MATH 340

- [15] 8. Our factory makes portable computer memory sticks in two styles. The Hello Kitty model, aimed at Facebook lovers, requires one logic circuit, one crypto chip, and two memory chips; each assembled unit earns a profit of 4 dollars. The Black Lightning model, styled for paranoid hackers, requires one logic circuit, two crypto chips, and one memory chip; each unit earns a profit of 5 dollars. We just got a new shipment of parts (the factory was empty!): $5000 \log c circuits$, 8000 crypto chips, and 8000 crypto chips, suppose we manufacture $1000x_1$ Hello Kitty units and $1000x_2$ Black Lightning units.
 - (a) Write the linear program we can use to plan our production to maximize total profit.

 The resulting LP should look familiar. If it doesn't, re-read all the questions on this exam.
 - (b) The delivery driver offers to sell us a few extra logic circuits for \$2.50 each. Should we buy some? Why? What if the asking price is \$3.50 each?
 - (c) The retailer who buys our products telephones with a nasty surprise: paranoid hackers are scaring away respectable customers. The retailer insists that $x_2 \le x_1$. Show how to use the Dual Simplex Method to determine our revised production plan when this constraint is added to our problem. What happens to our profit?
 - (d) Part (c) was just a bad dream. Forget it. This morning we have good news. Our co-op student has figured out how to make a pocket music player using 2 logic circuits, 1 crypto chip, and 2 memory chips. What value(s) of profit-per-unit on music players would motivate us to change our current plan and make some? How will our overall production strategy change in this case?