

### Lecture 18

A/B Testing

### **Announcements**

- **HW 9** due Wednesday 3/20
- Lab 10 due Friday

## **Weekly Goals**

### Monday

- Making decisions when visualizations don't suffice
- Comparing numerical data

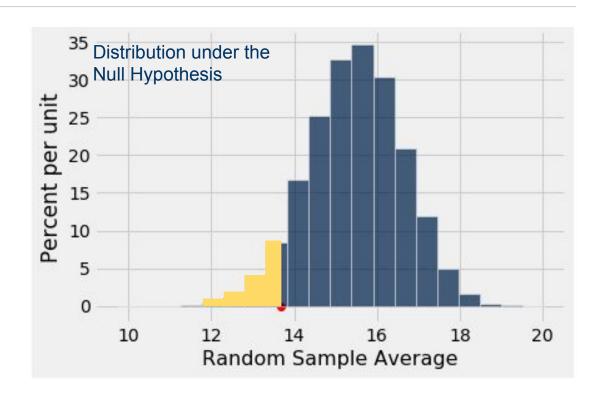
### Today

- A/B testing
- Permutation Test

### **P-Value Review**

### The p-Value as an Area

- Empirical distribution of the test statistic under the null hypothesis.
- Red dot denotes the observed statistic.
- Yellow area denotes the tail probability (p-value).



## Definition of the p-value

Formal name: observed significance level

The *p*-value is the chance (probability),

- under the null hypothesis,
- that the test statistic
- is equal to the value that was observed in the data
- or is even further in the direction of the alternative.

# A/B Testing

## **Comparing Two Samples**

 Compare values of sampled individuals in Group A with values of sampled individuals in Group B.

 Question: Do the two sets of values come from the same underlying distribution?

 Answering this question by performing a statistical test is called A/B testing.

### The Groups and the Question

- Random sample of mothers of newborns. Compare:
  - (A) Birth weights of babies of mothers who smoked during pregnancy
  - (B) Birth weights of babies of mothers who didn't smoke
- Question: Could the difference be due to chance alone?

# **Hypotheses**

#### Null:

 In the population, the distributions of the birth weights of the babies in the two groups are the same. (They are different in the sample just due to chance.)

### • Alternative:

 In the population, the babies of the mothers who smoked weigh less, on average, than the babies of the non-smokers.

### **Test Statistic**

- Group A: non-smokers
- Group B: smokers

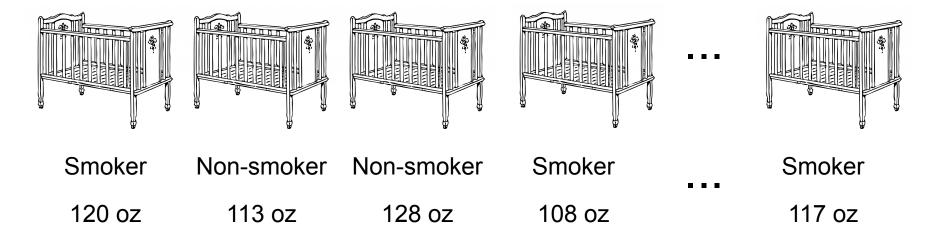
Statistic: Difference between average weights
 Group B average - Group A average

Negative values of this statistic favor the alternative

### The Data



## **Shuffling Labels Under the Null**



# **Shuffling Rows**

### **Random Permutation**

- tbl.sample(n)
  - Table of n rows picked randomly with replacement
- tbl.sample()
  - Table with same number of rows as original tbl,
    picked randomly with replacement
- tbl.sample(n, with\_replacement = False)
  - Table of n rows picked randomly without replacement
- tbl.sample(with\_replacement = False)
  - All rows of tbl, in random order

## Simulating Under the Null

- If the null is true, all rearrangements of labels are equally likely
- Plan:
  - Shuffle all group labels
  - Assign each shuffled label to a birth weight
  - Find the difference between the averages of the two shuffled groups
  - Repeat

### **How We've Tested Thus Far**

## **Hypothesis Testing Review**

- 1 Sample: One Category (e.g. percent of flowers that are purple)
  - Test Statistic: observed proportion, abs (observed proportion null proportion)
  - How to Simulate: sample\_proportions(n, null\_dist)
- 1 Sample: More Than 2 Categories (e.g. ethnicity distribution of jury panel)
  - Test Statistic: tvd (observed dist, null dist)
  - How to Simulate: sample proportions (n, null dist)
- 1 Sample: Numerical Data (e.g. scores in a lab section)
  - Test Statistic: observed mean, abs (observed mean null mean)
  - How to Simulate: population\_data.sample(n, with\_replacement=False)
- 2 Samples: Underlying Values (e.g. birth weights of smokers vs. non-smokers)
  - Test Statistic: group\_a\_mean group\_b\_mean, group\_b\_mean group\_a\_mean, abs(group\_a\_mean - group\_b\_mean)
  - How to Simulate: observed\_data.sample(with\_replacement=False)