**Examples for 2.6** 

## **Poisson Distribution:**

X = the number of occurrences of a particular event in an interval of time or space.

P(X = x) = 
$$\frac{\lambda^{x} \cdot e^{-\lambda}}{x!}$$
, x = 0, 1, 2, 3, ....

$$E(X) = \lambda,$$
  $Var(X) = \lambda.$ 

Table III (pp. 580 – 582) gives  $P(X \le x)$ 

EXCEL:	= POISSON( $x, \lambda, 0$ )	gives	P(X=x)
	= POISSON( $x, \lambda, 1$ )	gives	$P(X \leq x)$

- **1.** Traffic accidents at a particular intersection follow Poisson distribution with an average rate of 1.4 per week.
- a) What is the probability that the next week is accident-free?

b) What is the probability that there will be exactly 3 accidents next week?

c) What is the probability that there will be at most 2 accidents next week?

d) What is the probability that there will be at least 2 accidents during the next two weeks?

e) What is the probability that there will be exactly 5 accidents during the next four weeks?

f) What is the probability that there will be exactly 2 accidents tomorrow?

g) What is the probability that the next accident will not occur for three days?

h) What is the probability that there will be exactly three accident-free weeks during the next eight weeks?

i) What is the probability that there will be exactly five accident-free days during the next week?

When *n* is large  $(n \ge 20)$  and *p* is small  $(p \le 0.05)$  and  $n \cdot p \le 5$ , Binomial probabilities can be approximated by Poisson probabilities. For this, set  $\lambda = n \cdot p$ .

- 2. Suppose the defective rate at a particular factory is 1%. Suppose 50 parts were selected from the daily output of parts. Let *X* denote the number of defective parts in the sample.
- a) Find the probability that the sample contains exactly 2 defective parts.

b) Use Poisson approximation to find the probability that the sample contains exactly 2 defective parts.

c) Find the probability that the sample contains at most 1 defective part.

d) Use Poisson approximation to find the probability that the sample contains at most 1defective part.