

4.6 Bayes' Theorem

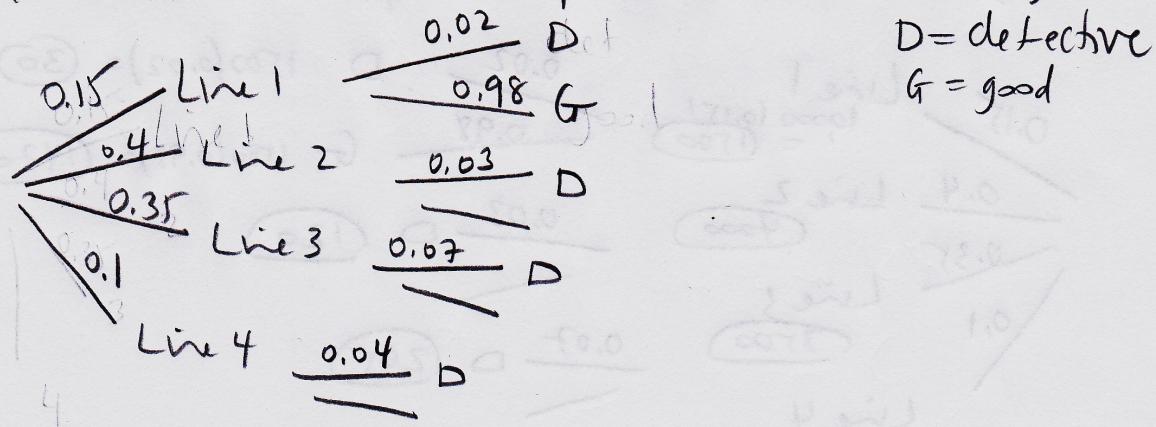
(Continuation of Section 4.5)

Ex: A factory has 4 production lines.

Line 1 produces 15% of all items; 2% of the items it produces are defective.

Line	% of all items produced	% defective
1	15	2
2	40	3
3	35	7
4	10	4

$\Pr(\text{a defective item was produced on Line 3})?$



Want $\Pr(\text{Line 3} | \text{D})$

$$\begin{aligned}
 & \Pr(\text{Lie 3} | D) \\
 &= \frac{\Pr(\text{Lie 3} \wedge D)}{\Pr(D)} \quad \begin{array}{l} \text{Multiply along each path} \\ \text{Sum all paths to get } \Pr(D) \end{array} \\
 &= \frac{0.35(0.07)}{[0.15(0.02) + 0.4(0.03) + 0.35(0.07) + 0.1(0.04)]} \\
 &\approx 0.56
 \end{aligned}$$

This process is called
 "Bayes' Theorem"