Problem:

In a town with $N$ people, there are different clubs such that the intersection of any two clubs (including itself) is a multiple of $X$. What is the maximum possible number of clubs, $P$?

Alternative solution to Babai’s solution for $X = 2$:

Call a maximal town which satisfies the above condition a good town.

Given $N$ people, we can group everybody into groups of $X$, such that each group will either join a club together or not join the club at all. In this way, $P \geq 2^\lceil N/X \rceil$, or $\lfloor N/X \rfloor \leq \log_2 P \ (1)$

Consider the matrix formed such that the $i$th row and $j$th column is 1 if the $j$th person is in the $i$th club and 0 otherwise.

Claim: Adding a row in the matrix of a good town to every single row of the matrix modulus 2 will result in a matrix of another good town

Proof: Adding two rows together modulus 2 will give the symmetric difference of the two clubs.

Also, number of intersections between two clubs = total number of 1’s in both rows - number of 1’s in the symmetric difference.

Since the total number of 1’s in each row is a multiple of $X$, the intersection of two clubs is a multiple of $X$ if and only if the number of 1’s in the symmetric difference is a multiple of $X$. Given 3 rows for 3 clubs $C_1, C_2, C_3$,

$$ (C_1j + C_2j) + (C_1j + C_3j) = C_3j + C_2j + 2 \times C_1j \ (mod.2) = C_3j + C_2j \ (mod.2) $$

Thus, by adding $C_1j$ to all the rows of the matrix, we get another matrix of a good town.

For case $X = 2$, we prove by induction that $P = 2^\lceil N/X \rceil$ or $\lfloor N/X \rfloor = \log_2 P$

Consider a good town with $P$ clubs, $N^p_x$ people. If the smallest club has 2 members, we remove the 2 members from the town. Since every other club either has both members or neither of the two members, after removing, we will get a good town of $N^p_x - 2$ members with at least $\lfloor (P + 1)/2 \rfloor$ clubs. Thus, $N^p_x \geq \frac{N^p_x}{2} \left(\frac{P+1}{2}\right) + 2$ or $\lfloor N^p_x/2 \rfloor \geq \lfloor \frac{N^p_x}{2} \left(\frac{P+1}{2}\right) \rfloor + 1$. Thus, $\lfloor N^p_x/2 \rfloor \geq \log_2 \left(\left(\frac{P}{2}\right) + 1\right) + 1 \geq \log_2 P$. Combining this with (1), $\lfloor N^p_x/2 \rfloor = \log_2 P$
If the smallest club has greater than 2 members, we look at the number of clubs with either both or neither of the first two people in the town. If the number of such clubs < \( P/2 \) we pick a row starting with either 1,0 or 0,1 and add it to the matrix of the good town. In this new good town, if the smallest club has 2 members we are done. If the smallest club still has greater than 2 members, the number of clubs which has either both or neither of the first two members will be \( \geq P/2 \). Now, we look at all the clubs with both or neither of the first two members. By removing the first two members from these clubs, we will form unique clubs, as if two of the clubs become the same after removing the first two members, the first two members themselves can form a club, which contradicts the fact that the smallest club >m 2 members. Thus, we are able to form at least \( \lfloor (P + 1)/2 \rfloor \) clubs with \( N^p_2 - 2 \) people, and similar to above, the inductive step follows.