

f_1	$\frac{2}{7}$	$\frac{2}{7}$	$\frac{3}{4}$	5/2/0
f_2	3	3	$\frac{8}{1}$	8/0
f_3	5	$\frac{7}{4}$	7	7/0
f_4	$\frac{7}{1}$	6	$\frac{7}{2}$	14/7/0
	7/0	9/2/0	18/10/3/0	

Total transportation Cost

$$\begin{aligned}
 &= 2 \times 7 + 3 \times 4 + 8 \times 1 + 7 \times 4 + 7 \times 1 + 7 \times 2 \\
 &= 14 + 12 + 8 + 28 + 7 + 14 \\
 &= 26 + 20 + 28 + 7 \\
 &= 48 + 28 + 7 = 76 + 7 = 83
 \end{aligned}$$

Method III

Vogel's Approximation Method

Guess

	w_1	w_2	w_3	Available	Penalties			
f_1	$\frac{3}{2}$	$\frac{2}{7}$	4	5/2/0	(2)	2	2	(5)
f_2	3	3	$\frac{8}{1}$	8/0	(2)	-	-	-
f_3	5	$\frac{7}{4}$	7	7/0	(1)	1	1	1
f_4	$\frac{4}{1}$	6	$\frac{10}{2}$	14/4/0	(1)	1	(5)	-
Demand	7/3/0	9/2/0	18/10/0					
	(0)	(1)	(1)					
	1	1	(2)					
	1	2						
	3	3						

Penalties

choose two minimum value, in each row, and each column and write difference b/w them. and select the maximum difference. and allocate the cell.

Now repeat the process again,

$$\begin{aligned}
 \text{Total Transportation Cost} &= 3 \times 2 + 2 \times 7 + 8 \times 1 + 7 \times 4 + 4 \times 1 + 10 \times 2 \\
 &= 6 + 14 + 8 + 28 + 4 + 20 \\
 &= 20 + 36 + 24
 \end{aligned}$$

$= 44 + 36 = 80$ (which is minimum as compared to other methods).

Q. Suggest optimum solution to the following assigned problem and also the maximum sales.

	1	2	3	4
A	44	80	52	60
B	60	56	40	72
C	36	60	48	48
D	52	76	36	40

Solⁿ Subtract the each element of the given matrix from the greatest element 80 we get

Step 1

	1	2	3	4
A	36	0	28	20
B	20	24	40	8
C	44	20	32	42
D	28	4	44	40

Step 2

Now subtract the minimum value corresponding to each row, we get

	1	2	3	4
A	36	0	28	20
B	12	16	32	0
C	24	0	22	22
D	24	0	40	36

Step 3

Now subtract the minimum value corresponding to each column we get

	1	2	3	4
A	24	0	16	20
B	0	16	20	0
C	12	0	0	22
D	12	0	16	36

Step 4 Giving zero assignment in the usual manner, we get the following matrix →

Step 5 draw minimum no of lines (horizontal and vertical) to cover all the zeros at least once.

Step 6 Since the smallest element among all uncovered elements is 6, so subtract 6 from all uncovered elements and adding it every element that lies at intersection of two lines and leave remaining, we get

	1	2	3	4
A	12	0	10	14
B	0	20	20	0
C	12	12	0	22
D	0	0	10	30

A → 2
B → 4
C → 3
D → 1

$$80 + 72 + 48 + 52$$

$$\Rightarrow 158 + 100$$

$$\Rightarrow 252 \text{ Rs (Maximum sales)}$$

Theorems

Existence of feasible solution.

A necessary and sufficient condition for the existence of feasible solution of a $m \times n$ transportation problem is $\sum_{i=1}^m a_i = \sum_{j=1}^n b_j$

Proof:
Necessary Condition - let there exist a feasible solution of the transportation problem then,

$$\sum_{j=1}^n x_{ij} = a_i \quad i=1, 2, \dots, m$$

and
$$\sum_{i=1}^m x_{ij} = b_j \quad j=1, 2, \dots, n.$$

Summing over all i and j respectively, we get

$$\sum_{i=1}^m \sum_{j=1}^n x_{ij} = \sum_{i=1}^m a_i \quad \text{and} \quad \sum_{j=1}^n \sum_{i=1}^m x_{ij} = \sum_{j=1}^n b_j.$$

but
$$\sum_{i=1}^m \sum_{j=1}^n x_{ij} = \sum_{j=1}^n \sum_{i=1}^m x_{ij}$$

Hence,
$$\sum_{i=1}^m a_i = \sum_{j=1}^n b_j.$$

Sufficient Condition - If $\sum_{i=1}^m a_i = \sum_{j=1}^n b_j$

then there exist a feasible solution of the transportation problem.

Let
$$\sum_{i=1}^m a_i = \sum_{j=1}^n b_j = k \text{ (say)}$$

If $x_{ij} = \lambda_i b_j$ for all $i=1, 2, \dots, m$ and $j=1, 2, \dots, n$ where $\lambda_i \neq 0$ is any real number

then,
$$\sum_{j=1}^n x_{ij} = \sum_{j=1}^n \lambda_i b_j = \lambda_i \sum_{j=1}^n b_j = k \lambda_i \Rightarrow \lambda_i = \frac{1}{k} \sum_{j=1}^n x_{ij} = \frac{a_i}{k}.$$

Thus $x_{ij} = \lambda_i b_j = \frac{a_i b_j}{k} \geq 0$ for all i and j . $a_i > 0, b_j > 0$ and $k > 0$.

Hence, a feasible solution of the transportation problem exist. Out of $(m+n)$ equations, in $m \times n$ transportation equation, one is redundant and remaining $m+n-1$ form a linearly independent set.

Proof: Consider the following $m+n-1$ equation of a $m \times n$ transportation problem.

$$\sum_{j=1}^n x_{ij} = a_i \quad i=1, 2, \dots, m \quad \text{m row equation} \quad \text{--- (1)}$$

$$\sum_{i=1}^m x_{ij} = b_j \quad j=1, 2, \dots, (n-1) \quad (n-1) \text{ column equation} \quad \text{--- (2)}$$

where,
$$\sum_{j=1}^n b_j = \sum_{i=1}^m a_i \quad \text{--- (3)}$$
 By these $m+n-1$ equation given in (1) and (2) and eqⁿ (3) we shall get the remaining n th column equation, Adding m -row equation given in (1) we get

$$\sum_{i=1}^m \sum_{j=1}^n x_{ij} = \sum_{i=1}^m a_i \quad \text{--- (4)}$$

and
$$\sum_{j=1}^{n-1} \sum_{i=1}^m x_{ij} = \sum_{j=1}^{n-1} b_j \quad \text{--- (5)}$$

$$\sum_{i=1}^m \left[\sum_{j=1}^n x_{ij} - \sum_{j=1}^{n-1} x_{ij} \right] = \sum_{j=1}^n b_j - \sum_{j=1}^{n-1} b_j \quad \text{using 3.}$$

$$\sum_{i=1}^m \left[\sum_{j=1}^{n-1} x_{ij} + x_{in} - \sum_{j=1}^{n-1} x_{ij} \right] = \sum_{j=1}^{n-1} b_j + b_n - \sum_{j=1}^{n-1} b_j$$

$$\sum_{i=1}^m x_{in} = b_n \quad \text{ie. if } m+n-1 \text{ satisfied then } m+n \text{ eqⁿ also satisfied,}$$

Subtract 5 from 4,

$$\sum_{i=1}^m \sum_{j=1}^n x_{ij} - \sum_{j=1}^{n-1} \sum_{i=1}^m x_{ij} = \sum_{i=1}^m a_i - \sum_{j=1}^{n-1} b_j$$