

(B) Soln 1a, 1b is solved in r and is in my github account.  
we need to define the following

L = Large units

P = Plants

M = Medium units

S = Small units

we now define:

# large units produced/day at P1	=	L1
# Medium units ✓	✓	P1 = M1
# Small units ✓	✓	@ P1 = S1
# large units ✓	✓	@ P2 = L2
# Medium units ✓	✓	@ P2 = M2
# Small units ✓	✓	@ P2 = S2
# large units ✓	✓	@ P3 = L3
# Medium units ✓	✓	@ P3 = M3
# Small units ✓	✓	@ P3 = S3

The Objective function:

$$\text{Max: } Z \quad 420L_1 + 360M_1 + 300S_1 + 420L_2 + 360M_2 + 300S_2 + 420L_3 + 360M_3 + 300S_3$$

$$\text{S.T} \quad \begin{aligned} L_1 + M_1 + S_1 &\leq 750 \\ L_2 + M_2 + S_2 &\leq 900 \\ L_3 + M_3 + S_3 &\leq 450 \end{aligned}$$

Required SGR for:

$$20L_1 + 15M_1 + 12S_1 \leq 13,000$$

$$20L_2 + 15M_2 + 12S_2 \leq 12,000$$

$$20L_3 + 15M_3 + 12S_3 \leq 5,000$$

Sales forecast

$$L_1 + L_2 + L_3 \leq 900 \quad *$$

$$M_1 + M_2 + M_3 \leq 1,200 \quad *$$

$$S_1 + S_2 + S_3 \leq 750 \quad *$$

Management decided that Plants should use same % of their excess capacity to produce new product; therefore

$$\frac{1}{750}(L_1 + M_1 + S_1) - \frac{1}{450}(L_3 + M_3 + S_3) = 0$$

$$\frac{1}{750}(L_1 + M_1 + S_1) - \frac{1}{900}(L_2 + M_2 + S_2) = 0$$

$$\frac{1}{900}(L_2 + M_2 + S_2) - \frac{1}{750}(L_1 + M_1 + S_1) = 0$$

NNh:

$$L_1 \geq 0, M_1 \geq 0, S_1 \geq 0$$

$$L_2 \geq 0, M_2 \geq 0, S_2 \geq 0$$

$$L_3 \geq 0, M_3 \geq 0, S_3 \geq 0$$

Solve this ~~graphically~~ using 1/psolve or any other equivalent library in R.

Same percentage capacity

$$900L_1 + 900M_1 + 900S_1 - 750L_2 - 750M_2 - 750S_2 = 0$$

$$450L_1 + 450M_1 + 450S_1 - 750L_3 - 750M_3 - 750S_3 = 0$$



Soln. 2

SHADOW PRICES

0.00 0.60 0.00 12.00 20.00 60.00 0.00 0.00 0.00 -0.08 0.56

DUAL SOLUTION

0.00 0.00 0.00 12.00 20.00 60.00 0.00 0.00 0.00 -0.08 0.56

REDUCED COST

0 0 -24 -40 0 0 -360 -120 0

Soln  
4.a.

Assign 3

weigert dual objective function.

Min:  $750y_1 + 900y_2 + 450y_3 + 13,000y_4 + 12,000y_5 + 5,000y_6 + 900y_7 +$   
 $12,000y_8 + 750y_9;$

Constraints

$$y_1 + 20y_4 + y_7 + 900y_{10} + 450y_{11} \geq 420$$

$$y_1 + 15y_4 + y_8 + 900y_{10} + 450y_{11} \geq 360$$

$$y_1 + 12y_4 + y_9 + 900y_{10} + 450y_{11} \geq 300$$

$$y_2 + 20y_5 + y_7 - 750y_{10} \geq 420$$

$$y_2 + 15y_5 + y_8 - 750y_{10} \geq 360$$

$$y_2 + 12y_5 + y_9 - 750y_{10} \geq 300$$

$$y_3 + 20y_6 + y_7 - 750y_{11} \geq 420$$

$$y_3 + 15y_6 + y_8 - 750y_{11} \geq 360$$

$$y_3 + 12y_6 + y_9 - 750y_{11} \geq 300$$