

Compound Interest

If a principal P (present value) is invested at an annual rate r (expressed as a decimal) compounded m times a year, then the amount A (future value) in the account at the end of t years is given by

$$A = P\left(1 + \frac{r}{m}\right)^{mt}$$

Ex.22) If \$5,000 is invested in an account paying 2.5% compounded monthly, how much will be in the account at the end of 10 years?

$$A = 5000 \left(1 + \frac{0.025}{12} \right)^{12(10)}$$

$m = 12$

$$\approx \$ 6,418.46$$

Properties of Logarithm

$$(a) \log_a 1 = 0 \iff a^0 = 1$$

$$(b) \log_a a = 1 \iff a^1 = a$$

$$(c) \log_a a^x = x$$

$$(d) a^{\log_a x} = x$$

$$(e) \log_a b^m = \underline{m} \log_a b$$

$$(f) \log_{a^n} b = \frac{1}{\underline{n}} \log_a b$$

$$(g) \log_a xy = \log_a x + \log_a y$$

$$(h) \log_a \left(\frac{x}{y} \right) = \log_a x - \log_a y$$

$$(i) \log_a b = \frac{\log_c b}{\log_c a} \text{ and } \log_a b = \frac{1}{\log_b a}$$

$$(j) \log_a M = \log_a N \iff M = N$$

Ex.26) Find the domain of each function

a) $f(x) = 2 + \log_5 x$

$$x > 0$$

$$\therefore (0, \infty)$$

b) $g(x) = \log(x - 3)$

$$x - 3 > 0$$

$$\therefore x > 3$$

$$\therefore (3, \infty)$$

Ex.27) Solve the following for x :

a) $\log_b x = \frac{2}{3} \log_b 27 + 2 \log_b 2 - \log_b 3$

b) $\log x + \log(x - 3) = 1$

Ex.29) Find the domain of the following function.

$$f(x) = \begin{cases} \frac{\sqrt[3]{x^2 + 4x - 1}}{x^2 - 1} & 0 \leq x < 2 \\ \frac{e^{12x-7}}{\log_2(5-x)} & x > 2 \end{cases}$$

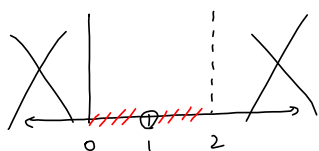
$$0 \leq x < 2$$

$$y = \frac{\sqrt[3]{x^2 + 4x - 1}}{x^2 - 1}$$

$$x^2 - 1 = 0$$

$$\Rightarrow \sqrt{x^2} = \pm 1$$

$$\therefore x \neq \pm 1$$

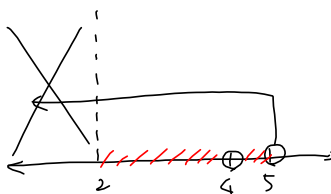


$$\therefore [0, 1), (1, 2)$$

$$x > 2$$

$$y = \frac{e^{12x-7}}{\log_2(5-x)}$$

$$\begin{array}{l|l} 5-x > 0 & \log_2(5-x) = 0 \\ \hline \therefore 5 > x & 5-x = 1 \\ \text{or } x < 5 & \Rightarrow -x = -4 \\ & \therefore x \neq 4 \end{array}$$

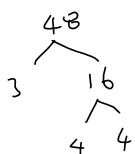


$$\therefore (2, 4), (4, 5)$$

$$\therefore [0, 1), (1, 2), (2, 4), (4, 5)$$

Ex.32) Given $\log_b 3 = 0.6826$ and $\log_b 4 = 0.8614$, find the following

$$\text{a) } \log_b 48 = \log_b (3 \cdot 4^2) = \log_b 3 + \log_b 4^2$$



$$= \log_b 3 + 2 \cdot \log_b 4$$

$$= (0.6826) + 2 \cdot (0.8614)$$

$$= 2.4054$$

$$\text{b) } \log_b \left(\frac{16}{b^2} \right) = \log_b 16 - \log_b b^2$$

$$= \log_b 4^2 - \log_b b^2$$

$$= 2 \log_b 4 - 2 \log_b b = 1$$

$$= 2 \cdot (0.8614) - 2 = -0.2772$$

Ex.33) How long will it take for the amount in an account ^{2P} to double if the money is compounded continuously at an interest rate of 2.5% per year?

$$A = P \cdot e^{rt}$$

$$2P = P \cdot e^{0.025t}$$

$$\Rightarrow 2 = e^{0.025t}$$

take \ln on both sides

$$\Rightarrow \ln 2 = \ln e^{0.025t}$$

$$\Rightarrow \ln 2 = 0.025t \cdot \ln e = 1$$

$$\Rightarrow \ln 2 = 0.025t$$

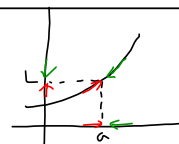
$$\therefore t = \frac{\ln 2}{0.025} \approx 27.7259 \text{ years}$$

Section 3.1 Limits

Definitions

We write

$$\lim_{x \rightarrow a} f(x) = L$$

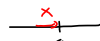


and say “the limit of $f(x)$, as x approaches a , equals L ” if we can make the values of $f(x)$ arbitrarily close to L (as close to L as we like) by taking x to be sufficiently close to a but not equal to a .

This says that the value of $f(x)$ get closer and closer to the number L as x gets closer and closer to the number a (from either side of a), but $x \neq a$.

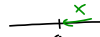
Left-Hand Limit: We write $\lim_{x \rightarrow a^-} f(x) = L$ if $f(x)$ is close to L whenever x is close to, but to the left of a .

$$x < a$$

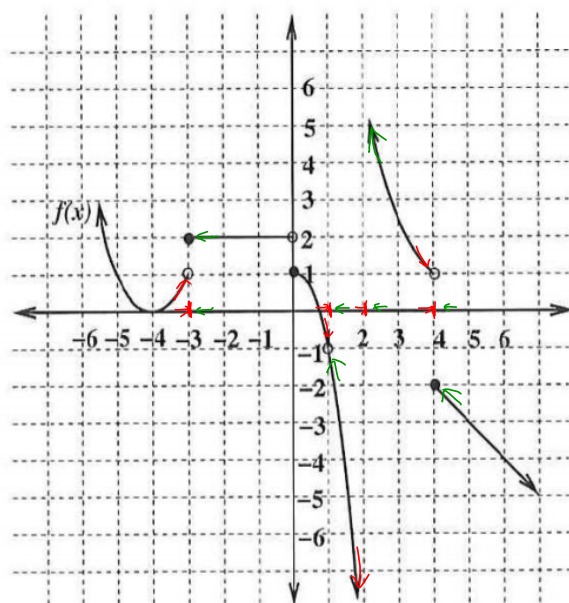


Right-Hand Limit: We write $\lim_{x \rightarrow a^+} f(x) = L$ if $f(x)$ is close to L whenever x is close to, but to the right of a .

$$x > a$$



Ex.1) Use the graph below to find the following limits:



a) $\lim_{x \rightarrow -3^-} f(x) = 1$

b) $\lim_{x \rightarrow -3^+} f(x) = 2$

c) $\lim_{x \rightarrow -3} f(x) = DNE$

d) $\lim_{x \rightarrow 1^-} f(x) = 1$

e) $\lim_{x \rightarrow 1^+} f(x) = -\infty$

f) $\lim_{x \rightarrow 1} f(x) = DNE$

g) $\lim_{x \rightarrow 4^-} f(x) = 2$

h) $\lim_{x \rightarrow 4^+} f(x) = -\infty$

i) $\lim_{x \rightarrow 4} f(x) = DNE$

j) $\lim_{x \rightarrow 2^-} f(x) = 2$

k) $\lim_{x \rightarrow 2^+} f(x) = 2$

l) $\lim_{x \rightarrow 2} f(x) = 2$