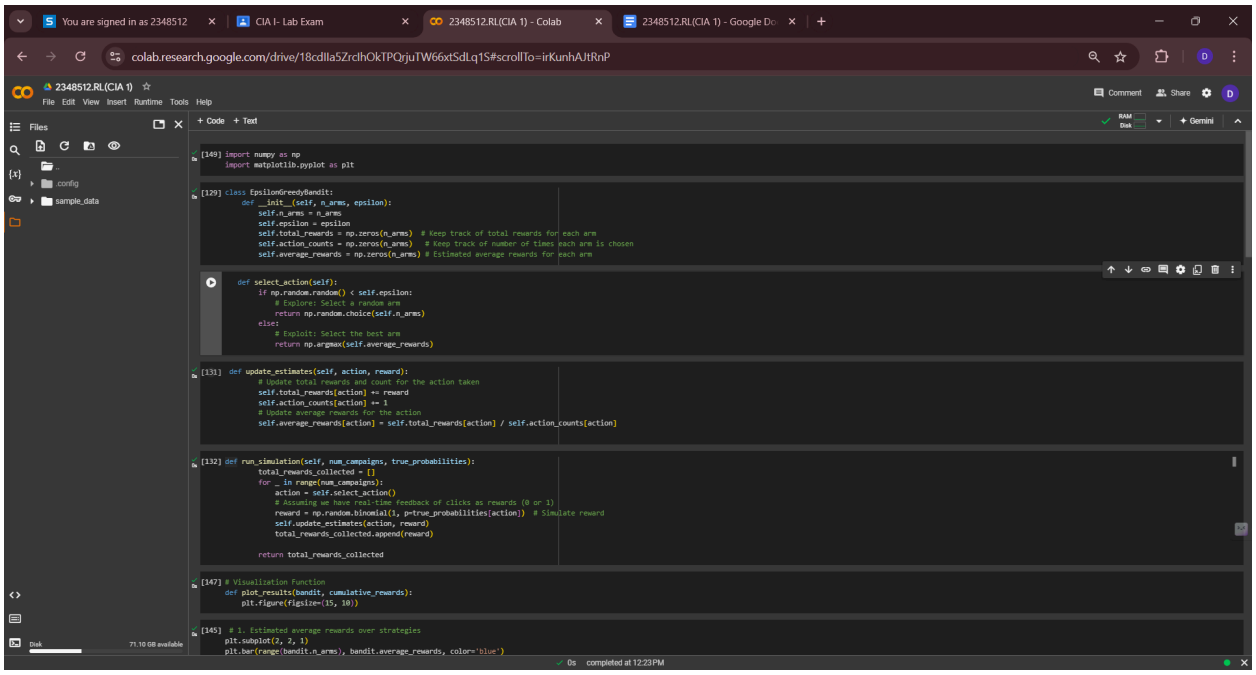
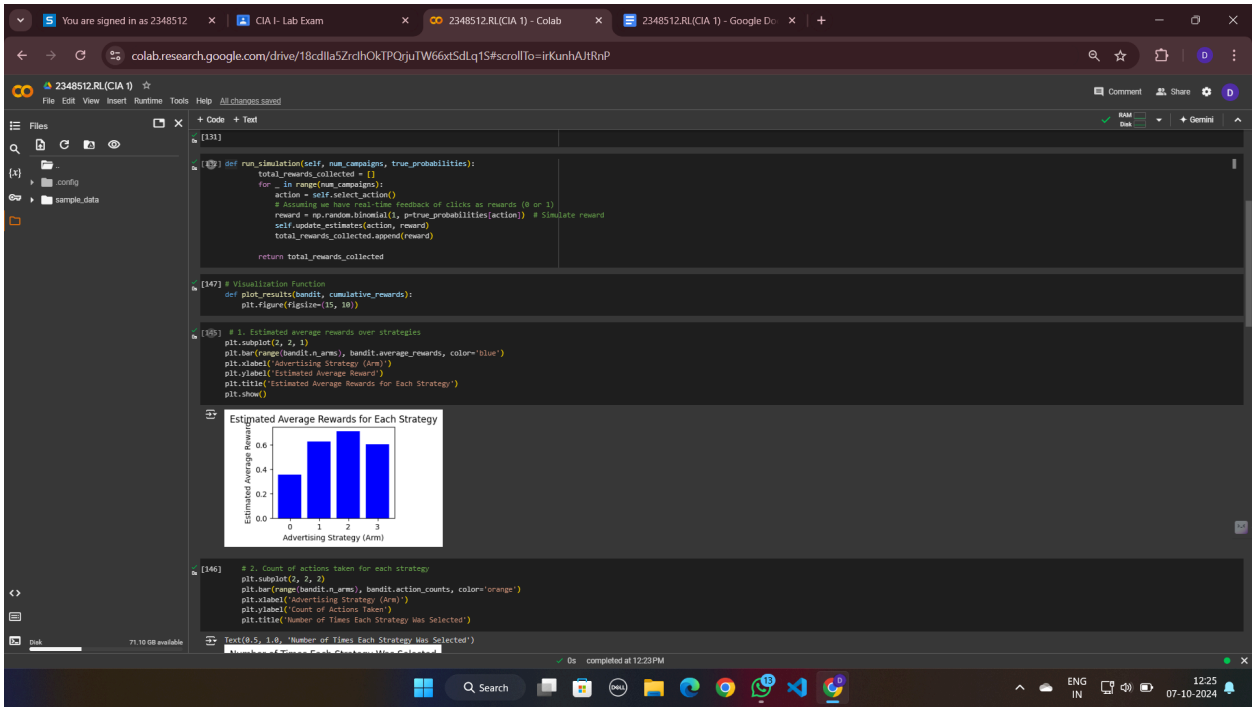
Question1:

Python implementation of the algorithm:



```
[149] import numpy as np
      import matplotlib.pyplot as plt

[129] class EpsilonGreedyBandit:
          def __init__(self, n_arms, epsilon):
              self.n_arms = n_arms
              self.epsilon = epsilon
              self.total_rewards = np.zeros(n_arms)  # Keep track of total rewards for each arm
              self.action_counts = np.zeros(n_arms)  # Keep track of number of times each arm is chosen
              self.average_rewards = np.zeros(n_arms) # Estimated average rewards for each arm

      def select_action(self):
          if np.random.random() < self.epsilon:
              # Explore: Select a random arm
              return np.random.choice(self.n_arms)
          else:
              # Exploit: Select the best arm
              return np.argmax(self.average_rewards)

[131] def update_estimates(self, action, reward):
          # Update total rewards and count for the action taken
          self.total_rewards[action] += reward
          self.action_counts[action] += 1
          # Update average rewards for the action
          self.average_rewards[action] = self.total_rewards[action] / self.action_counts[action]

[132] def run_simulation(self, num_campaigns, true_probabilities):
          total_rewards_collected = []
          for _ in range(num_campaigns):
              action = self.select_action()
              # Assuming we have real-time feedback of clicks as rewards (0 or 1)
              reward = np.random.binomial(1, p=true_probabilities[action])  # Simulate reward
              self.update_estimates(action, reward)
              total_rewards_collected.append(reward)

          return total_rewards_collected

[147] # Visualization Function
      def plot_results(bandit, cumulative_rewards):
          plt.figure(figsize=(15, 10))

[145] # 1. Estimated average rewards over strategies
      plt.subplot(2, 2, 1)
      plt.bar(range(bandit.n_arms), bandit.average_rewards, color='blue')
```

Average Rewards over strategies:



```
[131]

[132] def run_simulation(self, num_campaigns, true_probabilities):
          total_rewards_collected = []
          for _ in range(num_campaigns):
              action = self.select_action()
              # Assuming we have real-time feedback of clicks as rewards (0 or 1)
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              self.update_estimates(action, reward)
              total_rewards_collected.append(reward)

          return total_rewards_collected

[147] # Visualization Function
      def plot_results(bandit, cumulative_rewards):
          plt.figure(figsize=(15, 10))

[145] # 1. Estimated average rewards over strategies
      plt.subplot(2, 2, 1)
      plt.bar(range(bandit.n_arms), bandit.average_rewards, color='blue')
      plt.xlabel('Advertising Strategy (Arm)')
      plt.ylabel('Estimated Average Reward')
      plt.title('Estimated Average Rewards for Each Strategy')
      plt.show()
```



```
[146]  # 2. Count of actions taken for each strategy
       plt.subplot(2, 2, 2)
       plt.bar(range(bandit.n_arms), bandit.action_counts, color='orange')
       plt.xlabel('Advertising Strategy (Arm)')
       plt.ylabel('Count of Actions Taken')
       plt.title('Number of Times Each Strategy Was Selected')

       Text(0.5, 1.0, 'Number of Times Each Strategy Was Selected')
```

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Gemini

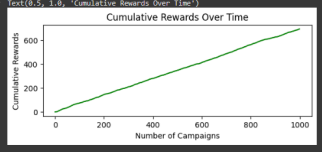
Advertising Strategy (Arm)

[146]
```
# 2. Count of actions taken for each strategy
plt.subplot(2, 2, 2)
plt.bar(range(bandit.n_arms), bandit.action_counts, color='orange')
plt.xlabel('Advertising Strategy (Arm)')
plt.ylabel('Count of Actions Taken')
plt.title('Number of Times Each Strategy Was Selected')
```

```
Text(0.5, 1.0, 'Number of Times Each Strategy Was Selected')
```

[148]
```
# 3. Cumulative rewards over campaigns
plt.subplot(2, 1, 2)
plt.plot(cumulative_rewards, color='green')
plt.xlabel('Number of Campaigns')
plt.ylabel('Cumulative Rewards')
plt.title('Cumulative Rewards Over Time')
```

```
Text(0.5, 1.0, 'Cumulative Rewards Over Time')
```



[141]
```
# Example usage
```

.config

sample_data

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Show how the algorithm helps to choose the best-performing advertising strategy over time: