Sequential Confidence Limits for the Ratio of Two Binomial Proportions

HOKWON CHO† AND Z. GOVINDARAJULU‡

Abstract

We present a sequential method for obtaining approximate confidence limits for the ratio of two independent binomial proportions based on a slightly modified maximum likelihood estimator. Large-sample properties of the proposed sequential estimator are studied. Monte Carlo simulation is carried out in order to investigate its finite sample behavior. The proposed method is applied to a numerical example for illustration and its use.

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†Mailing Address: Department of Mathematical Sciences, University of Nevada, Las Vegas, Las Vegas, NV 89154. E-mail: cho@unlv.nevada.edu.

‡Mailing Address: Department of Statistics, University of Kentucky, Lexington, KY 40506. E-mail: raju@ms.uky.edu.