

UNIVERSITY OF TEXAS AT AUSTIN

Problem Set # 1

Conditional probability. Independence.

Problem 1.1. Let E and F be any two events. If

$$\mathbb{P}[E|F] > \mathbb{P}[E],$$

then

$$\mathbb{P}[F|E] > \mathbb{P}[F].$$

Problem 1.2. Let A and B be events such that $\mathbb{P}[A] = 1/2$, $\mathbb{P}[B] = 1/3$ and $\mathbb{P}[A \cap B] = 1/4$. Calculate the following probabilities:

- (i) $\mathbb{P}[A \cup B]$
- (ii) $\mathbb{P}[A|B]$
- (iii) $\mathbb{P}[B|A]$
- (iv) $\mathbb{P}[A^c|B^c]$

Problem 1.3. Two cards are drawn at random from an ordinary deck of 52 cards. Find the probability that both are spades.

Problem 1.4. If events E and F are independent, then they are necessarily mutually exclusive.

Problem 1.5. The four standard blood types are distributed in a populations as follows:

$A - 42\%$

$O - 33\%$

$B - 18\%$

$AB - 7\%$

Assuming that people choose their mates independently of their blood type, find the probability that a randomly chosen couple from this population has the same blood type.

Problem 1.6. *Source: Sample P exam problems.*

An actuary studying the insurance preferences of automobile owners makes the following conclusions:

- (i) An automobile owner is twice as likely to purchase collision coverage as disability coverage.
- (ii) The event that an automobile owner purchases collision coverage is independent of the event that he or she purchases disability coverage.
- (iii) The probability that an automobile owner purchases both collision and disability coverages is 0.15.

Calculate the probability that an automobile owner purchases neither collision nor disability coverage.