

- Final exam format
  - 20 multiple choice
  - 4 long answer
  - Probability tables are copied from the textbook: Poisson, Normal (+ve and -ve), t-dist<sup>n</sup>
- Final course marks will be the highest marks obtained
  - When the final exam weight is 75%, or
  - When the midterm is 25% and the final exam is 50%
- Measures of centre
  - Mean =  $1/n \sum(x_i)$
  - Median: Order from lowest to highest and find the middle position  $0.5(n+1)$ th item
  - Mode: The value that occurs the most frequently in the data
- Measures of variability
  - Range (highest – lowest)
  - Variance: Sample ( $s^2$ ) or population ( $\sigma^2$ ).
    - Use normal formula if given info about data
    - Computation formula if data is given
  - Standard deviation:  $s = \sqrt{s}$   $\sigma = \sqrt{\sigma}$
- Tchebysheff's Theorem
  - At least  $\frac{3}{4}$  of measurements will lie in the interval (mean – 2SD, mean + 2SD) (Can use either population values or sample).
  - At least  $\frac{8}{9}$  of measurements will lie in the interval (mean – 3SD, mean + 3SD)
  - General rule is  $1 - 1/k^2$
- Empirical rule (assumption: Mound-shaped)
  - mean  $\pm$  1SD contains ~ 68% of measurements
  - mean  $\pm$  2SD contains ~95% of measurements
  - mean  $\pm$  3SD contains ~99% of measurements
  - Can use either population parameters or sample estimates
- Five-number summary
  - Min, Q1, Q2, Q3, max
- IQR
  - $IQR = Q3 - Q1$
- Lower/upper fence
  - Lower =  $Q1 - 1.5IQR$
  - Upper =  $Q3 + 1.5IQR$
- Scatter plots/correlation coefficient
  - Less than 0 is a negative correlation
  - Greater than zero is a positive
  - The symbol for correlation is “r”
  - If it is approximately 0, there is no correlation.
- Above ends chapter 3
- Mutually exclusive events
  - If one event occurs, then the other cannot occur
  - This is a relationship of mutual exclusion
- Relationships
  - Union = or, intersect = and

- Addition rule
  - $P(A \cup B) = P(A) + P(B) - P(A \cap B)$
  - If A and B are mutually exclusive:  $P(A \cup B) = P(A) + P(B)$
  - If A and B are independent:  $P(A \cup B) = P(A)P(B)$
- Conditional probability:
  - $P(A|B) = P(A \cap B)/P(B)$
  - $P(B|A) = P(A \cap B)/P(A)$
  - If independent:
    - $P(A|B) = P(A)$
  - If mutually exclusive:
    - $P(A|B) = 0$
- If two events are mutually exclusive
  - They cannot be independent
  - Also, if they are independent then they cannot be mutually exclusive
- Baye's rule
  - Exhaustive subsets of the sample space
  - $P(S_1 | A) = (P(A|S_1)P(S_1))/(P(A|S_1)P(S_1) + P(A|S_2)P(S_2) + \dots + P(A|S_n)P(S_n))$
- Binomial distribution
  - Poisson distn ( $\lambda$ )
    - Expectation, Variance, probabilities
  - Hypergeometric
    - Mean, variance, probabilities (pg 21, ch 5 notes)
- Normal distribution
  - Normal approximation to binomial (with continuity correction) – page 22-29, ch 6-2 notes
- Properties of probabilities
  - Characteristics of normal distribution
- Confidence interval (large sample)
  - Quantitative mean ( $\mu$ )
  - binomial proportion ( $p$ )
  - Difference in quantitative mean ( $\mu_1 - \mu_2$ )
  - Difference in binomial proportion
  - See picture on phone for equations
- $1.96(s/\sqrt{n}) \leq B$
- Identify the null and alternative hypothesis
  - Estimate test statistic
    - Quantitative mean
    - Binomial proportion
    - Difference in quantitative means
    - Difference in binomial proportion
  - Hypothesis testing confidence level
    - $(1-\alpha)100\%$  confidence interval
    - Test of hypothesis significance level =  $\alpha$
  - Interpreting the confidence interval
  - Sampling distance of point estimate for all above four cases
  - All of the above for small sample quantitative mean, difference in quantitative mean

- Definitions of type I error, type II error, and power
  - Type 1 error =  $\alpha$
  - type 2 error =  $\beta$
  - Power =  $1 - \beta$