

Backend Task 2: Order Execution Engine

Problem Statement Build an order execution engine that processes ONE order type (market, limit, or sniper - your choice) with DEX routing and WebSocket status updates. You can choose between real devnet execution OR mock implementation.

How It Works - Order Execution Flow

1. Order Submission

- User submits order via `POST /api/orders/execute`
- API validates order and returns `orderId`
- Same HTTP connection upgrades to WebSocket for live updates
- Briefly document **why** you chose that order type and outline (1-2 sentences in README) how the same engine can be extended to support the other two.

2. DEX Routing

- System fetches quotes from both Raydium and Meteora pools
- Compares prices and selects best execution venue
- Routes order to DEX with better price/liquidity

3. Execution Progress (via WebSocket)

- "pending" - Order received and queued
- "routing" - Comparing DEX prices
- "building" - Creating transaction
- "submitted" - Transaction sent to network
- "confirmed" - Transaction successful (includes txHash)
- "failed" - If any step fails (includes error)

4. Transaction Settlement

- Executes swap on chosen DEX (Raydium/Meteora)
- Handles slippage protection
- Returns final execution price and transaction hash

Implementation Options

Option A: Real Devnet Execution (Bonus Points)

- Use actual Raydium/Meteora SDKs
- Execute real trades on devnet
- Deal with network latency and failures

Option B: Mock Implementation (Recommended)

- Simulate DEX responses with realistic delays (2-3 seconds)
- Focus on architecture and flow
- Mock price variations between DEXs (~2-5% difference)

Resources & References for real devnet

- Solana Libraries: [@solana/web3.js](#), [@solana/spl-token](#)
- DEX SDKs: [@raydium-io/raydium-sdk-v2](#), [@meteora-ag/dynamic-amm-sdk](#)
- Docs:
 - Raydium: <https://github.com/raydium-io/raydium-sdk-V2-demo>
 - Meteora: <https://docs.meteora.ag/>
- If using devnet: <https://faucet.solana.com>

Core Requirements

1. Order Types (Choose ONE)

- Market Order - Immediate execution at current price
- Limit Order - Execute when target price reached
- Sniper Order - Execute on token launch/migration

2. DEX Router Implementation

- Query both Raydium and Meteora for quotes
- Route to best price automatically
- Handle wrapped SOL for native token swaps
- Log routing decisions for transparency

3. HTTP → WebSocket Pattern

- Single endpoint handles both protocols
- Initial POST returns orderId
- Connection upgrades to WebSocket for status streaming

4. Concurrent Processing

- Queue system managing up to 10 concurrent orders
- Process 100 orders/minute
- Exponential back-off retry (≤ 3 attempts). If still unsuccessful, emit "failed" status and persist failure reason for post-mortem analysis

Tech Stack

- Node.js + TypeScript
- Fastify (WebSocket support built-in)
- BullMQ + Redis (order queue)
- PostgreSQL (order history) + Redis (active orders)

Evaluation Criteria

- DEX router implementation with price comparison
- WebSocket streaming of order lifecycle
- Queue management for concurrent orders
- Error handling and retry logic
- Code organization and documentation

Deliverables

1. GitHub repo with clean commits.
 - a. API with order execution and routing
 - b. WebSocket status updates
 - c. If real execution: Transaction proof (Solana Explorer link)
2. Link to GitHub docs/readme with basic documentation explaining design decisions and setup instructions
3. Deploy to free hosting - include public URL in README
4. 1-2 min public youtube video link that shows functionality
 - a. Order flow through your system and design decisions
 - b. Submit 3-5 orders simultaneously
 - c. WebSocket showing all status updates (pending → routing → confirmed)
 - d. DEX routing decisions in logs/console
 - e. Queue processing multiple orders
5. Postman/Insomnia collection **plus** ≥ 10 unit/integration tests covering routing logic, queue behaviour, and WebSocket lifecycle

Please note all deliverables are **required**, we'll consider the application incomplete if any of the deliverables are missing.

Note: Focus on demonstrating solid architecture, routing logic, and real-time updates.
Blockchain integration is optional - choose based on your comfort level with Solana development.

Mock Implementation Guide

```
class MockDexRouter {
    async getRaydiumQuote(tokenIn: string, tokenOut: string, amount: number)
    {
        // Simulate network delay
        await sleep(200);
        // Return price with some variance
        return { price: basePrice * (0.98 + Math.random() * 0.04), fee: 0.003
    };
    }

    async getMeteorQuote(tokenIn: string, tokenOut: string, amount: number) {
        await sleep(200);
        return { price: basePrice * (0.97 + Math.random() * 0.05), fee: 0.002
    };
    }

    async executeSwap(dex: string, order: Order) {
        // Simulate 2-3 second execution
        await sleep(2000 + Math.random() * 1000);
        return { txHash: generateMockTxHash(), executedPrice: finalPrice };
    }
}
```