## Assignment-1: Problem Statement

The advertising manager of a magazine faces the following problem: For week  $t, t = 1, 2, \dots, 13$ , the manager has been allocated a maximum of  $n_t$  pages to use for advertising. The Manager has received requests  $r_1, r_2, \dots, r_B$  for advertising, where bid  $r_k = (i_k, d_k, a_k, p_k)$  indicating:

- the initial week  $i_k$  to run the ad,
- the duration  $d_k$  of the advertisement (in weeks),
- the page allocation  $a_k$  of the advertisement (half-, quarter-, or full-page),
- a price offer  $p_k$

The manager must determine which bids to accept to maximize revenue, subject to the following restrictions:

- Any advertisement that is accepted must be run in consecutive weeks throughout its duration.
- The manager cannot accept conflicting advertisement (CA). Formally, subsets  $T_j$  and  $T_j^c$  for  $j = 1, 2, \dots, n$  of the bids are given, and the manager may not select an advertisement from both  $T_j$  and  $T_j^c$   $(j = 1, 2, \dots, n)$ . For example, if  $T_1 = \{r_1, r_2\}, T_1^c = \{r_3, r_4, r_5\}$ , and bid  $r_1$  or  $r_2$  is accepted, then bids in  $T_1^c$  i.e.,  $r_3, r_4$  and  $r_5$  must be rejected; if bid  $r_3, r_4$  or  $r_5$  is accepted, then bids  $r_1$  and  $r_2$  must both be rejected.
- The manager must meet the Federal Communication Commissions balanced advertising requirements (BAR). Formally, subsets  $S_j$  and  $S'_j$  for  $j = 1, 2, \dots, m$  of the bids are given; if the manager selects a bid from  $S_j$ , (s)he must also select a bid from  $S'_j$   $(j = 1, 2, \dots, m)$ . For example, if  $S_1 = \{r_1, r_3, r_8\}$  and  $S'_1 = \{r_4, r_6\}$ , then either request  $r_4$  or  $r_6$  must be accepted if any of the bids  $r_1, r_3$ , or  $r_8$  are accepted.

Formulate an ILP. Submit a writeup (in ETEX) of the formulation describing ideas and assumptions behind the formulation. Implement the ILP using Python and cplex. The program must take the input from a file and write outputs to another file. The file formats are given below.

## Input file format:

n1 n2 ... n13 r1 : i1 d1 a1 p1 r2 : i2 d2 a2 p2 • • rk : ik dk ak pk CA1 : r1 r2 : r3 r4 r5CA2 : ... : ... . . CAn : ... : ... BAR1 : r1 r3 r8 : r4 r6 BAR2 : ... : ... . . BARm : ... : ... END

## Output file format:

Week1 : r? r? ... r? Week2 : r? r? ... r? . . . . . . . . . . . . . . . . .