1.

$$\mathcal{N}(\mu, \frac{Sx}{\sqrt{n}})$$

$$SE = \frac{Sx}{\sqrt{n}}$$

$$CI = \bar{x} \pm z \cdot \frac{Sx}{\sqrt{n}}$$

$$z = \frac{\bar{x} - \mu}{SE}$$

The difference between the two population means:

$$\mu_1 - \mu_2$$

$$H_0: \ \mu_1 - \mu_2 = 0$$

 $H_A: \ \mu_1 - \mu_2 \neq 0$

$$SE = \frac{S_d}{\sqrt{n}}$$

$$\bar{d} \pm t_{df}^* \cdot SE$$

$$\frac{\bar{d} - \mu}{SE}$$

The difference between the two population means:

$$\mu_1 - \mu_2$$

$$t_{df=min(n_1-1,n_2-1)}$$

$$SE = \sqrt{\frac{s_1^2}{n_1} + \frac{s_2^2}{n_2}}$$

$$CI = (\bar{x_1} - \bar{x_2}) \pm t_{df}^* \cdot SE$$

2.

c.

qt(0.90, df = 10)=1.372

$$CI = 6.29 \pm 1.372 \cdot \frac{5.589}{\sqrt{11}}$$

= [3.978, 8.602]

The unit is in dollars. The experiment is 80 percent confident that the true difference in mean price lies within the interval [3.978, 8.602].

3.

$$H_0$$
: $\mu_{dome} - \mu_{ndome} = 0$
 H_A : $\mu_{dome} - \mu_{ndome} \neq 0$