

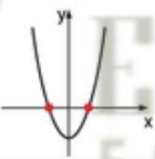
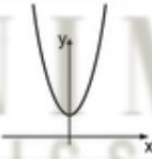
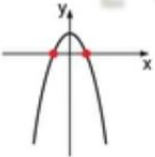
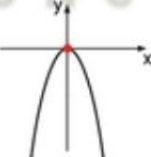
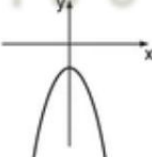


Types of functions | Mathematical Methods of Economics

Quadratic functions

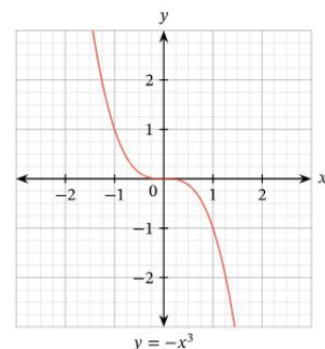
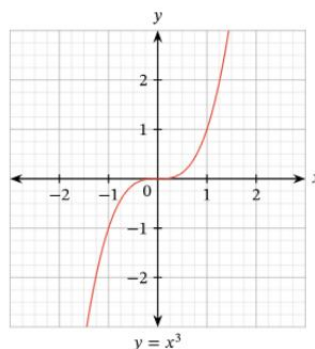
- $y = ax^2 + bx + c$
- $x = \frac{-b \pm \sqrt{b^2 - 4ac}}{2a}$
- If $b^2 - 4ac = 0$, then the function has one zero i.e. $x = -b/2a$
- If $b^2 - 4ac > 0$, then 2 zeroes.
- If $b^2 - 4ac < 0$, then no zeroes.
- If $a > 0$, $f(x)$ attains min at $-b/2a$ and min value is $c - b^2/4a$
- If $a < 0$, $f(x)$ attains max at $-b/2a$ and max value is $c - b^2/4a$

Quadratic Function $y = ax^2 + bx + c$

	$b^2 - 4ac > 0$	$b^2 - 4ac = 0$	$b^2 - 4ac < 0$
$a > 0$			
$a < 0$			

Cubic functions

- $f(x) = ax^3 + bx^2 + cx + d$



General polynomials

- $P(x) = a_n x^n + a_{n-1} x^{n-1} + \dots + a_1 x + a_0$ is called a general polynomial of degree n. Often one is interested in finding the number and location of the zeroes of $P(x)$ i.e. where $P(x) = 0$
- $a_n x^n + a_{n-1} x^{n-1} + \dots + a_1 x + a_0 = 0$ is called the general nth order equation.



Types of functions | Mathematical Methods of Economics

- Note:- According to fundamental theorem of algebra, every polynomial of the general form can be written as a product of first or second degree.

Remainder Theorem

- Let $P(x)$ and $Q(x)$ be two polynomials for which the degree of $P(x)$ is greater than or equal to the degree of $Q(x)$. Then, there always exist unique polynomials $q(x)$ and $r(x)$ such that

$$P(x) = q(x)Q(x) + r(x) \quad (\#)$$

where the degree of $r(x)$ is less than degree of $Q(x)$. This fact is called the remainder theorem.

- When x is such that $Q(x) \neq 0$, then $(\#)$ can be written as

$$P(x)/Q(x) = q(x) + r(x)/Q(x)$$

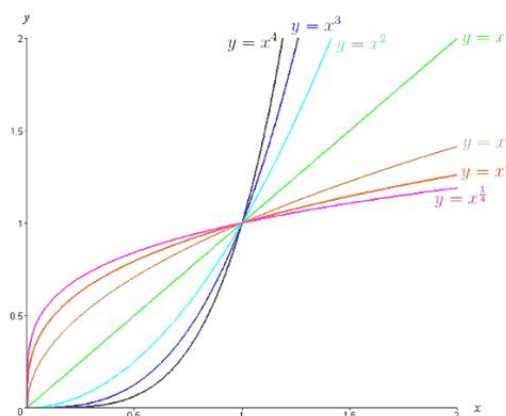
- If $r(x) = 0$, we say that $Q(x)$ is a factor of $P(x)$ or that $P(x)$ is divisible by $Q(x)$ i.e. $P(x)/Q(x) = q(x)$ which is the quotient when $r(x) \neq 0$, is the remainder.
- An important special case is when $Q(x) = x - a$. Then $Q(x)$ is of degree 1, so $r(x)$ must have degree 0 and therefore is a constant. In that case,

$$P(x) = q(x)(x - a) + r \quad \forall x$$

- For $x = a$ in particular, we get $P(a) = r$. Hence, $x - a$ divides $P(x)$ iff $P(a) = 0$ i.e. $P(x)$ has a factor $x - a \iff P(a) = 0$

Power Functions

- $f(x) = x^r$



Property	Symbols
Product of Powers	$b^m \cdot b^n = b^{m+n}$
Power of a Power	$(b^m)^n = b^{m \cdot n}$
Power of a Product	$(ab)^m = a^m b^m$
Quotient of Powers	$\frac{b^m}{b^n} = b^{m-n}$
Power of a Quotient	$\left(\frac{a}{b}\right)^m = \frac{a^m}{b^m}$
Zero Exponents	$b^0 = 1$
Negative Exponents	$b^{-m} = \frac{1}{b^m}$
Rational Exponents	$b^{\frac{p}{r}} = (\sqrt[r]{b})^p$