

# Information Theory: Entropy, Coding, and Channel Capacity

Computational Science Templates

November 24, 2025

## 1 Introduction

Information theory quantifies information content, compression limits, and communication channel capacity. Founded by Claude Shannon in 1948, it provides the mathematical framework for data compression (source coding) and error-correcting codes (channel coding). This analysis computes entropy for various probability distributions, demonstrates Huffman and arithmetic coding efficiency, explores mutual information, and examines channel capacity.

## 2 Mathematical Framework

### 2.1 Shannon Entropy

The entropy of a discrete random variable  $X$  with probability mass function  $p(x)$ :

$$H(X) = - \sum_{x \in \mathcal{X}} p(x) \log_2 p(x) \quad (1)$$

### 2.2 Conditional Entropy and Mutual Information

Conditional entropy and mutual information:

$$H(X|Y) = - \sum_{x,y} p(x,y) \log_2 p(x|y) \quad (2)$$

$$I(X;Y) = H(X) - H(X|Y) = H(X) + H(Y) - H(X,Y) \quad (3)$$

### 2.3 Channel Capacity

For a discrete memoryless channel:

$$C = \max_{p(x)} I(X;Y) \quad (4)$$

For the binary symmetric channel with crossover probability  $p$ :

$$C = 1 - H_b(p) = 1 + p \log_2 p + (1 - p) \log_2(1 - p) \quad (5)$$

### 3 Environment Setup

### 4 Entropy and Information Content

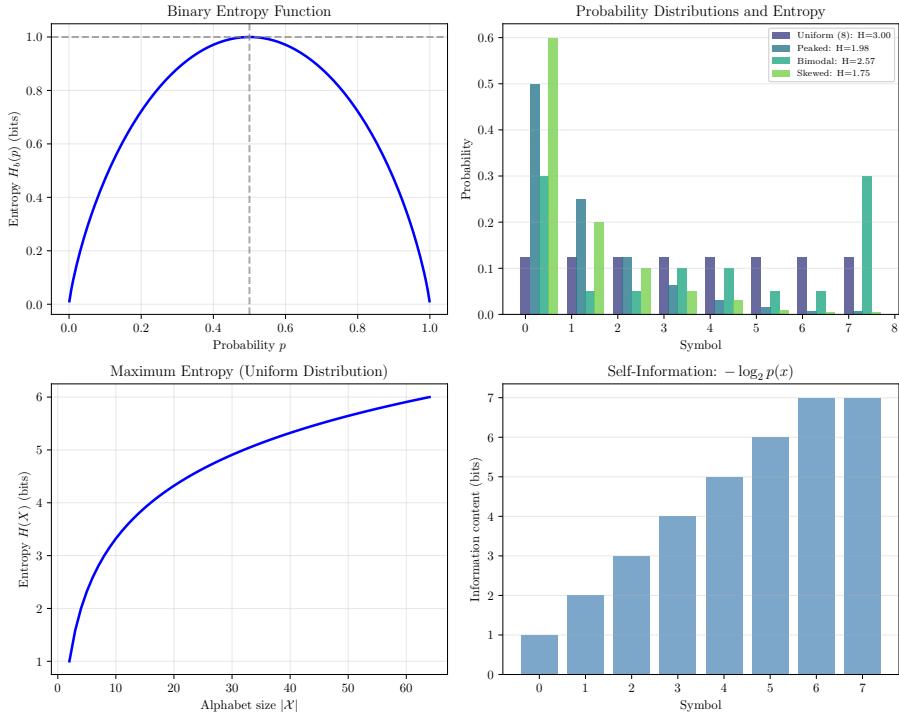


Figure 1: Entropy fundamentals: binary entropy, distributions, and information content.

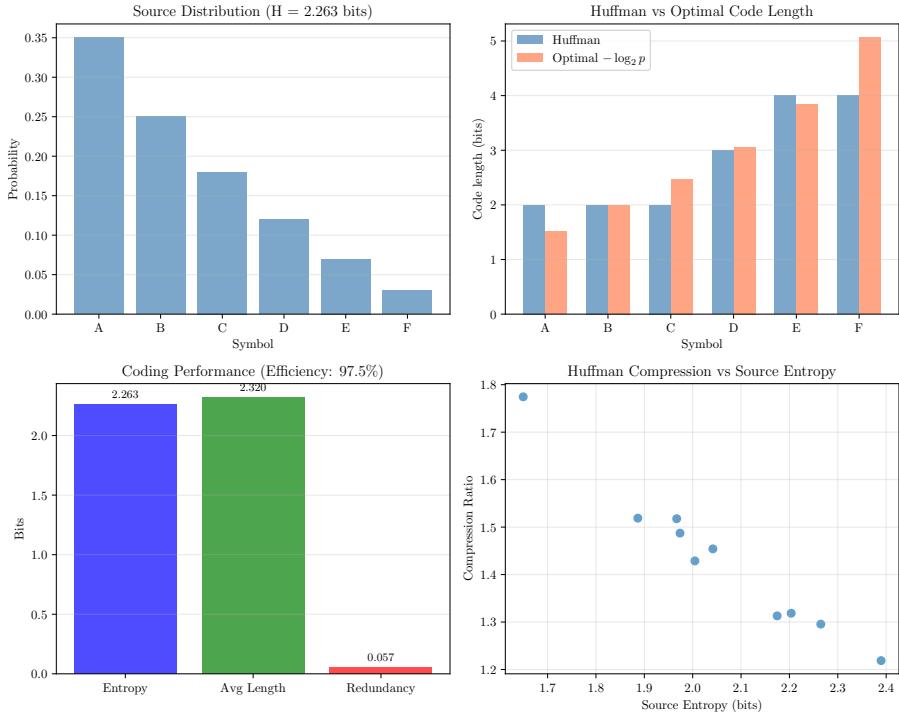


Figure 2: Huffman coding: source distribution, code lengths, and compression performance.

Table 1: Summary of Information Theory Results

Measure	Value	Description
<i>Huffman Coding</i>		
Source entropy	2.263 bits	$H(X)$
Average code length	2.320 bits	$\bar{L}$
Coding efficiency	97.5%	$H(X)/\bar{L}$
Redundancy	0.057 bits	$\bar{L} - H(X)$
<i>Mutual Information</i>		
$H(X)$	1.000 bits	Marginal entropy
$H(Y)$	1.000 bits	Marginal entropy
$H(X, Y)$	1.722 bits	Joint entropy
$I(X; Y)$	0.278 bits	Mutual information
<i>Channel Capacity</i>		
BSC ( $p = 0.1$ )	0.531 bits/use	$1 - H_b(p)$
BEC ( $\epsilon = 0.1$ )	0.900 bits/use	$1 - \epsilon$
AWGN (10 dB)	1.730 bits/use	$\frac{1}{2} \log_2(1 + SNR)$

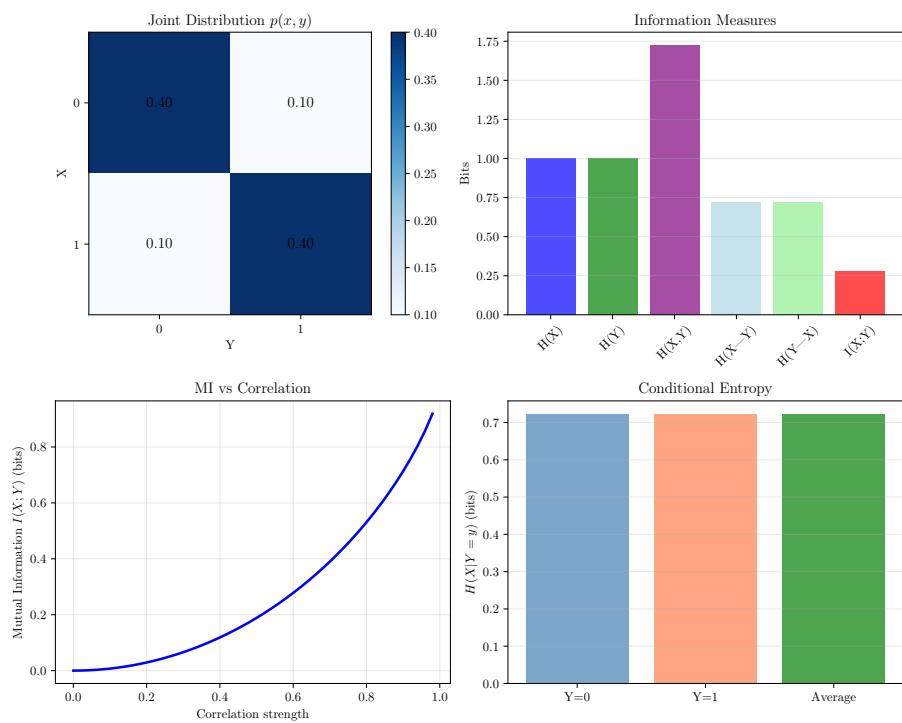


Figure 3: Mutual information: joint distribution, information measures, and correlation.

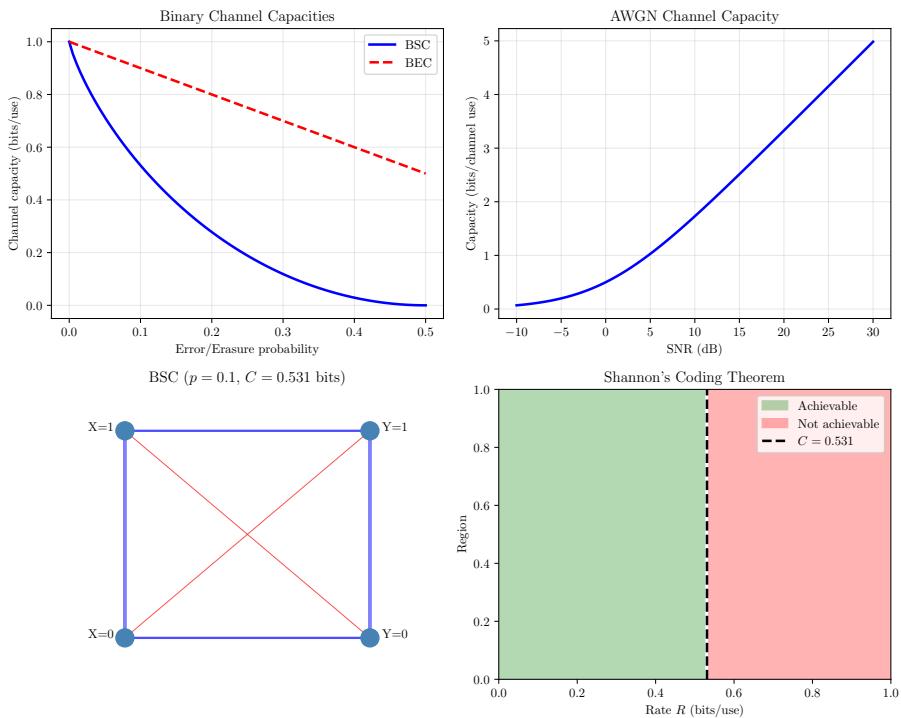


Figure 4: Channel capacity: BSC, BEC, AWGN, and achievable rates.

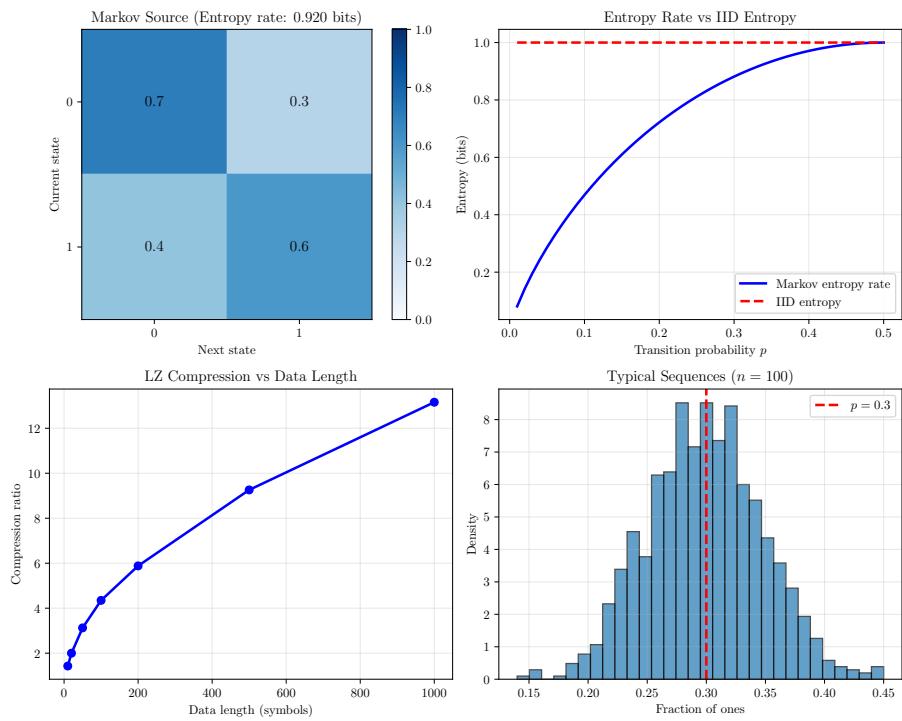


Figure 5: Source coding: Markov entropy, compression ratio, and typical sequences.

## 5 Huffman Coding

## 6 Mutual Information and Joint Entropy

## 7 Channel Capacity

## 8 Source Coding and Compression

## 9 Results Summary

## 10 Statistical Summary

- **Source entropy:** 2.263 bits
- **Maximum entropy ( $|\mathcal{X}| = 6$ ):** 2.585 bits
- **Average Huffman code length:** 2.320 bits
- **Coding efficiency:** 97.5%
- **Joint entropy  $H(X, Y)$ :** 1.722 bits
- **Mutual information  $I(X; Y)$ :** 0.278 bits
- **Markov entropy rate:** 0.920 bits
- **BSC capacity ( $p = 0.1$ ):** 0.531 bits/use

## 11 Conclusion

Information theory provides fundamental limits for data compression and communication. Shannon entropy measures the average information content and sets the minimum average code length. Huffman coding achieves near-optimal compression for known probability distributions. Mutual information quantifies the shared information between random variables, critical for channel coding. The channel coding theorem guarantees error-free communication at rates below capacity, achieved by modern codes like turbo codes and LDPC codes. These principles underpin data compression (ZIP, JPEG), error-correcting codes (WiFi, 5G), and cryptography.