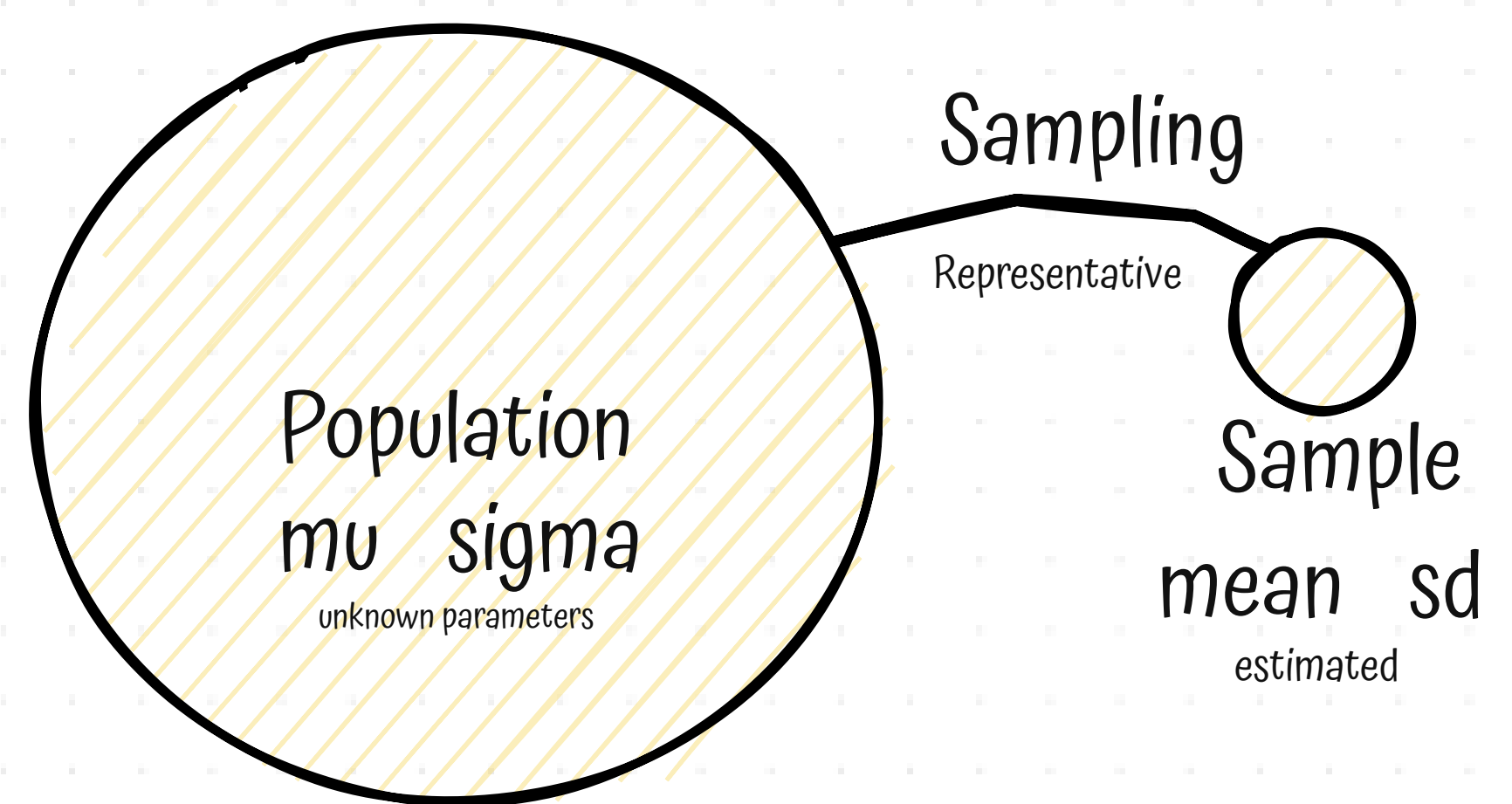
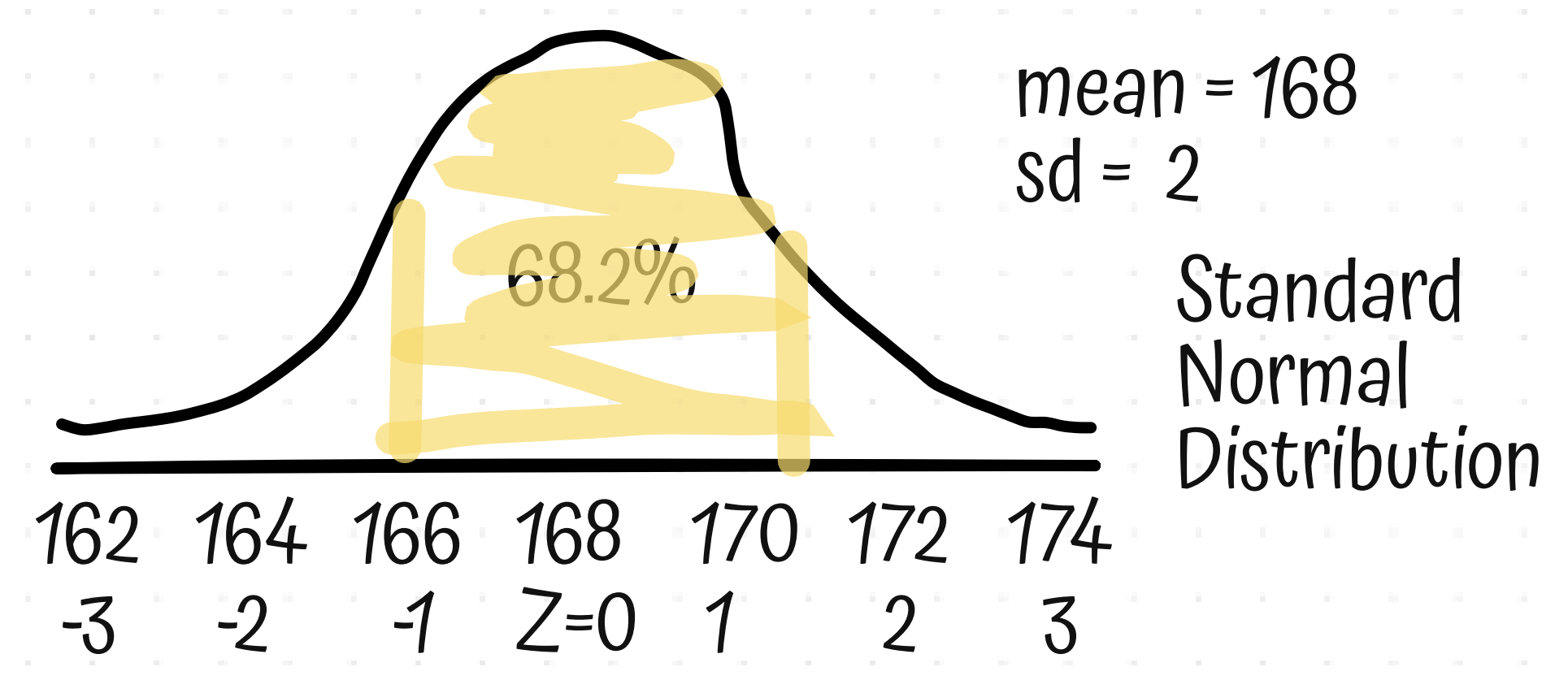


# Essential Statistics Part 2

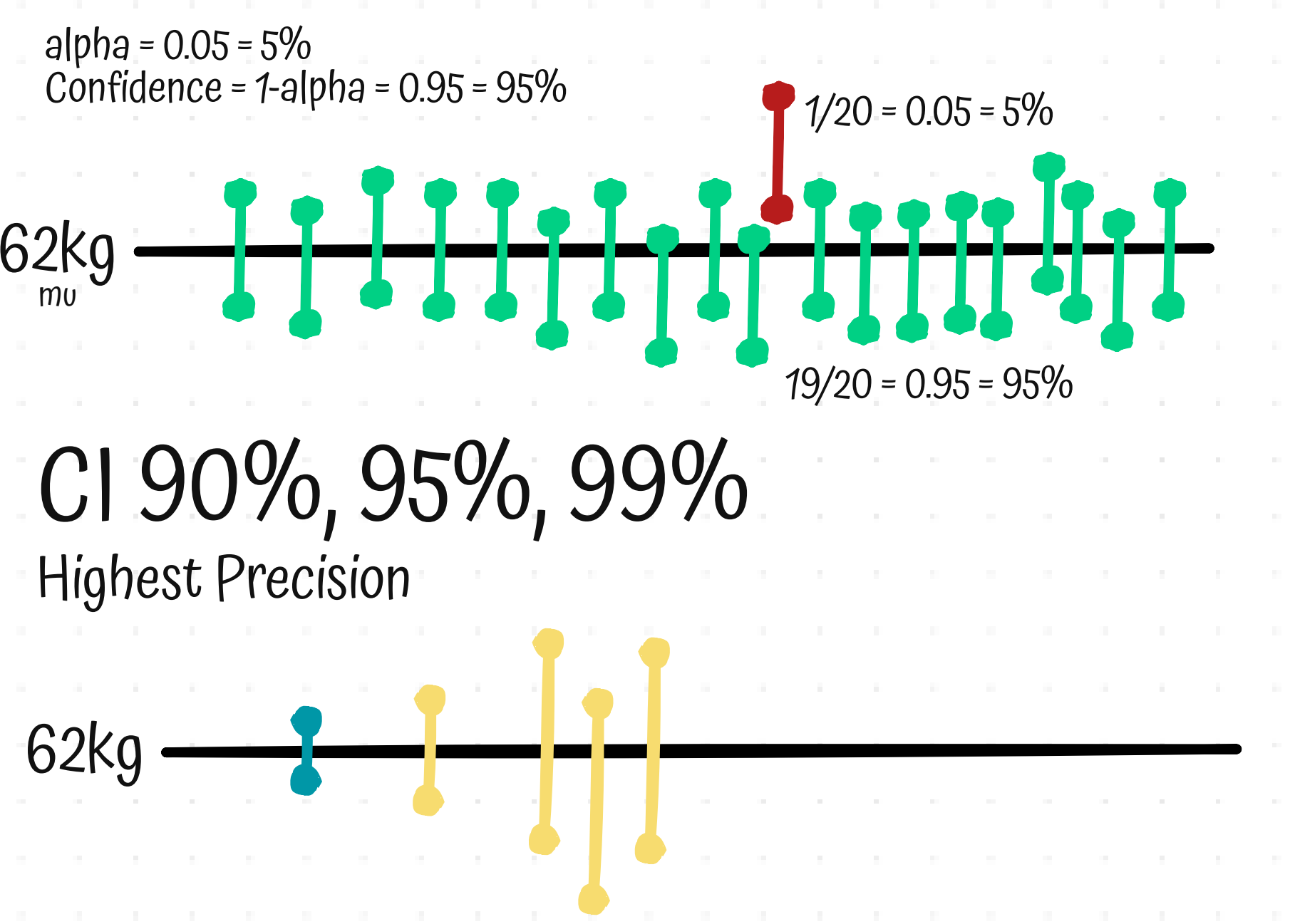
Z-Score (standardization)  
CLT  
Confidence interval  
Inferential statistics  
Hypothesis testing  
p-value  
AB test  
Linear regression



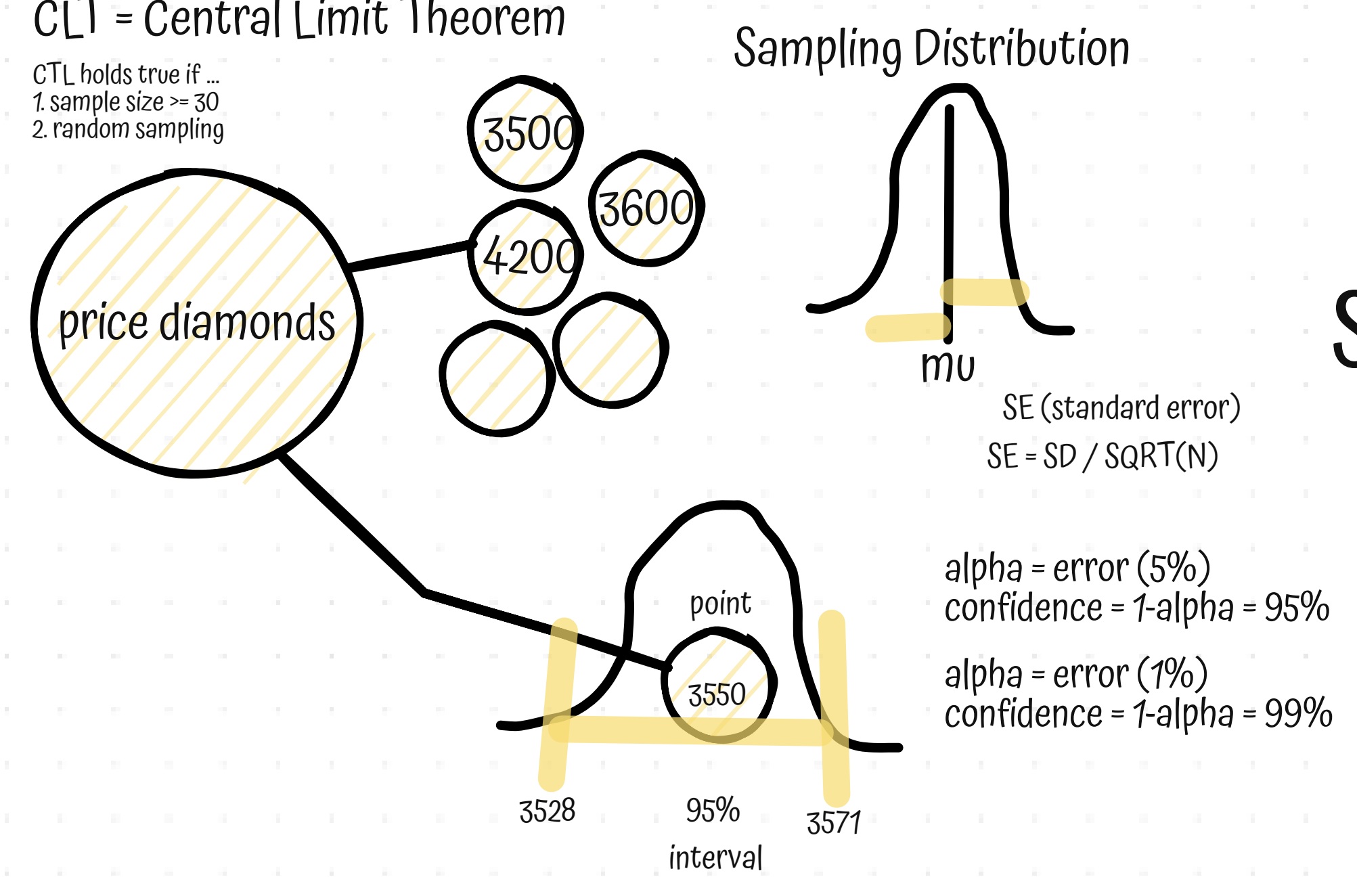
Standardization (Z score)  
 $Z = (X - \text{mean}) / \text{sd}$  -3 .. +3



## Confidence Interval

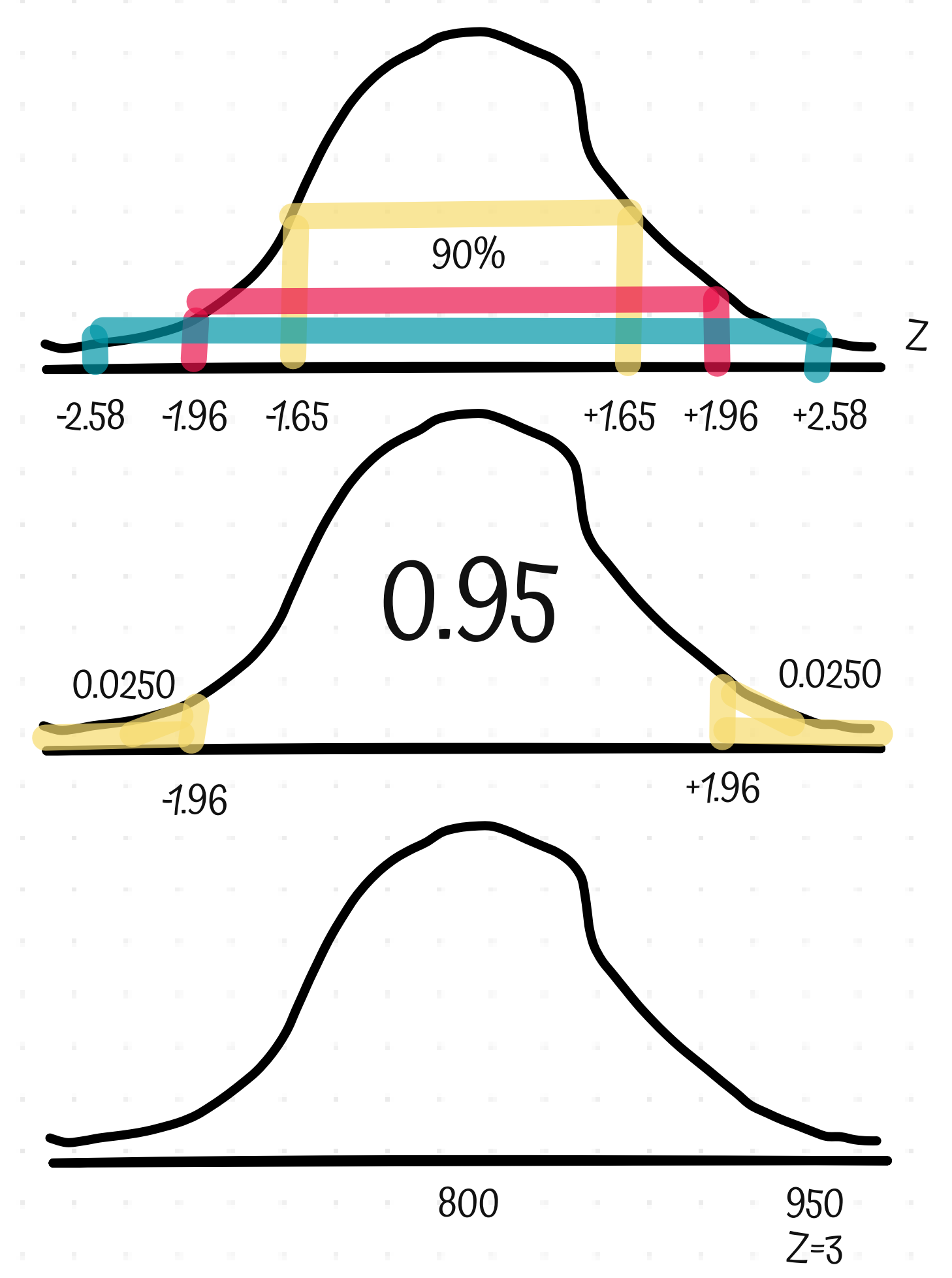
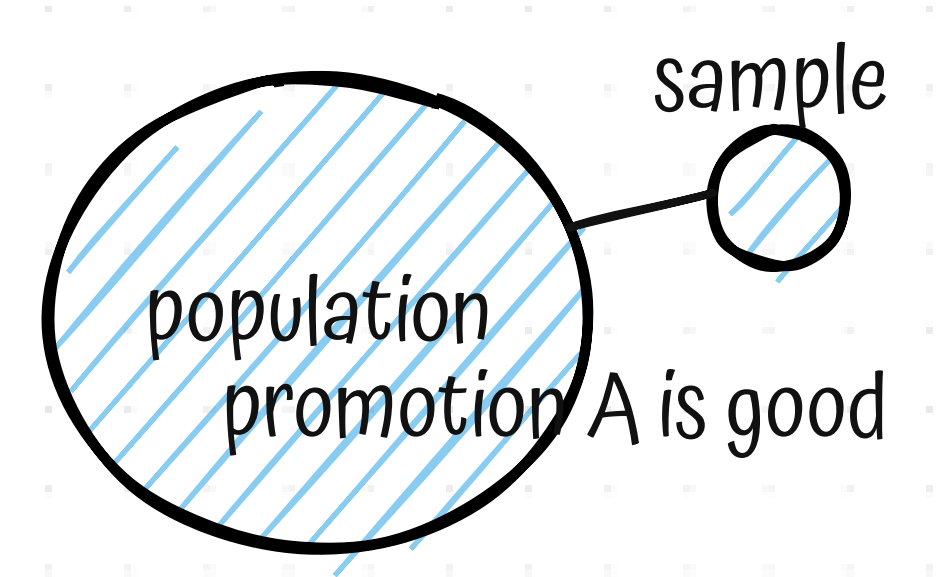
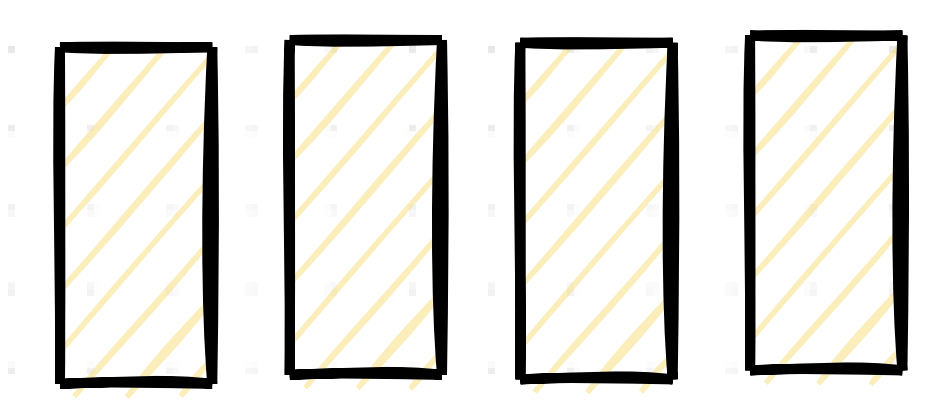


CLT = Central Limit Theorem  
CLT holds true if ...  
1. sample size  $\geq 30$   
2. random sampling



dtac  
20m sim cards  
statistics vs. analytics

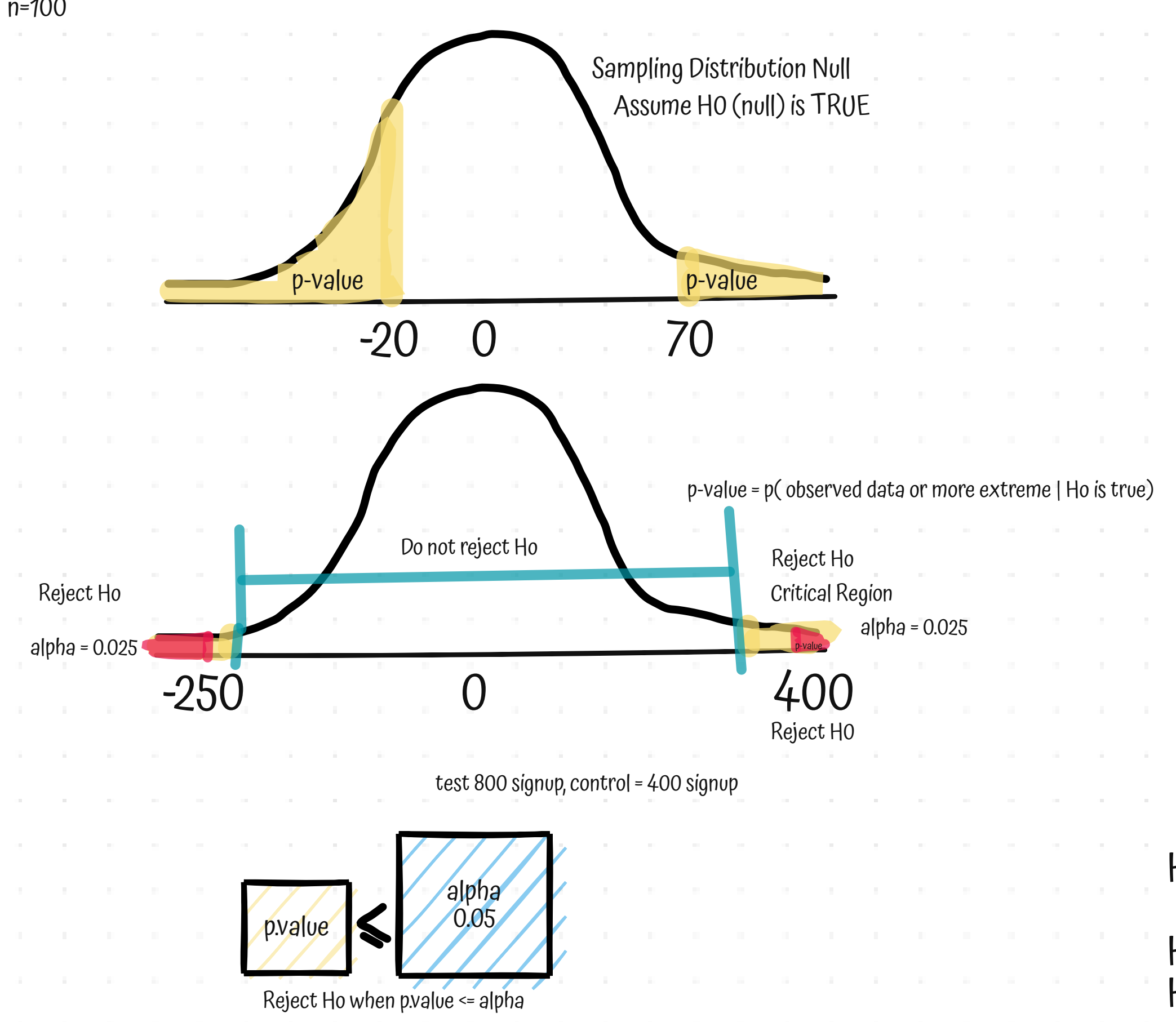
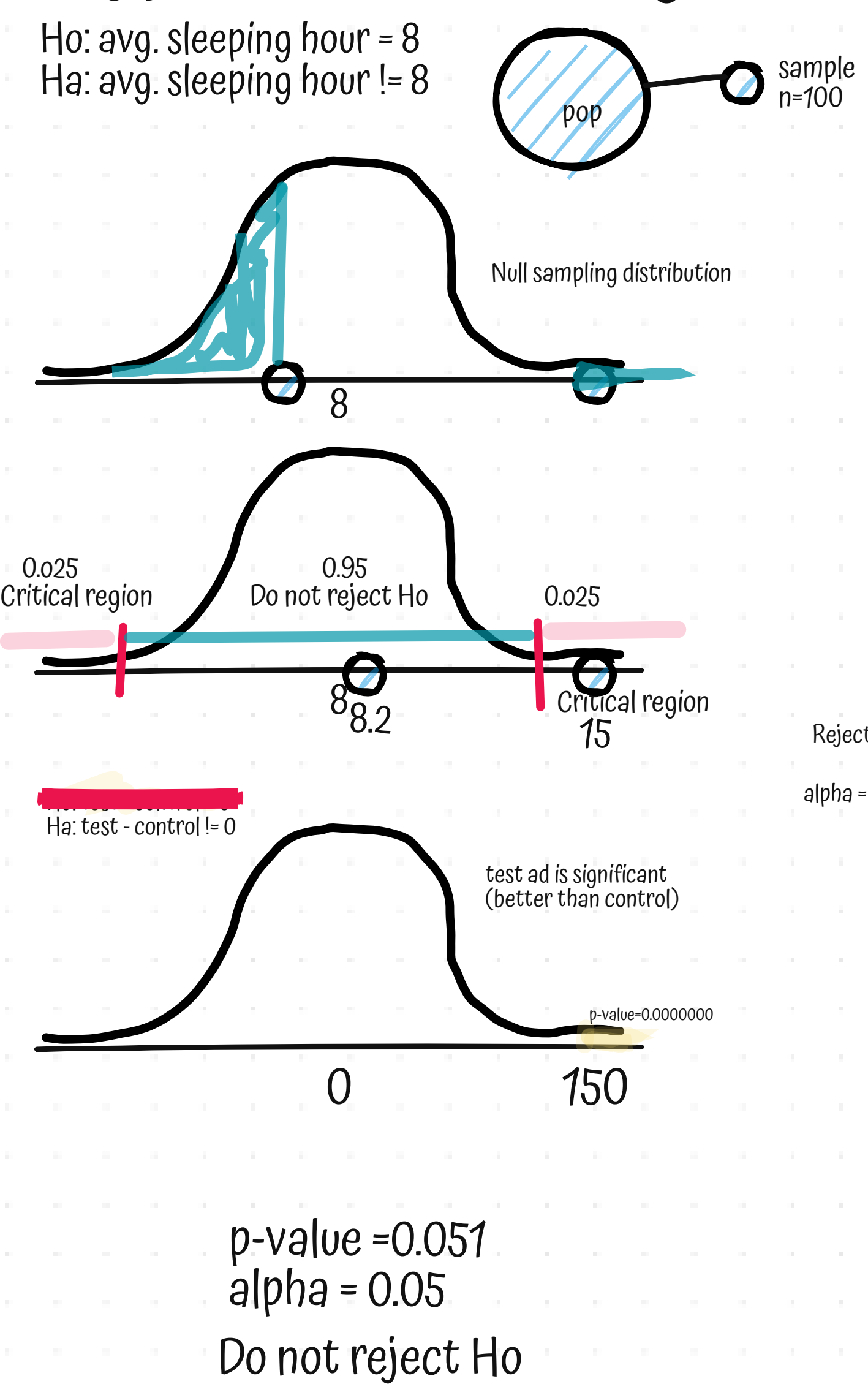
Normalization / Standardization



## Summary Key Learning

- Z Score (Standardization vs. Normalization)
- CLT
- Confidence Interval
- Point vs. Interval Estimate
- $\alpha + \text{confidence level} = 100\%$
- CI more precision 90% better than 99%
- CI more precision  $\rightarrow$  Increase sample size N
- Hypothesis testing p-value
- p-value =  $p(\text{observed data or more extreme} \mid H_0 \text{ is true})$
- Reject  $H_0$  if  $p\text{-value} \leq \alpha$  ( $\alpha$  5%)
- AB test vs. RCT / Linear Regression

## Hypothesis testing

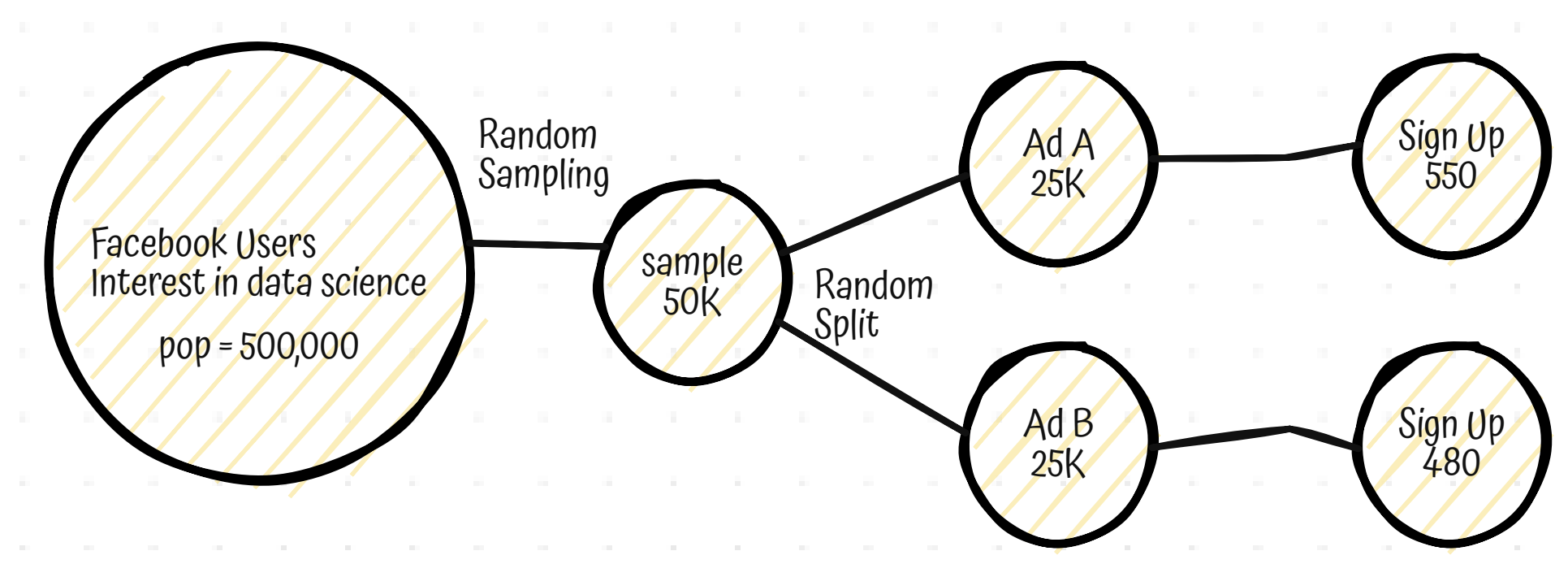


## Inferential Statistics

1. Comparison
2. Association
3. Prediction

## AB Testing

นัยสำคัญทางสถิติ แปลว่า ข้อมูลที่เราเห็นตรงหน้าไม่ใช่เรื่องฟลุคๆ



### Hypothesis

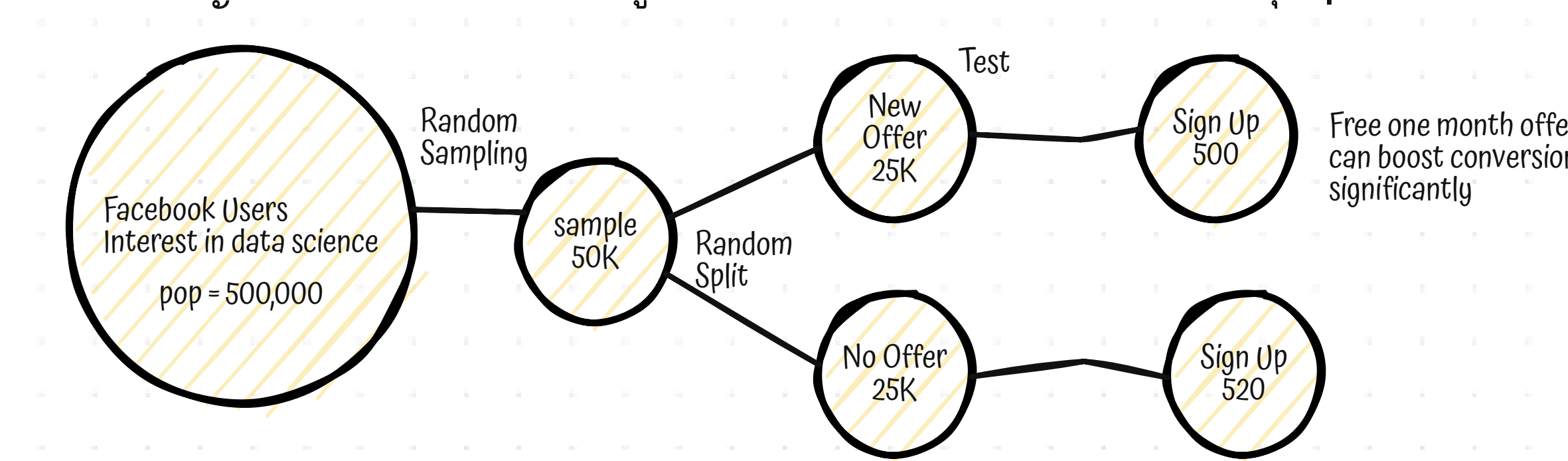
$H_0$  (null): average sign up A = B  
 $H_a$  (alternative): average sign up A  $\neq$  B

### Hypothesis Two-Tailed Test

$H_0$  (null): average sign up A - B = 0  
 $H_a$  (alternative): average sign up A - B  $\neq$  0

## Randomized Control Trial - RCT

นัยสำคัญทางสถิติ แปลว่า ข้อมูลที่เราเห็นตรงหน้าไม่ใช่เรื่องฟลุคๆ



### Hypothesis

$H_0$  (null): average sign up test - control = 0  
 $H_a$  (alternative): average sign up test - control  $\neq$  0

How to test significance?  
Reject  $H_0$  if  $p\text{-value} \leq \alpha$  (5%)