

QMM Assignment

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#Defining the Decision variables:

##Decision variables for 3 plants

A1= Quantity of products produced by Plant1 of size large

B1= Quantity of products produced by Plant1 of size medium

C1= Quantity of products produced by Plant1 of size small

A2= Quantity of products produced by Plant2 of size large

B2= Quantity of products produced by Plant2 of size medium

C2= Quantity of products produced by Plant2 of size small

A3= Quantity of products produced by Plant3 of size large

B3= Quantity of products produced by Plant3 of size medium

C3= Quantity of products produced by Plant3 of size small

#further we need to specify objective function, constraints, direction, right hand side(constants) to solve the problem.

##Objective Function:

The objective function to maximize the profit. So,

$$\max z = 420*(A1+A2+A3) + 360*(B1+B2+B3) + 300*(C1+C2+C3)$$

That can be written as,

$$\max z = 420A1 + 360B1 + 300C1 + 420A2 + 360B2 + 300C2 + 420A3 + 360B3 + 300C3$$

##Constraints:

$$A1 + B1 + C1 \leq 750$$

$$A2 + B2 + C2 \leq 900$$

$$A3 + B3 + C3 \leq 450$$

$$20A1 + 15B1 + 12C1 \leq 13000$$

$$20A2 + 15B2 + 12C2 \leq 12000$$

$$20A3 + 15B3 + 12C3 \leq 5000$$

$$A1 + A2 + A3 \leq 900$$

$$B1 + B2 + B3 \leq 1200$$

$$C1 + C2 + C3 \leq 750$$

$$(A1 + B1 + C1) / 750 = (A2 + B2 + C2) / 900 = (A3 + B3 + C3) / 450$$

Non Negativity Constraints,

$$A1, A2, A3, B1, B2, B3, C1, C2, C3 \geq 0$$

The above constraints can be written as,

$$A1 + B1 + C1 + 0*A2 + 0*B2 + 0*C2 + 0*A3 + 0*B3 + 0*C3 \leq 750$$

$$0*A1 + 0*B1 + 0*C1 + A2 + B2 + C2 + 0*A3 + 0*B3 + 0*C3 \leq 900$$

$$0*A1 + 0*B1 + 0*C1 + 0*A2 + 0*B2 + 0*C2 + A3 + B3 + C3 \leq 450$$

$$20A1 + 15B1 + 12C1 + 0*A2 + 0*B2 + 0*C2 + 0*A3 + 0*B3 + 0*C3 \leq 13000$$

$$0*A1 + 0*B1 + 0*C1 + 20A2 + 15B2 + 12C2 + 0*A3 + 0*B3 + 0*C3 \leq 12000$$

$$0*A1 + 0*B1 + 0*C1 + 0*A2 + 0*B2 + 0*C2 + 20A3 + 15B3 + 12C3 \leq 5000$$

$$A1 + 0*B1 + 0*C1 + A2 + 0*B2 + 0*C2 + A3 + 0*B3 + 0*C3 \leq 900$$

$$0*A1 + B1 + 0*C1 + 0*A2 + B2 + 0*C2 + 0*A3 + B3 + 0*C3 \leq 1200$$

$$0*A1 + 0*B1 + C1 + 0*A2 + 0*B2 + C2 + 0*A3 + 0*B3 + C3 \leq 750$$

$$900*A1 + 900*B1 + 900*C1 - 750*A2 - 750*B2 - 750*C2 + 0*A3 + 0*B3 + 0*C3 = 0$$

$$0*A1 + 0*B1 + 0*C1 + 450*A2 + 450*B2 + 450*C2 - 900*A3 - 900*B3 - 900*C3 = 0$$

$$450*A1 + 450*B1 + 450*C1 + 0*A2 + 0*B2 + 0*C2 - 900*A3 - 900*B3 - 900*C3 = 0$$

#Calling the 'lpSolve' library and declaring the objective function as 'f.obj'

```
#library
library(lpSolve)
#objective function
f.obj <- c(420,360,300,420,360,300,420,360,300)
```

#Declaring the constraints as 'f.con'

```
f.con <- matrix(c( 1,1,1,0,0,0,0,0,0,
                  0,0,0,1,1,1,0,0,0,
                  0,0,0,0,0,0,1,1,1,
                  20,15,12,0,0,0,0,0,0,
                  0,0,0,20,15,12,0,0,0,
                  0,0,0,0,0,0,20,15,12,
                  1,0,0,1,0,0,1,0,0,
                  0,1,0,0,1,0,0,1,0,
                  0,0,1,0,0,1,0,0,1,
                  900,900,900,-750,-750,-750,0,0,0,
                  0,0,0,450,450,450,-900,-900,-900,
                  450,450,450,0,0,0,-750,-750,-750),ncol = 9, byrow=TRUE)
```

#Declaring the directions as 'f.dir'

```
f.dir <- c("<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "<=",
          "=",
          "=",
          "=")
```

#Declaring the Right hand side constants as 'f.rhs'

```
f.rhs <- c(750,900,450,13000,12000,5000,900,1200,750,0,0,0)
```

#Calling the LP function to Solve the problem based on objective function to maximize the profit

```
f.max <- lp("max",f.obj,f.con,f.dir,f.rhs)
f.max
```

```
## Success: the objective function is 696000
```

#Calling the LP function to get the values for Variables defined above

```
f.max$solution

## [1] 516.6667 177.7778 0.0000 0.0000 666.6667 166.6667 0.0000
## [9] 416.6667
```

#Calling the LP function to Solve the problem based on objective function to maximize the profit using 'int.vec'

```
f.max2 <- lp("max",f.obj,f.con,f.dir,f.rhs,int.vec=1:9) #int.vec to get exact values of variables without decimals
f.max2
```

```
## Success: the objective function is 694680
```

#Calling the LP function to get the values for Variables defined above, with int.vec

```
f.max2$solution
```

```
## [1] 530 160 0 0 688 140 1 8 405
```

Conclusion:

After Resolving the given Problem using Linear programming with the 'LpSolve' method in "R Programming" by considering all the constraints, I have found that,

- The maximum Profit of the industry was '\$694680'

The Quantities of the products produced by each plant were

1. Quantity of products produced by Plant1 of size large=530
2. Quantity of products produced by Plant1 of size medium=160
3. Quantity of products produced by Plant1 of size small=0
4. Quantity of products produced by Plant2 of size large=0
5. Quantity of products produced by Plant2 of size medium=688
6. Quantity of products produced by Plant2 of size small=140
7. Quantity of products produced by Plant3 of size large=1
8. Quantity of products produced by Plant3 of size medium=8
9. Quantity of products produced by Plant3 of size small=405