

$$\textcircled{1} \quad \nabla f = \begin{bmatrix} 2x-2 \\ 2y+2 \end{bmatrix}, \quad \nabla g = \begin{bmatrix} 2x \\ 2y \end{bmatrix}.$$

The critical points inside the region are where

$$2x-2=0 \Rightarrow x=1, \text{ and } 2y+2=0 \Rightarrow y=-1, \text{ i.e. } (x,y) = (1, -1).$$

To find critical points on the boundary,

we may use Lagrange multipliers. We obtain:

$$\left. \begin{array}{l} (\text{i}) 2x-2 = \lambda(2x) \\ (\text{ii}) 2y+2 = \lambda(2y) \\ (\text{iii}) x^2+y^2=4 \end{array} \right\} \quad \begin{array}{l} \text{Adding (i) and (ii) gives} \\ 2x+2y = \lambda(2x+2y), \text{ which} \\ \text{implies that either } \lambda=0 \text{ or } y=-x. \end{array}$$

$$\lambda=0 \text{ gives } x=1, y=-1, \text{ not satisfying (iii), so } y=-x, \\ \text{giving } 2x^2=4 \Rightarrow \boxed{x=\frac{\sqrt{2}}{2}, y=-\frac{\sqrt{2}}{2}} \quad \text{or} \quad \boxed{x=-\frac{\sqrt{2}}{2}, y=\frac{\sqrt{2}}{2}}$$

Thus, the candidates for optima are:

x	y	$f(x,y)$
1	-1	0
$\frac{\sqrt{2}}{2}$	$-\frac{\sqrt{2}}{2}$	$\approx 0.7776 \cdot 343 \approx 270.7$
$-\frac{\sqrt{2}}{2}$	$\frac{\sqrt{2}}{2}$	$\approx 5.8284 \cdot 11.6569 \approx 68.8$

Thus, the minimum in the region is 0, and it occurs at $x=1, y=-1$, while the maximum over the region is about $5.8284 \cdot 11.6569 \approx 68.8$, and it occurs at $x = -\frac{\sqrt{2}}{2}, y = \frac{\sqrt{2}}{2}$.

$$② \nabla f = \begin{bmatrix} 2x^2 - y^2 \\ -2xy + 2y \end{bmatrix} = \begin{bmatrix} 0 \\ 0 \end{bmatrix} \text{ where } 2y(-x+1) = 0 \\ \Rightarrow x=1 \text{ or } y=0.$$

When $x=1$, $y=1$ or $y=-1$. When $x=0$, $y=0$.

$$\frac{\partial^2 f}{\partial x^2} = 2x, \quad \frac{\partial^2 f}{\partial y^2} = -2x+2, \quad \frac{\partial^2 f}{\partial y \partial x} = -2y,$$

$$\text{so the discriminant is } D(x,y) = \frac{\partial^2 f}{\partial x^2} \frac{\partial^2 f}{\partial y^2} - \left(\frac{\partial^2 f}{\partial y \partial x} \right)^2 \\ = (2x)(-2x+2) - (-2y)^2$$

We thus have the following critical points:

x	y	D	f_{xx}	type of point
1	1	-4		saddle point
1	-1	-4		saddle point
0	0	0		saddle point

The discriminant is 0 at $x=y=0$. However, by looking at what happens in the cross-sections with $x=0$ and with $y=0$, we see that $(0,0)$ corresponds to a saddle point.