

## Question #23

**Key: E**

Assume that  $\theta > 5$ . Then the expected counts for the three intervals are  $15(2/\theta) = 30/\theta$ ,  $15(3/\theta) = 45/\theta$ , and  $15(\theta - 5)/\theta = 15 - 75/\theta$  respectively. The quantity to minimize is

$$\frac{1}{5} \left[ (30\theta^{-1} - 5)^2 + (45\theta^{-1} - 5)^2 + (15 - 75\theta^{-1} - 5)^2 \right].$$

Differentiating (and ignoring the coefficient of  $1/5$ ) gives the equation

$$-2(30\theta^{-1} - 5)30\theta^{-2} - 2(45\theta^{-1} - 5)45\theta^{-2} + 2(10 - 75\theta^{-1})75\theta^{-2} = 0. \text{ Multiplying through by } \theta^3$$

and dividing by 2 reduces the equation to

$$-(30 - 5\theta)30 - (45 - 5\theta)45 + (10\theta - 75)75 = -8550 + 1125\theta = 0 \text{ for a solution of}$$

$$\hat{\theta} = 8550/1125 = 7.6.$$