

✓ **1. What is the probability of the union of two events A and B?**

- a) $P(A)+P(B)$
- b) $P(A) \cdot P(B)$
- c) $P(A)+P(B)-P(A \cap B)$
- d) $P(A \cap B)-P(A)-P(B)$

✓ **Answer:** c) $P(A)+P(B)-P(A \cap B)$

✓ **2. Which of the following is true for independent events A and B?**

- a) $P(A \cap B)=P(A)+P(B)$
- b) $P(A \cap B)=P(A|B) \cdot P(B)$
- c) $P(A \cap B)=0$
- d) $P(A \cup B)=P(A)-P(B)$

✓ **Answer:** b) $P(A \cap B)=P(A|B) \cdot P(B)$

✓ **3. What is the conditional probability of A given B?**

- a) $P(B \cap A)/P(A)$
- b) $P(A \cup B)/P(B)$
- c) $P(A \cap B)/P(B)$
- d) $P(A)+P(B)$

✓ **Answer:** c) $P(A \cap B)/P(B)$

✓ **4. Bayes' Theorem is used to:**

- a) Compute union of probabilities
- b) Reverse conditional probabilities
- c) Normalize probability distributions
- d) Add probabilities of mutually exclusive events

✓ **Answer:** b) Reverse conditional probabilities

✓ **5. In Bayes' theorem, what does the denominator $P(B)P(B)P(B)$ represent?**

- a) Posterior probability
- b) Prior probability
- c) Evidence or marginal probability
- d) Likelihood

✓ **Answer:** c) Evidence or marginal probability

✓ **6. Suppose a test is 95% accurate and 1% of people have a disease. If a person tests positive, what concept do we use to compute the probability they actually have the disease?**

- a) Central Limit Theorem
- b) Law of Large Numbers
- c) Conditional Expectation
- d) Bayes' Theorem

✓ **Answer:** d) Bayes' Theorem

✓ **7. Which of the following is required to apply Bayes' Theorem?**

- a) The events must be independent
- b) The prior and conditional probabilities must be known
- c) A Venn diagram
- d) A sample mean and standard deviation

✓ **Answer:** b) The prior and conditional probabilities must be known
