

$$\begin{aligned} \mu_1 &= 3000 \\ \sigma_1 &= 400 \end{aligned}$$

$$\begin{aligned} \mu_2 &= 2700 \\ \sigma_2 &= 400 \end{aligned}$$

$$\sigma_1 = \sigma_2 = \sigma$$

$$\alpha = 0.1 \quad H_0: \mu = \mu_1 \quad - \quad N(\mu_1, \sigma^2) \quad \varepsilon_1$$

$$H_a: \mu = \mu_2 \quad - \quad N(\mu_2, \sigma^2) \quad \varepsilon_2$$

$$n = 25 \rightarrow X_i: i = 1, \dots, 25$$

$$\Lambda = \frac{\prod_{i=1}^n f_{X_i|\varepsilon_1}(x_i)}{\prod_{i=1}^n f_{X_i|\varepsilon_2}(x_i)} > K$$

$$\Lambda = \exp\left(\frac{1}{2\sigma^2} \sum_{i=1}^n [(x_i - \mu_2)^2 - (x_i - \mu_1)^2]\right)$$

$$\ln[\Lambda] = \frac{n(\mu_1 - \mu_2)}{\sigma^2} \left(\bar{x} - \frac{1}{2}(\mu_1 + \mu_2) \right)$$

$$\bar{x} = \frac{1}{n} \sum_{i=1}^n x_i$$

a) Accept H_1 if $\bar{x} < C$, otherwise Reject

$$w/\bar{x} = \frac{1}{25} \sum x_i$$

$$C = \mu_1 + \frac{\sigma}{\sqrt{n}} Z_{[1-\alpha]}$$

$$= 2700 + \frac{400}{\sqrt{25}} Z_{[0.9]}$$

$$= 2700 + 80(1.28) \leftarrow \text{double check}$$

$$C = 2802.5$$

b) Power of test

$$P[H_a | H_a] = P[\bar{x} < C | H_a]$$

$$F_{SN}\left(\frac{C - \mu_2}{\sigma/\sqrt{n}}\right)$$

$$F_{SN}\left(\frac{2802.5 - 2700}{\sqrt{400/25}}\right) = F_{SN}\left(\frac{102.5}{80}\right) = F_{SN}(1.28125)$$

$$1 - \beta = 1 \quad \text{Full Power.}$$

$$a) \alpha = 0.05$$

$$H_1: \sigma_1^2 = \sigma_2^2$$

F-Test:

$$\hat{\mu}_1 = 28.84$$

$$\hat{\mu}_2 = 30.62$$

$$\sigma_1^2 = 7.47$$

$$\sigma_2^2 = 5.92$$

$$\left. \begin{array}{l} \sigma_1^2 = 7.47 \\ \sigma_2^2 = 5.92 \end{array} \right\} \rightarrow V_R = \frac{\sigma_1^2}{\sigma_2^2} = 1.26$$

$$t_l' = \chi_{[0.5\alpha]}^{12, 12} \text{ w/ } F_F(\chi_{[0.5\alpha]}^{12, 12}; m-1; n-1)$$

$$\rightarrow t_l' = 0.305$$

$$t_u' = \chi_{[1-0.5\alpha]} = 3.27$$

Critical Region: $\{0 \leq V_R < t_l'\} \cup \{t_u' < V_R < \infty\}$

Since V_R is within (t_l', t_u') ,

Accept H_1 //

The variances are the same w/ $\alpha = 0.05$ //