EXAMPLE

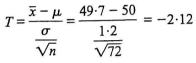
A coal merchant sells coal in bags marked '50 kg'. The merchant claims that the bags have a mean weight of 50 kg with a standard deviation of 1.2 kg. To test this claim, a random selection of 72 of these bags was weighed and found to have a mean weight of 49.7 kg.

- (i) Write down H_0 and H_A .
- (ii) Calculate the test statistic for the sample mean.
- (iii) Calculate a *p*-value for this sample mean.
- (iv) At the 5% level of significance, is there evidence to show that the mean weight of the bags of coal is not 50 kg? Justify your answer.

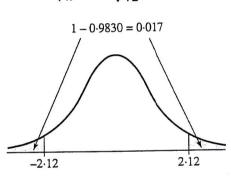
Solution

- (i) $H_0: \mu = 50 \text{ and } H_A: \mu \neq 50.$
- (ii) $\bar{x} = 49.7$, $\mu = 50$, $\sigma = 1.2$ and n = 72.

The test statistic is given by:



(iii)



p-value

$$P(T < -2.12)$$

$$= 1 - P(z \le -2.12)$$

$$= 1 - P(z \le 2.12) = 1 - 0.9830 = 0.017$$
 (tables)

:.
$$p$$
-value = 2(0.017) = 0.034 = 3.4%

(iv) 0.034 < 0.05 or 3.4% < 5%

Thus, there is strong evidence to reject the null hypothesis, H_0 . Therefore, we conclude there is strong evidence to reject the claim by the coal merchant that the average weight of these bags of coal is 50 kg.

 (\square)