

(a)  $F(p) = p, F'(p) = 1, F''(p) = 0,$  and  $F'''(p) > 0$       (b)  $F(p) = p, F'(p) = 1, F''(p) = 0,$  and  $F'''(p) < 0$

Figure 5.8: Two more cases of a neutral fixed point.

$p$  is weakly repelling in this case. But  $F''$  is increasing in a neighborhood of  $p$  since it's negative to the left and positive to the right. Therefore,  $p$  is weakly repelling provided the derivative of  $F''$  is positive at  $p$ , that is, if  $F'''(p) > 0$ .

8. Repeat Exercise 7, but this time assume that  $F'''(p) < 0$ . Show that  $p$  is weakly attracting.

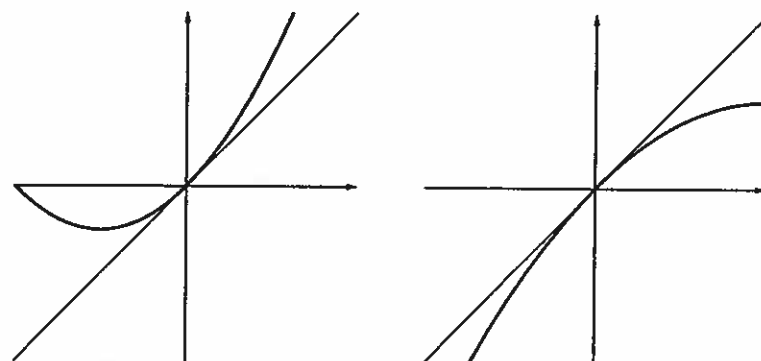
In this case, we suppose that  $F''(x)$  is positive to the left of  $p$ , and negative to the right of  $p$ , so that the graph of  $F$  is concave up to the left and concave down to the right (see Figure 5.8b). Arguing as above, it follows that  $F'''(p) < 0$ .

9. Combine the results of Exercises 5–8 to state a **Neutral Fixed Point Theorem**.

The four basic cases are illustrated in Figure 5.9 for  $p = 0$  and summarized below.

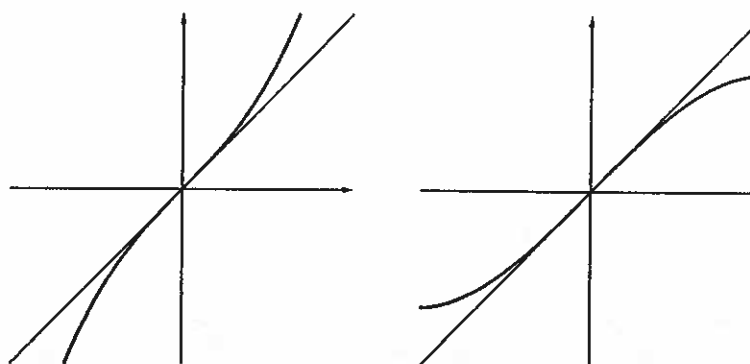
**Theorem 5.2** Let  $p$  be a neutral fixed point for  $F$  with  $F'(p) = 1$ .

Case 1: Suppose  $F''(p) \neq 0$ . If  $F''(p) < 0$  (resp.  $F''(p) > 0$ ), then  $p$  is



(a)  $F(0) = 0, F'(0) = 1, F''(0) > 0$

(b)  $F(0) = 0, F'(0) = 1, F''(0) < 0$



(c)  $F(0) = 0, F'(0) = 1, F''(0) = 0,$  and  $F'''(0) > 0$       (d)  $F(0) = 0, F'(0) = 1, F''(0) = 0,$  and  $F'''(0) < 0$

Figure 5.9: The Four Canonical Forms of Neutral Fixed Points.