

MS Module 7 Hypothesis testing –  $p$  values homework assignment

(The attached PDF file has better formatting.)

The average proportion of death from a disease is 0.78. A study tests whether a drug reduces the proportion of death from the disease. Of 100 subjects who are given the drug, 71 die from the disease. Let  $\mu$  be the expected proportion of death from the disease among subjects given the drug.

- ! The null hypothesis is  $H_0$ : the expected proportion of subjects dying  $\mu = \mu_0 = 0.78$
- ! The one-tailed alternative hypothesis is  $H_a$ : the expected proportion dying  $\mu < \mu_0$
- ! The two-tailed alternative hypothesis is  $H_a$ : the expected proportion dying  $\mu \neq \mu_0$

If the null hypothesis is tested at a 0.01 significance level and the true incidence of death with the drug is 0.66:

- A. What is the incidence of death from the disease in the sample?
- B. What is the standard deviation of the incidence of death in the sample if the null hypothesis is true?
- C. What is the  $z$  value used to test the null hypothesis?
- D. What is the  $p$  value for the one-tailed alternative hypothesis?
- E. What is the  $p$  value for the two-tailed alternative hypothesis?
- F. What are the expected value and variance of the  $z$  value if the null hypothesis is true?
- G. What is the standard deviation of the sample mean if the true incidence of death with the drug is 66%?
- H. What are the expected value of the  $z$  value for testing the null hypothesis if the true incidence of death with the drug is 66%?
- I. What is the standard deviation of the  $z$  value for testing the null hypothesis if the true incidence of death with the drug is 66%?
- J. What is the probability of a Type II error for the one-tailed test if the true incidence of death with the drug is 66%?
- K. What is the probability of a Type II error for the two-tailed test if the true incidence of death with the drug is 66%?
- L. How many observations are needed for a one-tailed test if  $\alpha = 1\%$  and  $\beta = 5\%$  if the true incidence of death with the drug is 66%?
- M. How many observations are needed for a two-tailed test if  $\alpha = 1\%$  and  $\beta = 5\%$  if the true incidence of death with the drug is 66%?

To check your solutions, compare the practice exam questions for this topic.