20: TWO SAMPLE PROPORTION TESTS + CONNECTION TO CONFIDENCE INTERVALS

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Example: A/B Testing Online controlled experiments are a digital version of randomized controlled trials, where the designer randomly assigns participants to see a different version of a website. These are colloquially referred to as "A/B" tests. For example, Google famously tested "50 shades of blue" when determining which color to use for links in ads, where they showed users the same webpage, where the only difference was the color of blue used in a link. If more users clicked on the link for one shade of blue than another, they used that shade of blue. This experiment reportedly led to a \$200M increase in ad revenue (see *Why Google has 200m reasons to put engineers over designers* in The Guardian)

Let's pretend we run an A/B test on 200 users, showing links in Cornflower Blue or Midnight Blue. Since the stakes of making a mistake are not too high, we'll use $\alpha = .15$.

	Clicked	Did Not Click
Cornflower Blue	26	74
Midnight Blue	22	78

1 Two-sample proportion tests

Sample Statistic:

Test Statistic:

Sampling distribution under H_0 :

```
prop.test(x = c(26, 22), n = c(26+74, 22+78), alternative = "two.sided", conf.level = .85)
```

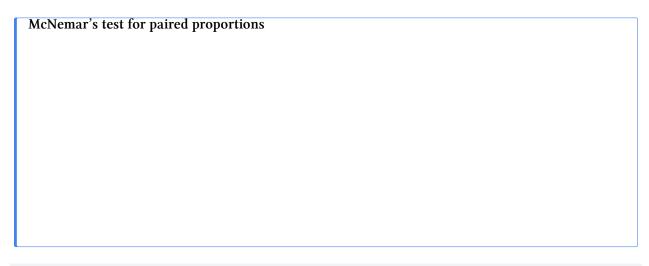
2-sample test for equality of proportions with continuity correction

```
data: c out of c26 out of 26 + 7422 out of 22 + 78
X-squared = 0.24671, df = 1, p-value = 0.6194
alternative hypothesis: two.sided
85 percent confidence interval:
  -0.05685041  0.13685041
sample estimates:
prop 1 prop 2
  0.26  0.22
```

1.1 Matched Pairs for Proportions

Example: Oops! These are the same 100 people on two different visits, with the order of the color assignment randomized.

	Clicked	Did Not Click
Clicked	12	10
Did Not click	14	64



```
prop.test(10, 24, p = .5, conf.level = .85)
```

1-sample proportions test with continuity correction

2 Connection between Confidence Intervals and Hypothesis Tests

Inverting a hypothesis test

```
binom.test(10, 24, p = .5, conf.level = .85)
```