

Chapter 3: Probability

Probability Requirements		Notation	
<ul style="list-style-type: none"> The probability of event E must be between 0 and 1, inclusive. The sum of the probabilities of all outcomes in a sample must equal to 1 or 100%. 		$0 \leq P(E) \leq 1$	
Complimentary Events 3.1			
$P(E') = 1 - P(E)$		$P(\text{At least one of "A"}) = 1 - P(\text{None of "A"})$	
Multiplication Rule-AND 3.2			
$P(A \text{ and } B) = P(A) \cdot P(B)$		<i>(A and B are independent)</i>	
$P(A \text{ and } B) = P(A) \cdot P(B A)$		<i>(A and B are dependent)</i>	
Additional Rule - OR 3.3			
$P(A \text{ or } B) = P(A) + P(B)$		<i>(A and B are mutually exclusive)</i>	
$P(A \text{ or } B) = P(A) + P(B) - P(A \text{ and } B)$		<i>(A and B are NOT mutually exclusive)</i>	
Classical Approach	Empirical/Statistical	Conditional Probability	Independence Rule
$P(E) = \frac{\text{\# of outcomes in even } E}{\text{Total sample size}}$	$P(E) = \frac{\text{Frequency of Event } E}{\text{Total frequency}}$ $= \frac{f}{n}$	$P(A B) = \frac{P(A \text{ and } B)}{P(B)}$	$P(A B) = P(A)$ OR When $P(B A) = P(B)$
Counting Techniques 3.4			
Permutation (Order Matters):		Combination (Order Does Not Matter):	
${}_n P_r = \frac{n!}{(n-r)!}$ =PERMUT(n,r)		${}_n C_r = \frac{n!}{(n-r)! r!}$ =COMBIN(n,r)	
Distinct Items (Multiplication Principle of Counting):		Permutation (Distinguishable):	
$_ \times _ \times _ \times _ \times \dots$ <p style="text-align: center;"><i>Multiply all the possible outcomes</i></p>		$\frac{n!}{n_1! n_2! \dots n_k!}$ <p style="text-align: center;"><i>Where: $n = n_1 + n_2 + n_3 + \dots + n_k$</i> Permutations of n objects where n_1 are one type, n_2 are another type and so on</p>	
NOTATION			
n = Sample Size/Total # of Items r = # of objects chosen k = 1, 2, 3... items	${}_n P_r$ = Permutation ${}_n C_r$ = Combination ! = Factorial	$P(x)$ = Probability of $P(A B)$ = Probability of A given B $P(B A)$ = Probability of B given A	