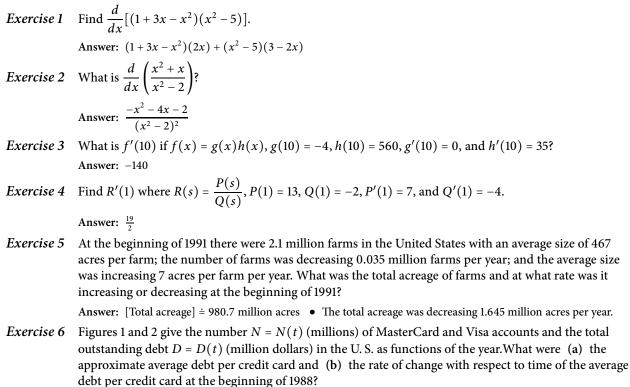
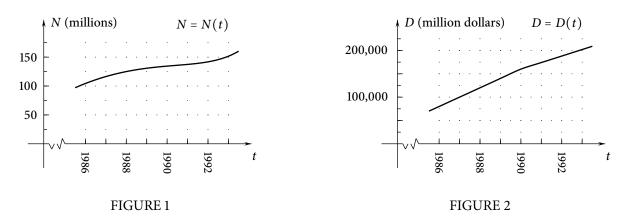
Homework 2, Part 1

Section 3.2 of *Rogawski*: 5, 25, 40 (skip 21), unless you did these on Homework 1 Section 3.3 of *Rogawski*: 5, 7, 13, 15, 21, 23

Additional exercises:

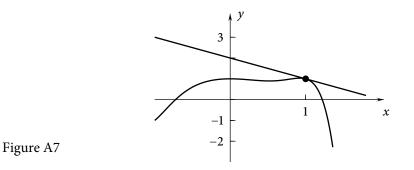




Answer: (a) [Average debt per card] \approx 960 dollars per credit card (b) [The rate of change with respect to time of the average debt per credit card at the beginning of 1988] \approx 102.40 dollars per credit card per year

Exercise 7 Give an equation of the tangent line to $y = (1 + x - x^4)(1 - x + x^3)$ at x = 1. Then generate the curve and tangent line on your calculator or computer.

Answer: Tangent line : y = 1 - (x - 1) • Figure A7



- *Exercise 8* Imagine that your investments are in the stock market, in real estate, and in livestock. Imagine that on April 15 the value of your stock-market investments is 1.2 million dollars and is rising at the rate of 0.05 million dollars per year; the value of your real estate is 2.1 million dollars and is falling 0.1 million dollars per year; and the value of your livestock is 0.5 million dollars and is rising 0.05 million dollars per year. (a) What is the total value of your investments on April 15? (b) What percent of your investments is in real estate on April 15? (c) At what rate is the total value of your investments in real estate increasing or decreasing on April 15?
 - Answer: (a) [Total value] = 1.2 + 2.1 + 0.5 = 3.8 million dollars
 - (b) [Percent invested in real estate] $\doteq 55.26\%$
 - (c) [Rate of change of the total value] = 0 million dollars per year
 - (d) The percentage invested in real estate is decreasing about 2.63% per year.