## **Exercise 6.3 (Group exercise) - Solution**

The probability of success is given as p = 0.27.

Following the theory regarding the Binomial distribution (Script, Section D.4), it is:

a. The probability that the engineering office will have at least 1 success out of the 12 proposals submitted is:

$$p_{Y}(y) = 1 - P(\text{no success}) = 1 - {\binom{12}{0}} 0.27^{0} (1 - 0.27)^{12} =$$
  
=  $1 - \frac{12!}{0!(12 - 0)!} (1 - 0.27)^{12} = 1 - (1 - 0.27)^{12}$  (Check Equations D.52 and D.53)  
= 0.9771

b. The required probability can be estimated through the geometric distribution (Equation D.57):

$$p_{y}(y) = p(1-p)^{10-1} = 0.27(1-0.27)^{9} = 0.016$$
.

c.

$$p_{Y}(y) = P(\text{no success}) + P(\text{one success}) + P(\text{two successes}) =$$

$$= \binom{13}{0} \cdot 0.27^{0} \cdot (1 - 0.27)^{13} + \binom{13}{1} \cdot 0.27^{1} \cdot (1 - 0.27)^{13 - 1} + \binom{13}{2} \cdot 0.27^{2} \cdot (1 - 0.27)^{13 - 2}$$

$$= (1 - 0.27)^{13} + 13 \cdot 0.27 \cdot (1 - 0.27)^{12} + \frac{13(13 - 1)}{2} \cdot 0.27^{2} (1 - 0.27)^{11}$$

$$= 0.275$$

(Check Equations D.52 and D.53)