MATH 5010 - Quiz 8

Name:

Date:

4.1 Two balls are chosen randomly from an urn containing 8 white, 4 black, and 2 orange balls. Suppose that we win \$2 for each black ball selected and we lose \$1 for each white ball selected. Let X denote our winnings. Note that your winnings are -\$2 if you get two white balls. Find the expected value of X.

$$E(X) = -2\binom{8}{2} - 16 + 6 + 32 + 2(8) + 4\binom{4}{2}$$