"Struck by Lightning" Supplementary Materials

Group Experiment about "Gambler's Ruin"

Within your group, proceed as follows:

- 1. Take one 6-sided die, and eight pennies, and one index card.
- 2. Decide who will be "A" and who will be "B".
- 3. Give six pennies to **A**, and two pennies to **B**.
- 4. Roll the die. If it comes up 1 or 2, then **B** gives one penny to **A**. If it comes up 3, 4, 5, or 6, then **A** gives one penny to **B**.
- 5. Repeat step 4 until either **A** or **B** wins all eight pennies. That person is the "winner".
- 6. Repeat steps 2–5 many times (10? 20? more?), keeping track of who wins each time. See if you can estimate, as accurately as possible, the chance that **A** wins. Is it more or less than 50%?
- 7. Write your best estimate of the probability that **A** wins the game, together with all of your names, on the index card, and hand it in to the instructor. **Note:** There will be a <u>prize</u> later on for the pair that comes the closest to the true probability.

If you have time, you can try some variations on the game, such as:

- 8. Suppose **A** starts with seven pennies (and **B** with one)? Or **A** starts with five pennies (and **B** with three)? How does that affect their chance of winning?
- 9. Suppose that each time we bet <u>two</u> pennies instead of one. That is, suppose we change step 4 to say, "Roll the die. If it comes up 1 or 2, then **B** gives two pennies to **A**. If it comes up 3, 4, 5, or 6, then **A** gives two pennies to **B**." Does this affect the chance that **A** will win?
- 10. Suppose that for each bet, **A** can <u>choose</u> how much the bet will be. (So, betting one penny is like step 4 above, betting two pennies is like step 9 above, etc.) What should **A** choose to have the best chance of winning?

While you're trying these things out, you might start wondering:

- 11. How could we figure out, mathematically, the chance that **A** will win these different games? (This is <u>not</u> an easy question; it will take many weeks to answer. Why do you think it is so difficult?)
- 12. How is this exercise related to the figure "one chance in 37,650" in the middle of page 27 of the book?