Listing 1: Construct.m

```
function Construct(t)
 1
 2
     % This function is used to construct the price-subsidy function.
     % t could be set to [7, 6.5, 6.5, 4, 4, 3.5, 2.5, 2, 1.5, 1];
 3
     interval = Pretreatment(t);
 4
 5
     x = []; % Restore the value of price at the breakpoints.
 6
     y = []; % Restore the value of subsidy at the breakpoints.
 7
 8
     for i = 1: length(interval)-1
 9
       aa = interval(i, 1: 2);
       [list_x, list_y] = IPCtest(t, [aa(1), aa(2)- 0.5]);
10
       x = [x, list_x];
11
       y = [y, list_y];
12
13
     end
14
     x = [x, 0, interval(1, 2)];
15
     y = [y, 0, 0];
16
     point_xy = [x; y];
17
     point_xy = sortrows(point_xy', 1)';
18
19
     plot(point_xy(1, :),point_xy(2, :));
20
     saveas(gcf, 'IPC.pdf');
21
22
23
     end
```

Listing 2: Pretreatment.m

```
function [I, price] = Pretreatment(t)
1
    \% This function is used to obtain the interval of price given the
2
        initial processing time of each player.
    % t is given in a descending order.
3
4
    % Return a list of interval.
    % The first two elements are the interval of price, the third one is
5
        the corresponding number of machines.
    t1 = fliplr(t); % Reverse the list
6
    N = length(t);
7
8
    cV = zeros(1, ceil(N/2) + 1);
```

```
% This loop is used to obtain the cV(i)
     for k = 1: ceil(N/2)+ 1
11
         s = floor(N/k);
12
         r = rem(N, k);
13
         a = (s+1): -1: 1;
14
15
         repeat = k;
         tmp = repmat(a, repeat, 1);
16
         b = reshape(tmp, 1, length(a)* repeat);
17
         b(1: k-r) = [];
18
         cV(k) = dot(b, t1);
19
20
     end
21
     price = diff(fliplr(cV)); % [p_n/2, p_n/2-1,...,p_2]
22
23
     p_1 = dot(0: N-1, t);
24
25
     price(end+1) = p_1;
26
     price = [0, price];
     I = zeros(ceil(N/2) + 1, 3);
27
28
29
     for i = 1: ceil(N/2)+ 1
30
       I(i, :) = [price(ceil(N/2)-i+2), price(ceil(N/2)-i+3), i];
31
     end
32
33
     end
```

Listing 3: Pm.m

```
function m = Pm(P, t)
 1
 2
     % Give the price then return the corresponding number of machines.
 3
     [interval, price] = Pretreatment(t);
     a = 1;
     b = length(price);
 5
 6
     c = floor((a + b)/2);
 7
     flag = 1;
 8
     if (P < 0) | (P > price(end))
 9
       disp('Wrong in Pm');
10
11
       return
```

```
12
      end
13
     if abs(P- price(end)) < 1e-5</pre>
14
       m = 1;
15
       return
16
17
      end
18
19
     while flag
        if price(c) <= P</pre>
20
          if P < price(c + 1)</pre>
21
22
            m = b- interval(c, 3);
            flag = 0;
23
24
25
          else
            c = floor((c + b)/2);
26
27
          end
28
29
        else
          c = floor((a + c)/2);
30
31
        end
32
     end
33
34
     end
```

Listing 4: TotalCost.m

```
function cV = TotalCost(t, P)
 1
     \mbox{\ensuremath{\mbox{\%}}} This function returns total cost when using m machines and price is
     t1 = fliplr(t); % reverse the list
 3
     N = length(t);
 5
     k = Pm(P, t);
 6
 7
     s = floor(N/k);
 8
     r = rem(N, k);
     a = (s+ 1): -1: 1;
 9
     repeat = k;
10
11
     tmp = repmat(a, repeat, 1);
```

```
12 b = reshape(tmp, 1, length(a)* repeat);

13 b(1: k-r) = [];

14 cV = dot(b, t1) + k * P;

15

16 end
```

Listing 5: IPC.m

```
function [Pstar, omega] = IPCtest(t, Pbig)
 1
 2
     \% Pretreatment: Give all the sub-intervals [P_m+1,P_m]
 3
     \% Return intersection set and the corresponding subsidy.
     % Then we just need connect these points.
 5
     % t = [7.5,6,5.5,4,3,1.5,1.5,1.5];
 6
     % Pbig is the interval of price and will gradually decrease
     v = length(t);
 7
     Pstar = Pbig; % The set of breakpoints
 8
     omega = zeros(1, 2);
 9
     count = 0;
10
11
     while ~isempty(Pbig)
12
       [a1, b1, c1] = CP(v, t, Pbig(1, 1)); % omega K_1 K_r
13
14
       [a2, b2, c2] = CP(v, t, Pbig(1, 2));
15
       if count < 0.5</pre>
16
17
         omega(1) = a1;
18
         omega(2) = a2;
19
       end
20
21
       count = count + 1;
22
       slope = (a2-a1)/(Pbig(1, 2)-Pbig(1, 1)); % The value is Negative.
23
       % (z_k-1 \text{ select } K_r) / (z_k \text{ select } K_1)
       if (round(b2, 5) == round(slope, 5))||(abs(c1-slope) < 1e-5)
24
         Pbig(1, :) = [];
25
26
         % How to calculate the intersection point
27
         zinter = (c1*Pbig(1, 1) - Pbig(1, 2)*b2 + a2 - a1)/(c1-b2);
28
         omega1 = (zinter - Pbig(1, 2))*b2 + a2;
29
30
          [a, b, c] = CP(v, t, zinter);
```

```
31
32
         if abs(omega1-a) < 1e-5 % Two subsidy equal, this is the
              breakpoint,
         % then delete this interval, store the breakpoint
33
           omega = [omega, omega1];
34
35
           Pstar = [Pstar, zinter];
           Pbig(1, :) = [];
36
37
         else
38
39
           Pbig(end+1, :) = [Pbig(1,1), zinter];
40
           % Notice that there is already add a new row
           Pbig(end+1, :) = [zinter, Pbig(1,2)];
41
           Pbig(1, :) = [];
42
43
         end
       end
44
     end
45
46
47
     end
```

Listing 6: **CP.m**

```
1
    function [omega, K_1, K_r] = CP(v, t, P)
    % Set the initial coalition s = \{\{1\},\{2\},\{3\}...\{v\}\}\} or |s|=v-1
2
    % beta is the optimal solution.
3
    % opt_s is a optimal vector solution s.
    % t is the time cost for every player.
5
    % v is number of players.
6
    % P is the price.
    \% m is the number of optimal using machines.
8
9
    % return subsidy and min / max slope
10
     ini_s = 1 - eye(v);
11
12
     13
    flag = true;
14
     count = 0;
15
16
17
    while flag
```

```
[beta, maxr] = LP2(ini_s, v, t, P);
18
19
       [delta, opt_s] = DP(v, t, beta,P);
20
       if delta < -0.001
21
         ini_s = [ini_s; opt_s];
22
23
24
       else
25
         omega = cV - maxr;
         % Here use Coalition obtain all maximum unsatisfied coalitions
26
27
         unsatisfied = Coalition(ini_s, v, t, P);
28
          [K_1, K_r] = LP1(unsatisfied, t, P);
         flag = false;
29
30
       end
31
32
       count = count + 1;
       if count > 100
33
34
           disp('There is something wrong in CP')
35
           break
36
       end
37
     end
38
39
     end
```

Listing 7: **DP.m**

```
function [res, s] = DP1(v, t, beta, P)
 1
     % v is number of players
 2
     \% t and beta are vectors from bottom1 to topN
     % For example, P = 9.5
     % t = [5 4 3 2];
 5
     % beta = [14.5 8 12.5 4];
     \% Notice could not exist V (u \neq v) here.
 7
     % s is the optimal solution.
 8
     P = ones(v, v+1);
 9
     P(1, 1) = P; \% P(1, 0) in DP algorithm
10
     P(1, 2) = P + t(1) - beta(1); % P(1, 1) in DP algorithm
11
12
13
     ss = cell(v, v+ 1); % Used to store the corresponding player vector.
```

```
ss(1, 1) = {Peros(1, 1)};
14
     ss(1, 2) = {ones(1, 1)};
15
16
17
     for i = 2: v
18
       % s = ss(:,); % every loop only records this column
       P(i, 1) = P(i-1, 1);
19
       ss(i, 1) = \{Peros(1, i)\};
20
21
       P(i, i+1) = P(i-1, i) + i*t(i) - beta(i);
22
23
       ss(i, i+1) = {ones(1, i)};
24
       for j = 1: i-1
25
         if P(i-1, j+1) > (P(i-1, j) + j* t(i) - beta(i))
26
27
           P(i, j+1) = P(i-1, j) + j* t(i) - beta(i); % notice that j is not
                the ordinal number
           ss(i, j+1) = \{[ss\{i-1, j\}, 1]\};
28
29
30
         else
           P(i, j+1) = P(i-1, j+1); %
31
32
           ss(i, j+1) = {[ss{i-1, j+1}, 0]};
33
34
       end
35
36
     end
37
38
     [res, ind] = min(P(v, 2: v)); % Record the P(v, u) u \in (1:v-1)
     s = ss\{v, 1+ind\};
39
40
41
     end
```

Listing 8: Coalition.m

```
1 function unsatisfied = Coalition(s, v, t, z)
2 % This function is used to obtain all the unsatified coalitions.
3 % Notice that s is a restricted-coalition matrix.(0-1)
4 % Which is obtained from CP method.
5 % t is a column vector arranged from large to small.
6 % Return all the unsatified coalitions.
```

```
s1 = length(s(:, 1));  % The number of constraints
 8
    c_s = zeros(s1, 1);
 9
10
    for i = 1: s1
        tot = sum(s(i, :) == 1);
11
        12
        c_s(i) = dot(1: tot, t(inde)) + z;
13
    end
14
15
16
    f = ones(v, 1);
17
    b = c_s;
    % optimset('Display','off');
18
     [x, fval, exitflag, output, lambda] = linprog(-f, s, b);
19
20
    inde = lambda.ineqlin ~= 0;
    normal_order = (1: s1)';
21
22
    normal_order = normal_order(inde);
23
    unsatisfied = s(normal_order, :);
24
25
    end
```

Listing 9: LP1.m

```
function [minr, maxr] = LP9(s, t, P)
 1
 2
    % This function is used to give the min and max slope value.
     % Notice that s is a matrix. (0-1)
     % For example, v = 4
 4
     % s=[0 1 1 0;
 5
          0 1 0 1;
 7
          0 0 1 1;
 8
         1 1 1 0;
 9
          1 1 0 1;
          1 0 1 1;]
10
     %
     v = length(t);
11
12
     m_v = Pm(P, t); % Notice that the result has to add m_v.
     s1 = length(s(:, 1));
13
     f = ones(s1, 1);
14
     b = ones(v, 1);
15
16
     lb = zeros(s1, 1);
```

```
17  ub = ones(s1, 1);

18

19  [x, fval1] = linprog(-f, [], [], s', b, lb, ub);

20  minr = m_v+ fval1;

21  [x, fval2] = linprog(f, [], [], s', b, lb, ub);

22  maxr = m_v- fval2;

23

24  end
```

Listing 10: LP2.m

```
1
     function [x, maxr] = LP12(s, v, t, z)
     % Notice that s is a restricted-coalition matrix.(0-1)
 2
     % Which is obtained from CP method.
 3
     % t is a column vector arranged from large to small.
 5
     \mbox{\ensuremath{\mbox{\%}}} Return the solution vector x and value maxr.
     s1 = length(s(:, 1));  % The number of constraints
 6
     c_s = zeros(s1, 1);
 7
 8
     for i =1: s1
 9
10
         tot = sum(s(i, :) == 1);
         inde = s(i, :) == 1;  % May not use the function 'find'
11
12
         c_s(i) = dot(1: tot, t(inde)) + z;
13
     end
14
     f = ones(v, 1);
15
     b = c_s;
16
17
     [x, fval1] = linprog(-f, s, b);
     maxr = -fval1;
18
19
20
     end
```

Listing 11: Players.m

```
% And we suppose m>n.
5
     ann = []; \% ann will be a matrix whose dimension is (2^n-1,n).
     A = eye(n);
6
     f = (-1)* ones(n, 1);
     \% ff2n: Two-level full factorial design
8
     a1 = ff2n(n);
9
     b1 = sum(a1, 2);
10
     c1 = [a1, b1];
11
     d1 = sortrows(c1, [n+1 1:n], 'descend');
12
13
     e1 = sortrows(d1, n+1);
     A = e1(:, 1: n);
14
     A(1, :) = []; % delete the first row
15
17
     for i = 1 : n  % i is the number of players
     18
          an ascending order by default.
19
         bn = zeros(1, nchoosek(n, i)); % Store the final result.
20
         dn = zeros(1, i);
21
         cn = nchoosek(an, i);
                                     % Store the temporary sort result.
22
         for j = 1: nchoosek(n, i)
             \mbox{\ensuremath{\mbox{\%}}} The second loop obtain the result in every coalition.
23
24
             for k = 1: i
                              % \ k \ in \ the \ number \ of \ machines.
25
                 s = floor(i/k); % Obtain the quotient.
                 r = rem(i,k);
26
                 a = (s+1): -1: 1;
27
                 repeat = k;  % Repeat the number of machines.
28
                 tmp = repmat(a, repeat, 1);
29
                 b = reshape(tmp, 1, length(a)* repeat);
30
31
                 b(r+1: k) = [];
                 dn(k) = dot(b, cn(j, :)) + k* S0;
32
33
             end
34
             [minofdn index] = min(dn); % Find the minimum.
35
             bn(j) = min(dn);
36
37
         end
38
39
         ann = [ann bn];
40
     end
41
```

```
42 [x,y] = linprog(f,A,ann);
43 Subsidy = ann(end)+y;
44 Taxation = index * S0;
45 difference = Subsidy - Taxation;
46
47 end
```