

# Unit 4

## 4.1 Karl Pearson's Correlation Co-efficient

Correlation is the study of relationship between two independent variables.

Karl pearson's correlation co-efficient is

$$r = r(x, y) = r_{xy} = \frac{cov(x, y)}{\sigma_x \sigma_y}$$

where,

$$cov(x, y) = \frac{\sum xy}{n} - \bar{x} \bar{y}$$

$$\sigma_x = \sqrt{\frac{\sum x^2}{n} - (\bar{x})^2}$$

$$\sigma_y = \sqrt{\frac{\sum y^2}{n} - (\bar{y})^2}$$

$n$  is the number of data

$$\bar{x} = \frac{\sum x}{n}$$

$$\bar{y} = \frac{\sum y}{n}$$

**Note:**

1. Correlation co-efficient between  $-1$  and  $1$ . i.e.,  $-1 \leq r \leq 1$

$$2. r = \frac{N \sum XY - (\sum X) \cdot (\sum Y)}{\sqrt{N \sum X^2 - (\sum X)^2} \sqrt{N \sum Y^2 - (\sum Y)^2}}$$

**Problem 1** Calculate the Karl pearson's co-efficient of correlation to the following data.

|     |    |    |    |    |    |    |    |    |
|-----|----|----|----|----|----|----|----|----|
| $x$ | 65 | 66 | 67 | 67 | 68 | 69 | 70 | 72 |
| $y$ | 67 | 68 | 65 | 68 | 72 | 72 | 69 | 71 |

**Solution:**

| X   | Y   | $X^2$ | $Y^2$ | $XY$  |
|-----|-----|-------|-------|-------|
| 65  | 67  | 4225  | 4489  | 4355  |
| 66  | 68  | 4356  | 4624  | 4488  |
| 67  | 65  | 4489  | 4225  | 4355  |
| 67  | 68  | 4489  | 4624  | 4556  |
| 68  | 72  | 4624  | 5184  | 4896  |
| 69  | 72  | 4761  | 5184  | 4968  |
| 70  | 69  | 4900  | 4761  | 4830  |
| 72  | 71  | 5184  | 5041  | 5112  |
| 544 | 552 | 37028 | 38132 | 37560 |

$$\begin{aligned}
 r &= \frac{N \sum XY - (\sum X)(\sum Y)}{\sqrt{N \sum X^2 - (\sum X)^2} \sqrt{N \sum Y^2 - (\sum Y)^2}} \\
 &= \frac{(8 \times 37560) - (544)(552)}{\sqrt{(8 \times 37028) - (544)^2} \sqrt{(8 \times 38132) - (552)^2}} = 0.6047
 \end{aligned}$$

## 4.2 Rank correlation

Spearsman's rank correlation coefficient

$$\rho = 1 - \frac{6 \sum d_i^2}{n(n^2 - 1)}$$

Where,  $d_i = x_i - y_i$

**Note:** If ranks are repeated, then

$$\rho = 1 - \frac{6 [\sum d_i^2 + C.F_1 + C.F_2 + \dots]}{n(n^2 - 1)}$$

Where,  $d_i = x_i - y_i$

C.F's are correction factor and it can be calculated by  $C.F = \frac{m(m^2 - 1)}{12}$  Here m is the number of times, the data has been repeated.

**Problem 1** Calculate the spearsman's rank correlation to the following data.

|   |    |    |    |    |    |    |    |    |    |    |
|---|----|----|----|----|----|----|----|----|----|----|
| x | 68 | 64 | 75 | 50 | 64 | 80 | 75 | 40 | 55 | 64 |
| y | 62 | 58 | 68 | 45 | 81 | 60 | 68 | 48 | 50 | 70 |

**Solution:**

| X  | Y  | Rank of X | Rank of Y | $d_i = x_i - y_i$ | $d_i^2$           |
|----|----|-----------|-----------|-------------------|-------------------|
| 68 | 62 | 4         | 5         | -1                | 1                 |
| 64 | 58 | 6         | 7         | -1                | 1                 |
| 75 | 68 | 2.5       | 3.5       | -1                | 1                 |
| 50 | 45 | 9         | 10        | -1                | 1                 |
| 64 | 81 | 6         | 1         | -5                | 25                |
| 80 | 60 | 1         | 6         | -5                | 25                |
| 75 | 68 | 2.5       | 3.5       | -1                | 1                 |
| 40 | 48 | 10        | 9         | 1                 | 1                 |
| 55 | 50 | 8         | 8         | 0                 | 0                 |
| 64 | 70 | 6         | 2         | 4                 | 16                |
|    |    |           |           |                   | $\sum d_i^2 = 72$ |

In value of X,

75 is repeated 2 times and which having the rank as 2 and 3.  $\therefore$  the rank of 75 =  $\frac{2+3}{2} = 2.5$  and

$$C.F_1 = \frac{m(m^2 - 1)}{12} = \frac{2(2^2 - 1)}{12} = 0.5$$

64 is repeated 3 times and which having the rank as 5, 6 and 7.  $\therefore$  the rank of 64 =  $\frac{5+6+7}{3} = 6$  and

$$C.F_2 = \frac{m(m^2 - 1)}{12} = \frac{3(3^2 - 1)}{12} = 2$$

In value of Y,

68 is repeated 2 times and which having the rank as 3 and 4.  $\therefore$  the rank of 68 =  $\frac{3+4}{2} = 3.5$  and

$$C.F_3 = \frac{m(m^2 - 1)}{12} = \frac{2(2^2 - 1)}{12} = 0.5$$

$$\therefore \rho = 1 - \frac{6 [\sum d_i^2 + C.F_1 + C.F_2 + C.F_3]}{n(n^2 - 1)}$$

$$= 1 - \frac{6 [72 + 0.5 + 2 + 0.5]}{10(10^2 - 1)}$$

$$= 1 - 0.4545$$

$$= 0.5454$$

### Exercise

**Problem 1** 10 competitors in a musical contest were ranked by 3 judges x, y and z. Find out which pair of judges having the same likings of music.

|   |    |    |   |   |   |   |   |   |   |    |
|---|----|----|---|---|---|---|---|---|---|----|
| x | 1  | 2  | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| y | 10 | 6  | 7 | 9 | 5 | 4 | 3 | 2 | 1 | 8  |
| z | 8  | 10 | 9 | 7 | 6 | 5 | 4 | 3 | 2 | 1  |

**Ans.:**  $\because \rho_{zx}$  is greater than the  $\rho_{xy}$  and  $\rho_{yz}$  x and z having the same likings of music.

### 4.3 Regression

Regression is the mathematical study of average relationship between the independent variables  $x$  and  $y$ .

**Lines of regression of  $x$  on  $y$**

$$(x - \bar{x}) = b_{xy}(y - \bar{y})$$

**Lines of regression of  $y$  on  $x$**

$$(y - \bar{y}) = b_{yx}(x - \bar{x})$$

where  $b_{xy}$  and  $b_{yx}$  are regression co-efficients. It is given by

$$b_{xy} = \frac{\sum(x - \bar{x})(y - \bar{y})}{\sum(y - \bar{y})^2} \text{ and } b_{yx} = \frac{\sum(x - \bar{x})(y - \bar{y})}{\sum(x - \bar{x})^2}$$

**Note:**

$$r = \sqrt{b_{xy} b_{yx}}$$

$$b_{xy} = r \frac{\sigma_x}{\sigma_y}$$

$$b_{yx} = r \frac{\sigma_y}{\sigma_x}$$

The point of intersection of the lines of regression of  $y$  on  $x$  and  $x$  on  $y$  is the mean value of  $x$  and  $y$ .

**Problem 1** From the following data find

1. Two lines of regressions
2. Coefficient of correlation between the marks of economics and statistics
3. The most likely marks in statistics when the marks in economics is 30.

|                     |    |    |    |    |    |    |    |    |    |    |
|---------------------|----|----|----|----|----|----|----|----|----|----|
| Marks in Economics  | 25 | 28 | 35 | 32 | 31 | 36 | 29 | 38 | 34 | 32 |
| Marks in Statistics | 43 | 46 | 49 | 41 | 36 | 32 | 31 | 30 | 33 | 39 |

**Solution:** Let  $x$  be marks in Economics and  $y$  be marks in Statistics

$$\bar{x} = \frac{\sum x}{n} = \frac{320}{10} = 32 \text{ and } \bar{y} = \frac{\sum y}{n} = \frac{380}{10} = 38$$

| $x$ | $y$ | $(x - \bar{x})$ | $(y - \bar{y})$ | $(x - \bar{x})^2$ | $(y - \bar{y})^2$ | $(x - \bar{x})(y - \bar{y})$ |
|-----|-----|-----------------|-----------------|-------------------|-------------------|------------------------------|
| 25  | 43  | -7              | 5               | 49                | 25                | -35                          |
| 28  | 46  | -4              | 8               | 16                | 64                | -32                          |
| 35  | 49  | 3               | 11              | 9                 | 121               | 33                           |
| 32  | 41  | 0               | 3               | 0                 | 9                 | 0                            |
| 31  | 36  | -1              | -2              | 1                 | 4                 | 2                            |
| 36  | 32  | 4               | -6              | 16                | 36                | 24                           |
| 29  | 31  | -3              | -7              | 9                 | 49                | 21                           |
| 38  | 30  | 6               | -8              | 36                | 64                | -48                          |
| 34  | 33  | 2               | -5              | 4                 | 25                | -10                          |
| 32  | 39  | 0               | 1               | 0                 | 1                 | 0                            |
| 320 | 380 | 0               | 0               | 140               | 398               | -93                          |

$$b_{xy} = \frac{\sum (x - \bar{x})(y - \bar{y})}{\sum (y - \bar{y})^2}$$

$$= \frac{-93}{398} = -0.2336$$

and

$$b_{yx} = \frac{\sum (x - \bar{x})(y - \bar{y})}{\sum (x - \bar{x})^2}$$

$$= \frac{-93}{140} = -0.6642$$

$$\text{correlation co-efficient is } = \sqrt{b_{xy} b_{yx}} = \sqrt{-0.2336 \times -0.6642} = 0.393$$

Line of regression of  $x$  on  $y$  is  $(x - \bar{x}) = b_{xy}(y - \bar{y})$

$$(x - 32) = -0.2336(y - 38)$$

$$x - 32 = -0.2336y + 8.8768$$

$$x = -0.2336y + 8.8768 + 32$$

$$x = -0.2336y + 40.8768 \text{ --- (1)}$$

Line of regression of  $y$  on  $x$  is  $(y - \bar{y}) = b_{yx}(x - \bar{x})$

$$(y - 38) = -0.6642(x - 32)$$

$$y - 38 = -0.6642x + 21.2544$$

$$y = -0.6642x + 21.2544 + 38$$

$$y = -0.6642x + 59.2544 \text{ --- (2)}$$

Now, to find  $y$  when  $x = 30$

$$\text{eqn. (2)} \Rightarrow y = -0.6642(30) + 59.2544 = 39.3284$$

$$\therefore \text{Marks in Statistics} = 39.32$$

**Problem 2** Two variables  $x$  and  $y$  have the regression lines  $3x + 2y - 26 = 0$ ,  $6x + y - 31 = 0$  find the

1. mean value of  $x$  and  $y$
2. correlation co-efficient between  $x$  and  $y$
3. the variance of  $y$  when the variance of  $x$  is 25

**Solution:**

$$\text{Given } 3x + 2y - 26 = 0 \quad (1)$$

$$6x + y - 31 = 0 \quad (2)$$

1. mean value of  $x$  and  $y$

Solving (1) and (2), we get  $x = 4$  and  $y = 7$

$$\therefore \bar{x} = 4 \text{ and } \bar{y} = 7$$

2. correlation co-efficient between  $x$  and  $y$

Let  $3x + 2y - 26 = 0$  be line of regression of  $x$  on  $y$

Then

$$3x + 2y - 26 = 0 \Rightarrow 3x = -2y + 26 \Rightarrow x = -\frac{2}{3}y + 12$$

$$\therefore b_{xy} = -\frac{2}{3}$$

Let  $6x + y - 31 = 0$  be line of regression of  $y$  on  $x$

Then

$$6x + y - 31 = 0 \Rightarrow y = -6x + 31 \Rightarrow y = -6x + 31$$

$$\therefore b_{yx} = -6$$

$$r = \sqrt{b_{xy} b_{yx}} = \sqrt{-\frac{2}{3} \times -6} > 2$$

Since the correlation coefficient should not exceed 1,  $3x + 2y - 26 = 0$  can not be a line of regression of  $x$  on  $y$  and  $6x + y - 31 = 0$  can not be a line of regression of  $y$  on  $x$ .  $\therefore$  we have to consider

$3x + 2y - 26 = 0$  be line of regression of  $y$  on  $x$

$$3x + 2y - 26 = 0 \Rightarrow 2y = -3x + 26 \Rightarrow y = -\frac{3}{2}x + 13$$

$$\therefore b_{yx} = -\frac{3}{2}$$

and consider  $6x + y - 31 = 0$  be line of regression of  $x$  on  $y$

$$6x + y - 31 = 0 \Rightarrow 6x = -y + 31 \Rightarrow x = -\frac{1}{6}y + \frac{31}{6}$$

$$\therefore b_{xy} = -\frac{1}{6}$$

$$r = \sqrt{b_{xy} b_{yx}} = \sqrt{-\frac{3}{2} \times -\frac{1}{6}} = 0.5 < 1$$

3. the variance of  $y$  when the variance of  $x$  is 25 ( $\sigma_x^2 = 25$ )

i.e.,  $\sigma_x = 5$ , we have to find  $\sigma_y$

$$b_{xy} = r \frac{\sigma_x}{\sigma_y}$$

$$\sigma_y = r \frac{\sigma_x}{b_{xy}}$$

$$= 0.5 \frac{5}{-\frac{1}{6}} = -15$$

$$\sigma_y^2 = 225$$

-----

#### 4.4 One way classification – CRD ✓

Working Procedure:

$$H_0 : \mu_1 = \mu_2 = \mu_3 = \dots = \mu_c$$

$H_1$  : Not all equal. ✓

|            |            |          |            |              |              |          |              |
|------------|------------|----------|------------|--------------|--------------|----------|--------------|
| $x_1$      | $x_2$      | $\dots$  | $x_c$      | $x_1^2$      | $x_2^2$      | $\dots$  | $x_c^2$      |
| $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $\sum x_1$ | $\sum x_2$ | $\dots$  | $\sum x_c$ | $\sum x_1^2$ | $\sum x_2^2$ | $\dots$  | $\sum x_c^2$ |

**Step1:**

$$N = \text{Total No. of observations} = r \times c.$$

“ $r$  and  $s$  are no. of rows and columns in the given data”

**Step2:**

$$T = \sum x_1 + \sum x_2 + \dots + \sum x_c$$

**Step3:**

$$C.F. = \frac{T^2}{N}$$

**Step4:**

$$TSS = \sum x_1^2 + \sum x_2^2 + \dots + \sum x_c^2 - C.F.$$

**Step5:**

$$SSC = \frac{(\sum x_1)^2}{n_1} + \frac{(\sum x_2)^2}{n_2} + \dots + \frac{(\sum x_c)^2}{n_c} - C.F.$$

where  $n_1, n_2, \dots, n_c$  are no. of entries in each columns.

**Step6:**

$$SSE = TSS - SSC$$

**Step7:**

ANOVA table

| Source of variation | Sum of squares | d.f.    | Mean square               | F-ratio  | F-table value      |
|---------------------|----------------|---------|---------------------------|--|--------------------|
| Between columns     | SSC            | $c - 1$ | $MSC = \frac{SSC}{c - 1}$ | $F = \begin{cases} \frac{MSC}{MSE} & \text{if } MSC > MSE \\ \frac{MSE}{MSC} & \text{if } MSE > MSC \end{cases}$ | $F_{0.05}(Nr, Dr)$ |
| Error               | SSE            | $N - c$ | $MSE = \frac{SSE}{N - c}$ |  |                    |



Here  $Nr$  = corresponding degrees of freedom of the Numerator in  $F$  – ratio

and  $Dr$  = corresponding degrees of freedom of the Denominator in  $F$  – ratio.

**Step8:**

**Inference:**

If  $\text{Cal.}F < \text{tab. } F$ , we accept the  $H_0$ .

If  $\text{Cal.}F > \text{tab. } F$ , we reject the  $H_0$ .

|       | $B_1$ | $B_2$ | $B_3$ | $B_4$ |
|-------|-------|-------|-------|-------|
| $V_1$ |       |       |       |       |
| $V_2$ |       |       |       |       |
| $V_3$ |       |       |       |       |

## 4.5 Two way classification – RBD

Working Procedure:

$H_0$  : There is no significant difference between row factor and column factor.

$H_1$  : There is a significant difference between row factor and column factor.

|          | $x_1$      | $x_2$      | $\cdots$ | $x_c$      | Total      | $x_1^2$      | $x_2^2$      | $\cdots$ | $x_c^2$      |
|----------|------------|------------|----------|------------|------------|--------------|--------------|----------|--------------|
| $y_1$    | $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\sum y_1$ | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $y_2$    | $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\sum y_2$ | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $\vdots$ | $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\vdots$   | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
| $y_r$    | $\vdots$   | $\vdots$   | $\vdots$ | $\vdots$   | $\sum y_r$ | $\vdots$     | $\vdots$     | $\vdots$ | $\vdots$     |
|          | $\sum x_1$ | $\sum x_2$ | $\cdots$ | $\sum x_c$ | <b>T</b>   | $\sum x_1^2$ | $\sum x_2^2$ | $\cdots$ | $\sum x_c^2$ |

**Step1:**

$N = \text{Total No. of observations} = r \times c.$

“ $r$  and  $s$  are no. of rows and columns in the given data”

**Step2:**

$$T = \sum x_1 + \sum x_2 + \cdots + \sum x_c$$

**Step3:**

$$C.F. = \frac{T^2}{N}$$

**Step4:**

$$TSS = \sum x_1^2 + \sum x_2^2 + \cdots + \sum x_c^2 - C.F.$$

**Step5:**

$$SSC = \frac{(\sum x_1)^2}{n_1} + \frac{(\sum x_2)^2}{n_2} + \cdots + \frac{(\sum x_c)^2}{n_c} - C.F.$$

where  $n_1, n_2, \cdots, n_c$  are no. of entries in each columns.

**Step6:**

$$SSR = \frac{(\sum y_1)^2}{m_1} + \frac{(\sum y_2)^2}{m_2} + \cdots + \frac{(\sum y_r)^2}{m_r} - C.F.$$

where  $m_1, m_2, \cdots, m_r$  are no. of entries in each rows.

**Step6:**

$$SSE = TSS - SSC - SSR$$

## Step7:

two-way

## ANOVA table

| Source of variation | Sum of squares | d.f.               | Mean square                          | F-ratio  | F-table value      |
|---------------------|----------------|--------------------|--------------------------------------|--|--------------------|
| Between columns     | SSC ✓          | $c - 1$ ✓          | $MSC = \frac{SSC}{c - 1}$ ✓          | $F_C = \begin{cases} \frac{MSC}{MSE} & \text{if } MSC > MSE \\ \frac{MSE}{MSC} & \text{if } MSE > MSC \end{cases}$ | $F_{0.05}(Nr, Dr)$ |
| Between rows        | SSR ✓          | $r - 1$ ✓          | $MSR = \frac{SSR}{r - 1}$ ✓          |  |                    |
| Error               | SSE ✓          | $(r - 1)(c - 1)$ ✓ | $MSE = \frac{SSE}{(r - 1)(c - 1)}$ ✓ | $F_R = \begin{cases} \frac{MSR}{MSE} & \text{if } MSR > MSE \\ \frac{MSE}{MSR} & \text{if } MSE > MSR \end{cases}$ | $F_{0.05}(Nr, Dr)$ |
| Total               | TSS            | $(rc - 1)$         |                                      |  |                    |

Here  $Nr$  = corresponding degrees of freedom of the Numerator in  $F$ -ratio

and  $Dr$  = corresponding degrees of freedom of the Denominator in  $F$ -ratio.

## Step8:

## Inference:

For Between columns:

If  $\text{Cal.}F_C < \text{tab. } F$ , we accept the  $H_0$ . ✓

If  $\text{Cal.}F_C > \text{tab. } F$ , we reject the  $H_0$ . ✓

For Between rows:

If  $\text{Cal.}F_R < \text{tab. } F$ , we accept the  $H_0$ . ✓

If  $\text{Cal.}F_R > \text{tab. } F$ , we reject the  $H_0$ . ✓

### Problems

**Problem 1** Four machines  $A, B, C, D$  are used to produce a certain kind of cotton fabric. Samples of size 4 with each unit as 100 square meters are selected from the outputs of the machines at random and the number of flaws in each 100 square meters are counted, with the following result.

| $A$ | $B$ | $C$ | $D$ |
|-----|-----|-----|-----|
| 8   | 6   | 14  | 20  |
| 9   | 8   | 12  | 22  |
| 11  | 10  | 18  | 25  |
| 12  | 4   | 9   | 23  |

**Solution:** Here only one factor is involved, namely performance. We want to test with 4 samples for each.

So, we use one-way classification.

$H_0 : \mu_1 = \mu_2 = \mu_3 = \mu_4$  i.e., the machines do not differ significantly in their performance.

$H_1$  :Not all are equal in performance.

| $x_1$ | $x_2$ | $x_3$ | $x_4$ | $x_1^2$ | $x_2^2$ | $x_3^2$ | $x_4^2$ |
|-------|-------|-------|-------|---------|---------|---------|---------|
| 8     | 6     | 14    | 20    | 64      | 36      | 196     | 400     |
| 9     | 8     | 12    | 22    | 81      | 64      | 144     | 484     |
| 11    | 10    | 18    | 25    | 121     | 100     | 324     | 625     |
| 12    | 4     | 9     | 23    | 144     | 16      | 81      | 529     |
| 40    | 28    | 53    | 90    | 410     | 216     | 745     | 2038    |

**Step1:**

$N = \text{Total No. of observations} = r \times c = 4 \times 4 = 16.$

**Step2:**

$T = 40 + 28 + 53 + 90 = 211$

**Step3:**

$$C.F. = \frac{T^2}{N} = \frac{211^2}{16} = 2782.56$$

**Step4:**

$$TSS = \sum x_1^2 + \sum x_2^2 + \cdots + \sum x_c^2 - C.F. = 410 + 216 + 745 + 2038 - 2782.56 = 626.44$$

**Step5:**

$$\begin{aligned}
 SSC &= \frac{(\sum x_1)^2}{n_1} + \frac{(\sum x_2)^2}{n_2} + \frac{(\sum x_3)^2}{n_3} + \frac{(\sum x_4)^2}{n_4} - C.F. \\
 &= \frac{(40)^2}{4} + \frac{(28)^2}{4} + \frac{(53)^2}{4} + \frac{(90)^2}{4} - 2782.56 \\
 &= 400 + 196 + 702.25 + 2025 - 2782.56 = 540.69
 \end{aligned}$$

**Step6:**

$$SSE = TSS - SSC = 626.44 - 540.69 = 85.75$$

**Step7:****ANOVA table**

| Source of variation | Sum of squares | d.f.          | Mean square                       | F-ratio                   | F-table value            |
|---------------------|----------------|---------------|-----------------------------------|---------------------------|--------------------------|
| Between columns     | 540.69         | $c - 1 = 3$   | $MSC = \frac{540.69}{3} = 180.23$ | $F = \frac{180.23}{7.15}$ | $F_{0.05}(3, 12) = 3.49$ |
| Error               | 85.75          | $16 - 4 = 12$ | $MSE = \frac{85.75}{12} = 7.15$   |                           |                          |

**Step8:****Inference:**

Since  $\text{Cal. } F > \text{tab. } F$ , we reject the  $H_0$ .  $\therefore$  the 4 machines differ in their performance significantly.

**Problem 2** The sales of 4 salesmen in 3 seasons are tabulated here. Carry out an analysis of variance.

|         | Salesmen |    |    |    |
|---------|----------|----|----|----|
| Seasons | A        | B  | C  | D  |
| Summer  | 45       | 40 | 38 | 37 |
| Winter  | 43       | 41 | 45 | 38 |
| Monsoon | 39       | 39 | 41 | 41 |

**Solution:**

In this problem the data is given according to two factors season and salesmen. So, we do a two-way analysis of variance.

In order to simplify computations we shall code the data by subtracting 40 from each value.

*coding value = 40*

$H_0$  : There is no significant difference between salesmen and between seasons.

$H_1$  : There is a significant difference between salesmen and between seasons.

|       | $x_1$ | $x_2$ | $x_3$ | $x_4$ | Total | $x_1^2$ | $x_2^2$ | $x_3^2$ | $x_4^2$ |
|-------|-------|-------|-------|-------|-------|---------|---------|---------|---------|
| $y_1$ | 5     | 0     | -2    | -3    | 0     | 25      | 0       | 4       | 9       |
| $y_2$ | 3     | 1     | 5     | -2    | 7     | 9       | 1       | 25      | 4       |
| $y_3$ | -1    | -1    | 1     | 1     | 0     | 1       | 1       | 1       | 1       |
| Total | 7     | 0     | 4     | -4    | 7     | 35      | 2       | 30      | 14      |

Step1:

$$N = r \times c = 4 \times 3 = 12.$$

Step2:

$$T = 7 + 0 + 4 - 4 = 7$$

Step3:

$$C.F. = \frac{T^2}{N} = \frac{7^2}{12} = 4.083$$

Step4:

$$TSS = \sum x_1^2 + \sum x_2^2 + \dots + \sum x_c^2 - C.F. = 35 + 2 + 30 + 14 - 4.083 = 76.917$$

$$(5^2 + 0^2 + (-2)^2 + (-3)^2 + \dots + 1^2) - 4.083 = 76.917 = TSS$$

Step5:

$$SSC = \frac{(\sum x_1)^2}{n_1} + \frac{(\sum x_2)^2}{n_2} + \frac{(\sum x_3)^2}{n_3} + \frac{(\sum x_4)^2}{n_4} - C.F.$$

$$= \frac{(7)^2}{3} + 0 + \frac{(4)^2}{3} + \frac{(-4)^2}{3} - 4.083$$

$$= \frac{81}{3} - 4.083 = 22.917$$

Step6:

$$SSR = \frac{(\sum y_1)^2}{n_1} + \frac{(\sum y_2)^2}{n_2} + \frac{(\sum y_3)^2}{n_3} - C.F.$$

$$= 0 + \frac{(7)^2}{4} + 0 - 4.083$$

$$= 12.25 - 4.083 = 8.167$$

Step6:

$$SSE = TSS - SSC - SSR = 76.917 - 22.917 - 8.167 = 45.833$$

$$SSE = 45.833$$

**Step7:****ANOVA table**

| Source of variation | Sum of squares | d.f.                 | Mean square                       | F-ratio                              | F-table value            |
|---------------------|----------------|----------------------|-----------------------------------|--------------------------------------|--------------------------|
| Between columns     | SSC=22.917     | $c - 1 = 4 - 1 = 3$  | $MSC = \frac{22.917}{3} = 7.639$  | $F_C = \frac{7.639}{7.6388} = 1$     | $F_{0.05}(3, 6) = 4.76$  |
| Between rows        | SSR=8.167      | $r - 1 = 3 - 1 = 2$  | $MSR = \frac{8.167}{2} = 4.0835$  | $F_R = \frac{7.6388}{4.0835} = 1.87$ | $F_{0.05}(6, 2) = 19.33$ |
| Error               | SSE=45.833     | $(r - 1)(c - 1) = 6$ | $MSE = \frac{45.833}{6} = 7.6388$ |                                      |                          |
| Total               | TSS=76.917     | $(rc - 1) = 11$      |                                   |                                      |                          |

**Step8:****Inference:****For Between columns:**

If  $\text{Cal. } F_C < \text{tab. } F$ , we accept the  $H_0$ .

**For Between rows:**

If  $\text{Cal. } F_R < \text{tab. } F$ , we accept the  $H_0$ .

$\therefore$  There is no significant difference between the salesmen and between the seasons so far as sales is concerned.

**Exercise**

- 1) A completely randomized design experiment with 10 plots and 3 treatments gave the following results:

|           |   |   |   |   |   |   |   |   |   |    |
|-----------|---|---|---|---|---|---|---|---|---|----|
| Plot No.  | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
| Treatment | A | B | C | A | C | C | A | B | A | B  |
| Yield     | 5 | 4 | 3 | 7 | 5 | 1 | 3 | 4 | 1 | 7  |

Analyze the results for treatment effects.

- 2) The following are the number of mistakes made in 5 successive days by 4 technicians working for a photographic laboratory test at a level of significance  $\alpha = 0.01$ . Test whether the difference among the four sample means can be attributed to chance.

| Technician |    |     |    |
|------------|----|-----|----|
| I          | II | III | IV |
| 6          | 14 | 10  | 9  |
| 14         | 9  | 12  | 12 |
| 10         | 12 | 7   | 8  |
| 8          | 10 | 15  | 10 |

- 3) The following data represent the number of units of production per day turned out by different workers using 4 different types of machines

|         |   | Machine type |    |    |    |
|---------|---|--------------|----|----|----|
|         |   | A            | B  | C  | D  |
| Workers | 1 | 44           | 38 | 47 | 36 |
|         | 2 | 46           | 40 | 52 | 43 |
|         | 3 | 34           | 36 | 44 | 32 |
|         | 4 | 43           | 38 | 46 | 33 |
|         | 5 | 38           | 42 | 49 | 39 |

- (a) Test whether the five men differ with respect to mean productivity and  
 (b) Test whether the mean productivity is the same for the four different machine types.
- 4) The sales of 4 salesmen in 3 seasons are tabulated here. Carry out an analysis of variance.

| Seasons | Salesmen |    |    |    |
|---------|----------|----|----|----|
|         | A        | B  | C  | D  |
| Summer  | 36       | 36 | 21 | 35 |
| Winter  | 28       | 29 | 31 | 32 |
| Monsoon | 26       | 28 | 29 | 29 |

Ex: Perform two-way ANOVA for the following data:

Treatments  
 A B C D

plots of  
 land

|     |    |    |    |    |
|-----|----|----|----|----|
| I   | 38 | 40 | 41 | 39 |
| II  | 45 | 42 | 49 | 36 |
| III | 40 | 38 | 42 | 42 |