MS Module 8 Confidence interval for difference in proportions practice exam questions (The attached PDF file has better formatting.)

The observations and successes for a treatment group and a control group are

|  | treatment | control |
| :--- | :---: | :---: |
| observations | 80 | 101 |
| successes | 56 | 67 |

The difference in the probability of success is the probability of success for the treatment group minus the probability of success for the control group.

Question 8.1: Sample difference in the probability of success
What is the sample difference in the probability of success between the two groups?
Answer 8.1: $56 / 80-67 / 101=0.0366$

Question 8.2: Variance of the difference
What is the sample variance of the difference in the probability of success between the two groups?
Answer 8.2: $(56 / 80 \times(1-56 / 80)) / 80+(67 / 101 \times(1-67 / 101)) / 101=0.004836$

Question 8.3: Standard deviation of the difference
What is the sample standard deviation of the difference in the probability of success between the two groups?
Answer 8.3: $0.004836^{0.5}=0.0695$

Question 8.4: z value for confidence interval
What is the $z$ value for the $90 \%$ two-sided confidence interval for the difference in the probability of success for the two groups?

Answer 8.4: 1.645
(the $z$ value for the $90 \%$ two-sided confidence interval is the $z$ value for the $95 \%$ one-sided test)

Question 8.5: Upper bound of confidence interval
What is the $90 \%$ two-sided confidence interval for the difference in the probability of success for the two groups?
A. 0.0446
B. 0.0428
C. 0.1258
D. 0.1510
E. 0.2654

Answer 8.5: $0.0366 \pm 1.645 \times 0.0695$

- lower bound: $0.0366-1.645 \times 0.0695=-0.0777$
- upper bound: $0.0366+1.645 \times 0.0695=0.1509$

