Stock Buy & Sell - Max K Transactions Allowed :-

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Stock Buy and Sell – Max K Transactions Allowed

Difficulty: Hard Accuracy: 48.35% Submissions: 38K+ Points: 8

In the stock market, a person buys a stock and sells it on some future date. You are given an array **prices[]** representing stock prices on different days and a positive integer **k**, find out the **maximum** profit a person can make in at-most **k** transactions.

A transaction consists of buying and subsequently selling a stock and new transaction can start only when the **previous transaction** has been **completed.**

Examples :

Input: prices[] = [10, 22, 5, 80], k = 2
Output: 87
Explaination:
1st transaction: Buy at 10 and sell at 22.
2nd transaction : Buy at 5 and sell at 80.
Total Profit will be 12 + 75 = 87.

Input: prices[] = [20, 580, 420, 900], k = 3
Output: 1040
Explaination:
1st transaction: Buy at 20 and sell at 580.
2nd transaction : Buy at 420 and sell at 900.
Total Profit will be 560 + 480 = 1040.

Input: prices[] = [100, 90, 80, 50, 25], k = 1
Output: 0
Explaination: Selling price is decreasing continuously leading to loss. So seller cannot have any profit.

Constraints:
$1 \leq prices.size() \leq 10^3$
$1 \leq k \leq 200$
$1 \leq prices[i] \leq 10^3$

Brute Force :-

p = [10, 22, 5, 80], k = 2

(idx, k, ctr, profit)

ctr → 1, 0

if (ctr == 0)
- buy
- not buy

else
- sell
- not sell

10, 22, 5, 80

int a=0, b=0;

if (ctr == 0)
- buy (idx+1, 1, k) − p[idx] = a
- not buy (idx+1, 0, k) = b

else
- sell (idx+1, 0, k−1) + p[idx] = a
- not sell (idx+1, 1, k) = b

return max(a, b)

Base Case :-

if (k == 0 || idx == n)
- return 0

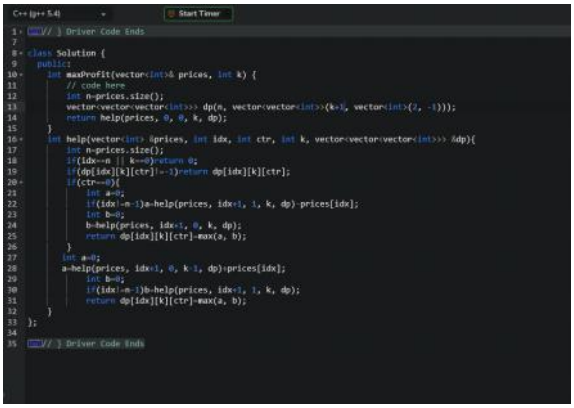
Solution Code :-

```
C++ (g++ 5.4)   Start Timer
1  // } Driver Code Ends
7
8  class Solution {
9    public:
10     int maxProfit(vector<int>& prices, int k) {
11         // code here
12         int n=prices.size();
13         return help(prices, 0, 0, k);
14     }
15     int help(vector<int> &prices, int idx, int ctr, int k){
16         int n=prices.size();
17         if(idx==n || k==0)return 0;
18         if(ctr==0){
19             int a=0;
20             if(idx!=n-1)a=help(prices, idx+1, 1, k)-prices[idx];
21             int b=0;
22             b=help(prices, idx+1, 0, k);
23             return max(a, b);
24         }
25         int a=0;
26         a=help(prices, idx+1, 0, k-1)+prices[idx];
27             int b=0;
28             if(idx!=n-1)b=help(prices, idx+1, 1, k);
29             return max(a, b);
30     }
31 };
32
```

T.C. $O(2^n)$
S.C. $O(n)$

Optimized Approach :-

We are just going to memoize our solution to each subproblem.



```
// } Driver Code Ends

class Solution {
  public:
    int maxProfit(vector<int>& prices, int k) {
        // code here
        int n=prices.size();
        vector<vector<vector<int>>> dp(n, vector<vector<int>>(k+1, vector<int>(2, -1)));
        return help(prices, 0, 0, k, dp);
    }
    int help(vector<int> &prices, int idx, int ctr, int k, vector<vector<vector<int>>> &dp){
        int n=prices.size();
        if(idx==n || k==0)return 0;
        if(dp[idx][k][ctr]!=-1)return dp[idx][k][ctr];
        if(ctr==0){
            int a=0;
            if(idx!=n-1)a=help(prices, idx+1, 1, k, dp)-prices[idx];
            int b=0;
            b=help(prices, idx+1, 0, k, dp);
            return dp[idx][k][ctr]=max(a, b);
        }
        int a=0;
        a=help(prices, idx+1, 0, k-1, dp)+prices[idx];
            int b=0;
            if(idx!=n-1)b=help(prices, idx+1, 1, k, dp);
            return dp[idx][k][ctr]=max(a, b);
    }
};

// } Driver Code Ends
```

T.C. Analysis :- $O(n \times k)$

S.C. :- $O(n \times k)$

(Better Approach) Using Bottom Up DP - $O(n \times k)$ time & $O(n \times k)$ space :-

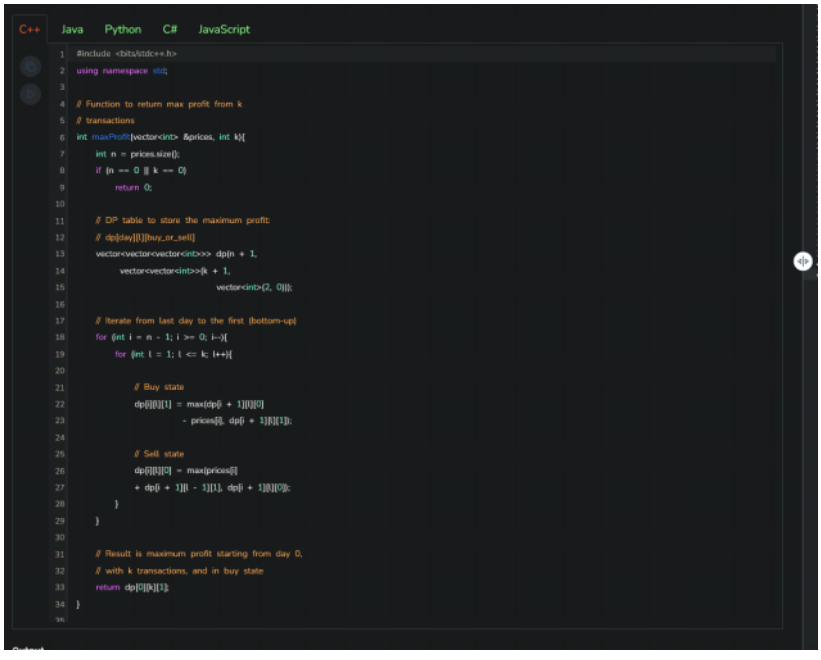
Let $dp[i][l][buy]$ represent the maximum profit achievable starting from day i, with l transactions remaining, & a state indicating whether we can buy or sell.

- $buy = 1 \rightarrow$ we are allowed to buy

$$dp[i][l][1] = \max(dp[i+1][l][0] - prices[i],\ dp[i+1][l][1])$$

- $buy = 0 \rightarrow$ we are allowed to sell

$$dp[i][l][0] = \max(prices[i] + dp[i+1][l-1][1],\ dp[i+1][l][0])$$



```
C++ Java Python C# JavaScript

#include <bits/stdc++.h>
using namespace std;

// Function to return max profit from k
// transactions
int maxProfit(vector<int> &prices, int k){
    int n = prices.size();
    if (n == 0 || k == 0)
        return 0;

    // DP table to store the maximum profit
    // dp[day][l][buy_or_sell]
    vector<vector<vector<int>>> dp(n + 1,
        vector<vector<int>>(k + 1,
                            vector<int>(2, 0)));

    // Iterate from last day to the first (bottom-up)
    for (int i = n - 1; i >= 0; i--){
        for (int l = 1; l <= k; l++){

            // Buy state
            dp[i][l][1] = max(dp[i + 1][l][0]
                        - prices[i], dp[i + 1][l][1]);

            // Sell state
            dp[i][l][0] = max(prices[i]
            + dp[i + 1][l - 1][1], dp[i + 1][l][0]);
        }
    }

    // Result is maximum profit starting from day 0,
    // with k transactions, and in buy state
    return dp[0][k][1];
}
```