

Assignment 5.1

Solution

	High School	Bachelor	Master's	Ph.d	Total
Female	60	54	46	41	201
Male	40	44	53	57	194
Total	100	98	99	98	395

we have to use chi-square test of independence

$$\text{chi-square test statistic} = \chi^2 = \sum (O - E)^2 / E$$

O = observed frequency.

E = Expected frequency under the null hypothesis

$$E = \frac{\text{row total} \times \text{column total}}{\text{sample size}}$$

Table of expected counts:

	High School	Bachelors	Master's	Ph.d	Total
E/Female	50.886	49.868	50.377	49.868	201
E/Male	49.114	48.132	48.623	48.132	194
Total	100	98	99	98	395

$$\chi^2 = \frac{(60 - 50.886)^2}{50.886} + \frac{(54 - 49.868)^2}{49.868} + \frac{(46 - 50.377)^2}{50.377} + \frac{(41 - 49.868)^2}{49.868} + \frac{(40 - 49.114)^2}{49.114} + \dots + \frac{(57 - 48.132)^2}{48.132}$$

$$\chi^2 = 8.006$$

\therefore The critical value of χ^2 with 3 degree of freedom is 7.815.
 Since $8.006 > 7.815$. Therefore we reject the null hypothesis
 and conclude that the education level depends on
 gender at 5% level of significance.