

Proposition. $f : \mathbb{R} \setminus [-1, 0] \longrightarrow (0, \infty) : f(x) = \left(1 + \frac{1}{x}\right)^x$, show that f strictly increases $\wedge f(x) \rightarrow \begin{cases} e, \text{ as } x \rightarrow -\infty; \\ \infty, \text{ as } x \rightarrow -1^-; \\ 1, \text{ as } x \rightarrow 0^+; \\ e, \text{ as } x \rightarrow \infty. \end{cases}$

Proof :

(i)

$g : (-\infty, 1) \longrightarrow \mathbb{R} : g(t) := e^{-t} - (1 - t)$. *Claim* $\forall t \in (-\infty, 1) \setminus \{0\}, g(t) > 0$.

$\forall t \in (0, 1), g'(t) = -e^{-t} + 1 > -1 + 1 = 0, g(t) = g(t) - g(0) = g'(c)(t - 0) > 0$ for some $c \in (0, t)$ by Mean Value Thm;

analogously, $\forall t \in (-\infty, 0), g'(t) = -e^{-t} + 1 < -1 + 1 = 0, g(t) = g(t) - g(0) = g'(c)(t - 0) > 0$ for some $c \in (t, 0)$.

(ii)

$h : \mathbb{R} \setminus [-1, 0] \longrightarrow \mathbb{R} : h(x) := \ln\left(1 + \frac{1}{x}\right) - \frac{1}{x+1}$. *Claim* $h(x) > 0$ on $\mathbb{R} \setminus [-1, 0]$.

$\forall x \in \mathbb{R} \setminus [-1, 0], t := \frac{1}{x+1} \in (-\infty, 1) \setminus \{0\}, g(t) > 0$ by (i) $\equiv e^{-t} > 1 - t \equiv \exp\left(\frac{-1}{x+1}\right) > \left(1 + \frac{1}{x}\right)^{-1}$ (where $1 + \frac{1}{x} > 0$ on $\mathbb{R} \setminus [-1, 0]$) $\equiv 1 + \frac{1}{x} > \exp\left(\frac{1}{x+1}\right) \equiv \ln\left(1 + \frac{1}{x}\right) > \frac{1}{x+1} \equiv h(x) > 0$.

(iii)

$\forall x \in \mathbb{R} \setminus [-1, 0], f'(x) = \left(\left(1 + \frac{1}{x}\right)^{x \ln e}\right)' = \left(\exp\left(x \ln\left(1 + \frac{1}{x}\right)\right)\right)' = \exp\left(x \ln\left(1 + \frac{1}{x}\right)\right) \cdot \left(x \ln\left(1 + \frac{1}{x}\right)\right)' = f(x)h(x) > 0$ by (ii), $\therefore f$ is strictly increasing.

(iv)

$\lim_{x \rightarrow -1^-} f(x) = \lim_{x \rightarrow -1^-} \exp\left(x \ln\left(1 + \frac{1}{x}\right)\right) = \exp\left(\lim_{x \rightarrow -1^-} x \ln\left(1 + \frac{1}{x}\right)\right) = \infty$; analogously,

$$\begin{aligned} \lim_{x \rightarrow \infty} f(x) &= \exp\left(\lim_{x \rightarrow \infty} x \ln\left(1 + \frac{1}{x}\right)\right) = \exp\left(\lim_{x \rightarrow \infty} \frac{\ln\left(1 + \frac{1}{x}\right)}{\frac{1}{x}}\right) = \exp\left(\lim_{x \rightarrow \infty} \frac{\left(\ln\left(1 + \frac{1}{x}\right)\right)'}{\left(\frac{1}{x}\right)'}\right) \\ &= \exp\left(\lim_{x \rightarrow \infty} \frac{\left(1 + \frac{1}{x}\right)^{-1} \left(1 + \frac{1}{x}\right)'}{\left(\frac{1}{x}\right)'}\right) = \exp\left(\lim_{x \rightarrow \infty} \frac{1}{\left(1 + \frac{1}{x}\right)}\right) = e \text{ by L'Hôpital's rule.} \end{aligned}$$

Similarly, $\lim_{x \rightarrow -\infty} f(x) = e, \lim_{x \rightarrow 0^+} f(x) = 1$.