



# Chi Squared Tests

Learn everything about analytics

There is a training institute called “Winiit”, which claims that 41 out of 100 students in it’s class qualify for premier engineering institutes. Normally each year only 33% students are able to make it into premier engineering institutes. So should you enroll yourself in “Winiit”?

- Expectation: that 33 out of 100 qualify for premier insitiutes
- Observation : 41 out of 100 qualified

# Frequency Table

	Successful	Unsuccessful
Observed	41	59
Expected	33	67

- **Null Hypothesis** : No sig. difference between observed and expected
- **Alternate Hypothesis** : Significant difference

# Chi Square Test

$$\chi^2_c = \sum \frac{(O_i - E_i)^2}{E_i}$$

Here  $O_i$  is the observed frequency while  $E_i$  is the expected frequency

	Successful	Unsuccessful
Observed	41	59
Expected	33	67

# Chi Square Distribution



# Calculating Chi Square Statistic

	Successful	Unsuccessful
Observed	41	59
Expected	33	67

$$\chi^2_c = \sum \frac{(O_i - E_i)^2}{E_i}$$