$\mathbf{A1}$

Define the probabilities:

$$P(D)$$
 = The probability of having the disease,

P(Positive) = The probability of testing positive.

Using Bayes' Theorem:

$$P(D \mid \text{Positive}) = \frac{P(\text{Positive} \mid D)P(D)}{P(\text{Positive})}.$$

Known probabilities:

$$P(D) = 0.0001,$$

 $P(\neg D) = 0.9999,$
 $P(\text{Positive} \mid D) = 0.99,$
 $P(\text{Positive} \mid \neg D) = 0.01.$

Calculate P(Positive):

$$P(\text{Positive}) = P(\text{Positive} \mid D)P(D) + P(\text{Positive} \mid \neg D)P(\neg D).$$

$$P(\text{Positive}) = (0.99)(0.0001) + (0.01)(0.9999).$$

$$P(\text{Positive}) = 0.000099 + 0.009999 = 0.010098.$$

Calculate $P(D \mid Positive)$:

$$P(D \mid \text{Positive}) = \frac{(0.99)(0.0001)}{0.010098}.$$

$$P(D \mid \text{Positive}) = \frac{0.000099}{0.010098}.$$

$$P(D \mid \text{Positive}) \approx 0.0098.$$

Final result:

$$P(D \mid \text{Positive}) \approx 0.98\%$$
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