{2}$$

$$= \frac{1}{2}$$

$$P_2 = 1/2$$

$$SA = \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix} = \begin{bmatrix} A_1 & A_2 \\ 1/2 & 1/2 \end{bmatrix}$$

$$\text{where } q_1 = \frac{a_{22} - a_{12}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

$$= \frac{1 - 5}{(2+1) - (5+4)}$$

$$= \frac{-4}{3-9}$$

$$= \frac{-4}{6} = 2/3$$

$$q_1 = 2/3$$

$$\text{where } q_1 + q_2 = 1$$

$$q_2 = 1 - 2/3$$

$$= \frac{3-2}{3} = 1/3$$

$$SB = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix} = \begin{bmatrix} B_1 & B_2 \\ 2/3 & 1/3 \end{bmatrix}$$

$$\text{The value of the game} = \frac{(a_{11} \times a_{22}) - (a_{12} \times a_{21})}{(a_{11} + a_{22}) - (a_{21} + a_{12})}$$

$$= \frac{(2 \times 1) - (5 \times 4)}{(2+1) - (4+5)}$$

$$= \frac{2-20}{3-9} = \frac{18}{6} = 3$$

Principles of dominance Property :-

Some times it is observed that one of the pure strategies of either players is always inferior to at least one of the remaining the superior strategies said to dominate the inferior one.

In such case of dominance we reduce the size of the pay off matrix by deleting those strategy which are dominated by of hers.

Rules for dominance theory (or) Property :-

1. If all the elements of a row say k th row are \leq the corresponding elements of any other row say r th row then k th row is dominated by r th row.

2. If all the elements of a column said k th column \geq to the corresponding elements of any other column say r th column then the k th column is dominated by r th column.

3. Dominated rows & column may be deleted to reduce the size of the matrix (or) Pay off

the matrix as the optimal strategy. ~~it~~ will remain unaffected.

4. If some linear combinations of some rows dominates i th row. Then i th row will be deleted. Similar agreements follow for columns.

→ use the principle of dominant following the game player player B

player A $\begin{bmatrix} 1 & 7 & 2 \\ 6 & 2 & 7 \\ 5 & 1 & 6 \end{bmatrix}$

sol:- The elements $\begin{bmatrix} 1 & 7 & 2 \\ 6 & 2 & 7 \\ 5 & 1 & 6 \end{bmatrix}$

Since all the elements in the 3rd row \leq all the elements in the 2nd row.

\therefore The 3rd row is dominated by the 2nd row delete the dominated row.

The reduced Pay. of matrix is

$$\begin{bmatrix} 1 & 7 & 2 \\ 6 & 2 & 7 \end{bmatrix}$$

Since all the elements in the k th column (or) 3rd column \geq all the elements in the first column.

\therefore Third column is dominated by first column.

delete the dominated 3rd column then the reduce pay of matrix is.

$$\begin{bmatrix} 1 & 7 \\ 6 & 2 \end{bmatrix} \begin{matrix} \text{row min} \\ 1 \\ 2 \end{matrix}$$

column max 6 7

$$\max(\text{row min}) = \min(\text{column max})$$

$$\max(1, 2) = \min(6, 7)$$

$$\max(2) \neq 6$$

Saddle point cannot be existed the mixed

strategies are $SA \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix}$, $SB \begin{bmatrix} B_1 & B_2 \\ Q_1 & Q_2 \end{bmatrix}$

$$A \begin{bmatrix} a_{11} & a_{12} \\ a_{21} & a_{22} \end{bmatrix} \begin{matrix} a_{11} = 1 \\ a_{12} = 7 \\ a_{21} = 6 \\ a_{22} = 2 \end{matrix}$$

$$\text{where } P_1 = \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

$$= \frac{2 - 6}{(1 + 2) - (7 + 6)}$$

$$= \frac{-4}{3 - 13}$$

$$= \frac{4}{10}$$

$$= 2/5$$

$$P_1 = 2/5$$

where $P_1 + P_2 = 1$

$$\begin{aligned} P_2 &= 1 - P_1 \\ &= 1 - 2/5 \\ &= \frac{5-2}{5} \\ &= 3/5 \end{aligned}$$

$$SA \begin{bmatrix} A_1 & A_2 \\ P_1 & P_2 \end{bmatrix} = \begin{bmatrix} A_1 & A_2 \\ 2/5 & 3/5 \end{bmatrix}$$

$$\begin{aligned} \text{where } a_1 &= \frac{a_{22} - a_{12}}{(a_{11} + a_{22}) - (a_{12} + a_{21})} \\ &= \frac{2 - 7}{(9 + 2) - (7 + 6)} \\ &= \frac{-5}{3 - 13} \\ &= \frac{5}{10} \end{aligned}$$

$$q_1 = 1/2$$

where $q_1 + q_2 = 1$

$$q_2 = 1 - q_1$$

$$q_2 = 1 - 1/2$$

$$q_2 = 1/2$$

$$\text{So } \begin{bmatrix} B_1 & B_2 \\ 1/2 & 1/2 \end{bmatrix}$$

$$\text{The volume of the game theory} = \frac{(a_{11} \times a_{22}) - (a_{12} \times a_{21})}{(a_{11} + a_{22}) - (a_{21} + a_{12})}$$

$$= \frac{1 \times 2 - (7 \times 6)}{1+2 - 7+6}$$

$$= \frac{2-42}{3-13}$$

$$= \frac{-40}{-10}$$

$$= 4$$

$$\boxed{\text{game} = 4}$$

①

Graphical Method for $m \times 2$ game:

1. Reduce the size of payoff matrix of player A by Applying the dominance property if it exist.

step 2:— let y be the probability of selection of Alternative 1 by player B. and ' $1-y$ ' be the probability of selection of Alternative 2 by player B.

Derive the Expected game Function of player B. With Respect to each other of the Alternative of player A.

step 3:— Find the value of game, when $y=0$ and $y=1$.

step 4:— plot the game Function on a graph by Assuming a suitable scale keep y on x-axis and the game on y-axis.

step 5:— Find the lowest Intersection point in the upper boundary of the graph i.e, Minimax point.

step 6:— If the No. of lines, passing through the minimax point is only 2, form a 2×2 payoff matrix then go to step 8. otherwise go to step 7.

step 7: Identify any 2 lines with opposite slopes passing through that matrix. Then form a 2×2 Matrix.

step 8:— solve the 2×2 game using odd and find the strategies for player A and B. and also the value of the game.

2) use the principle of Dominance.

$$\begin{array}{c} \text{player B.} \\ \text{player A} \end{array} \begin{bmatrix} 3 & -2 & 4 \\ -1 & 4 & 2 \\ 2 & 2 & 6 \end{bmatrix}$$

Sol:-

$$\begin{array}{c} \text{player B.} \\ \text{player A} \end{array} \begin{bmatrix} 3 & -2 & 4 \\ -1 & 4 & 2 \\ 2 & 2 & 6 \end{bmatrix} \begin{array}{c} \text{Row min} \\ -2 \\ -1 \\ 2 \end{array}$$

col max 3 4 6

$$\min(\text{column max}) = \max(\text{Row minima}).$$

$$\min(3, 4, 6) = \max(-2, -1, 2)$$

$$3 \neq 2.$$

Column Dominance:-

$$\begin{bmatrix} 3 & -2 & 4 \\ -1 & 4 & 2 \\ 2 & 2 & 6 \end{bmatrix}$$

(2)

$$\begin{bmatrix} 3 & -2 \\ -1 & 4 \\ 2 & 2 \end{bmatrix}$$

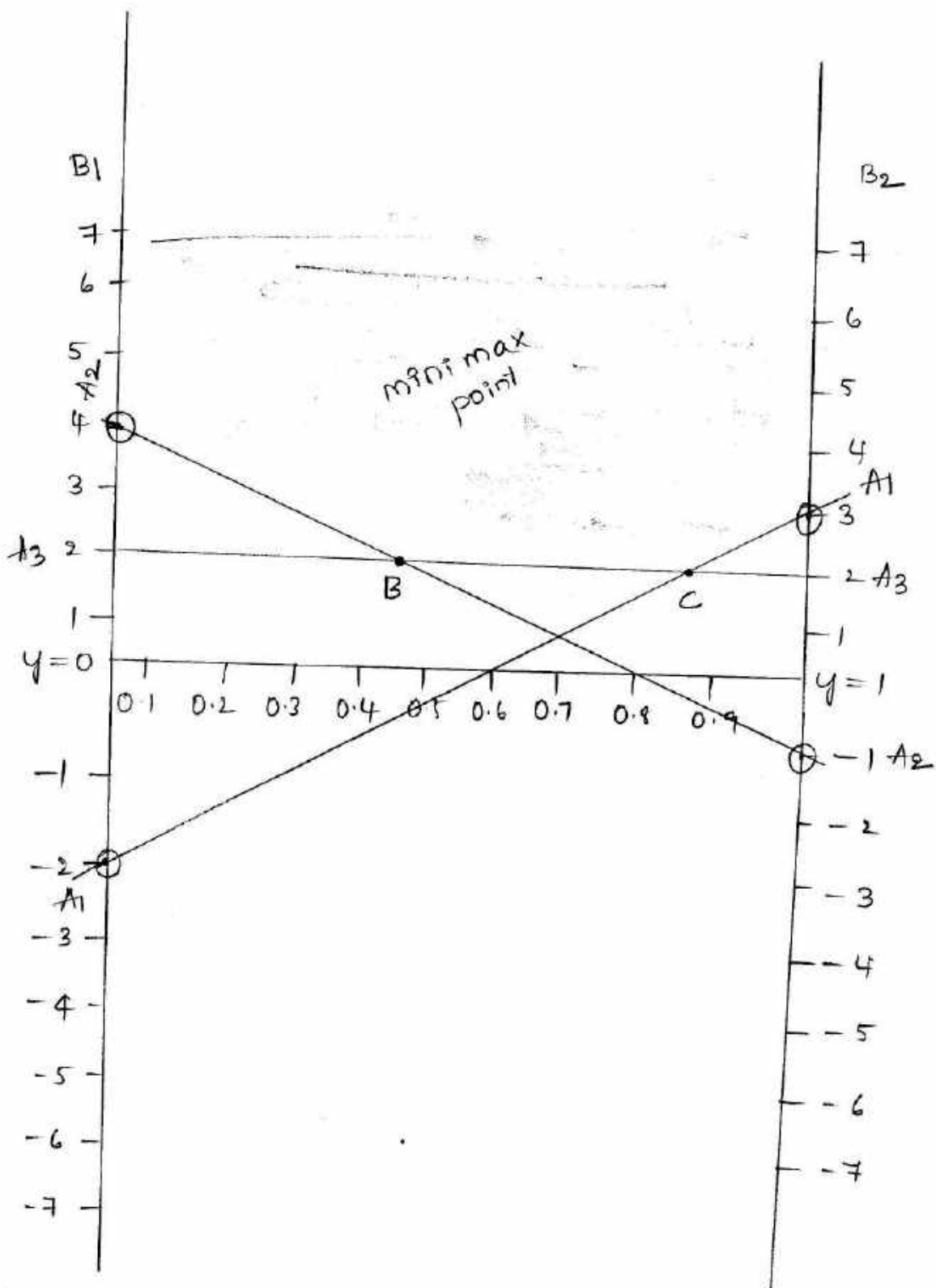
player B

		1	2		
				<u>Row min</u>	
player A	1	3	-2	-2	1
	2	-1	4	-1	3
	3	2	2	2	4

col max

3	4
4	4

A's Alternatives.	gain Function of player B.	gain values	
		y=0	y=1
1	$3y - 2(1-y) = 3y - 2 + 2y$ $= 5y - 2$	-2	3
2	$-1y + 4(1-y) = -y + 4 - 4y$ $= 4 - 5y$	4	-1
3	$2y + 2(1-y) = 2y + 2 - 2y$ $= 2$	2	2



The NO. of passing lines through the ^③ Intersection point c is 2. that is A_1 & A_3 .
We get the Reduced payoff matrix.

player B.

$$\text{player A} \begin{matrix} & \begin{matrix} 1 & 2 \end{matrix} \\ \begin{matrix} 1 \\ 3 \end{matrix} & \begin{bmatrix} 3 & -2 \\ 2 & -2 \end{bmatrix} \end{matrix}$$

$$a_{11} = 3, a_{12} = -2, a_{21} = 2, a_{22} = -2$$

The Mixed strategies A as s_A , B as s_B .

$$s_A = \begin{bmatrix} A_1 & A_2 & A_3 \\ P_1 & 0 & P_2 \\ 0 & 0 & 1 \end{bmatrix}$$

$$P_1 = \frac{a_{22} - a_{21}}{a_{11} + a_{22} - a_{12} + a_{21}}$$

$$P_1 = \frac{2 - 2}{2 + 3 - (-2 + 2)}$$

$$P_1 = \frac{0}{+5 - 0}$$

$$P_1 = 0$$

$$P_2 = 1 - P_1$$

$$P_2 = 1 - 0$$

$$P_2 = 1.$$

$$S_B = \begin{bmatrix} B_1 & B_2 & B_3 \\ q_1 & q_2 & 0 \\ 4/5 & 1/5 & 0 \end{bmatrix}$$

$$q_{a1} = \frac{a_{22} - a_{12}}{a_{22} + a_{11} - a_{12} + a_{21}}$$

$$q_1 = \frac{2 - (-2)}{2 + 3 - (-2 + 2)}$$

$$q_1 = \frac{2 + 2}{5 - 0}$$

$$q_1 = 4/5.$$

$$q_2 = 1 - q_1$$

$$q_2 = \frac{5 - 4}{5}$$

$$q_2 = 1/5.$$

Value of the game,

$$= \frac{a_{11} \times a_{22} - a_{12} \times a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

$$= \frac{2 \times 3 - (-2 \times 2)}{2 + 3 - (-2 + 2)}.$$

$$= \frac{6+4}{5-0}$$

$$= \frac{10}{5}$$

$$= \underline{\underline{2}}$$

④

* Graphical Method for $2 \times n$ game:-

Step 1:- Reduce the size of payoff matrix of player A by applying the dominance property it exists.

Step 2:- Let ' x ' be the probability of selection of Alternative one by the player A and ' $1-x$ ' be the probability of selection of Alternative two by player A.

Derive the Expected game Function of player A with respect to each of Alternative player B.

Step 3:- Find the value of the game where $x=0$ and $x=1$.

Step 4:- plot the game Functions on a graph by assuming a suitable scales keep x on X axis and the game on Y-axis.

Step 5:- Find the Highest Intersection point in the lower boundary of the graph. i.e, max min point.

step 6:- If the No. of lines passing through the maxmini point is only 2, form a 2×2 payoff matrix. Then go to step 8 otherwise go to step 7.

step 7:- Identify any 2 lines with opposite slopes passing through that matrix. Then form a 2×2 matrix.

step 8:- solve the 2×2 game using oddments and Find the strategies for player A and B and also the Value of the game.

② consider the payoff matrix of player A and solve it optimally by using graphical Method.

		player B	
		B ₁	B ₂
player A	A ₁	6	-7
	A ₂	1	3
	A ₃	3	1
	A ₄	5	-1

Sol:-

		player B.		
		B ₁	B ₂	Row min
player A	A ₁	6	-7	-7
	A ₂	1	3	1
	A ₃	3	1	1
	A ₄	5	-1	-1
col max		6	3	

$$\max(\text{Row min}) = \min(\text{col max})$$

$$\max(-7, 1, 1, -1) = \min(6, 3)$$

$$1 \neq 3$$

The given Matrix does not having saddle point.

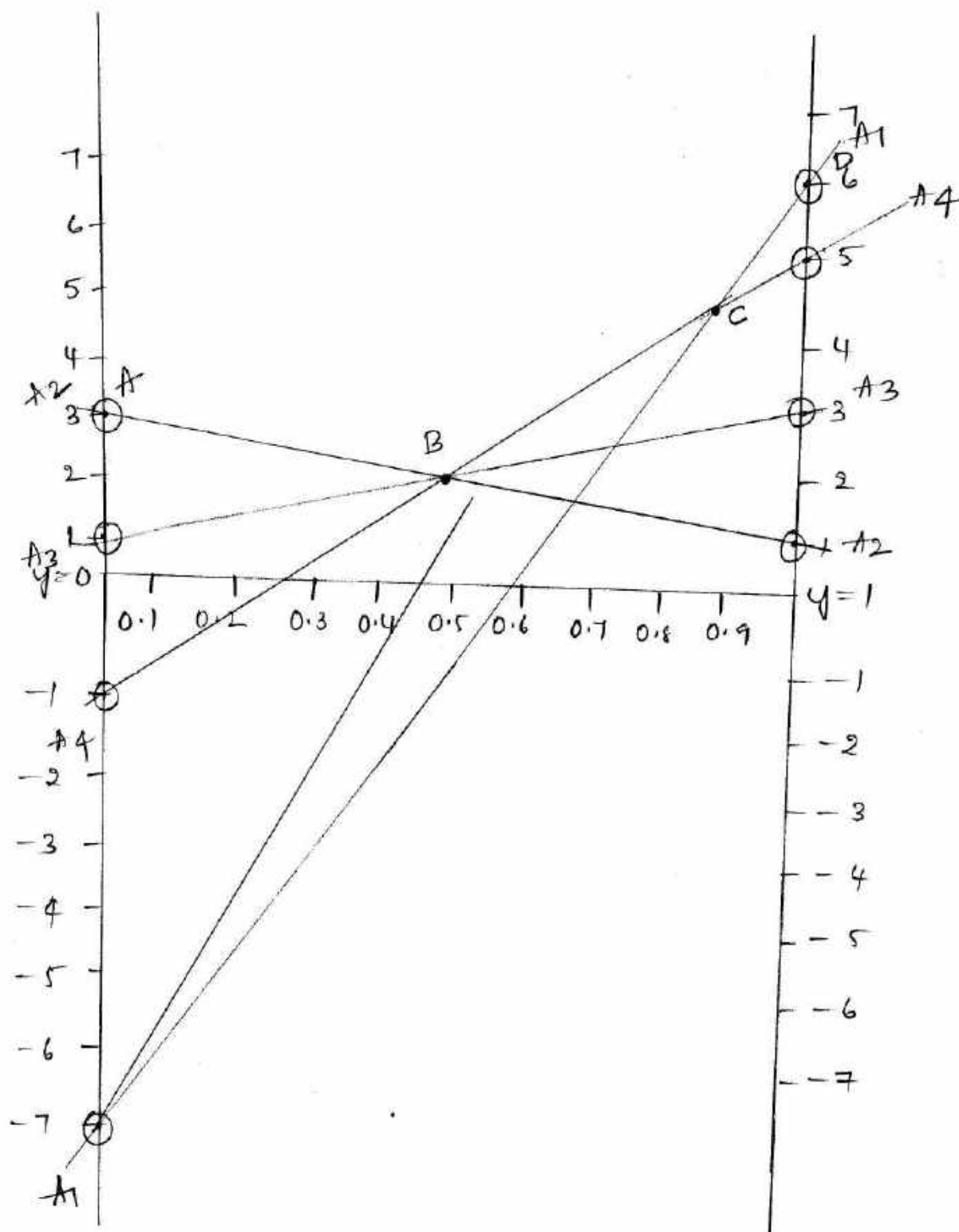
Player A

$$\begin{matrix} & \text{Player B} \\ \begin{bmatrix} 6 & -7 \\ 1 & 3 \\ 3 & 1 \\ 5 & -1 \end{bmatrix} \end{matrix}$$

A's Alternatives	B's Expected pay off Function.	B's Expected gain	
		$y=0$	$y=1$
1	$6y - 7(1-y) = 6y - 7 + 7y$ $= 13y - 7$	-7	6
2	$y + 3(y-1) = y + 3 - 3y$ $= 2y - 3$	3	1
3	$3y + 1(1-y) = 3y + 1 - y$ $= 2y + 1$	1	3
4	$5y - 1(1-y) = 5y - 1 + y$ $= 6y - 1$	-1	5

Plot the Expected B's gain in the graph.

(5)



Reduced pay off matrix, B_1, B_2
 A_3, A_4

$$\begin{bmatrix} 1 & 3 \\ 5 & -1 \end{bmatrix}$$

The Mixed strategies of player A is,

$$S_A = \begin{bmatrix} A_1 & A_2 & A_3 & A_4 \\ 0 & 0 & P_1 & P_2 \end{bmatrix} \quad \text{and}$$

$$S_B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \end{bmatrix}$$

$$a_{11} = 3, a_{12} = 1, a_{21} = 5, a_{22} = -1$$

$$S_A = P_1 = \frac{a_{22} - a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})}$$

$$P_1 = \frac{-1 - 5}{3 + (-1) - (1 + 5)}$$

$$P_1 = \frac{-6}{2 - 6}$$

$$P_1 = \frac{+6}{+4}$$

$$P_1 = \frac{3}{2}$$

⑥

$$P_2 = 1 - P_1$$

$$P_2 = 1 - 3/2$$

$$P_2 = \frac{2-3}{2}$$

$$P_2 = 1/2$$

$$S_A = \begin{bmatrix} A_1 & A_2 & A_3 & A_4 \\ 0 & 0 & P_1 & P_2 \\ 0 & 0 & 3/2 & 1/2 \end{bmatrix}$$

$$S_B = q_1 = \frac{-1-1}{(-1+3) - (1+5)}$$

$$q_1 = \frac{-2}{2-6}$$

$$q_1 = \frac{+2}{+4}$$

$$q_1 = 1/2$$

$$q_2 = 1 - q_1$$

$$q_2 = 1 - 1/2$$

$$q_2 = \frac{2-1}{2}$$

$$q_2 = 1/2$$

$$S_B = \begin{bmatrix} B_1 & B_2 \\ q_1 & q_2 \\ 1/2 & 1/2 \end{bmatrix}$$

$$\begin{bmatrix} 1 & 3 \\ 5 & -1 \end{bmatrix}$$

$$a_{11} = 1, a_{12} = 3, a_{21} = 5, a_{22} = -1$$

$$P_1 = \frac{-1 - 5}{1 + (-1) - (3 + 5)}$$

$$P_1 = \frac{-6}{0 - 8}$$

$$P_1 = 3/4$$

$$P_2 = 1/4$$

$$q_1 = 1/2, q_2 = 1/2.$$

∴ The value of the game,

$$\begin{aligned} & \frac{a_{11} \times a_{22} - a_{12} \times a_{21}}{(a_{11} + a_{22}) - (a_{12} + a_{21})} \\ &= \frac{1 \times (-1) - 3 \times 5}{1 + (-1) - (3 + 5)} \\ &= \frac{-1 - 15}{0 - 8} \\ &= \frac{-16}{-8} \\ &= \underline{\underline{2}} \end{aligned}$$

unit-V
PROJECT MANAGEMENT.

- * Rules for drawing the Network diagram.
- * Application of CPM. and PERT Techniques in project planning and control.

UNIT-5 PROJECT MANAGEMENT

Introduction :-

Network scheduling is a technique used for planning and scheduling large projects, in the fields of construction, maintenance, fabrication and purchasing of computer system etc. It is a method of minimizing the trouble spots such as production, delays and interruptions, by determining critical factors and coordinating various parts of the overall job.

There are two basic planning and control techniques that utilize a network to complete a predetermined project or schedule. These are Program evaluation review technique (PERT) and critical path method (CPM).

A project is defined as a combination of interrelated activities, all of which must be executed in a certain order for its completion.

The work involved in a project can be divided in to three phases, corresponding to the management functions of planning, scheduling and controlling.

Planning :- This phase involves setting the objectives of the project as well as the assumptions to be made, it also involves the listing of tasks or jobs that

must be performed. In order to complete a project under consideration. In this phase, in addition to the estimates of costs and duration of the various activities, the manpower, machines and materials required for the project are also determined.

scheduling :- This consists of laying the activities according to their order of precedence and determining the following.

- i, The start and finish times for each activity.
- ii, The critical Path on which the activities require special attention.
- iii, The slack and float for the non-critical Paths.

controlling :- This phase is exercised after the planning and scheduling. It involves the following:

- i, Making Periodical Progress Reports.
- ii, Reviewing the Progress.
- iii, Analyzing the status of the Project.
- iv, Making Management decisions regarding updating, crashing and resources allocation, etc.

Basic terms :-

To understand the network techniques, one should be familiar with a few basic terms of which both CPM and PERT are special applications.

Network :- It is the graphic representation of logically and sequentially connected arrows and nodes, representing activities and events in a Project. Networks are also called arrow diagrams.

Activity :- An activity represents some action and is a time consuming effort necessary to complete a Particular Part of the overall Project. Thus, each and every activity has a Point of time where it begins and a Point where it ends.

It is represented in the network by an arrow.

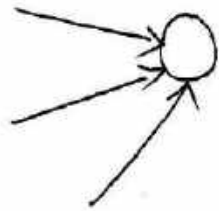


Here 'A' is called the activity.

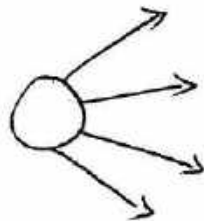
Event :- The beginning and end points of an activity are called events or nodes. Event is a Point in time and does not consume any resources. It is represented by a numbered circle. The head event called the j^{th} event always has a number higher than the tail event, which is also called the i^{th} event.



Merge and Burst events :- It is not necessary for an event to be the ending event of only one activity as it can be the ending event of two or more activities, such an event is defined as a merge event.



If the Event happens to be the beginning event of two or more activities, it is defined as a burst event.



Preceding, succeeding and concurrent activities :- Activities that must be accomplished before a given event can occur, are termed as Preceding activities.

Activities that cannot be accomplished ~~conco~~ concurrently until an event has occurred, are termed as succeeding activities.

Activities that can be accomplished concurrently, are known as concurrent activities.

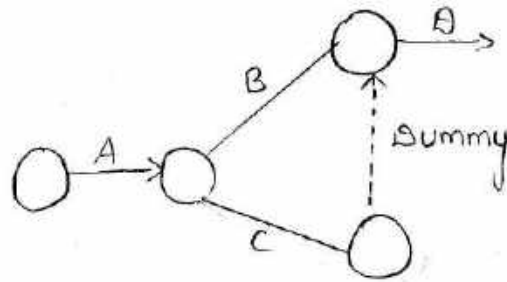
The classification is relative, which means that one activity can be Preceding to a certain event,

(3)

and the same activity can be succeeding to some other event or it may be a concurrent activity with one (or) more activities.

Dummy activity :- certain activities, which neither consume time nor resources but are used simply to represent a connection or a link b/w the events are known as dummies. It is shown in the network by a dotted line. The purpose of introducing dummy activity is.

- i, To maintain uniqueness in the numbering system, as every activity may have a distinct set of events by which the activity can be identified.
- ii, To maintain a proper logic in the network.

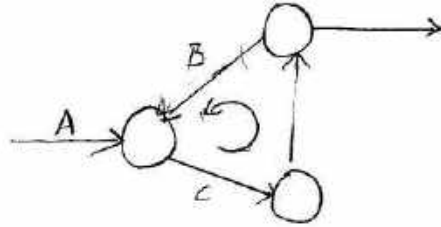


Common ERRORS :-

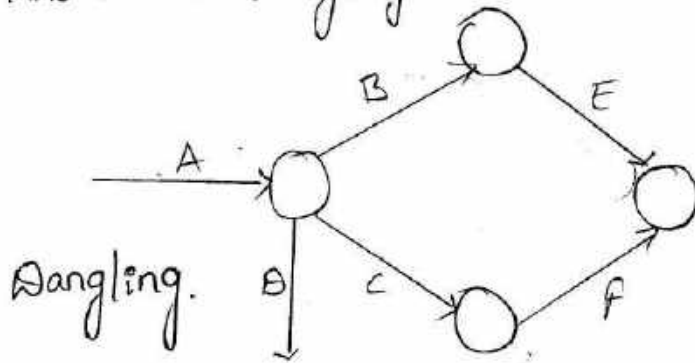
following are the three common errors in a network constructions.

looping (cycling) :- In a network diagram, a looping error is also known as cycling error. Drawing an endless loop in a network is known as cycling error. Drawing an endless of looping. A loop can be

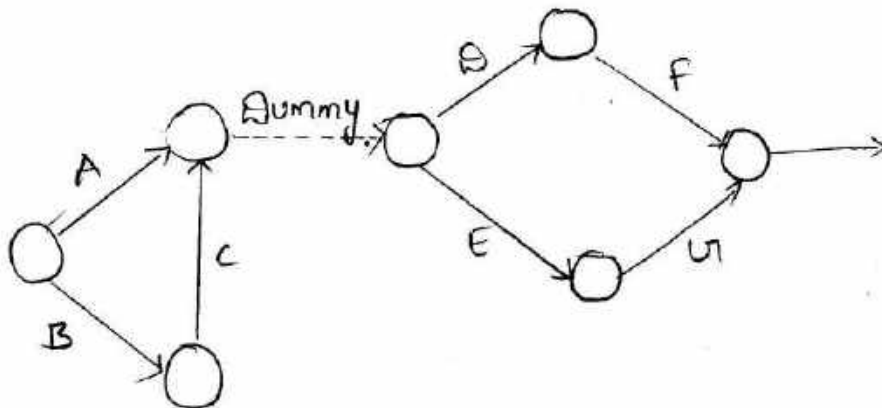
formed if an activity is represented as going back in time.



Dangling :- To Disconnect an activity before the completion of all the activities in a network diagram, is known as dangling.



Redundancy :- If a dummy activity is the only activity emanating from an event and can be eliminated, it is known as redundancy.



Critical Path method :-

The critical path method is step by step procedure for scheduling the activities in project. It is an important tool related to, effective project management.

The iterative procedure of determining the critical path is as follows.

step-1 :- List all the jobs and then draw an arrow diagram. Each job is indicated by an arrow with the direction of the arrow showing the sequence of jobs.

step-2 :- Indicate the normal time (T_{ij}) for each activity (i, j) above the arrow which is deterministic.

step-3 :- calculate the earliest start time and the earliest finished time (E_i) for each event ' i ' in the \square and also calculate the latest finished time and latest start time. From this we calculate the latest time (L_i) for each event and put in the \square

step-4 :- Tabulate the various times namely normal time, earliest time and latest time

announce diagram.

Step-5 :- Determine the total float for each activity by taking the difference b/w earliest starting time and the latest starting time. Mathematically it is denoted by total float $ES - LS$.

Step-6 :- Identify the critical values and connect them with the beginning and ending events in the network diagram by double line arrows. This gives the critical Path.

Step-7 :- calculate the total Path duration.

critical Path :- The sequence of critical activities in a network which determines the duration of a Project is called the critical Path.

Activity ()	Normal Time (T _i)	Earliest time		latest time		Total float LS - ES
		Earliest s.t	Earliest f.t	latest s.t	latest f.t	

(4)

Problem:-

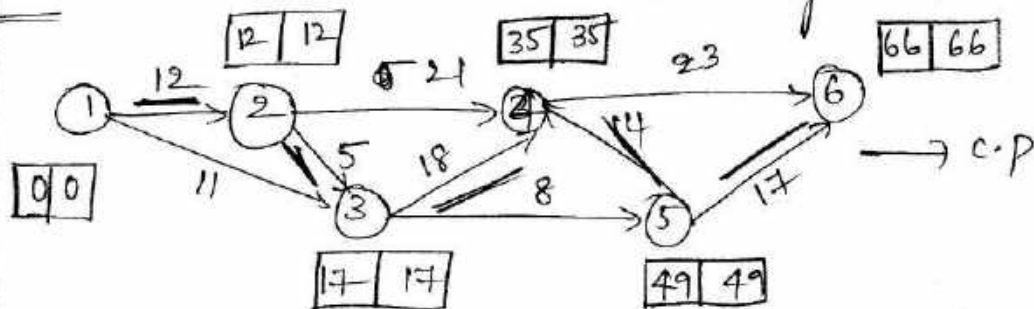
1. Draw a Network Diagram (or) calculate the forward processing and backward processing time (or) calculate the earliest and latest time, total flow (or) calculate critical path and calculate the project duration.

Activity :- 1-2 1-3 2-3 2-4 3-4 3-5 4-5

Time :- 12 11 5 21 18 8 14

4-6 5-6
23 17

Sol:- Draw the Network diagram:-



2) Forward processing time:-

$$E_1 = 0$$

$$E_2 = E_1 + t_{ij} = 0 + 12 = 12$$

$$E_3 = \max(E_1 + t_{ij}, E_2 + t_{ij}) \Rightarrow \max(0 + 11, 12 + 5)$$

$$\max(11, 17) \Rightarrow \max = 17$$

$$E_4 = \max(33, 35) = 35$$

$$E_5 = \max(E_3 + t_{ij}, E_4 + t_{ij}) \Rightarrow \max(25, 49) = 49$$

$$E_6 = \max(58, 66) = 66$$

(5)

Backward processing time:-

$$L_6 = E_6 = 66.$$

$$L_5 = L_6 - t_{ij} = 49.$$

$$L_4 = \min(L_6 - t_{ij}, L_5 - t_{ij}) = \min(43, 35) = 35.$$

$$L_3 = \min(41, 17) = 17.$$

$$L_2 = \min(12, 14) = 12.$$

$$L_1 = \min(6, 0) = 0.$$

Activity	Time (t_{ij})	Earliest timing		Latest time		Total float
		E_s	Finishing Time (L_s)	(L_s)	(L_f)	$E_s - L_s$
1-2	12	0	$0+12=12$	0	12	$\boxed{0}$ 1-2
1-3	11	0	$0+11=11$	6	17	-6
2-3	5	12	$5+12=17$	12	17	$\boxed{0}$ 2-3
2-4	21	12	$21+12=33$	14	35	-2
3-4	18	17	$18+17=35$	17	35	$\boxed{0}$ 3-4
3-5	8	17	$8+17=25$	41	49	24
4-5	14	35	$14+35=49$	35	49	$\boxed{0}$ 4-5
4-6	23	35	$23+35=58$	43	66	-8
5-6	17	49	$17+49=66$	49	66	$\boxed{0}$ 5-6

Critical path:-

1-2, 2-3, 3-4, 4-5, 5-6.

1-2-3-4-5-6.

Total project duration:-

$$12+5+18+14+17 = \underline{66}.$$

Project evaluation & Review technique (PERT) :-

Step-1 :- Draw the network.

Step-2 :- compute the expected duration of each activity using the formula.

Expected time $E_e = \frac{t_o + 4t_m + t_p}{6}$ & also calculate the Variance $\sigma^2 = \left(\frac{t_p - t_o}{6} \right)^2$

Step-3 :- compute the earliest times, latest times and total float of the each activity.

Step-4 :- Identify the critical activities and find the critical path.

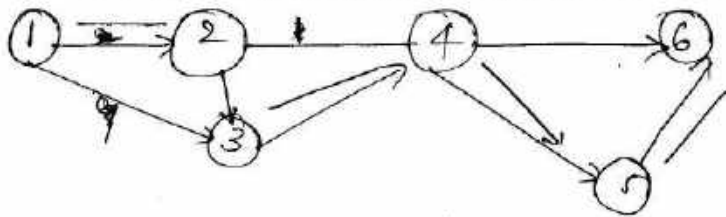
Step-5 :- compute the Project length variance (σ^2) which is the sum of the variance of all the critical activities and hence find the standard deviation of the Project length.

Step-6 :- calculate the standard normal variate.

$$Z_0 = \frac{T_s - T_e}{\sigma}$$

where T_s = Total Project length (or) total Project completion.

T_e = Expected Project length (or) Project duration.



②. A small project is composed of 7 Activities whose time estimate are listed in the table are as follows.

Activities: 1-2 1-3 2-4 2-5 3-5 4-6 5-6.

t_0 : 1 1 2 1 2 2 3

t_m : 1 4 2 1 5 5 6

t_p : 7 7 8 1 14 8 15.

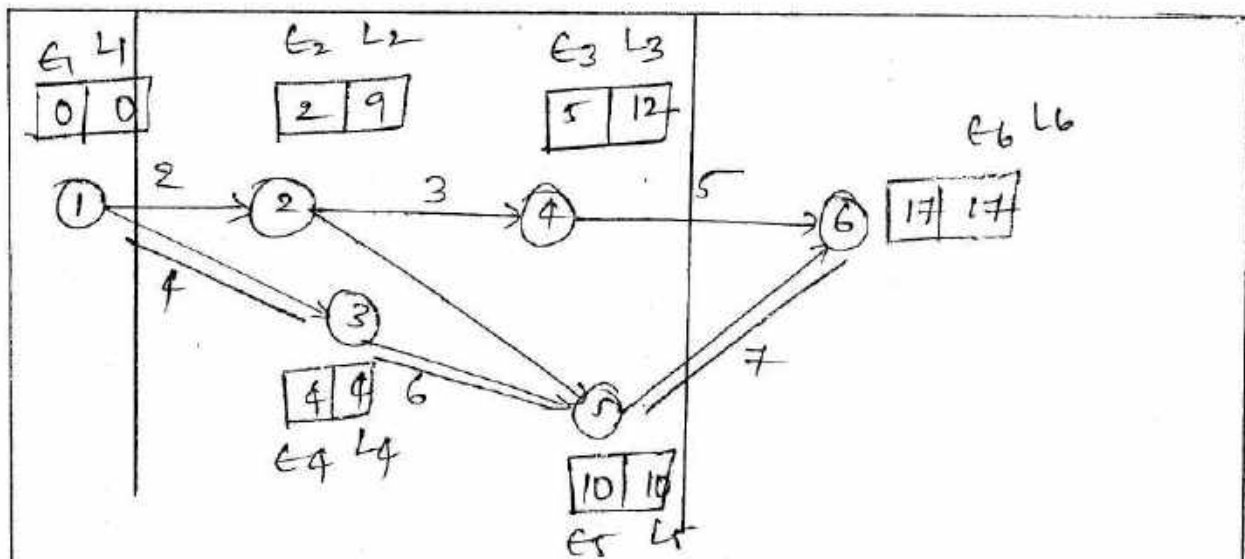
i) Draw a network diagram, ii) Find the Expected time duration and variance of each activity.

iii) Variance and S.D of the project length.

iv) If the project due date is 19 weeks what is the probability of making the due date.

Sol:-

Activities	Expected time (t_e) = $t_0 + 4t_m + t_p/6$.	Variance $\left(\frac{t_p - t_0}{6}\right)^2$.
1-2	$1 + 4(1) + 7/6 = 2$	1
1-3	4	1
2-4	3	1
2-5	1	0
3-5	6	4
4-6	5	1
5-6	7	4



Critical activities:—

1-3, 3-5, 5-6.

1—3—5—6.

Variance (σ^2) = $1+4+4=9$.

$$\text{S.D } (\sigma) = \sqrt{9} \\ = 3.$$

Total project duration = $4+6+7=17$ weeks.

$$\text{probability } (Z) = \frac{t_s - t_c / t_E}{\sigma} \\ = \frac{19-17}{3} = \frac{2}{3} = 0.66.$$

$$Z(0.66) = 0.7454$$

If the project is performed 100 times under the same condition the probability is,

$$100 \times 0.7454 = \underline{\underline{74.54}}.$$

Uses of PERT/CPM (Networks) for Mgmt:-

- 1) The PERT/CPM techniques help the mgmt in properly planning the complicated controlling working plan and also keeping the plan upto-date. There are also helpful in searching for potential spots and in taking corrective measures.
- 2) The Network Techniques provide a number of checks and safeguards against going astray in developing the plan for the project. Thus there are little chances of over-sight of certain activities and events.
- 3) These Techniques help the mgmt in Reaching the goal with minimum time and least cost and in fore-casting the probable project duration and the associated time.
- 4) The Networks clearly designate the Responsibilities of various supervisors. The supervisor of a activity himself knows the schedule precisely and also the supervisors of other activities whom he has to co-operate.
- 5) The Flexibility of the Network permits the mgmt to make the Necessary

alternation improvements as when they are needed. These allocations can be made during the development of Resources of Reviewing.

6) Application of Network techniques has Resulted in better managerial control better utilization of Resources, Improved communication and progress Reporting, and better decision Making.

7) Application of PERT/cpm Techniques have Resulted in saving of time which directly Results in use of cost. Also saving in time (or) early completion of the project Results in early Return of Reverse as Introduction of the competitors, Resulting in Increased profits.

Applications Areas of PERT/cpm Techniques

1. Building construction!— It is one of the largest areas in which the Network techniques are project mgmt have Found its Applications.

(2)

2. Administration:- Networks are used by the Administration for streamlining paperwork system, in Making major Administrative changes in the system, for long Range planning and for developing plans etc.

3. Manufacturing:- The Design development and testing of New techniques, Machines, Installing Machines and plant layouts are the few examples of its applications to the Manufacturing Functions of a firm.

4. Maintenance planning:- Maintenance and shutdown of power plants, chemical plants, steel furnaces and overhauling of large Machines and PERT Techniques.

5. Research and Development:-

It is the most effective area where PERT Techniques are used for development not used by the systems.

6. Inventory planning:- Installation of production and Inventory control,

(3)

acquisition of spare parts, etc, help in techniques.

7. Marketing!— Networks are also used for Advertising programmes for development and launching of new products for planning their distribution.

Disadvantages of Network Techniques!—

1. The difficulty arises while securing the Reliastic time estimates. In the case of new and non-Respective type of projects, time estimates produced often guesses.

2. It is also sometimes trouble some to develop a clear logical Network. This depends upon the data Input and produces the data.

3. The Natural tendency to oppose changed Results in the difficulty of persauding the mgmt to accept.

4. Determination to the level of Network details judgement and Experience.

5. The planning and Implementation of Networks technology Recruit trained Personnel.