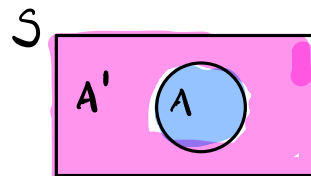


§7.4 Basic Concepts of Probability

ADDITION RULE FOR PROBABILITY: $P(A \cup B) = P(A) + P(B) - P(A \cap B)$

NOTE: $P(S) = \frac{n(S)}{n(S)} = 1$



GIVEN ANY EVENT $A \subseteq S$, $A \cup A' = S$

$$\therefore P(A \cup A') = P(S) = 1$$

$$\begin{aligned} 1 &= P(A \cup A') = P(A) + P(A') - P(A \cap A') \\ &= P(A) + P(A') - \underbrace{P(\emptyset)}_0 \end{aligned}$$

$$\emptyset = (A \cap B) \cap (A \cap B')$$

$$A = (A \cap B) \cup (A \cap B')$$

$$\begin{aligned} P(A) &= P((A \cap B) \cup (A \cap B')) \\ &= P(A \cap B) + P(A \cap B') - P(\emptyset) \end{aligned}$$

COMPLEMENT RULE: $P(A) + P(A') = 1$

$$\text{EQUIVALENTLY: } P(A') = 1 - P(A)$$

Example 5 If two fair dice are rolled, find the probability that the sum of the numbers showing is greater than 3.

SAMPLE SPACE: SUM

	1	2	3	4	5	6
1	2	3	4	5	6	7
2	3	4	5	6	7	8
3	4	5	6	7	8	9
4	5	6	7	8	9	10
5	6	7	8	9	10	11
6	7	8	9	10	11	12

LET $A = \text{SUM} > 3$.

FIND $P(A)$.

$$P(A) + P(A') = 1$$

$$\begin{aligned} P(A) &= 1 - P(A') = 1 - \frac{3}{36} = \frac{33}{36} \\ &= .9167 \end{aligned}$$

Business Data from the 2012 General Social Survey can allow us to estimate how much part-time and full-time employees work per week. Use the following table to find the probabilities of the events in Exercises 55–58. (Data from: www3.norc.umd.edu/gss+website/.)

Labor Force Status	Hours Worked in the last Week						Total
	0–19	20–29	30–39	40–49	50–59	60 or more	
Working Full-Time	155	31	99	468	127	141	1021
Working Part-Time	171	54	60	32	5	9	331
Total	326	85	159	500	132	150	1352

55. Working full-time

56. Working part-time and 0–19 hours

57. Working full-time and 40–49 hours

58. Working part-time or working less than 30 hours

EMPIRICAL PROBABILITY

USING HISTORY TO DETERMINE PROBABILITIES.

$$55. P(\text{WORKING FULL TIME}) = \frac{n(\text{WORKING FULL TIME})}{n(S)}$$

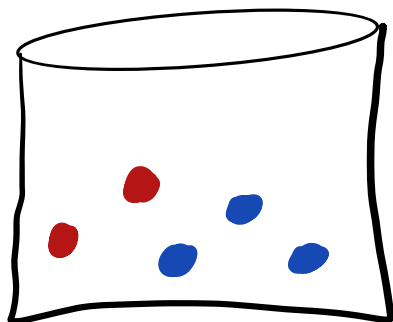
$$= \frac{1021}{1352} = .7552$$

$$56. P(P \cap 0-19) = \frac{n(P \cap 0-19)}{n(S)} = \frac{171}{1352} = .1265$$

$$57. P(F \cap 40-49) = \frac{468}{1352} = .3462 \text{ or } 34.62\%$$

$$58. P(P \cup 0-29) = \frac{n(P \cup 0-29)}{n(S)} = \frac{155 + 31 + 171 + 54 + 60 + 32 + 5 + 9}{1352} = \frac{517}{1352} = .3824$$

ODDS



ODDS VS. PROBABILITY

EXPERIMENT: SELECT 1 MARBLE.

EVENT A: RED MARBLE.

$$P(A) = \frac{n(A)}{n(S)} = \frac{2}{5} = .4 = 40\%$$

$$\text{ODDS OF A OCCURRING} : \frac{2}{3} \rightsquigarrow 2:3$$

$$P(A) = \frac{n(A)}{n(S)}$$

$$\text{ODDS OF A OCCURRING} = \frac{n(A)}{n(A')} \rightsquigarrow n(A):n(A')$$

↑
ASSUMING $n(A') \neq 0$

NOTE: ODDS OF A OCCURRING = $\frac{n(A)}{n(A')} = \frac{\frac{n(A)}{n(S)}}{\frac{n(A')}{n(S)}} = \frac{P(A)}{P(A')} \sim P(A) : P(A')$

Example 6 Suppose the weather forecaster says that the probability of rain tomorrow is $1/3$. Find the odds in favor of rain tomorrow.

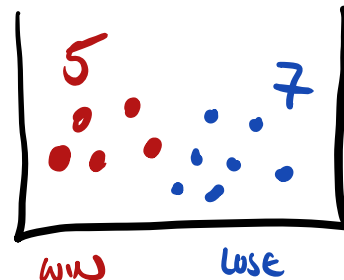
$A = \text{RAIN TOMORROW}$ ODDS OF A OCCURRING : $\frac{P(A)}{P(A')} = \frac{1/3}{1 - 1/3} = \frac{1/3}{2/3} = \frac{1}{2}$

1 : 2

ex. Suppose odds in favor of a particular horse winning the Kentucky Derby are 5 to 7 (5:7).

Find Probability.

$P(\text{win}) = \frac{5}{5 + 7} = \frac{5}{12} = .4167$



Prob $\rightarrow$ odds : odds in favor of A = $\frac{P(A)}{P(A')} \sim P(A) : P(A')$

odds $\rightarrow$ Prob : odds in favor of A = $m : n$

$P(A) = \frac{m}{m + n}$

Example 9**Social Science**

Let A represent that the driver in a fatal crash was age 24 or younger and let B represent that the driver had a blood alcohol content (BAC) of .08% or higher. From data on fatal crashes in the year 2010 from the U.S. National Highway Traffic Safety Administration, we have the following probabilities.

$$P(A) = .2077, \quad P(B) = .2180, \quad P(A \cap B) = .0536.$$

- (a) Find the probability that the driver was 25 or older and had a BAC level below .08%.

	≤ 24 A	> 24 A'	TOTALS
B	$.0536$	$.2180 - .0536$ $= .1644$	$.2180$
			+
B'	$.2077 - .0536$ $= .1541$	$.7820 - .1541$ $= .6279$	$.7820 = 1 - .2180$
TOTAL	$.2077$	$.7923$	$= 1$

