

### P-value

→ It is the probability for the null hypothesis to be true

- \* A P-value less than 0.05 (typically  $\leq 0.05$ ) is statistically significant. It indicates strong evidence against the null hypothesis, as there is less than 5% probability that the null value is correct (and the results are random). Therefore we reject the null hypothesis & accept the alternative hypothesis.

### Chi-Square test

- \* Chi-Square test claims about Population Proportion.
- \* It is non parameter test which are performed upon categorical data

1. NOMINAL

2. ORDINAL

$$\chi^2 = \sum \left( \frac{F_o - F_e}{F_e} \right)^2$$

$F_o$  = observation value

$F_e$  = ~~Actual~~ expected value



Anova  $\rightarrow$  Analysis of Variance

F-test

- \* For comparison of more than two Population or Population having more than two sub groups. we use Anova technique
- \* Statistical Technique developed to study significance of difference of mean of 2 or more than 2 samples.

$$F = \frac{\text{variation b/w sample}}{\text{variation within sample}}$$

Degree of freedom 1 for denominator  
1 for numerator

Technique of Anova

1. One way Anova
2. Two way Anova



## Bernoulli Distribution

⇒ The outcomes of this Distribution is Binary.

ex: - Yes No

0 1

True False

Practical Example

Tossing a coin

Heads or tail

$$P = P(H) = 0.5 \quad Q = P(T) = 0.5$$

$$P = 1 - Q$$

$$Q = 1 - P$$

\* Most of the Classification Problems are Bernoulli Distribution.

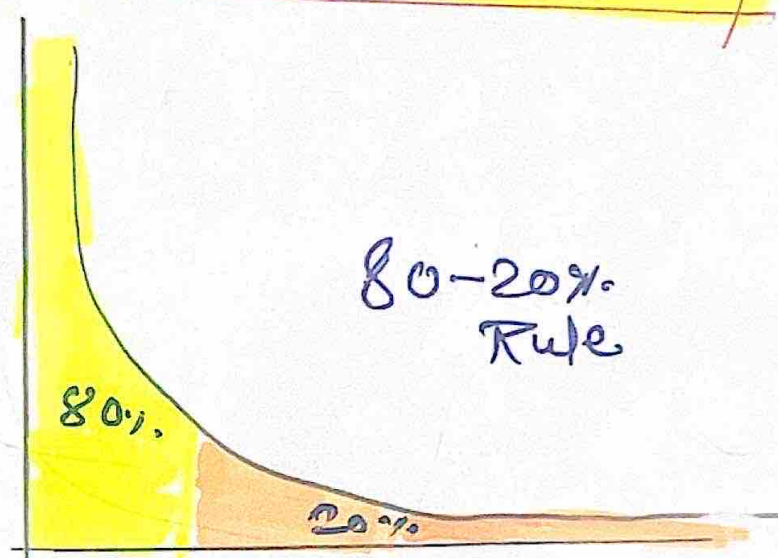
## Binomial Distribution

In a Binomial Distribution, the Probability of getting a success must remain the same for the trials we investigating.

For example, the Probability of tossing a coin is 0.5 H/P for every trial or experiment we conduct.



## Power Law Distribution



example

\* 80% sales are coming from 20% of over all product

\* 80% of MS windows crash are because 20% of all the bug

A Power law is a Relationship between two quantities where  $y \propto x^{-k}$

A Relative change in one quantity results in a Proportional change in other quantity.

example

⇒ 80% of DataScience use 20% of software

Pareto Distribution is kind of Powerlaw Distribution.

Q. How do we convert Pareto Distribution to Normal Distribution

⇒ Box Cox