

2. Introduction
to Hypothesis
test

Resume of Lecture by Pr. Bob Gallagher from MIT

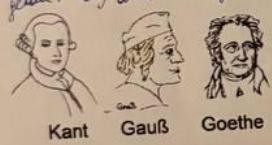
Massachusetts Institute of Technology (MIT)

George Boole (1815-1864) developed Boolean logic
The principles of logical thinking have been understood (and occasionally used) since the Hellenic era.
Boole's contribution was to show how to systemize these principles and express them in equations (called Boolean logic or Boolean algebra).

Claude Shannon (1916-2001) showed how to use Boolean algebra as the basis for switching technology. This contribution systemized logical thinking for computer and communication systems, both for the design and programming of the systems and their applications.

Logic continues to be abused in politics, religion, and most non-scientific areas.

Logic continues to be abused in politics, religion and most non-scientific areas



Kant, Gauss, Goethe are great

Kant, Gauss, Goethe - Germans

Germany Great

A little nationalistic, but this is an sample of right logic



Bad logic (abuse of logic)

Applied communication as a system, invented the bit, focused on structure and conditions

The Mathematical Theory of Communication



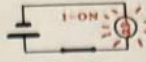
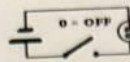
Creating a reliable connection over an unreliable (noisy) channel that's what IT is about

and that's what Shannon did

mathematical study of how information is quantified, stored and communicated



Sapere aude!



Logical addition
(disjunction)

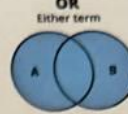
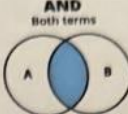
A	B	F=A ∨ B
0	0	0
0	1	1
1	0	1
1	1	1

Conjunction:		
p	q	p ∧ q
T	T	T
T	F	F
F	T	F
F	F	F



Definition: Truth table Length: 4 bits

BOOLEAN LOGIC



Good logic



Socrates

Socrates was a philosopher



Socrates

philosophers are men



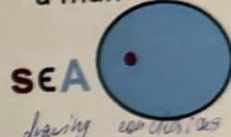
Plato



Aristotle



Socrates was a man



Have concerned with the structure of arguments and drawing conclusions from premises, often represented in natural languages rather than symbols

Bad logic



Socrates was a man



Socrates



Plato



Aristotle

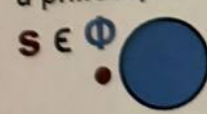


Socrates

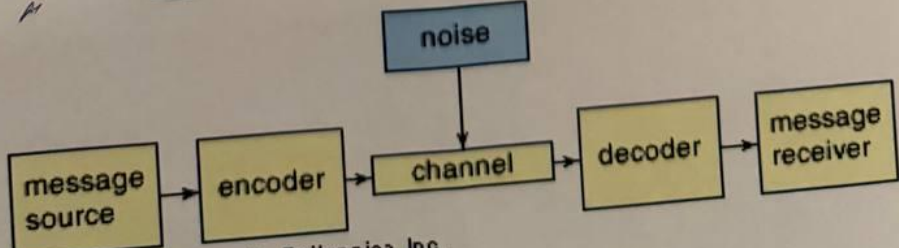
philosophers are men



Socrates was a philosopher



requires digital processing



XOR

0	0		0
0	1		1
1	0		1
1	1		0

0101₂ → 5₁₀

0111₂ → 7₁₀

class MBoole

{

public static void Main()

{

}

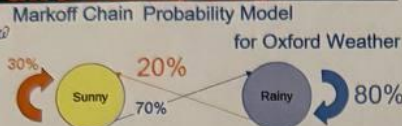
}

System Console.WriteLine("Hi");

Solve as MBoole.cs



not being
or previous



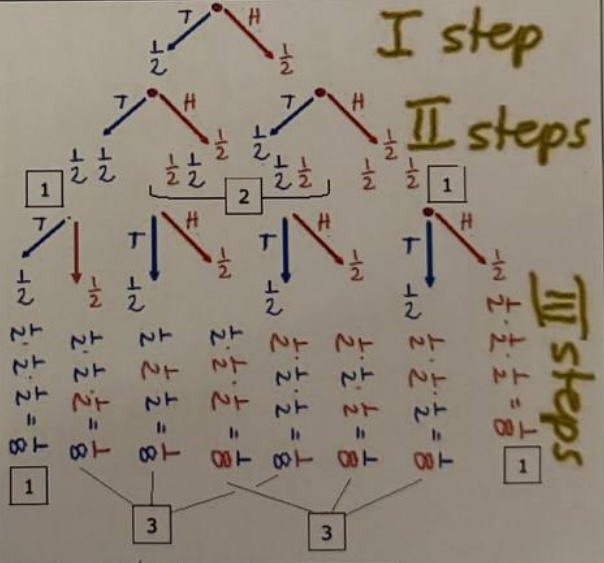
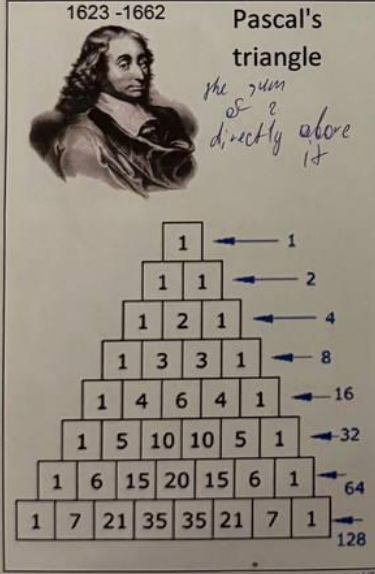
CHALK+TALK **ink+think**
take notes on the lecture yourself

Motivation: 80% chance of rain
Let A_j be the event of rain at Jam
on day j of this term, $1 \leq j \leq n$

Suppose the events A_i
each have probability p , independently

School = formalism => Uni

Oxford	Tue 13th	Wed 14th	Thu 15th	Fri 16th
	10° 9°	13° 10°	13° 8°	11° 7°
	70%	70%	70%	60%



$\frac{m_1! m_2!}{n!}$

$(a+b)^0 = 1$
 $(a+b)^1 = a+b$
 $(a+b)^2 = a^2 + 2ab + b^2$
 $(a+b)^3 = a^3 + 3a^2b + 3ab^2 + b^3$
 $(a+b)^4 = a^4 + 4a^3b + 6a^2b^2 + 4ab^3 + b^4$
 $(a+b)^5 = a^5 + 5a^4b + 10a^3b^2 + 10a^2b^3 + 5ab^4 + b^5$

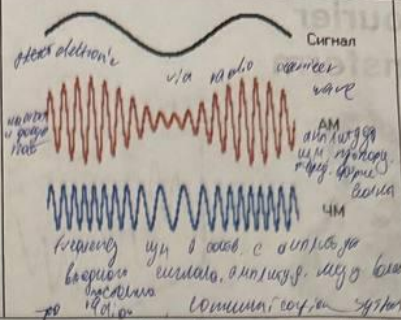
Newton's Binomial
 $(1+x)^p = \dots$

$\sum_{k=0}^n \binom{n}{k} a^k b^{n-k}$ *ref from Pascal's A* $P_r ABBA$

permission signal (and) signal, data signal
data proper number, information



Reginald A. Fessenden
(October 6, 1866 – July 22, 1932)

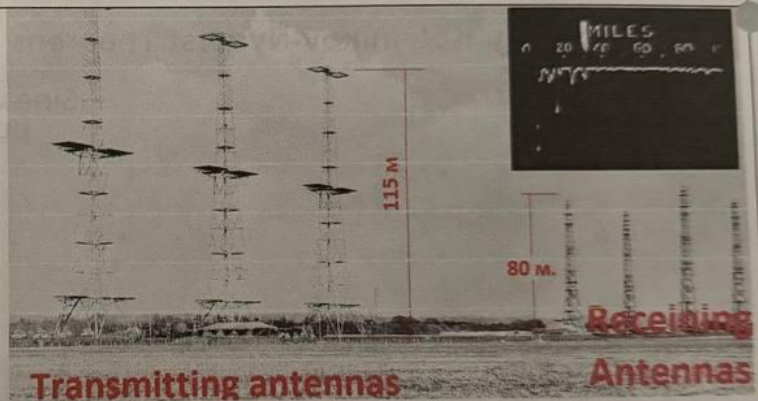


(October 6, 1866 – July 22, 1932)

first transmission of speech by radio (1900), and the first two-way radiotelegraphic communication across the Atlantic Ocean (1906)

"Ни одна организация, занимающаяся какой-либо конкретной областью деятельности, никогда не изобретает какие-либо важные разработки в этой области или не внедряет какие-либо важные разработки в этой области до тех пор, пока она не будет вынуждена сделать это из-за внешней конкуренции.." Oxford University Press. The Quarterly Journal of Economics, Feb., 1926, p. 262.

Battle of Britain
(3 month 3 weeks)
10.07-31.10.1940



Radar played a major role in the Battle of England

early warning of incoming raids → more effective interception and defense strategies

H. Nyquist



$$W = K \log m$$

Where W is the speed of transmission of intelligence,
 m is the number of current values,
and, K is a constant.



Ralph **Hartley**
(181:1888-1970)

$$H = n \log s$$

$$= \log s^n.$$

the entropy H is a measure of the uncertainty or disorder in the arrangements of cards

$s = 28,58$ bits
amount of information or uncertainty associated with the arrangement of the cards in a shuffled deck

model how transforming a signal from its original domain into a representation in the frequency domain

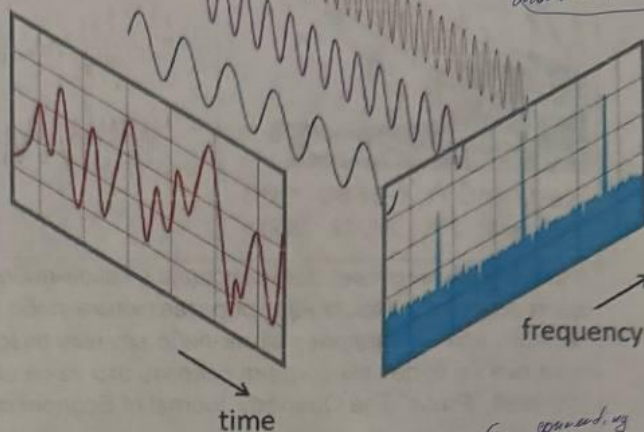
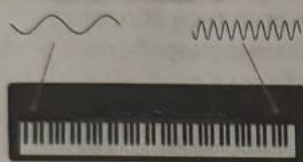
tells what frequencies are inside the signal
 clock → notes

Fourier transform



It breaks down complex waveforms (saw, sq, etc) into collection of pure sinusoidal waves of diff. frequencies and amplitudes

time → frequency

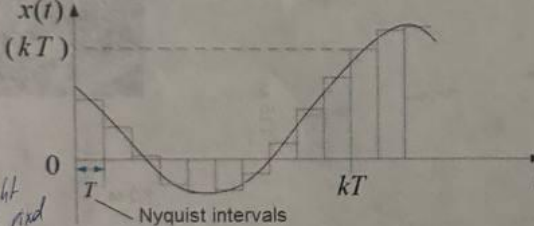


how often do we need to measure with to capture its shape or behavior

just → capture light and color in any kind

Sampling. Kotelnikov-Nyquist Theorem

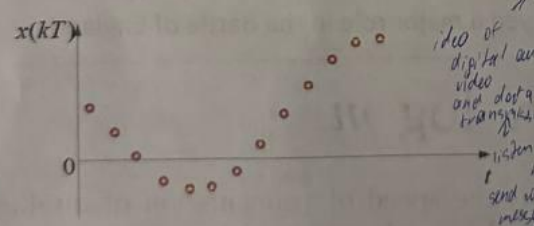
sample theorem



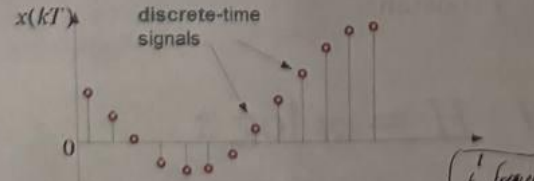
Time intervals T, through which readings s(kT) are taken, are called Nyquist intervals.

Sine with period T

Sampling at T/2



idea of digital audio and video and data transmission
 listen song rps and vice versa



$$F_{\text{sample}} \geq 2 * F_{\text{max}}$$

$$(T_{\text{sample}} \leq T_{\text{min}} / 2)$$

quantity of int = log₂ N

$f = 1$
 $f = 2$
 $f = 3$

$T = 1$
 $T = 1/2$
 $T = 1/3$

$T_0 \cdot f = 1$

max frequency we can capture is half the sampling rate

$$\frac{n!}{2!}$$

$$n! = (1/n-1) (n-2)$$

$$P(A) = \frac{n_1! \cdot n_2!}{n!} - n - m_1$$

$$G! \in \underbrace{A_1 A_2 A_3} \text{ BCD}$$

$$S! \in \boxed{B A_2 A_1 A_3 C}$$

$$\begin{aligned} k=2 \\ \frac{n!}{m_1! m_2!} \\ m_1! (n-m_1) \\ m_2 = f(n) \\ m_2 = 2 \end{aligned}$$

$$= m_1 + m_2 + m_3$$

$$\frac{n!}{m_1! m_2! m_3!}$$

$$\begin{aligned} L \\ x_1 x_1 \\ \underbrace{} \\ m_1 \end{aligned}$$

$$\begin{aligned} M \\ x_1 x_2 \\ \underbrace{} \\ m_2 \end{aligned}$$

$$\begin{aligned} T \\ x_2 x_2 \\ \underbrace{} \\ m_2 \end{aligned}$$

$$n = m_1 + m_2 + \dots + m_k$$

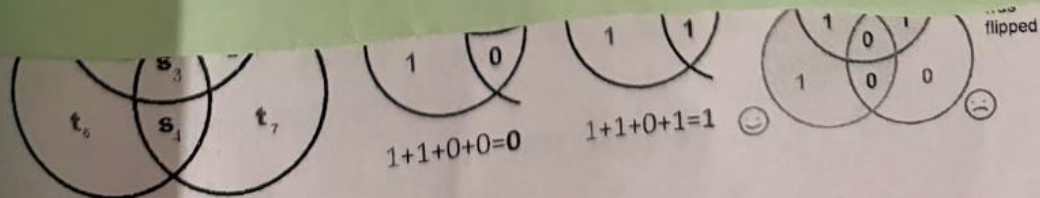
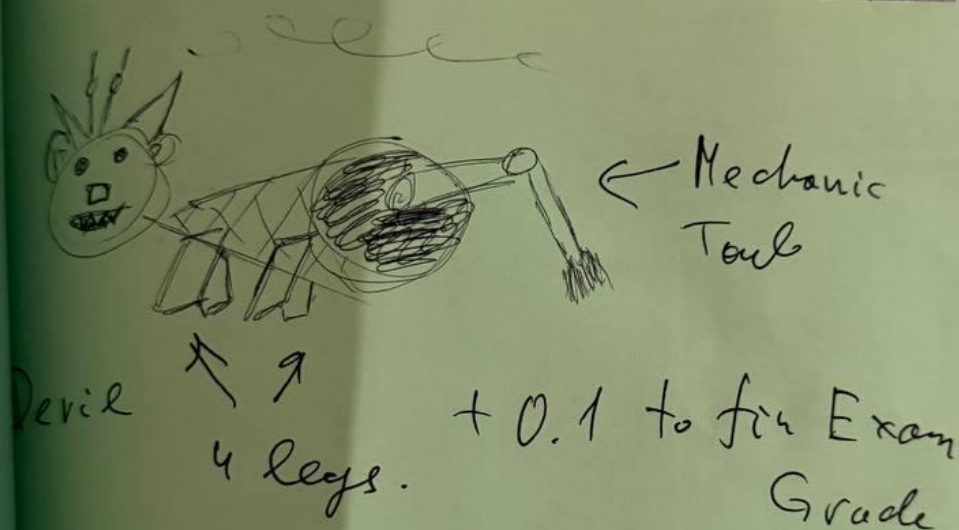
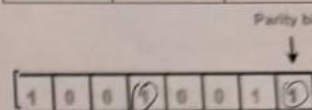
$$\frac{n!}{m_1! m_2! \dots m_k!}$$



Sir Dr. D. MacKay,
University of Cambridge
(22 April 1967 – 14 April 2016)

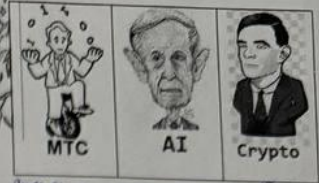


"I believe in clean energy,
but I also believe in mathematics"





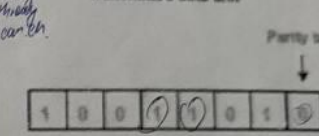
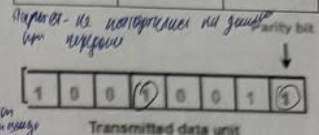
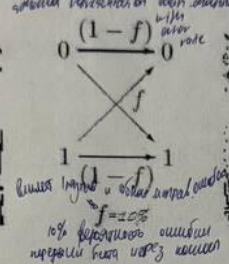
Sir Dr. D. MacKay,
University of Cambridge
(22 April 1967 - 14 April 2016)



Michael
Shellenberger

"I believe in clean energy,
but I also believe in mathematics"

Communication
Theory, focusing
on idea
of error rates
in transmitted
messages



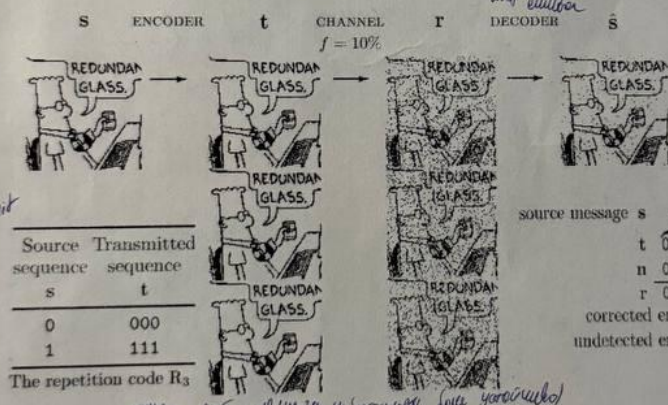
simple error detecting mechanism
used in digital count and storage
Extra bit added to string of
binary data to help detect
whether an error during
transmission
Note: not redundancy

error correction
using a
repetition code

using
repetition
to transmit

Binary sequence
repeated
three times

total number of
bits
in the encoded
message



Source sequence s	Transmitted sequence t
0	000
1	111

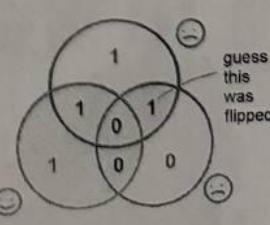
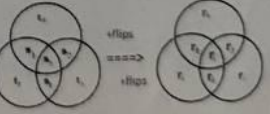
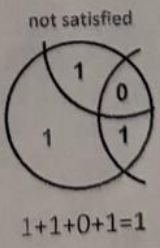
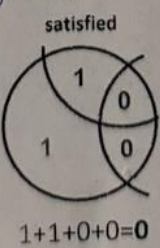
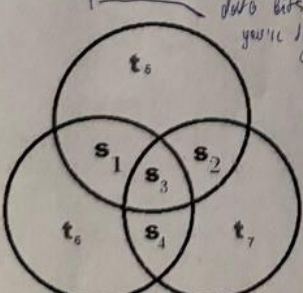
The repetition code R_3

source message s	0	0	1	0	1	1	0
t	000	000	111	000	111	111	000
n	000	001	000	000	101	000	000
r	000	001	111	000	010	111	000

corrected errors *
undetected errors

undetected errors
large number

7.4. Hamming code.



7 → 0 1 1 1
P1, P2, P3, D4
P1 → 0
P2 → 0
P3 → 1
D4 → 1
000 1111

4 000 ① ← Quest
 2 question
 Entropy
 y_2

$$\log_2 4 = 2$$

1: $H(x) = 0,5 \cdot 1 + 0,3 \cdot 2 + 0,1 \cdot 3 + 0,1 \cdot 3 = 0,5 + 0,6 + 0,3 + 0,3 = 1,7$

2: $H(x) = \frac{3}{12} \cdot 1 + \frac{3}{12} \cdot 2 + \frac{3}{12} \cdot 3 + \frac{5}{12} \cdot 3 = 2,25$

$$H = \sum_{x=1}^n p(x) \log_2 \left(\frac{1}{p(x)} \right) \leftarrow \text{Shannon Entropy}$$

$$f(x) = \log_2 \left(\frac{1}{p(x)} \right) \leftarrow \text{Quantifying Information}$$

Var. 2:

$$\begin{aligned} H(x) &= 0,5 \cdot \log_2 \left(\frac{1}{0,5} \right) + 0,3 \cdot \log_2 \left(\frac{1}{0,3} \right) + 0,1 \cdot \log_2 \left(\frac{1}{0,1} \right) + 0,1 \cdot \log_2 \left(\frac{1}{0,1} \right) \\ &= 0,5 \cdot \log_2 2 + 0,3 \cdot \log_2 3,33 + 0,1 \cdot \log_2 10 + 0,1 \cdot \log_2 10 = 0,5 \cdot 1 + 0,3 \cdot 1,77 + 0,1 \cdot 3,32 + 0,1 \cdot 3,32 = 1,686 \end{aligned}$$

decision-making process



Say
NO to
the
first



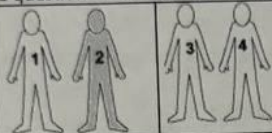
Say YES to
the second
if it is better
than the
first



Say NO to the
third only if it is
worse than all
the others

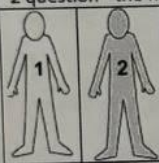


1 question - the first or second group



X

2 question - the first or second group



X

Question 1

Question 2

Average number of questions =

$$1 \cdot 0.5 + 2 \cdot 0.25 + 3 \cdot 0.125 + 3 \cdot 0.125$$



Question 1. Is this Zuckerberg?	 50%	$1 \cdot 0.5$
Question 2. Is this Sergey Brin?	 25%	$2 \cdot 0.25$
Question 3. Is this Stefan from BMW?	 12,5%	$3 \cdot 0.125$
So Prince Saud	 12,5%	$3 \cdot 0.125$

Average number of questions = 1,75

Average number of questions =

$$2 \cdot 0.25 + 2 \cdot 0.25 + 2 \cdot 0.25 + 2 \cdot 0.25 = 2$$

y/n
questions

low logic and the
data effect

the average number
of steps needed

max/min
entropy

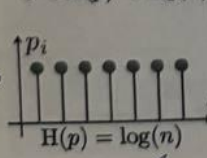
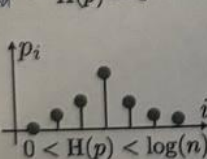
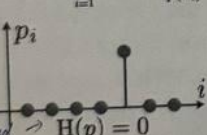
no surprise
point gained

partial uncertainty
some events more likely
than others

maximum
uncertainty

all events
equally likely

$$H(X) = - \sum_{i=1}^n p(x_i) \log_2 \frac{1}{p(x_i)}$$



$$\sum_{i=1}^n p(i) \log_2 \frac{1}{p(i)}$$

Quantifying
information

$$I(x_i) = \log_2 \left(\frac{1}{p_i} \right)$$

number of bits
required to encode
choice

$$\sum_{i=1}^n p(x_i) I(x_i)$$

Shannon's entropy



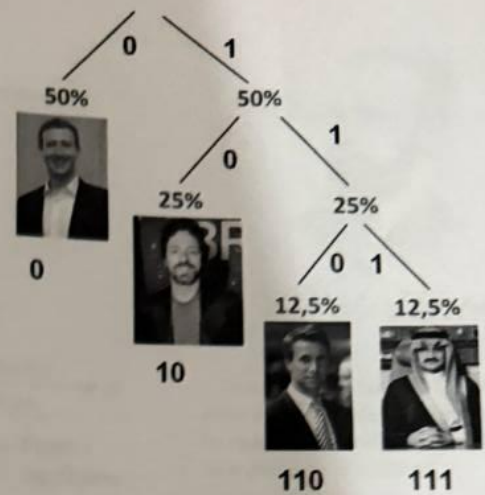
50 billion 25 billion 12.5 billion 12.5 billion



Mark Zuckerberg P(1)= 50%
Sergey Brin P(2)= 25%
Stefan Quandt P(3)= 12,5%
Prince Al Saud P(4)= 12,5%

First-order approximation
(symbols independent but with frequencies of Belarusian txt).

Мама мыла ра
 М - 3 — 30% 1-3 М
 а - 4 — 40% 4-7 а
 ы - 1 — 10% 8 -ы
 л - 1 — 10% 9 -л
 р - 1 — 10% 10 -р
 10
 лла мам ма р



Мама мыла ра

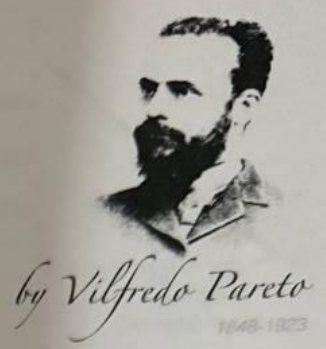
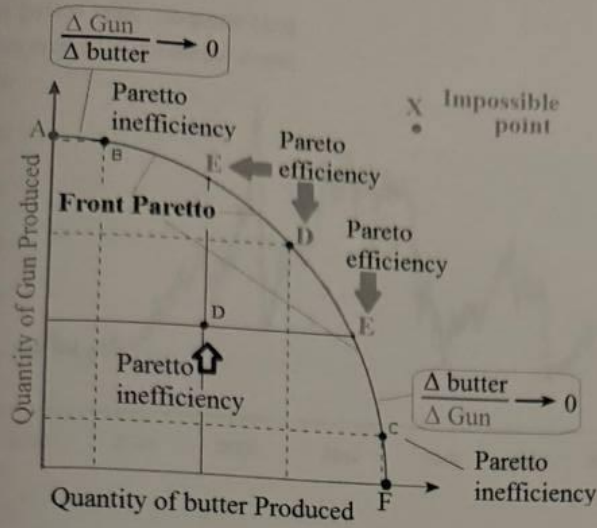
Ма - 2 22%	1-2 ма
ам - 2 22%	3-4 ам
мы - 1 11%	5 мы
ыл - 1 11%	6 ыл
ла - 1 11%	7 ла
а р - 1 11%	8 ар
ра - 1 11%	9 ра

9

0. 4 6 7 3 1 9 1 6 7 3 5
 ам ыл ла ам ма ра ма ыл ла ам мы
 мылла рама



Second-order approximation (diagram (2-symbols) structure as in Belarusian)

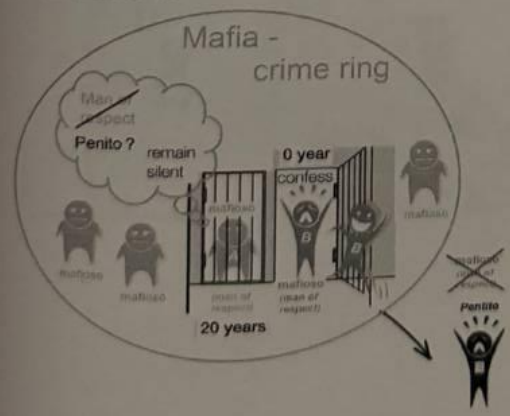


The orange sector E-D-E is the most Pareto efficient - since an increase in one indicator leads to a decrease in another.

Prisoners' dilemma

		prisoner B	
		confess	remain silent
prisoner A	confess	5 years, 5 years	0 year, 20 years
	remain silent	20 years, 0 year	1 year, 1 year

© 2010 Encyclopaedia Britannica, Inc.



Game Theory Nash Equilibrium



** => Nash equilibrium

		Player 2	
		Recognition;	Non-recognition;
Player 1	H ₁ (x)		
		1	2
Recognition;	1	-5, -5	-20, 0
Non-recognition;	2	-20, 0	-1, -1

-1-1
Pareto Optimality

Consider our 'experiment', which has a set of Ω of outcomes
 $w \in \Omega$

Examples:

1) Tossing a coin $\Omega = \{H, T\}$

2) Throwing a dice 

$\Omega = \{(i, j), i, j \in [1, 2, 3, 4, 5, 6]\}$

A-subset of Ω -event

coin comes up tail $A = \{T\}$ - event

$A = \{(3, 6)\}$ - event

If $w \in \Omega$ is the outcome, we say it occurs if $w \in A$
 complement of A : A^c - occur when it doesn't occur
 or A^c

Difference: $A \setminus B = A \cap B^c$

Intersection: $A \cap B$ occur if both A and B occur

$A \cup B$ occur if any for B occur

Union:

$$\begin{array}{r} 00 \\ 01 \\ 10 \\ 00 \end{array} \bigg| \begin{array}{r} 0 \\ 0 \\ 0 \\ 1 \end{array}$$

$$\text{Union: } \begin{array}{r} 00 \\ 01 \\ 10 \\ 00 \end{array} \bigg| \begin{array}{r} 0 \\ 1 \\ 1 \\ 1 \end{array}$$

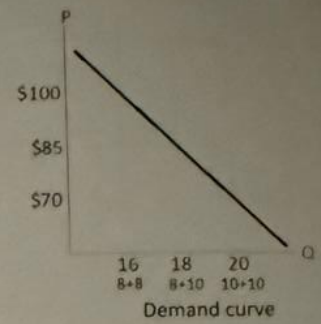
A and B are disjoint if $A \cap B = \emptyset$

$\Downarrow$

A and B cannot occur together

Oil price hits 18-year low

Brent crude, US dollars per barrel



Barrel		1.		2.	
		$8 \cdot 10^6$ day		$10 \cdot 10^6$ day	
1.	$8 \cdot 10^6$	 \$800 millions per day $\frac{\$100}{\text{barrel}}$	 \$850 millions per day $\frac{\$85}{\text{barrel}}$		
	$10 \cdot 10^6$	 \$680 millions per day $\frac{\$85}{\text{barrel}}$	 \$700 millions per day $\frac{\$70}{\text{barrel}}$		
2.	$10 \cdot 10^6$	 \$850 millions per day $\frac{\$85}{\text{barrel}}$	 \$700 millions per day $\frac{\$70}{\text{barrel}}$		

