

1. Suppose that $\{x_n\}_{n \geq 1}$ is a sequence of real numbers such that the inequality $|x_{n+1} - x_n| \leq \frac{1}{2}|x_n - x_{n-1}|$ holds for all $n \geq 2$. Prove that $\{x_n\}_{n \geq 1}$ is convergent. [10]

2. Let \mathbb{Z} be the set of all integers. Denote $\gcd(p, q)$ as the greatest common divisor of $p, q \in \mathbb{Z}$. Let $f : \mathbb{R} \rightarrow \mathbb{R}$ be defined by

$$f(x) = \begin{cases} \frac{p}{q^2}, & \text{if } x = \frac{p}{q}, \text{ where } p, q \in \mathbb{Z}, q \neq 0 \text{ and } \gcd(p, q) = 1; \\ 0, & \text{otherwise.} \end{cases}$$

Show that f is differentiable at $x = 0$. [10]

3. Show that the polynomial $f(x) = 1 + 2x + 3x^2 + 4x^3 + 5x^4 + 6x^5$ has a negative root. [10]

4. Are the vectors $l_1 = (1, 1, 0, -1), l_2 = (5, 5, 0, 0), l_3 = (0, 0, -1, -1)$ linearly independent? [10]

5. Let the random variable $X \sim \text{Binomial}(n, p)$. Show that Variance of X is maximum when $p = \frac{1}{2}$. [10]

6. Let X, Y, Z denote 3 jointly distributed random variables with joint density function

$$f(x, y, z) = \begin{cases} K(x^2 + yz), & \text{if } 0 \leq x \leq 1, 0 \leq y \leq 1, 0 \leq z \leq 1; \\ 0, & \text{otherwise.} \end{cases}$$

Find the value of the constant K . Determine the marginal distribution of Y . [6+4]

7. Let x_1 and x_2 be the two real roots of the quadratic equation $ax^2 + ax + c = 0$ where $a \neq 0$ and $c \neq 0$. Moreover, one root is the negative of the reciprocal of the other root, i.e., $x_1 + \frac{1}{x_2} = 0$. Find the values of x_1 and x_2 . [10]

8. (a) A code has 4 digits in a specific order. The digits are between 0 – 9 (including both 0 and 9). How many different codes are possible if each digit may only be used once and we cannot have a code such that 0 is the first digit?
- (b) In how many different ways can the word ‘political’ be rearranged such that the vowels figuring in that word (o, i, i, a) only occur in even places?
- (c) In how many different ways can the word ‘policy’ be rearranged such that the vowels figuring in that word (o, i) only occur in even places?

[2+4+4=10]

9. Consider a consumer in a two-commodity economy whose utility function is given by $U(x_1, x_2) = A - (x_1)^2 - (x_2)^2 + 2a_1x_1 + 2a_2x_2 - (a_1)^2 - (a_2)^2$ with $A > 0$, $a_1 > 0$, $a_2 > 0$, $x_1 \geq 0$ and $x_2 \geq 0$. Let $p_1 > 0$ be the price of commodity 1, $p_2 > 0$ be the price of commodity 2 and M be the money income of the consumer.

- (a) If $M > p_1a_1 + p_2a_2$, then what can you say about the optimal value of the Lagrangian multiplier associated with the budget constraint $M \geq p_1x_1 + p_2x_2$ when the consumer maximizes his utility subject to the budget constraint? Justify your answer.
- (b) If $M < p_1a_1 + p_2a_2$, then how does your result change?

[5+5=10]

10. If a function $f : [0, \infty) \rightarrow [0, \infty)$ is concave and $f(0) \geq 0$, then show that $f(x + y) \leq f(x) + f(y)$ for all $x, y \in [0, \infty)$. [10]