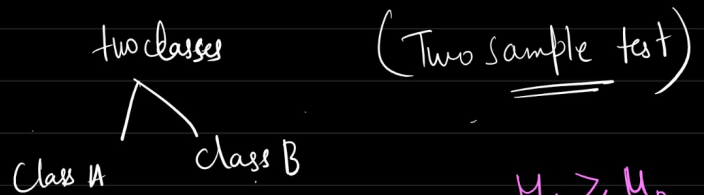


$$H_0: \mu_{\text{age}} = 45 \text{ years}$$

$$H_A: \mu_{\text{age}} \neq 45 \text{ years}$$

one sample \rightarrow one sample test.



Claim \rightarrow Class A is comparable/better Class B.

$$\mu_A > \mu_B$$

$$\mu_A < \mu_B$$

$$H_0: \mu_{\text{marks of class A}} > \mu_{\text{marks of class B}}$$

$$H_A: \mu_{\text{marks of class A}} < \mu_{\text{marks of class B}}$$

two sample test

\downarrow

t test.

	F_1	F_2
radius of tomato \bar{x}	1.3 m	1.6 m
S.D (sample)	0.5 m	0.3 m
N	150	170

Step 1

$$H_0: \mu_{F_1} = \mu_{F_2}$$

$$H_A: \mu_{F_1} \neq \mu_{F_2}$$

Step 2

$$\alpha = 5\%, \quad \alpha = 0.025 \text{ (since two tail test)}$$

Step 3

t-test \rightarrow

$$t_{\text{statistic}} = \frac{\bar{x}_1 - \bar{x}_2}{\sqrt{\frac{s_1^2}{n_1} + \frac{s_2^2}{n_2}}}$$

$$= \frac{1.3 - 1.6}{\sqrt{\frac{0.5^2}{150} + \frac{0.3^2}{170}}} = -6.52$$

Step 4

t critical ($\alpha, d.o.f$)

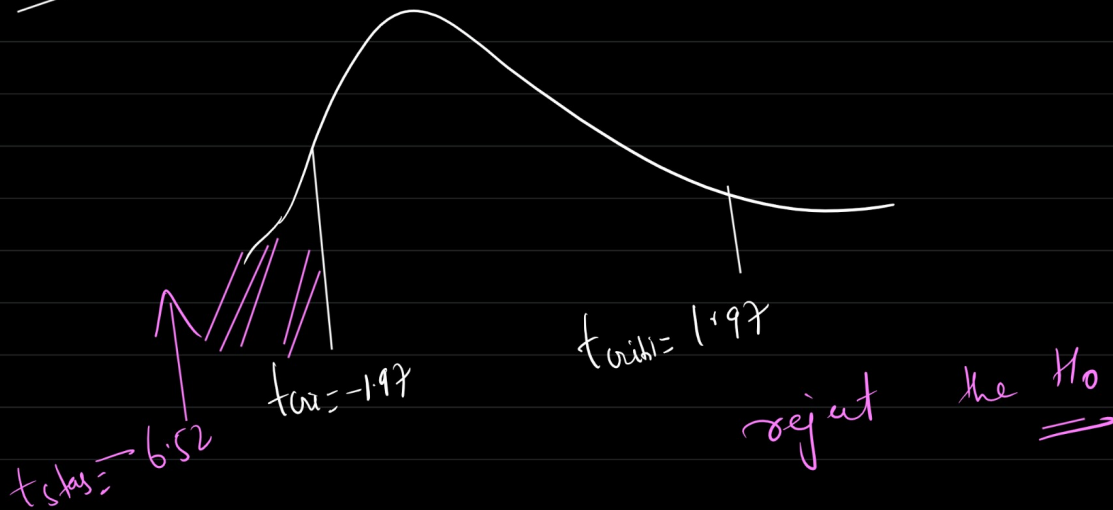
$$\alpha = 0.025$$

In case of two sample t test dof will be lowest Sample Size - 1

$$\text{dof} = 15 - 1 = 149$$

$$t_{\text{critical}} = 1.97$$

Step-5



* Two Sample Z test

$$Z_{\text{stats}} = \frac{\bar{X}_1 - \bar{X}_2}{\sigma \sqrt{\frac{1}{n_1} + \frac{1}{n_2}}}$$

A/B testing (Practical implementation of two sample test)

* if 10% off on an item is given, then sales increases ↑

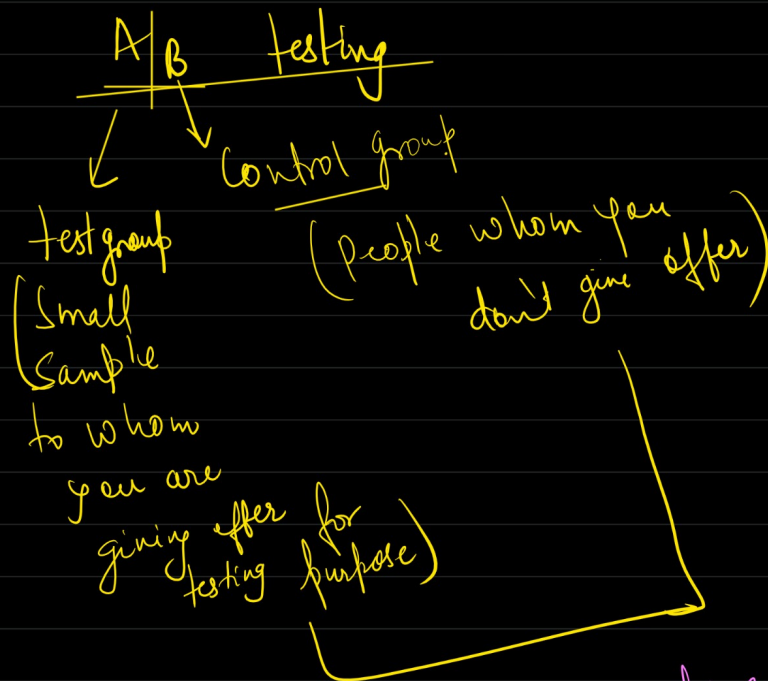
Result

10% off → 1 product now he will buy 2 items

previous \rightarrow 1 product \rightarrow 20 rs. (Profit)
 New \rightarrow 10% off $\left\{ \begin{array}{l} 1 (20Rs) \rightarrow 18Rs \\ 2 (20Rs) \rightarrow 18Rs \end{array} \right\} \rightarrow 36Rs$
Profit

\rightarrow if the customer don't buy two products
 \rightarrow there will be loss

Tata Salt \rightarrow 30 Rs \rightarrow 5 Rs \rightarrow 25 Rs



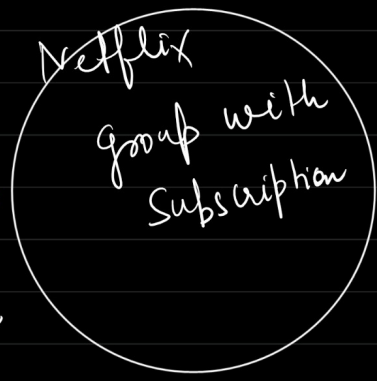
then compare the change in
 avg sales from both of the
 customer group

* Netflix knows their subscription price is slightly higher
 for Indian people.

CEO \rightarrow reduce the price of Netflix membership \rightarrow thinking no of
 In India 2 out of 10 people will pay. Subscription
will
increase.



G₁



10% discount on subscription

It was 1000
→ 900

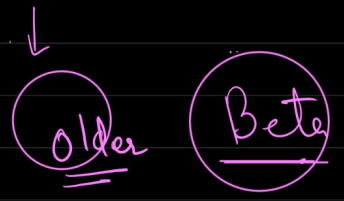
100Rs → 5 sub

Scen-1 → Salaried class people (No impact)
(targeting salaried class)

Scen-2 → G₂ → Students

↳ 100Rs → 900Rs
(Students will any way use others subscription)

* Qwskill website



MS team → classic New terms