# Business Intelligence Workplace

Report P03: Cola War

Student : Yassine Ammour

Instructor: Dr. Piotr Nyczka

Class: Business Intelligence Workplace

## Introduction:

## The Aim of this Project:

- The Aim of this Project is to build an agent based modeling simulation, based on modified version of sznajd model
- In a matrix we are gonna have too agents represent two opinions
- We are gonna have an initial size droplet with opinion (A)
- The rest is opinion (B)
- We are going to select a random agent
- and based on probability (p) we are gonna apply either Advertisement or conformity
- Conformity: check the selected agent's neighbors (Left, Right, Up, Down)
- If on of them is same opinion, make all neighbors the same
- Advertisement: Switch the selected agent to the opinion of the droplet
- The loop is gonna end when we reach a threshold (75 % of agent convinced)
- As inputs we are going to have a list of Droplet sizes and probability values, to apply different combinations
- At the end calculate the price based of a given function
- Repeat the simulation 10 times
- Average the results and make a bar plot to minimize the price and make a conclusion

#### Initialization:

- L\*L Size doesn't change
- Empty matrices to save (Times, Droplet sizes, Ads cost, Prices)

```
L = 20; %system size L x L

Time = []

Droplet = []

Ads = []

Price = []
```

#### Initialization:

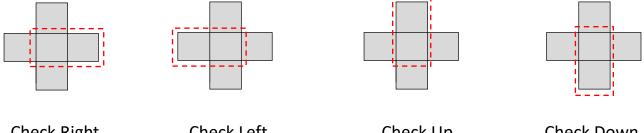
- The mother loop is for repeating the operation 10 time (10 trials)
- List of our D (droplet size) and P (probability) for our combinations
- Initializing (cm) to count combinations
- Second and third loop for our combination ( for every element of D with every element of P) do this :
- 1. Take one value of p and d
- 2. Set our matrix (L\*L) to (-1)
- 3. Initialize the droplet and set it's elements to (+1)
- 4. Set a threshold to count number of ones we have

```
for trial = 1:1:10
   D = [0, 6, 10, 14]
   P = [0.08, 0.09, 0.10, 0.11, 0.12, 0.13, 0.14, 0.15]
   for id= 1:1:size(D,2)
       for ip= 1:1:size(P,2)
           % Dock figures in the
           % main window
           set(0, 'DefaultFigureWindowStyle', 'docked')
           % Initiale Parameters:
           p = P(ip);
                                            % Probability p (Advertising cost)
           d = D(id);
                                           % droplet size d x d
           T = 0;
                                           % initialize the Time
           S = zeros(L,L) - 1;
                                           % opinion matrix, initially set to -1
           S((L-d)/2+1:((L-d)/2)+d, (L-d)/2+1:(L-d)/2+d)=1;
                                                              % droplet, initially set to +1
           % Time loop
           tresh = sum(S(:) == 1)
```

- A While loop for Advertisement or conformity
- While we didn't reach our threshold
- With probability (p) Apply Advertisement:
- Pick a random coordinates for an agent 1.
- 2. Set him to (1)
- 1 1 1 Χ
- -1 -1 1 Χ
- Else: Conformity
- 1. Pick a random agent

```
while (tresh <=round(L*L*75/100))
    T = T + 1
    tresh = sum(S(:) == 1)
    if rand() <=p
        % Apply Advertising
        i = floor(rand*L)+1;
        j = floor(rand*L)+1;
        S(i,j)=S(i,j).^2
    else
        %Conformity
        % Randomly select a cell (an agent), say S(i,j) with i,j in {1,...,N}
        i = floor(rand*L)+1;
        j = floor(rand*L)+1;
```

- 2. **Check Conformity**
- We will check the conformity in all direction using a plus shape called checking area
- The center of the plus is the piked random agent
- To apply conformity it will check all direction, if similar agents found for one of them, it will apply conformity
- it will appear as a moving grey plus in the live matrix when running the code

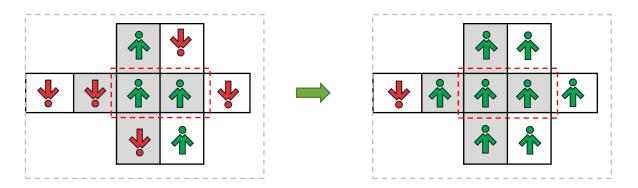


**Check Right** Check Left

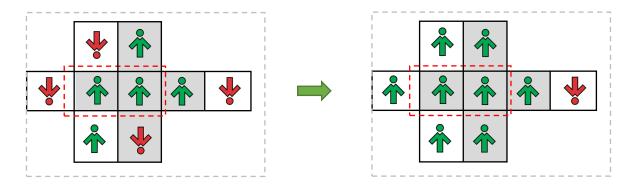
Check Up

Check Down

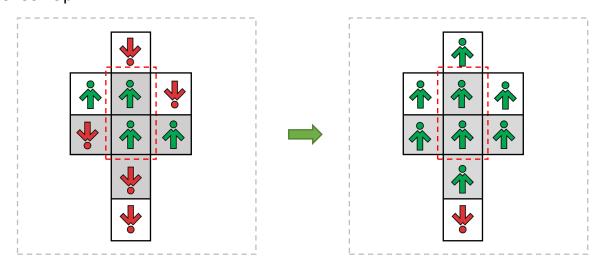
## 1. Cheek Neighbor on the Right



#### 2. Cheek Neighbor on the left

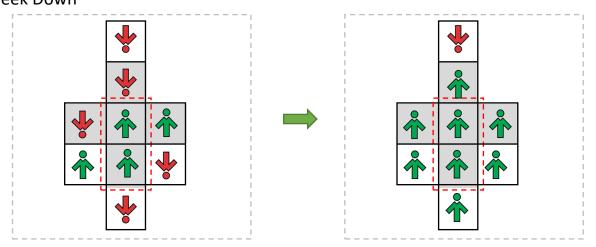


#### 3. Cheek Up



```
% Check Up
if S(i,j)*S(mod(i-1-1,L)+1,j)==1
    % Modify agents above the panel
    S(mod(i-2-1,L)+1,j)=S(i,j);
    % Modify agent to the right of the panel
    S(i,mod(j+1-1,L)+1)=S(i,j);
    S(mod(i-1-1,L)+1,mod(j+1-1,L)+1)=S(i,j);
    % Modify agent to the left of the panel
    S(i,mod(j-1-1,L)+1)=S(i,j);
    S(mod(i-1-1,L)+1,mod(j-1-1,L)+1)=S(i,j);
    % Modify agents below the panel
    S(mod(i+1-1,L)+1,j)=S(i,j);
end
```

#### 4. Cheek Down

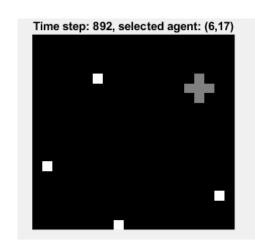


- This Is to plot the live matrix
- White agent = 1
- Black agent = -1
- Grey Plus Checking Area

```
%figure(1)
    % Plot selected panel in gray
    S1_old = S(i,j); S2_old = S(i,mod(j+1-1,L)+1); S3_old = S(mod(i-1-1,L)+1,j);
    S4 \text{ old} = S(mod(i+1-1,L)+1,j) ; S5 \text{ old} = S(i,mod(j-1-1,L)+1)
    S(i,j) = 0; S(i,mod(j+1-1,L)+1) = 0; S(mod(i-1-1,L)+1,j)= 0; S(mod(i+1-1,L)+1,j)= 0
    S(i, mod(j-1-1, L)+1) = 0
    % Plot system state: 0 - black, 1 - white, (0,1) - gray
    imshow((S+1)/2, 'InitialMagnification', 'fit')
        title(['Time step: ' num2str(T) ...
        ', selected agent: (' num2str(i) ',' num2str(j) ')'])
    pause(1)
    % Set panel state to original values
    S(i,j) = S1_old; S(i,mod(j+1-1,L)+1) = S2_old;
    S(mod(i-1-1,L)+1,j) = S3_old; S(mod(i+1-1,L)+1,j) = S4_old;
    S(i,mod(j-1-1,L)+1) = S5_old
end
```

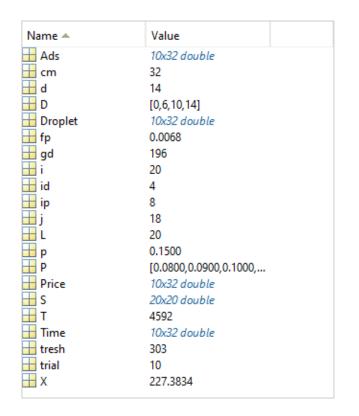
- At the end of the loop :
- 1. Increment the combination counter (cm)
- 2. Calculate the Price (X) using the given function
- 3. Finally save the (Time, Droplet size, Advertisement cost and the Price)

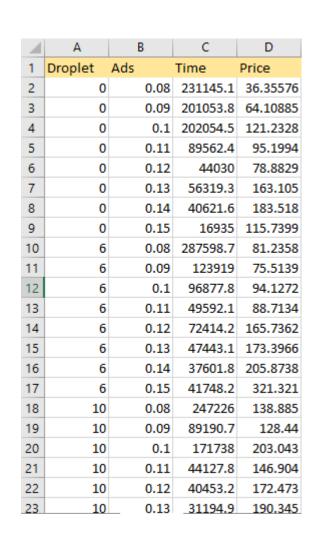
- In the live plot it woold will appear like this
- White agent = 1
- Black agent = -1
- Grey area: checking area



## **Bar Plot:**

- 1. Exported the results from MATLAB
- 2. Average The results of 10 trials





1. Plot the results (Next page)



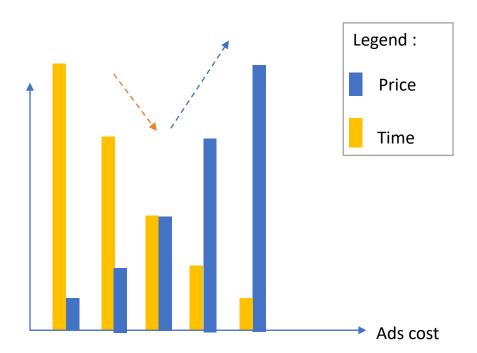




Bar Plot : Price and Time based on combinations of d and p

## **Conclusion**

- For each individual droplet size, the Graph can be translated into this:
- 1. The higher the Ads cost, the more expensive our campaign would be
- 2. The more expensive our campaign, the less time we need to convince our audience
- And the bigger the droplet size the bigger the gap between time and price, as we notice that the bigger the droplet size, the more price is going up



# Minimizing the price

- If we had to minimize the price we would choose the smallest values of (p) and (d) , first ever combination (d =0, p=0.08), but we are going to sacrifice the time
- So it depend on the advertiser, if he want fast results, he would pay more
- If he could afford waiting too long, he can pay the least amount of money
- The advertisement industry is a biding game, you pay more, you get what you
  want faster, so the advertisers always look for middle ground between not
  paying too much and not waiting too much