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**Hypothesis test needed to test whether $\beta_2$ is equal to 500**

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***Step 1*** **: Formulate Hypothesis**

Null Hypothesis $H_0$: $\beta_2 = 500$

Alternate Hypothesis $H_A$: $\beta_2 \neq 500$

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Two tailed test

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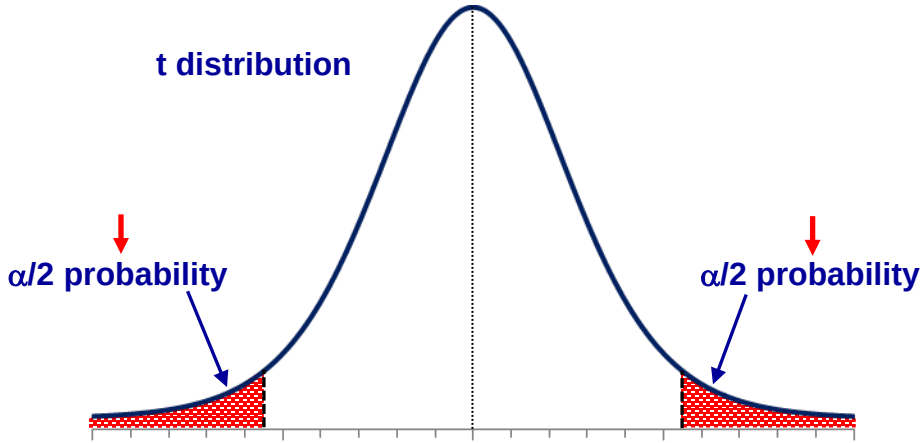

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***Step 2*** **: Calculate the t-statistic**

$$\text{t-statistic} = \frac{b_2 - \beta_2}{s_{b_2}}$$

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648.61

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648.61 → $b_2$

500 → $\beta_2$

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648.61 → $b_2$ ; 500 → $\beta_2$

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(648.61 → $b_2$; 500 → $\beta_2$; $s_{b_2}$ ↑)

| | *Coefficients* | *Standard Error* |
|---|---|---|
| Intercept | -25096.83 | 24859.61131 |
| Price ($) | -5055.27 | 526.3995537 |
| Adexp ('000$) | 648.61214 | 209.0048787 |
| Promexp ('000$) | 1802.611 | 392.8485427 |

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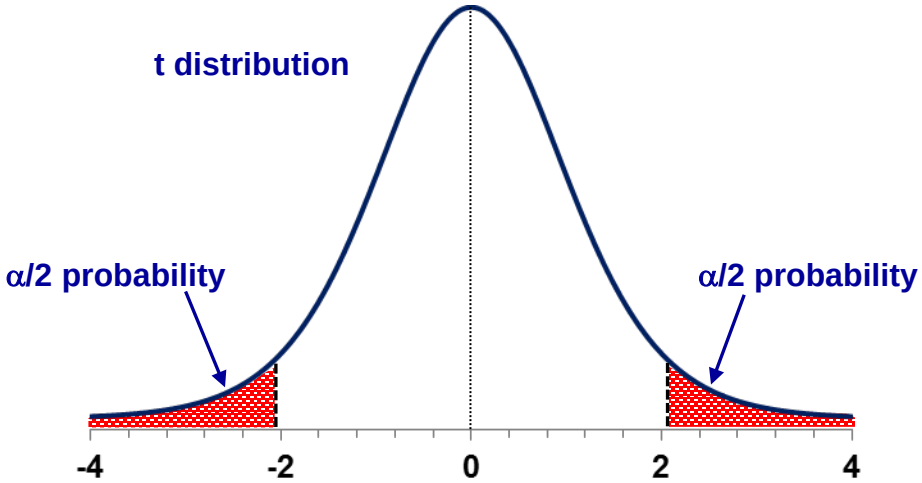

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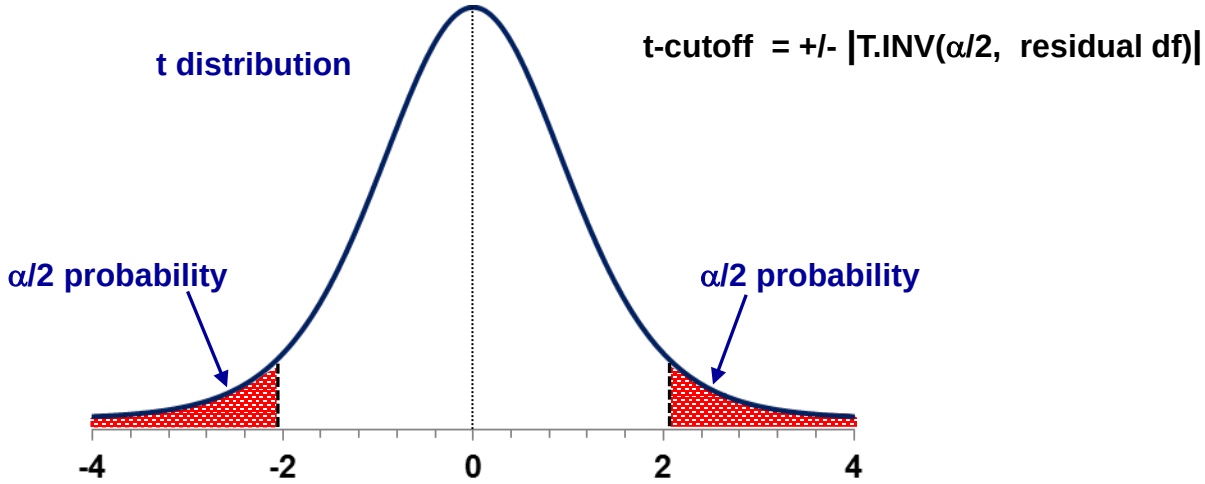

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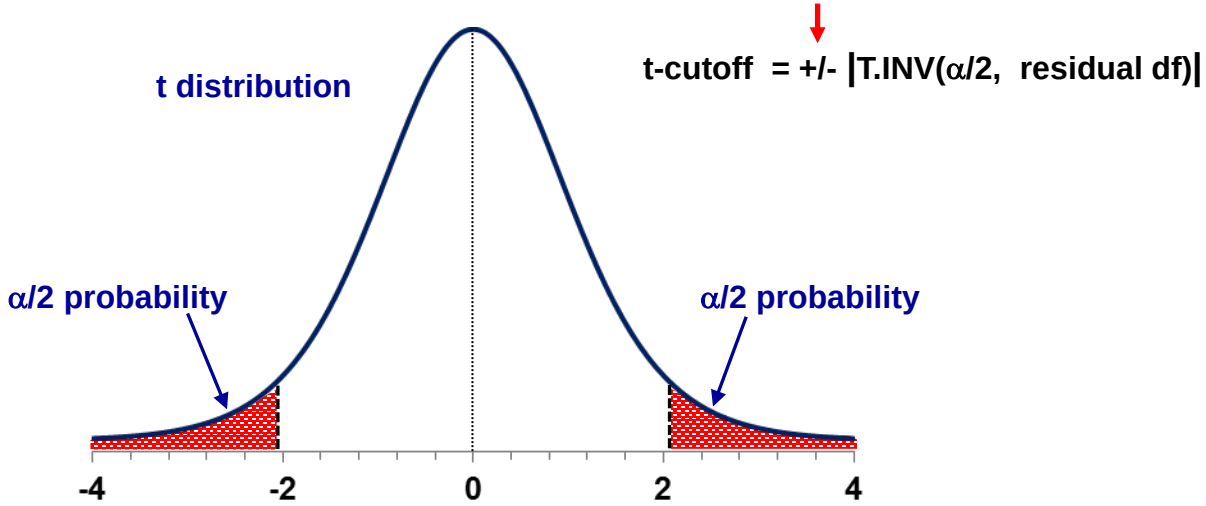

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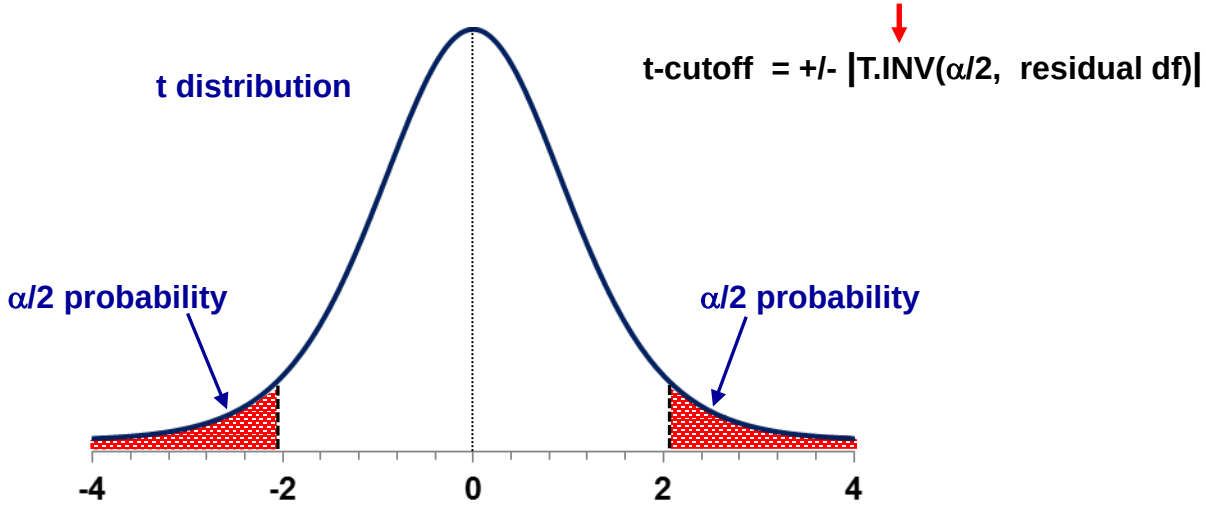

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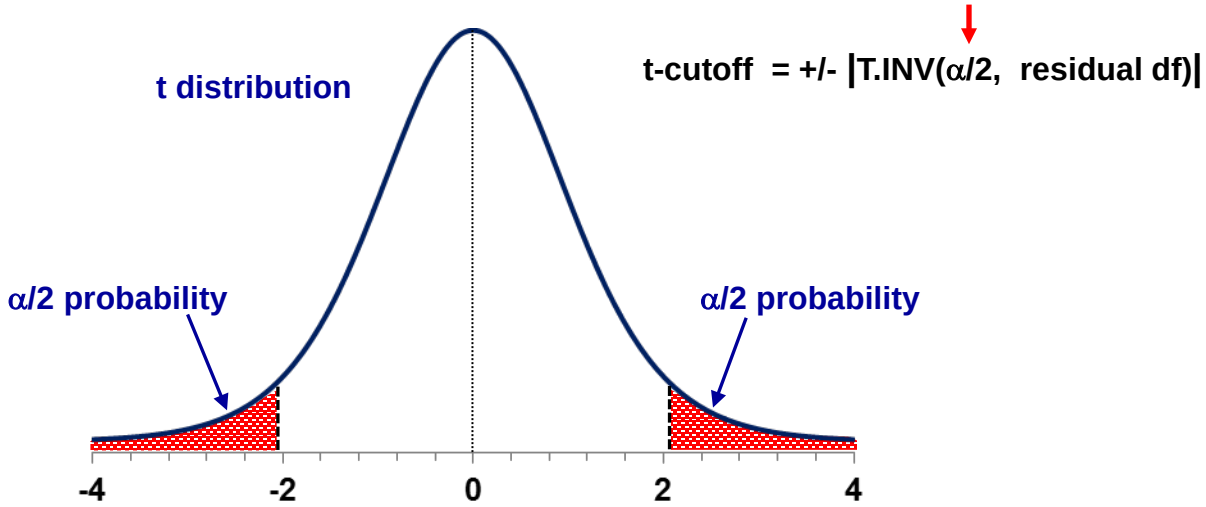

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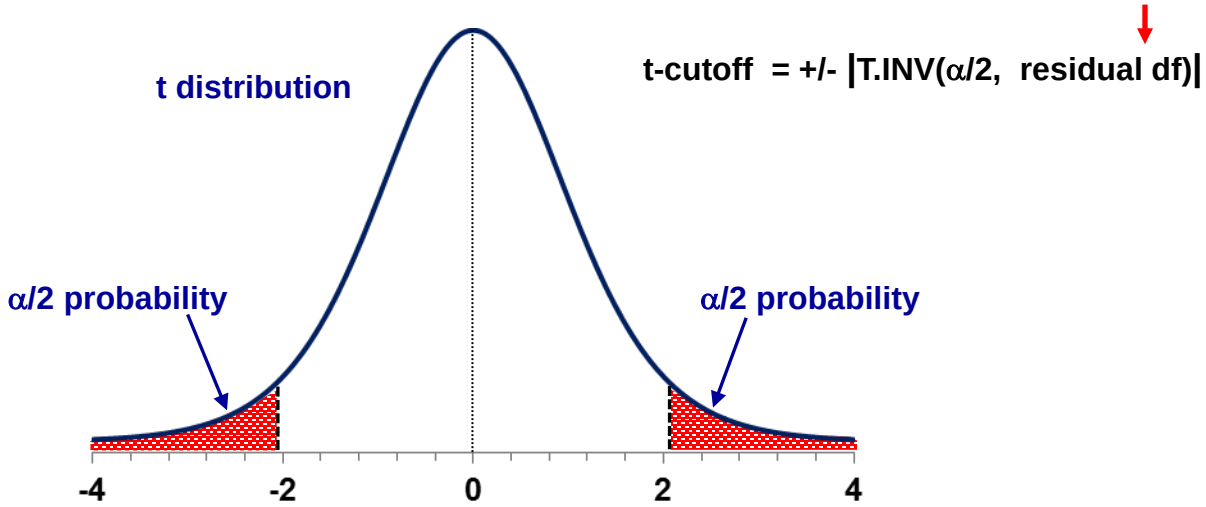

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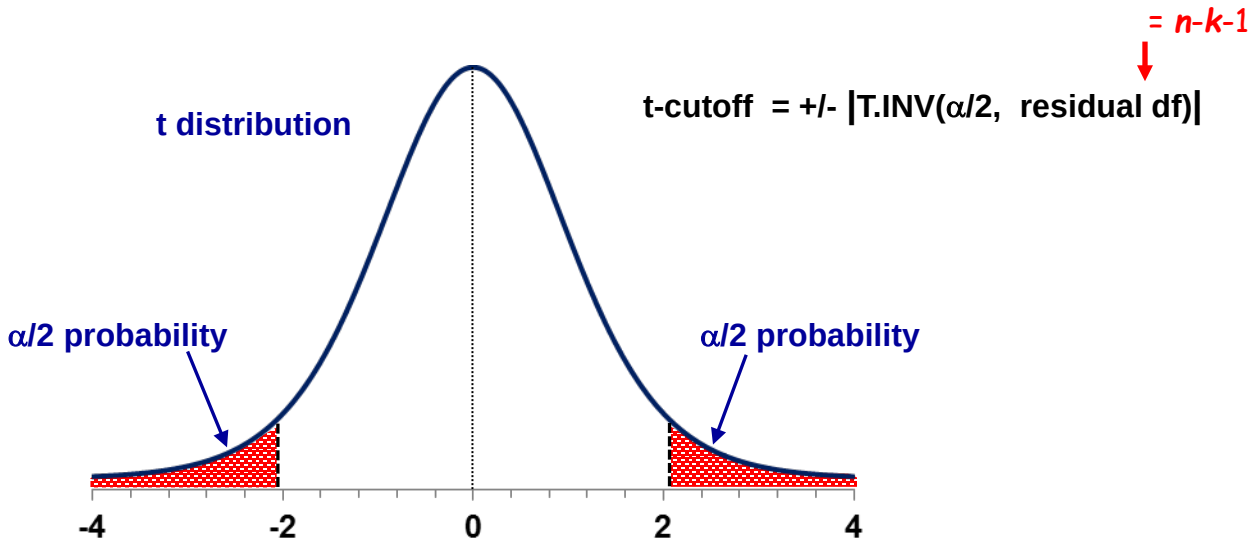

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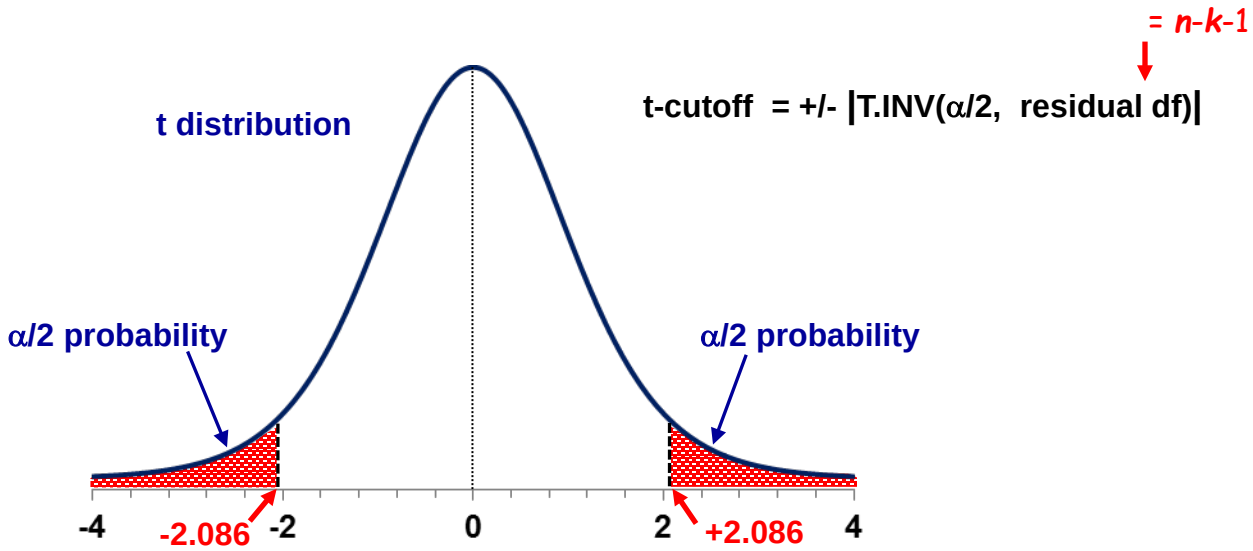

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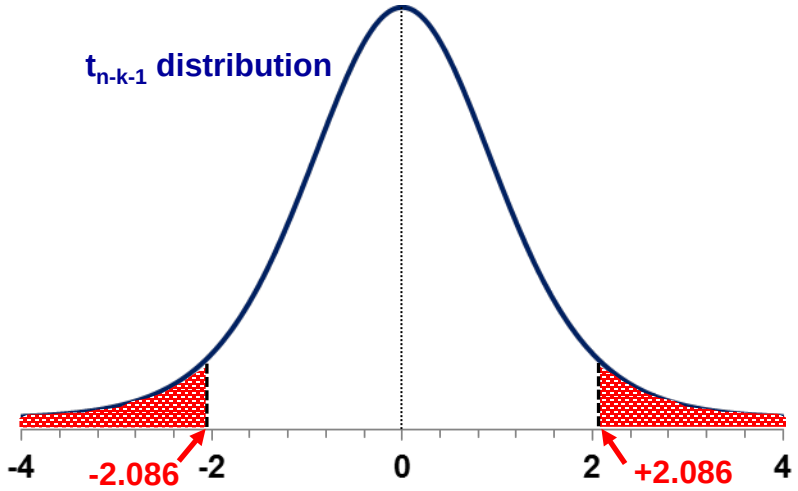

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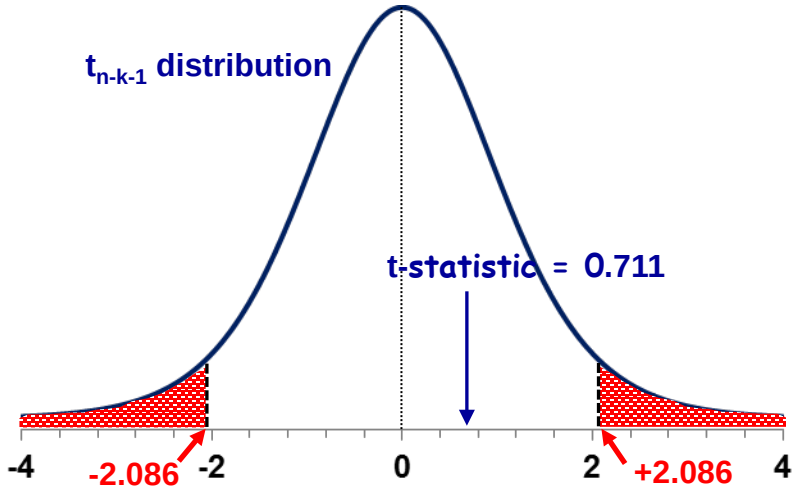

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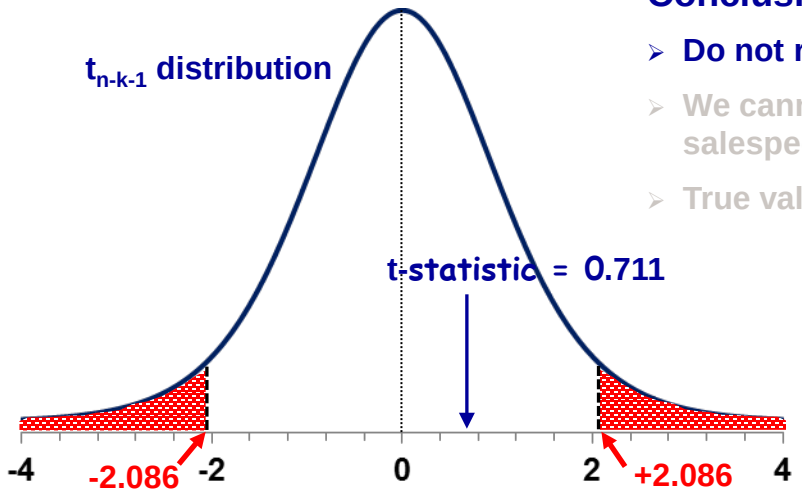


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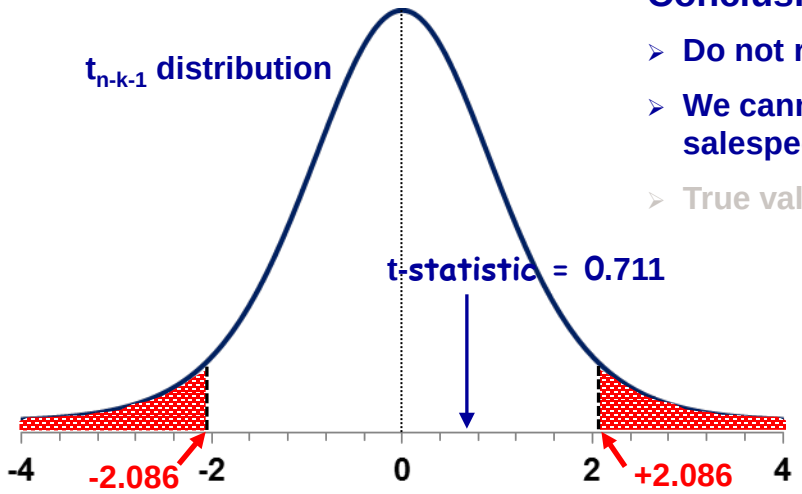


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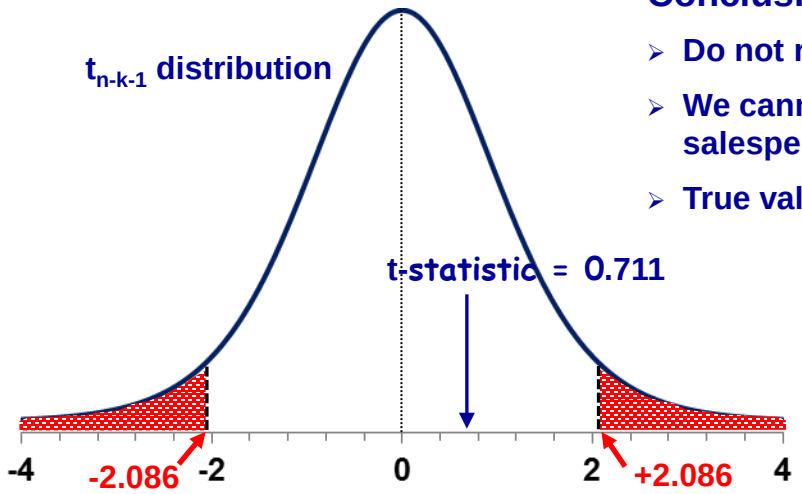


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