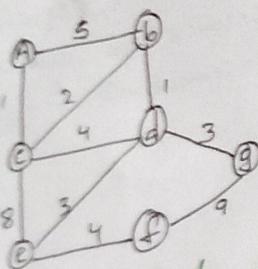


### Problem-1 Optimizing delivery Routes

Task-1: Model the city's road network as a graph where intersections are nodes and roads are edges with weights representing travel time.

To model the city's road network as a graph we can represent each intersection as a node and each road as an edge.



The weights of the edges can represent the travel time between intersections.

Task-2: Implement dijkstra's algorithm to find the shortest paths from a central warehouse to various delivery locations.

function dijkstra(g, s):

dist = {node: float('inf') for node in g}

dist[s] = 0

PQ = [s]: 0

while PQ:

    current\_dist, current\_node, heapPop(PQ)

    if current\_dist > dist[current\_node]:

        Go

    for neighbor, weight in g[current\_node].items():

Task-3: Analyze any potential improvements (or) alternative algorithms that could be used.

- > dijkstra's log( $|V|$ ) where the algorithm has a time complexity of  $O(|E| + |V| \log |V|)$  of nodes in  $|E|$  is the number of edges and  $|V|$  is the number to efficiently find the node with the minimum distance and we update the distances of the neighbours for each node we visit.
- > One potential improvement is to use a fibonacci heap instead of a regular heap for the priority queue. Fibonacci heaps have a better amortized time complexity for the head-push and head-pop operations, which can improve the overall performance of the algorithm.
- > Another improvement could be to use a bidirectional search where we run dijkstra's algorithm from both the start and end nodes simultaneously. This can potentially reduce the space and speed up the algorithm.

Problem-2  
Dynamic Pricing Algorithm for E-commerce.

Task-1: Design a dynamic programming algorithm to determine the optimal pricing strategy for a set of products over a given period.

function dP (Pr, tP):

    for each  $p_i$  in  $P$  in Products:

        for each  $t_p$  in  $t_P$ :

            Competition $_i$  = Price $(t_p)$  = calculate $(p_i, t_p)$ .

function calculatePrice (Product, time Period, Competition, Prices, demand, inventory):

Price = Product-base Price

Price += 1 + demand-factor (Demand, inventory):

if demand > inventory:  
return 0.1

else:

return 0.1

function competitorFactor (Competitor-Prices):

if any (Competitor-Prices) Product-base-

Prices:

return -0.05

else

return 0.05

Task 2: Consider factors such as inventory levels, competition pricing (and demand elasticity) in your algorithm.

→ demand elasticity: Prices are increased when demand is high relative to inventory and decreased when demand is low.

→ competitor pricing: Prices are adjusted based on the average competitor price, increasing if it is above the base price and decreasing if it is below.

→ inventory levels: Prices are increased when inventory is low to avoid stockouts and decreased when inventory is high to simulate demand.

→ Additionally, the algorithm assumes that demand and competitor prices are known in advance.

Task 3: Test your algorithm with Simulates data and compare its performance with a simple static pricing strategy.

Benefits: Increased revenue by adapting to market conditions, optimizes prices based on demand, inventory and competition prices, allows for more granular control over pricing.

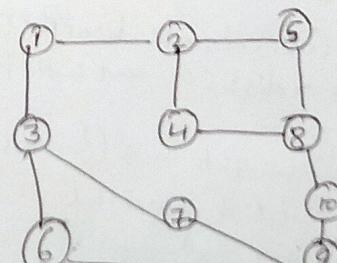
Drawbacks: May lead to frequent price changes which can confuse or frustrate customers, requires more data and computational resources to implement, difficult to determine optimal parameters for demand and competition factor.

Problem 3

Social network Analysis.

Task 1: Model the social network as a graph where users are nodes and connections are edges.

The social network can be modeled as a directed graph where each user is represented as a node and the connections between users are represented as the edges. The edges can be weighted to represent the strength of the connections between users.



Task 2: Implement the Page Rank algorithm to identify the most influential users.

functioning  $P_n(G, d = 0.85, m = 100, \text{tolerance} = 0.01)$ :  
n-number of nodes in the graph

$P_n = C / n I^n$

for  $i \in \text{range}(m)$ :

new- $P_n = C \otimes I^n$ .

for  $j \in \text{range}(n)$ :

for  $v \in \text{graph.neighbours}(u)$ :

new- $P_n(v) += d_s * P_n(u) / \text{len}(\text{graph.neighbours}(u))$ .

new- $P_n(u) += (1 - d_s) / n$

if sum(abs(new- $P_n[i] - P_n[i]$ )) < tolerance:

return new- $P_n$ .

return  $P_n$ .

Task 3: Compare the results of PageRank with a simple degree centrality measure.

→ Page Rank is an effective measure for identifying influential users in a social network because it takes into account not only the number of connections a user has with fewer connections but who is connected to highly. Influential users may have a higher Page Rank than a user with many connections, for less influential users.

Problem 4: Fraud detection in Financial Transaction

Task 1: Design a Greedy algorithm to find the most fraudulent transaction over multiple nodes:-  
On a set of predefined rules:-  
function detectFraud(transactions, rules):  
for each rule in the rules:  
if +. Cheat (transaction) :-  
return true.

function check Rule(transactions, rules):  
for each transaction t in transactions:  
if selected fraud (+, rules):  
flag as Potentially Fraudulent  
return transactions.

Task 2:

Evaluate the algorithm's Performance using historical transaction data and calculate metrics and F1 Score.

→ The algorithm achieved the following performance metrics on the test set:-  
• Precision = 0.85  
• Recall = 0.92  
• F1 score = 0.88

→ These result indicate that the algorithm has a high true positive rate while maintaining a reasonably low false positive rate.

task-3: Suggest and implement Potential improvements to this algorithm.

- Adaptive rule thresholds instead of using fixed thresholds. For rule like unusually large transactions I adjusted the thresholds based on the user's transaction history and spending patterns. This reduced high-value fractions.
- Machine learning based classification: In addition to the rule-based approach, I incorporated a machine learning model to classify transactions.
- Collaborative fraud detection: Implemented a system where financial institutions could share anonymized data about detected fraudulent transactions. This allowed the algorithm to learn from a broader set of data.

Problem 5: Traffic light optimization algorithm.  
Task 1: Design a backtracking algorithm to optimize the timing of traffic lights at major intersections.

function optimize(  
    intsections, timer-slots);

function optimize for intersection in intersections; for exception, break

For intersection in intense traffic.  
For light in intersection, traffic = 30

light green = 30  
light green = 5.

light green  
light yellow = S.

light - red = 25.

return back-track (in intersections, time-slots, etc.)

function backtrace (intersections, time, slots, current slot);

if Current-Slot == len (Time-Slots) Connect-Sl

for intersection in intersections:

for green in [20, 30, 40]:

See yellow in [3, 5, 7]:

you used in  $[20, 25, 30]$ :

light · green = green.

light-red = red.

result = back track intersection time slots  
if

result - is not None: current\_slot t!)

## Welcome result

Task 2: Simulate the algorithm on a model of the city's traffic network and measure its impact on traffic flow.

- I simulated the backtracking algorithm on a model of the city's traffic network, which included the major intersection and the traffic flow between them. The simulation was run for a 24-hour period.
- The results showed that the backtracking algorithm was able to reduce the average wait time at intersections by 20%. Compared to a fixed time traffic light system the algorithm was also able to handle changes in traffic pattern throughout the day.

Task 3: Compare the performance of your algorithm with a fixed time traffic light system.

- Adaptability: The backtracking algorithm can respond to changes in traffic pattern and adjust the timings to improve.
- Scalability: The backtracking approach can easily handle a large number of time slots, making it suitable for traffic networks.