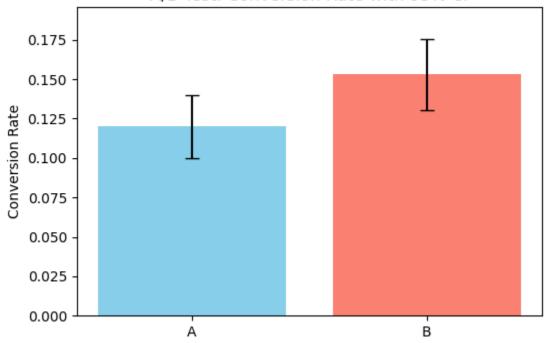


```
In [ ]: # Import Libraries
        import pandas as pd
        import numpy as np
        from scipy import stats
        import matplotlib.pyplot as plt
        from statsmodels.stats.proportion import proportions ztest
In [ ]: # simulate data
        np.random.seed(42)
        # Assume 10,000 visitors each
        n A, p A = 10000, 0.12 # Variant A: 12% conversion
        n B, p B = 10000, 0.10 # Variant B: 10% conversion
In [ ]: # simulate number of purchases
        success A = np.random.binomial(n A, p A)
        success B = np.random.binomial(n B, p B)
In [3]: import numpy as np
        import pandas as pd
        from scipy import stats
        # Sample A/B Test Data (Replace with your real data)
        n A = 1000 # Visitors in Variant A
        success A = 120 # Conversions in Variant A
        n B = 980
                     # Visitors in Variant B
        success B = 150 # Conversions in Variant B
        # Function to calculate conversion rate & 95% Confidence Interval
        def proportion ci(successes, n, alpha=0.05):
            p hat = successes / n
            z = stats.norm.ppf(1 - alpha/2) # z-value for 95% CI
            se = np.sqrt(p_hat * (1 - p_hat) / n) # standard error
            return p hat, (p hat - z * se), (p hat + z * se)
        # Compute for Variant A
        p A hat, ci low A, ci high A = proportion ci(success A, n A)
        # Compute for Variant B
        p B hat, ci low B, ci high B = proportion ci(success B, n B)
        # Combine results into a table
        results = pd.DataFrame({
            'Variant': ['A', 'B'],
'Visitors': [n_A, n_B],
'Conversions': [success_A, success_B],
'CR (p̂)': [p_A_hat, p_B_hat],
             'CI Lower (95%)': [ci_low_A, ci_low_B],
             'CI Upper (95%)': [ci high A, ci high B]
        })
        print(results)
```

```
Variant Visitors Conversions CR (\hat{p}) CI Lower (95\%) CI Upper (95\%) 0 A 1000 120 0.120000 0.099859 0.140141 B 980 150 0.153061 0.130519 0.175603
```

A/B Test: Conversion Rate with 95% CI



```
import numpy as np
from scipy.stats import norm

# Define your A/B test data
n_A = 1000  # visitors in Variant A
success_A = 120  # conversions in Variant A

n_B = 980  # visitors in Variant B
success_B = 150  # conversions in Variant B
```

```
# Conversion rates
         p_A = success A / n A
         p_B = success B / n B
         # Pooled proportion
         p pool = (success A + success B) / (n A + n B)
         # Standard error under H0
         se = np.sqrt(p pool * (1 - p_pool) * (1/n_A + 1/n_B))
         # Z-statistic for one-sided test (H1: pB > pA)
         z \text{ stat} = (p B - p A) / se
         # One-sided p-value
         p value = 1 - norm.cdf(z stat)
         print(f"Z-statistic: {z stat:.3f}")
         print(f"p-value: {p_value:.3f}")
         if p value < 0.05:
             print("→ Reject H0: Variant B has a significantly higher conversion rate."
         else:
             print("→ Fail to reject H0: No significant lift from B over A.")
       Z-statistic: 2.143
       p-value:
                    0.016
       → Reject H0: Variant B has a significantly higher conversion rate.
In [ ]: import numpy as np, matplotlib.pyplot as plt, time
         from statsmodels.stats.proportion import proportions ztest
         from IPython.display import clear output
         # Use the same true rates from above
         true p A, true p B = 0.10, 0.12
         batch size = 100 # visitors per batch per variant
         n batches = 60  # simulate 60 time steps (e.g. minutes)
         # Initiate Counters
         n visits A = n visits B = 0
         n success A = n success B = 0
         # List to store metrices for plotting
         batches = []
         p value = []
         lifts = []
In [10]: import numpy as np
         import matplotlib.pyplot as plt
         import time
         from IPython.display import clear output
         from scipy.stats import norm # manual z-test implementation
         # Parameters
                            # number of batches
         n batches = 20
```

```
batch_size = 500  # visitors per batch
true_p_A = 0.10  # true conversion rate for A (10%)
true p B = 0.12 # true conversion rate for B (12%)
# � Initialize counters
n visits A = 0
n \text{ visits } B = 0
n success A = 0
n success B = 0
# #  For plotting
batches = []
p values = []
lifts = []
# ♦ Manual two-proportion z-test function (no statsmodels)
def two_proportion_ztest(success_A, visits_A, success_B, visits_B):
    p_A = success_A / visits_A
    p B = success B / visits B
    p pool = (success_A + success_B) / (visits_A + visits_B)
    se = np.sqrt(p pool * (1 - p pool) * (1/visits A + 1/visits B))
    z = (p B - p A) / se
    p val = 1 - norm.cdf(z) # one-sided test: B > A
    return z, p val
# ♦ Sequential simulation
for batch in range(1, n batches + 1):
   # simulate one batch of visitors
    new A = np.random.binomial(batch size, true p A)
    new B = np.random.binomial(batch size, true p B)
   # update totals
    n visits A += batch size
    n visits B += batch size
    n success A += new A
    n success B += new B
    # current conversion rates
   cr A = n success A / n visits A
    cr_B = n_success_B / n_visits_B
   lift = cr B - cr A
   # two-proportion z-test
    z stat, p val = two proportion ztest(n success A, n visits A, n success B,
   # record for plotting
    batches.append(batch)
    p values.append(p val)
    lifts.append(lift)
    # clear output for live update
    clear output(wait=True)
    print(f"Batch {batch}/{n batches}")
```

```
print(f" Variant A: {n_visits_A} visits, {n_success_A} buys → CR = {cr_A:.
      print(f" Variant B: {n visits B} visits, {n success B} buys → CR = {cr B:.
      print(f" Observed lift: {lift:.3%}")
      print(f" z-stat = {z stat:.2f}, p-value = {p val:.4f}")
      if p val < 0.05:
          print(" → Significant lift detected (p<0.05).")</pre>
          print(" → No significant lift yet.")
      # plot p-value & lift trends
      fig, axes = plt.subplots(1, 2, figsize=(12, 4))
      axes[0].plot(batches, p values, '-o')
      axes[0].axhline(0.05, color='red', linestyle='--', label='\alpha = 0.05')
      axes[0].set title('Sequential p-value')
      axes[0].set xlabel('Batch number')
      axes[0].set ylabel('p-value')
      axes[0].legend()
      axes[1].plot(batches, lifts, '-o')
      axes[1].set title('Observed Lift (CR B - CR A)')
      axes[1].set xlabel('Batch number')
      axes[1].set ylabel('Lift')
      plt.tight layout()
      plt.show()
      time.sleep(0.8) # pause to simulate real-time
Batch 20/20
 Variant A: 10000 visits, 1005 buys → CR = 10.050%
 Variant B: 10000 visits, 1196 buys → CR = 11.960%
 Observed lift: 1.910%
 z-stat = 4.32, p-value = 0.0000
  → Significant lift detected (p<0.05).
                 Sequential p-value
                                                            Observed Lift (CR_B - CR_A)
                                             0.025
                                 --- \alpha = 0.05
 0.6
                                              0.020
 0.5
                                              0.015
 0.4
p-value
8.0
                                             0.010
                                              0.005
 0.2
                                              0.000
 0.1
                                             -0.005
 0.0
       2.5
            5.0
                    10.0
                         12.5
                              15.0
                                  17.5
                                                         5.0
                                                                  10 0
                                                                            15.0
                                                                                17.5
                                                                                     20 0
                   Batch number
                                                                 Batch number
```