Question 03: Which piece(s) of information guarantee that the graph of P is always increasing?

Answer:

$$\frac{d}{d\theta}(1-c) = 0$$

$$1 + e^{-a(\theta-b)} = 1 + e^{-a\theta+ab}$$

$$= 1 + e^{-a\theta}e^{ab}$$

$$\frac{d}{d\theta}[1 + e^{-a\theta}e^{ab}] = e^{ab} * - a * e^{-a\theta}$$

$$= -ae^{a(b-\theta)}$$

$$= -ae^{-a(\theta-b)}$$

$$= -ae^{-a(\theta-b)}$$

$$(1 + e^{-a(\theta-b)})^2 = (1^2 + 2 * 1 * e^{-a\theta}e^{ab} + (e^{-a\theta}e^{ab})^2)$$

$$= (1 + 2e^{-a\theta}e^{ab} + e^{-2a\theta}e^{ab})$$

$$\frac{d}{d\theta}[c + \frac{1-c}{1+e^{-a(\theta-b)}}] =$$

$$= 0 + \frac{d}{d\theta}[\frac{1-c}{1+e^{-a(\theta-b)}}] =$$

$$= 0 + \frac{d}{d\theta}[\frac{1-c}{1+e^{-a(\theta-b)}}] =$$

$$= \frac{-(1-c)(ae^{-a(\theta-b)}) + 0 * (...)}{(1+e^{-a(\theta-b)})^2}$$

$$= \frac{a(1-c)e^{-a(\theta-b)}}{(1+e^{-a(\theta-b)})^2}$$

$$= \frac{a(1-c)e^{-a(\theta-b)}}{(1+e^{-a(\theta-b)})^2}$$