

Quiz 2 - MA331 I pledge my honor that I have abided by the Stevens Honor System - Aparajita Rana

Problem 1. Version Viewed  $\rightarrow$  Outcomes: (1<sup>st</sup>, 2<sup>nd</sup>, 3<sup>rd</sup>)

Decision to Buy  $\rightarrow$  Outcomes: (would buy, wouldn't buy)

Problem 2.

Version	Would Buy	Wouldn't Buy	Total People
1 <sup>st</sup>	25	40	65
2 <sup>nd</sup>	18	12	30
3 <sup>rd</sup>	54	31	85
Totals	97	83	180

Problem 3. Expected Values  $\rightarrow E = n_r(n_c)$

Version	Would Buy	Wouldn't Buy	n
1 <sup>st</sup>	35.02	29.97	65
2 <sup>nd</sup>	16.16	13.83	30
3 <sup>rd</sup>	45.80	39.19	85

$$\left. \begin{array}{ll} \text{Would Buy} & \text{Wouldn't Buy} \\ E_1 = \frac{65(97)}{180} = 35.02 & E_1 = \frac{65(83)}{180} = 29.97 \\ E_2 = \frac{30(97)}{180} = 16.16 & E_2 = \frac{30(83)}{180} = 13.83 \\ E_3 = \frac{85(97)}{180} = 45.80 & E_3 = \frac{85(83)}{180} = 39.19 \end{array} \right\}$$

Problem 4.  $\chi^2 = \sum \frac{(O_i - E_i)^2}{E}$

$$4.5445 + 5.31640 = 9.8549$$

**9.8549**

$$\left\{ \begin{array}{l} \frac{(25-35.02)^2}{35.02} + \frac{(18-16.16)^2}{16.16} + \frac{(54-45.80)^2}{45.80} = 4.5445 \text{ would buy} \\ \frac{(40-29.97)^2}{29.97} + \frac{(12-13.83)^2}{13.83} + \frac{(31-39.19)^2}{39.19} = 5.31640 \text{ wouldn't buy} \end{array} \right.$$

Problem 5. (i)  $H_0: \mu_{1^{st}} = \mu_{2^{nd}} = \mu_{3^{rd}}$ , all are equally likely to buy

$H_A: \mu_{1^{st}} \neq \mu_{2^{nd}} \neq \mu_{3^{rd}}$ , a version makes users more likely to buy

(ii) Chi-Squared Distribution

Degree of Freedom:  $(r-1)(c-1) = 2$

Problem 6:  $1 - \text{pchisq}(9.8549, 2) \rightarrow p = 0.007245$

Problem 7: (Alpha = 0.05) We see  $0.007245 < 0.05$  so we reject the null hypothesis ( $H_0$ ) that they were all equally likely to buy.

Problem 8: Based on our conclusion, different versions have different effects on whether someone buys or not.