

$$B(x) = 8x^{1/2}, \quad NB^0 = 2, \quad c = 1$$

$$\max_{\{x\}} \pi = pX - cX$$

$$\text{s.t.} \quad 8x^{1/2} - \textcircled{p \cdot x} = 2$$

$$pX = 8x^{1/2} - 2$$

$$\max_{\{x\}} \pi = 8x^{1/2} - 2 - x$$

$$\frac{d\pi}{dx} = 4x^{-1/2} - 1 = 0 \Rightarrow \boxed{x^* = 16}$$

$$p \cdot 16 = 8 \cdot 4 - 2$$

$$\boxed{p^* = \frac{15}{8}}$$

PATIENT

$$\max B(x) - pX$$

$$\max 8x^{1/2} - \frac{p^* x}{p}$$

$$\max 8x^{1/2} - \frac{15}{8} x$$

$$4x^{-1/2} = \frac{15}{8}$$

$$\boxed{x \approx 4.5}$$