

Review Part is skipped. Sorry.

Human Gender experiment with more data...

$$n = 4247000 \quad // \text{ In 2008: every baby born.}$$

$$\alpha = 0.5$$

$$RR = \left[0.5 \pm 2 \sqrt{\frac{0.5(1-0.5)}{4247000}} \right] = [0.459, 0.500]$$

Run experiment: 2173000 male

$$\hat{p} = \frac{2173000}{4247000} = 0.51165 \notin RR. \text{ We reject } H_0 \text{ therefore.}$$

Refer to "Types of Error"

$$H_0: p = 0.5$$

$$H_a: p \neq 0.5$$

$$\alpha = 5\%$$

$$n = 395$$

$$\hat{p} = 0.48$$

\Rightarrow Retain H_0

$$H_0 = 0.50001 = p$$

$$H_a = p \neq 0.50001$$

$$\alpha = 5\%$$

$$n = 395$$

$$\hat{p} = 0.48$$

\Rightarrow Retain H_0

Aliens:

$$H_0: \text{UFO's and aliens don't exist}$$

$$H_a: \text{UFO's \& aliens do exist}$$

$$\alpha: \text{low}$$

\Downarrow Skeptical

$$H_0 \searrow$$

$$H_a \swarrow$$

$$\alpha: \text{low}$$

You won't convince him that aliens don't exist.

$$H_0: \text{UFO's \& aliens DNE}$$

$$H_a: \text{UFO's \& aliens do exist}$$

$$\alpha = \text{high}$$

\Downarrow Gullible

$$H_0 \searrow$$

$$H_a \swarrow$$

$$\alpha: \text{high}$$

You can convince this guy that aliens don't exist.

LIBER LAB:

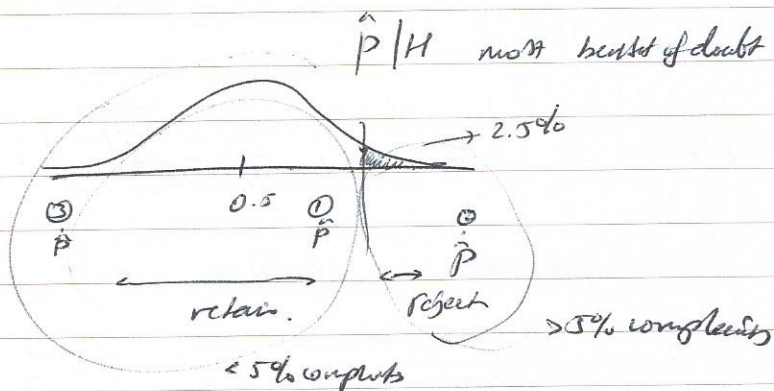
Uber fires if 5%+ complaints out of 1000 rides.

p : $p(\text{complaint})$

H_0 : Good driver = $p \leq 5\%$

H_a : Bad driver = $p > 5\%$

$\alpha = 2.5\%$



$$p(z > 2) = 1 - 2.5\%$$

| If two sided | z |
|--------------|------|
| 5% | 2 |
| 1% | 2.84 |

| If one sided | z |
|--------------|------|
| 2.5% | 2 |
| 0.5% | 2.84 |

$$\alpha = p(\text{reject})$$

$$1 - \alpha = p(\text{retain})$$

$$= p(z < z_\alpha)$$

$$= p\left(\sqrt{\frac{p(1-p)}{n}} < z_\alpha \sqrt{\frac{p(1-p)}{n}}\right) = p\left(p + \sqrt{\frac{p(1-p)}{n}} < p + z_\alpha \sqrt{\frac{p(1-p)}{n}}\right)$$

$$1 - \alpha = p\left(\hat{p} < p + z_\alpha \sqrt{\frac{p(1-p)}{n}}\right)$$

Please note that sometimes Uber may not fire drivers with 5.001% or 5.1% complaints because the driver may have been unlucky however when the number is 6% or 6.5%, et, the driver is not unlucky but a bad driver to begin with.

← P IN → (1) ...