Fundamental Principles of Counting.

(1) **Addition principle:** Suppose that *A* and *B* are two disjoint events (mutually exclusive); that is, they never occur together. Further suppose that *A* occurs in *m* ways and *B* in *n* ways. Then *A* or *B* can occur in m + n ways. This rule can also be applied to more than two mutually exclusive events.

(2) **Multiplication principle:**Suppose that an event X can be decomposed into two stages A and B. Let stage A occur in m ways and suppose that these stages are unrelated, in the sense that stage B occurs in n ways regardless of the outcome of stage A. Then event X occur in mways. This rule is applicable even if event X can be decomposed in more than two stages.

Note: The above principle can be extended for any finite number of operations and may be stated as under :

If one operation can be performed independently in m different ways and if second operation can be performed independently in n different ways and a third operation can be performed independently in p different ways and so on, then the total number of ways in which all the operations can be performed in the stated order is $(m \times n \times p \times)$