### **Unit 6 Seminar - Hypothesis Testing**

# Activity - answer these questions:

- What is the difference between a null and an alternative hypothesis?
- What is the role of sample size in statistical inference?
- How does this apply to your role as an analyst in any industry?

**Example Scenario:** Given I work in education, improving attendance is a major challenge. So, let's consider this scenario - you want to boost student attendance (which earns them reward points if they hit at least 95%) by sending a new reminder email with better graphics and an inspirational message. After sending it, you see attendance go from 92% to 95% in one week. Do you conclude the email "worked," or should you look at attendance over the whole term?

## 1. Null vs. Alternative Hypothesis

- Ho ("no real effect"): The new email does not change students' true attendance rate—any change you see (e.g. +3% this week) is just random fluctuation.
- Ha ("it works"): The new email raises the true attendance rate (e.g. by at least 3%).

  If attendance jumps from 92% to 95% in that week, you ask, "Could random ups and downs produce a 3% bump even if the email did nothing?" If it's very unlikely under Ho, you reject Ho and say the email probably helped; if not, you fail to reject Ho (meaning "we can't be sure the email caused the bump").

## 2. Role of sample size (or time frame)

- One-week data (small sample): A single week's attendance can swing by a few percent just by chance (say a flu outbreak week). With only a few days, a 3% bump might be random.
- Whole-term data (larger sample): Looking at 12 weeks of attendance smooths out weekly ups and downs. If the new email appears in Week 3 and the term's average attendance jumps from 92% to 95% overall, you're more confident the change isn't just random noise. In short, small samples (one week) have wide "wiggle room"—you need a bigger sample (the entire term) to tell if a 3% rise is a true effect or just luck.

### 3. Application as an analyst

- State Ho vs. Ha clearly: Decide before you send emails that Ho is "attendance stays at 92%" and Ha is "attendance rises to 95% or more."
- Gather enough data: If you only check one week, you might chase a false positive. Plan to collect full-term attendance or at least several weeks after sending the email so random ups/downs average out.

# Interpret results in context:

• If attendance is 95% for one week but falls back to 92% weeks later, the one-week bump likely was noise, so you "fail to reject" Ho.

 If attendance stays near 95% for the rest of the term, then—even after accounting for seasonal changes or events—you have strong evidence to reject Ho and conclude the email genuinely improved attendance.

In any industry—whether testing a marketing email, a software feature, or a new training programme—the same logic applies: define "no change" vs. "real change," collect enough observations and then decide if the intervention truly worked or if you just got lucky.