Review Lab #2. Make sure you know it before moving on to this lab.

- 1. A stock is selected at random each morning from the Toronto Stock Exchange. It is observed that there is a 50% chance that a stock will go up that day, a 10% chance that it is worth more than \$100 and a 45% chance that it will go down and be worth \$100 or less. We are just interested in whether the stock goes up or down, not if it stays the same.
 - (a) What is the probability that the stock goes up and is worth more than \$100? (.05)
 - (b) What is the probability that the stock goes down and is worth more than \$100? (.05)
 - (c) Is the event of the stock rising or falling independent of the worth? Why? (yes)
- 2. A card is drawn from a well shuffled deck of 52 cards. Let
 - A = event a face card is selected
 - B = event a king is selected
 - C = event a heart is selected
 - D = card is a king or a heart
 - (a) Find the following probabilities
 - (i) P(A), P(B), P(C) P(D). (3/13), (1/13), (1/4), (4/13)
 - (ii) P(B|A) (1/3)
 - (iii) P(B|A) (0)
 - (iv) P(C|A) (1/4)
 - (v) P(A|B) (1)
 - (vi) P(A|C) (3/13)
 - (vii) $P(A|\overline{B})$ (1/6)
 - (viii) P(B|D) (1/4)
 - (ix) $P(A \cup B \cup C)$ (11/26)
 - (x) $P[A \cap (B \cup C)]$ (3/26)
 - (xi) $P[A \cup (B \cap C)]$ (3/13)
 - (b) Determine whether or not the following pairs of events are independent: (Hint: use conditional probabilities)
 - (i) (A,B) (no)
 - (ii) (A,C) (yes)
 - (iii) (B,D) (no)
 - (iv) (B,C) (yes)
- 3. An automatic drilling machine produces good pieces 91% of the time. Faulty pieces are drilled either off-centre (C), at an incorrect angel (A), or both (A \cap C). In the total production, 5% are drilled off-centre and 2% are drilled both off-centre and at an incorrect angle.
 - (a) What percentage is drilled at an incorrect angle? (6%)
 - (b) If a part is drilled off-centre, what is the probability that it will be drilled off-angle? (.4)
 - (c) Is "off-centre" drilling independent of "off-angle" drilling? Explain (No)
- 4. A balanced dime is tossed three times. Let
 - A= event the first toss is heads.
 - B= event the third toss is tails,
 - C= event the total number of heads is one.
 - (a) Compute p(A), P(B), P(C). (.5) (.5)(.375)
 - (b) Compute PB|A). (.5)
 - (c) Compute P(C|A). (.25)
 - (d) Compute $P(A \cup B \cup C)$. (7/8)

- (e) Are A and B independent events? Why? (yes)
- (f) Are C and A independent events? Why? (no)
- 5. The number of cars and trucks in use by age are as shown in the following table. Frequencies are in millions.

Туре	Age (yrs)				T 4 1
	Under 6	6-8	9-11	12 and over	Total
Truck	27.8	13.1	10.7	18.6	70.2
Car	46.2	26.9	23.3	26.8	123.2
Total	74.0	40.0	34.0	45.4	193.4

A person is selected at random from his survey.

- (a) What is the probability that the person drives a truck? (0.3630)
- (b) What is the probability that the person selected is not driving a vehicle that is 12 years or older?
- (c) What is the probability that the person chosen is driving a car and it is 12 years or older? (.1386)
- (d) What is the probability that the person chosen is driving a vehicle that is 9 years or older? (.4105)
- (e) What is the probability that the person chosen is a driving a car that is 9 years or older? (.2590)
- (f) What is the probability that the person chosen is driving a truck given that it is 6-8 years old? (.3275)
- (g) What is the probability that the person chosen is driving a vehicle that is less than 9 years old if it's a car? (.5933)
- (h) Are the events "vehicle" and "age" independent? Explain using probability values from this question.
- 6. Suppose there is a 77.3% chance that a home buyer will purchase a resale home. In the next four home purchases, find the probability that
 - (a) The first three will be resales and the fourth will be a new home. (0.1048)
 - (b) The first will be a resale, the second a new home, and the last two resales. (0.1048)
 - (c) The first will be a resale, the next two new homes, and the last a resale. (0.0308)
 - (d) At least 1 will be a resale. (.9973)
- 7. Three cards are randomly selected with replacement from an ordinary deck of 52 cards.
 - (a) Find the probability that all three cards are hearts. (.0156)
 - (b) Find the probability that the first two cards are hearts and the third a spade. (0.0156)
 - (c) If the cards are now drawn without replacement, find the answers to (a) and (b) from above. (.0129), (.0153)
- 8. Each computer chip produced by machine A is defective with a probability of 0.1, whereas each computer chip produced by machine B is good with a probability of 0.95. 42% of computer chips are produced by machine A, the remainder by machine B. A chip is chosen at random.
 - (a) What is the probability that the chip is defective? (0.071)
 - (b) Given that the chip is defective, what is the probability the chip was produced by machine A? (0.5915)
- 9. There are 3 boxes with balls inside each. You select a box at random, and then randomly select a ball from it. The first box contains 4 red balls, 4 blue balls, and 4 green balls; the second box contains 4 red balls, 5 blue balls, and 6 white; the third contains 1 yellow ball and six blue balls.
- (a) If the ball you selected was red, then what is the probability that you selected it from box 1? (5/9)
- (b) If the ball you selected was blue, then what is the probability that you selected it from box 3? (9/16)
- (c) If the ball you selected was yellow, then what is the probability that you selected box 3? (1)

Do all the questions in sections 2-2.10 plus the supplementary exercises.