

① normal distribution
② discrete
① success = p
② failure = q
independent event

Lesson: Normal Approximation for Binomial Distribution

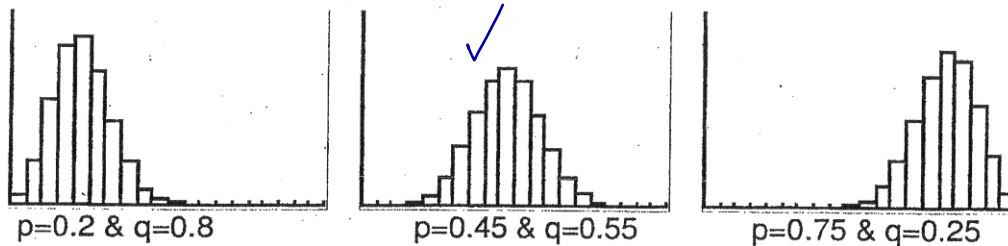
- The Normal distribution can be used to approximate Binomial probabilities when **n is large** and **p is close to 0.5**. In answer to the question
- the approximation should only be used when both $np > 5$ and $nq > 5$.
- (mean) μ or $= np$
- (standard deviation) $\sigma = \sqrt{npq}$

Example #1:

Bill is preparing for a test with 20 questions. He wants to determine his chances of passing if the certainty of answering each question is:

- discrete
normal distribution
answering each question independent
- i) 20% $p = \checkmark$ ii) 45% $\checkmark p =$ iii) 75% $\checkmark p =$

The distribution for the number of questions Bill would get correct is binomial. For all three situations, $n = 20$ but the values of p and q change. The following graphs are the probability distributions for each case:



- a) Which graph appears to have a normal distribution?

second one.

- b) Which case meets the conditions required for normal distribution?

$n=20$ $p=0.45$ $q=0.55$	np $= 20(0.45)$ $= 9 > 5 \checkmark$	nq $= 20(0.55)$ $= 11 > 5 \checkmark$
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- c) Calculate the mean and the standard deviation for normal approximation.

$$\mu = np = 20(0.45) = 9$$

$$\sigma = \sqrt{npq} = \sqrt{20(0.45)(0.55)} = 2.22$$

- d) Determine the probability that the person passes the test using normal approximation.

$n=20$

Answer at least 10 questions correctly.

$P(10 \leq X \leq 20)$ apply continuity correction for discrete
 $= P(9.5 < X < 20.5)$
 $= P(X > 9.5)$

$$\begin{aligned}
 &P(X > 9.5) \\
 &= P\left(Z > \frac{9.5 - 20(0.45)}{\sqrt{20(0.45)(0.55)}}\right) \\
 &= P(Z > 0.22) \quad \text{4783287...} \\
 &= 1 - 0.5871 \\
 &= 0.4129
 \end{aligned}$$

Example #2:

The bottle of Cepsi know that they have 42% of the market. At a booth, 80 people take the Cepsi Challenge.

- a) What type of distribution is the number of people who choose Cepsi?

Binomial Distribution

- independent
- discrete
- $p = 42\%$ $q = 58\%$

- b) Can a normal approximation be made?

$$\begin{aligned} np > 5 \quad nq > 5 \quad n &= 80 \\ &= 80(0.42) \quad = 80(0.58) \quad \therefore \text{Yes.} \\ &= 33.6 > 5 \quad = 46.4 > 5 \end{aligned}$$

- c) What is the mean and standard deviation of the approximate normal distribution?

$$\begin{aligned} \text{mean: } np & \quad \text{standard deviation: } \sqrt{npq} \\ &= 80(0.42) \quad = \sqrt{80(0.42)(0.58)} \\ &= 33.6 \quad = 4.41 \end{aligned}$$

- d) What is the probability that the number of people that will choose Cepsi is between 25 and 40?

Apply Continuity Correction

exclusive.
($25 < X < 40$)

$$\begin{aligned} &P(25.5 < X < 39.5) \\ &= P\left(\frac{25.5 - 80(0.42)}{\sqrt{80(0.42)(0.58)}} < Z < \frac{39.5 - 80(0.42)}{\sqrt{80(0.42)(0.58)}}\right) \\ &= P(-1.83 < Z < 1.34) \\ &= 0.9099 - 0.0336 \\ &= 0.8763 \end{aligned}$$