10/13/2005 MATH371 Intro. to Prob./Stats. Name:

Dr. Lunsford
Midterm Exam
Neatly show all work on this test. Clearly indicate your answers. You may use any of the following formulas (if needed) to work this test. If you use one of these formulas, clearly indicate which formula (by its number) you use. Good luck!
(1) $\sum_{k=0}^{n}\binom{n}{k} a^{n-k} b^{k}=(a+b)^{n}$
(2) $\sum_{i=1}^{n} i=\frac{n(n+1)}{2}$
(3) $\sum_{n=k}^{\infty} r^{n}=\frac{r^{k}}{1-r},|r|<1$
(4) $\sum_{i=1}^{n} i^{2}=\frac{n(n+1)(2 n+1)}{6}$

Problem I. Suppose $P$ is a probability function on a sample space $S$ and $A$ and $B$ are events in $S$ such that $P(A)=0.60, P(B)=0.40$, and $P(A \cap B)=0.24$. Please answer the following. You must show one intermediate step on each computation for full credit. (4 points each, 24 points total)
a. $\quad P(A \bigcup B)$
b. $\quad P(B \mid A)$
c. $\quad P\left(A^{\prime} \cap B\right)$
d. $P\left(A^{\prime} \cup B^{\prime}\right)$
e. Find the probability that event $A$ or event $B$ but not both occur.
f. Are the events $A$ and $B$ independent events? Why or why not?

Problem II. Suppose the discrete random variable $X$ has probability mass function $f(x)=\frac{2 x+1}{24}, x=1,2,3,4$. Please answer the following, being sure to show all work.
(30 points total)
(a) Find $\mu$ for this distribution. (10 points)
(b) Graph the probability mass function and show $\mu$ on your graph. ( 6 points)
(c) What is $P(X \geq 1.5)$ ? (4 points)
(d) Suppose you can generate pseudo random numbers via a uniform random number generator on your computer. Use the notation $Y=$ unif $(0,1)$ to indicate a uniform random number from 0 to 1 . Use pseudo code to write an algorithm that will print out 10 values of the random variable $X$ (where $X$ is distributed as specified above) by using the uniform (from 0 to 1) random number generator. (10 points)

Problem III. We are going to play the following game: We will take turns rolling a fair six-sided die. I will roll first, you will roll next, then me, etc. We will stop the game when the first 1 or 6 appears on a roll. I will win if that roll is my roll, otherwise you will win. Please answer the following questions. (16 points total)
(a) What is the probability that you will win on your first roll? On your second roll? On your third roll? Clearly indicate your answers and please leave them in combinatorial form. (8 points)
(b) Find the probability that you will win the game. (8 points)

Problem IV. A mortgage company had applications for a home mortgage loan from 25 equally financially qualified applicants. Seven of these applications were from minority applicants. Because of limited resources, the mortgage company was only able to approve ten of the applications. None of the minority applicants were approved. (10 points total)
(a) If the company was randomly choosing from the equally qualified applicants, what is the probability that at least one of the approved applications would have been from a minority applicant? (8 points)
(b) This particular mortgage company has been accused of discriminating against minority applicants. Do you think there is any evidence to support this accusation? Why or why not? (2 points)

Problem V. Online chat rooms are dominated by the young. If we look only at adult Internet users (age 18 and over), $47 \%$ of the 18 to 29 age group chat, as do $21 \%$ of those aged 30 to 49 and just $7 \%$ of those 50 and over. Suppose that $29 \%$ of adult internet users are age 18 to 29 , another $47 \%$ are 30 to 49 years old, and the remaining $24 \%$ are age 50 or older. Let $C$ be the event that an adult internet user chats, $A_{1}$ be the event that an adult internet user is age 18 to $29, A_{2}$ be the event that an adult internet user is age 30 to 49 , and $A_{3}$ be the event an adult internet user is age 50 or older. What percent of the adult internet users who chat are in the 18 to 29 age group? Please be sure to write all probabilities you use for this computation in terms of the event names given above. (10 points total)

Problem VI. On a separate piece of paper, work ONE of the following problems. Clearly indicate which problem you want me to grade. BONUS: Work another of these problems (in this case clearly indicate which problem counts towards the test and which problem is your bonus problem). (10 points)
(a) If $A$ and $B$ be are independent events in a sample space $S$ then show that $A^{\prime}$ and $B^{\prime}$ are also independent.
(b) If $X$ is a discrete random variable with the discrete uniform distribution, i.e. the p.m.f. for $X$ is $f(x)=\frac{1}{m}, x=1,2, \ldots, m$, then show that $\sigma^{2}=\frac{m^{2}-1}{12}$. You may use the fact that $\mu=\frac{m+1}{2}$.
(c) If $Y$ is a random variable such that $E 2 Y+3=6$ and $E\left[(2 Y+3)^{2}\right]=100$ then find the mean of $Y, \mu_{Y}$, and the standard deviation of $Y, \sigma_{Y}$.

