

Q//the average income of a person is rs210 and rs10 as a standard deviation in a sample 100 people

(1)
Given that :-

Null hypothesis $H_0: \bar{x} = \bar{x}_2$

Alternative hypothesis $H_1: \bar{x}_1 \neq \bar{x}_2$

Level of significance, $\alpha = 0.05$

Critical region, accept the null hypothesis is,

If, $-1.96 < z < 1.96$

Given that,

Mean of the 1st sample, $\bar{x}_1 = 210$

Mean of the 2nd sample, $\bar{x}_2 = 220$

Standard deviation of 1st sample $S_1 = 10$

Standard deviation of 2nd sample $S_2 = 12$

$$n_1 = 100$$

$$n_2 = 150$$

$$z = \frac{\bar{x}_1 - \bar{x}_2}{\sqrt{\frac{S_1^2}{n_1} + \frac{S_2^2}{n_2}}} = \frac{-10}{\sqrt{\frac{300 + 288}{300}}}$$

$$= \frac{-10}{\sqrt{\frac{588}{300}}} = \frac{-10}{\sqrt{1.96}}$$

$$= \frac{-10}{1.4}$$

$$Z = -7.143$$

(2)

$$|Z| = 7.143$$

$7.143 < 1.96$, the null hypothesis H_0 is accepted at 5% level of significance.

\therefore There is no significant difference between the average incomes of the localities.

