

Name _____

The Power of Probability: How Businesses Make Smart Decisions

Multiple Choice Questions

1. How do businesses use probability to assess risks?
 - A) By calculating the likelihood of different outcomes.
 - B) By ignoring uncertainties.
 - C) By avoiding making decisions.
 - D) By relying solely on intuition.

2. What does probability help businesses forecast?
 - A) Past events.
 - B) Future outcomes.
 - C) Present situations.
 - D) Random occurrences.

3. How does probability guide strategic decision-making?
 - A) By making random choices.
 - B) By ignoring data.
 - C) By following gut instincts.
 - D) By evaluating various scenarios.

4. How does probability help optimize resource allocation?
 - A) By wasting resources.
 - B) By ignoring constraints.
 - C) By identifying promising opportunities.
 - D) By avoiding decision-making.

5. What does probability provide a framework for in business decision-making?
 - A) Certainty.
 - B) Predictability.
 - C) Uncertainty.
 - D) Ambiguity.

