

Decision: Do not reject  $H_0$ .

## 16.8 The hypotheses

$$H_0 : \tilde{\mu} = 20$$

$$H_1 : \tilde{\mu} > 20.$$

$$\alpha = 0.05.$$

Critical region:  $w_{\leq 11}$  for  $n = 10$ .

Computations:

$d_i$	-3	12	5	-5	8	5	-8	15	6	4
Rank	1	9	4	4	7.5	4	7.5	10	6	2

Therefore,  $w_{=12.5}$ .

Decision: Do not reject  $H_0$ .

16.20 The hypotheses

$$H_0 : \tilde{\mu}_1 = \tilde{\mu}_2$$

$$H_1 : \tilde{\mu}_1 \neq \tilde{\mu}_2.$$

$$\alpha = 0.05.$$

Critical region:  $Z < -1.96$  or  $z > 1.96$ .

Computations:

Observation	12.7	13.2	13.6	13.6	14.1	14.1	14.5	14.8	15.0	15.0	15.4
Rank	1*	2	3.5*	3.5	5.5*	5.5	7	8	9.5*	9.5	11.5*
Observation	15.4	15.6	15.9	15.9	16.3	16.3	16.3	16.3	16.5	16.8	17.2
Rank	11.5	13*	14.5*	14.5	17.5*	17.5*	17.5	17.5	20	21*	22
Observation	17.4	17.7	17.7	18.1	18.1	18.3	18.6	18.6	18.6	19.1	20.0
Rank	23	24.5	24.5*	26.5*	26.5	28	30	30*	30	32	33

Now  $w_1 = 181.5$  and  $u_1 = 181.5 - (12)(13)/2 = 103.5$ . Then with  $\mu_{U_1} = (21)(12)/2 = 126$  and  $\sigma_{U_1} = \sqrt{(21)(12)(34)/12} = 26.721$ , we find  $z = (103.5 - 126)/26.721 = -0.84$ .  
Decision: Do not reject  $H_0$ .

**10.23** Test  $H_0 : M_1 = M_2$  vs  $H_A : M_1 < M_2$ .

In the joint sample (already ordered),

89, 99, 109, 119, 139, 159, 179, 189, 199, 209, 219, 229, 259, 279, 299, 309,

the prices of textbooks during Eric's freshman year are underlined. Their ranks in the joint sample are

$$R_i = 1, 2, 4, 5, 8, 9, \text{ and } 12,$$

and the sum of these ranks is the Mann-Whitney-Wilcoxon test statistic,

$$U_{\text{obs}} = \sum_i R_i = \underline{41}.$$

From Table A9 with  $n_1 = 7$  and  $n_2 = 9$ , the p-value is

$$P = \mathbf{P} \{U \leq 38\} \in \underline{(0.025, 0.05)}.$$

This case is marginal. For all  $\alpha \geq 0.05$ , there is a significant evidence that during the freshman year, the median price of textbooks was lower, so the median cost of textbooks is rising. However, for any  $\alpha \leq 0.025$ , this evidence is not significant.