

Two-sample T test Using excel

Let x_1, \dots, x_n and y_1, \dots, y_m are two independent random samples drawn from $N(\mu_x, \sigma_1^2)$ and $N(\mu_y, \sigma_2^2)$. To test equality of two population variances, we follow the steps below:

- 1- Setup the hypotheses

$$H_0 : \mu_x = \mu_y$$

$$H_1 : \begin{cases} \mu_x \neq \mu_y \\ \mu_x > \mu_y \\ \mu_x < \mu_y \end{cases}$$

- 2- Calculate the test p-value (this value can be calculated using excel)

- 3- Decision: reject H_0 if p-value $\leq \alpha$, otherwise accept H_0 , where α is the significance level

Example:

Let x_1, \dots, x_n and y_1, \dots, y_m are two independent random samples drawn from $N(\mu_x, \sigma_1^2)$ and $N(\mu_y, \sigma_2^2)$, respectively. Test whether the means of the populations X and Y are equal in two cases

- (i) The variances are equal
- (ii) The variances are not equal

X	Y
77	79
30	38
25	84
30	45
44	85
40	76
65	62
44	44
77	42
75	77
	36
	85