



Example 1

The revenue is given by R (x) = x (75 - 3x) for $0 \le x \le 20$.

What is the change in revenue if production changes from 5 to 10?

What is the average rate of change in revenue if production changes from 5 to 10?





Definition of the Derivative

Given y = f(x), the slope of the graph at the point (a, f(a)) is given by $\lim_{h \to 0} \frac{f(a+h) - f(a)}{h}$

Provided that the limit exist.

•We define it to be the derivative of f at x, denote it by f'(x).

•We define the tangent line to y=f(x) at the point (a, f(a)) to be the line through this point of slope equal to f'(x).

•f'(x) is the instantaneous rate of change at x (e.g. velocity).

•If f'(x) exists for each x in the open interval (a, b), then f is said to be differentiable over (a, b).

Four-Step Process

To find f ' (x) we use a four-step process Step 1. Find f (x = h) Step 2. Find f (x + h) - f (x) Step 3. Find $\frac{f(x + h) - f(x)}{h}$ Step 4. Find $\lim_{h \to 0} \frac{f(x + h) - f(x)}{h}$



Example 3

Find the slope of the graph of $f(x) = x^2 - 3x$ at x = 0, x = 2, and x = 3.

From example 2 we found the derivative of this function at x to be f'(x) = 2x - 3





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Application

The revenue in dollars from the sale of x car seats for infants is given by $R(x) = 60x - .02x^2$. Find the revenue and the instantaneous rate of change of revenue at a production level of 1000 car seats. What does this mean?