

Section 2: Testing for correlation

Crucial points

1. **Make sure that you know the difference between the meanings of r and ρ and use them appropriately**

The calculated value of r , which is the correlation coefficient for the sample data set, provides an estimate for ρ , which is the correlation coefficient for the parent population. You should use ρ in the statement of your hypotheses.

2. **Make sure you write down hypotheses correctly**

Make sure you know whether you are using a one-tail test or a two-tail test. Think carefully about the form of the alternative hypothesis: depending on the wording of the question, it may be $\rho > 0$, $\rho < 0$ or $\rho \neq 0$.

Always write down your hypotheses using symbols in terms of ρ , and remember to state that ρ is the correlation coefficient for the parent population.

3. **Remember to state the result of the test in words**

It is not enough to state “accept H_0 ” or “reject H_0 ” (although you must do this!) – you must also give the result in plain English, using words such as “the evidence suggests...” or “there is not sufficient evidence to suggest that...” – never “This proves that...”!

4. **Remember that correlation does not imply causation**

If there is correlation between two sets of variables, it may be the case that one variable causes the other, but this is not necessarily the case. For example, a third variable might affect both variables.