

CHI-Square Test:- Test of Independence (Goodness of fit)

→ H_0 - There is no relationship betⁿ 2 variables
Fixed (salary paid & service)

H_1 - There is a relⁿ betⁿ 2 variables
Fixed

These Two variable are categorical.

Right Tail Test

$$= \frac{\text{Row Tot} \times \text{Col-Tot}}{\text{Grand Total}}$$

observed value

Service	low	medium	High	Total
Excellent	9	10	7	26
Good	11	9	31	51
Poor	12	8	3	23
Total	32	27	41	100

$$\frac{(\text{obs} - \text{exp})^2}{\text{exp}}$$

Expected values:-

$\frac{26 \times 32}{100} = 8.32$	$\frac{26 \times 27}{100} = 7.02$	$\frac{26 \times 41}{100} = 10.66$
16.32	13.77	20.91
7.36	6.21	9.93

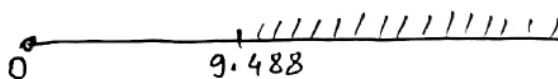
$\frac{(8-8.32)^2}{8.32} = 0.55$	$\frac{(10-7.02)^2}{7.02} = 1.265$	$\frac{(7-10.66)^2}{10.66} = 1.25$
$\frac{(11-16.32)^2}{16.32} = 1.73$	1.65	4.86
2.925	.52	4.88

given value -

given value = 9.488

Calculated → 18.658

fall in critical region
so reject the null



$$\text{Degree of freedom} = \overset{\text{No. of Row}}{(N-1)} \times \overset{\text{No. of Column}}{(K-1)}$$

$$= 2 \times 2$$

$$= 4$$

Degree of freedom:- How many freedom I have
How many thing I can control

max^m dof is $= N-1$

N = No. of variables

Degree of freedom:-
How many variables you can control

FRIP
Prob (Pvalue) \rightarrow α .
If it's less than .05 Always Reject the Null

lesser the Pvalue \downarrow More significant is the relationship.

(1).