

Type 1 and Type 2 Errors

Reality : Null hypothesis is True or Null hypothesis is False

Decision : Null hypothesis is True or Null hypothesis is False

Outcome 1 : We reject the Null hypothesis when in reality
it is false \rightarrow Good

Outcome 2 : We reject the Null hypothesis when in reality
it is True \rightarrow Type 1 Error

Outcome 3 : We retain the Null hypothesis, when in reality
it is False \rightarrow Type 2 Error

Outcome 4 : We retain the Null hypothesis when in
reality it is True \rightarrow Good