

Tommy Huynh

1/15/2022

IMT 574

Assignment 2

Problem 1:

Part A:

Model:

Number of Customers Served = $-8926.3209 + (193.6986) \cdot X_1 + (-346.4446) \cdot X_2$

Predicted Value:

$-8926.3209 + (193.6986) \cdot (200) + (-346.4446) \cdot (7.2)$

$-8926.3209 + 38,739.72 + (-2,494.0112)$

Estimated Number of Customers Served: 27,319 customers

Part B:

Model:

Total Assets = $-174.1472 + (4.8859) \cdot X_1$

Predicted Value:

Total Assets = $-174.1472 + (4.8859) \cdot (20,300)$

Total Estimated Assets: \$99,000,000

Problem 2:

The optimal intercept is 46.45.