





Partial Derivatives  $Z = f(x,y) = \partial x^2 - 320 x + 60 \sqrt{y} + 4 x y + 12 \sqrt{3}$ • take the derivative with respect to either x, or y• if ne choose x, then assume y is a constant  $\frac{\partial Z}{\partial x} = 4x - 320 + 4y$   $\frac{\partial Z}{\partial y} = 30 y^2 + 4x$ 

3 Multivariable Cali for competitive & complementary goods
given joint price functions for product A & B
determine if they are competitive or complementary

Demond of A: 9A = - JPA + 20 PB Demond of B: 9B = - 3PA 2 (PB /2)

29A = -5, 29A = 20, 29B = -6PAPB 2PB = -3 PA PB

29A 29B. these are usually negative (in 29A = -5 < 0), why?

JPA 2PB think about a normal economics demand curve for a single product

Competitive:  $\frac{\partial PA}{\partial PB} > 0$  &  $\frac{\partial PB}{\partial PA} > 0$ , b/c of Price of B 1 then Demond of A 1.

The same logic applies to demond of B with respect to price of A

complementary:  $\frac{\partial PA}{\partial PB} < 0$  &  $\frac{\partial PB}{\partial PA} < 0$ , by similar logic

note, for this question,  $\frac{29B}{2PA} < 0$  but  $\frac{29A}{2PB} > 0$  ... not competitive nor complementary

(a) Mixed Partials
$$Z_{xx} = 2y$$

$$Z = x^{2}y + y^{2}$$

$$Z_{xy} = 2x$$

$$Z$$

Chain Rule  $W = 2x^{2}(y+5)^{1/2} \quad x = 2\pi^{3} + 4s^{2} \quad y = (\pi+6)^{3/3}s$ use chain rule to evaluate partial derivative  $\frac{\partial w}{\partial x}$  when s=1, r=2

W = f(x,y), x = g(r,s), y = h(r,s) SW = f(g(r,s), h(r,s))

 $\frac{\partial w}{\partial (n,s)} = \left[ \frac{\partial w}{\partial x} \left( \frac{\partial x}{\partial n} + \frac{\partial x}{\partial s} \right) + \frac{\partial w}{\partial y} \left( \frac{\partial y}{\partial n} + \frac{\partial y}{\partial s} \right) \right] = \frac{\partial w}{\partial x} \frac{\partial x}{\partial n} + \frac{\partial w}{\partial x} \frac{\partial y}{\partial s} + \frac{\partial w}{\partial y} \frac{\partial y}{\partial s} + \frac{\partial w}{\partial y} \frac{\partial y}{\partial s} = \frac{\partial f}{\partial g} \frac{\partial g}{\partial x}$   $= \frac{\partial w}{\partial x} \frac{\partial x}{\partial n} + \frac{\partial w}{\partial x} \frac{\partial x}{\partial s} + \frac{\partial w}{\partial y} \frac{\partial y}{\partial n} + \frac{\partial w}{\partial y} \frac{\partial y}{\partial s} = \frac{\partial f}{\partial g} \frac{\partial g}{\partial x}$ 

=  $\left(240\right)\left(24\right) + \left(\frac{400}{3}\right)\left(\frac{1}{3}\right)$  $=5760+\frac{400}{9}$ 

 $\begin{aligned}
X &= 2(2)^3 + 4(1)^2 = 20 \\
Y &= (2+6)^{\frac{2}{3}}(1) \\
&= 8^{\frac{1}{3}} = 2^2 = 4
\end{aligned}$ 

 $W_{X|(X,Y)=(20,4)} = 4(20)(9)^{\frac{1}{2}} = 4(20)(3) = 240$   $W_{Y|(X,Y)=(20,4)} = (20)^{2}(4+5)^{-\frac{1}{2}} = 400(9)^{-\frac{1}{2}} = 400(\frac{1}{3}) = \frac{400}{3}$ 

(8) Implied Deferenction

XZ2+y2Z=14 defines Z implicitly as a function of independent vars X & Y find  $\frac{\partial z}{\partial y}$  such that  $\frac{\partial z}{\partial y} = -\frac{2yz}{2xz+y^2}$   $\frac{\partial z}{\partial y}$  Method 1  $\frac{\partial z}{\partial y} = \frac{2yz}{2xz+y^2}$   $\frac{\partial z}{\partial y} = \frac{2yz}{2xz+y^2}$ Method 2  $\frac{\partial F}{\partial z} = 2yz + y^2$   $\frac{\partial F}{\partial z} = \frac{\partial F}{\partial y} = \frac{\partial F}{\partial z}$   $\frac{\partial F}{\partial z} = \frac{\partial F}{\partial z} = \frac{\partial F}{\partial z}$ 

 $Zy = -\frac{2yz}{2xz+y^2}$ 

when differentiating Z with respect to y and the equation has both Z & y ie.  $y^2 Z$ , perform the operation twice, once on y, once on Z

Y<sup>2</sup> Z chilly (2yz + y<sup>2</sup> dz )