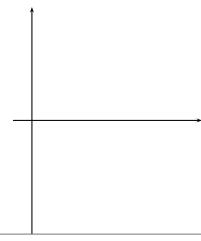
14 February 2003

1. Sketch a graph of a function f(x) with the properties that f'(x) > 0 for $0 \le x \le 4$, f''(x) < 0 for 0 < x < 2 and f''(x) > 0 for 2 < x < 4. (5 points)



2. If you are told that a stock has been going up in value recently but at a lower and lower rate, what can you say about the signs of the first and second derivatives of the stock price, p(t), as a function of time? Explain. (5 points)

3. Let q denote the number of items sold, C(q) the cost of producing those items, and R(q) the revenue received from the sale of the items. If R'(1100) = 25 and if C'(1100) = 30, should the company try to sell more items or fewer items to increase its profit? Explain briefly. (5 points)