

Contents

About the Author	XV
List of Abbreviations	XVII
1 Statistical Signs and Symbols	1
2 Descriptive Statistics	3
2.1 Empirical Distributions	3
2.1.1 Frequencies	3
2.1.2 Cumulative Frequencies	4
2.2 Mean Values and Measures of Dispersion	6
2.2.1 Mean Values	6
2.2.2 Measures of Dispersion	12
2.3 Ratios and Index Figures	22
2.3.1 Ratios	22
2.3.2 Index Figures	25
2.3.3 Peren-Clement Index (PCI)	38
2.4 Correlation Analysis	50
2.5 Regression Analysis	51
2.5.1 Simple Linear Regression	51
2.5.1.1 Confidence Intervals for the Regression Coefficients of a Simple Linear Regres- sion Function	55
2.5.1.2 Student's t-Tests for the Regression Co- efficients of a Simple Linear Regression Function	57
	IX

2.5.2 Multiple Linear Regression	62
2.5.2.1 Confidence Intervals for the Regression Coefficients of a Multiple Linear Regression Function	64
2.5.2.2 Student's t-Tests for the Regression Coefficients of a Multiple Linear Regression Function	66
2.5.3 Double Linear Regression	66
2.5.3.1 Confidence Intervals for the Regression Coefficients of a Double Linear Regression Function	69
2.5.3.2 Student's t-Tests for the Regression Coefficients of a Double Linear Regression Function	71
3 Inferential Statistics	77
3.1 Probability Calculation	77
3.1.1 Fundamental Terms/Definitions	77
3.1.2 Theorems of Probability Theory	82
3.2 Probability Distributions	88
3.2.1 Concept of Random Variables	88
3.2.2 Probability, Distribution and Density Function	89
3.2.2.1 Discrete Random Variables	89
3.2.2.2 Continuous Random Variables	91
3.2.3 Parameters for Probability Distributions	94
3.3 Theoretical Distributions	96
3.3.1 Discrete Distributions	96
3.3.2 Continuous Distributions	106
3.4 Statistical Estimation Methods (Confidence Intervals) ..	126
3.4.1 Confidence Interval for the Arithmetic Mean of the Population μ	126
3.4.2 Confidence Interval for the Variance of the Population σ^2	130
3.4.3 Confidence Interval for the Share Value in the Population θ	132

3.4.4	Confidence Interval for the Difference of the Mean Values of Two Populations μ_1 and μ_2	134
3.4.5	Confidence Interval for the Difference of the Share Values of Two Populations θ_1 and θ_2	138
3.5	Determination of the Required Sample Size	141
3.5.1	Determination of the Required Sample Size for an Estimation of the Arithmetic Mean μ	141
3.5.2	Determination of the Required Sample Size for an Estimation of the Share Value θ	143
3.6	Statistical Testing Methods	145
3.6.1	Parameter Tests	145
3.6.1.1	Arithmetic Mean with Known Variance of the Population One Sample Test	145
3.6.1.2	Arithmetic Mean with Unknown Variance of the Population One Sample Test	148
3.6.1.3	Share Value One Sample Test	150
3.6.1.4	Variance One Sample Test	152
3.6.1.5	Difference of Two Arithmetic Means with Known Variances of the Population Two Samples Test	155
3.6.1.6	Difference of Two Arithmetic Means with Unknown Variances of the Populations under the Assumption that their Variances are Unequal Two Samples Test ..	157
3.6.1.7	Difference of Two Arithmetic Means with Unknown Variances of the Populations under the Assumption that their Variances are Equal Two Samples Test	160
3.6.1.8	Difference of Two Share Values Two Samples Test	163
3.6.1.9	Quotients of Two Variances Two Samples Test	166
3.6.2	Distribution Tests (Chi-Squared Tests)	169
3.6.2.1	Chi-Squared Goodness of Fit Test	169
3.6.2.1.1	Chi-Squared Goodness of Fit Test for a Discrete Distribution of the Population	169

3.6.2.1.2 Chi-Squared Goodness of Fit Test for a Continous Distribution of the Population	175
3.6.2.2 Chi-Squared Independence Test	179
3.6.2.3 Chi-Squared Homogeneity Test	185
3.6.3 Yates's Correction	190
4 Probability Calculation	193
4.1 Terms and Definitions	193
4.2 Definitions of Probability	194
4.2.1 The Classical Definition of Probabilty	194
4.2.2 The Statistical Definition of Probability	195
4.2.3 The Subjective Definition of Probability	196
4.2.4 Axioms of Probability Calculation	196
4.3 Theorems of Probability Calculation	198
4.3.1 Theorem of Complementary Events	198
4.3.2 The Multiplication Theorem with Independence of Events.....	199
4.3.3 The Addition Theorem	199
4.3.4 Conditional Probability	201
4.3.5 Stochastic Independence	202
4.3.6 The Multiplication Theorem in General Form	203
4.3.7 The Theorem of Total Probability	203
4.3.8 Bayes' Theorem (Bayes' Rule)	205
4.3.9 Overview of the Probability Calculation of Mutually Exclusive and Non-Exclusive Events	208
4.4 Random Variable	209
4.4.1 The Concept of Random Variables	209
4.4.2 The Probability Function of Discrete Random Variables.....	209
4.4.3 The Distribution Function of Discrete Random Variables.....	211
4.4.4 Probability Density and Distribution Function of Continuous Random Variables	212
4.4.5 Expected Value and Variance of Random Variables	217

Contents	XIII
A Statistical Tables	221
B Bibliography	299
Index	307