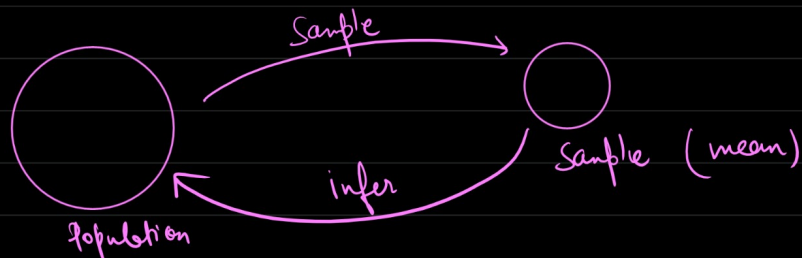


## Hypothesis and mechanism



→ Hypothesis testing.

\* Hypothesis → It is a claim or a statement or an assumption about a population parameter that can be tested using statistical methods.

eg Avg Salary of IT employee 50K.

eg Consumption of Ice-cream is more in Summer.

eg The person is not guilty if accused of any crime.

① Null hypothesis → The initial or default assumption.

eg Person is not guilty

② Alternate Hypothesis → opposite of Null hypothesis

eg Person is guilty.

## Mechanism

① Frame the hypothesis

→  $H_0$  (Null hypothesis)  
→  $H_A$  (Alternate hypothesis)

Claim/hypothesis: - Avg age of people in PwSkills is 45 years.

$H_0$  :  $\text{M}_{\text{age}} = 45$

$H_A$  :  $\text{M}_{\text{age}} \neq 45$ .

$H_0$  → will have equality sign.

Hypothesis → Avg age of Employee in ABC organisation is atleast 45 years?

$$\begin{aligned} & \rightarrow H_0: \mu_{age} \geq 45 \\ & \rightarrow H_A: \mu_{age} < 45 \end{aligned}$$

$$\begin{aligned} & \rightarrow \mu_{age} \geq 45 \\ & \rightarrow \mu_{age} < 45 \end{aligned}$$

→ Avg age of Employee in pwskills is greater than 45 years?

$$H_0: \mu_{age} \leq 45$$

$$H_A: \mu_{age} > 45$$

$$\underline{\mu_{age} > 45}$$

$$\underline{\mu_{age} < 45}$$

→ Avg age is greater than equals 45 years

$$H_0: \mu_{age} \geq 45$$

$$H_A: \mu_{age} < 45$$

② Experiment / statistical analysis (pvalue, significance level)

③ reject  $H_0$  or fail to reject  $H_0$