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Paper- 08; Mathematical Economics and Statistics

Topic- Numerical of Regression Equation

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|---|------------------------|--------------|--------------|----------------------------|
| So From the | followin | g clata | Obtain | the two |
| So From the following data Obtain the two regression equations: X 6 2 10 4 8 Y 9 11 5 8 7 | | | | |
| X 6 | 2 | 10 | 4 | 8 |
| 1 9 | 11 | 5 | 8 | 7 |
| The regression equation of Y on X=Y=a+6x. | | | | |
| determine a and 6 above, the | | | | |
| following two mormal equations are to be | | | | |
| Solved - | | | | |
| $\Xi Y = N\alpha + 6\Xi X$ $\Xi X Y = \alpha \Xi X + 6\Xi X^{2}$ | | | | |
| $\begin{array}{c ccccccccccccccccccccccccccccccccccc$ | | | | |
| $6 9 (6)^2 = 36 (9)^2$ | =81 6X9=54 | $6-6=0(0)^2$ | 0 9-8=1 1 | $(2)^2 = 1$ $0x1 = 0$ |
| 2 11 (2) = 4 (1) | =121 2X11 = 22 | 2-6=-4(4)2= | 1611-8-31 | $3 ^2-a-4\times3=-12$ |
| 10 5 (10) ² =100(5) ² 4 8 (4) ² =16(8) | = 644x8 = 32 | 4-6=-2/-2/2 | 4 8-8=0 | $3)^{2} = 9$ $4x-3=-12$ |
| 8 7 8 = 64 7 | ² =498x7=56 | 8-6=+2 (-2)2 | = 4-7-8=-1 (| $(-1)^2 = 0$ $(-2x)^2 = 0$ |
| | | | - | |
| EX=30EY=40EX2=220E) | =340<-^1-214 | 21-0 21 | =40 Ey=0 2 | =y=20 erg-20 |
| 7-EX: | _ 30 = | 6 | | |
| $\overline{X} = \underbrace{X}_{N} = \underbrace{30}_{5} = 6$ | | | | |
| $\overline{Y} = \frac{\xi Y}{N} = \frac{40}{5} = 8$ will be | | | | |
| Normal equations will be Normal equations will be | | | | |
| 40 = 5a + 30b $214 = 30a + 220b$ | | | | |
| 214 = 3 | 30a+220 | 0 | | |
| | | , i | | |

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Myltiplying equation (i) by 6,
 40x6 = 5ax6+30bx6
 240 = 30a+1806 -
 214 = 300 + 2206
\frac{1}{26} = \frac{1}{26} - \frac{1}{40b}
  -406 = 26
    b = -0.65
  Substituting this value in equation (i),
40 = 500 + 30b - (i)
       40 = 5a + 30 (-0.65) => 40 = 5a - 19.5
      59.5 = 5a
 Therefore regression equation of Yon X is.
       Y=11.9-0.65X
* Regression equation of X on Y is X.
 X = a + b Y
  To Calculate a and b' mormal equations
   are:
     EX = Na+bEX
     EXY = aEY + bEY
  EX = 30, EY = 40, EXY = 214, EY=340
   N=5 30 = 5\alpha + 406 - 0
        214 = 40a + 340b -
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-aneously with (i) we get -30x8 = 5ax8 + 40bx8 240 = 40a + 320b 214 = 40a + 340b 26 = -206 b = -1.3substituting value of b' in eqn. (1) 30 = 5a + 40b. 30 = 5a+40(-1.3)=30=5a-52 $\alpha = 16.4$.. Regression equation of x on Y will be-X = 16.4 - 1.34Note: the above method is very lengthy. Instead the following method Can also be used-