CHAPTER 8: Interval Estimation

Learning Objectives

After studying this chapter and doing the exercises, you should be able to:

- 1. Explain the purpose of an interval estimate of a population parameter.
- 2. Explain the meaning of the terms margin of error, confidence interval, confidence level and confidence coefficient.
- 3. Construct confidence intervals for a population mean:
 - 3.1 When the population standard deviation is known, using the normal distribution
 - 3.2 When the population standard deviation is unknown, using the *t* distribution.
- 4. Construct large-sample confidence intervals for a population proportion.
- Calculate the sample size required to construct a confidence interval with a given margin of error for a population mean, when the population standard deviation is known.
- 6. Calculate the sample size required to construct a confidence interval with a given margin of error for a population proportion.