## Section 10.6 — Examples

**Problem:** Construct a 98% confidence interval for  $\sigma^2$  from the following data:

**Problem:** A new method for measuring room temperature is developed, and a sample of measurements (shown below) of a room having true temperature 80 degrees F is produced. Is the instrument more accurate than the current method, which has  $\sigma^2 = 0.65$ ? Test with  $\alpha = 0.5$ .

$$80.10, 80.03, 79.87, 81.01, 79.50, 80.69, 80.90$$

Note: n = 7,  $\bar{x} = 80.3$ ,  $s^2 = \frac{1.954}{6} = 0.326$ .