

The big picture focus of Exam 2 is the basic idea of **statistical inference**, or the tools statisticians use to interpret descriptive statistics in the face of *sampling variability*, which is the recognition that conclusions drawn from a sample of data may not perfectly mirror what is true of a population.

Specific topics you should be familiar with:

- **Sampling from a population**
 - What is the difference between a sample and a population?
 - What challenges when working with a sample
 - Sampling bias
 - Be familiar with random sampling methods as a way to obtain a representative sample
 - Be familiar with convenience sampling and its strengths/weaknesses
 - Sampling variability
 - Contributing factors: sample size, amount of variability in the population
 - Know what “standard error” or SE is, and how it relates/differs from standard deviation
- **Confidence interval estimation**
 - Point estimates vs. interval estimates
 - Why sampling variability makes interval estimates more useful
 - What is meant by the “confidence level” in a confidence interval estimate
 - Know the generic formula “Point Estimate \pm $c \cdot SE$ ”
 - Know the roles of each component in this formula (ie: “ c ” calibrates the interval in terms of confidence level, while “ SE ” expresses the sampling variability of the point estimate).
 - Bootstrapping as a method for evaluating sampling variability
 - Know what bootstrapping is and how it is done (ie: resampling the original sample with replacement, calculating a bootstrapping statistic, etc.)
 - Be familiar using bootstrapping to estimate the standard error to use in the formation of a confidence interval estimate
 - Know how to find a percentile bootstrap confidence interval when given a bootstrap distribution
 - Know how to calculate a confidence interval using a Normal approximation and Central Limit theorem formula (given on our formula sheet) for 1 proportion or a difference in 2 proportions, and for 1 mean or a difference in 2 means
 - Know when to use the t-distribution and why it must be used in certain situations
 - Know when a Normal approximation based approach is not appropriate (ie: sample size conditions, etc.)
 - Know how to properly interpret a confidence interval
- **Hypothesis testing**
 - Know how to set up an appropriate null hypothesis and alternative hypothesis given a written description of a scenario
 - Know when a scenario involves a single proportion (ie: $H_0: p = 0.5$) or a difference in proportions (ie: $H_0: p_1 - p_2 = 0$)

- Know the relationship between the null hypothesis and the scientific conclusion that the researchers would like to establish
- Know how to interpret a p-value as a measure of evidence against a null hypothesis
 - Be familiar with common p-value misconceptions as illustrated in our lecture slides
 - Understand the concept of a “decision threshold” for statistical significance and its relationship with the likelihood of Type 1 errors and Type 2 errors
 - Be familiar with the problems that come with performing multiple different hypothesis tests within a single experiment
- Know how to perform a hypothesis test using a randomization distribution
- Know how to perform a hypothesis test using a Normal approximation and Central Limit formula for 1 proportion or a difference in 2 proportions, and for 1 mean or a difference in 2 means
 - Know when to use the t-distribution and why it must be used in certain situations
 - Know when a Normal approximation based approach is not appropriate (ie: sample size conditions, etc.)
- Know the relationship between confidence intervals and hypothesis testing and how they provide complimentary information