

#12.  $R_0 = q_0 P_0 = (120)(\$30); \quad d=10, c=\$2$

$$R(n) = (120 + 10n)(30 - 2n) \quad , \quad n = \# \text{ of } \$2 \text{ price reductions}$$

$$= 3600 + 60n - 20n^2$$

$$R'(n) = 60 - 40n = 0, \quad n = \frac{60}{40} = \frac{3}{2}$$

$$\text{Price } p(n) = p\left(\frac{3}{2}\right) = 30 - 2\left(\frac{3}{2}\right) = \boxed{\$27}$$

#16 Instead of revenue, the fun to maximize is yield  $y = b \cdot t$ , where  $b = \frac{\text{bushels/tree}}{\text{acre}}$  and  $t = \frac{\text{trees}}{\text{acre}}$

$$y_0 = b_0 t_0 = \left(12 \frac{\text{bu}}{\text{tree}}\right) \left(30 \frac{\text{trees}}{\text{acre}}\right)$$

$$y(n) = (12 - .1n)(30 + 1n)$$

$$y(n) = 360 + 12n - 3n - .1n^2$$

$$= 360 + 9n - .1n^2$$

$$y'(n) = 9 - .2n = 0,$$

$$n = \frac{9}{.2} = \frac{90}{2} = \boxed{45 \text{ trees added}}$$

Since  $d=1$ ,  $b(n) = 12 - .1n = 12 - .45 = 11.55$  bu/tree  
 $t(n) = 30 + 45 = 75$  trees/acre

The second part asks what the max number of bushels will be if there are 10 acres.

Each acre has 75 trees, each tree yields 11.55 bu.

$$\text{So, } 75 \frac{\text{trees}}{\text{acre}} \cdot 11.55 \frac{\text{bu}}{\text{tree}} \cdot 10 \text{ acres} = \boxed{1662.5 \text{ bu}}$$

(text is wrong)