

## B365 Homework 1

1. Three players, A,B, and C, each flip their coins until one person has a different result from the others. The person having the different result wins. For instance, if the players flip as in the table below, then all flip heads in the first round (column) so they flip again. Then all flips tails in the 2nd round so they flip again. All flips heads in the third round, so they flip again. Finally, C has a different result than the others in the 4th round, so C would win.

	1	2	3	4
A	H	T	H	H
B	H	T	H	H
C	H	T	H	T

- (a) Using R, simulate this experiment 10000 times and give the resulting estimate of  $P(\text{A wins})$ .
  - (b) How many trials are necessary before the 95% confidence interval has a half width .02, using the simple  $\frac{1}{\sqrt{n}}$  rule? That is, when the interval is of the form  $x \pm .02$ ?
  - (c) The true value,  $P(\text{A wins})$ , may or may not be in your confidence interval. What can be said about the reliability of the confidence interval containing  $P(\text{A wins})$ ?
  - (d) What is the true probability of  $P(\text{A wins})$ , and why?
2. A and B alternate drawing cards from a shuffled pack, replacing each card when done to a random location. A goes first. Play continues until a red card is drawn.
  - (a) Simulate this experiment to compute  $P(\text{A draws first red card})$  to 2 decimal places ( $\pm .005$ ) using the  $\frac{1}{\sqrt{n}}$  rule.
  - (b) What is the true probability that A draws the first red card and why?
3. Two cards are drawn from a shuffled deck.
  - (a) Give the sample space for the experiment,  $\Omega$ , and calculate  $|\Omega|$  — the number of elements in  $\Omega$ .
  - (b) How many elements of  $\Omega$  have both cards having the same rank? (i.e. both aces or both kings etc.)
  - (c) What is the probability of drawing a pair? (both same rank)
4. Suppose we are interested in  $P(A)$  for some event A. While the  $\frac{1}{\sqrt{n}}$  rule is simple, a better 95% confidence interval is given by

$$\hat{p} \pm 1.96 \sqrt{\frac{\hat{p}(1 - \hat{p})}{n}}$$

where  $\hat{p}$  is still the proportion of times A occurs in our sample. This confidence is smaller, which is better, but still contains the true probability about 95% of the time.

Suppose our event of interest has  $P(A) = 1/10$ .

- (a) Simulate 300 trials of the experiment and print out the resulting confidence interval using the formula above — you only need to know  $P(A)$  to do this.
  - (b) In your simulation above, for each trial,  $1, \dots, 300$ , plot the upper and lower endpoints of the confidence interval. That is, if  $n$  is the number of trials done so far, and  $u_n$  and  $l_n$  are the upper and lower limits of the confidence interval based on  $n$  trials, plot the points  $(x, y) = (n, u_n)$  and  $(x, y) = (n, l_n)$  for  $n = 1, \dots, 300$ .
  - (c) Repeat the experiment from part a) 1000 times and compute the fraction of the time the confidence interval contains the true probability,  $1/10$ . This should happen about 95% of the time.
5. A bag contains  $n$  distinct (all different) numbers:  $\{x_1, x_2, \dots, x_n\}$ . Person A draws a number at random, while person B draws a number from the remaining choices. What is the exact probability that A's number is greater than B's number? Explain your reasoning in detail.
  6. Suppose we want to simulate an experiment that can take outcomes  $1, \dots, n$  with probabilities  $p_1, \dots, p_n$ . To be specific, suppose the R-vector

`p=c(.1, .2, .3, .35, .02, .03)`

gives the desired probabilities. Write R code that produces a number from 1 to 6 with the given probabilities, *without using if statements*. I recommend using the R command `cumsum` to do this, though there many possible approaches. Try to do this with a single line of R code. You cannot use the `sample` function for this problem.

7. The table below gives the probabilities of a randomly sampled individual's answers to two questions

		Question 1	
		Yes	No
Question 2	Yes	.3	.1
	No	.2	.4

- (a) What is the probability of answering both questions negatively?
- (b) What is the probability of answering at least one question positively?
- (c) What is the probability of answering question 1 positively?

- (d) Let  $A$  be the event that question 1 is answered positively and  $B$  be the event that question 2 is answer positively. Are these events mutually exclusive?