Content

Preface	4
1. Introduction	7
1.1 The Nature of Probability Theory	9
1.1.1 Formal Logical Content	10
1.1.2 Intuitive Background	10
1.1.3 Applications	11
1.2 The Statistical Probability	12
2. Experiments	14
2.1 Experiments and Events	14
2.2 Statistical Experiments	15
2.3 Elementary event	15
2.4 Sample space	16
2.5 Event	16
2.6 Types of Events	17
2.7 Events as Sets	19
2.8 Relationships Between Events as Sets	20
2.8.1 The Union of Sets	
2.8.2 The Intersection of Sets	
2.8.3 The Complement of a Set	
2.8.4 The Difference of Sets	
3. The Concept of the Probability System	23
3.1 The Probability Function	23
3.2 .Properties of the Probability Function	24
3.3 The Probability Space	25
3.3.1 Finite Probability Space	
3.3.2 Infinite Probability Space	
3. 4 Joint events	26
3.5 Conditional probability	26
3.6 Posterior Probabilities: Baye's Rule	27
3.7 Probability Distribution	30
4. The Concept of the Random Variable	33
4.1 Types of Random Variables	35
4.1.1 Discrete Random Variables	35
4.1.2 Continuous random variables	36
5. The Concept of the Probability Distribution of Random Variables	37
5. 1 Functional Method	38
5.1.1 Probability mass function	20
5.1.2 Probability density function	
5.1.3 Cumulative distribution function	

5.2 Parametric Method	43
5.2.1 Measures of central tendency	75
5.2.2 Measures of dispersion	
5.2.3 Variability	
5.3 Graphical Presentation of the Probability System	
6. Discrete Theoretical Probability Distributions	53
6.1 Bernoulli Trials	53
6.2 The Binomial Distribution	55
6.3 Geometric Distribution	61
6.4 The Negative Binomial Distribution	61
6.5 The Poisson distribution	63
7. Continuous Theoretical Probability Distributions	76
7.1 Exponential Distribution	77
7.2 Normal Distribution	79
7.3 Lognormal Distribution	83
7.4 Weibull Distribution	87
8. Jointly Distributed Random Variables	93
9, Convolution of Independent Random Variables	97
9.1 Convolution of Discrete Random Variables	97
9.2 Sums of Continuous Random Variables	99
9.3 Sum of Two Independent Exponential Random Variables	101
9.4 Independent Trials	103
10. Limit Theorems	105
10.1 Markov's Inequality	105
10.2 Chebishev's Inequality	105
10.3 The Weak Law of Large Numbers	106
10.4 The Central Limit Theorem	107
10.5 The Strong Law of Large Numbers	107
11. References	109
Appendix 1: Table T1 – Normal Distribution	110
Appendix 2: Table T2 – Gamma Functions	113