## Application of Multi-agent Reinforcement Learning in Warehouse Logistics

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# Introduction to me and What I am doing here:)

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- Final year IMTech Student @ IIIT-Bangalore
- Currently, pursuing a Master's thesis
  - Under Prof. G. Srinivasaraghavan @ IIIT-B
  - o In Association with Ericsson Research
- Summer internship
  - Optimal placement of items in a warehouse

### Use case scenario

Warehouse Management System

- Demand forecasting
- Placement of items in the warehouse

Overall Objective: Maximize throughput and Reduce incurred costs

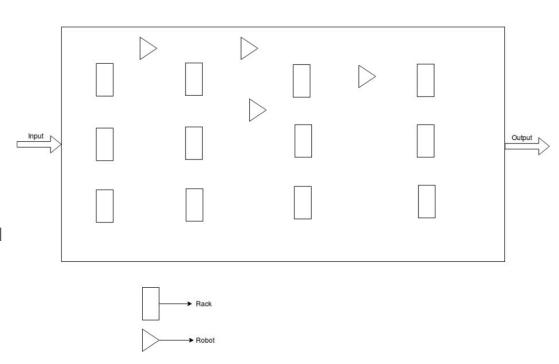


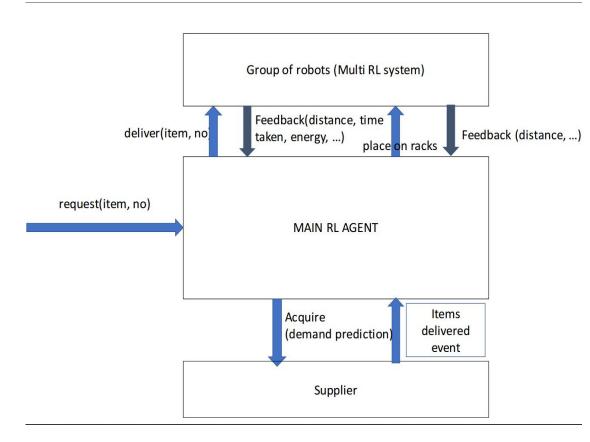
Figure 1: Warehouse (Top View)

# Possible Solution Approaches and Why?

- Reinforcement Learning
  - Works very well in dynamic environments
  - Complex function approximators have shown to be effectively useful in RL too (Deep Reinforcement Learning)
  - Simulations are easy to build; Possible to extend
- Multi-Agent Systems
  - Can take care of huge scale in a distributed manner.

## Solution Architecture

- One agent handling the demand and acquisition
- A set of robotic agents handling placement and supply within warehouse
- Fully Cooperative Multi-Agent Environment
  - Coordination
  - Working together to achieve a bigger goal
- Reinforcement Learning
  - Rewards
  - Penalties



## States, Actions and Rewards

Work in progress

#### States

• Items in the warehouse and their locations, robots and their locations

#### Actions

acquire(item, #), pick(item), drop(item)

#### Rewards

throughput, profit of sale, penalty for no-stock or overshoot of stocks

## **Current Work**

Implementing simplistic case of only the demand and acquisition.

- A Storage of maximum 50 bags of type T, say wheat bags
- Demand: Sampled from Poisson Distribution
  - Different means for each day (to maintain a weekly pattern)
- Feedback:
  - Profit per bag
  - Penalty for ordering bags more than capacity
  - Penalty if not being able to fulfill customer's demand
- Question
  - Policy (how many bags to acquire in a day?)

## State, actions...

- State
  - Tuple- (Number of bags present today N, WeekDay #)
- Action
  - Number of bags (say A) to be ordered from Supplier
- Next State: N M + A
  - where M is the Number of bags sold that day

```
State: (18, 6) Action: 9 Demand: 13 NextState: (14, 7)
State: (36, 7) Action: 16 Demand: 19 NextState: (33, 1)
```

## Model-free Q-table construction

- Q-table
  - Matrix of all possible States vs Actions
- States
  - o (0-50, 1-7)
- Actions
  - 0-50
- Basically, 18207 entries

$$Q(s, a) = r + \gamma \max_{a'} Q(s', a')$$

Action State	0	1	2	3				49	50
(0,1)									
(0,2)									
(0,3)									
(25,3)									
(25,4)									
(50,7)									

## Results

- Demand is always met.
- Next State is generally having close to 50 Bags.
- Agent seems to have learnt to keep the warehouse fully packed.

```
(13, 3)
                     Action:
State:
                               29
                                     Demand:
                                               11
                                                      NextState:
                                                                   (31, 4)
                     Action:
                                                                 (25.5)
State:
         (31, 4)
                                    Demand:
                                              9
                                                    NextState:
State:
         (25, 5)
                     Action:
                                    Demand:
                                              14
                                                     NextState:
                                                                  (18, 6)
State:
         (18, 6)
                     Action:
                                    Demand:
                                              13
                                                     NextState:
                                                                   (14, 7)
                     Action:
                                                                   (49, 1)
State:
         (14, 7)
                                     Demand:
                                                      NextState:
                                               11
         (49, 1)
                                                                   (50, 2)
State:
                     Action:
                              15
                                     Demand:
                                               12
                                                      NextState:
                                                                 (48, 3)
State:
         (50, 2)
                     Action:
                                    Demand:
                                                    NextState:
                                              9
                     Action:
                                     Demand:
                                                                  (50, 4)
State:
         (48, 3)
                                                     NextState:
                                                                 (46, 5)
State:
         (50.4)
                     Action:
                                    Demand:
                                                    NextState:
State:
         (46, 5)
                     Action:
                                     Demand:
                                                      NextState:
                                                                   (50, 6)
                                               11
State:
         (50, 6)
                     Action:
                                    Demand:
                                                     NextState:
                                                                  (36, 7)
                                              14
State:
         (36.7)
                     Action:
                                     Demand:
                                                      NextState:
                                                                   (33.1)
                               16
                                               19
                     Action:
State:
         (33, 1)
                               46
                                     Demand:
                                                     NextState:
                                                                  (50, 2)
                                                                   (50, 3)
State:
         (50, 2)
                     Action:
                                     Demand:
                                                     NextState:
State:
         (50, 3)
                     Action:
                                    Demand:
                                                     NextState:
                                                                   40,
                                              14
                                                                       4)
State:
         (40, 4)
                     Action:
                                    Demand:
                                                    NextState:
                                                                 (34.5)
State:
         (34.5)
                     Action:
                                    Demand:
                                              12
                                                     NextState:
                                                                  (31, 6)
                     Action:
                                     Demand:
                                                      NextState:
State:
         (31, 6)
                                               16
                                                                   (26, 7)
                                                                   (49, 1)
         (26, 7)
                     Action:
                                     Demand:
                                               16
                                                      NextState:
State:
                               39
         (49, 1)
State:
                     Action:
                                     Demand:
                                                     NextState:
                                                                  (50, 2)
         (50, 2)
                     Action:
                                                    NextState:
                                                                 (46, 3)
State:
                                    Demand:
         (46, 3)
                     Action:
State:
                               14
                                     Demand:
                                               14
                                                      NextState:
                                                                   (46.4)
                                                                  (50, 5)
State:
         (46, 4)
                     Action:
                               22
                                     Demand:
                                                     NextState:
         (50, 5)
                     Action:
                                    Demand:
                                                     NextState:
                                                                   (40,
                                                                       6)
State:
                     Action:
                                                                   (50, 7)
State:
         (40, 6)
                               45
                                     Demand:
                                               11
                                                      NextState:
State:
                     Action:
                                                      NextState:
         (50, 7)
                               40
                                     Demand:
                                                                   (50, 1)
State:
         (50, 1)
                     Action:
                                    Demand:
                                                    NextState:
                                                                 (50, 2)
                               9
                                              6
State:
         (50, 2)
                     Action:
                               32
                                     Demand:
                                               10
                                                      NextState:
                                                                   (50, 3)
                     Action:
                                     Demand:
                                               11
                                                      NextState:
                                                                    (50, 4)
State:
         (50, 3)
                               30
State:
         (50, 4)
                     Action:
                                    Demand:
                                              8
                                                    NextState:
                                                                 (42, 5)
```

# Extending it with robots

**TBD** 



Thank You