Problem 3): Since $\mathbb{Z}_{\mathfrak{p}}^{\star} \equiv \{a \in \{1, 2, \dots, \mathfrak{p} - 1\} \mid \gcd(a, \mathfrak{p}) = 1\}$, for any $\mathfrak{p} \in \mathbb{Z}^+$, the set of possible elements for $\mathbb{Z}_{p^e}^{\star}$ is defined as

$$\mathbb{Z}_{p^e}^{\star} \subset \{1, 2, \dots, p^e - 1\}$$
 (3.1)

This implies the following relation between the cardinalities of these sets

$$|\mathbb{Z}_{p^e}^{\star}| < |\{1, 2, \dots, p^e - 1\}|,$$

where $|\{1,2,\ldots,p^e-1\}|$ has the value $|\{1,2,\ldots,p^e-1\}|=(p^e-1)$. It follows that the value of $|\mathbb{Z}_{p^e}^{\star}|$ can be obtained by determining the set of all values in $\{1,2,\ldots,p^e-1\}$ that do not satisfy the conition given in 3.1 and subtracting the cardinality of this set from (p^e-1) . Since the common multiple is p, we will write this set in terms of be. Thus, the set of values in $\{1,2,\ldots,p^e-1\}$ that do not satisfy the condition in 3.1 may be defined as

$$\{p, 2p, 3p, \dots, p p, 2p p, 3p p, \dots, p^2 p, \dots, (p^{e-1} - 1) p\}$$

This definition arises because only multiples of p do not satisfy the condition in 3.1 and because $(p^{e-1}-1)$ $p=p^e-p$ is the largest element of $\{1,2,\ldots,p^e-1\}$ that does not satisfy the confition in 3.1. The cardinality of this set, $\{p,2p,3p,\ldots,p\,p,2p\,p,3p\,p,\ldots,p^2\,p,\ldots,(p^{e-1}-1)\,p\}$ is clearly

$$|\{p, 2p, 3p, \dots, p p, 2p p, 3p p, \dots, p^2 p, \dots, (p^{e-1} - 1) p\}| = (p^{e-1} - 1)$$

Subtracting this value from $|\{1,2,\dots,p^e-1\}|=(p^e-1)$ finally yields

$$\phi\left(p^{e}\right) = \left(p^{e} - 1\right) - \left(p^{e-1} - 1\right) = p^{e} - 1 - p^{e-1} + 1 = p^{e} - p^{e-1} = p^{e-1}\left(p - 1\right)$$

as desired.

To show that

$$\phi(pq) = \phi(p) \phi(q)$$

holds for any relatively prime p and q, we apply a similarly strategy to the one used above. The number of possible elements of \mathbb{Z}_{pq}^{\star} is pq-1. As before, we must take into account that some possible elements of \mathbb{Z}_{pq}^{\star} will not satisfy the definition in 3.1. If we subtract the number of these elements, then we will have $\phi(pq) = |\mathbb{Z}_{pq}^{\star}|$. Since there are p-1 multiples of q that do not satisfy the condition in 3.1, we must subtract p-1 from pq-1. Similarly, since there are also q-1 multiples of p that do not satisfy the same condition, we must also subtract q-1 from pq-1. Carrying out these subtractions gives

$$\phi(pq) = (pq - 1) - (p - 1) - (q - 1)$$

$$= pq - 1 - p + 1 - q + 1$$

$$= pq - p - q + 1$$

$$= (p - 1)(q - 1)$$

$$= \phi(p) \phi(q)$$

since $\phi\left(p\right)$ and $\phi\left(q\right)$ are defined as $\phi\left(p\right)=p-1$ and $\phi\left(q\right)=q-1$, respectively.

We will now use the previous result to show that, for an integer $N = \prod_i \{p_i^{e_i}\}$ and p_i distinct primes, we have

$$\phi(N) = \prod_{i} \left\{ p_i^{e_i - 1} \left(p_i - 1 \right) \right\}$$

To begin, we substitute $N = \prod_i \{p_i^{e_i}\}$ for N in the previous expression. This gives

$$\phi\left(N\right) = \phi\left(\prod_{i} \left\{p_{i}^{e_{i}}\right\}\right)$$

Using the result $\phi\left(pq\right)=\phi\left(p\right)\,\phi\left(q\right)$, we have

$$\phi\left(N\right) = \prod_{i} \left\{\phi\left(p_{i}^{e_{i}}\right)\right\}$$

Finally, we apply the result $\phi\left(p^{e}\right)=p^{e-1}\left(p-1\right)$ to obtain

$$\phi\left(N\right) = \prod_{i} \left\{ p_{i}^{e_{i}-1} \left(p_{i}-1\right) \right\}$$

as expected.