

7.18

Variables:

C = # of customers who don't buy anything, T : time horizon

N_t = toy inventory at time t

Update Method

- initialize $t=0$, $C=0$, $N=4$

- while $t < T$

1) generate t_c : customer arrival time $\sim \text{poisson}(\lambda)$
can use inverse transform

2) $t += t_c$

3) if $t > T$

- break out of while loop

4) generate d_c : customer's number of toys wants to buy
follow rules of P_i

5) if $d_c > N$:

- $C += 1$: update ~~also~~ # who have left w/out buying

else:

- $N -= d_c$: remove d_c units from inventory

6) if $N == 0$:

$N = 10$: restock inventory immediately if empty