Answer on Question #80755 – Math – Statistics and Probability

Question

An online retailer has two adverts posted in different parts of a well-known social networking website, Advertisement A and Advertisement B. An average of 2 'clicks' are generated by Advertisement A during the period Monday 10.00 to 10.05am. There are on average 5 'clicks' generated by Advertisement B during the same period. Calculate the probability that on a particular Monday between 10.00 and 10.05am:

- i. Advertisement A generates at most 3 clicks. (5 marks)
- ii. Advertisement A generates at least 4 clicks. (5 marks)
- iii. Advertisement B generates no more than 4 clicks. (5 marks)
- iv. Advertisement A generates exactly 2 clicks and Advertisement B exactly 2 clicks. (5 marks)
- v. At least 3 clicks are generated in total by the two advertisements.

Solution

Let X = the number of clicks on Advertisement A during the period Monday 10.00 to 10.05am. X is a random variable and has Poisson distribution with pdf:

$$P(X = k) = e^{-\lambda_1} \frac{{\lambda_1}^k}{k!}$$

where λ_1 is the average.

Let Y = the number of clicks on Advertisement B during the period Monday 10.00 to 10.05am. Y is a random variable and has Poisson distribution with pdf:

$$P(Y = k) = e^{-\lambda_2} \frac{{\lambda_2}^k}{k!}$$

where λ_2 is the average.

Theorem: Let $X \sim Poisson(\lambda_1)$ and $Y \sim Poisson(\lambda_2)$. Also assume that X and Y are independent. Then $X + Y \sim Poisson(\lambda_1 + \lambda_2)$.

i. The probability that Advertisement A generates at most 3 clicks $P(X \le 3) = P(X = 0) + P(X = 1) + P(X = 2) + P(X = 3) =$ $= e^{-2} \frac{2^0}{0!} + e^{-2} \frac{2^1}{1!} + e^{-2} \frac{2^2}{2!} + e^{-2} \frac{2^3}{3!} = e^{-2} \left(1 + 2 + 2 + \frac{4}{3}\right) = \frac{19}{3} e^{-2} \approx 0.8571$

ii. The probability that Advertisement A generates at least 4 clicks $P(X \ge 4) = 1 - P(X \le 3) = 1 - (P(X = 0) + P(X = 1) + P(X = 2) + P(X = 3)) = 1$

$$=1-\left(e^{-2}\frac{2^{0}}{0!}+e^{-2}\frac{2^{1}}{1!}+e^{-2}\frac{2^{2}}{2!}+e^{-2}\frac{2^{3}}{3!}\right)=1-\frac{19}{3}e^{-2}\approx0.1429$$

iii. The probability that Advertisement B generates no more than 4 clicks $P(Y \le 4) = P(Y = 0) + P(Y = 1) + P(Y = 2) + P(Y = 3) + P(Y = 4) =$ $= e^{-5} \frac{5^0}{0!} + e^{-5} \frac{5^1}{1!} + e^{-5} \frac{5^2}{2!} + e^{-5} \frac{5^3}{3!} + e^{-5} \frac{5^4}{4!} =$ $= e^{-5} \left(1 + 5 + \frac{25}{2} + \frac{125}{6} + \frac{625}{24}\right) = \frac{523}{8} e^{-5} \approx 0.4405$

iv. Assume that *X* and *Y* are independent. Then the probability that Advertisement A generates exactly 2 clicks and Advertisement B exactly 2 clicks

$$P(X = 2 \& Y = 2) = P(X = 2) \cdot P(Y = 2) = e^{-2} \frac{2^2}{2!} \cdot e^{-5} \frac{5^2}{2!} = 25e^{-7} \approx 0.0228$$

v. The probability that at least 3 clicks are generated in total by the two advertisements

$$\begin{split} &P(X+Y\geq 3)=1-P(X+Y\leq 2)=\\ &=1-\left(P(X+Y=0)+P(X+Y=1)+P(X+Y=2)\right)=\\ &=1-\left(e^{-(2+5)}\frac{(2+5)^0}{0!}+e^{-(2+5)}\frac{(2+5)^1}{1!}+e^{-(2+5)}\frac{(2+5)^2}{2!}\right)=\\ &=1-e^{-7}\left(1+7+\frac{49}{2}\right)=1-\frac{65}{2}e^{-7}\approx 0.9704. \end{split}$$