

Part 2:

(A0) Cafe location = 0 Km Price = \$4

(B0) Cafe location = 10 Km Price = \$5

$10 - x$ = distance from location

Calculating score:

$$\begin{aligned}\text{Score A0} &: 28 - x - (3 \cdot \text{price}) \\ &= 28 - x - (3 \cdot 4) \\ &= 28 - x - 12 \\ &= 16 - x\end{aligned}$$

$$\begin{aligned}\text{Score B0} &: 28 - (10 - x) - (3 \cdot \text{price}) \\ &= 28 - (10 - x) - (3 \cdot 5) \\ &= 28 - (10 - x) - 15 \\ &= 3 + x\end{aligned}$$

Probability:

$$\begin{aligned}\text{A0} &: (16 - x) / ((16 - x) + (3 + x)) \\ &= (16 - x) / 19\end{aligned}$$

$$\begin{aligned}\text{B0} &: (3 + x) / ((16 - x) + (3 + x)) \\ &= (3 + x) / 19\end{aligned}$$

average location = 5

average profit would be at average location

① score A0:

$$\begin{aligned}\frac{16 - x}{16 - (5)} &= 11\end{aligned}$$

② Probability A0:

$$\frac{(16 - x)}{19} = \frac{16 - 5}{19} = \frac{11}{19}$$

③ $11/19 = 58\%$

④ Price - cost = Profit
 $4 - 2 = \$2$

Average Profit:

$$\$2 \times .58 = \boxed{\$1.16}$$