

$$a) E(y_i) = E(\beta_1 + \beta_2 x_i + \varepsilon_i) = E[\beta_1 + \beta_2 x_i] + E[\varepsilon_i] \\ = \beta_1 + \beta_2 x_i$$

$$b) E(y_i) = 1 \times \Pr[y_i=1] + 0 \times \Pr[y_i=0] = \Pr[y_i=1]$$

$$c) \Pr(y_i=0) = 1 - \Pr[y_i=1] = 1 - \beta_1 - \beta_2 x_i$$

$$d) \varepsilon_i = \begin{cases} 1 - \beta_1 - \beta_2 x_i & \beta_1 + \beta_2 x_i \\ -\beta_1 - \beta_2 x_i & 1 - \beta_1 - \beta_2 x_i \end{cases}$$

$$e) V(\varepsilon_i) = E[(\varepsilon_i - 0)] = E[\varepsilon_i^2]$$

$$V(\varepsilon_i) = (1 - \beta_1 - \beta_2 x_i)^2 \times \Pr[y_i=1] + \\ (-\beta_1 - \beta_2 x_i)^2 \times \Pr[y_i=0] = \\ (1 - \beta_1 - \beta_2 x_i)^2 (\beta_1 + \beta_2 x_i) + \\ (\beta_1 + \beta_2 x_i)^2 (1 - \beta_1 - \beta_2 x_i) = \\ (1 - \beta_1 - \beta_2 x_i)(\beta_1 + \beta_2 x_i)(1 - \beta_1 - \beta_2 x_i + \beta_1 + \beta_2 x_i) = \\ (1 - \beta_1 - \beta_2 x_i)(\beta_1 + \beta_2 x_i)$$