RELAXED COMBINATORIAL OPTIMIZATION NETWORKS WITH SELF-SUPERVISION: THEORETICAL AND EMPIRICAL NOTES ON THE CARDINALITY-CONSTRAINED CASE

Anonymous authors
Paper under double-blind review

ABSTRACT

Self-supervised neural networks for combinatorial optimization (CO) handle non-differentiable constraints via relaxation. Despite their superiority in efficiency, one possible limitation is that these methods often put the constraints as soft penalty terms in the learning objective, and the degree of constraint-violation usually cannot be accurately or directly modulated. In this paper, we aim to develop a new paradigm to solve the CO problem by incorporating the constraints into the network architecture and computational operators, which is a more natural learning pipeline and decouples the constraint violation penalty from the raw objective optimization. Seeing such a paradigm may be rather general such that there only exist perturbation-based blackbox differentiable learning methods as generic solvers in literature, here we consider the commonly used cardinality constraints which in fact can incorporate many existing CO problem instances as its special cases. Specifically, the cardinality constraints are encoded by a differentiable optimal transport layer. We theoretically characterize the constraint-violations of two variants of our architecture (w.r.t. existing CO network whose constraint-violation is non-controlled), and we further show that their empirical performances are in line with our theoretical results. On self-supervised learning of pure CO problems on synthetic and real-world data, our networks surpass the state-of-the-art CO network, and are comparable to Gurobi and can sometimes even surpass. Our general paradigm also enables the application of end-to-end predictive portfolio optimization on real-world asset price data, improving the Sharpe ratio from 1.1 to 2.1 with a predict-*then*-optimize paradigm with LSTM+Gurobi.

1 INTRODUCTION

Developing neural networks that can handle combinatorial optimization (CO) problems is a trending research topic (Vinyals et al., 2015; Dai et al., 2016; Karalias & Loukas, 2020). A family of recent CO networks (Wang et al., 2020; Li et al., 2019; Karalias & Loukas, 2020; Bai et al., 2019) solves the problem in one-shot by relaxing the non-differentiable constraints in end-to-end learning pipeline, suggesting a promising and GPU-friendly direction that avoids tedious iterative procedure, as well as the multi-step decision making as done in other works (Vinyals et al., 2015; Dai et al., 2016; Lu et al., 2019) whereby reinforcement learning is often used (Schulman et al., 2017). Since optimal solution labels are usually unavailable for CO, un/self-supervised learning becomes a promising direction whereby the solutions are relaxed from hard CO constraints and the objective score is treated as the un/self-supervised loss, which is estimated based on the relaxed solutions, e.g. the seminal work Karalias & Loukas (2020). One drawback of Karalias & Loukas (2020) is that the constraints are often softly enforced by a penalty term, and the degree of constraint-violation can be theoretically hardly characterized nor controlled, which limits their applicability in many constraint-critical scenarios. Meanwhile, converting the hard constraint into a soft penalty in the loss function may also cause model transferability issues as the ability to obey to hard constraint might be offset by other components in the loss (see Table 1). Thus an attractive idea is to directly incorporate the constraints into the network architecture such that the constraints can always be explicitly enforced and transferred across different problem instances.

Table 1: Comparison among CO networks. Both theoretically and empirically, smaller constraint-violation (CV) leads to better optimization results. Logarithm terms in CV bounds are ignored.

name of self-supervised CO network	Erdos Goes Neural (Karalias & Loukas, 2020)	CardNN-S (ours)	CardNN-GS/HGS (ours)
enforce constraint in network architecture	No (loss penalty term)	Yes (by Sinkhorn)	Yes (by Gumbel-Sinkhorn)
theoretical bound of CV (notations from Sec. 3)	non-controlled	$\widetilde{O}\left(\frac{m\tau}{\lvert\phi_k-\phi_{k+1}\rvert}\right)$	$\widetilde{O}\left(\frac{m\tau(\lvert\phi_i-\phi_j\rvert+\sigma)}{\lvert\phi_i-\phi_j\rvert^2+\sigma^2}\right)_{\forall i\neq j}$
empirical CV (results from Fig. 3(a))	8.44	6.71	0.09
empirical optimal gap (↓)	0.152	0.139	**0.023**

However, it is notoriously nontrivial to encode CO constraints via neural networks, especially for a universal treatment of various CO problems. One technical issue is that for a discrete-output network (CO as a special case) whose input-output mappings are piece-wise constant, the real gradient is 0 almost everywhere and infinite at the boundaries where the output changes. Such a gradient cannot guide the training of neural networks, and one clue is to resort to *informative and approximate* gradients. For example, Pogančić et al. (2019); Paulus et al. (2021); Berthet et al. (2020) estimate the gradient by perturbing over the input-output mapping of a blackbox CO solver as such the strict constraints are enforced in brute force. Zanfir & Sminchisescu (2018); Wang et al. (2019); Sakaue (2021) develop *softly-constrained* algorithms for certain CO problems (graph matching, SAT, submodular) with better efficiency. An ambitious idea is to establish a paradigm combining the advantage of both by firstly developing an efficient *soft* algorithm, and then introducing perturbations to tighten the constraints. As it remains open and even intimidating to devise a general CO network solver, in this paper, we show how to solve the cardinality constrained CO (Buchbinder et al., 2014) problem under this paradigm, which has wide applications e.g. planning facility locations in business operation (Liu, 2009), discovering the most influential seed users in social networks (Chen et al., 2021), and predicting portfolios with the best return-risk trade-off (Chang et al., 2000).

Likewise other discrete CO constraints, the cardinality constraint is non-trivial to differentiate through. Under the cardinality constraint $\|\mathbf{x}\|_0 \leq k$, we aim to find the optimal subset with size k. In this paper, we propose to encode it by a top$k$ selection over a probability distribution. An intuitive approach is to sort all probabilities and select the k-largest ones, however, such a process does not offer informative gradients. Inspired by Cuturi et al. (2019); Xie et al. (2020), we develop a *soft* algorithm by reformulating the top$k$ selection as an optimal transport problem (Villani, 2009) and efficiently tackle it by the differentiable Sinkhorn algorithm (Sinkhorn & Rangarajan, 1964; Adams & Zemel, 2011). With a follow-up differentiable computation of the self-supervised loss, we present a CO network whose output is *softly* cardinality-constrained and capable of end-to-end learning.

However, our theoretical characterization of the Sinkhorn-based *soft* algorithm shows its violation of the cardinality constraint may significantly grow if the values of the k-th and $(k+1)$-th probabilities are too close. Being aware of the perturbation-based differentiable methods (Pogančić et al., 2019; Paulus et al., 2021; Berthet et al., 2020) and the Gumbel trick (Jang et al., 2017; Mena et al., 2018; Grover et al., 2019) that can build near-discrete neural networks, in this paper, we further incorporate the Gumbel trick which is crucial for strictly bounding the constraint-violation term. Our network takes both advantages of the high efficiency in *soft* algorithms (Zanfir & Sminchisescu, 2018) and the low constraint-violation in perturbation-based methods (Pogančić et al., 2019; Jang et al., 2017). A homotopy extension (Xu et al., 2016) is further developed where the constraint-violation term is gradually tightened. Following the self-supervised learning pipeline of the state-of-the-art CO network (Karalias & Loukas, 2020), our cardinality-constrained CO networks are validated on two representative pure CO tasks: facility location and max covering problems.

We further show that by plugging-in feature extractor and prediction modules, our network can fit into the end-to-end "predict-*and*-optimize" pipeline (Wilder et al., 2019; Elmachtoub & Grigas, 2022), where the network is learned to optimize the final objective end-to-end, instead of the two-stage "predict-*then*-optimize" which learns a predictor first and then optimizes separately, at the risk of optimizing performance being hurt by prediction error. Specifically, towards a practical and widely concerned task: portfolio optimization under uncertainty, we build an end-to-end predictive portfolio optimization model. Experimental results on real-world asset data show that our network outperforms the classic "predict-*then*-optimize" paradigm. **The contributions include**:

• **New End-to-end One-shot Neural Architecture for CO Problems.** We propose the first (to our best knowledge) end-to-end cardinality-constrained neural network for efficient CO problem-

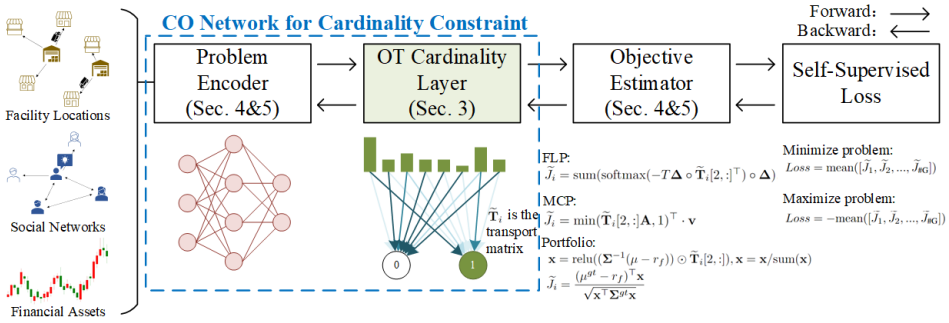


Figure 1: Our CardNN pipeline. The problem encoder accepts problem data and predicts the probabilities that x_i may be non-zero. The optimal transport (OT) cardinality layer encodes the cardinality constraints by the (Gumbel) Sinkhorn method with theoretically bounded constraint-violation (CV). These two modules compose the CO solver network. The decision variables are then utilized to estimate the objective score, i.e. the self-supervised loss. See the following sections for the notations.

solving in one-shot, in the sense that the constraints are incorporated in the network architecture instead of directly putting them in the learning objective as penalty terms.

- **Theoretical and Empirical Advantages of the CO Architecture.** The cardinality constraint is encoded in the differentiable optimal transport layer based on the top$k$ selection technique (Xie et al., 2020). While we further introduce the idea of perturbation as used in blackbox differentiable CO (Pogančić et al., 2019; Paulus et al., 2021), by incorporating the Gumbel trick to reduce the constraint-violation, and the violation bound is strictly guaranteed by our theoretical results. Empirical results on two CO tasks: facility location and max covering also verify its competitiveness.
- **Enabling "predict-*and*-optimize" Paradigm.** We show that our new network further enables an emerging end-to-end "predict-*and*-optimize" paradigm in contrast to the traditional "predict-*then*-optimize" pipeline. Its potential is demonstrated by a study on predictive portfolio optimization on real-world asset price data, with an improvement of Sharpe ratio from 1.1 to 2.1, compared with a baseline: LSTM+Gurobi. Source code and pretrained models will be made publicly available.

2 Related Work

CO Networks with Constraints Handling. Multi-step methods encode constraints by manually programmed action spaces, and the networks can be learned by supervised labels (Vinyals et al., 2015) or by reinforcement learning (Khalil et al., 2017; Zhang et al., 2020; Chen & Tian, 2019). Controlling constraint-violation is less an issue for supervised or reinforcement learning because the supervision signals are directly passed to the output of neural networks. One-shot CO networks construct the solution by a single forward pass thus being more efficient. The seminal work (Karalias & Loukas, 2020) aims to develop a general pipeline for one-shot CO networks, by softly absorbing the violation of constraint as part of its final loss. However, our analysis shows that such a non-controlled constraint-violation potentially harms problem-solving. There also exist embodiments of constrained CO networks for tailored problems, e.g. the constraint can be encoded as doubly-stochastic matrices in assignment problems (Nowak et al., 2018; Wang et al., 2021b). These methods can be viewed as special cases of our paradigm (yet the powerful perturbation method is not fully exploited). Liu et al. (2019) can be viewed as a multi-step optimization variant of ours, yet learning is not considered and the constraint-violation issue is not theoretically characterized.

Differentiable Optimizers for Predict-*and*-Optimize. The major challenge of joint prediction and optimization is making the optimizers differentiable. In Amos & Kolter (2017); Agrawal et al. (2019), a family of convex optimization problems is found feasible to differentiate by their KKT conditions. However, for non-convex CO problems, Pogančić et al. (2019) explains that the true gradients are meaningless for neural networks. One family of papers propose to incorporate existing solvers and estimate the *informative and approximate* gradients, including tailoring *soft* algorithms for specific problems (Zanfir & Sminchisescu, 2018; Wang et al., 2019; Sakaue, 2021) , or following the perturbation-based blackbox optimization pipeline (Pogančić et al., 2019; Paulus et al., 2021; Berthet et al., 2020) with certain restrictions such as the formula must be linear. The other paradigm is incorporating neural-network solvers which are naturally differentiable. For example,

for graph matching on images (Fey et al., 2020; Sarlin et al., 2020), deep feature predictors and neural matching solvers are learned end-to-end under supervised learning, and their neural solvers leverage the Sinkhorn algorithm (Cuturi, 2013) as a neural network layer. In this paper, our neural network solver is incorporated for the new predictive portfolio optimization task, and our predict-*and*-optimize pipeline does not require the ground truth labels for the optimization problem.

3 CARDINLIATY-CONSTRAINED COMBINATORIAL NETWORKS

An overview of our CardNN pipeline is shown in Fig. 1. In this section, we focus on the optimal transport layer for cardinality constraints. The other components will be discussed in Sec. 4 and 5. Recall that under cardinality constraint, the solution must have no more than k non-zero elements:

$$\min_{\mathbf{x}} J(\mathbf{x}) \qquad s.t. \quad \|\mathbf{x}\|_0 \leq k. \tag{1}$$

Our pipeline formulates the cardinality problem as solving optimal transport (OT) which involves differentiable layers (Cuturi, 2013). Denote $\mathbf{s} = [s_1, \cdots, s_m]$ as the probability vector predicted by the problem encoder network, our OT layer selects k largest items from $\mathbf{s}$ by moving k items to one destination (selected), and the other $(m-k)$ elements to the other destination (not selected). In the following, we present two embodiments of OT layers and their theoretical characteristics.

3.1 CARDNN-S: SINKHORN LAYER FOR CARDINALITY CONSTRAINT

We follow the popular method Sinkhorn & Rangarajan (1964) and define the OT problem as follows. The destinations are the min/max values of $\mathbf{s}$, such that the top$k$ items are moved to $s_{\texttt{max}}$, and the others are moved to $s_{\texttt{min}}$. The marginal distributions $(\mathbf{c}, \mathbf{r})$ and distance matrix $(\mathbf{D})$ are defined as:

$$\mathbf{c} = \underbrace{[1 \quad 1 \quad \dots \quad 1]}_{m \text{ items}}, \ \mathbf{r} = \begin{bmatrix} m-k \\ k \end{bmatrix}, \mathbf{D} = \begin{bmatrix} s_1 - s_{\texttt{min}} & s_2 - s_{\texttt{min}} & \dots & s_m - s_{\texttt{min}} \\ s_{\texttt{max}} - s_1 & s_{\texttt{max}} - s_2 & \dots & s_{\texttt{max}} - s_m \end{bmatrix}. \tag{2}$$

Then OT can be formulated as integer linear programming:

$$\min_{\mathbf{T}} \operatorname{tr}(\mathbf{T}^\top \mathbf{D}) \qquad s.t. \quad \mathbf{T} \in \{0,1\}^{2\times m}, \mathbf{T}\mathbf{1} = \mathbf{r}, \mathbf{T}^\top \mathbf{1} = \mathbf{c}, \tag{3}$$

where $\mathbf{T}$ is the transportation matrix which is also a feasible decision variable for the cardinality constraint, and $\mathbf{1}$ is a column vector whose all elements are 1s. The optimal solution $\mathbf{T}^*$ to Eq. (3) should be equivalent to the solution by firstly sorting all items and then selecting the top$k$ items. To make the process differentiable by *soft* algorithms, the binary constraint on $\mathbf{T}$ is relaxed to continuous values $[0,1]$, and Eq. (3) is modified with an entropic regularization:

$$\min_{\mathbf{T}^\tau} \operatorname{tr}(\mathbf{T}^{\tau\top} \mathbf{D}) + \tau h(\mathbf{T}^\tau) \qquad s.t. \quad \mathbf{T}^\tau \in [0,1]^{2\times m}, \mathbf{T}^\tau \mathbf{1} = \mathbf{r}, \mathbf{T}^{\tau\top} \mathbf{1} = \mathbf{c}, \tag{4}$$

where $h(\mathbf{T}^\tau) = \sum_{i,j} \mathbf{T}^\tau_{ij} \log \mathbf{T}^\tau_{ij}$ is the entropic regularizer (Cuturi, 2013). Given any real-valued matrix $\mathbf{D}$, Eq. (4) is solved by firstly enforcing the regularization factor τ: $\mathbf{T}^\tau = \exp(-\mathbf{D}/\tau)$. Then $\mathbf{T}^\tau$ is row- and column-wise normalized alternatively:

$$\mathbf{D}_r = \operatorname{diag}(\mathbf{T}^\tau \mathbf{1} \oslash \mathbf{r}), \ \mathbf{T}^\tau = \mathbf{D}_r^{-1} \mathbf{T}^\tau; \quad \mathbf{D}_c = \operatorname{diag}(\mathbf{T}^{\tau\top} \mathbf{1} \oslash \mathbf{c}), \ \mathbf{T}^\tau = \mathbf{T}^\tau \mathbf{D}_c^{-1}, \tag{5}$$

where $\oslash$ is element-wise division. We denote $\mathbf{T}^{\tau*}$ as the converged solution, which is the optimal solution to Eq. (4). The second row of $\mathbf{T}^{\tau*}$ is regarded as the relaxed decision variable on the cardinality constraint: $\mathbf{T}^{\tau*}[2,i]$ is regarded as the probability that whether x_i should be non-zero. $\mathbf{T}^{\tau*}$ is further fed into the objective estimator. Note that $\mathbf{T}^{\tau*}$ is usually infeasible in the original problem, and we define the following constraint violation to measure the quality of $\mathbf{T}^{\tau*}$.

Definition 3.1 (Constraint Violation)**.** Constraint Violation (CV) is the expected minimal distance between a relaxed solution $\mathbf{t}$ (from distribution $\mathcal{T}$) and any feasible solution from the feasible set $\mathcal{H}$: $CV = \mathbb{E}_{\mathbf{t}\in\mathcal{T}} [\min_{\mathbf{h}\in\mathcal{H}} \|\mathbf{t} - \mathbf{h}\|_F]$. Apparently, $\mathbf{h}$ is the nearest feasible solution to $\mathbf{t}$.

Remark 3.2 (Meaning of CV). Take the self-supervised CardNN-S as an example, estimating the objective score (which is exactly the self-supervised loss) based on $\mathbf{T}^{\tau*}$ is necessary during training. In inference, the solution must be feasible in the original problem, so the nearest feasible solution $\mathbf{T}^*$ is returned. Actually, in training, the network learns to solve a relaxed, easier version of the original problem, and CV $= \|\mathbf{T}^* - \mathbf{T}^{\tau*}\|_F$ is an important characteristic measuring the gap between the relaxed problem (in training) and the original problem (in inference). Here $\mathcal{T}$ means the distribution of all outputs by CardNN-S and is omitted. Such a meaning of CV also applies for other self-supervised CO networks. In the following, we theoretically characterize the CV of CardNN-S:

Algorithm 1: CardNN-GS: Gumbel-Sinkhorn Layer for Cardinality Constraint

Input: List $\mathbf{s}$ with m items; cardinality k; Sinkhorn factor τ; noise factor σ; sample size #G.

for $a \in \{1, 2, ..., \#G\}$ **do**

  for all s_i, $\widetilde{s}_i = s_i - \sigma \log(-\log(u_i))$, where u_i is sampled from $(0, 1)$ uniform distribution;

  $\widetilde{\mathbf{D}} = \begin{bmatrix} \widetilde{s}_1 - s_{\texttt{min}} & ... & \widetilde{s}_m - s_{\texttt{min}} \\ s_{\texttt{max}} - \widetilde{s}_1 & ... & s_{\texttt{max}} - \widetilde{s}_m \end{bmatrix}$; construct $\mathbf{c}, \mathbf{r}$ following Eq. (2); $\widetilde{\mathbf{T}}_a = \exp(-\widetilde{\mathbf{D}}/\tau)$;

  while *not converged* **do**

    $\widetilde{\mathbf{D}}_r = \text{diag}(\widetilde{\mathbf{T}}_a \mathbf{1} \oslash \mathbf{r})$; $\widetilde{\mathbf{T}}_a = \widetilde{\mathbf{D}}_r^{-1} \widetilde{\mathbf{T}}_a$; $\widetilde{\mathbf{D}}_c = \text{diag}(\widetilde{\mathbf{T}}_a^\top \mathbf{1} \oslash \mathbf{c})$; $\widetilde{\mathbf{T}}_a = \widetilde{\mathbf{T}}_a \widetilde{\mathbf{D}}_c^{-1}$;

Output: A list of transport matrices $[\widetilde{\mathbf{T}}_1, \widetilde{\mathbf{T}}_2, ..., \widetilde{\mathbf{T}}_{\#\text{G}}]$.

Proposition 3.3. *Assume that Sinkhorn is converged. The constraint-violation of the CardNN-S is*

$$CV_{\textit{CardNN-S}} = \|\mathbf{T}^* - \mathbf{T}^{\tau *}\|_F \leq \frac{2m\tau \log 2}{|\phi_k - \phi_{k+1}|}. \tag{6}$$

Without loss of generality, ϕ is denoted as the descending sequence of $\mathbf{s}$, i.e. ϕ_k, ϕ_{k+1} are the k-th, $(k+1)$-th largest elements of $\mathbf{s}$, respectively. Proposition 3.3 is a straightforward derivation based on Theorem 2 of Xie et al. (2020), and is better than Karalias & Loukas (2020) whose CV is non-controlled. However, as we learn from Eq. (6), the CV of CardNN-S gradually grows if $|\phi_k - \phi_{k+1}|$ becomes smaller, and turns diverged under the extreme case that $\phi_k = \phi_{k+1}$, meaning that its CV cannot be tighten by adjusting the hyperparameter τ. Such a divergence is not surprising because one cannot decide whether to select ϕ_k or ϕ_{k+1} if they are equal, which is fine if any direct supervision on $\mathbf{T}^{\tau *}$ is available. However, as discussed in Remark 3.2, the importance of CV is non-negligible in self-supervised CO networks. Since working with solely the Sinkhorn algorithm reaches its theoretical bottleneck, in the following, we present our improved version by introducing random perturbations (Pogančić et al., 2019; Jang et al., 2017) to further tighten the CV.

3.2 CardNN-GS: Gumbel-Sinkhorn Layer for Cardinality Constraint

In this section, we present our Gumbel-Sinkhorn Layer for Cardinality Constraint as summarized in Alg. 1 and we will theoretically characterize its CV. Following the reparameterization trick (Jang et al., 2017), instead of sampling from a distribution that is non-differentiable, we add random variables to probabilities predicted by neural networks. The Gumbel distribution is:

$$g_\sigma(u) = -\sigma \log(-\log(u)), \tag{7}$$

where σ controls the variance and u is from $(0, 1)$ uniform distribution. We can update $\mathbf{s}$ and $\mathbf{D}$ as:

$$\widetilde{s}_i = s_i + g_\sigma(u_i), \quad \widetilde{\mathbf{D}} = \begin{bmatrix} \widetilde{s}_1 - s_{\texttt{min}} & \widetilde{s}_2 - s_{\texttt{min}} & ... & \widetilde{s}_m - s_{\texttt{min}} \\ s_{\texttt{max}} - \widetilde{s}_1 & s_{\texttt{max}} - \widetilde{s}_2 & ... & s_{\texttt{max}} - \widetilde{s}_m \end{bmatrix}. \tag{8}$$

Again we formulate the integer linear programming version of the OT with Gumbel noise:

$$\min_{\mathbf{T}^\sigma} \text{tr}(\mathbf{T}^{\sigma\top} \widetilde{\mathbf{D}}) \qquad s.t. \quad \mathbf{T}^\sigma \in \{0, 1\}^{2\times m}, \mathbf{T}^\sigma \mathbf{1} = \mathbf{r}, \mathbf{T}^{\sigma\top} \mathbf{1} = \mathbf{c}, \tag{9}$$

where the optimal solution to Eq. (9) is denoted as $\mathbf{T}^{\sigma *}$. To make the integer linear programming problem feasible for gradient-based deep learning methods, we also relax the integer constraint and add the entropic regularization term:

$$\min_{\widetilde{\mathbf{T}}} \text{tr}(\widetilde{\mathbf{T}}^\top \widetilde{\mathbf{D}}) + h(\widetilde{\mathbf{T}}) \qquad s.t. \quad \widetilde{\mathbf{T}} \in [0, 1]^{2\times m}, \widetilde{\mathbf{T}} \mathbf{1} = \mathbf{r}, \widetilde{\mathbf{T}}^\top \mathbf{1} = \mathbf{c}, \tag{10}$$

which is tackled by the Sinkhorn algorithm following Eq. (5). Here we denote the optimal solution to Eq. (10) as $\widetilde{\mathbf{T}}^*$. Since $\mathbf{T}^{\sigma *}$ is the nearest feasible solution to $\widetilde{\mathbf{T}}^*$, we characterize the constraint-violation as the expectation of $\|\mathbf{T}^{\sigma *} - \widetilde{\mathbf{T}}^*\|_F$ (note that ϕ is descending ordered from $\mathbf{s}$):

Proposition 3.4. *With probability at least* $(1 - \epsilon)$*, the constraint-violation of the CardNN-GS is*

$$CV_{\textit{CardNN-GS}} = \mathbb{E}_u \left[\|\mathbf{T}^{\sigma *} - \widetilde{\mathbf{T}}^*\|_F \right] \leq (\log 2) m\tau \sum_{i \neq j} \Omega(\phi_i, \phi_j, \sigma, \epsilon), \tag{11}$$

Table 2: Objective score↑ among perturb-based methods (Pogančić et al., 2019; Berthet et al., 2020; Amos et al., 2019) on MCP (k=50,m=500,n=1000). Baseline is Xie et al. (2020) used in CardNN-S.

CardNN+Pogančić et al. (2019)	CardNN+Berthet et al. (2020)	CardNN+Amos et al. (2019)	CardNN-S	CardNN-GS
32499.7	37618.9	38899.6	41001.3	44710.3

$$\textit{where } \Omega(\phi_i, \phi_j, \sigma, \epsilon) = \frac{2\sigma \log\left(\sigma - \frac{|\phi_i - \phi_j| + 2\sigma}{\log(1-\epsilon)}\right) + |\phi_i - \phi_j| \left(\frac{\pi}{2} + \arctan \frac{\phi_i - \phi_j}{2\sigma}\right)}{(1-\epsilon)((\phi_i - \phi_j)^2 + 4\sigma^2)(1 + \exp \frac{\phi_i - \phi_k}{\sigma})(1 + \exp \frac{\phi_{k+1} - \phi_j}{\sigma})}.$$

Proof sketch: This proposition is proven by generalizing Proposition 3.3. We denote $\phi_{\pi_k}, \phi_{\pi_{k+1}}$ as the k-th and $(k+1)$-th largest items after perturbed by the Gumbel noise, and our aim becomes to prove the upper bound of $\mathbb{E}_u\left[1/(|\phi_{\pi_k} + g_\sigma(u_{\pi_k}) - \phi_{\pi_{k+1}} - g_\sigma(u_{\pi_{k+1}})|)\right]$, where the probability density function of $g_\sigma(u_{\pi_k}) - g_\sigma(u_{\pi_{k+1}})$ can be bounded by $f(y) = 1/(y^2+4)$. Thus we can compute the bound by integration. See Appendix C.1 for details. □

Corollary 3.5. *Ignoring logarithm terms for simplicity,* $CV_{\text{CardNN-GS}} \leq \widetilde{O}\left(\frac{m\tau(|\phi_i - \phi_j| + \sigma)}{|\phi_i - \phi_j|^2 + \sigma^2}\right)_{\forall i \neq j}$ *(see Appendix C.2 for proof).*

We compare CV of CardNN-S and CardNN-GS by the toy example in Fig. 2: finding the top3 of $[1.0, 0.8, 0.601, 0.6, 0.4, 0.2]$. We plot CV w.r.t. different τ, σ values. CV is tightened by larger σ and smaller τ for CardNN-GS, compared to CardNN-S whose violation is larger and can only be controlled by τ. These empirical results are in line with Proposition 3.3 and Proposition 3.4.

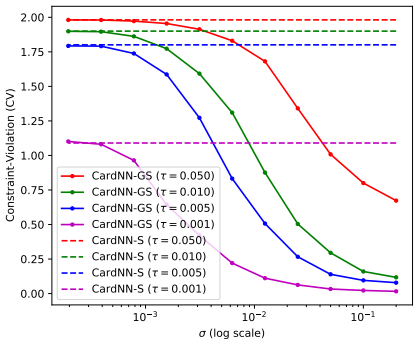


Figure 2: Toy example.

Homotopy Gumbel-Sinkhorn. The Corollary 3.5 suggests that CV can be tightened by adjusting τ and σ, motivating us to develop a homotopy (Xiao & Zhang, 2013; Xu et al., 2016) Gumbel-Sinkhorn method where the constraints are gradually tighten (i.e. annealing τ and σ values). In practice, σ is not considered because a larger σ means increased variance which calls for more Gumbel samples. We name the homotopy version as CardNN-HGS.

We also notice that our CardNN-S (Sec. 3.1) and CardNN-GS (Sec. 3.2) can be unified theoretically:

Corollary 3.6. *CardNN-S is a special case of CardNN-GS when* $\sigma = 0$ *(see Appendix C.3 for proof).*

4 CardNN for Pure CO Problems

In this section, we present the implementation details and experiment results for self-supervised learning on two representative pure CO problems: facility location problem (FLP) and max covering problem (MCP). Readers are referred to Appendix D for the detailed pipeline.

The Facility Location Problem. Given m locations and we want to extend k facilities such that the goods can be stored at the nearest facility and delivered more efficiently (Liu, 2009). The objective is to minimize the sum of the distances between each location and its nearest facility.

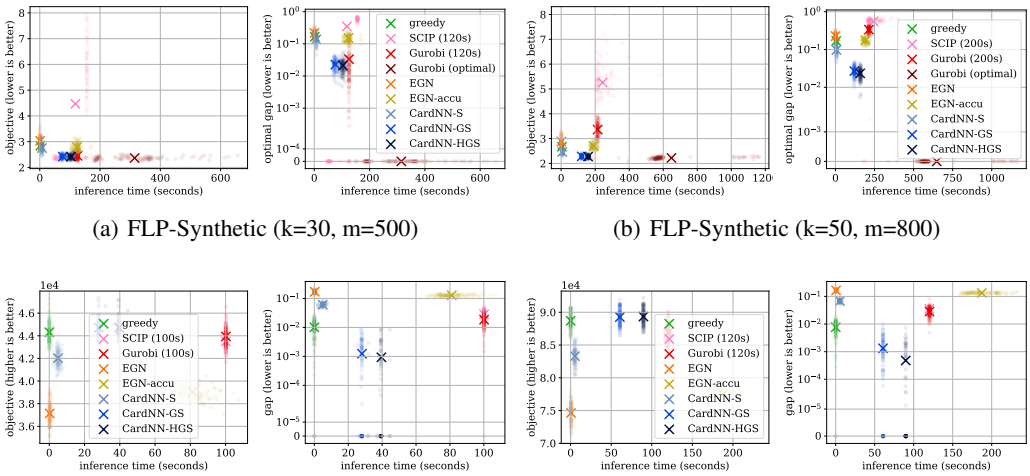
Problem Formulation: Denote $\mathbf{\Delta} \in \mathbb{R}^{m \times m^+}$ as the distance matrix for locations, the FLP is

$$\min_{\mathbf{x}} \sum_{j=1}^{m} \min(\{\mathbf{\Delta}_{i,j} | \forall \mathbf{x}_i = 1\}) \qquad s.t. \quad \mathbf{x} \in \{0,1\}^m, \|\mathbf{x}\|_0 \leq k. \tag{12}$$

Problem Encoder: For locations with 2-D coordinates, an edge is defined if two locations are closer than a threshold, e.g. 0.02. We exploit the powerful 3-layer SplineCNN (Fey et al., 2018).

Objective Estimator: We notice that the min operator in Eq. (12) will lead to sparse gradients. Denote $\circ$ as element-wise product of a matrix and a tiled vector, we replace min by Softmax with minus temperature $-\beta$: $\widetilde{J}_i = \text{sum}(\text{softmax}(-\beta \mathbf{\Delta} \circ \widetilde{\mathbf{T}}_i[2,:]^\top) \circ \mathbf{\Delta})$, $J = \text{mean}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}])$.

The Max Covering Problem. Given m sets and n objects where each set may cover any number of objects, and each object is associated with a value, MCP (Khuller et al., 1999) aims to find k sets



(a) FLP-Synthetic (k=30, m=500)

(b) FLP-Synthetic (k=50, m=800)

(c) MCP-Synthetic (k=50, m=500, n=1000)

(d) MCP-Synthetic (k=100, m=1000, n=2000)

Figure 3: Plot of objective score, gap w.r.t. inference time on synthetic CO problems. Each scatter dot denotes a problem instance, and the average performance is marked by "×". In terms of both efficiency and efficacy, our CardNN-S outperforms the EGN CO network whose constraint-violation is non-controlled. The efficacy is further improved by CardNN-GS and CardNN-HGS, even surpassing the state-of-the-art commercial solver Gurobi (better results with less inference time). The Gurobi solver fails to return the optimal solution within 24 hours for MCP, thus not reported here.

($k < m$) such that the covered objects have the maximum sum of values. This problem reflects real-world scenarios such as discovering influential seed users in social networks (Chen et al., 2021).
Problem Formulation: We build a bipartite graph for the sets and objects, whereby coverings are encoded as edges. Denote $\mathbf{v} \in \mathbb{R}^n$ as the values, $\mathbf{A} \in \{0,1\}^{m \times n}$ as the adjacency of bipartite graph, $\mathbb{I}(\mathbf{x})$ as an indicator $\mathbb{I}(\mathbf{x})_i = 1$ if $\mathbf{x}_i \geq 1$ else $\mathbb{I}(\mathbf{x})_i = 0$. We formulate the MCP as

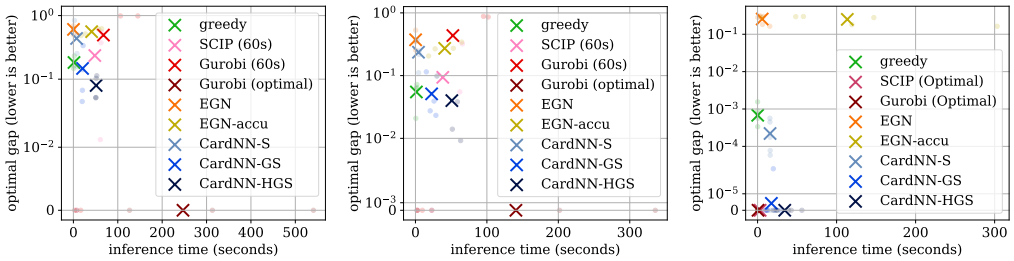
$$\max_{\mathbf{x}} \sum_{j=1}^{n} \left(\mathbb{I}\left(\sum_{i=1}^{m} \mathbf{x}_i \mathbf{A}_{ij} \right) \cdot \mathbf{v}_j \right) \qquad s.t. \quad \mathbf{x} \in \{0,1\}^m, \|\mathbf{x}\|_0 \leq k, \tag{13}$$

Problem Encoder: To encode the bipartite graph, we exploit three layers of GraphSage (Hamilton et al., 2017) followed by an FC-layer with sigmoid to predict the probability of selecting each set.
Objective Estimator: Based on Eq. (13), the objective value is estimated as: $\widetilde{J}_i = \min(\widetilde{\mathbf{T}}_i[2,:]\mathbf{A}, 1)^\top \cdot \mathbf{v}$, $J = \text{mean}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}])$.

Learning and Optimization. Based on whether it is a minimization or a maximization problem, J or $-J$ is treated as the self-supervised loss, respectively. The Adam optimizer (Kingma & Ba, 2014) is applied for training. In inference, the neural network prediction is regarded as initialization, and we also optimize the probabilities w.r.t. the objective score by gradients.

Experiment Setup. We follow the self-supervised learning pipeline proposed by the state-of-the-art CO network (Karalias & Loukas, 2020), whereby both synthetic data and real-world data are considered. For synthetic data, we build separate training/testing datasets with 100 samples. We generate uniform random locations on a unit square for FLP, and we follow the distribution in OR-LIB (Beasley, 1990) for MCP. Due to the lack of large-scale datasets, real-world datasets are only considered for testing (training on synthetic data, testing on real-world data). We test the FLP based on Starbucks locations in 4 cities worldwide with 166-569 stores, and we test MCP based on 6 social networks with 1912-9498 nodes collected from Twitch by Rozemberczki et al. (2021).

Baselines. **1) Greedy algorithms** are considered because they are easy to implement but very strong and effective. They have the worst-case approximation ratio of $(1 - 1/e)$ due to the submodular property (Fujishige, 1991) for both FLP and MCP. **2) Integer programming solvers** including the state-of-the-art commercial solver Gurobi 9.0 (Gurobi Optimization, LLC, 2021) and the state-of-the-art open-source solver SCIP 7.0 (Gamrath et al., 2020). The time budgets of solvers are set to be



(a) FLP-Starbucks (Euclidean) (b) FLP-Starbucks (Manhattan) (c) MCP-Twitch

Figure 4: Plot of optimal gap w.r.t. inference time on real-world CO problems. Our CardNN models are consistently superior than EGN, and are comparative to state-of-the-art SCIP/Gurobi solvers and sometimes can even surpass. On the FLP-Starbucks problems, our CardNN-GS/HGS achieve a lower optimal gap with comparable time cost w.r.t. SCIP/Gurobi. On the MCP-Twitch problems, our CardNN-HGS is slower than SCIP/Gurobi, but it finds all optimal solutions.

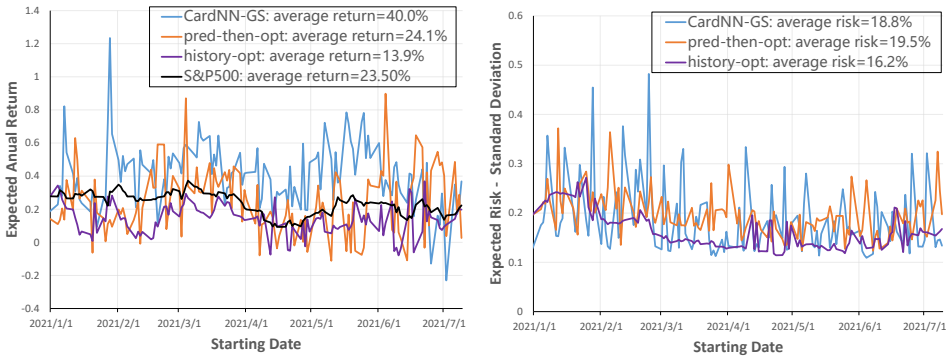


Figure 5: Return (left) and risk (right) for portfolios by the classic "predict-*then*-optimize" pipeline (by LSTM for prediction and Gurobi for optimization) and our CardNN-GS for end-to-end "predict-*and*-optimize". The portfolios proposed by our CardNN-GS has higher returns and lower risks. Since the batch of S&P500 assets violates the cardinality constraint, it is unfair to compare the risk.

higher than our networks. For **3) CO neural networks**, we compare with the state-of-the-art Erdos Goes Neural (EGN) (Karalias & Loukas, 2020) which is adapted from their official implementation[1]. The major difference between EGN and our methods is that EGN does not enforce CO constraints by its architecture. Besides, we empirically find out that all self-supervised learning methods converge within tens of minutes. Since the RL methods e.g. Khalil et al. (2017); Wang et al. (2021a) require significantly more training time, they are not compared.

Metrics and Results. Fig. 3 and 4 report results on synthetic and real-world dataset, respectively. The "gap" metric is computed as gap $= |J - J^*| / \max(J, J^*)$, where J is the predicted objective and J^* is the incumbent best objective value (among all methods). If one of the integer programming solvers proves the best solution is optimal, we name it as "optimal gap". Considering both efficiency and efficacy, the performance ranking of CO networks is CardNN-HGS $>$ CardNN-GS $>$ CardNN-S $>$ EGN. This is in line with our theoretical result in Sec. 3: a lower constraint violation will lead to better performance in CO. To justify our selection of Xie et al. (2020) as the base differentiable method, we also implement other perturbation-based differentiable methods and report the MCP results in Table 2. See Appendix E for more details about our pure CO experiment.

5 CardNN for End-to-End Predictive Portfolio Optimization

Decision-making under uncertainty is an interesting and important topic that is worth studying. In this section, we consider the challenging problem of predicting the portfolio with the best trade-off in risks and returns in the future. Traditionally, such a problem involves two separate steps: 1) predict the asset prices in the future, probably by some deep learning models; 2) find the best portfolio by

[1] https://github.com/Stalence/erdos_neu

Table 3: Our "predict-*and*-optimize" pipeline achieves better risk-return trade-off (Sharpe ratio) though it predicts less accurate (by MSE) than "predict-*then*-optimize" on test set.

Methods	predictor+optimizer	prediction MSE ↓	Sharpe ratio ↑
history-opt	none+Gurobi	(no prediction)	0.697
pred-*then*-opt	LSTM+Gurobi	**0.153**	1.116
pred-*and*-opt	LSTM+CardNN-GS	1.382	**2.146**

solving an optimization problem based on the prediction. However, the optimization process may be misled due to unavoidable errors in the prediction model. To resolve this issue, Solin et al. (2019) proposes to differentiate through unconstrained portfolio optimization via Amos & Kolter (2017), but the more practical cardinality constrained problem is less studied.

Problem Formulation. Cardinality constrained portfolio optimization considers a practical scenario where a portfolio must contain no more than k assets (Chang et al., 2000). A good portfolio aims to have a high return (measured by mean vector $\mu \in \mathbb{R}^m$) and low risk (covariance matrix $\mathbf{\Sigma} \in \mathbb{R}^{m\times m}$). Here we refer to maximizing the Sharpe ratio (Sharpe, 1998). The problem is formulated as

$$\max_{\mathbf{x}} \frac{(\mu - r_f)^\top \mathbf{x}}{\sqrt{\mathbf{x}^\top \mathbf{\Sigma} \mathbf{x}}}, \qquad s.t. \quad \sum_{i=1}^{m} x_i = 1, \mathbf{x} \geq 0, \|\mathbf{x}\|_0 \leq k, \tag{14}$$

where $\mathbf{x}$ denotes the weight of each asset, r_f means risk-free return, e.g. U.S. treasury bonds. Note that $\mu, \mathbf{\Sigma}$ are unknown at the time of decision-making, and they are predicted by a neural network.

Network Architecture. An encoder-decoder architecture of Long-Short Term Memory (LSTM) modules is adopted as the problem encoder (i.e. price predictor). The sequence of historical daily prices is fed into the encoder module, and the decoder module outputs the predicted prices for the future. We append a fully-connected layer after the hidden states to learn the probabilities for cardinality constraints, followed by our CardNN-GS layers.

Objective Estimator. Based on the network outputs $\mu, \mathbf{\Sigma}, \widetilde{\mathbf{T}}$, we estimate the value of $\mathbf{x}$ by leveraging a closed-form solution of unconstrained Eq. (14): $\mathbf{x} = \mathbf{\Sigma}^{-1}(\mu - r_f)$, and then enforcing the constraints: $\mathbf{x} = \mathrm{relu}(\mathbf{x} \odot \widetilde{\mathbf{T}}_i[2,:]), \mathbf{x} = \mathbf{x}/\mathrm{sum}(\mathbf{x})$ ($\odot$ means element-wise product). After obtaining $\mathbf{x}$, we compute the Sharpe ratio based on $\mathbf{x}$ and $\mu^{gt}, \mathbf{\Sigma}^{gt}$ computed from the ground truth prices, and use this Sharpe ratio as supervision: $\widetilde{J}_i = \left((\mu^{gt} - r_f)^\top \mathbf{x}\right) / \left(\sqrt{\mathbf{x}^\top \mathbf{\Sigma}^{gt} \mathbf{x}}\right)$.

Setup and Baselines. The price predictor is supervised with price labels but the optimizer is self-supervised (no optimal solution labels). We consider portfolio prediction with the best Sharpe ratio in the next 120 trading days (∼24 weeks) and test with the real data in the year 2021. The training set is built based on the prices of 494 assets from the S&P 500 index from 2018-01-01 to 2020-12-30. We set the annual risk-free return as 3% and the cardinality constraint $k = 20$. The classic "predict-*then*-optimize" baseline learns the same LSTM model as ours to minimize the prediction square error of the asset prices and optimizes the portfolio by Gurobi based on the price predictions. We also consider a "history-opt" baseline, whereby the optimal portfolio in historical data is followed.

Results. The portfolios are tested on the real data from 2021-01-01 to 2021-12-30, and the results are listed in Fig. 5 and Table 3. On average, we improve the annual return of the portfolio from 24.1% to 40%. The MSE in Table 3 denotes the mean square error of price predictions, and note that more accurate price predictions do not lead to better portfolios. We visualize the predicted portfolios in Fig. 6 and compare it to the efficient frontier (portfolios with optimal risk-return trade-off). Being closer to the frontier means a better portfolio. Also, note that reaching the efficient frontier is nearly impossible as the prediction always contains errors.

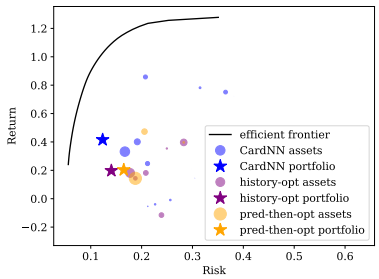


Figure 6: Visualization on 2021-03-25 data of individual assets. Larger dots mean higher weights. See more visualizations in Appendix F.

Finally, the conclusion of the paper is made in Appendix A.

REFERENCES

R. Adams and R. Zemel. Ranking via sinkhorn propagation. *arXiv:1106.1925*, 2011.

Akshay Agrawal, Brandon Amos, Shane Barratt, Stephen Boyd, Steven Diamond, and J Zico Kolter. Differentiable convex optimization layers. *Advances in neural information processing systems*, 32, 2019.

Brandon Amos and J Zico Kolter. Optnet: Differentiable optimization as a layer in neural networks. In *Int. Conf. Mach. Learn.*, pp. 136–145. PMLR, 2017.

Brandon Amos, Vladlen Koltun, and J. Zico Kolter. The Limited Multi-Label Projection Layer. *arXiv preprint arXiv:1906.08707*, 2019.

Yunsheng Bai, Hao Ding, Song Bian, Ting Chen, Yizhou Sun, and Wei Wang. Simgnn: A neural network approach to fast graph similarity computation. In *Proceedings of the Twelfth ACM International Conference on Web Search and Data Mining*, pp. 384–392, 2019.

John E Beasley. Or-library: distributing test problems by electronic mail. *Journal of the operational research society*, 41(11):1069–1072, 1990.

Quentin Berthet, Mathieu Blondel, Olivier Teboul, Marco Cuturi, Jean-Philippe Vert, and Francis Bach. Learning with differentiable pertubed optimizers. *Neural Info. Process. Systems*, 33:9508–9519, 2020.

Niv Buchbinder, Moran Feldman, Joseph Naor, and Roy Schwartz. Submodular maximization with cardinality constraints. In *Proceedings of the twenty-fifth annual ACM-SIAM symposium on Discrete algorithms*, pp. 1433–1452. SIAM, 2014.

T-J Chang, Nigel Meade, John E Beasley, and Yazid M Sharaiha. Heuristics for cardinality constrained portfolio optimisation. *Computers & Operations Research*, 27(13):1271–1302, 2000.

Wei Chen, Xiaoming Sun, Jialin Zhang, and Zhijie Zhang. Network inference and influence maximization from samples. In *Int. Conf. Mach. Learn.*, July 2021.

Xinyun Chen and Yuandong Tian. Learning to perform local rewriting for combinatorial optimization. *Neural Info. Process. Systems*, 32:6281–6292, 2019.

Marco Cuturi. Sinkhorn distances: Lightspeed computation of optimal transport. *Neural Info. Process. Systems*, pp. 2292–2300, 2013.

Marco Cuturi, Olivier Teboul, and Jean-Philippe Vert. Differentiable ranking and sorting using optimal transport. In *Advances in Neural Information Processing Systems*, volume 32, pp. 6858–6868, 2019.

Hanjun Dai, Bo Dai, and Le Song. Discriminative embeddings of latent variable models for structured data. In *Int. Conf. Mach. Learn.*, pp. 2702–2711. PMLR, 2016.

Adam N Elmachtoub and Paul Grigas. Smart "predict, then optimize". *Management Science*, 68(1): 9–26, 2022.

Matthias Fey and Jan E. Lenssen. Fast graph representation learning with PyTorch Geometric. In *ICLR Workshop on Representation Learning on Graphs and Manifolds*, 2019.

Matthias Fey, Jan Eric Lenssen, Frank Weichert, and Heinrich Müller. SplineCNN: Fast geometric deep learning with continuous b-spline kernels. In *Comput. Vis. Pattern Recog.*, pp. 869–877, 2018.

Matthias Fey, Jan E Lenssen, Christopher Morris, Jonathan Masci, and Nils M Kriege. Deep graph matching consensus. In *Int. Conf. Learn. Rep.*, 2020.

Satoru Fujishige. *Submodular Functions and Optimization*. Elsevier, 1991.

Gerald Gamrath, Daniel Anderson, Ksenia Bestuzheva, Wei-Kun Chen, Leon Eifler, Maxime Gasse, Patrick Gemander, Ambros Gleixner, Leona Gottwald, Katrin Halbig, Gregor Hendel, Christopher Hojny, Thorsten Koch, Pierre Le Bodic, Stephen J. Maher, Frederic Matter, Matthias Miltenberger, Erik Mühmer, Benjamin Müller, Marc E. Pfetsch, Franziska Schlösser, Felipe Serrano, Yuji Shinano, Christine Tawfik, Stefan Vigerske, Fabian Wegscheider, Dieter Weninger, and Jakob Witzig. The SCIP Optimization Suite 7.0. Technical report, Optimization Online, March 2020. URL http://www.optimization-online.org/DB_HTML/2020/03/7705.html.

Aditya Grover, Eric Wang, Aaron Zweig, and Stefano Ermon. Stochastic optimization of sorting networks via continuous relaxations. In *Int. Conf. Learn. Rep.*, 2019.

Gurobi Optimization, LLC. Gurobi Optimizer Reference Manual, 2021. URL https://www.gurobi.com.

William L. Hamilton, Rex Ying, and Jure Leskovec. Inductive representation learning on large graphs. *Neural Info. Process. Systems*, 2017.

Eric Jang, Shixiang Gu, and Ben Poole. Categorical reparameterization with gumbel-softmax. In *Int. Conf. Learn. Rep.*, 2017.

Nikolaos Karalias and Andreas Loukas. Erdos goes neural: an unsupervised learning framework for combinatorial optimization on graphs. In *Neural Info. Process. Systems*, 2020.

Elias Khalil, Hanjun Dai, Yuyu Zhang, Bistra Dilkina, and Le Song. Learning combinatorial optimization algorithms over graphs. In *Neural Info. Process. Systems*, pp. 6351–6361, 2017.

Samir Khuller, Anna Moss, and Joseph Seffi Naor. The budgeted maximum coverage problem. *Information processing letters*, 70(1):39–45, 1999.

Diederik Kingma and Jimmy Ba. Adam: A method for stochastic optimization. *Int. Conf. Learn. Rep.*, Dec 2014.

Yujia Li, Chenjie Gu, Thomas Dullien, Oriol Vinyals, and Pushmeet Kohli. Graph matching networks for learning the similarity of graph structured objects. In *International Conference on Machine Learning*, pp. 3835–3845, 2019.

Baoding Liu. *Facility Location Problem*, pp. 157–165. Springer Berlin Heidelberg, Berlin, Heidelberg, 2009. ISBN 978-3-540-89484-1. doi: 10.1007/978-3-540-89484-1_11.

Jing Liu, Fei Gao, and Jiang Zhang. Gumbel-softmax optimization: A simple general framework for combinatorial optimization problems on graphs. *Arxiv*, abs/1909.07018, 2019.

Hao Lu, Xingwen Zhang, and Shuang Yang. A learning-based iterative method for solving vehicle routing problems. In *Int. Conf. Learn. Rep.*, 2019.

G. Mena, D. Belanger, S. Linderman, and J. Snoek. Learning latent permutations with gumbel-sinkhorn networks. *Int. Conf. Learn. Rep.*, 2018.

A. Nowak, S. Villar, A. Bandeira, and J. Bruna. Revised note on learning quadratic assignment with graph neural networks. In *Data Science Workshop*, 2018.

Anselm Paulus, Michal Rolínek, Vít Musil, Brandon Amos, and Georg Martius. Comboptnet: Fit the right np-hard problem by learning integer programming constraints. In *Int. Conf. Mach. Learn.*, pp. 8443–8453. PMLR, 2021.

Marin Vlastelica Pogančić, Anselm Paulus, Vit Musil, Georg Martius, and Michal Rolinek. Differentiation of blackbox combinatorial solvers. In *Int. Conf. Learn. Rep.*, 2019.

Benedek Rozemberczki, Carl Allen, and Rik Sarkar. Multi-Scale Attributed Node Embedding. *Journal of Complex Networks*, 9(2), 2021.

Shinsaku Sakaue. Differentiable greedy algorithm for monotone submodular maximization: Guarantees, gradient estimators, and applications. In *International Conference on Artificial Intelligence and Statistics*, pp. 28–36. PMLR, 2021.

Paul-Edouard Sarlin, Daniel DeTone, Tomasz Malisiewicz, and Andrew Rabinovich. Superglue: Learning feature matching with graph neural networks. In *Comput. Vis. Pattern Recog.*, pp. 4938–4947, 2020.

John Schulman, Filip Wolski, Prafulla Dhariwal, Alec Radford, and Oleg Klimov. Proximal policy optimization algorithms. *arXiv preprint arXiv:1707.06347*, 2017.

William F Sharpe. The sharpe ratio. *Streetwise–the Best of the Journal of Portfolio Management*, pp. 169–185, 1998.

R. Sinkhorn and A. Rangarajan. A relationship between arbitrary positive matrices and doubly stochastic matrices. *Ann. Math. Statistics*, 1964.

Mohammad Maholi Solin, Andry Alamsyah, Brady Rikumahu, and Muhammad Apriandito Arya Saputra. Forecasting portfolio optimization using artificial neural network and genetic algorithm. In *2019 7th International Conference on Information and Communication Technology (ICoICT)*, pp. 1–7. IEEE, 2019.

Cédric Villani. *Optimal transport: old and new*, volume 338. Springer, 2009.

Oriol Vinyals, Meire Fortunato, and Navdeep Jaitly. Pointer networks. In *Neural Info. Process. Systems*, pp. 2692–2700, 2015.

Po-Wei Wang, Priya Donti, Bryan Wilder, and Zico Kolter. Satnet: Bridging deep learning and logical reasoning using a differentiable satisfiability solver. In *Int. Conf. Mach. Learn.*, pp. 6545–6554. PMLR, 2019.

Runzhong Wang, Zhigang Hua, Gan Liu, Jiayi Zhang, Junchi Yan, Feng Qi, Shuang Yang, Jun Zhou, and Xiaokang Yang. A bi-level framework for learning to solve combinatorial optimization on graphs. In *Neural Info. Process. Systems*, 2021a.

Runzhong Wang, Junchi Yan, and Xiaokang Yang. Neural graph matching network: Learning lawler's quadratic assignment problem with extension to hypergraph and multiple-graph matching. *Trans. Pattern Anal. Mach. Intell.*, 2021b.

Tao Wang, He Liu, Yidong Li, Yi Jin, Xiaohui Hou, and Haibin Ling. Learning combinatorial solver for graph matching. In *Comput. Vis. Pattern Recog.*, pp. 7568–7577, 2020.

Bryan Wilder, Bistra Dilkina, and Milind Tambe. Melding the data-decisions pipeline: Decision-focused learning for combinatorial optimization. In *AAAI Conf. Artificial Intell.*, volume 33, pp. 1658–1665, 2019.

Lin Xiao and Tong Zhang. A proximal-gradient homotopy method for the sparse least-squares problem. *SIAM Journal on Optimization*, 23(2):1062–1091, 2013.

Yujia Xie, Hanjun Dai, Minshuo Chen, Bo Dai, Tuo Zhao, Hongyuan Zha, Wei Wei, and Tomas Pfister. Differentiable top-k with optimal transport. In *Neural Info. Process. Systems*, volume 33, pp. 20520–20531. Curran Associates, Inc., 2020.

Yi Xu, Yan Yan, Qihang Lin, and Tianbao Yang. Homotopy smoothing for non-smooth problems with lower complexity than $o(1/\epsilon)$. *Neural Info. Process. Systems*, 2016.

A. Zanfir and C. Sminchisescu. Deep learning of graph matching. In *Comput. Vis. Pattern Recog.*, pp. 2684–2693, 2018.

Cong Zhang, Wen Song, Zhiguang Cao, Jie Zhang, Puay Siew Tan, and Xu Chi. Learning to dispatch for job shop scheduling via deep reinforcement learning. *Neural Info. Process. Systems*, 33, 2020.

A CONCLUSIONS

We have presented a differentiable neural network for cardinality-constrained combinatorial optimization. We theoretically characterize the constraint-violation of the Sinkhorn network (Sec. 3.1), and we introduce the Gumbel trick to mitigate the constraint-violation issue (Sec. 3.2). Our method is validated in learning to solve combinatorial optimization problems and end-to-end predictive portfolio optimization. Source code, datasets, and pretrained models will be made publicly available.

B LIMITATIONS

We are also aware of the following **limitations**:

1) Our theoretical analysis mainly focuses on characterizing the constraint-violation. There is an unexplored theoretical aspect about the approximation ratios of our CO networks w.r.t. the optimal objective scores, and we plan to study it in future work.

2) The original EGN pipeline is relatively general for all constraints, and we restrict the scope of this paper within cardinality constraints. We are aware of a potential direction to extend our paper: the cardinality constraints are handled by our method (encoded in the network's output), and the other constraints are handled in a way similar to EGN (encoded as Lagrange multipliers or penalty terms). In such a sense, the cardinality constraints are handled efficiently while still preserving the generality of EGN.

3) In our end-to-end predictive portfolio optimization pipeline, our price predictor may be, in some degree, coupled with our CardNN-GS neural network solver. The price predictions of our network cannot be generalized for the Gurobi solver, and the Sharpe ratio degenerates to 1.002 if our price predictions are passed to Gurobi.

C PROOF OF THEOREMS

Before starting the detailed proof of the propositions and corollaries, firstly we recall the notations used in this paper:

- $\mathbf{T}^* = \texttt{TopK}(\mathbf{D})$ is the optimal solution of the integer linear programming form of the OT problem Eq. (3), which is equivalent to the solution by firstly sorting all items and then selecting the top$k$ items. If the k-th and $(k+1)$-th largest items are equal, the algorithm randomly selects one to strictly satisfy the cardinality constraint;
- $\mathbf{T}^{\tau *} = \texttt{Sinkhorn}(\mathbf{D})$ is the optimal solution of the entropic regularized form of the OT problem Eq. (4) solved by Sinkhorn algorithm. It is also the output by CardNN-S;
- $\mathbf{T}^{\sigma *} = \texttt{TopK}(\widetilde{\mathbf{D}})$ is the optimal solution to the integer linear programming form of the OT problem after being disturbed by the Gumbel noise Eq. (9), which is equivalent to the solution by firstly adding the Gumbel noise, then sorting all items and finally select the top$k$ items. If the perturbed k-th and $(k+1)$-th largest items are equal, the algorithm randomly selects one to strictly satisfy the cardinality constraint;
- $\widetilde{\mathbf{T}}^* = \texttt{Sinkhorn}(\widetilde{\mathbf{D}})$ is the optimal solution of the entropic regularized form of the OT problem after disturbed by the Gumbel noise Eq. (10) solved by Sinkhorn algorithm. It is also the output of our proposed CardNN-GS.

C.1 PROOF OF PROPOSITION 3.4

We firstly introduce a Lemma which will be referenced in the proof of Proposition 3.4:

Lemma C.1. *Given real numbers ϕ_i, ϕ_j, and u_i, u_j are from i.i.d. $(0,1)$ uniform distribution. After Gumbel perturbation, the probability that $\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j)$ is:*

$$P(\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j)) = \frac{1}{1 + \exp -\frac{\phi_i - \phi_j}{\sigma}}. \tag{15}$$

Proof. Since $g_\sigma(u_i) = -\sigma \log(-\log(u_i))$, $P(\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j))$ is equivalent to the probability that the following inequality holds:

$$\phi_i - \sigma \log(-\log(u_i)) > \phi_j - \sigma \log(-\log(u_j)) \tag{16}$$

And we have

$$\phi_i - \phi_j > \sigma \log(-\log(u_i)) - \sigma \log(-\log(u_j)) \tag{17}$$

$$\frac{\phi_i - \phi_j}{\sigma} > \log\left(\frac{\log(u_i)}{\log(u_j)}\right) \tag{18}$$

$$e^{\frac{\phi_i - \phi_j}{\sigma}} > \frac{\log(u_i)}{\log(u_j)} \tag{19}$$

Since $u_j \in (0, 1)$, $\log(u_j) < 0$. Then we have

$$\log(u_j) < \log(u_i) e^{-\frac{\phi_i - \phi_j}{\sigma}} \tag{20}$$

$$\log(u_j) < \log\left(u_i^{\exp -\frac{\phi_i - \phi_j}{\sigma}}\right) \tag{21}$$

$$u_j < u_i^{\exp -\frac{\phi_i - \phi_j}{\sigma}} \tag{22}$$

Since u_i, u_j are i.i.d. uniform distributions, the probability when the above formula holds is

$$\int_0^1 \int_0^{u_i^{\exp -\frac{\phi_i - \phi_j}{\sigma}}} du_j \, du_i = \int_0^1 u_i^{\exp -\frac{\phi_i - \phi_j}{\sigma}} du_i = \frac{1}{1 + \exp -\frac{\phi_i - \phi_j}{\sigma}} \tag{23}$$

Thus the probability that $\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j)$ after Gumbel perturbation is:

$$P(\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j)) = \frac{1}{1 + \exp -\frac{\phi_i - \phi_j}{\sigma}} \tag{24}$$

□

In the following we present the proof of Proposition 3.4:

Proof of Proposition 3.4. Recall that we denote $\mathbf{\Phi} = [\phi_1, \phi_2, \phi_3, ..., \phi_m]$ as the descending-ranked version of $\mathbf{s}$. By perturbing it with i.i.d. Gumbel noise, we have

$$\widetilde{\mathbf{\Phi}} = [\phi_1 + g_\sigma(u_1), \phi_2 + g_\sigma(u_2), \phi_3 + g_\sigma(u_3), ..., \phi_m + g_\sigma(u_m)] \tag{25}$$

where $g_\sigma(u) = -\sigma \log(-\log(u))$ is the Gumbel noise modulated by noise factor σ, and $u_1, u_2, u_3, ..., u_m$ are i.i.d. uniform distribution. We define π as the permutation of sorting $\widetilde{\mathbf{\Phi}}$ in descending order, i.e. $\phi_{\pi_1} + g_\sigma(u_{\pi_1}), \phi_{\pi_2} + g_\sigma(u_{\pi_2}), \phi_{\pi_3} + g_\sigma(u_{\pi_3}), ..., \phi_{\pi_m} + g_\sigma(u_{\pi_m})$ are in descending order.

Recall Proposition 3.3, for $\phi_1, \phi_2, \phi_3, ..., \phi_m$ we have

$$\|\mathbf{T}^* - \mathbf{T}^{\tau *}\|_F \leq \frac{2m\tau \log 2}{|\phi_k - \phi_{k+1}|} \tag{26}$$

By substituting $\mathbf{\Phi}$ with $\widetilde{\mathbf{\Phi}}$ and taking the expected value, we have

$$\mathbb{E}_u \left[\|\mathbf{T}^{\sigma *} - \widetilde{\mathbf{T}}^*\|_F\right] \leq \mathbb{E}_u \left[\frac{2m\tau \log 2}{|\phi_{\pi_k} + g_\sigma(u_{\pi_k}) - \phi_{\pi_{k+1}} - g_\sigma(u_{\pi_{k+1}})|}\right] \tag{27}$$

Based on Lemma C.1, the probability that $\pi_k = i, \pi_{k+1} = j$ is

$$P(\pi_k = i, \pi_{k+1} = j) = \frac{1}{1 + \exp -\frac{\phi_i - \phi_j}{\sigma}} \sum_{\forall \pi} \left(\prod_{a=1}^{k-1} \frac{1}{1 + \exp -\frac{\phi_{\pi_a} - \phi_i}{\sigma}} \prod_{b=k+2}^{m} \frac{1}{1 + \exp -\frac{\phi_j - \phi_{\pi_b}}{\sigma}}\right) \tag{28}$$

where the first term denotes $\phi_i + g_\sigma(u_i) > \phi_j + g_\sigma(u_j)$, the second term denotes all conditions that there are $(k-1)$ items larger than $\phi_i + g_\sigma(u_i)$ and the rest items are smaller than $\phi_j + g_\sigma(u_j)$.

In the following we derive the upper bound of $\mathbb{E}_u\left[\frac{1}{|\phi_{\pi_k}+g_\sigma(u_{\pi_k})-\phi_{\pi_{k+1}}-g_\sigma(u_{\pi_{k+1}})|}\right]$. We denote $\mathcal{A}_{i,j}$ as

$$u_i, u_j \in \mathcal{A}_{i,j}, \quad s.t. \quad \phi_i + g_\sigma(u_i) - \phi_j - g_\sigma(u_j) > \epsilon \tag{29}$$

where ϵ is a sufficiently small number. Then we have

$$\begin{aligned}
&\mathbb{E}_u\left[\frac{1}{|\phi_{\pi_k} + g_\sigma(u_{\pi_k}) - \phi_{\pi_{k+1}} - g_\sigma(u_{\pi_{k+1}})|}\right] \\
=&\sum_{i\neq j} P(\pi_k = i, \pi_{k+1} = j)\, \mathbb{E}_{u_i,u_j\in\mathcal{A}_{i,j}}\left[\frac{1}{|\phi_i + g_\sigma(u_i) - \phi_j - g_\sigma(u_j)|}\right] && (30)\\
=&\sum_{i\neq j}\left(\frac{1}{1+\exp-\frac{\phi_i-\phi_j}{\sigma}}\sum_{\forall\pi}\left(\prod_{a=1}^{k-1}\frac{1}{1+\exp-\frac{\phi_{\pi_a}-\phi_i}{\sigma}}\prod_{b=k+2}^{m}\frac{1}{1+\exp-\frac{\phi_j-\phi_{\pi_b}}{\sigma}}\right)\right. \\
&\left.\mathbb{E}_{u_i,u_j\in\mathcal{A}_{i,j}}\left[\frac{1}{|\phi_i + g_\sigma(u_i) - \phi_j - g_\sigma(u_j)|}\right]\right) && (31)\\
=&\sum_{i\neq j}\left(\frac{1}{1+\exp-\frac{\phi_i-\phi_j}{\sigma}}\sum_{\forall\pi}\left(\prod_{a=1}^{k-1}\frac{1}{1+\exp-\frac{\phi_{\pi_a}-\phi_i}{\sigma}}\prod_{b=k+2}^{m}\frac{1}{1+\exp-\frac{\phi_j-\phi_{\pi_b}}{\sigma}}\right)\right. \\
&\left.\mathbb{E}_{u_i,u_j\in\mathcal{A}_{i,j}}\left[\frac{1}{|\phi_i - \sigma\log(-\log(u_i)) - \phi_j + \sigma\log(-\log(u_j))|}\right]\right) && (32)\\
=&\sum_{i\neq j}\left(f(\phi_i-\phi_j,\sigma,z)\sum_{\forall\pi}\left(\prod_{a=1}^{k-1}\frac{1}{1+\exp-\frac{\phi_{\pi_a}-\phi_i}{\sigma}}\prod_{b=k+2}^{m}\frac{1}{1+\exp-\frac{\phi_j-\phi_{\pi_b}}{\sigma}}\right)\right) && (33)
\end{aligned}$$

We denote $f(\delta,\sigma,z)$ as:

$$\begin{aligned}
&f(\delta,\sigma,z) = \frac{1}{1+\exp-\frac{\delta}{\sigma}}\mathbb{E}_{u_i,u_j}\left[\frac{1}{|\delta - \sigma\log(-\log(u_i)) + \sigma\log(-\log(u_j))|}\right] \\
&s.t. \quad \delta - \sigma\log(-\log(u_i)) + \sigma\log(-\log(u_j)) > z > 0
\end{aligned} \tag{34}$$

For the probability terms in Eq. (33), for all permutations π, there must exist π_a, π_b, such that

$$\frac{1}{1+\exp-\frac{\phi_{\pi_a}-\phi_i}{\sigma}} \leq \frac{1}{1+\exp-\frac{\phi_k-\phi_i}{\sigma}} \tag{35}$$

$$\frac{1}{1+\exp-\frac{\phi_j-\phi_{\pi_b}}{\sigma}} \leq \frac{1}{1+\exp-\frac{\phi_j-\phi_{k+1}}{\sigma}} \tag{36}$$

Thus we have

$$\text{Eq. (33)} \leq \sum_{i\neq j}\left(f(\phi_i-\phi_j,\sigma,z)\frac{1}{1+\exp-\frac{\phi_k-\phi_i}{\sigma}}\frac{1}{1+\exp-\frac{\phi_j-\phi_{k+1}}{\sigma}}\right) \tag{37}$$

$$\leq \sum_{i\neq j}\frac{f(\phi_i-\phi_j,\sigma,z)}{(1+\exp\frac{\phi_i-\phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} \tag{38}$$

By Eq. (15) in Lemma C.1 and substituting $\phi_j - \phi_i$ by y, we have

$$\text{Eq. (15)} \Rightarrow P(g_\sigma(u_i) - g_\sigma(u_j) > \phi_j - \phi_i) = \frac{1}{1+\exp-\frac{\phi_i-\phi_j}{\sigma}} \tag{39}$$

$$\Rightarrow P(g_\sigma(u_i) - g_\sigma(u_j) > y) = \frac{1}{1+\exp\frac{y}{\sigma}} \tag{40}$$

$$\Rightarrow P(g_\sigma(u_i) - g_\sigma(u_j) < y) = 1 - \frac{1}{1+\exp\frac{y}{\sigma}} = \frac{1}{1+\exp-\frac{y}{\sigma}} \tag{41}$$

where the right hand side is the form of the cumulative distribution function (CDF) of standard Logistic distribution by setting $\sigma = 1$:

$$\text{CDF}(y) = \frac{1}{1 + \exp(-y)} \tag{42}$$

Thus $-\log(-\log(u_i)) + \log(-\log(u_j))$ is equivalent to the Logistic distribution whose probability density function (PDF) is

$$\text{PDF}(y) = \frac{d\text{CDF}(y)}{dy} = \frac{1}{\exp(-y) + \exp y + 2} \tag{43}$$

and in this proof we exploit an upper bound of PDF(y):

$$\text{PDF}(y) = \frac{1}{\exp(-y) + \exp y + 2} \leq \frac{1}{y^2 + 4} \tag{44}$$

Based on the Logistic distribution, we can replace $-\sigma \log(-\log(u_i)) + \sigma \log(-\log(u_j))$ by σy where y is from the Logistic distribution. Thus we can derive the upper bound of $f(\delta, \sigma, z)$ as

follows

$$
\begin{aligned}
f(\delta,\sigma,z) &= \frac{1}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{\int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{\exp(-y)+\exp y+2} dy}{\int_{-\delta/\sigma+z}^{\infty} \frac{1}{\exp(-y)+\exp y+2} dy} && (45)\\
&= \frac{1}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{\int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{\exp(-y)+\exp y+2} dy}{1-\frac{1}{1+\exp(\delta/\sigma-z)}} && (46)\\
&= \frac{1}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{\int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{\exp(-y)+\exp y+2} dy}{\frac{\exp(\delta/\sigma-z)}{1+\exp(\delta/\sigma-z)}} && (47)\\
&= \frac{1}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{\int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{\exp(-y)+\exp y+2} dy}{\frac{1}{1+\exp(-\delta/\sigma+z)}} && (48)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{\exp(-y)+\exp y+2} dy && (49)\\
&\leq \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \int_{-\delta/\sigma+z}^{\infty} \frac{1}{\delta+\sigma y} \frac{1}{y^2+4} dy && (50)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{2\sigma \log\left((z\sigma-\delta)^2+4\sigma^2\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) - 4\sigma \log z + \pi\delta}{4\delta^2+16\sigma^2} && (51)\\
&\leq \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{2\sigma \log\left((z\sigma+|\delta|)^2+4\sigma^2\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) - 4\sigma \log z + \pi\delta}{4\delta^2+16\sigma^2} && (52)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{2\sigma \log\left((z\sigma+|\delta|)^2+4\sigma^2\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) - 2\sigma \log z^2 + \pi\delta}{4\delta^2+16\sigma^2} && (53)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{2\sigma \log\left(\frac{(z\sigma+|\delta|)^2+4\sigma^2}{z^2}\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) + \pi\delta}{4\delta^2+16\sigma^2} && (54)\\
&\leq \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{2\sigma \log\left(\frac{(z\sigma+|\delta|+2\sigma)^2}{z^2}\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) + \pi\delta}{4\delta^2+16\sigma^2} && (55)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) - 2\delta \arctan\left(\frac{z-\delta/\sigma}{2}\right) + \pi\delta}{4\delta^2+16\sigma^2} && (56)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) + \delta\left(\pi - 2\arctan\left(\frac{z-\delta/\sigma}{2}\right)\right)}{4\delta^2+16\sigma^2} && (57)\\
&\leq \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) + |\delta|\left(\pi - 2\arctan\left(\frac{z-\delta/\sigma}{2}\right)\right)}{4\delta^2+16\sigma^2} && (58)\\
&\leq \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) + |\delta|\left(\pi - 2\arctan\left(-\frac{\delta}{2\sigma}\right)\right)}{4\delta^2+16\sigma^2} && (59)\\
&= \frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} \cdot \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) + |\delta|\left(\pi + 2\arctan\left(\frac{\delta}{2\sigma}\right)\right)}{4\delta^2+16\sigma^2} && (60)
\end{aligned}
$$

where Eq. (50) is because $\frac{1}{\exp(-y)+\exp y+2} \leq \frac{1}{y^2+4}$, and Eq. (58) is because $\pi - 2\arctan(\frac{z-\delta/\sigma}{2}) \geq 0$. With probability at least $(1-\epsilon)$, we have

$$z = \log \frac{1+\epsilon \exp \frac{\delta}{\sigma}}{1-\epsilon} \geq -\log(1-\epsilon) \tag{61}$$

$$\frac{1+\exp(-\frac{\delta}{\sigma}+z)}{1+\exp -\frac{\delta}{\sigma}} = \frac{1}{1-\epsilon} \tag{62}$$

Thus

$$f(\delta,\sigma,z) \leq \text{Eq. (60)} = \frac{1}{1-\epsilon} \frac{4\sigma \log\left(\frac{z\sigma+|\delta|+2\sigma}{z}\right) + |\delta|\left(\pi + 2\arctan\left(\frac{\delta}{2\sigma}\right)\right)}{4\delta^2+16\sigma^2} \tag{63}$$

$$\leq \frac{1}{1-\epsilon} \frac{4\sigma \log\left(\sigma - \frac{|\delta|+2\sigma}{\log(1-\epsilon)}\right) + |\delta|\left(\pi + 2\arctan\left(\frac{\delta}{2\sigma}\right)\right)}{4\delta^2+16\sigma^2} \tag{64}$$

Thus we have

$$\text{Eq. (38)} \leq \sum_{i\neq j} \left(\frac{4\sigma \log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\left(\pi + 2\arctan\left(\frac{\phi_i-\phi_j}{2\sigma}\right)\right)}{(1-\epsilon)(4(\phi_i-\phi_j)^2+16\sigma^2)(1+\exp\frac{\phi_i-\phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} \right) \tag{65}$$

In conclusion, with probability at least $(1-\epsilon)$, we have

$$\mathbb{E}_u\left[\|\mathbf{T}^{\sigma*} - \widetilde{\mathbf{T}}^*\|_F\right] \leq \sum_{i\neq j} \frac{(2\log 2)m\tau\left(4\sigma\log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\left(\pi + 2\arctan\frac{\phi_i-\phi_j}{2\sigma}\right)\right)}{(1-\epsilon)(4(\phi_i-\phi_j)^2+16\sigma^2)(1+\exp\frac{\phi_i-\phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} \tag{66}$$

$$= \sum_{i\neq j} \frac{(\log 2)m\tau\left(2\sigma\log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\left(\frac{\pi}{2} + \arctan\frac{\phi_i-\phi_j}{2\sigma}\right)\right)}{(1-\epsilon)((\phi_i-\phi_j)^2+4\sigma^2)(1+\exp\frac{\phi_i-\phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} \tag{67}$$

$$= (\log 2)m\tau \sum_{i\neq j} \Omega(\phi_i,\phi_j,\sigma,\epsilon) \tag{68}$$

And we denote $\Omega(\phi_i,\phi_j,\sigma,\epsilon)$ as

$$\Omega(\phi_i,\phi_j,\sigma,\epsilon) = \frac{2\sigma\log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\left(\frac{\pi}{2} + \arctan\frac{\phi_i-\phi_j}{2\sigma}\right)}{(1-\epsilon)((\phi_i-\phi_j)^2+4\sigma^2)(1+\exp\frac{\phi_i-\phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} \tag{69}$$

□

C.2 Proof of Corollary 3.5

Corollary 3.5 is the simplified version of Proposition 3.4 by studying the dominant components.

Proof. For $\Omega(\phi_i,\phi_j,\sigma,\epsilon)$ in Proposition 3.4, we have

$$\Omega(\phi_i,\phi_j,\sigma,\epsilon) \leq \frac{2\sigma\log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\left(\frac{\pi}{2} + \arctan\frac{\phi_i-\phi_j}{2\sigma}\right)}{(1-\epsilon)((\phi_i-\phi_j)^2+4\sigma^2)} \tag{70}$$

$$\leq \frac{2\sigma\log\left(\sigma - \frac{|\phi_i-\phi_j|+2\sigma}{\log(1-\epsilon)}\right) + |\phi_i-\phi_j|\pi}{(1-\epsilon)((\phi_i-\phi_j)^2+4\sigma^2)} \tag{71}$$

$$= O\left(\frac{\sigma\log(\sigma+|\phi_i-\phi_j|) + |\phi_i-\phi_j|}{(\phi_i-\phi_j)^2+\sigma^2}\right) \tag{72}$$

$$= \widetilde{O}\left(\frac{\sigma+|\phi_i-\phi_j|}{(\phi_i-\phi_j)^2+\sigma^2}\right) \tag{73}$$

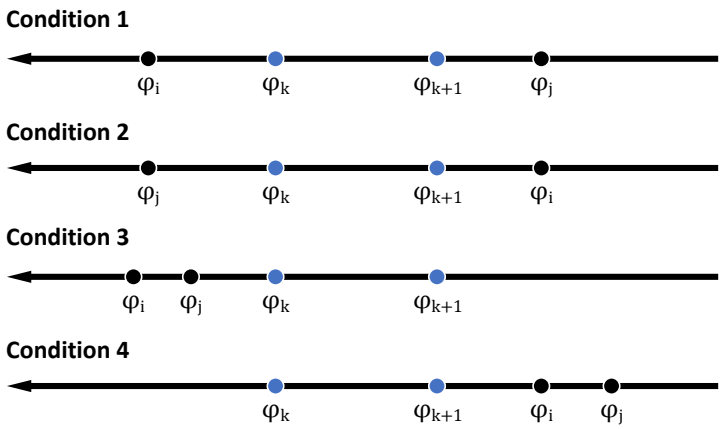


Figure 7: Four conditions are considered in our proof. It is worth noting that ϕ_i, ϕ_j must not lie between ϕ_k, ϕ_{k+1}, because we define ϕ_k, ϕ_{k+1} as two adjacent items in the original sorted list.

where we regard $(1-\epsilon)$ as a constant (i.e. assuming high probability), and $\widetilde{O}(\cdot)$ means ignoring the logarithm terms.

Then we have

$$\mathbb{E}_u\left[\|\mathbf{T}^{\sigma *}-\widetilde{\mathbf{T}}^{*}\|_F\right] \leq (\log 2) m\tau \sum_{i\neq j} \widetilde{O}\left(\frac{\sigma+|\phi_i-\phi_j|}{(\phi_i-\phi_j)^2+\sigma^2}\right) \tag{74}$$

$$= (\log 2) m\tau \widetilde{O}\left(\frac{\sigma+|\phi_i-\phi_j|}{(\phi_i-\phi_j)^2+\sigma^2}\right)_{\forall i\neq j} \tag{75}$$

$$= \widetilde{O}\left(\frac{m\tau(\sigma+|\phi_i-\phi_j|)}{(\phi_i-\phi_j)^2+\sigma^2}\right)_{\forall i\neq j} \tag{76}$$

□

C.3 Proof and Remarks on Corollary 3.6

In the following, we prove Corollary 3.6 and add some remarks about the relationship between the Sinkhorn and the Gumbel-Sinkhorn methods: the Sinkhorn method (CardNN-S) is a special case of the Gumbel-Sinkhorn method (CardNN-GS) when we set $\sigma = 0$. To more formally address Corollary 3.6, we have the following proposition:

Proposition C.2. *Assume the values of ϕ_k, ϕ_{k+1} are unique*[2]*, under probability at least $(1-\epsilon)$, we have*

$$\lim_{\sigma\to 0^+} \mathbb{E}_u\left[\|\mathbf{T}^{*}-\widetilde{\mathbf{T}}^{*}\|_F\right] \leq \frac{(\pi\log 2) m\tau}{(1-\epsilon)|\phi_k-\phi_{k+1}|} \tag{77}$$

which differs from the conclusion of Proposition 3.3 by only a constant factor.

Proof. Since $\sigma \to 0+$, the first term becomes 0. For the second term, we discuss four conditions as shown in Fig. 7, except for the following condition: $\phi_i = \phi_k$, $\phi_j = \phi_{k+1}$.

[2]For a compact proof, we make this assumption that the values of ϕ_k, ϕ_{k+1} are unique. If there are duplicate values of ϕ_k, ϕ_{k+1}, the bound only differs by a constant multiplier, therefore, does not affect our conclusion: Sinkhorn method (CardNN-S) is a special case of the Gumbel-Sinkhorn approach (CardNN-GS) when $\sigma = 0$.

Condition 1. If $\phi_i \geq \phi_k, x_j \leq \phi_{k+1}$ (equalities do not hold at the same time), we have at least $\phi_i - \phi_k > 0$ or $\phi_{k+1} - \phi_j > 0$. Then we have

$$\lim_{\sigma \to 0^+} \frac{1}{(1+\exp\frac{\phi_i - \phi_k}{\sigma})(1+\exp\frac{\phi_{k+1}-\phi_j}{\sigma})} = 0 \tag{78}$$

$$\Rightarrow \lim_{\sigma \to 0^+} \Omega(\phi_i, \phi_j, \sigma, \epsilon) = 0 \tag{79}$$

Condition 2. For any case that $\phi_i < \phi_j$, we have $\phi_i - \phi_j < 0$, thus

$$\lim_{\sigma \to 0^+} \arctan \frac{\phi_i - \phi_j}{\sigma} = -\frac{\pi}{2} \tag{80}$$

$$\Rightarrow \lim_{\sigma \to 0^+} \frac{\pi}{2} + \arctan \frac{\phi_i - \phi_j}{\sigma} = 0 \tag{81}$$

$$\Rightarrow \lim_{\sigma \to 0^+} \Omega(\phi_i, \phi_j, \sigma, \epsilon) = 0 \tag{82}$$

Condition 3. If $\phi_i \geq \phi_j \geq \phi_k$ (equalities do not hold at the same time), we have $\phi_i - \phi_k > 0$. Then we have

$$\lim_{\sigma \to 0^+} \frac{1}{1+\exp\frac{\phi_i - \phi_k}{\sigma}} = 0 \tag{83}$$

$$\Rightarrow \lim_{\sigma \to 0^+} \Omega(\phi_i, \phi_j, \sigma, \epsilon) = 0 \tag{84}$$

Condition 4. If $\phi_{k+1} \geq \phi_i \geq \phi_j$ (equalities do not hold at the same time), we have $\phi_{k+1} - \phi_j > 0$. Then we have

$$\lim_{\sigma \to 0^+} \frac{1}{1+\exp\frac{\phi_{k+1} - \phi_j}{\sigma}} = 0 \tag{85}$$

$$\Rightarrow \lim_{\sigma \to 0^+} \Omega(\phi_i, \phi_j, \sigma, \epsilon) = 0 \tag{86}$$

Therefore, if $\phi_i \neq \phi_k$ and $\phi_j \neq \phi_{k+1}$, the second term $\Omega(\phi_i, \phi_j, \sigma, \epsilon)$ degenerates to 0 when $\sigma \to 0^+$. Thus we have the following conclusion by only considering $\phi_i = \phi_k, \phi_j = \phi_{k+1}$:

$$\lim_{\sigma \to 0^+} \mathbb{E}_u \left[\|\mathbf{T}^* - \widetilde{\mathbf{T}}^*\|_F \right] \leq \frac{(\log 2) m\tau \left(|\phi_k - \phi_{k+1}| \left(\frac{\pi}{2} + \arctan \frac{\phi_k - \phi_{k+1}}{2\sigma} \right) \right)}{(1-\epsilon)(\phi_k - \phi_{k+1})^2} \tag{87}$$

$$\leq \frac{(\pi \log 2) m\tau}{(1-\epsilon)|\phi_k - \phi_{k+1}|} \tag{88}$$

□

Remarks. Based on the above conclusion, if $|\phi_k - \phi_{k+1}| > 0$, with $\sigma \to 0^+$, Eq. (11) degenerates to the bound in Eq. (6) and only differs by a constant factor:

$$\lim_{\sigma \to 0^+} \mathbb{E}_u \left[\|\mathbf{T}^* - \widetilde{\mathbf{T}}^*\|_F \right] \leq \frac{(\pi \log 2) m\tau}{(1-\epsilon)|\phi_k - \phi_{k+1}|} \tag{89}$$

where a strong assumption that $|\phi_k - \phi_{k+1}| > 0$ is made, and the bound diverges if $\phi_k = \phi_{k+1}$. Since ϕ_k, ϕ_{k+1} are predictions by a neural network, such an assumption may not be satisfied. In comparison, given $\sigma > 0$, the conclusion with Gumbel noise in Eq. (11) is bounded for any ϕ_k, ϕ_{k+1}. The strength of the theoretical results is also validated in experiment (see Tables 4 and 5), including the homotopy version CardNN-HGS.

D Algorithm Details for Solving Pure CO Problems

Due to limited pages, we do not include detailed algorithm blocks on how to solve pure CO problems. Here we provide our implementation for solving facility location problem (FLP) in Alg. 2, and max covering problem (MCP) in Alg. 3.

Algorithm 2: CardNN-GS/HGS for Solving the Facility Location Problem

Input: the distance matrix $\mathbf{\Delta}$; learning rate α; softmax temperature β; CardNN parameters k, τ, σ, #G.

1 **if** *Training* **then**
2 Randomly initialize neural network weights θ;
3 **if** *Inference* **then**
4 Load pretrained neural network weights θ; $J_{best} = +\infty$;
5 **while** *not converged* **do**
6 $\mathbf{s} = \text{SplineCNN}_\theta(\mathbf{\Delta})$; $[\widetilde{\mathbf{T}}_1, \widetilde{\mathbf{T}}_2, ..., \widetilde{\mathbf{T}}_{\#\text{G}}] = \text{CardNN-GS}(\mathbf{s}, k, \tau, \sigma, \#\text{G})$;
7 for all i, $\widetilde{J}_i = \text{sum}(\text{softmax}(-\beta\mathbf{\Delta} \circ \widetilde{\mathbf{T}}_i[2,:]) \circ \mathbf{\Delta})$;
8 $J = \text{mean}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}])$;
9 **if** *Training* **then**
10 update θ with respect to the gradient $\frac{\partial J}{\partial \theta}$ and learning rate α by gradient descend;
11 **if** *Inference* **then**
12 update $\mathbf{s}$ with respect to the gradient $\frac{\partial J}{\partial \mathbf{s}}$ and learning rate α by gradient descend;
13 for all i, $\widetilde{J}_i = \text{sum}(\text{min}(\mathbf{\Delta} \circ \text{TopK}(\widetilde{\mathbf{T}}_i[2,:]^\top)))$; $J_{best} = \text{min}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}], J_{best})$;
14 **if** *Homotopy Inference* **then**
15 Shrink the value of τ and jump to line 5;

Output: Learned network weights θ (if training)/The best objective J_{best} (if inference).

Algorithm 3: CardNN-GS/HGS for Solving the Max Covering Problem

Input: bipartite adjacency $\mathbf{A}$; values $\mathbf{v}$; learning rate α; CardNN-GS parameters k, τ, σ, #G.

1 **if** *Training* **then**
2 Randomly initialize neural network weights θ;
3 **if** *Inference* **then**
4 Load pretrained neural network weights θ; $J_{best} = 0$;
5 **while** *not converged* **do**
6 $\mathbf{s} = \text{GraphSage}_\theta(\mathbf{A})$; $[\widetilde{\mathbf{T}}_1, \widetilde{\mathbf{T}}_2, ..., \widetilde{\mathbf{T}}_{\#\text{G}}] = \text{CardNN-GS}(\mathbf{s}, k, \tau, \sigma, \#\text{G})$;
7 for all i, $\widetilde{J}_i = \text{min}(\widetilde{\mathbf{T}}_i[2,:]\mathbf{A}, 1)^\top \cdot \mathbf{v}$; $J = \text{mean}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}])$;
8 **if** *Training* **then**
9 update θ with respect to the gradient $\frac{\partial J}{\partial \theta}$ and learning rate α by gradient ascent;
10 **if** *Inference* **then**
11 update $\mathbf{s}$ with respect to the gradient $\frac{\partial J}{\partial \mathbf{s}}$ and learning rate α by gradient ascent;
12 for all i, $\widetilde{J}_i = (\text{TopK}(\widetilde{\mathbf{T}}_i[2,:])\mathbf{A})^\top \cdot \mathbf{v}$; $J_{best} = \text{max}([\widetilde{J}_1, \widetilde{J}_2, ..., \widetilde{J}_{\#\text{G}}], J_{best})$;
13 **if** *Homotopy Inference* **then**
14 Shrink the value of τ and jump to line 5;

Output: Learned network weights θ (if training)/The best objective J_{best} (if inference).

E More Details about Pure CO Experiment

E.1 Dataset Details

The Starbucks location dataset for FLP. This dataset is built based on the project named Starbucks Location Worldwide 2021 version[3], which is scraped from the open-accessible Starbucks store locator webpage. We analyze and select 4 cities with more than 100 Starbucks stores, which are London (166 stores), New York City (260 stores), Shanghai (510 stores), and Seoul (569 stores). The locations considered are the real locations represented as latitude and longitude. For simplicity, we do not consider the real-world distances between any two stores; instead, we test with both

[3] https://www.kaggle.com/datasets/kukuroo3/starbucks-locations-worldwide-2021-version

Euclidean distance and Manhattan distance. We set k=30, and the objective values reported are distances $\times$100km.

The Twitch dataset for MCP. This social network dataset is collected by Rozemberczki et al. (2021) and the edges represent the mutual friendships between streamers. The streamers are categorized by their streaming language, resulting in 6 social networks for 6 languages. The social networks are DE (9498 nodes), ENGB (7126 nodes), ES (4648 nodes), FR (6549 nodes), PTBR (1912 nodes), and RU (4385 nodes). The objective is to cover more viewers, measured by the sum of the logarithmic number of viewers. We took the logarithm to enforce diversity because those top streamers usually have the dominant number of viewers. We set k=50.

E.2 Implementation Details

Our algorithms are implemented by PyTorch and the graph neural network modules are based on Fey & Lenssen (2019). In our paper, we optimize the hyperparameters by greedy search on a small subset of problem instances ($\sim$5) and set the best configuration of hyperparameters for CardNN-S/GS/HGS. The hyperparameters of EGN (Karalias & Loukas, 2020) are tuned in the same way. Here are the hyperparameters used to reproduce our experiment results:

- For the **Max Covering Problem (MCP)**, we empirically set the learning rate $\alpha = 0.1$. For the hyperparameters of CardNN, we have $\tau = 0.05, \sigma = 0.15$ for CardNN-GS, $\tau = 0.05$ for CardNN-S, and $\tau = (0.05, 0.04, 0.03), \sigma = 0.15$ for the Homotopy version CardNN-HGS. We set $\#G = 1000$ samples for CardNN-GS and CardNN-HGS.
- For the **Facility Location Problem (FLP)**, we set the learning rate $\alpha = 0.1$. For the hyperparameters of CardNN, we have $\tau = 0.05, \sigma = 0.25$ for CardNN-GS, $\tau = 0.05$ for CardNN-S, and we set $\tau = (0.05, 0.04, 0.03), \sigma = 0.25$ for the Homotopy version CardNN-HGS. We set $\#G = 500$ samples for CardNN-GS and CardNN-HGS. The softmax temperature for facility location is empirically set as twice of the cardinality constraint: $T = 100$ if $k = 50$, $T = 60$ if $k = 30$.
- For the **Predictive Portfolio Optimization Problem**, we set the learning rate $\alpha = 10^{-3}$. For our CardNN-GS module, we set $\tau = 0.05, \sigma = 0.1$, and set the Gumbel samples as $\#G = 1000$. During inference, among all 1000 portfolio predictions, we return the best portfolio found based on the predicted prices, and we empirically find such a strategy beneficial for finding better portfolios on the real test set.

All experiments are done on a workstation with i7-9700K@3.60GHz CPU, 16GB memory, and RTX2080Ti GPU.

E.3 Detailed Experiment Results

In the main paper, we only plot the experiment results on both synthetic datasets and real-world datasets due to limited pages. In this section, we report the digits from the experiments, which are in line with Fig. 3 and Fig. 4.

Table 4: Objective score ↑, gap ↓, and inference time (in seconds) ↓ of max covering. Under cardinality constraint k, the problem is to select from m sets to cover a fraction of n objects. For the gray entry, the Gurobi solver fails to return the optimal solution within 24 hours, thus reported as out-of-time.

	k=50, m=500, n=1000			**k=100, m=1000, n=2000**		
EGN/CardNN are CO networks	**objective ↑**	**gap ↓**	**time ↓ (sec)**	**objective ↑**	**gap ↓**	**time ↓ (sec)**
greedy	44312.8±818.4	0.011±0.007	**0.024±0.000**	88698.9±1217.5	0.008±0.004	**0.089±0.001**
SCIP 7.0 (t=100s/120s)	43497.4±875.6	0.029±0.011	100.136±0.097	86269.9±1256.3	0.035±0.006	120.105±0.498
Gurobi 9.0 (t=100s/120s)	43937.2±791.5	0.019±0.008	100.171±0.085	86862.1±1630.5	0.028±0.011	120.277±0.139
Gurobi 9.0 (optimal)	OOT	OOT	OOT	OOT	OOT	OOT
EGN (efficient)	37141.4±896.0	0.171±0.015	0.244±0.107	74633.7±1449.6	0.165±0.010	0.525±0.229
EGN (accurate)	39025.2±791.9	0.129±0.008	40.542±4.056	77488.9±1088.2	0.133±0.006	93.670±8.797
CardNN-S (Sec. 3.1)	42034.9±773.1	0.062±0.008	4.935±1.167	83289.0±1331.0	0.068±0.007	5.368±1.014
CardNN-GS (Sec. 3.2)	44710.3±770.9	**0.002±0.002**	28.104±0.465	89264.8±1232.1	0.001±0.002	60.685±0.045
CardNN-HGS (Sec. 3.2)	**44723.9±763.2**	**0.002±0.002**	39.575±0.595	**89340.8±1221.6**	**0.000±0.001**	89.764±0.128

Table 5: Objective score ↓, optimal gap ↓ and inference time (in seconds) ↓ comparison of the facility location problem, including mean and standard deviation computed from all test instances. The problem is to select k facilities from m locations.

	k=30, m=500			k=50, m=800		
EGN/CardNN are CO networks	**objective ↓**	**optimal gap ↓**	**time ↓ (sec)**	**objective ↓**	**optimal gap ↓**	**time ↓ (sec)**
greedy	2.841±0.093	0.167±0.026	1.771±0.017	2.671±0.066	0.168±0.018	4.779±0.035
SCIP 7.0 (t=120s/200s)	4.470±1.918	0.348±0.295	118.068±48.055	5.258±1.018	0.552±0.146	243.919±54.118
Gurobi 9.0 (t=120s/200s)	2.453±0.142	0.033±0.042	125.589±0.606	3.364±0.268	0.335±0.055	214.360±3.785
Gurobi 9.0 (optimal)	2.365±0.063	0.000±0.000	314.798±116.858	2.221±0.041	0.000±0.000	648.213±194.486
EGN (efficient)	3.032±0.195	0.217±0.048	0.830±0.308	2.879±0.155	0.226±0.039	0.988±0.140
EGN (accurate)	2.795±0.140	0.152±0.035	123.559±12.278	2.697±0.116	0.175±0.031	191.091±13.141
CardNN-S (Sec. 3.1)	2.753±0.154	0.139±0.041	7.127±1.241	2.462±0.079	0.097±0.023	6.427±1.050
CardNN-GS (Sec. 3.2)	2.420±0.072	0.023±0.009	76.534±6.321	2.283±0.050	0.027±0.008	120.689±2.405
CardNN-HGS (Sec. 3.2)	**2.416±0.073**	0.021±0.009	103.742±4.778	**2.275±0.048**	0.023±0.007	158.400±3.498

Some remarks about EGN on real-world dataset. Since the sizes of our real-world problems are relatively small, we mainly adopt a transfer learning setting: the CO networks are firstly trained on the synthetic data, and then tested on the corresponding real-world datasets. All our CardNN models follow this setting. However, the transfer learning ability of EGN seems less satisfying, and we empirically find the performance of EGN degenerates significantly when transferred to a different dataset. In Fig. 4, we exploit the advantage of self-supervised learning for EGN: we allow EGN to be trained in a self-supervised manner on the real-world dataset. To avoid the scatter plots looking too sparse, we ignore the training time cost when plotting Fig. 4 since it does not affect our main conclusion (performance rank: CardNN-HGS > CardNN-GS > CardNN-S > EGN).

In the following, we list the detailed experiment results on real-world problems:

Table 6: FLP-Starbucks London dataset (Euclidean distance)

m=166, k=30	**objective↓**	**time (sec)↓**
Greedy	0.047	0.6
SCIP 7.0 (t=60s)	0.040	2.8
Gurobi 9.0 (t=60s)	0.040	7.2
Gurobi 9.0 (optimal)	0.040	7.2
EGN (train on synthetic)	0.171	0.2
EGN-accu (train on synthetic)	0.171	25.6
EGN (train on test)	0.080	0.1
EGN-accu (train on test)	0.078	17.2
CardNN-S	0.054	8.2
CardNN-GS	0.042	19.8
CardNN-HGS	0.042	50.3

Table 7: FLP-Starbucks NewYork dataset (Euclidean distance)

m=260, k=30	**objective↓**	**time (sec)↓**
Greedy	0.033	0.9
SCIP 7.0 (t=60s)	0.028	16.5
Gurobi 9.0 (t=60s)	0.028	60.6
Gurobi 9.0 (optimal)	0.028	126.5
EGN (train on synthetic)	0.174	0.1
EGN-accu (train on synthetic)	0.174	26.0
EGN (train on test)	0.089	0.1
EGN-accu (train on test)	0.057	27.0
CardNN-S	0.174	2.3
CardNN-GS	0.030	20.2
CardNN-HGS	0.029	50.8

Table 8: FLP-Starbucks Shanghai dataset (Euclidean distance)

m=510, k=30	**objective**↓	**time (sec)**↓
Greedy	0.172	1.9
SCIP 7.0 (t=60s)	10.484	106.1
Gurobi 9.0 (t=60s)	0.222	62.3
Gurobi 9.0 (optimal)	0.139	313.1
EGN (train on synthetic)	1.561	0.3
EGN-accu (train on synthetic)	1.561	58.5
EGN (train on test)	0.360	0.3
EGN-accu (train on test)	0.360	56.5
CardNN-S	0.165	9.0
CardNN-GS	0.162	20.7
CardNN-HGS	0.155	51.3

Table 9: FLP-Starbucks Seoul dataset (Euclidean distance)

m=569, k=30	**objective**↓	**time (sec)**↓
Greedy	0.245	2.1
SCIP 7.0 (t=60s)	14.530	145.2
Gurobi 9.0 (t=60s)	0.424	62.9
Gurobi 9.0 (optimal)	0.188	540.8
EGN (train on synthetic)	2.680	0.3
EGN-accu (train on synthetic)	2.680	57.9
EGN (train on test)	0.497	0.3
EGN-accu (train on test)	0.497	63.7
CardNN-S	0.373	9.0
CardNN-GS	0.284	21.8
CardNN-HGS	0.212	52.7

Table 10: FLP-Starbucks London dataset (Manhattan distance)

m=166, k=30	**objective**↓	**time (sec)**↓
Greedy	2.441	0.5
SCIP 7.0 (t=60s)	2.390	2.9
Gurobi 9.0 (t=60s)	2.390	2.2
Gurobi 9.0 (optimal)	2.390	2.2
EGN (train on synthetic)	4.793	0.2
EGN-accu (train on synthetic)	4.793	19.4
EGN (train on test)	3.210	0.1
EGN-accu (train on test)	3.008	18.4
CardNN-S	2.688	4.4
CardNN-GS	2.457	20.6
CardNN-HGS	2.424	51.6

Table 11: FLP-Starbucks NewYork dataset (Manhattan distance)

m=260, k=30	**objective**↓	**time (sec)**↓
Greedy	2.734	0.9
SCIP 7.0 (t=60s)	2.565	9.6
Gurobi 9.0 (t=60s)	2.565	22.9
Gurobi 9.0 (optimal)	2.565	22.8
EGN (train on synthetic)	4.066	0.2
EGN-accu (train on synthetic)	4.066	30.6
EGN (train on test)	3.998	0.1
EGN-accu (train on test)	3.500	27.5
CardNN-S	4.066	2.4
CardNN-GS	2.898	15.2
CardNN-HGS	2.845	30.1

Table 12: FLP-Starbucks Shanghai dataset (Manhattan distance)

m=510, k=30	**objective**↓	**time (sec)**↓
Greedy	9.024	1.8
SCIP 7.0 (t=60s)	59.626	101.8
Gurobi 9.0 (t=60s)	8.931	62.2
Gurobi 9.0 (optimal)	8.439	201.7
EGN (train on synthetic)	21.566	0.3
EGN-accu (train on synthetic)	21.566	55.2
EGN (train on test)	17.951	0.3
EGN-accu (train on test)	11.601	53.0
CardNN-S	10.780	5.1
CardNN-GS	8.784	26.0
CardNN-HGS	8.774	58.8

Table 13: FLP-Starbucks Seoul dataset (Manhattan distance)

m=569, k=30	**objective**↓	**time (sec)**↓
Greedy	10.681	2.0
SCIP 7.0 (t=60s)	83.952	95.2
Gurobi 9.0 (t=60s)	14.579	65.7
Gurobi 9.0 (optimal)	9.911	335.7
EGN (train on synthetic)	18.206	0.3
EGN-accu (train on synthetic)	18.206	56.6
EGN (train on test)	15.168	0.3
EGN-accu (train on test)	15.069	64.6
CardNN-S	13.154	5.1
CardNN-GS	10.146	28.6
CardNN-HGS	10.003	63.2

Table 14: MCP-Twitch DE dataset

m=n=9498, k=50	**objective↑**	**time (sec)↓**
Greedy	51452	0.3
SCIP 7.0 (optimal)	51481	1.5
Gurobi 9.0 (optimal)	51481	5.8
EGN (train on synthetic)	850	15.5
EGN-accu (train on synthetic)	11732	303.0
EGN (train on test)	43036	15.4
EGN-accu (train on test)	43069	303.2
CardNN-S	51478	16.0
CardNN-GS	51481	28.7
CardNN-HGS	51481	56.1

Table 15: MCP-Twitch ENGB dataset

m=n=7126, k=50	**objective↑**	**time (sec)↓**
Greedy	26748	0.1
SCIP 7.0 (optimal)	26757	0.3
Gurobi 9.0 (optimal)	26757	0.8
EGN (train on synthetic)	5066	7.6
EGN-accu (train on synthetic)	7749	147.6
EGN (train on test)	18725	7.5
EGN-accu (train on test)	19296	147.2
CardNN-S	26745	15.6
CardNN-GS	26757	21.7
CardNN-HGS	26757	42.6

Table 16: MCP-Twitch ES dataset

m=n=4648, k=50	**objective↑**	**time (sec)↓**
Greedy	25492	0.1
SCIP 7.0 (optimal)	25492	0.3
Gurobi 9.0 (optimal)	25492	1.1
EGN (train on synthetic)	1183	3.1
EGN-accu (train on synthetic)	1489	57.6
EGN (train on test)	17612	3.1
EGN-accu (train on test)	17872	58.0
CardNN-S	25492	15.7
CardNN-GS	25492	12.6
CardNN-HGS	25492	24.9

Table 17: MCP-Twitch FR dataset

m=n=6549, k=50	**objective↑**	**time (sec)↓**
Greedy	39665	0.2
SCIP 7.0 (optimal)	39694	1.2
Gurobi 9.0 (optimal)	39694	10.7
EGN (train on synthetic)	21508	6.2
EGN-accu (train on synthetic)	21701	119.2
EGN (train on test)	32439	6.2
EGN-accu (train on test)	32533	119.4
CardNN-S	39687	15.8
CardNN-GS	39693	19.9
CardNN-HGS	39694	39.1

Table 18: MCP-Twitch PTBR dataset

m=n=1912, k=50	**objective↑**	**time (sec)↓**
Greedy	14141	0.0
SCIP 7.0 (optimal)	14163	0.1
Gurobi 9.0 (optimal)	14163	0.3
EGN (train on synthetic)	1402	0.8
EGN-accu (train on synthetic)	7329	14.4
EGN (train on test)	10173	0.3
EGN-accu (train on test)	10173	5.3
CardNN-S	14155	15.6
CardNN-GS	14163	10.1
CardNN-HGS	14163	19.7

Table 19: MCP-Twitch RU dataset

m=n=4385, k=50	**objective↑**	**time (sec)↓**
Greedy	25755	0.1
SCIP 7.0 (optimal)	25778	0.2
Gurobi 9.0 (optimal)	25778	0.5
EGN (train on synthetic)	7762	2.7
EGN-accu (train on synthetic)	7917	51.5
EGN (train on test)	18148	2.6
EGN-accu (train on test)	18156	48.3
CardNN-S	25776	15.9
CardNN-GS	25778	11.9
CardNN-HGS	25778	23.6

E.4 Ablation Study on Hyperparameters

Firstly, we want to add some remarks about the selection of hyperparameters:

- $\#G$ **(number of Gumbel samples):** $\#G$ affects how many samples are taken during training and inference for CardNN-GS. A larger $\#G$ (i.e. more samples) will be more appealing, because CardNN-GS will have a lower variance when estimating the objective score, and it will have a higher probability of discovering better solutions. However, $\#G$ cannot be arbitrarily large because the GPU has limited memory, also it is harmful to the efficiency if $\#G$ is too large. In experiments, we set an adequate $\#G$ (e.g. $\#G = 1000$) and ensure that it can fit into the GPU memory of our workstation (2080Ti, 11G).
- τ **(entropic regularization factor of Sinkhorn):** Theoretically, τ controls the gap of the continuous Sinkhorn solution to the discrete solution, and a smaller τ will lead to a tightened gap. This property is validated by our theoretical findings in Proposition 3.4. Unfortunately, τ cannot be arbitrarily small, because a smaller τ requires more Sinkhorn iterations to converge. Besides, a smaller τ means the algorithm being closer to the discrete version, and the gradient will be more likely to explode. Therefore, given a fixed number of Sinkhorn iterations (100) to ensure the efficiency of our algorithm, we need trial-and-error to discover the suitable τ for both CardNN-S and CardNN-GS. The grid search results below show that our selection of τ fairly balances the performances of both CardNN-S and CardNN-GS.
- σ **(Gumbel noise factor):** As derived in Proposition 3.4, a larger σ is beneficial for a tightened constraint-violation term. However, it is also worth noting that σ cannot be arbitrarily large because our theoretical derivation only considers the expectation but not the variance. A larger σ means a larger variance, demanding a larger number of samples and bringing computational and memory burdens. In the experiments, we first determine a τ, and then find a suitable σ by greedy search on a small subset ($\sim$5) of problem instances.

We conduct an ablation study about the sensitivity of hyperparameters by performing an extensive grid search near the configuration used in our max covering experiments ($\tau = 0.05, \sigma = 0.15, \#G = 1000$). We choose the k=50, m=500, n=1000 max covering problem, and we have the following results for CardNN-GS and CardNN-S (higher is better):

Table 20: Ablation study result of CardNN-GS with $\#G = 1000$.

$\sigma =$ \ $\tau =$	0.01	0.05	0.1
0.1	42513.4	44759.2	**45039.5**
0.15	41456.5	44710.3	44837.2
0.2	41264.3	44638.1	44748.2

Table 21: Ablation study result of CardNN-GS with $\#G = 800$.

$\sigma =$ \ $\tau =$	0.01	0.05	0.1
0.1	42511.6	44754.6	**45037.6**
0.15	41421.4	44705.8	44841.5
0.2	41235.9	44651.5	44748.6

Table 22: Ablation study result of CardNN-S.

$\tau =$	0.001	0.005	0.01	0.05	0.1
objective score	35956.6	42013.3	**42520.8**	42034.9	40721.2

Under the configuration used in our paper, both CardNN-S and CardNN-GS have relatively good results. Our grid search result shows that our CardNN-GS is not very sensitive to σ if we have $\tau = 0.05$ or 0.1, and the result of $\tau = 0.01$ is inferior because the Sinkhorn algorithm may not converge. The results of $\#G = 1000$ are all better than $\#G = 800$, suggesting that a larger $\#G$ is appealing if we have enough GPU memory. It is also discovered that CardNN-S seems to be able to accept a smaller value of τ compared to CardNN-GS, possibly because adding the Gumbel noise will increase the divergence of elements thus performs in a sense similar to decreasing τ when considering the convergence of Sinkhorn.

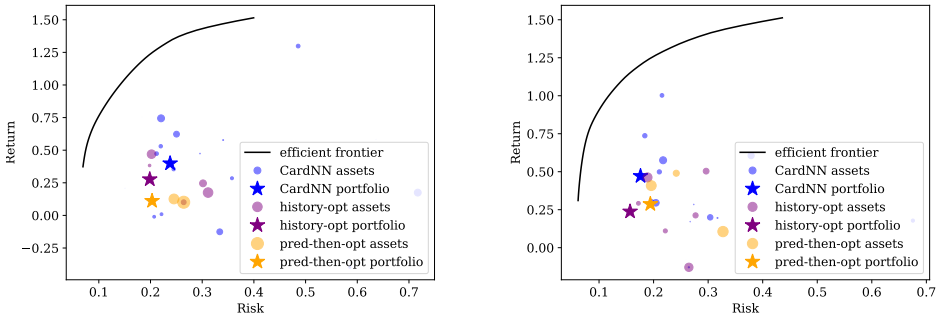
F Visualization of More Portfolios

In Fig 8, we provide more visualizations of the portfolios predicted by our "predict-*and*-optimize" CardNN pipeline (blue), the traditional "predict-*then*-optimize" pipeline based on LSTM and Gurobi (orange), and the historical-data based "history-opt" (purple). In general, portfolio optimization means a trade-off between risks and returns, and we can draw an efficient frontier where the portfolios on this frontier are the Pareto optimal for risks and returns, i.e. for a portfolio on the efficient frontier, one cannot achieve higher returns unless s/he could accept higher risks. Being closer to the efficient frontier means a portfolio is better. Besides, it is also worth noting that reaching the efficient frontier is nearly infeasible in predictive portfolio optimization because our predictions of future asset prices are always with errors.

G Details on Using Existing Assets

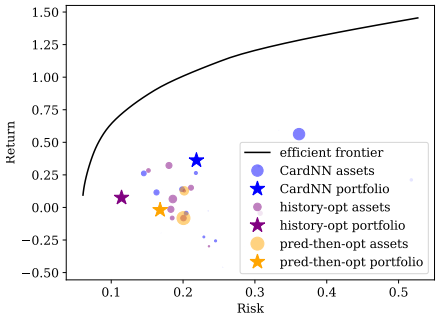
The following open-source resources are used in this paper and we sincerely thank the authors and contributors for their great work.

- **Implementation of Erdos Goes Neural**. Paper: Karalias & Loukas (2020). URL: https://github.com/Stalence/erdos_neu. No open-source license is found on the GitHub webpage.

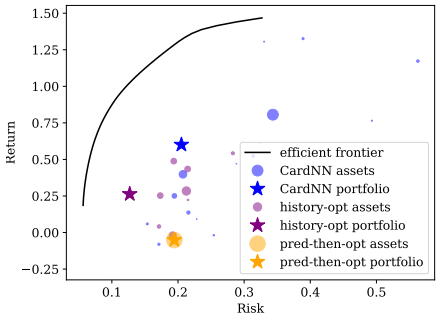


(a) 2021-01-27

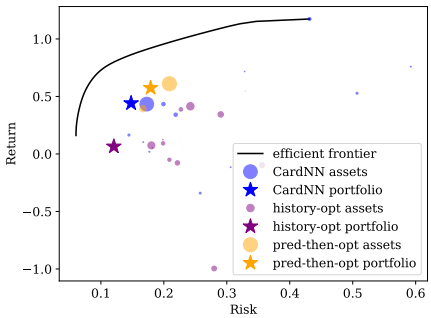
(b) 2021-02-25



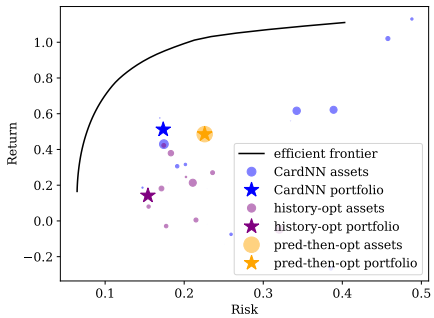
(c) 2021-04-23



(d) 2021-05-21



(e) 2021-06-21



(f) 2021-07-06

Figure 8: Visualization of predicted portfolios. The labels denote the starting dates of the portfolios.

- **SCIP solver**. Paper: Gamrath et al. (2020). URL: https://scip.zib.de/. ZIB Academic License.
- **ORLIB**. Paper: Beasley (1990). URL: http://people.brunel.ac.uk/~mastjjb/jeb/orlib/scpinfo.html. MIT License.
- **Starbucks Locations Worldwide (2021 version)**. URL: https://www.kaggle.com/datasets/kukuroo3/starbucks-locations-worldwide-2021-version. CC0: Public Domain License.
- **Twitch Social Networks (from MUSAE project)**. Paper: Rozemberczki et al. (2021). Project URL: https://github.com/benedekrozemberczki/MUSAE Data

URL: http://snap.stanford.edu/data/twitch-social-networks.html. GPL-3.0 License.

And we are also using the Gurobi commercial solver under academic license. See details about Gurobi's academic license at https://www.gurobi.com/academia/academic-program-and-licenses/.