

XYZ company manufactures filtered and unfiltered bottle waters. The amount of profit is \$18 for one filtered water bottle, and it is \$10 for unfiltered water bottle. The time in minutes it takes to manufacture and package each type is shown in the table below:

	<b>Filtered</b>	<b>Unfiltered</b>
<b>Manufacture</b>	12	6
<b>Package</b>	8	2

The company has at most 40 hours a week available in the manufacturing department and at most 20 hours a week available in the packaging department. The objective is to find the number of water bottles of each type to be produced to get the maximize profit?

- Formulate the LP problem above.
- Solve the problem by finding the Maximum profit (show the work)

Answer)

	Manufacture (2400)	Package (1200)	Profit \$
Filtered bottle	12	8	18
Unfiltered bottle	6	2	10

Objective evaluation / profit:

$$P = 18x + 10y$$

Constraints:

$$12x + 6y \leq 2400 \text{ (Manufacturing)}$$

$$8x + 2y \leq 1200 \text{ (Packaging)}$$

Solving for first constraint.

$$12x + 6y = 2400$$

When $y = 0$ $12x = 2400$ $x = 2400/12$ $x = 200$	When $x = 0$ $6y = 2400$ $y = 2400/6$ $y = 400$
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Solving for second constraint.

$$8x + 2y = 1200$$

When $y = 0$	When $x = 0$
$8x = 1200$	$2y = 1200$
$x = 1200/8$	$y = 1200/2$
$x = 150$	$y = 600$

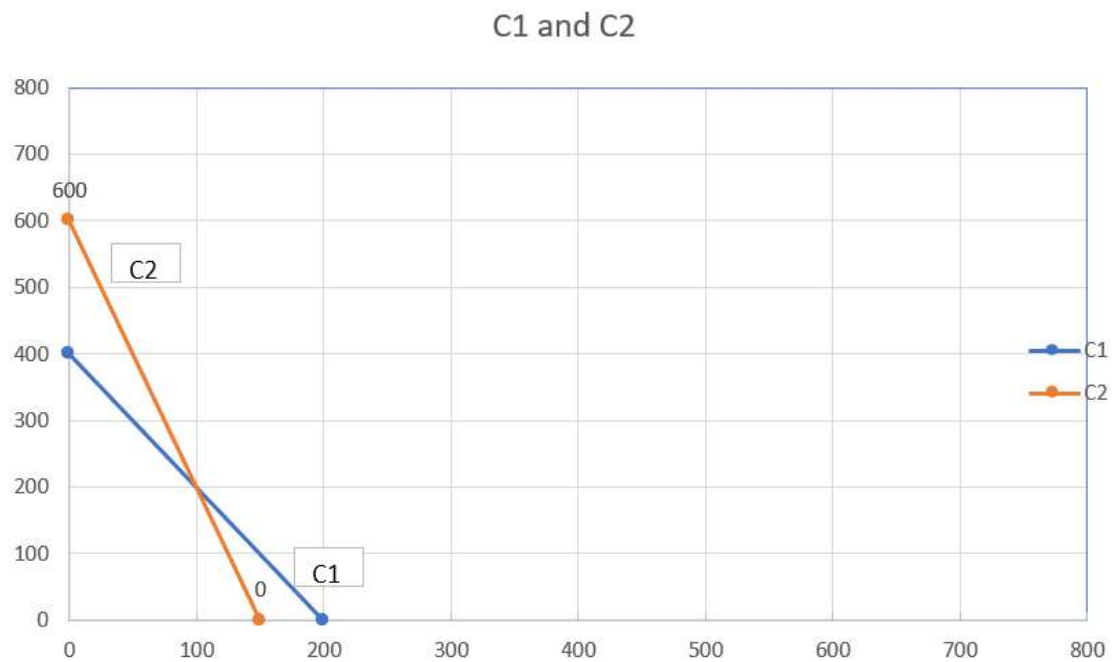
For C1:

X	Y
200	0
0	400

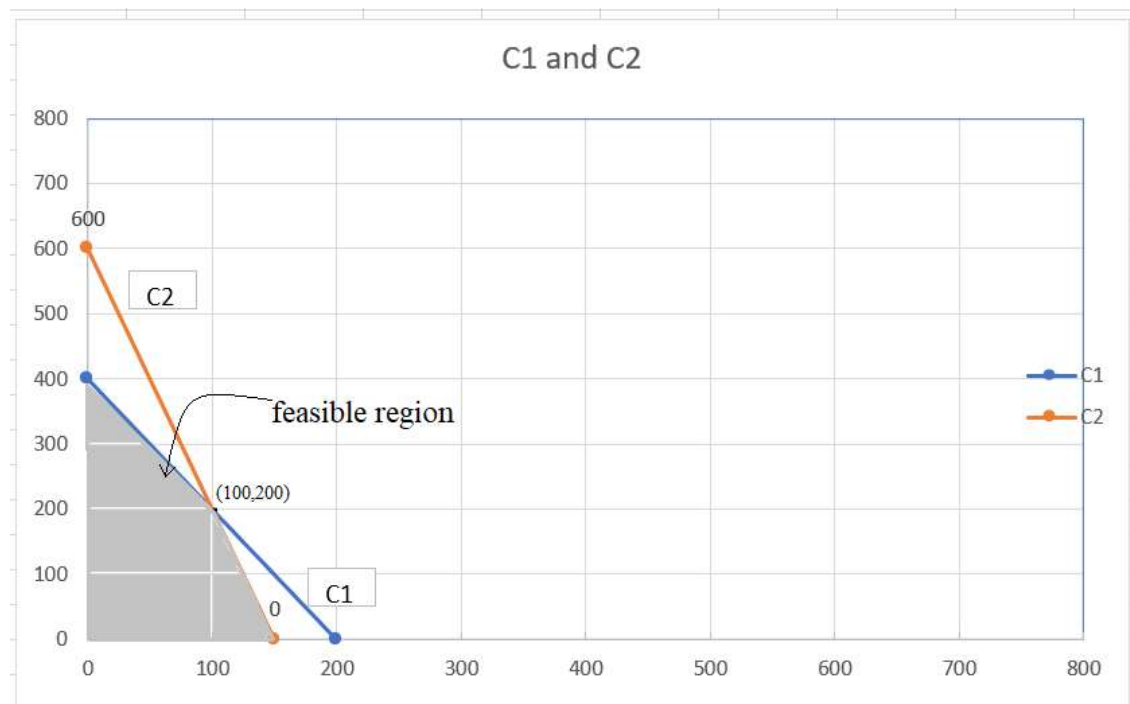
For C2:

X	Y
150	0
0	600

We get the following graph.



The feasible region:



Using corner point principle.

POINT	$P = 18x + 10y$	PROFIT
(0,0)	$18(0) + 10(0)$	\$0
(0, 400)	$18(0) + 10(400)$	\$4000
(150, 0)	$18(150) + 10(0)$	\$2700
(100, 200)	$18(100) + 10(200)$	\$ 3800

Optimal solution is 0 filtered bottles and 400 un-filtered bottles for maximum profit.