1. A certain licensing exam consists of 3 parts. Consider a randomly selected individual who has taken the exam, and define events by  $A_1$  = passing score on part #1,  $A_2$  = passing score on part #2,  $A_3$  = passing score on part #3. Suppose that

$$P(A_1) = .55, \ P(A_2) = .65, \ P(A_3) = .70, \ P(A_1 \ \cup \ A_2) = .80 \; ,$$

$$P(A_1 \cap A_3) = .32$$
,  $P(A_2 \cap A_3) = .52$ ,  $P(A_1 \cup A_2 \cup A_3) = .88$ 

- (4) a. Based on the given probabilities, why are  $A_2$  and  $A_3$  not independent events?
- (4) b. What is the probability that the individual passes none of the three parts?
- (4) c. What is the probability that the individual passes both part #1 and part #2?
- (4) d. Given that the individual did NOT pass part 1, what now is the probability that he/she passed both of the other two parts (a conditional probability)? W`
- 2. Blue Cab operates 15% of the taxis in a certain city and Green Cab operates the other 85%. After a nighttime hit and run accident involving a taxi, an eyewitness said the vehicle was blue. Suppose, though, that under night vision conditions, only 80% of individuals can correctly identify the color of the vehicle i.e., if the cab is blue, 80% chance the witness says it was blue and 20% chance the witness says it was green, if the cab is green then 80% chance witness says it was green and 20% the witness says it was blue. What is the probability that the taxi at fault was blue given the witness said that it was blue? (This is a conditional probability.) [10]
- 3. A mail-order computer business has four telephone lines. Let X denote the number of lines in use at a specified time. Suppose the pmf of X is as given in the accompanying table.

Calculate the probability of each of the following events

- (4) a. {at most two lines are in use}
- (4) b. {at least two lines are in use}
- (4) c. {between one and three lines, inclusive, are in use}
- (4) d. Calculate the expectation of X.
- 4. Miscellaneous probability distribution questions:

- a. Suppose that 10% of all people who buy a certain type of computer purchase an extended warranty. If 25 buyers of such a computer are randomly selected, what are the mean value and standard deviation of the number who also purchase an extended warranty? *Hint: Let S (for success) = purchase an extended warranty.* [3]
- b. Return to the scenario of (a). What is the probability that **more than** 5 of the 25 purchase an extended warranty? [3]
- c. Visits to a certain web site during a certain period occur according to a Poisson distribution with parameter 5. What is the probability that the actual number of visits in this period is **smaller than** the mean number of visits? [3]
- d. If Z is a **standard** normal random variable, what is the median of the distribution of Z, and what is P(Z = 0)? [4]
- 5. The weekly demand *X* for propane gas (thousands of gallons) from a particular facility is a continuous random variable with pdf

$$f(x) = 2(1 - \frac{1}{x^2}) \quad 1 \le x \le 2$$

$$0 \quad otherwise$$

- a. Obtain the cumulative distribution function of X. [5]
- b. Calculate the expected demand. [5]
- c. Calculate the variance of demand. [5]