Confidence Intervals.

1. To determine an average weight of a bag of apples in certain supermarket 100 bags were examined. Assume that the weights of different bags are independent normal random variables with unknown mean μ and standard deviation $\sigma = 0.5$. The mean weight of the bags under consideration was 2.8 lbs.

(a) Construct confidence intervals for μ with confidence levels 90%, 95% and 99%.

(b) How many bags need to be examined so that the length of the 99% confidence interval is less than 0.1 lbs?

2. 50 statistics students pick up 100 bags of apples each in 50 different Maryland stores and construct 95% confidence intervals using their data. Find the probability that exactly 3 students will come up with intervals which do not contain population mean.

3. A waiting time for a bus at John's work has uniform distribution on the interval $[0, \theta]$. During the first 10 days at work the maximal time John had to wait for the bus was 12 min. Construct 95% confidence interval for the maximal waiting time θ .

4. An avergage water consumption for a certain home during 2011 was 135 gal/day with sample standard deviation of 25 gal/day. Compute large sample confidence interval for the mean water consumption at that home with confidence level 95%.

5. A new drug given to 49 patients resulting in lowering their systolic blood pressure on average by 20 units with sample standard deviation of 10 units. Let μ be the mean drop in the blood pressure achived by the drug. Compute large sample lower 95% confidence bound for μ .

6. 62 out of 100 Maryland students admitted that they will not do homework assignment if it is ungraded.

(a) Find the score confidence interval with confidence level 95% for the proportion of students who will not do homework if it is ungraded.

(b) Compare this interval with large sample confidence interval using estimated variance.

7. Calls to a technical support center of a certain company form Poisson process. During 168 hours the center received 210 calls.

(a) Find the score confidence interval with confidence level 95% for the intensity of calls.

(b) Compare this interval with large sample confidence interval using estimated variance.

8. The total amount of money deposed in a brunch of a certain bank has normal distribution. The study of total amount of deposits was conducted for n days and resulted with sample mean of 105K and sample standard deviation of 9K.

(a) Compute the 95% confidence interval for the mean daily deposit if n = 5.

(b) Compute the 95% confidence interval for the mean daily deposit if n = 51 and compare it with large sample confidence interval.

(c) Compute the 95% lower confidence bound for the mean daily deposit if n = 5.

(d) Compute the 95% confidence interval for the next day deposit if n = 51.