

36 The demand function for a product is  $280 - 4x - x^2$  and the supply function for it is  $p = 160 + 4x + x^2$ . Find the producer's surplus.

$$\text{Eq. point: } \begin{array}{ccc} 280 & - & 4x - x^2 \\ -280 & + & 4x + x^2 \end{array} = \begin{array}{ccc} 160 + 4x + x^2 \\ -280 + 4x + x^2 \end{array}$$

$$\rightarrow 2x^2 + 8x - 120 = 0$$

$$x^2 + 4x - 60 = 0$$

$$(x+10)(x-6) = 0$$

$$x = -10, 6$$

$$(6, 220)$$

$$\begin{aligned} PS &= 6(220) - \int_0^6 (160 + 4x + x^2) dx \\ &= 1320 - \left[ 160x + \frac{4x^2}{2} + \frac{x^3}{3} \right]_0^6 \\ &= 1320 - \left[ 160(6) + 2(6)^2 + \frac{6^3}{3} \right] \\ &= 1320 - [1104] \\ &= 216 \end{aligned}$$