## Exercise

• Let be the difference equation  $y_{n+1} = \frac{ay_n}{1+by_n}$ , Find the fixed points of the equation. Where a and b are real number such that a > 1 and  $b \ne 0$ .

## Solution:

Let  $y_{n+1} = f(y_n)$ . A point  $y_*$  in the domain of f is said to be an equilibrium point of the difference equation if it is a fixed point of f, i.e.,  $f(y_*) = y_*$ . So we have:

$$f(y_*) = \frac{ay_*}{1+by_*} = y_*$$
$$y_* + by_*^2 = ay_*$$
$$y_* = 0 \qquad y_* = \frac{a-1}{b}$$