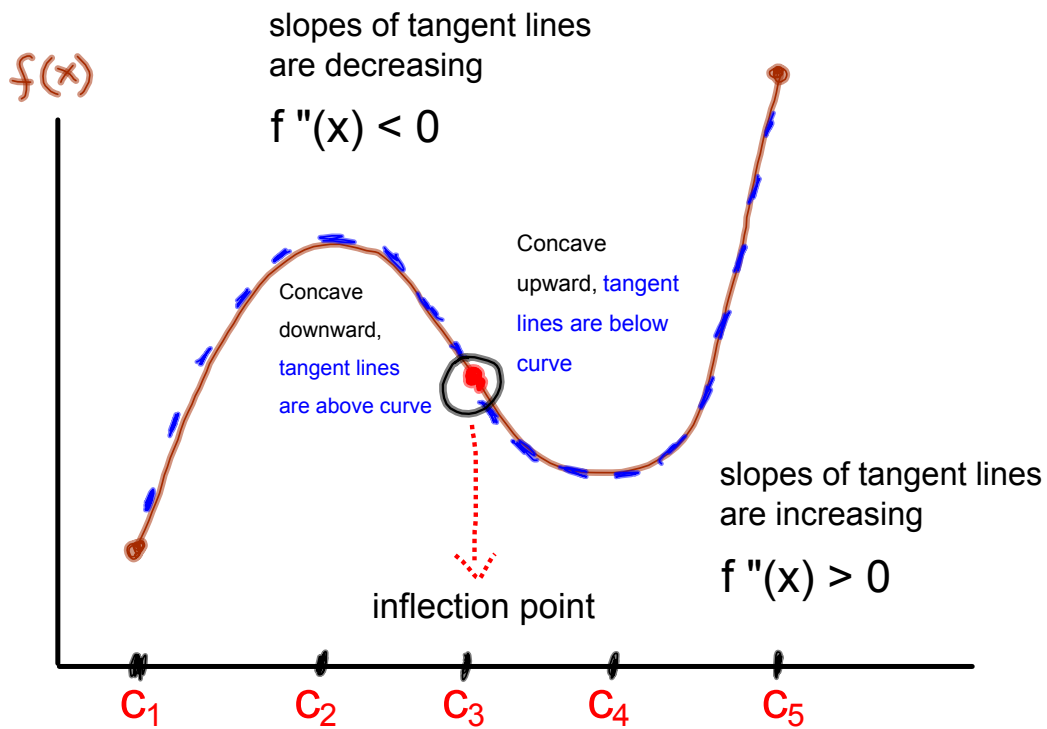


4.4 Concavity



If c is a **point of inflection** then $f(c)$ exists and $f''(c) = 0$. In addition,

If k is a relative extremum and

This is called the second derivative test

- (1) $f''(k) < 0$, then there is a **relative maximum** at $x = k$.
- (2) $f''(k) > 0$, then there is a **relative minimum** at $x = k$.
- (3) $f''(k) = 0$, then one cannot say

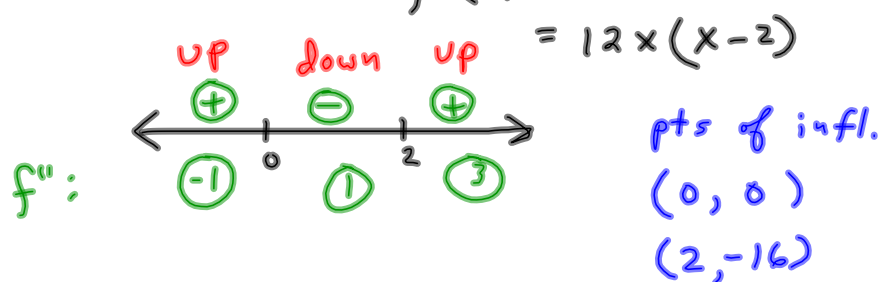
Example: $f(x) = x^4 - 4x^3 = x^3(x-4)$

a) Find the x and y-intercepts $(0,0) + (4,0)$

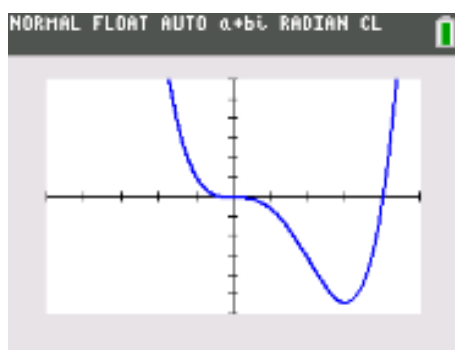
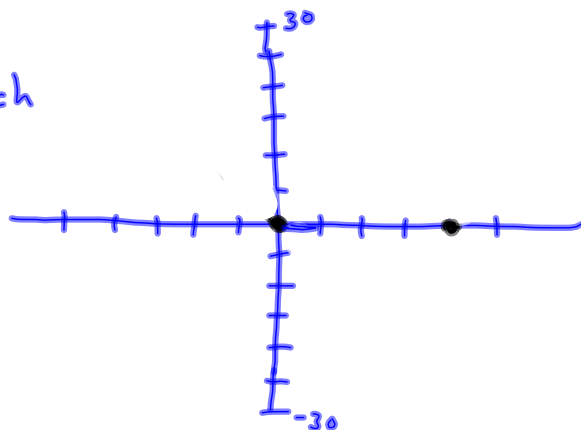
b) find local extrema $f'(x) = 4x^3 - 12x^2 = 4x^2(x-3)$



c) find point of inflection(s) $f''(x) = 12x^2 - 24x$



d) Sketch



Consider $y = f(x) = \frac{6}{x^2+3} = 6(x^2+3)^{-1}$

1) find x and y -intercepts

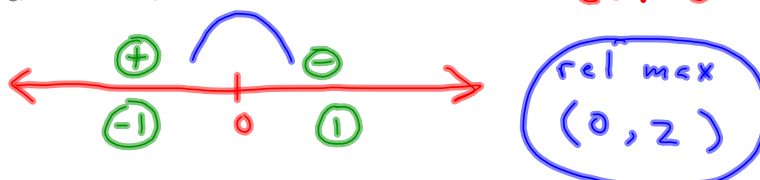
No x -intercept

y -intercept: $(0, 2)$

2) find $f'(x) = -6(x^2+3)^{-2}(2x)$

$$= -12x(x^2+3)^{-2} = \frac{-12x}{(x^2+3)^2}$$

3) find relative extrema $CV: 0$



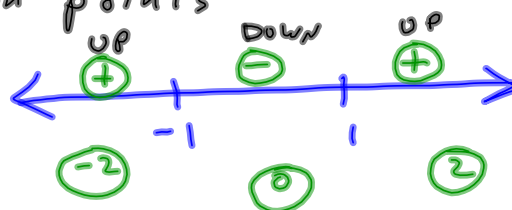
4) find $f''(x) = \frac{(x^2+3)^2(-12) - (-12x)[2(x^2+3)(2x)]}{(x^2+3)^4}$

$$= \frac{-12(x^2+3)^2 + 48x^2(x^2+3)}{(x^2+3)^4} = \frac{-12(x^2+3)[(x^2+3) - 4x^2]}{(x^2+3)^4}$$

$$= \frac{-12(x^2+3)(3-3x^2)}{(x^2+3)^4} = \frac{-36(1-x^2)}{(x^2+3)^3} = \frac{-36(1+x)(1-x)}{(x^2+3)^3}$$

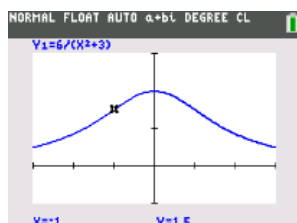
5) find inflection points

$$CV'': -1, 1$$



pts of inf:

$$\left(-1, \frac{3}{2}\right) \text{ and } \left(1, \frac{3}{2}\right)$$



$$f(x) = \frac{1}{x} = x^{-1}$$

1) find x and y -intercepts

No x -int.

No y -int.

2) find $f'(x) = -x^{-2} = \left(\frac{-1}{x^2}\right) = -x^{-2}$

3) find relative extrema No CV

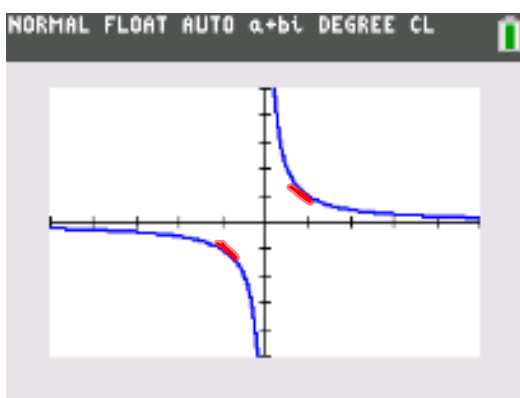
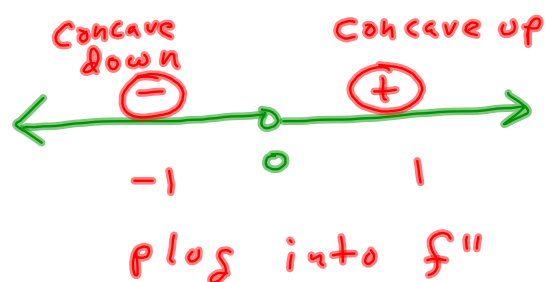
No rel. ext.



4) find $f''(x) = 2x^{-3} = \left(\frac{2}{x^3}\right)$

5) find inflection points No CV''

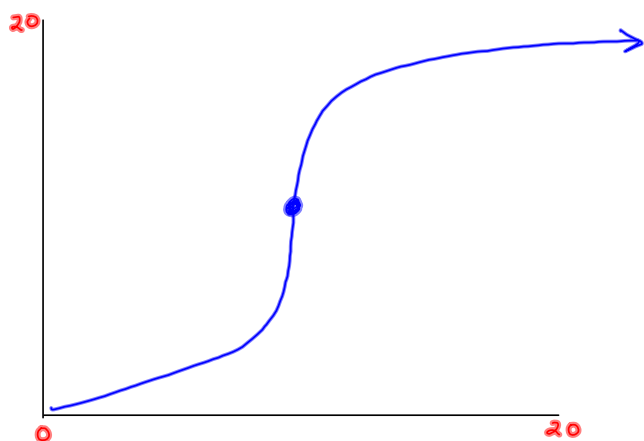
No infl. pts.



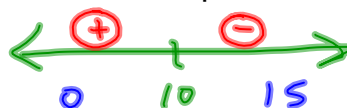
In business applications, the inflection point is called the **point of diminishing returns**.

Example: A company has determined that an investment of x hundred dollars in advertisement results in higher revenue. Say,

$R(x) = 4.5(x-10)^{1/3} + 10$ is the daily revenue in thousands of dollars.



Notice, its graph is an increasing function. Beyond the inflection point, the company gets less and less "bang" for buck.



$$R'(x) = 1.5(x-10)^{-2/3}$$

$$R''(x) = -(x-10)^{-5/3} = \frac{-1}{\sqrt[3]{(x-10)^5}}$$

pt of fl. is

$$(10, 10)$$

$$\$100 \quad \$1000$$

$$\$1000/\text{day} \Rightarrow$$

$$\$10,000 \text{ in rev./day}$$