1

Assignment 3

AI1110:Probability and Random Variables Indian Institute Of Technology Hyderabad

Name: Pradyumn Kangule Roll no.: CS22BTECH11048

11.16.3.7 Question: A fair coin is tossed four times, and a person win Rs 1 for each head and lose Rs 1.50 for each tail that turns up. Calculate how many different amounts of money you can have after four tosses and the probability of having each of these amounts.

Solution:

Random Variable	Definition
X	Number of heads after four tosses
A	Total Amount a person can have

TABLE: Definitions

$$\therefore X \sim Bin(n, p)$$

where $p = \frac{1}{2}$

$$\therefore \Pr\left(X = i\right) = {}^{n}C_{i} \left(\frac{1}{2}\right)^{n} \tag{1}$$

on (2)

$$A = X - (n - X) \times 1.5$$
 (3)

$$\implies A = 2.5X - 1.5n \tag{4}$$

 \therefore A takes n + 1 different values.

By (1),(4)

$$\Pr(X = i) = \Pr(A = 2.5i - 1.5n) = {}^{n}C_{i} \left(\frac{1}{2}\right)^{n}$$
 (5)

Let $F_X(k)$ denote the cumulative distribution function of *X*:

$$\therefore F_X(k) = \Pr(X \le k) = \sum_{i=0}^{i=k} {}^{n}C_i \left(\frac{1}{2}\right)^n \tag{6}$$

Let $F_A(k)$ denote the cumulative distribution function of A:

$$F_A(k) = \Pr(A \le k) \tag{7}$$

$$= \Pr(2.5X - 1.5n \le k) \tag{8}$$

$$=\Pr\left(X \le \frac{k+1.5n}{2.5}\right) \tag{9}$$

$$=F_X\left(\frac{k+1.5n}{2.5}\right) \tag{10}$$

$$\therefore \text{ by (6)} \tag{11}$$

$$=\sum_{i=0}^{i=\lfloor\frac{k+1.5n}{2.5}\rfloor} {}^{n}C_{i}\left(\frac{1}{2}\right)^{n}$$
 (12)

(:: X takes only integer values)(13)

$$\therefore p_A(k) = \begin{cases} {}^{n}C_{\frac{k+1.5n}{2.5}} \left(\frac{1}{2}\right)^n, & \frac{k+1.5n}{2.5} \in I \text{ and } 0 \le \frac{k+1.5n}{2.5} \le n \\ 0, & \text{otherwise} \end{cases}$$

$$\therefore$$
 For $n = 4$

(3)

$$p_A(k) = \begin{cases} \frac{1}{16}, & k = -6\\ \frac{1}{4}, & k = -3\\ \frac{3}{8}. & k = -1\\ \frac{1}{4}, & k = 1.5\\ \frac{1}{16}, & k = 4\\ 0, & \text{otherwise} \end{cases}$$