

Question 1:

- 1/ null: use of hypertension drugs and developing cancer are independent, i.e. boxes are the same (2)
 alternative: use of hypertension drugs and developing cancer are dependent, i.e., at least one box differs (2)

2/ χ^2 -test for independence:

obs: resp	Beta	ACE	Calcium	Total
yes	28 : 34.5	6 : 10	27 : 16.5	61
No	396 : 389.5	118 : 114	175 : 185.5	689
Total	424	124	202	750

expected: $\frac{424 \cdot 61}{750} = 34.5$ $\frac{124 \cdot 61}{750} = 10$ $\frac{202 \cdot 61}{750} = 16.5$ (4)

$$\chi^2 = \frac{(28-34.5)^2}{34.5} + \frac{(6-10)^2}{10} + \frac{(27-16.5)^2}{16.5}$$

$$+ \frac{(396-389.5)^2}{389.5} + \frac{(118-114)^2}{114} + \frac{(175-185.5)^2}{185.5}$$

= 10.35 (4)

3/ $df = (2-1) \cdot (3-1) = 2$ (2)

χ^2 -statistic is 10.35: above 9.21
 ↓
 1%

P-value < 1% (2)

4/ conclusion:

- reject the null (P-value < 1%) (2)
- result is highly statistically significant (1)
- there is high evidence that use of hypertension drugs and developing cancer are dependent (1)

Question 2:

-8 for incorrect test

loc A: urban

$$\text{sample \%}_A = \frac{63}{100} = 63\%$$

loc B: suburban

$$\text{sample \%}_B = \frac{59}{110} = 53.6\%$$

1) null: no difference in percentage of residents who favor nuclear plant, i.e., $\text{loc A \%} - \text{loc B \%} = 0$ (1)

alternative: difference in percentage of residents who favor nuclear plant, i.e., $\text{loc A \%} - \text{loc B \%} \neq 0$ (1)
[two-tailed test!]

2) 2-sample z-test:

$$SD_{\text{loc A}} = \sqrt{\frac{63}{100} \cdot \frac{37}{100}} = 0.48 \quad (1/2) \quad SD_{\text{loc B}} = \sqrt{\frac{59}{110} \cdot \frac{51}{110}} = 0.50 \quad (1/2)$$

$$SE_{\text{sum A}} = \sqrt{100} \cdot 0.48 = 4.8 \quad (1/2) \quad SE_{\text{sum B}} = \sqrt{110} \cdot 0.50 = 5.2 \quad (1/2)$$

$$SE_{\% A} = \frac{4.8}{100} \cdot 100\% = 4.8\% \quad (1/2) \quad SE_{\% B} = \frac{5.2}{110} \cdot 100\% = 4.7\% \quad (1/2)$$

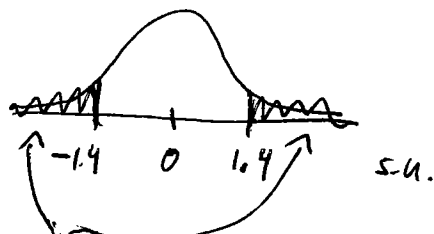
$$SE_{\text{diff \%}} = \sqrt{4.8\%^2 + 4.7\%^2} = 6.7\% \quad (1)$$

observed % (difference): $63\% - 53.6\% = 9.4\%$

expected % (difference): 0%

$$z = \frac{9.4\% - 0\%}{6.7\%} = 1.4 \quad (1)$$

3) P-value:



P-value: both "tails" together: $100\% - 83.85\% = 16.15\%$ (1)

(do not divide by 2!)

4) Conclusion:

• do not reject the null ($P\text{-value} > 5\%$) (1)

• there is no difference in percentage of residents who favor nuclear plant (1)

Question 3:

-8 for incorrect test

box A: public
avg_A: 12.2
SD_A: 10.5
sample size_A: 1000

box B: private
avg_B: 9.2
SD_B: 9.9
sample size_B: 1000

- 1) null: avg hours of work for pay are the same, i.e., $avg_A - avg_B = 0$ (1)
 alternative: avg hours of work for pay are different, i.e., $avg_A - avg_B \neq 0$ (1)
 [two-tailed test!]

2) 2-sample z-test:

observed (difference): $12.2 - 9.2 = 3.0$

expected (difference): 0

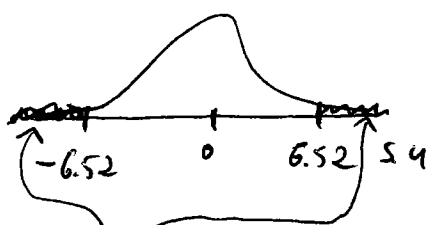
$SE_{samA} = \sqrt{1000} \cdot 10.5 = 332.0$ (1/2) $SE_{samB} = \sqrt{1000} \cdot 9.9 = 313.1$ (1/2)

$SE_{avgA} = \frac{332.0}{1000} = 0.332$ (1/2) $SE_{avgB} = \frac{313.1}{1000} = 0.313$ (1/2)

$SE_{diff} = \sqrt{0.332^2 + 0.313^2} = 0.46$ (1)

$z = \frac{3.0 - 0}{0.46} = 6.52$ (1)

3) P-value:



P-value: both "tails" together: $100\% - \text{almost } 100\% = \text{almost } 0\%$ (1)

(do not divide by 2!)

4) Conclusion:

- reject the null (P-value < 1%) (1)
- result is highly statistically significant (1)
- there is high evidence that the avg hours of work for pay are different, typically, "students in private universities come from wealthier families, and have more support from home" (see FPP, p. A-96, Q7.) (1/2)