

7. [16 points] Janet is an artist who produces and sells prints of her artwork. If Janet sells her prints for \$17 each, then she will sell 340 prints. Janet is considering whether she should change the price. She takes a survey and concludes that for each price increase of 75 cents, she will sell 10 fewer prints.
- a. [4 points] Find a formula for Janet's revenue,  $R(x)$ , in terms of  $x$ , the number of 75 cent price increases.
- b. [4 points] Janet plans to produce exactly the number of prints that her survey predicts she will sell. Her costs include \$2 per print, along with \$500 in fixed costs. Find a formula for  $C(x)$ , Janet's total costs, in terms of  $x$ , the number of 75 cent price increases.
- c. [8 points] Use the methods of calculus to determine what price Janet should set for her prints if she wants to maximize her profit.