

A Brief Tour of Mathematica

First, consider the Cobb-Douglass production function

$$x = f(k,l) = k^a l^b$$

where x is units of output, k is units of capital services and l is units of labor

Null

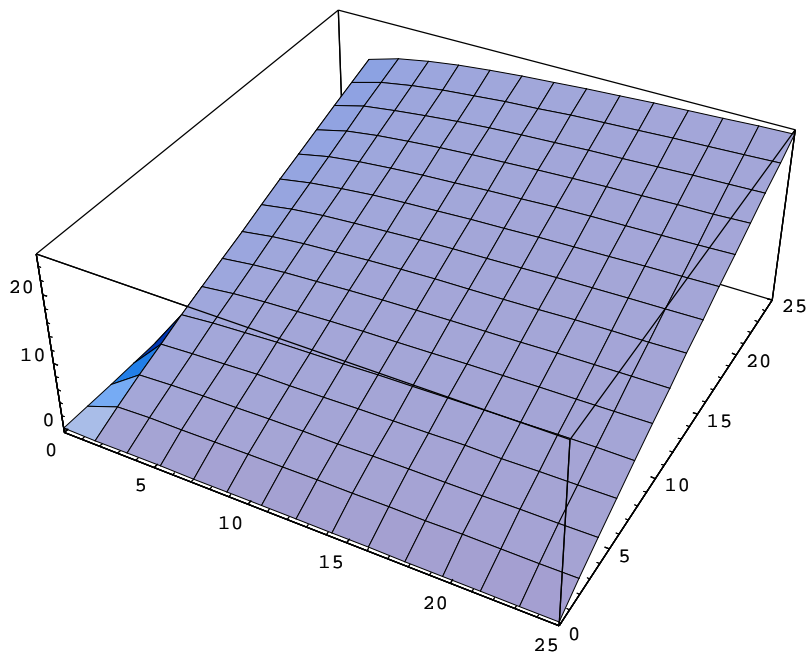
Now let's use Mathematica to graph this function for $a = .1$ and $b = .9$

$$x = k^{.1} l^{.9}$$

$$k^{0.1} l^{0.9}$$

Note that the symbol "%" just means the previous expression

```
Plot3D[%, {k, 0, 25}, {l, 0, 25}]
```



```
-SurfaceGraphics-
```

Looks pretty simple doesn't it. To get a fancy looking graph, we would need a more complicated functional form for the production function

Now lets use Mathematica to find the marginal product of labor, MPI, for our general Cobb-Douglass production function

$$x = k^a l^b$$

$$k^a l^b$$

The Mathematica command for derivative is just "D" so to take the derivative wrt to l we just enter the command $\partial_1 \%$

```
mp1 =  $\partial_1 x$ 
b k^a l^{-1+b}
```

Now let's integrate mp1 with respect to l and see what we get. The Mathematica command for integration is just "Integrate"

```
imp1 =  $\int$  mp1 dl
k^a l^b
```

The answer is the production function.

Rather than continuing with our Cobb-Douglass example, let's end this tour of Mathematica with some more complicated math

First consider some algebra.

```
m = 9 (2 + s) (t + s) + (s + t)^2
9 (2 + s) (s + t) + (s + t)^2
```

Now let's raise it to the power of 3 and expand it

```
Expand[%^3]
5832s^3 + 9720s^4 + 5400s^5 + 1000s^6 + 17496s^2 t + 30132s^3 t + 17280s^4 t + 3300s^5 t +
17496s t^2 + 32076s^2 t^2 + 19494s^3 t^2 + 3930s^4 t^2 + 5832t^3 + 12636s t^3 + 8802s^2 t^3 +
1991s^3 t^3 + 972t^4 + 1242s t^4 + 393s^2 t^4 + 54t^5 + 33s t^5 + t^6
```

Now let's factor it

```
Factor[%]
(s + t)^3 (18 + 10 s + t)^3
```

Now Calculus, partially differentiate wrt s

$\partial_s \%$

$$30 (s + t)^3 (18 + 10s + t)^2 + 3 (s + t)^2 (18 + 10s + t)^3$$

maybe this partial derivative can be simplified

`Simplify[%]`

$$3 (18 + 20s + 11t) (18s + 10s^2 + 18t + 11st + t^2)^2$$

Now consider integration of this function wrt t

$\int \% dt$

$$24s^2 (9 + 5s)^2 (9 + 10s)t + 6s (2916 + 7533s + 5760s^2 + 1375s^3) t^2 + 2 (2916 + 10692s + 9747s^2 + 2620s^3) t^3 + \frac{3}{4} (4212 + 5868s + 1991s^2) t^4 + \frac{6}{5} (207 + 131s) t^5 + \frac{11t^6}{2}$$

Or integration of the more simple function

$\int y^n dy$

$$\frac{y^{1+n}}{1+n}$$

Mathematica will also solve equations or systems of equations. For example,

$$y^3 - 7y^2 + 3ay == 0$$

$$3ay - 7y^2 + y^3 == 0$$

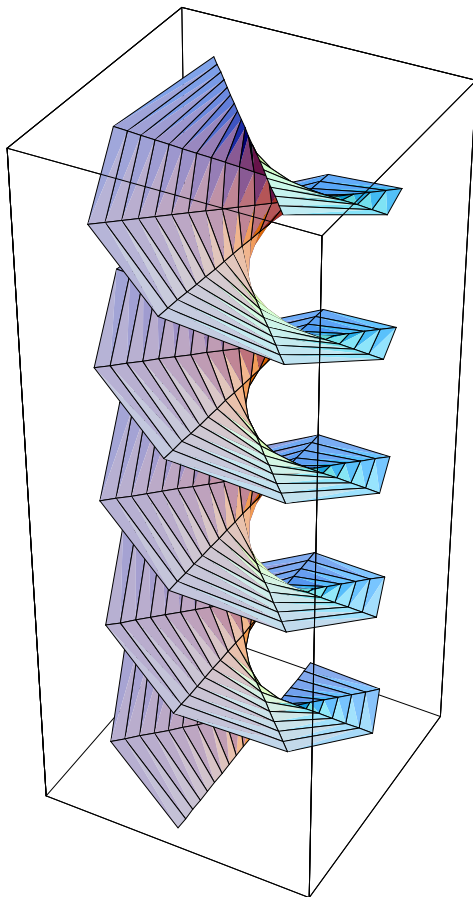
```
Solve[%, y]
```

```
{ {y -> 0}, {y ->  $\frac{1}{2} (7 + \sqrt{49 - 12 a})$ }, {y ->  $\frac{1}{2} (7 - \sqrt{49 - 12 a})$ }}
```



Lets end the tour with a 3-D Graphic using trig functions. Don't worry, in Econ 4828 we will use no trig. They do generate neat graphics.

```
ParametricPlot3D[{u Sin[t], u Cos[t],  $\frac{t}{3}$ }, {t, 0, 15}, {u, -1, 1}, Ticks -> None]
```



-Graphics3D-