

Types of Errors and Results / Incurred Costs

		Your product/service is actually	
		Good	No Good
The decision of your internal quality assurance is to	Accept	<p>Correct Decision **No Waste**</p>	<p>Incorrect Decision (<u>Type II Error</u>) **Results in External Failure Costs**</p>
	Reject	<p>Incorrect Decision (<u>Type I error</u>) ** Results in additional Appraisal Costs and some Internal Failure Costs**</p>	<p>Correct Decision **Results in Internal Failure Costs**</p>