### **Applied Optimization at SINTEF**

Chief Scientist, Dr. scient. Geir Hasle SINTEF ICT, Oslo, Norway

Invited talk

University of Jyväskylä October 9 2008



### Outline

#### SINTEF and SINTEF ICT

- Applied mathematics at SINTEF
- Applied optimization at SINTEF
- Transportation logistics





#### Technology for a better society





- An Independent Multi-Disciplinary Contract R&D Organisation
- Established in 1950
- Among the Largest CRO in Europe

#### Vision:

Technology for a better Society

#### **Business Concept:**

To meet the needs for **Research-Based Innovation** and Development for the **Private and Public Sectors** 





Oslo





## SINTEF

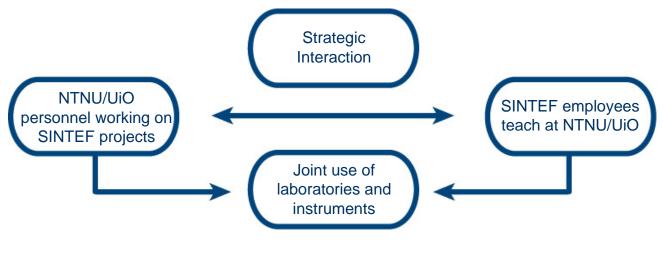
- A Norwegian contract research institute
- More than 2000 employees
- Science and engineering social sciences, health care
- Strategic, long term, basic research
- Contract Research
- Consultancy
- Commercialization
- Spin-offs



# **Our strategic partners**

- The Norwegian University of Science and Technology, NTNU NTNU is a centre for technological education and research in Norway, with a solid foundation in the natural sciences.
- The University of Oslo, UiO

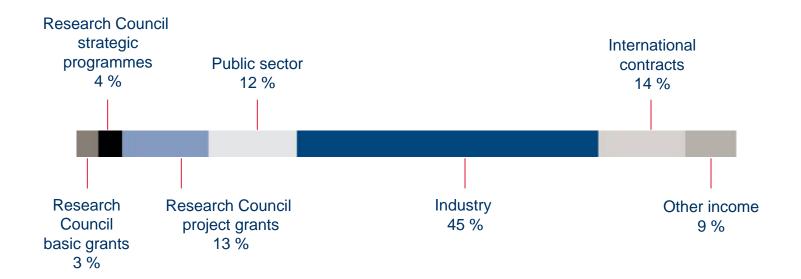
The University of Oslo is Norway's largest and oldest institution of higher education.



NTNU/UiO and SINTEF Collaboration in R&D



# **SINTEF revenues**



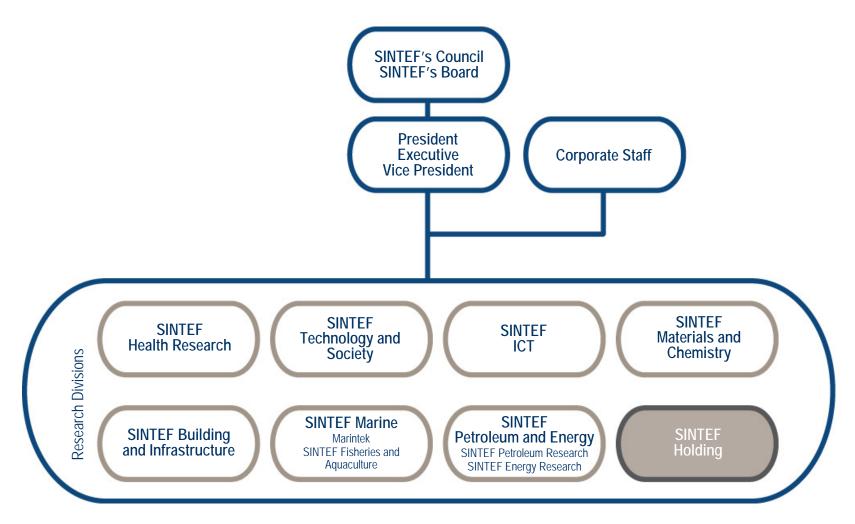
The SINTEF Group turnover in 2007: NOK 2.3 billion



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### SINTEF

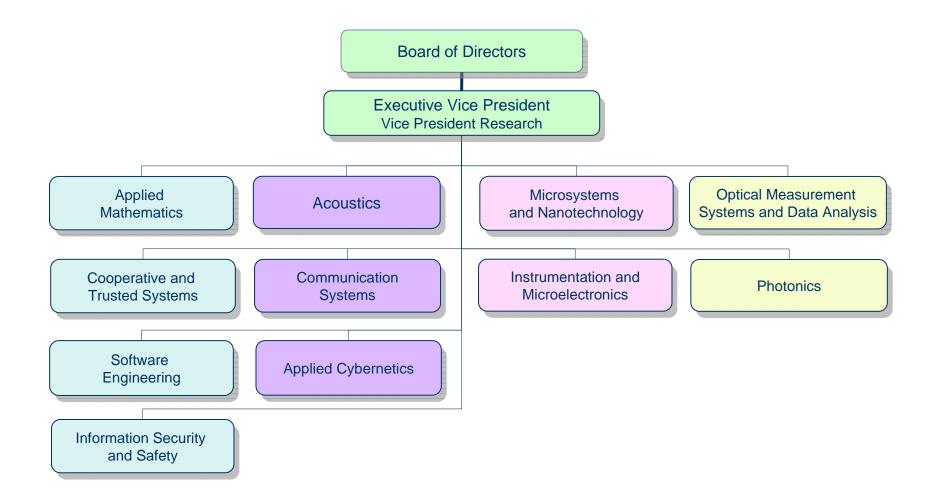




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# **SINTEF ICT Organization**





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# **Key figures for SINTEF ICT**

Number of employees	269				
Scientists	227				
Engineers and technicians	22				
Administrative staff	20				

#### Annual Turnover

NOK 267 million

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### **Research at SINTEF ICT**

### Atle jobber ikke i NASA

Men det gjør forskningsresultatene hans

Høyt over oss suser romstasjonen ISS avgårde. Den har hjertebarnet til SINTEF-forsker Atle Honne om bord: gassmåleutstyr som skal hindre at astronauter puster i seg helsefarlige stoffer på jobben.

Måleteknikken er velegnet også på jorda. Der kan den overvåke alt fra industriprosesser til inneklimaet i ubåter og andre utsatte miljøer.



#### NACRE AS – A SINTEF spin-off



Noise protection communication headset - QUIETPRO Company sold for <sup>3</sup>/<sub>4</sub> billion NOK in 2007



#### Jakten på milliardbedriften

Utlendingene kjøper bedrifter for milliarder i Trondheim.Hva er det som skjer i byen?Publisert 13.06.2007



# **SINTEF ICT Applied Mathematics**

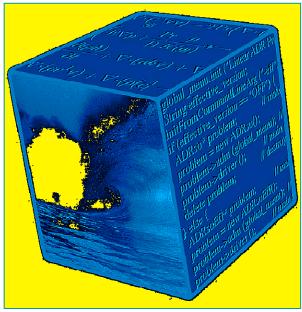
#### SINTEF ICT

provides research-based expertise, services and products ranging from microtechnology, communication and software technology, computational software, information systems, and security and safety.

The Department of Applied Mathematics consists of 38 employees

- Researchers
- Postdocs
- PhDs
- Software engineers, programmers

#### Five research groups





# **SINTEF ICT Applied Mathematics**

- Utilizes modelling and software engineering to solve industrial problems
- Geometry
  - Algebraic geometry, approximation theory, multiresolution methods, spline technology
- Simulation
  - Computational fluid dynamics, PDE-based image processing, high-performance computing, wave modeling, optimal control and shape design

#### Optimization

Inear and nonlinear programming, discrete optimization, heuristics and metaheuristics, constraint programming

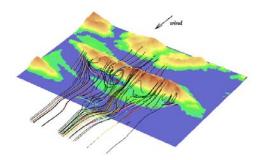


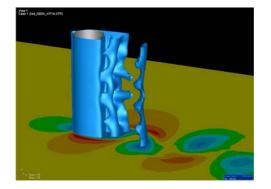
# The research groups

- The Geometry group (Oslo) focuses on computational geometry, visualization, and development of 3D technology for the IT industry.
- The Simulation group in Trondheim focuses on developing robust and efficient numerical methods for computational mechanics and geophysical flows.
- The Simulation group in Oslo develops robust and efficient computational methods for subsurface flow (petroleum, CO2, groundwater).
- The Optimization group (Oslo) develops optimization methods for applications within, among others; transportation, (maritime) logistics, and planning health sector.
- The Heterogeneous computing group (Oslo) performs research on multicore and data-stream processing.
- Active partner in the Centre of Mathematics for Applications, a national centre of excellence at the University of Oslo.
- Contributes to the Centre for Integrated Operations in the Petroleum Industry, a national centre for research-based innovation at NTNU. Key strategic research areas include multiscale simulation and isogeometric analysis.



### Simulation group (Trondheim)



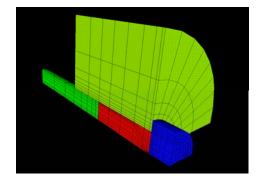


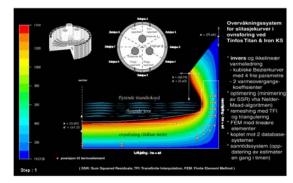
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SINTEF

# Methods in focus

- Mathematical modeling
- Geometrical modeling
- Finite element methods
- Adaptive methods
- Parallel algorithms
- Coupled problem
- Inverse problems
- Turbulence





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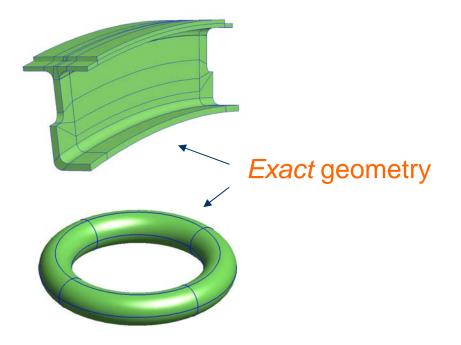
### ICADA: Integrated Computer Aided Design and Analysis

#### **Main objectives**

Build competence in Norway for taking advantages of Integrated Aided Design and Analysis (ICADA) based on coherent representation for geometry and analysis

#### **Partial objectives**

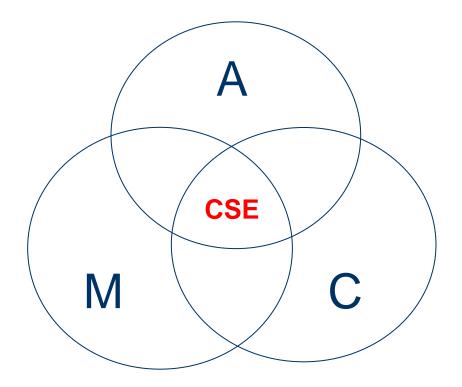
- 1. Make transfer of models between design and analysis more robust and efficient
- 2. Build competence in Norway for utilizing spline finite elements in industry
- 3. Make adaptive spline finite element methods suitable for practical use in industry





#### **Computational Science and Engineering (CSE)**

Interplay between: Mathematics – Applications – Computer science



- Applications: Biology, chemistry, marine technology, materials, mechanics, medicine, nanotechnology, petroleum, physics, engineering, operations research
- Mathematics: Models, analysis and numerical methods

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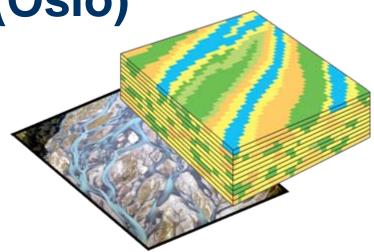
Computer science: Algorithms, software development and hardware

**CSE** represents the development and use of computational methods for solving scientific and engineering problems



# Simulation Group (Oslo)

- 4 researchers
- 3 postdocs
- 1 PhD student
- 3 software engineers



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Collaboration with national and international partners in industry and academia

#### **Research vision:**

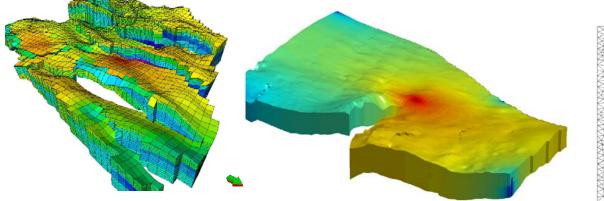
Direct simulation of flow on complex grid models of highly heterogeneous and fractured porous media

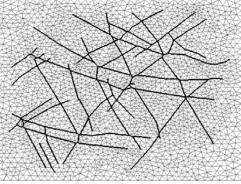
- bypassing the need for upscaling



# **Applications**

- Validation during development of geological models
- Fast simulation of flow on industry grids
- Optimization of production, well placement, etc.
- History matching
- Geological storage of CO2 (CCS)







# **Selected projects**

#### Research projects partly funded by the RCN

- GeoScale II– Reservoir simulation on a geological scale
  - Strategic institute program, 2008-2010
  - Partners: NTNU, UoB, UoO, Schlumberger, StatoilHydro
- Multiscale simulation of highly heterogeneous and fractured reservoirs:
  - KMB project, 2006-2009, 9 MNOK
  - Partners: NTNU, Shell
  - 1 PhD
  - Geological storage of C02: mathematical modelling and risk assessment
    - KMB project at UoB, 2007-2011, 21 MNOK
    - Other partners: CIPR, Princeton, Stuttgart, Shell, StatoilHydro
    - 1 postdoc

#### **Industry projects**

- Multiscale-streamline simulation of highly heterogeneous and fractured reservoirs:
  - BIP project, 2006-2008
  - Project management: Schlumberger IS
  - 1 postdoc
- New two-phase solver in xModel/SBED/ SBEDStudio
  - StatoilHydro
  - Geomodelling (Canada)
- Fast evaluation of flow patterns
  - Confidential client (USA)
- Near wellbore and completion hydraulics

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Confidential client



# **Heterogeneous Computing Group**

- Heterogeneous computing is the strategy of using multiple types of processing elements within a single workflow, and allowing each to perform the tasks to which it is best suited.
- hybrid computing
- accelerated computing
- General-Purpose Computing using GPUs (GPGPU)
- GPU computing



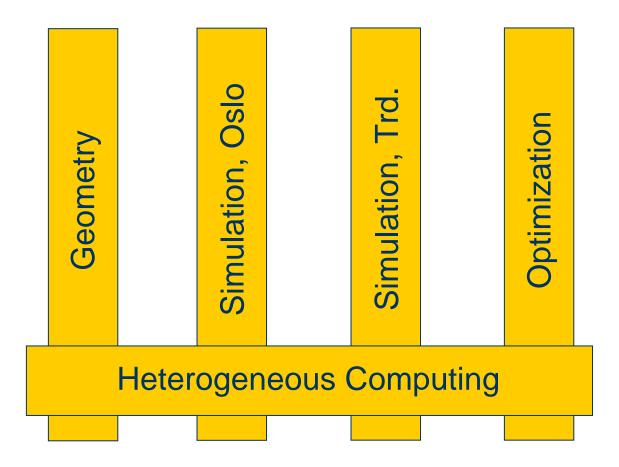
#### Moore's law (1965) and The Beach law (Gottbrath et al. 1999)

- "The number of transistors on an integrated circuit for minimum component cost doubles every 24 months"
  - Seems to hold true still
  - Transistor density roughly proportional to processor performance
- Growth in core clock frequency stagnated
  - Until recently (2004) increases in processor performance relied heavily on the increase of core clock frequency
- Stagnation of growth in performance of sequential code
  - Until now industry has experienced increasing value from their existing code base, with relatively little effort.
  - The Beach law\* now obsolete your sequential code will probably not run faster next year
- Demand for parallelization of software

\*Until recently one way of doubling the performance of your code was to wait 2 years (go to the beach) and then buy a new computer.



### **SINTEF ICT, Dep. of Applied Mathematics**





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### **Heterogeneous Computing Group**

- HC group: 10 scientists and Ph.D. students
- Started with GPU computing in 2003
- What we do:
  - Develop new heterogeneous methods with special focus on geometry, simulation and visualization.
  - Refactoring code for optimal performance on a HC.
  - Work in cross-disciplinary teams with domain specialists to create the most effective algorithms.

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#### Architectures:

- Data-parallel
- Shared memory, multi-core
- Cluster, HPC

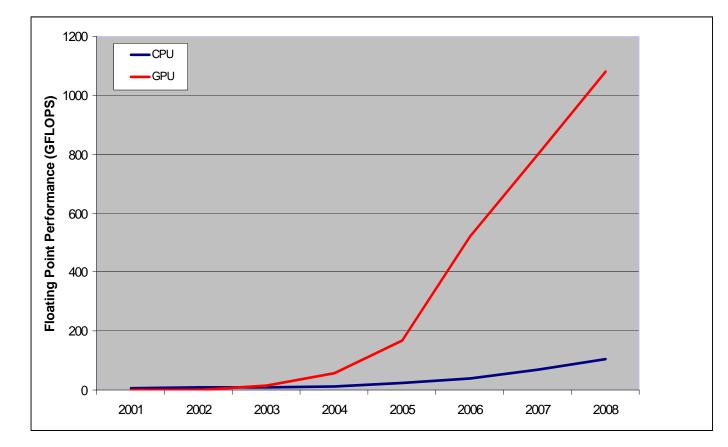


#### Target Architectures – Graphic Processing Units (GPUs)



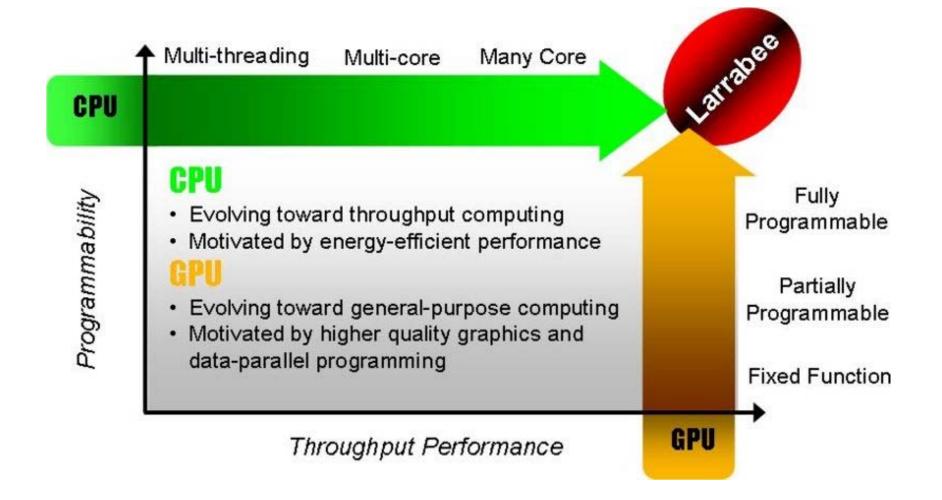
Massive parallel architecture. Data-parallel processing
 Typically 10-100 times speedup

Graphics card





#### **Target Architectures – Intel Larrabee**





### **Target Architectures – AMD Fusion**

- A computer will include general and specialized processors.
- A processor will be chosen to handle a given task based on its ability to provide optimal performance

1985	1990	2000	2008				
	<b>Generation One:</b> Frequency and Architecture	<b>Generation Two:</b> Homogeneous Multicores	<b>Generation Three:</b> Heterogeneous Multicores				
	Higher frequency = better performance	Improved throughput = better performance	Best hardware for the task = better performance, energy efficiency, and lower cost				



### Heterogeneous Computing Group - Partners

#### Industrial users

- StatoilHydro: seismic processing
- General Electric: GPU processing
- Detec: image processing
- Roxar: visualization
- Funding agencies
  - Research Council of Norway: computational methods within simulation, geometry and visualization.
  - EC: Collaborative Project, Security program, Picture analysis, surveillance

- Hardware vendors
  - Nvidia
  - AMD
  - Intel
  - IBM



# **Geometry Group**

#### 5 research scientists

- SAGA Shape Algebra and Geometry. Marie-Curie Initial training network. 2008-2012. SINTEF coordinator <u>http://www.saga-network.eu/</u>. PhD and Post. Doc. Fellowships.
- Focus K3D Coordination Action within Shape and Knowledge Technology (semantics) 2008-2010. <u>http://www.focusk3d.eu/</u>
- Industrial project on CAD-technology for CoCreate (Parametric Technology)
- Large activity on isogeometry

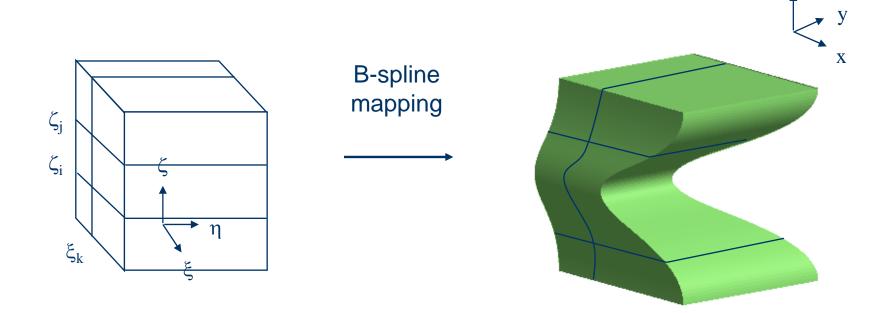


#### **Isogeometric representation and analysis**

- Current representation of geometric models in CAD (Computer Aided Design) is based on ideas from 1980s.
- Current representation of models within FEM (Finite Element Analysis) is based on ideas from 1970s
- Extremely expensive for industry to transfer models between CAD and FEM processes
  - CAD-representation is a patchwork of high quality surface pieces where adjacent patches match within predefined tolerances.
  - FEM-representation is made from volumes where adjacent volumes match exactly. The outer surfaces of the volumes not of same geometry quality as CAD-models
- High potential for improvements in industry
  - Blocked until now by CAD-companies and the legacy of models using exiting technology



### **Iso-geometric representation**



Parametric volume representation using B-splines both for CAD and FEM

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# Large SINTEF Activity with isogeometric representation and analysis

- Isogeometry. Norwegian project for improving the mathematics used in the processes between CAD and FEM. (2008-2011)
- ICADA. Norwegian project looking at the use of splines elements (mathematics of CAD) in FEM.(2008-2013)
- Exciting. EU-project looking at the use of isogeometric analysis within the transport sector. (2008-2011)
- Total SINTEF activity 2008-2013 4 million EURO.



# **Group of Optimization**

- 8 scientists, 1 software engineer
- Development of optimization models and algorithms
- Research, Development, ...
  - Planning, scheduling, routing, location, network optimization
  - Logistics, Transportation, Finance, Oil and Gas, Health, Forestry, Sports
  - Prototypes
  - Products, Components, Services
  - Decision Support Tools
  - Support and Maintenance
- Consultancy
  - Requirements
  - Quantitative Assessment of Improvement potential
  - Specifications, Tender
  - Surveys
  - Assessment of products, benchmark definition
  - Analysis based on optimization models
- Spin-offs



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# **Example : Finance**

- Clearing system, VPS owned by Oslo Børs
- Clearing of all trades at Oslo Stock Exchange, twice a day
  - Clearing at 2008-08-19: 153 501 transactions, total value of NOK 145 billion
- Rather critical ...
- Advanced mathematical model that maximizes total value of all trades
- Constraints and regulations
- SINTEF responsible for maintenance and development of optimization kernel
- Strategic relationship





### **Example : Health sector**

- SINTEF has developed a roster optimizer that is integrated in the crew scheduling software tool GAT-Turnus of GAT-Soft AS
- Generates rosters that satisfy health and safety requirements
- Possibility for manual planning before / after optimization

#### Further work

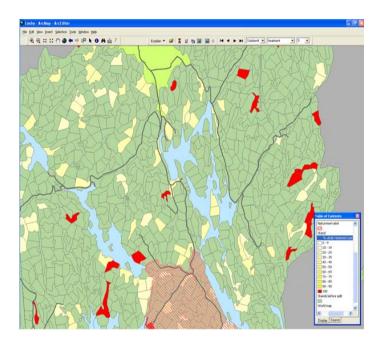
- Better optimization
- General wishes
- Individual wishes
- Temporal wishes

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### **Example : Forestry**

- Creating treatment plans for all stands for the next 100 years
- The objective is to maximise the income to the forest owner
- Must satisfy several constraints
  - Given harvest profile
  - Maximum area of clear cut patches
  - Greenup-constraints
  - Visual restrictions
  - Minimum share of old and young forest



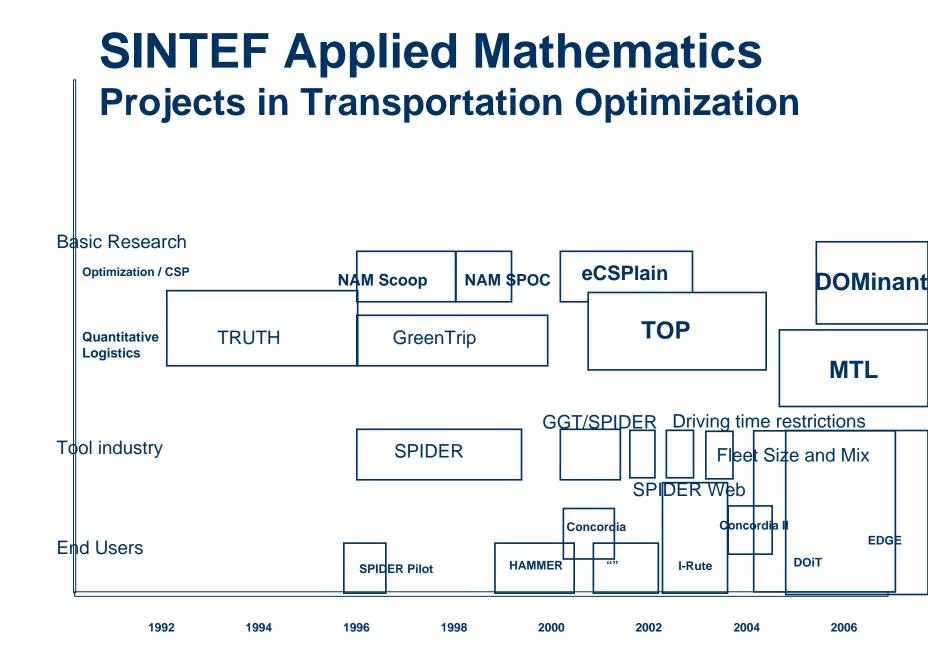


### **Example : Sports**

- SINTEF made the schedule for the Norwegian premier division (football) 2008 season
- Two-stage process where the pattern is constructed first
  - No "break" between round 1 and 2, nor between 25 and 26 (last round)
  - Minimum number of breaks
  - Minimum distance between "same" match type (home and away)
  - Anti-teams
- Allocation of the teams to placeholder
  - Specific matches on specific days
  - Specific home or away start and finish

Round	1	2	3	4	5	6	7	8	9	10	11	12	10
Team 1	2	3	4	5	6	7	8	9	10	11	12	13	14
Team 2	1	14	3	4	5	6	7	8	9	10	11	12	1:
Team 3	13	1	2	14	4	5	6	7	8	9	10	11	12
Team 4	12	13	1	2	3	14	5	6	7	8	9	10	11
Team 5	11	12	13	1	2	3	4	14	6	7	8	9	1(
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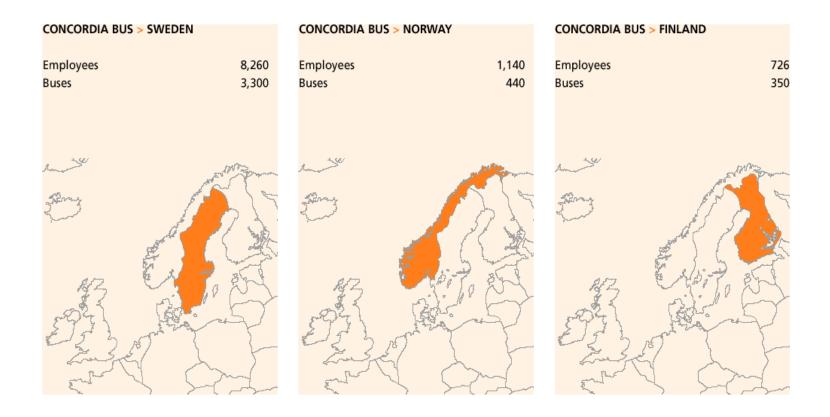




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## CONCORDIA > BUS

# One of the largest bus companies in Europe 4100 buses in Norway, Sweden and Finland





### **Concordia - Shift and vehicle rotation planning**



- Integrated optimization problem
- Very rich model, local search and metaheuristics
- Bespoke planning kernel
- 2-5% reduction of costs (2-3 mill. SEK pr. region, 3 regions)
- 20-30% reduction of costs (driver preferences)
- Comparison: "Industry standard" commercial tool Hastus
- 3 projects 2000-2004
- new project on driver rostering Nov'08

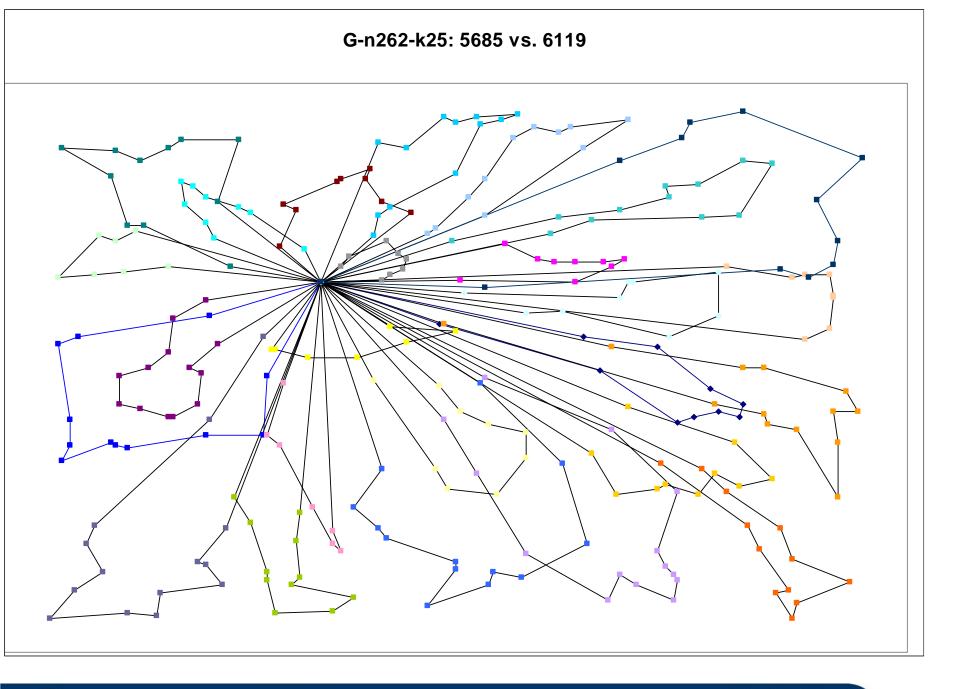


### The Vehicle Routing Problem (VRP)

Given a fleet of vehicles and a set of transportation orders, find a minimum cost routing plan. That is: allocate each order to a vehicle, and for each vehicle, sequence the stops.

- The VRP central to efficient transportation management
- Applications
  - Distribution or pick-up of goods
  - Dial-a-ride
  - Municipal services
  - Repairman problem
  - Newspaper distribution
  - Waste management
  - Gritting, snow clearing
  - Tramp shipping, Industrial shipping, Liner shipping
- Very hard, discrete optimization problem







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# Mathematical formulation of VRPTW (vehicle flow formulation)

minimize

$\sum$	$\sum$	$c_{ij} x_{ij}^k$
$\overline{k \in V}$ (	$(i,j) \in A$	

subject to:

$\sum_{k \in V} \sum_{j \in N} x_{ij}^k = 1,$	$\forall i \in C$	(2)	each customer once
$\sum_{i\in C} d_i \sum_{j\in N} x_{ij}^k \le q,$	$\forall k \in V$	(3)	capacity
$\sum_{j\in N} x_{0j}^k = 1,$	$\forall k \in V$	(4)	k routes out of depot
$\sum_{i\in N} x_{ih}^k - \sum_{j\in N} x_{hj}^k = 0,$	$\forall h \in C, \ \forall k \in V$	(5)	flow balance for each customer
$\sum_{i\in\mathbb{N}} x_{i,n+1}^k = 1,$	$\forall k \in V$	(6)	k routes into depot (redundant)
$x_{ij}^{k}(s_{i}^{k}+t_{ij}-s_{j}^{k}) \leq 0,$	$\forall (i,j) \in A, \ \forall k \in V$	(7)	start of service and driving time
$a_i \le s_i^k \le b_i,$ $x_{ii}^k \in \{0,1\},$	$\forall i \in N, \ \forall k \in V$ $\forall (i, j) \in A, \ \forall k \in V$	(8) (9)	start of service within TW
$x_{ij} \subset [0,1],$	$(i,j) \in \mathbb{N}$ , $(k \in V)$	$(\mathbf{Y})$	arc (i,j) driven by k

(1)

minimize cost

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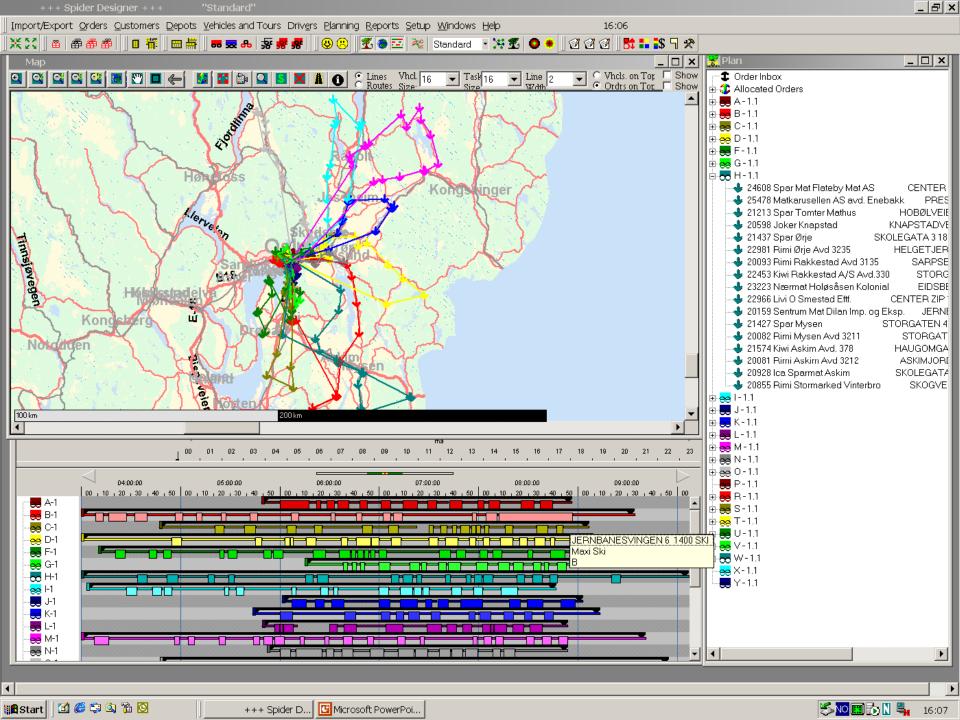
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#### **Research on Rich VRPs & related problems at SINTEF**

- Industrial Contracts since 1995
- Strategic Research
  - European Commission FP III, IV, V (e.g., GreenTrip 1996-1999)
  - Norwegian Research Council (RCN)
  - Internal Projects, students
- Generic VRP Solver SPIDER (1995 $\rightarrow$ )
  - Commercialization from 1999
  - GreenTrip AS → SPIDER Solutions AS
- TOP Programme 2001-2004 (RCN) <u>http://www.top.sintef.no/</u>
  - Basic Research on Rich VRP and related problems
  - VRPTW
  - Shortest Path Problem in Dynamic Road Topologies
- Innovation Projects supported by Reserch Council of Norway
  - "I Rute" (2001 2004) Bulk transportation
  - "DOiT" (2004 2007) Stochastic and Dynamic Routing
  - "EDGE" (2005 2008) Huge Scale "Household" Routing
  - Effect (2008-2011) Distribution of media products
- Ship routing





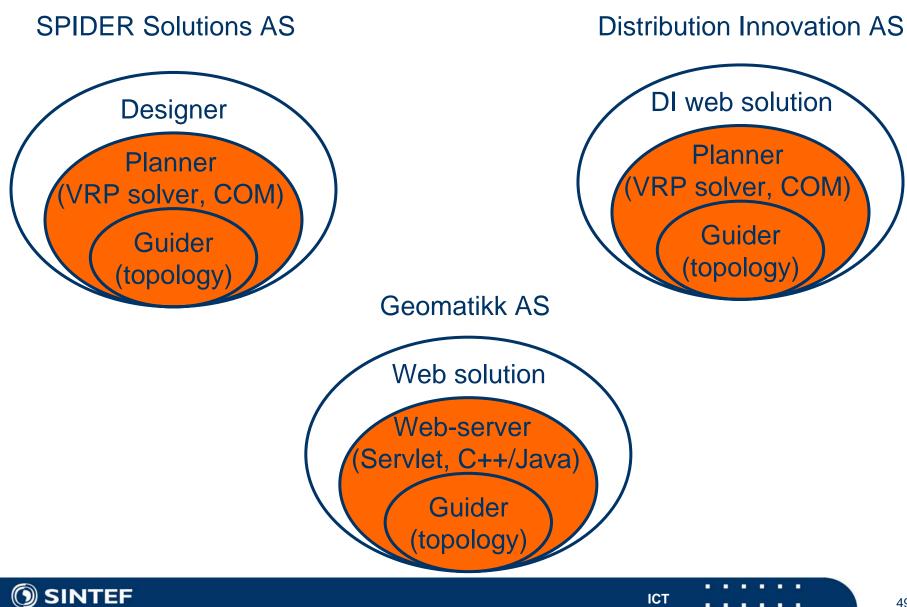
### **SPIDER Designer - Applications**

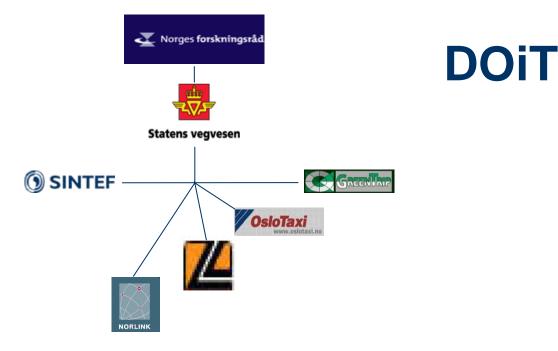
- Local pickup and delivery (Schenker)
- Mail collection and distribution (Posten Norge)
- Newspaper distribution, 1st tier (Aftenposten, Dagbladet)
- Newspaper distribution, last mile (Aftenposten, Stavanger Aftenblad)
- Distribution of magazines (Bladcentralen)
- Distribution of fodder to farms (Landbruksdistribusjon)
- Collection of milk from farms (TINE)
- Distribution of bread (Bakers)
- Distribution of groceries (REMA 1000)
- Distribution of ice cream (Diplom Is; Hennig Olsen)
- Distribution of fuel oil (Hydro Texaco)
- Location analyses, depot (obnoxious facility location, Norsk Gjenvinning AS)

- Distribution of blood (Ullevål sykehus)
- Dial-a-ride, elderly, hospital patients (Nor-Link)
- Savings 5-35%, depending on application



### **Products - architecture**

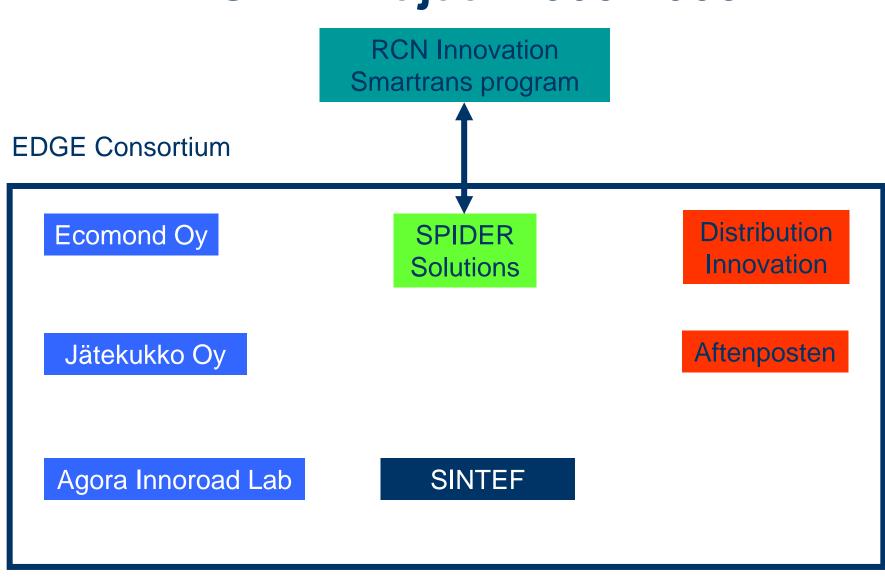




- Dynamic and stochastic vehicle routing
- Uncertainty, mainly in travel time and load
- Inferring speed models from measurements
- Learning from historical data, Bayesian networks
- User Managed Innovation Project (2004–2007)
- Total budget ~16 MNOK, 1/3 RCN

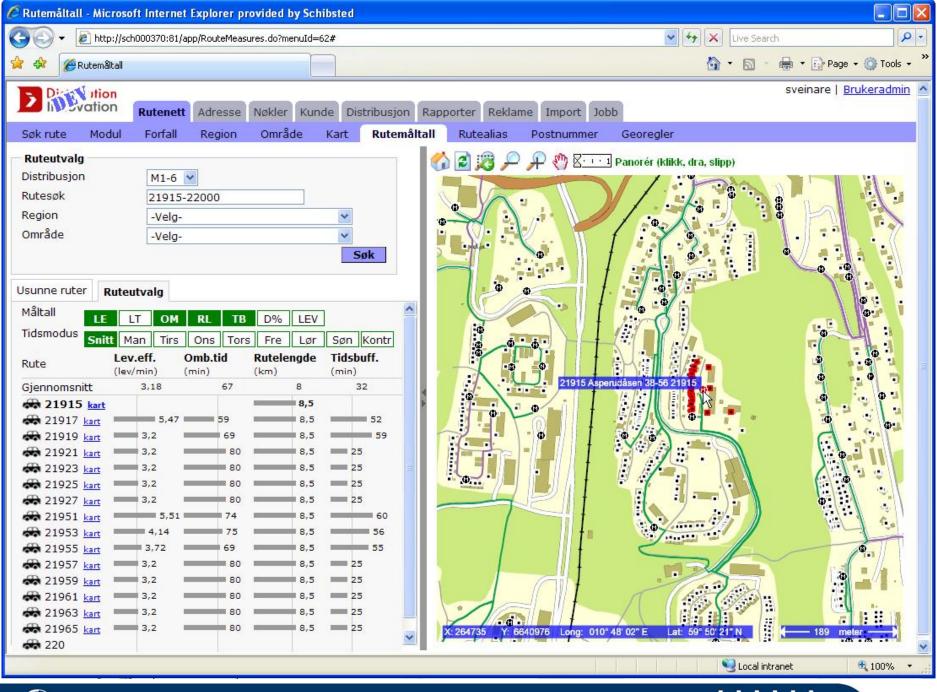


### **EDGE – Project 2005-2008**





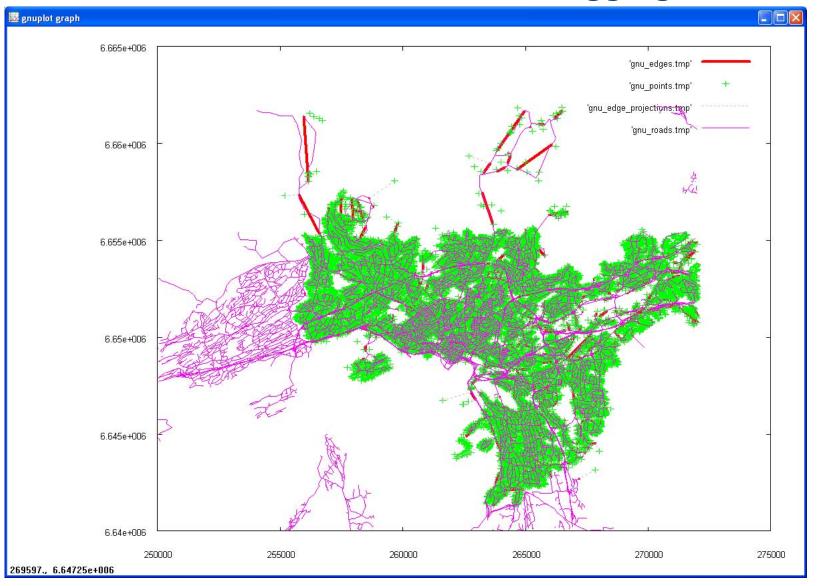
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### **Case: Oslo data from Aftenposten**

#### **33.200 orders reduced to 5600 aggregates**





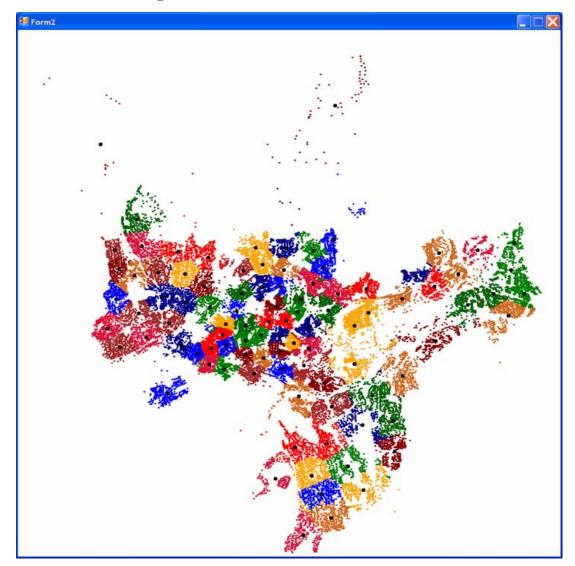
#### 💹 gnuplot graph

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### 35.000 orders – Aftenposten in Oslo Decomposition into some 100 sub-areas





## Effekt (2008-2011)

- follow-up of EDGE, distribution part
- Distribution Innovation AS
- Aftenposten Distribusjon AS
- RMD AS
- Edda Media AS
- Norkart AS
- Agora Innoroad Laboratory, Univ. Jyväskylä
   SINTEF ICT



### **Maritime transportation and logistics**

- SINTEF-funded strategic project (11 MNOK, 2005-2008)
- MARINTEK, SINTEF T&S, SINTEF ICT, NTNU
- Large, internationally well reputed group
- Generic maritime inventory routing
- Liquefied Natural Gas value chain
- Optimized liner shipping
- 33 MNOK projects portfolio
  - Broström Tankers (soon to be Maersk)
  - StatoilHydro
  - Gas de France / Suez Energy
  - DnVeritas
  - Saga Forest Carriers
  - Höegh Autoliners
  - partly funded by RCN



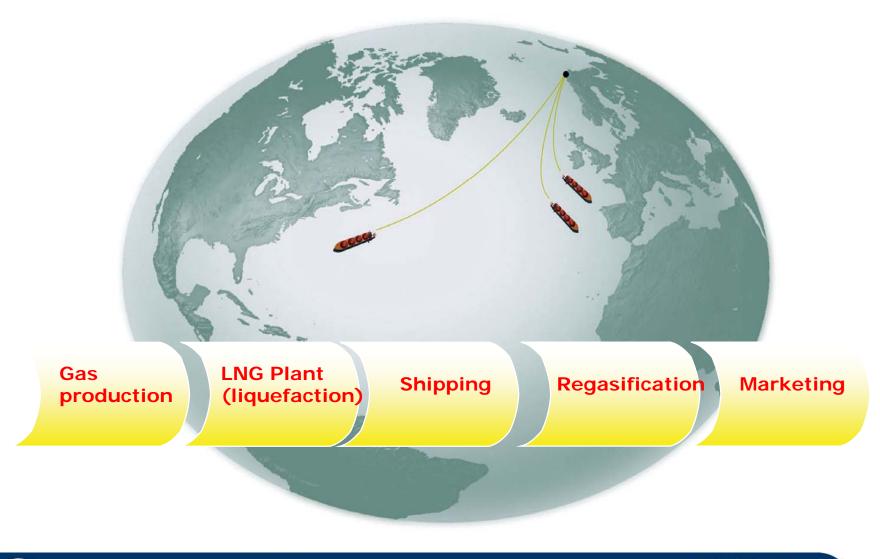
### Invent – SINTEF ICT

Generic sw library to solve Inventory Routing Problems

- Primary focus on routing and inventories
- Extended with bookings and contracts
- Three applications used as pilot studies
  - Cement multiple products, short horizon, no spot
  - Chemical tankers tramp and inventory, multiple products, tank handling, cleaning
  - LNG single product, long term, contracts, full load



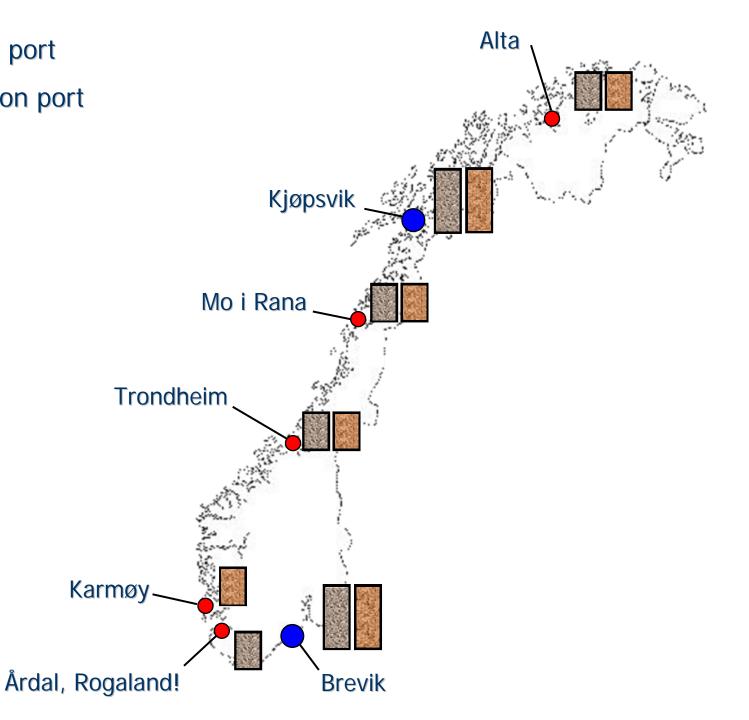
### LNG value chain





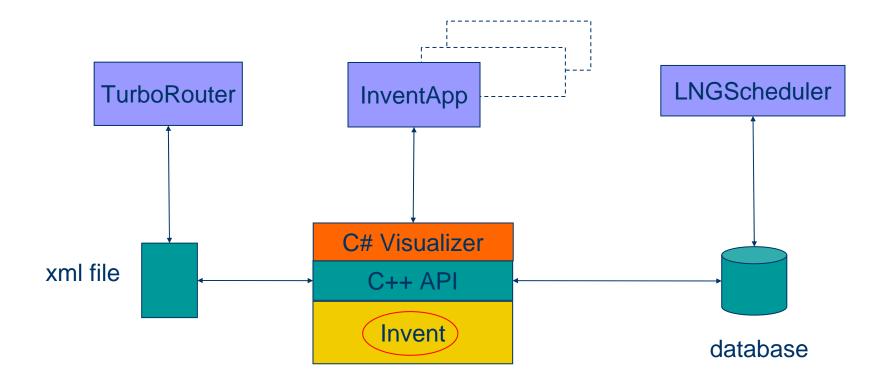


- Consumption port
- Product 1
- Product 2





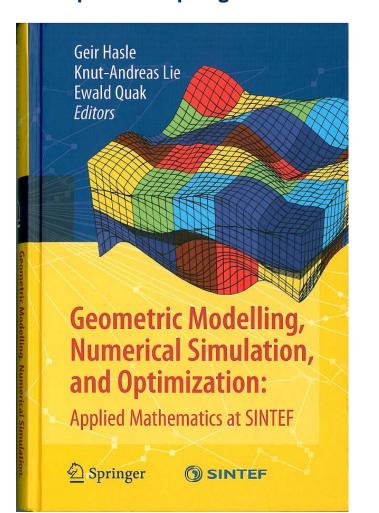
### **Invent - integration**





ICT

 Hasle, Geir; Lie, Knut-Andreas; Quak, Ewald (Eds.) Geometric Modelling, Numerical Simulation, and Optimization: Applied Mathematics at SINTEF 2007, XI, 558 p. 162 illus., 59 in color., Hardcover. ISBN: 978-3-540-68782-5 http://www.springer.com/





### **Applied Optimization at SINTEF**

Chief Scientist, Dr. scient. Geir Hasle SINTEF ICT, Oslo, Norway

Invited talk

University of Jyväskylä October 9 2008

