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LIST OF SYMBOLS USED

- α Maximum additional sales price from product promotion (\$)
- β Additional sales price and promotional expense elasticity
- γ Scale parameter used in defining relationship between additional sales price and product advertisement expense
- Shape parameter used in defining relationship between additional sales price and product advertisement expense $(0 < \theta < 1)$
- η Advertisement scale parameter for defining relationship between demand and advertisement expense
- δ Advertisement elasticity for defining relationship between demand and advertisement expense
- $\rho(B)$ Additional realizable selling price per unit as a function of expense (B) on product promotion (\$)
- A Ordering cost per order (\$ per order)
- B Advertisement expense (\$)
- C Annual purchasing cost (\$/year)
- *H* Annual holding cost (\$/year)
- O Annual ordering cost (\$/year)
- P Realisable selling price per unit before promotion (\$/unit)
- Q Lot size (units)
- R Annual revenue (\$/year)
- T Cycle time in year (year)
- D(P) Annual demand at selling price P without any promotion (units/year)
- D(B) Annual demand due to advertisement effect (units/year)
- C_P Unit purchasing cost (\$)
- h_r Holding cost per monetary unit for a year for the product (\$/\$-year)
- T_P Annual profit (\$)