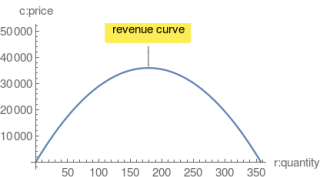


1.

1. (A) Basis for the Revenue model is a simple multiplication:

$$\text{Revenue} = \text{Price} \times \text{Quantity} = \left(-\frac{9}{8}r + 402\right) \times r = 402r - \frac{9r^2}{8}$$

Notice the latter is a quadratic:



(B) Domain starts at 0 USDollars revenue up to r-intercept coordinate equal to twice the value of vertex of the Parabola:

$$\frac{1072}{3}$$

(D) The maximum occurs at the vertex r-intercept coordinate:

$$\frac{536}{3}$$

or the amount 35912. USDollars .