

Name:

I.D.

1. The consumption function $C = (0.6I^2)/(I+1) + 1.3I$, find the marginal propensity to consume?

$$\frac{dc}{dI} = \frac{1.2I(I+1) - 0.6I^2(1)}{(I+1)^2}$$

$$= \frac{1.2I^2 + 1.2 - 0.6I^2}{(I+1)^2}$$

$$= \frac{0.6I^2 + 1.2}{(I+1)^2}$$

$$C = \frac{0.6I^2}{(I+1)} + 1.3I$$

2. Find y' if $y = 4x^3\sqrt{1-x^2}$

$$y' = 12x^2\sqrt{1-x^2} + 4x^3 \cdot \frac{1}{2\sqrt{1-x^2}} \cdot -2x$$

$$= 12x^2\sqrt{1-x^2} - \frac{4x^4}{\sqrt{1-x^2}}$$

3. Find derivative of $y = 6 \ln \sqrt[3]{x}$

$$y = 6 \ln x^{\frac{1}{3}}$$

$$= 2 \ln x$$

$$y' = \frac{2}{x}$$