

## TASK 8/1/2020

### QUANTITATIVE METHODS for ECONOMIC APPLICATIONS

#### MATHEMATICS for ECONOMIC APPLICATIONS

I M 1) If  $z = \sqrt{2} (2 + \sqrt{3}) e^{\frac{\pi}{4}i} - 2 (1 + \sqrt{3}) e^{\frac{\pi}{3}i}$ , calculate  $\sqrt{z}$ .

Since  $e^{\frac{\pi}{4}i} = \left( \cos \frac{\pi}{4} + i \sin \frac{\pi}{4} \right) = \frac{1}{\sqrt{2}} + i \frac{1}{\sqrt{2}}$  and

$e^{\frac{\pi}{3}i} = \left( \cos \frac{\pi}{3} + i \sin \frac{\pi}{3} \right) = \frac{1}{2} + i \frac{\sqrt{3}}{2}$  it is:

$$\begin{aligned} z &= \sqrt{2} (2 + \sqrt{3}) \left( \frac{1}{\sqrt{2}} + i \frac{1}{\sqrt{2}} \right) - 2 (1 + \sqrt{3}) \left( \frac{1}{2} + i \frac{\sqrt{3}}{2} \right) = \\ &= (2 + \sqrt{3})(1 + i) - (1 + \sqrt{3})(1 + i\sqrt{3}) = \\ &= (2 + \sqrt{3} - 1 - \sqrt{3}) + i(2 + \sqrt{3} - \sqrt{3} - 3) = 1 - i. \end{aligned}$$

From  $1 - i = \sqrt{2} \left( \frac{1}{\sqrt{2}} - i \frac{1}{\sqrt{2}} \right) = \sqrt{2} \cdot \left( \cos \frac{7\pi}{4} + i \sin \frac{7\pi}{4} \right)$  we get:

$$\sqrt{z} = \sqrt{1 - i} = \sqrt[4]{2} \cdot \left( \cos \left( \frac{7\pi}{8} + k \frac{2\pi}{2} \right) + i \sin \left( \frac{7\pi}{8} + k \frac{2\pi}{2} \right) \right), 0 \leq k \leq 1;$$

And so  $c_1 = \sqrt[4]{2} \cdot \left( \cos \frac{7\pi}{8} + i \sin \frac{7\pi}{8} \right)$  and  $c_2 = \sqrt[4]{2} \cdot \left( \cos \frac{15\pi}{8} + i \sin \frac{15\pi}{8} \right)$ .

I M 2) Given the matrix  $\mathbb{A} = \begin{vmatrix} 1 & 1 & 1 \\ 1 & 0 & 1 \\ 1 & k & 1 \end{vmatrix}$  determine the two values of the parameter  $k$  for

which the matrix admits multiple eigenvalues. For these values of  $k$ , check if the corresponding matrix is diagonalizable or not.

From  $|\mathbb{A} - \lambda \mathbb{I}| = 0$  we get  $\begin{vmatrix} 1 - \lambda & 1 & 1 \\ 1 & -\lambda & 1 \\ 1 & k & 1 - \lambda \end{vmatrix} = \begin{vmatrix} -\lambda & 1 & 1 \\ 0 & -\lambda & 1 \\ \lambda & k & 1 - \lambda \end{vmatrix} =$

$$= (-\lambda)(\lambda^2 - \lambda - k) + \lambda(1 + \lambda) = (-\lambda)(\lambda^2 - \lambda - k - 1 - \lambda) =$$

$= (-\lambda)(\lambda^2 - 2\lambda - (k + 1)) = 0$ . The first eigenvalue is  $\lambda = 0$ . To get multiple eigenvalues there are two possibilities.

1)  $\lambda^2 - 2\lambda - (k + 1) = 0$  for  $\lambda = 0 \Rightarrow k + 1 = 0 \Rightarrow k = -1$ . The characteristic polynomial becomes  $(-\lambda)(\lambda^2 - 2\lambda) = 0 \Rightarrow \lambda^2(\lambda - 2) = 0 \Rightarrow \lambda_1 = \lambda_2 = 0$  and  $\lambda_3 = 2$ .

For  $k = -1$  and  $\lambda = 0$  we get:

$$\|\mathbb{A} - 0 \cdot \mathbb{I}\| = \begin{vmatrix} 1 & 1 & 1 \\ 1 & 0 & 1 \\ 1 & -1 & 1 \end{vmatrix} \text{ and since } \begin{vmatrix} 1 & 1 \\ 1 & 0 \end{vmatrix} = -1 \neq 0 \text{ we get Rank} (\|\mathbb{A} - 0 \cdot \mathbb{I}\|) = 2$$

and so  $m_0^g = 3 - 2 = 1 < m_0^a = 2$  and the matrix, for  $k = -1$  and  $\lambda = 0$  is not a diagonalizable one.

2) The second degree polynomial  $\lambda^2 - 2\lambda - (k + 1)$  may have a double root.

Solving we get:  $\lambda = 1 \pm \sqrt{1 + (k + 1)} = 1 \pm \sqrt{k + 2}$  and so we get the double root  $\lambda = 1$  if  $k = -2$ . For  $k = -2$  and  $\lambda = 1$  we get:

$$\|\mathbb{A} - 1 \cdot \mathbb{I}\| = \left\| \begin{pmatrix} 0 & 1 & 1 \\ 1 & -1 & 1 \\ 1 & -2 & 0 \end{pmatrix} \right\| \text{ and since } \begin{vmatrix} 0 & 1 \\ 1 & -1 \end{vmatrix} = -1 \neq 0 \text{ also this time we get:}$$

$\text{Rank}(\|\mathbb{A} - 1 \cdot \mathbb{I}\|) = 2$  and so  $m_1^g = 3 - 2 = 1 < m_1^a = 2$  and the matrix, for  $k = -2$  and  $\lambda = 1$  is not a diagonalizable one.

I M 3) Consider the linear map  $f : \mathbb{R}^4 \rightarrow \mathbb{R}^4$ ,  $\mathbb{Y} = \mathbb{A} \cdot \mathbb{X}$  for which:

$$f(x_1, x_2, x_3, x_4) = (x_1 + 3x_2; 2x_1 + 2x_2; x_3 + 2x_4; 2x_3 + 4x_4).$$

Determine the dimensions of the Kernel and of the Image of this linear map, and then find a basis for the Kernel.

From  $f(x_1, x_2, x_3, x_4) = (x_1 + 3x_2; 2x_1 + 2x_2; x_3 + 2x_4; 2x_3 + 4x_4)$  we get:

$$\mathbb{A} = \left\| \begin{pmatrix} 1 & 3 & 0 & 0 \\ 2 & 2 & 0 & 0 \\ 0 & 0 & 1 & 2 \\ 0 & 0 & 2 & 4 \end{pmatrix} \right\|. \text{ By elementary operations on the rows:}$$

$(R_2 \leftarrow R_2 - 2R_1)$  and  $(R_4 \leftarrow R_4 - 2R_3)$  we get:

$$\mathbb{A} = \left\| \begin{pmatrix} 1 & 3 & 0 & 0 \\ 2 & 2 & 0 & 0 \\ 0 & 0 & 1 & 2 \\ 0 & 0 & 2 & 4 \end{pmatrix} \right\| \rightarrow \left\| \begin{pmatrix} 1 & 3 & 0 & 0 \\ 0 & -4 & 0 & 0 \\ 0 & 0 & 1 & 2 \\ 0 & 0 & 0 & 0 \end{pmatrix} \right\|. \text{ Since } \begin{vmatrix} 1 & 3 & 0 \\ 0 & -4 & 0 \\ 0 & 0 & 1 \end{vmatrix} = -4 \neq 0 \text{ we see that}$$

$\text{Rank}(\mathbb{A}) = 3$  and so  $\text{Dim}(\text{Imm}(\mathbb{A})) = 3$  and  $\text{Dim}(\text{Ker}(\mathbb{A})) = 4 - 3 = 1$ .

To find a basis for the Kernel we must solve the system:

$$\mathbb{A} \cdot \mathbb{X} = \mathbb{O} \Rightarrow \left\| \begin{pmatrix} 1 & 3 & 0 & 0 \\ 2 & 2 & 0 & 0 \\ 0 & 0 & 1 & 2 \\ 0 & 0 & 2 & 4 \end{pmatrix} \right\| \cdot \left\| \begin{pmatrix} x_1 \\ x_2 \\ x_3 \\ x_4 \end{pmatrix} \right\| = \left\| \begin{pmatrix} 0 \\ 0 \\ 0 \\ 0 \end{pmatrix} \right\| \Rightarrow \begin{cases} x_1 + 3x_2 = 0 \\ 2x_1 + 2x_2 = 0 \\ x_3 + 2x_4 = 0 \\ 2x_3 + 4x_4 = 0 \end{cases} \Rightarrow \begin{cases} x_1 + 3x_2 = 0 \\ -4x_2 = 0 \\ x_3 + 2x_4 = 0 \end{cases} \Rightarrow$$

$$\Rightarrow \begin{cases} x_1 = 0 \\ x_2 = 0 \\ x_3 = -2x_4 \end{cases}. \text{ So the vectors belonging to the Kernel are of the form } (0, 0, -2k, k)$$

and a basis for the Kernel may be the vector  $(0, 0, -2, 1)$ .

I M 4) Given the matrix  $\mathbb{A} = \left\| \begin{pmatrix} 1 & 2 \\ 2 & 1 \end{pmatrix} \right\|$  determine at least a matrix  $\mathbb{B}$ , different from  $\mathbb{A}$ , that is similar to  $\mathbb{A}$ .

Similarity between matrices is satisfied if it exists a non singular matrix  $\mathbb{P}$  such that:

$$\mathbb{A} \cdot \mathbb{P} = \mathbb{P} \cdot \mathbb{B} \Rightarrow \mathbb{B} = \mathbb{P}^{-1} \cdot \mathbb{A} \cdot \mathbb{P}. \text{ If we choose } \mathbb{P} = \left\| \begin{pmatrix} 2 & 1 \\ 1 & 1 \end{pmatrix} \right\| \text{ it is } |\mathbb{P}| = \begin{vmatrix} 2 & 1 \\ 1 & 1 \end{vmatrix} = 1 \neq 0$$

and so:  $\mathbb{P} = \left\| \begin{pmatrix} 2 & 1 \\ 1 & 1 \end{pmatrix} \right\| \Rightarrow (\mathbb{P}^*) = \left\| \begin{pmatrix} 1 & -1 \\ -1 & 2 \end{pmatrix} \right\| \Rightarrow (\mathbb{P}^*)^T = \left\| \begin{pmatrix} 1 & -1 \\ -1 & 2 \end{pmatrix} \right\|$  and finally:

$$\mathbb{P}^{-1} = \left\| \begin{pmatrix} 1 & -1 \\ -1 & 2 \end{pmatrix} \right\|. \text{ So, from } \mathbb{B} = \mathbb{P}^{-1} \cdot \mathbb{A} \cdot \mathbb{P} \text{ we get:}$$

$$\mathbb{B} = \left\| \begin{pmatrix} 1 & -1 \\ -1 & 2 \end{pmatrix} \right\| \cdot \left\| \begin{pmatrix} 1 & 2 \\ 2 & 1 \end{pmatrix} \right\| \cdot \left\| \begin{pmatrix} 2 & 1 \\ 1 & 1 \end{pmatrix} \right\| = \left\| \begin{pmatrix} 1 & -1 \\ -1 & 2 \end{pmatrix} \right\| \cdot \left\| \begin{pmatrix} 4 & 3 \\ 5 & 3 \end{pmatrix} \right\| = \left\| \begin{pmatrix} -1 & 0 \\ 6 & 3 \end{pmatrix} \right\|.$$

II M 1) Given  $f(x, y) = x^2y - xy + xy^2$  and  $v = (\cos \alpha, \sin \alpha)$ , determine at least two values of  $\alpha$  for which it results  $D_v f(1, 1) = D_{v,v}^2 f(1, 1)$ .

$f(x, y) = x^2y - xy + xy^2$  is a twice differentiable function  $\forall (x, y) \in \mathbb{R}^2$ .

So  $D_v f(1, 1) = \nabla f(1, 1) \cdot v$  and  $D_{v,v}^2 f(1, 1) = v \cdot \mathbb{H}(1; 1) \cdot v^T$ .

It is  $\nabla f(x, y) = (2xy - y + y^2; x^2 - x + 2xy) \Rightarrow \nabla f(1, 1) = (2, 2)$ .

So we get:  $D_v f(1, 1) = \nabla f(1, 1) \cdot v = (2, 2) \cdot (\cos \alpha, \sin \alpha) = 2(\cos \alpha + \sin \alpha)$ .

Since  $\mathbb{H}(x, y) = \begin{vmatrix} 2y & 2x - 1 + 2y \\ 2x - 1 + 2y & 2x \end{vmatrix}$  it is  $\mathbb{H}(1, 1) = \begin{vmatrix} 2 & 3 \\ 3 & 2 \end{vmatrix}$  and so:

$$D_{v,v}^2 f(1, 1) = \begin{vmatrix} \cos \alpha & \sin \alpha \end{vmatrix} \cdot \begin{vmatrix} 2 & 3 \\ 3 & 2 \end{vmatrix} \cdot \begin{vmatrix} \cos \alpha \\ \sin \alpha \end{vmatrix} = 2 \cos^2 \alpha + 6 \cos \alpha \cdot \sin \alpha + 2 \sin^2 \alpha.$$

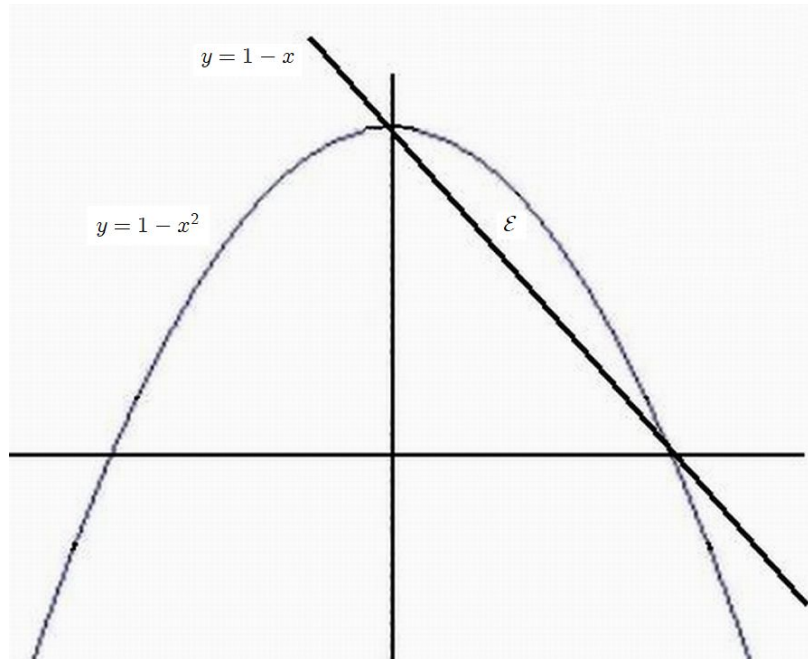
Therefore  $D_{v,v}^2 f(1, 1) = 2 + 6 \cos \alpha \cdot \sin \alpha = 2(1 + 3 \cos \alpha \cdot \sin \alpha)$ .

Then having to be  $D_v f(1, 1) = D_{v,v}^2 f(1, 1)$  it will be  $\cos \alpha + \sin \alpha = 1 + 3 \cos \alpha \cdot \sin \alpha$  and this equality is certainly verified at least for  $\alpha = 0$  and for  $\alpha = \frac{\pi}{2}$ .

II M 2) Solve the problem 
$$\begin{cases} \text{Max/min } f(x, y) = x^2 + y^2 \\ \text{u.c.: } \begin{cases} y \leq 1 - x^2 \\ 1 - x \leq y \end{cases} \end{cases}.$$

We rewrite the problem as 
$$\begin{cases} \text{Max/min } f(x, y) = x^2 + y^2 \\ \text{u.c.: } \begin{cases} x^2 + y - 1 \leq 0 \\ 1 - x - y \leq 0 \end{cases} \end{cases}.$$

The objective function of the problem is a continuous function, the feasible region  $\mathcal{E}$  is a compact set and therefore there are certainly maximum and minimum values.



As can be seen from the figure, it is  $f(x, y) \geq 0, \forall (x, y) \in \mathcal{E}$ .

Using Kuhn-Tucker conditions, we form the Lagrangian function:

$$\Lambda(x, y, \lambda_1, \lambda_2) = x^2 + y^2 - \lambda_1(x^2 + y - 1) - \lambda_2(1 - x - y).$$

1) case  $\lambda_1 = 0, \lambda_2 = 0$  :

$$\begin{cases} \Lambda'_x = 2x = 0 \\ \Lambda'_y = 2y = 0 \\ x^2 + y - 1 \leq 0 \\ 1 - x - y \leq 0 \end{cases} \Rightarrow \begin{cases} x = 0 \\ y = 0 \\ 0 - 0 - 1 \leq 0 \\ 1 - 0 - 0 \leq 0 : \text{not satisfied} \end{cases} \quad \text{in fact } (0; 0) \notin \mathcal{E}.$$

2) case  $\lambda_1 \neq 0, \lambda_2 = 0$  :

$$\begin{cases} \Lambda'_x = 2x - 2\lambda_1 x = 2x(1 - \lambda_1) = 0 \\ \Lambda'_y = 2y - \lambda_1 = 0 \\ y = 1 - x^2 \\ 1 - x \leq y \end{cases} \Rightarrow \begin{cases} x = 0 \\ y = 1 \\ \lambda_1 = 2 > 0 \\ 1 \leq 1 \end{cases} \quad \text{so } (0, 1) \text{ is a possible Maximum}$$

point; or:

$$\begin{cases} \Lambda'_x = 2x - 2\lambda_1 x = 2x(1 - \lambda_1) = 0 \\ \Lambda'_y = 2y - \lambda_1 = 0 \\ y = 1 - x^2 \\ 1 - x \leq y \end{cases} \Rightarrow \begin{cases} x^2 = 1 - \frac{1}{2} = \frac{1}{2} \\ y = \frac{1}{2} \\ \lambda_1 = 1 \\ 1 - x \leq y \end{cases} \Rightarrow \begin{cases} x^2 = \frac{1}{2} \\ y = \frac{1}{2} \\ \lambda_1 = 1 \\ 1 - x \leq y \end{cases}$$

from which:

$$\begin{cases} x = \frac{1}{\sqrt{2}} \\ y = \frac{1}{2} \\ \lambda_1 = 1 > 0 \\ 1 - \frac{1}{\sqrt{2}} \leq \frac{1}{2} \Rightarrow \frac{1}{2} \leq \frac{1}{\sqrt{2}} : \text{satisfied} \end{cases} \quad \text{so } \left( \frac{1}{\sqrt{2}}, \frac{1}{2} \right) \text{ is a possible Maximum point,}$$

$$\text{while } \begin{cases} x = -\frac{1}{\sqrt{2}} \\ y = \frac{1}{2} \\ \lambda_1 = 1 \\ 1 + \frac{1}{\sqrt{2}} \leq \frac{1}{2} : \text{not satisfied} \end{cases}, \text{ in fact } \left( -\frac{1}{\sqrt{2}}, \frac{1}{2} \right) \notin \mathcal{E}.$$

3) case  $\lambda_1 = 0, \lambda_2 \neq 0$  :

$$\begin{cases} \Lambda'_x = 2x + \lambda_2 = 0 \\ \Lambda'_y = 2y + \lambda_2 = 0 \\ y = 1 - x \\ y \leq 1 - x^2 \end{cases} \Rightarrow \begin{cases} x = -\frac{\lambda_2}{2} \\ y = -\frac{\lambda_2}{2} \\ -\frac{\lambda_2}{2} = 1 + \frac{\lambda_2}{2} \\ y \leq 1 - x^2 \end{cases} \Rightarrow \begin{cases} x = \frac{1}{2} \\ y = \frac{1}{2} \\ \lambda_2 = -1 < 0 \\ \frac{1}{2} \leq 1 - \frac{1}{4} : \text{vera} \end{cases} ; \text{ from } \lambda_2 < 0 \text{ it fol-}$$

lows that the point  $\left( \frac{1}{2}, \frac{1}{2} \right)$  is a possible Minimum point.

4) case  $\lambda_1 \neq 0, \lambda_2 \neq 0$  :

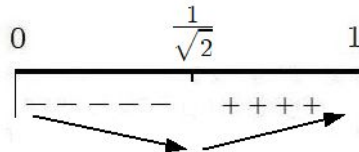
$$\begin{cases} \Lambda'_x = 2x - 2\lambda_1 x + \lambda_2 = 0 \\ \Lambda'_y = 2y - \lambda_1 + \lambda_2 = 0 \\ y = 1 - x^2 \\ y = 1 - x \end{cases} \Rightarrow \begin{cases} x = 0 \\ y = 1 \\ \lambda_2 = 0 \\ 2 - \lambda_1 + \lambda_2 = 0 \end{cases} \Rightarrow \begin{cases} x = 0 \\ y = 1 \\ \lambda_1 = 2 \\ \lambda_2 = 0 \end{cases} : (0, 1) \text{ already studied,}$$

and:

$$\begin{cases} x = 1 \\ y = 0 \\ 2 - 2\lambda_1 + \lambda_2 = 0 \\ -\lambda_1 + \lambda_2 = 0 \end{cases} \Rightarrow \begin{cases} x = 1 \\ y = 0 \\ \lambda_1 = 2 > 0 \\ \lambda_2 = 2 > 0 \end{cases} \text{ so } (1, 0) \text{ is a possible Maximum point.}$$

Let's study the objective function  $f(x, y) = x^2 + y^2$  on the points of the first constraint  $y = 1 - x^2$ . Since:

$f(x, 1 - x^2) = x^2 + (1 - x^2)^2 = x^4 - x^2 + 1$  it is  $f'(x, 1 - x^2) = 4x^3 - 2x$  from this we get  $f'(x, 1 - x^2) = 2x(2x^2 - 1) \geq 0$  if  $x \geq \frac{1}{\sqrt{2}}$  (in  $\mathcal{E}$  it is  $0 \leq x \leq 1$ ). Therefore:



and so the point  $\left(\frac{1}{\sqrt{2}}, \frac{1}{2}\right)$  is, relative to the boundary points only, a Minimum point, contradicting the previous indication ( $\lambda_1 = 1 > 0$ ) which indicated it as a possible maximum point. So  $\left(\frac{1}{\sqrt{2}}, \frac{1}{2}\right)$  it is neither a maximum nor a minimum point.

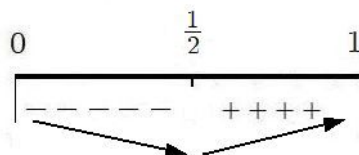
The same conclusion could be reached using the bordered Hessian matrix of the Lagrangian function  $\Lambda(x, y, \lambda_1) = x^2 + y^2 - \lambda_1(x^2 + y - 1)$ . It is (for  $\lambda_1 = 1$ ):

$$\overline{\mathbb{H}}(x, y) = \begin{vmatrix} 0 & 2x & 1 \\ 2x & 2 - 2\lambda_1 & 0 \\ 1 & 0 & 2 \end{vmatrix} \Rightarrow \left| \overline{\mathbb{H}}\left(\frac{1}{\sqrt{2}}, \frac{1}{2}\right) \right| = \begin{vmatrix} 0 & \sqrt{2} & 1 \\ \sqrt{2} & 0 & 0 \\ 1 & 0 & 2 \end{vmatrix} = -\sqrt{2} \cdot 2\sqrt{2} < 0,$$

and this result shows us again  $\left(\frac{1}{\sqrt{2}}, \frac{1}{2}\right)$  as a minimum point.

Now let's study the objective function  $f(x, y) = x^2 + y^2$  on the points of the second constraint  $y = 1 - x$ .

Since  $f(x, 1 - x) = x^2 + (1 - x)^2 = 2x^2 - 2x + 1$  it is  $f'(x, 1 - x) = 4x - 2$  from which  $f'(x, 1 - x) = 2(2x - 1) \geq 0$  if  $x \geq \frac{1}{2}$  (in  $\mathcal{E}$  it is  $0 \leq x \leq 1$ ). Therefore:

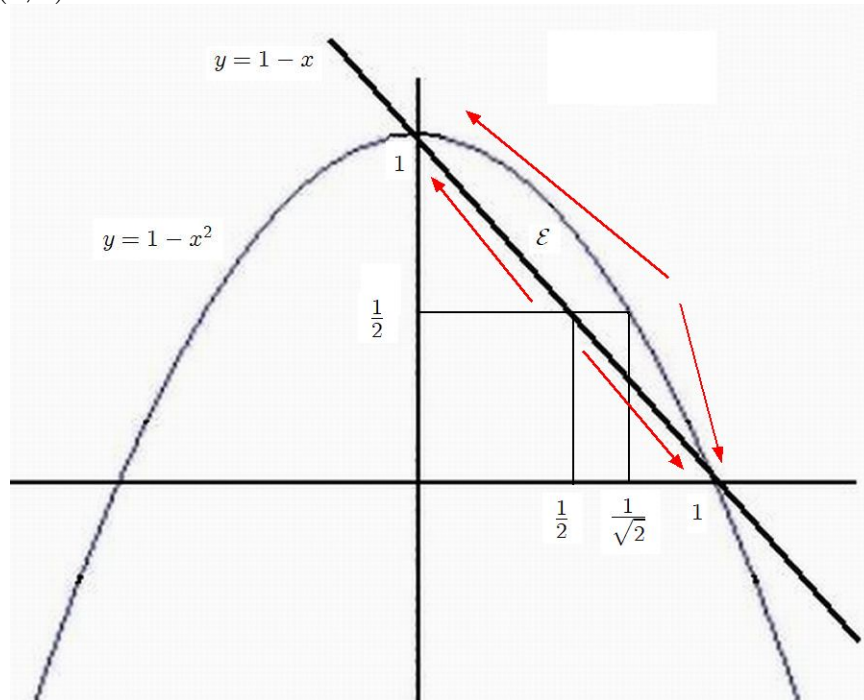


so we have confirmation that the point  $\left(\frac{1}{2}, \frac{1}{2}\right)$  is a minimum point, conclusion already ensured by the Weierstrass Theorem, since the point  $\left(\frac{1}{2}, \frac{1}{2}\right)$  was the only candidate found for a minimum point. Here too we could confirm using the bordered Hessian matrix of the Lagrangian function  $\Lambda(x, y, \lambda_2) = x^2 + y^2 - \lambda_2(1 - x - y)$ . It is:

$$\bar{\mathbb{H}}(x, y) = \left\| \begin{array}{ccc} 0 & -1 & -1 \\ -1 & 2 & 0 \\ -1 & 0 & 2 \end{array} \right\| \Rightarrow \left| \bar{\mathbb{H}}\left(\frac{1}{2}, \frac{1}{2}\right) \right| = \left| \begin{array}{ccc} 0 & -1 & -1 \\ -1 & 2 & 0 \\ -1 & 0 & 2 \end{array} \right| = -4 < 0, \text{ a result}$$

that shows us again  $\left(\frac{1}{2}, \frac{1}{2}\right)$  as a minimum point.

So  $\left(\frac{1}{2}, \frac{1}{2}\right)$  is the minimum point with  $f\left(\frac{1}{2}, \frac{1}{2}\right) = \frac{1}{2}$ ;  $(0, 1)$  are  $(1, 0)$  maximum points, with  $f(0, 1) = f(1, 0) = 1$ .



II M 3) Given the equation  $f(x, y) = x^3y + xy^3 - 2xy - 2x + 2y = 0$ , satisfied at  $(1, 1)$ , verify that an implicit function  $x \rightarrow y(x)$  can be defined with it and that such function has a stationary point. Then determine the nature of this stationary point.

Since  $\nabla f(x, y) = (3x^2y + y^3 - 2y - 2; x^3 + 3xy^2 - 2x + 2)$  it is  $\nabla f(1, 1) = (0, 4)$ . It is therefore possible to define an implicit function  $x \rightarrow y(x)$  for which  $y'(1) = -\frac{0}{4} = 0$ .

So  $x = 1$  is a stationary point for the implicit function.

$$\text{From } \mathbb{H}(x, y) = \left\| \begin{array}{cc} 6xy & 3x^2 + 3y^2 - 2 \\ 3x^2 + 3y^2 - 2 & 6xy \end{array} \right\| \text{ we get } \mathbb{H}(1, 1) = \left\| \begin{array}{cc} 6 & 4 \\ 4 & 6 \end{array} \right\|.$$

$$\text{From: } y'' = -\frac{f''_{xx} + 2f''_{xy}y' + f''_{yy}(y')^2}{f'_y}, \text{ we get } y''(1) = -\frac{6 + 8 \cdot 0 + 6 \cdot 0^2}{4} = -\frac{3}{2} < 0.$$

From  $y'(1) = 0$  and  $y''(1) = -\frac{3}{2} < 0$  we get that  $x = 1$  is a maximum point for the implicit function.

II M 4) Given the vectors  $\mathbb{X} = (xy, 2 - 3y)$  and  $\mathbb{Y} = (x + 4, xy)$ , determine if pairs  $(x, y)$  exist for which the scalar product of the two vectors  $\mathbb{X} \cdot \mathbb{Y} = f(x, y)$  is maximum or minimum.

$$f(x, y) = \mathbb{X} \cdot \mathbb{Y} = (xy, 2 - 3y) \cdot (x + 4, xy) = x^2y + 4xy + 2xy - 3xy^2.$$

So  $f(x, y) = x^2y + 6xy - 3xy^2$ . We apply first order conditions:

$\nabla f(x, y) = \mathbb{O} \Rightarrow \begin{cases} f'_x = 2xy + 6y - 3y^2 = y(2x + 6 - 3y) = 0 \\ f'_y = x^2 + 6x - 6xy = x(x + 6 - 6y) = 0 \end{cases}$  and so we get four possible solutions:

$$\begin{cases} x = 0 \\ y = 0 \end{cases} \cup \begin{cases} x = 0 \\ y = 2 \end{cases} \cup \begin{cases} x = -6 \\ y = 0 \end{cases} \cup \begin{cases} x = 6y - 6 \\ 12y - 12 + 6 - 3y = 0 \end{cases} \Rightarrow \begin{cases} x = -2 \\ y = \frac{2}{3} \end{cases}.$$

For the second order conditions we construct the Hessian matrix:

$$\mathbb{H}(x, y) = \begin{vmatrix} 2y & 2x + 6 - 6y \\ 2x + 6 - 6y & -6x \end{vmatrix}.$$

Since  $\mathbb{H}(0, 0) = \begin{vmatrix} 0 & 6 \\ 6 & 0 \end{vmatrix}$  it is  $|\mathbb{H}_2| = -36 < 0$   $(0, 0)$  is a saddle point;

Since  $\mathbb{H}(0, 2) = \begin{vmatrix} 4 & -6 \\ -6 & 0 \end{vmatrix}$  it is  $|\mathbb{H}_2| = -36 < 0$   $(0, 2)$  is a saddle point;

Since  $\mathbb{H}(-6, 0) = \begin{vmatrix} 0 & -6 \\ -6 & 36 \end{vmatrix}$  it is  $|\mathbb{H}_2| = -36 < 0$   $(-6, 0)$  is a saddle point;

Since  $\mathbb{H}\left(-2, \frac{2}{3}\right) = \begin{vmatrix} \frac{4}{3} & -2 \\ -2 & 12 \end{vmatrix}$  it is  $\begin{cases} |\mathbb{H}_1| = \frac{4}{3} > 0; |\mathbb{H}_1| = 12 > 0 \\ |\mathbb{H}_2| = 16 - 4 = 12 > 0 \end{cases}$ , so  $\left(-2, \frac{2}{3}\right)$  is

a minimum point.