

1. A sales manager collected the following data on annual sales and years of experience:

Amount of Sales (\$1000s)	92	103	111	123	117	136
Years of Experience	4	6	8	10	11	13

- (a) Calculate the correlation co-efficient “r” and make comment. [2]  
 (b) Develop an estimated linear regression equation and make comment. [2+1]  
 (c) If the experience of a worker is 9, what would be the estimated sales? [1]

2. More than 50 million guests stay at bed and breakfasts (B&Bs) each year. The website for the Bed and Breakfast Inns of North America, which averages three visitors per minute.

- (a) Compute the probability of no website visitors in a one-minute period. [2]  
 (b) Compute the probability of one or more visitors in a 30-second period. [2]

3. The probability distribution of the random variable X is given below. Calculate [6]

x	1	3	4	5	8	10
P(x)	0.2	0.15	0.2	0.15	0.2	0.1

- a)  $P(X=5)$       b)  $P(X>3)$       c)  $P(X=4 | X \leq 7)$       d) Mean and standard deviation of X.

4. Assume that a particular detection system has a 0.8 probability of detecting a missile attack. Use the binomial probability distribution to answer the following questions.

- (a) What is the probability that a single detection system will detect an attack? [2]  
 (b) If two systems are installed, what is the probability that at least one will detect the attack? [2]