

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BA DEGREE EXAMINATION MAY 2017
(Fourth Semester)

Branch- ECONOMICS

STATISTICAL METHODS - II

Time : Three Hours

Maximum : 75 Marks

SECTION-A (20 Marks)

Answer ALL questions

ALL questions carry EQUAL marks (10 x 2 = 20)

- 1 What is price index number?
- 2 Write down the Laspeyre's formula to construct price index number.
- 3 Give the meaning of time series analysis.
- 4 Define semi-average method.
- 5 Write the meaning of probability.
- 6 What is simple events?
- 7 Define theoretical distribution.
- 8 What do you mean by Poission distribution?
- 9 What is chi-square test?
- 10 Expand ANOVA.

SECTION - B (25 Marks!)

Answer ALL Questions

ALL Questions Carry EQUAL Marks (5 x 5 = 25)

- 11 a What is Weighted index number? Explain.

OR

- b Construct the price index number using Laspeyre's method.

Commodity	Base year		Current year	
	Price	Quantity	Price	Quantity
A	4	40	2	60
B	2	50	5	100
C	3	10	4	40
D	1	30	3	50

- 12 a Explain the usefulness of time series.

OR

- b Fit a straight line trend using semi-average.

Years:	2000	2001	2002	2003	2004	2005	2006	2007
Food grains Production:	138	141	145	148	156	160	174	210

- 13 a State the additional theorem of probability.

OR

- b From a pack of card, what is the probability of getting a spade or a heart and the probability of getting a spade ace or a club queen?

- 14 a List out the properties of normal distribution.

OR

- b The probability that an evening college students will graduate is 0.4. Determine the probability that out of 5 students (a) None (b) One and (c) At least one will graduate.

Cont...

15 a Briefly explain the characteristics of chi-square test.

OR

b A dice is tossed 120 times with the following results:

No. turned up:	1	2	3	4	5	6	Total
Frequency:	30	25	18	10	22	25	430

Test the hypothesis that the dice is unbiased.

SECTION - C (30 Marks)

Answer any THREE Questions

ALL Questions Carry EQUAL Marks (3 x 10 = 30)

16 Construct Fisher's index number and show how it satisfies time reversal test and factor reversal test.

Commodity-	Base Year		Current Year	
	Price	Quality	Price	Quantity
A	10	12	12	15
B	7	14	5	20
C	5	24	9	20
D	16	5	14	-5

17 Fit a straight line trend using the method of least squares.

Year: ' 2000	01	02	03	04	05	06	07	08	
Production (in million tonnes):	2 ²	2 ³	25	* 24	25.	26	26	27	28

18 A boy and a girl appear in an interview for two vacancies in the same post. The probability of boy's selection is $\frac{1}{5}$ and that of girl's selection is $\frac{1}{3}$. Find the probability that

- (a) Both of them will be selected
- (b) Only one of them will be selected
- (c) None of them will be selected. *

19 Find the probability that at most 5 defective bolts will be found in a box of 200 bolts if it is known that 2% of such bolts are expected to be defective ($e^4 = 0.0183$).

20 1000 families were selected at random in a city to test the belief that high income families usually send their children to public schools and the low income families often send their children to govt, schools. The following results were obtained.

Income	School		Total
	Public	Govt.	
Low,	370	430	800
High	130	70	200
Total	500	500	1000

Test whether the income and type of schooling are independent.