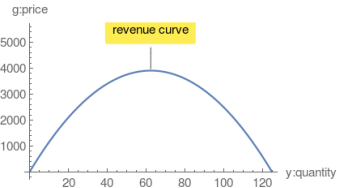


1.

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

$$\text{Revenue} = \text{Price} \times \text{Quantity} = (-1y + 125) \times y = 125y - y^2$$

Notice the latter is a quadratic:



(b) Domain starts at 0 Yen revenue up to y-intercept coordinate equal to twice the value of vertex of the Parabola:
125

(d) The maximum occurs at the vertex y-intercept coordinate:

$$\frac{125}{2}$$

or the amount 3906.25 Yen .