Sample	Sta	tis	tics
Sample	Prupur	LIVIIS I	ractice

Name	Key
Period	Date

1. M&M's. The candy company claims that 10% of the M&M's it produces are green. Suppose that the candies are packaged at random in small bags containing about 50 M&M's. A class of elementary school students learning about percents opens several bags, counts the various colors of candies, and calculates the proportion that are

a) If we plot a histogram showing the proportions of green candies in the various bags, what shape would you expect it to have? Symmetric

$$P = 0.1$$
 $N = 50$

b) Can that histogram be approximated by a Normal model? Explain.

$$np = 50(.1) = 5$$
 $n(1-p) = 50(.9) = 45$

c) Where should the center of the histogram be?

d) What should the standard deviation of the proportion be?
$$\frac{P(1-P)}{P} = \sqrt{\frac{(-1)(.9)}{50}} = 0.042$$

- 2. Suppose the class buys bigger bags of candy, with 200 M&M's each. Again the students calculate the proportion of green candies they find.
 - a) Explain why it's appropriate to use the Normal model to describe the distribution of the proportion of green M&M's they might expect.

$$np = 200(.1) = 20$$
 Both products are at least 10.
 $n(1-p) = 200(.9) = 180$

- b) Use the 68-95-99.7 Rule to describe how this proportion might vary from bag to bag. Le 870 of the bags should have a prop. of green MtMs win 1 st. dev. of the mean btw .079 and .121. 9590 win 2 st. dev. 99.7 win c) How would this model change if the bags contained even more candies? 3 st. dev.
- c) How would this model change if the bags contained even more candies? The standard deviation will decrease.

As sample size T, variability V.

3. In a really large bag of M&M's, the students found 500 candies and 12% of them were green. Is this an unusually large proportion of green M&M's? Explain.

arge proportion of green M&M's? Explain.

$$Z = \frac{.12 - .1}{.013} = 1.53$$

1270 Is 1.53 St. dev. from the mean.

- 4. Loans. Based on past experience, a bank believes that 7% of the people who receive loans will not make of green payments on time. The bank has recently approved 200 loans.
 - a) What are the mean and standard deviation of the proportion of clients in this group who may not make timely payments? $\sqrt{p} = 0.07$ $\sqrt{p} = \sqrt{(.07)(.93)} = 0.018$

N > 10 (200) We are assuming the pop.
$$np = 200(.07) = 14 > 10$$

N> 2000 is at least 2000 people $n(1-p) = 200(.93) = 186 > 10$

c) What's the probability that over 10% of these clients will not make timely payments?



