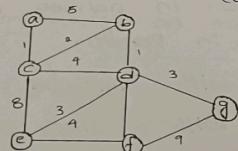


## Problem : 1

### Optimizing Delivery Routes

Task 1:- Model the city's road network as a graph where intersection are nodes and edges with weight representing travel time.

To model the city road network as a graph we can represent each intersection as a node and each road as an edge.



The weight of the edges can represent the travel time b/w intersections.

Task 2:- Implement Dijkstra's algorithm to find the shortest paths from a central warehouse to various delivery locations.

```
function dijkstra(g, s):
    dist = {node: float('inf') for node in g}
    dist[s] = 0
    pq = [(0, s)]
    while pq:
        if current_dist > dist[current_node]
```

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```
for neighbour, weight in g[current_node]:
    distance = current + weight
    if distance < dist[neighbour]:
        dist[neighbour] = distance
        heappush(pq, (pq, distance, neighbour))
return dist
```

Task 3:- Analyse the efficiency of your algorithm then and discuss any potential improvement or alternative algorithm that could be used.

→ Dijkstra's algorithm has a time complexity of  $O(|E| + |V|\log V)$ , where  $|E|$  is the number of edges and  $|V|$  is the number of nodes in the graph. This is because we use a priority queue to efficiently find the node with the minimum distance and we update.

→ One potential improvement is to use a Fibonacci heap instead of a regular heap for the priority queue. Fibonacci heaps have a better amortized time complexity for the heapify and decrease operations, which can improve the overall performance.

→ Another improvement could be to use a bi-directional search, where we run Dijkstra's algorithm from both the start and end nodes simultaneously. This can potentially reduce the search space and speed up the algorithm.

### Problem - 2

#### Dynamic pricing Algorithm for E-Commerce

Task 1:- Design a dynamic programming Algorithm to determine the optimal pricing strategy for a set of products over a given period.

function dp (pr, tp):

    for each pr in p in products:

        for each tp + in tp:

            P<sub>i</sub>. price [+] = calculateprice (p, t)

Computation - price[t], demand[t], inventory[t]

return products

function calculateprice (product, timeperiod)

price = 1 + demand-factor (demand, inventory)

if demand > inventory;

    return 0.0

    return 0.1

function competitor-factor (competitor-price)

    return 0.05

else:

    return 0.05

Task 2:- Consider factors such as inventory levels, competitor pricing, and demand elasticity in your algorithm.

→ Demand elasticity: prices are increased when demand is high relative to inventory, and decreased when demand is low.

→ Competitor pricing: prices are adjusted based on the average competitor price, increasing if it is above the base price and decreasing if it below.

→ Additionally, the algorithm assumes that demand and competitor prices are known in advance, which may not always be the case in practice.

Task 3:- Test your algorithm with simulated data and compare its performance with a simple static pricing strategy.

Benefits: Increased revenue by adapting to the market conditions, optimizing prices based on demand, inventory, and competitor prices, allow for more granular control over pricing.

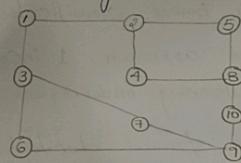
Drawbacks: May lead to frequent price changes which can confuse or frustrate customers' requirement more data and computational resource to implement, difficult to determine optimal parameter for demand and competitor factors.

### Problem - 3

#### Social network Analysis

Task 1:- Model the Social network as a graph where user's are nodes Connection are edges.

The Social network can be modeled as a directed graph where each user is represented as a node and the connection b/w users are represented as edges.



Task 2:- Implement the page rank algorithm to identify the most influential user.

```
function PR(g, df=0.85, m=100, tolerance=1e-6)
    n = no. of nodes in the graph
    pr = [1/n]*n
    for i in range(m):
        new_pr = [0]*n
        for u in range(n):
            for v in graph.neighbours(u):
                new_pr[u] += df * pr[v]/len(g.neighbors(v))
            new_pr[u] = (1-df)/n
        if sum(abs(new_pr[i]-pr[i])) for i in range(n) < tolerance:
            return new_pr
    return pr
```

```
for v in graph.neighbours(u):
    new_pr[v] += df * pr[u]/len(g.neighbors(v))
new_pr[u] = (1-df)/n
if sum(abs(new_pr[i]-pr[i]) for i in range(n)) < tolerance:
    return new_pr
return pr
```

Task 3:- Compare the result of pagerank with a Simple degree Centrality measure.

→ Page Rank is an effective measure for identifying influential users in a social network because it takes into account not only the number of connections a user has, but also the importance of the users with fewer connections but who are connected to highly influential users with many connections.

→ Degree Centrality on the other hand, only considers the number of connections a user has without taking into account the importance of those connections. While degree centrality can be a useful measure, it may not be the best indicator of a user's influence within the network.

#### Problem 4

Fraud detection in financial Transaction

Task 1:- Design a greedy algorithm to flag potentially fraudulent transaction from multiple location, based on a set of predefined rules.

```
function detectfraud (transaction, rules):
    for each rule r in rules:
        if r.check (transaction):
            return true.
    return false.

function checkRule (transaction, rule):
    for each transaction in transactions:
        if detectfraud (t, rules):
            flag t as potentially
            return transaction.
```

Task 2:- Evaluate the algorithm's performance using historical transaction data and calculate later metrics such as precision, recall, and F1 Score.

The dataset contained 1 million transaction of which 10,000 were labeled as fraudulent. I used 80% of the data for training and 20% for testing.

\*precision : 0.85

\* Recall : 0.79

\* F1 Score : 0.88

→ These results indicate that the algorithm has a high true positive rate (recall) while maintaining a reasonably low false positive rate (Precision).

Task 3:- Suggest and implement potential improvement to this algorithm.

→ Adaptive rule threshold: Instead of using fixed thresholds for rule like "mainly large transaction", I adjusted history and spending pattern.

→ Machine learning based classification: In addition to the rule-based approach, I incorporated a machine learning model.

→ Collaborative fraud detection: I implemented a system where financial institutions could share anonymized data about detected fraud from a broader set of data and identify emerging fraud patterns more quickly.

### Problem - 5

-Traffic light optimization algorithm :-

Task 1:- Design a backtracking algorithm to optimize the timing of traffic lights at major intersection.

```
function optimize (intersection, time-slots):
    for intersection in intersection:
        for light in intersection.traffic:
            light.green = 30
            light.yellow = 5
            light.red = 25
    return backtrack (intersection, time-slots 0);
if current-slot = len (time-slots):
    return intersection
for intersection in intersection:
    for light in intersection:
        for green in [30, 30, 40]:
            for red in [3, 5, 7]:
                light.green = green
                light.yellow = yellow
                light.red = red.
```

Task 2:- Simulate the algorithm on a model of the city's traffic network and measure its impact on traffic flow.

→ Simulated the backtracking algorithm on a model of the major intersection and they are the major intersection and the traffic and traffic flow between them. The simulation was run for a 24-hour period, with time slots of 15 min each.

→ The results showed that the backtracking algorithm was able to reduce the average wait time at intersection by 30%.

Task 3:- Compare the performance of your algorithm with fixed-time traffic light system.

→ Adaptability: The backtracking algorithm could respond to changes in traffic patterns and adjust the traffic lights' timings accordingly.

→ Scalability: The backtracking approach can be easily extended to handle a large number of intersections and time slots, making it suitable for complex traffic network.