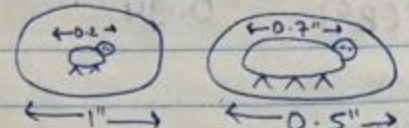


Lecture 7:

contd Let's take a look at zoom:

eg1-  $\therefore \text{zoom} = \frac{\text{prior scope size}}{\text{new scope size}}$

$$\therefore P(B|A) = \frac{P(A)}{P(B)} \cdot P(AB)$$

$$\boxed{P(B|A) = \frac{P(AB)}{P(A)}} \Rightarrow \text{def}^n \text{ of conditional probability}$$

$$\therefore P(B) = P(A|B) \cdot P(B) \rightarrow \text{corollary}$$

$$\therefore P(B|A) = \frac{P(A|B) \cdot P(B)}{P(A)} \quad \text{"Bayes Rule" (1763)}$$

$$\therefore P(B|A) = \frac{P(A|B)}{P(A)} = \frac{0.036}{0.2} = 0.18 \approx 20\%$$

$$\therefore P(A|B) = \frac{P(A)}{P(B)} = \frac{0.036}{0.06} = 0.6 \quad (\text{good chance he is smoker})$$

(In english, what is the prob. that you are a smoker and have a lung cancer?)

$\therefore P(\text{lung cancer among non-smoker})$

$$\Rightarrow P(B|A^c) = \frac{P(A^c)}{P(B)} = \frac{0.024}{1-0.2} = \frac{0.024}{0.8} = 0.03$$

$$\therefore P(BA^c) = P(B) - P(AB)$$

$$= 0.06 - 0.036$$

$$= 0.024$$

Risk ratio

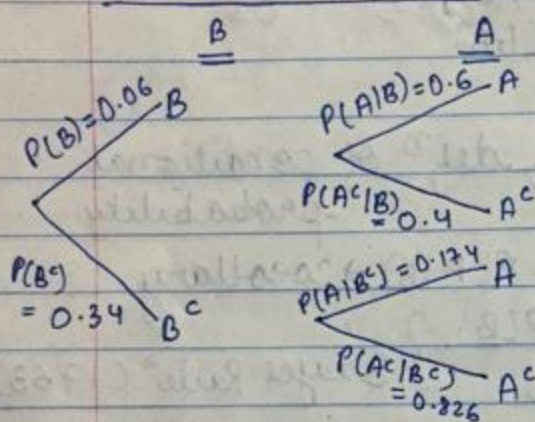
$$\frac{P(B|A)}{P(B|A^c)} = \frac{0.18}{0.03} = 6$$

Hence, the chance of lung cancer is increased by 6 times by changing from non-smoker to smoker

$$\therefore P(AB^c) = P(A) - P(AB) \\ = 0.02 - 0.036 \\ = 0.164$$

$$P(A|B^c) = \frac{P(AB^c)}{P(B^c)} = \frac{0.164}{0.94} = 0.174$$

Tree illustration



Joint outcomes

$$P(AB) = P(A) \cdot P(A|B) = 0.036$$

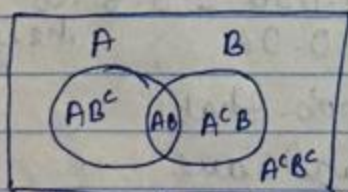
$$P(A^cB) = 0.024$$

$$P(AB^c) = 0.164$$

$$P(A^cB^c) = 0.776$$

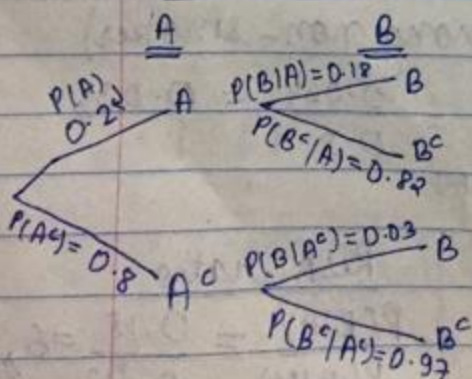
Here, the branches refers to "conditional prob."

and if we add them all we get 1.



$$\therefore P(AB^c) + P(AB) + P(A^cB) + P(A^cB^c) = 1$$

Inversion illusion



Joint outcomes

$$P(AB) = 0.036$$

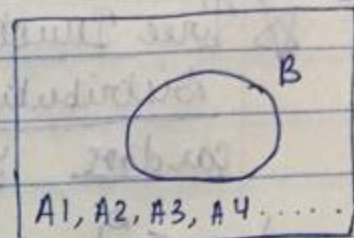
$$P(AB^c) = 0.164$$

$$P(A^cB) = 0.024$$

$$P(A^cB^c) = 0.776$$

1

* Let's consider A_1, A_2, \dots mutually exclusive & collectively exhaustive & event B , can be made up of all the intersections. Thus, this is "Law of total probability".



$$* P(B) = P(B \cap \Omega)$$

Since, A_1, A_2, A_3, \dots are collectively exhaustive it can be written as:

$$\begin{aligned} &= P(B \cap (A_1 \cup A_2 \cup A_3 \dots)) \\ &= P((B \cap A_1) \cup (B \cap A_2) \cup \dots) \\ &= P(B \cap A_i) + P(B \cap A_j) \end{aligned}$$

$$\therefore P(B) = \sum_{i=1}^{\infty} P(B \cap A_i)$$

Q) Is $B \cap A_i, B \cap A_j$ mutually exclusive?

$$\begin{aligned} (B \cap A_i) \cap (B \cap A_j) &\stackrel{?}{=} \phi \\ &= (B \cap B \cap A_i \cap A_j) = B \cap \phi = \phi \end{aligned}$$

Q) Let's assume that birth of a girl and a boy are equally likely. Then

① $P(\text{if you had 2 kids and 1 of them is a girl, the other is also a girl})$

$$\Omega$$

GG	GB
BG	BB

$$= \frac{P(\{GG\})}{P(\{GG, GB, BG\})}$$

$$= \frac{1/4}{3/4} = \frac{1}{3}$$

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