

## Set05 - Continuous distributions

STAT 401 (Engineering) - Iowa State University

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# Cumulative distribution function

All properties of discrete random variables have direct counterparts for continuous random variables.

In particular,

## Definition

The **cumulative distribution function** for a continuous random variable is

$$F_X(x) = P(X \leq x) = P(X < x)$$

since  $P(X = x) = 0$  for any  $x$ .

we still have the properties

- $0 \leq F_X(x) \leq 1$  for all  $x \in \mathbb{R}$
- $F_X$  is monotone increasing, i.e. if  $x_1 \leq x_2$  then  $F_X(x_1) \leq F_X(x_2)$ .
- $\lim_{x \rightarrow -\infty} F_X(x) = 0$  and  $\lim_{x \rightarrow \infty} F_X(x) = 1$ .

# Probability density function

## Definition

The **probability density function (pdf)** for a continuous random variable is

$$f_X(x) = \frac{d}{dx}F_X(x)$$

and

$$F_X(x) = \int_{-\infty}^x f_X(t)dt.$$

Thus, the probability density function has the following properties

- $f_X(x) \geq 0$  for all  $x$  and
- $\int_{-\infty}^{\infty} f(x)dx = 1.$

## Example

Let  $X$  be a random variable with probability density function

$$f_X(x) = \begin{cases} 3x^2 & \text{if } 0 < x < 1 \\ 0 & \text{otherwise.} \end{cases}$$

$f_X(x)$  defines a valid probability density function because  $f_X(x) \geq 0$  for all  $x$  and

$$\int_{-\infty}^{\infty} f_X(x) dx = \int_0^1 3x^2 dx = x^3 \Big|_0^1 = 1.$$

The cumulative distribution function is

$$F_X(x) = \begin{cases} 0 & x \leq 0 \\ x^3 & 0 < x < 1 \\ 1 & x \geq 1 \end{cases}$$

# Expected value

## Definition

Let  $X$  be a continuous random variable and  $h$  be some function. The **expected value** of a function of a continuous random variable is

$$E[h(X)] = \int_{-\infty}^{\infty} h(x) \cdot f_X(x) dx.$$

If  $h(x) = x$ , then

$$E[X] = \int_{-\infty}^{\infty} x \cdot f_X(x) dx.$$

and we call this the **expectation** of  $X$ .

## Example (cont.)

Let  $X$  be a random variable with probability density function

$$f_X(x) = \begin{cases} 3x^2 & \text{if } 0 < x < 1 \\ 0 & \text{otherwise.} \end{cases}$$

The expected value is

$$\begin{aligned} E[X] &= \int_{-\infty}^{\infty} x \cdot f_X(x) dx \\ &= \int_0^1 3x^3 dx \\ &= 3 \frac{x^4}{4} \Big|_0^1 = \frac{3}{4}. \end{aligned}$$

# Variance

## Definition

The **variance** of a random variable is defined as the expected squared deviation from the mean. For continuous random variables, variance is

$$Var[X] = E[(X - \mu)^2] = \int_{-\infty}^{\infty} (x - \mu)^2 f_X(x) dx$$

where  $\mu = E[X]$ . The symbol  $\sigma^2$  is commonly used for the variance.

## Definition

The **standard deviation** is the positive square root of the variance

$$SD[X] = \sqrt{Var[X]}.$$

The symbol  $\sigma$  is commonly used for the standard deviation.

## Example (cont.)

Let  $X$  be a random variable with probability density function

$$f_X(x) = \begin{cases} 3x^2 & \text{if } 0 < x < 1 \\ 0 & \text{otherwise.} \end{cases}$$

The variance is

$$\begin{aligned} \text{Var}[X] &= \int_{-\infty}^{\infty} (x - \mu)^2 f_X(x) dx \\ &= \int_0^1 \left(x - \frac{3}{4}\right)^2 3x^2 dx \\ &= \int_0^1 \left[x^2 - \frac{3}{2}x + \frac{9}{16}\right] 3x^2 dx \\ &= \int_0^1 3x^4 - \frac{9}{2}x^3 + \frac{27}{16}x^2 dx \\ &= \left[\frac{3}{5}x^5 - \frac{9}{8}x^4 + \frac{9}{16}x^3\right] \Big|_0^1 dx \\ &= \frac{3}{5} - \frac{9}{8} + \frac{9}{16} \\ &= \frac{3}{80} \end{aligned}$$



## Example (cont.)

The inverse of the cumulative distribution function is

$$F_X^{-1}(u) = u^{1/3}.$$

A uniform random number on the interval (0,1) evaluated with the inverse cdf produces a random draw of  $X$ . So, in R

```
inverse_cdf = function(u) u^(1/3)
x = inverse_cdf(runif(1e6))
mean(x)
```

```
[1] 0.7502002
```

```
var(x); 3/80
```

```
[1] 0.03752111
```

```
[1] 0.0375
```

# Comparison of discrete and continuous random variables

For simplicity here and later, we drop the subscript  $X$ .

	discrete	continuous
image	finite or countable	uncountable
pmf	$p(x) = P(X = x)$	
pdf		$p(x) = f(x) = F'(x)$
cdf	$F(x) = P(X \leq x)$ $= \sum_{t \leq x} p(x)$	$F(x) = P(X \leq x)$ $= \int_{-\infty}^x p(t)dt$
expected value	$E[h(X)] = \sum_x h(x)p(x)$	$E[h(X)] = \int_x h(x)p(x)dx$
expectation	$\mu = E[X] = \sum_x x p(x)$	$\mu = E[X] = \int_x x p(x)dx$
variance	$Var[X] = E[(X - \mu)^2]$ $= \sum_x (x - \mu)^2 p(x)$	$Var[X] = E[(X - \mu)^2]$ $= \int_x (x - \mu)^2 p(x)dx$

Note: we replace summations with integrals when using continuous as opposed to discrete random variables

# Normal distribution

The **normal (or Gaussian) density** is a “bell-shaped” curve. The density has two parameters: mean  $\mu$  and variance  $\sigma^2$  and is

$$f(x) = \frac{1}{\sqrt{2\pi\sigma^2}} e^{-(x-\mu)^2/2\sigma^2} \quad \text{for } -\infty < x < \infty$$

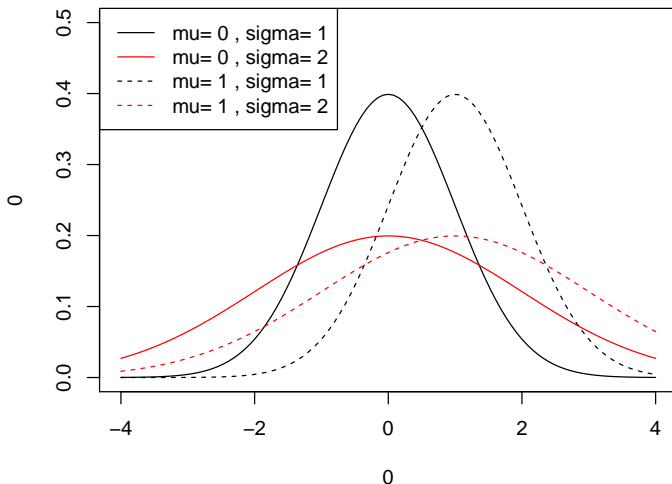
The expected value and variance of a normal distributed r.v.  $X$  are:

$$\begin{aligned} E[X] &= \int_{-\infty}^{\infty} x f(x) dx = \dots = \mu \\ \text{Var}[X] &= \int_{-\infty}^{\infty} (x - \mu)^2 f(x) dx = \dots = \sigma^2. \end{aligned}$$

Thus, the parameters  $\mu$  and  $\sigma^2$  are actually the mean and the variance of the  $N(\mu, \sigma^2)$  distribution.

There is no closed form cumulative distribution function for a normal random variable.

# Example probability density functions



# Properties of the normal distribution

Let  $Z \sim N(0, 1)$ , i.e. a **standard normal** random variable. Then for constants  $m$  and  $s$

$$X = \mu + \sigma Z \sim N(\mu, \sigma^2).$$

alternatively

$$Z = \frac{X - \mu}{\sigma} \sim N(0, 1)$$

which is called **standardizing**.

Let  $X_i \stackrel{ind}{\sim} N(\mu_i, \sigma_i^2)$ . Then

$$Z_i = \frac{X_i - \mu_i}{\sigma_i} \stackrel{iid}{\sim} N(0, 1) \quad \text{for all } i$$

and

$$Y = \sum_{i=1}^n X_i \sim N \left( \sum_{i=1}^n \mu_i, \sum_{i=1}^n \sigma_i^2 \right).$$

# Calculating the standard normal cumulative distribution function

If  $Z \sim N(0, 1)$ , what is  $P(Z \leq 1.5)$ ? Although the cdf does not have a closed form, very good approximations exist and are available as tables or in software, e.g.

```
pnorm(1.5) # default is mean=0, sd=1
```

```
[1] 0.9331928
```

A standard normal random variable is often denoted  $Z$ , the standard normal cdf is often denoted  $\Phi(z)$ , and tables are called *standard normal tables* or *Z tables*. Sometimes these tables only have positive  $z$  values, but we can still compute  $\Phi(z)$  for any  $z$  since the normal distribution is **symmetric**, i.e.  $\Phi(-z) = 1 - \Phi(z)$ . Finally, these tables usually only extend to  $|z| < 4$ , but that's okay since  $P(Z < -4) = P(Z > 4) \approx 0.00003$ .

# Calculating any normal cumulative distribution function

If  $X \sim N(15, 4)$  what is  $P(X > 18)$ ?

$$\begin{aligned}P(X > 18) &= 1 - P(X \leq 18) \\&= 1 - P\left(\frac{X-15}{2} \leq \frac{18-15}{2}\right) \\&= 1 - P(Z \leq 1.5) \\&\approx 1 - 0.933 = 0.067\end{aligned}$$

```
1-pnorm((18-15)/2)
```

```
[1] 0.0668072
```

```
1-pnorm(18, mean=15, sd=2)
```

```
[1] 0.0668072
```

# Manufacturing

Suppose you are producing nails that must be within 5 and 6 centimeters in length. If the average length of nails the process produces is 5.3 cm and the standard deviation is 0.1 cm. What is the probability of producing a nail outside of the specification?

Let  $X \sim N(\mu, \sigma^2)$  be the next nail produced with  $\mu = 5.4$  cm and  $\sigma = 0.1$  cm. We need to calculate

$$\begin{aligned} P(X < 5 \text{ or } X > 6) &= 1 - P(5 < X < 6) \\ &= 1 - [P(X < 6) - P(X > 5)] \quad \text{or} \\ &= P(X < 5) + (1 - P(X > 6)). \end{aligned}$$

```
mu = 5.4
sigma = 0.1

1 - (pnorm(6, mean = mu, sd = sigma) - pnorm(5, mean = mu, sd = sigma))

[1] 3.167223e-05
```