

- 8) A: product is highly successful  
 B: product is moderately successful  
 C: poor product

G: good review

$$P(G) = P(G \cap A) + P(G \cap A^c)$$

Since  $P(G|A) = \frac{P(G \cap A)}{P(A)} \Rightarrow P(G \cap A) = P(G|A) \cdot P(A)$   
 $P(G \cap A) = (0.95)(0.40) = 0.38$

$$\Rightarrow P(G) = 0.38 + P(G \cap A^c)$$

and  
 $P(G \cap A^c) = P(G \cap (B \cup C)) = P((G \cap B) \cup (G \cap C))$   
 $= P(G \cap B) + P(G \cap C) - P(G \cap B \cap C)$

Since  $B \cap C = \phi \Rightarrow G \cap B \cap C = \phi \wedge P(\phi) = 0$

$$\Rightarrow P(G \cap A^c) = P(G \cap B) + P(G \cap C) = P(B) \cdot P(G|B) + P(C) \cdot P(G|C)$$

$$P(G \cap A^c) = (0.35)(0.60) + (0.25)(0.10) = 0.2350$$

Then

$$P(G) = P(G \cap A) + P(G \cap A^c) = 0.38 + 0.2350 = 0.6150$$

$$\therefore P(\text{having a good review}) = 0.6150 \approx 62\%$$

b)  ~~$P(A)$~~

$$P(A|G) = \frac{P(G|A) \cdot P(A)}{P(G)} = \frac{(0.95)(0.40)}{0.6150}$$

$$\Rightarrow P(A|G) = 0.6179$$

$\therefore P(\text{design will be successful} \mid \text{good review}) = 0.6179$

c)  $P(A|G') = \frac{P(A \cap G')}{P(G')}$ , Since  ~~$G$  and  $G'$~~   $G$  and  $G'$

are mutually exclusive  $\Rightarrow P(G') = 1 - P(G) = 1 - 0.6150 = 0.385$   
 $\Rightarrow P(G') = 0.3850$

Since  $P(A) = P(A \cap G) + P(A \cap G')$

$$\Rightarrow P(A \cap G') = P(A) - P(A \cap G) = P(A) - P(G|A) \cdot P(A)$$

$$P(A \cap G') = 0.40 - (0.95) \cdot (0.40) = 0.02$$

then  $P(A|G') = \frac{0.02}{0.385} = 0.0519$

$\therefore P(A|G') = 0.0519$  or  $\approx 5\%$  is the probability of the product being highly successful given it does not attain a good review.