Answer on Question #48699 - Math - Algebra

Suppose consumers will purchase q units of a product at a price of 70/q+5 dollars per unit. What is the number of units that must be sold in order to obtain revenue of at least \$90?

Solution

p = 70/q+5, TR = p*q = \$90, so we get the following formulae: p = 70/q + 5 p*q \ge 90 (70/q + 5)q \ge 90 70+5q \ge 90 5q \ge 20 q \ge 4

So, 4 units must be sold in order to obtain revenue of at least \$90.

Answer: 4 units.

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