Contents

Preface xiii

CHAPTER

The Nature of Probability and Statistics 1

- 1-1 Introduction 2
- 1-2 Descriptive and Inferential Statistics 3
- 1-3 Variables and Types of Data 6
- 1-4 Data Collection and Sampling Techniques 9Random Sampling 10

Systematic Sampling 12

Stratified Sampling 12

Cluster Sampling 12
Other Sampling Methods 13

- 1-5 Observational and Experimental Studies 14
- 1-6 Uses and Misuses of Statistics 16

Suspect Samples 17

Ambiguous Averages 17

Changing the Subject 18

Detached Statistics 18

Implied Connections 18

Misleading Graphs 18

Faulty Survey Questions 18

- 1-7 Computers and Calculators 19
- **1-8** Summary 24

CHAPTER

2

Frequency Distributions and Graphs 33

- 2-1 Introduction 34
- 2-2 Organizing Data 35

Categorical Frequency Distributions 36 Grouped Frequency Distributions 37



The Histogram 48

The Frequency Polygon 50

The Ogive 51

Relative Frequency Graphs 53

Distribution Shapes 55

2-4 Other Types of Graphs 63

Pareto Charts 64

The Time Series Graph 65

The Pie Graph 67

Misleading Graphs 70

Stem and Leaf Plots 73

2-5 Paired Data and Scatter Plots 86

Analyzing the Scatter Plot 87

2-6 Summary 93

CHAPTER

3

Data Description 101

- **3-1** Introduction 102
- **3–2** Measures of Central Tendency 103

The Mean 104

The Median 107

The Mode 109

The Midrange 111

The Weighted Mean 112

Distribution Shapes 114

Distribution Shapes 114

3-3 Measures of Variation 121

Range 122

Population Variance and Standard

Deviation 123

Sample Variance and Standard Deviation 125

Variance and Standard Deviation

for Grouped Data 127

Coefficient of Variation 130



Contents

Range Rule of Thumb 131 Chebyshev's Theorem 131 The Empirical (Normal) Rule 133

3-4 Measures of Position 139
Standard Scores 139
Percentiles 141
Quartiles and Deciles 147
Outliers 148

3–5 Exploratory Data Analysis 158

The Five-Number Summary and Boxplots 159

3-6 Summary 167

CHAPTER 4

Probability and Counting Rules 177

4–1 Introduction 178

4-2 Sample Spaces and Probability 179

Basic Concepts 179

Classical Probability 182

Complementary Events 185

Empirical Probability 187

Law of Large Numbers 189

Subjective Probability 189

Probability and Risk Taking 190

4-3 The Addition Rules for Probability 195

4-4 The Multiplication Rules and Conditional Probability 205

The Multiplication Rules 205

Conditional Probability 210

Probabilities for "At Least" 213

4-5 Counting Rules 218

The Fundamental Counting Rule 218

Factorial Notation 221

Permutations 221

Combinations 223

4-6 Probability and Counting Rules 229

4-7 Summary 233

CHAPTER -

Discrete Probability Distributions 243

5-1 Introduction 244

5–2 Probability
Distributions 245



5-3 Mean, Variance, Standard Deviation, and Expectation 251 Mean 251 Variance and Standard Deviation 254

Variance and Standard Deviation 254
Expectation 256

5–4 The Binomial Distribution 262

5–5 Summary 275

CHAPTER (

The Normal Distribution 281

6-1 Introduction 282

6–2 Properties of a Normal Distribution 284

6–3 The Standard Normal Distribution 286

Finding Areas Under the Standard Normal Distribution Curve 287

A Normal Distribution Curve as a Probability Distribution Curve 295

6–4 Applications of the Normal Distribution 303

Finding Data Values Given Specific

Probabilities 307

Determining Normality 309

6-5 The Central Limit Theorem 318

Distribution of Sample Means 318

Finite Population Correction
Factor (Optional) 324

6–6 The Normal Approximation to the Binomial Distribution 327

6-7 Summary 334

CHAPTER

Confidence Intervals and Sample Size 343

7-1 Introduction 344

7–2 Confidence Intervals for the Mean (σ Known or $n \ge 30$) and Sample Size 345 Confidence Intervals 346

Sample Size 351

7–3 Confidence Intervals for the Mean $(\sigma \text{ Unknown and } n < 30)$ 358

7-4 Confidence Intervals and Sample Size for Proportions 365

Confidence Intervals 366

Sample Size for Proportions 367





- 7-5 Confidence Intervals for Variances and Standard Deviations 373
- 7-6 Summary 380

CHAPTER

Hypothesis Testing 387

- 8-1 Introduction 388
- Steps in Hypothesis Testing-Traditional Method 389
- **8-3** *z* Test for a Mean 401 P-Value Method for Hypothesis Testing 406
- 8-4 t Test for a Mean 415
- **8-5** z Test for a Proportion 425
- **8–6** χ^2 Test for a Variance or Standard Deviation 433
- 8-7 Confidence Intervals and Hypothesis Testing 445
- 8-8 Summary 448



CHAPTER

Testing the Difference Between Two Means. Two Variances, and Two **Proportions 457**

- 9-1 Introduction 458
- 9-2 Testing the Difference Between Two Means: Large Samples 459
- 9-3 Testing the Difference Between Two Variances 471
- **9-4** Testing the Difference Between Two Means: Small Independent Samples 481
- Testing the Difference Between Two Means: Small Dependent Samples 491
- 9-6 Testing the Difference Between Proportions 503
- **9–7** Summary 511 Hypothesis-Testing Summary 1 520



10–4 Coefficient of Determination and Standard Error of the Estimate 548

Correlation and Causation 527

The Significance of the

Line Equation 536

Types of Variation for the Regression Model 548 Coefficient of Determination 550 Standard Error of the Estimate 551 Prediction Interval 553

10-5 Summary 555

CHAPTER

Chi-Square and Analysis of Variance (ANOVA) 563

- 11-1 Introduction 564
- 11-2 Test for Goodness of Fit 565

Test of Normality (Optional) 570

- 11-3 Tests Using Contingency Tables 577 Test for Independence 577 Test for Homogeneity of Proportions 583
- 11-4 Analysis of Variance (ANOVA) 592
- 11-5 Summary 604 Hypothesis-Testing Summary 2 612

APPENDIX

Algebra Review 613

APPENDIX :

Writing the Research Report 619

CHAPTER

Correlation and Regression 521

- 10-1 Introduction 522
- 10-2 Correlation 523

Correlation Coefficient 525



APPENDIX 3

Alternate Approach to the Standard Normal Distribution 621







Contents

APPENDIX Data Bank 643 APPENDIX C **Photo Credits 661** APPENDIX = Glossary 651 APPENDIX Selected Answers SA-1 APPENDIX THE **Bibliography 659** Index 11