Project: Question 7

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1. Two-proportion Test to Compare the Proportion of Properties with Room Type "Private room"

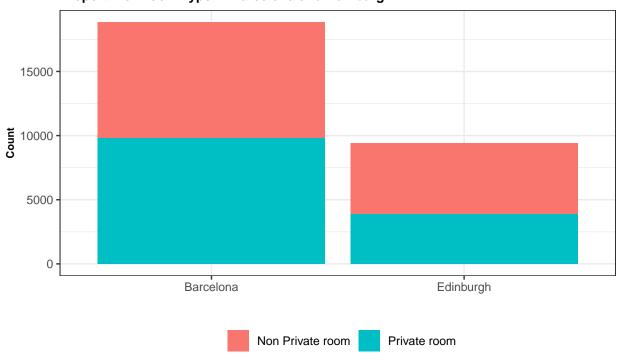
Lastly, we are going to conduct a two-proportion test to formally compare the proportion of properties with room type of *Private room* between Barcelona and Edinburgh.

First of all, we should calculate how many of the listings in Barcelona and Edinburgh are "private rooms" and "non private rooms":

##						
##		Non	${\tt Private}$	room	${\tt Private}$	room
##	${\tt Barcelona}$			9017		9821
##	Edinburgh			5505		3897

Let's visualize this:

Proportin of Room Type in Barcelona and Edinburgh



Then, we can conduct the two-proportion test:

```
##
## 2-sample test for equality of proportions with continuity correction
##
## data: bande_table
## X-squared = 286.24, df = 1, p-value < 2.2e-16
## alternative hypothesis: two.sided
## 95 percent confidence interval:
## -0.11918254 -0.09452459
## sample estimates:
## prop 1 prop 2
## 0.4786602 0.5855137</pre>
```

This provides a 95 % confidence interval for the difference between the proportion of the private rooms in Barcelona and Edinburgh. Since the p-value is well below 5 % and the confidence interval does not include 0 then there is sufficient evidence of a difference in the proportion of private rooms in Barcelona and Edinburgh. This difference is likely to lie between 0.12 and 0.09, with Barcelona having a higher proportion of private rooms compared to Edinburgh.