



**Duration :- Two and Half Hours.**

**Date :- 24-11-2006.**

**Time :- 9.30 a.m. – 12.00 noon.**

**Answer Four Questions Only.**

01. The ABC electric appliance company produces two products: refrigerators and ranges. Production takes place in two separate departments. Refrigerators are produced in department I and ranges are produced in department II. The company's two products are produced and sold on a weekly basis. The weekly production cannot exceed 25 refrigerators in department I and 35 ranges in department II, because of limited available facilities in the two departments. The company regularly employs a total of 60 workers in the two departments. A refrigerator requires 2 man-weeks of labour, while a range requires 1 man-week of labour. A refrigerator contributes a profit of Rs. 60 and a range contributes a profit of Rs. 40. Formulate the problem as a linear programming problem to determine the number of units of refrigerators and ranges should the company produce to realize a maximum profit. Solve the model and find the solution.

02. Find the solutions to the following problems using graphical method:

(a) Minimize  $Z = -x_1 + 2x_2$ ,

subject to  $-x_1 + 3x_2 \leq 10$

$$x_1 + x_2 \leq 6$$

$$x_1 - x_2 \leq 2$$

$$x_1, x_2 \geq 0.$$

(b) Maximize  $Z = -x_1 + 4x_2$

subject to  $3x_1 - x_2 \geq -3$

$$-0.3x_1 + 1.2x_2 \leq 3$$

$$x_1, x_2 \geq 0.$$

03. Solve the following linear programming problem using Big-M method:

Maximize  $Z = 2x_1 - 3x_2 - 5x_3$

subject to  $-2x_1 + 3x_2 \geq 5$

$$2x_1 + 4x_2 - x_3 \leq 2$$

$$x_1 + 2x_3 \geq 3$$

$$x_1, x_2, x_3 \geq 0.$$

04.(a) What is meant by dual problem of a linear programming model?

(b) Consider the problem

$$\text{Minimize } Z = 2y_1 + y_2$$

$$\text{subject to } y_1 - y_2 - y_3 \geq 5$$

$$y_1 + 2y_2 + 4y_3 \geq 8$$

$$y_1, y_2, y_3 \geq 0.$$

What is the dual of the above problem? Find solution of the primal problem by solving its dual.

05. Consider the problem

$$\text{Maximize } Z = 45x_1 + 100x_2 + 30x_3 + 50x_4$$

subject to

$$7x_1 + 10x_2 + 4x_3 + 9x_4 \leq 1200,$$

$$3x_1 + 40x_2 + x_3 + x_4 \leq 800,$$

$$x_1, x_2, x_3, x_4 \geq 0.$$

The optimal tableau for this problem is given below:

Basis	$x_1$	$x_2$	$x_3$	$x_4$	$x_5$	$x_6$	Value
$x_3$	$\frac{5}{3}$	0	1	$\frac{7}{3}$	$\frac{4}{15}$	$-\frac{1}{15}$	$\frac{800}{3}$
$x_2$	$\frac{1}{30}$	1	0	$-\frac{1}{30}$	$-\frac{1}{150}$	$\frac{2}{75}$	$\frac{40}{3}$
Z	$-\frac{25}{3}$	0	0	$-\frac{50}{3}$	$-\frac{22}{3}$	$-\frac{2}{3}$	

If a new variable  $x_7$  is added to this problem with a column  $\begin{bmatrix} 10 \\ 10 \end{bmatrix}$  and corresponding cost coefficient ( $C_7$ ) = 120, find the change in the optimal solution.

06. A company wants to produce three products A, B and C. The unit profits on these products are Rs. 4, Rs. 6 and Rs. 2 respectively. These products require two types of resources, man-power and material. The following linear programming problem is formulated for determining the optimal product mix:

$$\text{Maximize } Z = 4x_1 + 6x_2 + 2x_3$$

$$\text{subject to } x_1 + x_2 + x_3 \leq 3 \text{ (man-power)}$$

$$x_1 + 4x_2 + 7x_3 \leq 9 \text{ (material)}$$

$$x_1, x_2, x_3 \geq 0,$$

where  $x_1, x_2, x_3$  are the number of units of the products A, B and C produced respectively.

The optimal simplex table for the above problem is given below:

basis	$x_1$	$x_2$	$x_3$	$x_4$	$x_5$	values
$x_1$	1	0	-1	4/3	-1/3	1
$x_2$	0	1	2	-1/3	1/3	2
$z$	0	0	-6	-10/3	-2/3	-16

- (i) Find the range of the cost coefficient ( $C_3$ ) of the non-basic variable  $x_3$  such that the current optimal product mix remains optimal.
- (ii) What happens if  $C_3$  is increased to Rs. 12? What is the new optimal product mix in this case?
- (iii) Find the range of the cost coefficient of the basic variable  $x_1$  such that the current optimal product mix remains optimal.