

# Probability and Statistics ( BTech CSE )

Anmol Nawani

August 13, 2023

## Contents

### 1 Ungrouped Data

Ungrouped data is data that has not been arranged in any way. So it is just a list of observations

$$x_1, x_2, x_3, \dots, x_n$$

#### 1.1 Mean

$$\bar{x} = \frac{x_1 + x_2 + x_3 + \dots + x_n}{n}$$

$$\bar{x} = \frac{\sum_{i=1}^n x_i}{n}$$

#### 1.2 Mode

The observation which occurs the highest number of times. So the  $x_i$  which has the highest count in the observation list.

#### 1.3 Median

The median is the middle most observations. After ordering the  $n$  observations in observation list in either Ascending or Descending order (any order works). The median will be :

- $n$  is even

$$\text{Median} = \frac{x_{\frac{n}{2}} + x_{(\frac{n}{2}+1)}}{2}$$

- n is odd

$$\text{Median} = x_{\frac{n+1}{2}}$$

#### 1.4 Variance and Standard Deviation

$$\text{Variance} = \sigma^2$$

$$\text{Standard deviation} = \sigma$$

$$\sigma^2 = \frac{\sum_{i=1}^n (x_i - \text{Mean})^2}{n}$$

$$\sigma^2 = \frac{\sum_{i=1}^n x_i^2}{n} - (\text{Mean})^2$$

#### 1.5 Moments

##### 1.5.1 About some constant A

$$r^{\text{th}} \text{ moment} = \frac{1}{n} \sum (x_i - A)^r$$

##### 1.5.2 About Mean (Central Moment)

When A = Mean, then the moment is called central moment.

$$\mu_r = \frac{1}{n} \sum (x_i - \text{Mean})^r$$

##### 1.5.3 About Zero (Raw Moment)

When A = 0, then the moment is called raw moment.

$$\mu'_r = \frac{1}{n} \sum x_i^r$$

## 2 Grouped Data

Data which is grouped based on the frequency at which it occurs. So if 9 appears 5 times in our observations, we group as  $x(\text{observation}) = 9$  and  $f(\text{frequency}) = 5$ .

x (observations)	f (frequency)
2	5
1	3
4	5
8	9

If we store it in data way, i.e. the observations are of form 10-20, 20-30, 30-40 ... then we will get  $x_i$  by doing

$$x_i = \frac{\text{lower limit} + \text{upper limit}}{2}$$

i.e,

$x_i$  for 20-30 will be  $\frac{20+30}{2}$

So for data

	f (frequency)
0- 20	2
20-40	6
40-60	1
60-80	3

the  $x_i$ 's will become.

	$f_i$	$x_i$
0- 20	2	10
20-40	6	30
40-60	1	50
60-80	3	70

### 2.1 Mean

$$\bar{x} = \frac{\sum f_i x_i}{\sum f_i}$$

## 2.2 Mode

The **modal class** is the record with the row with the highest  $f_i$

$$Mode = l + \left( \frac{f_1 - f_0}{2f_1 - f_0 - f_2} \right) \times h$$

In the formula :

$l$  → lower limit of modal class

$f_1$  → frequency( $f_i$ ) of the modal class

$f_0$  → frequency of the row preceding modal class

$f_2$  → frequency of the row after the modal class

$h$  → size of class interval (upper limit - lower limit)

## 2.3 Median

The median for grouped data is calculated with the help of **cumulative frequency**. The cumulative frequency ( $cf_i$ ) is given by:

$$cf_i = f_1 + f_2 + f_3 + \dots + f_i$$

The **median class** is the class whose  $cf_i$  is just greater than or is equal to  $\frac{\Sigma f}{2}$

$$Median = l + \left( \frac{(n/2) - cf}{f} \right) \times h$$

In the formula :

$l$  → lower limit of the median class

$h$  → size of class interval (upper limit - lower limit)

$n$  → number of observations

$cf$  → cumulative frequency of the median class

$f$  → frequency of the median class

## 2.4 Variance and Standard Deviation

$$Variance = \sigma^2$$

$$Standard\ deviation = \sigma$$

$$\sigma^2 = \frac{\sum_{i=1}^n f_i (x_i - Mean)^2}{\sum f_i}$$

$$\sigma^2 = \frac{\sum_{i=1}^n f_i x_i^2}{\sum f_i} - (Mean)^2$$

## 2.5 Moments

### 2.5.1 About some constant A

$$r^{th} \text{ moment} = \frac{1}{\Sigma f_i} [\Sigma f_i (x_i - A)^r]$$

### 2.5.2 About Mean (Central Moment)

When A = Mean, then the moment is called central moment.

$$\mu_r = \frac{1}{\Sigma f_i} [\Sigma f_i (x_i - Mean)^r]$$

### 2.5.3 About Zero (Raw Moment)

When A = 0, then the moment is called raw moment.

$$\mu'_r = \frac{1}{\Sigma f_i} [\Sigma f_i x_i^r]$$

## 3 Relation between Mean, Median and Mode

$$3Median = 2Mean + Mode$$

## 4 Relation between raw and central moments

$$\mu_0 = \mu'_0 = 1$$

$$\mu_1 = 0$$

$$\mu_2 = \mu'_2 - \mu_1'^2$$

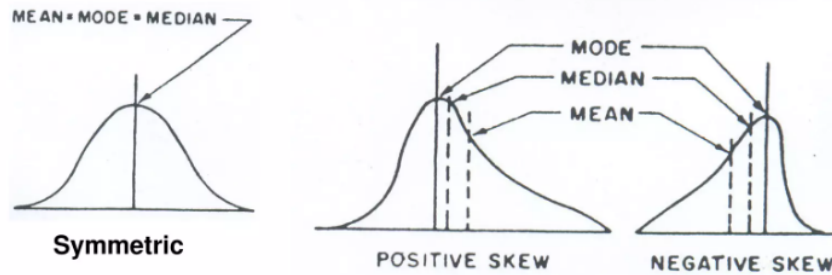
$$\mu_3 = \mu'_3 - 3\mu_1'\mu_2' + 2\mu_1'^3$$

$$\mu_4 = \mu'_4 - 4\mu_3'\mu_1' + 6\mu_2'\mu_1'^2 - 3\mu_1'^4$$

## 5 Skewness and Kurtosis

### 5.1 Skewness

- If Mean > Mode, then skewness is positive
- If Mean = Mode, then skewness is zero (graph is symmetric)
- If Mean < Mode, then skewness is zero



### 5.1.1 Pearson's coefficient of skewness

The pearson's coefficient of skewness is denoted by  $S_{KP}$

$$S_{KP} = \frac{Mean - Mode}{Standard\ Deviation}$$

- If  $S_{KP}$  is zero then distribution is symmetrical
- If  $S_{KP}$  is positive then distribution is positively skewed
- If  $S_{KP}$  is negative then distribution is negatively skewed

### 5.1.2 Moment based coefficient of skewness

The moment based coefficient of skewness is denoted by  $\beta_1$ . The  $\mu$  here is central moment.

$$\beta_1 = \frac{\mu_3^2}{\mu_2^3}$$

The drawback of using  $\beta_1$  as a coefficient of skewness is that it **can only tell if distribution is symmetrical or not**, when  $\beta_1 = 0$ . It can't tell us the direction of skewness, i.e positive or negative.

- If  $\beta_1$  is zero, then distribution is symmetrical

### 5.1.3 Karl Pearson's $\gamma_1$

To remove the drawback of the  $\beta_1$ , we can derive Karl Pearson's  $\gamma_1$

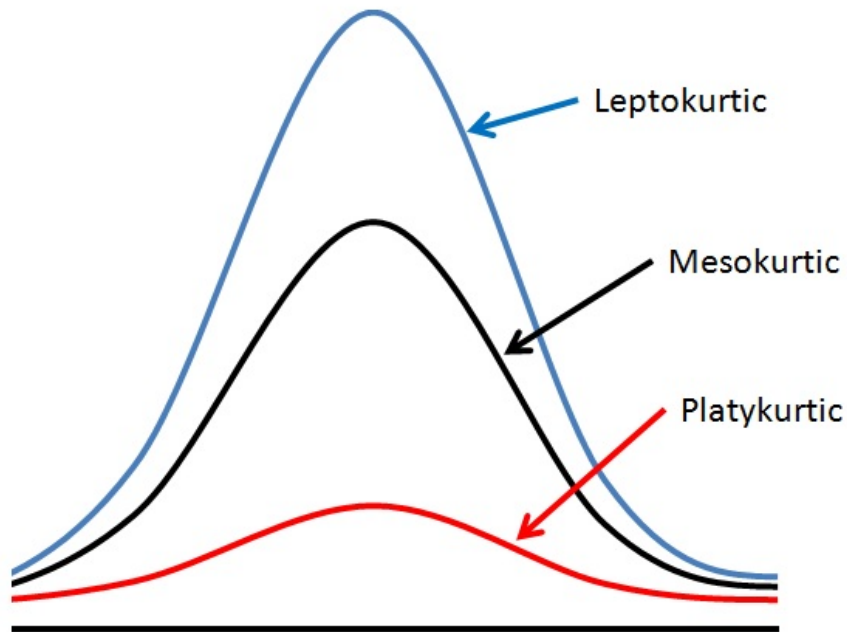
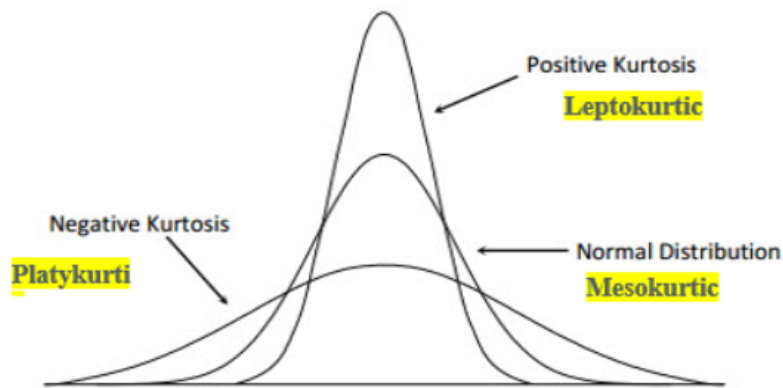
$$\gamma_1 = \sqrt{\beta_1}$$

$$\gamma_1 = \frac{\mu_3}{\mu_2^{3/2}}$$

- If  $\mu_3$  is positive, the distribution has positive skewness
- If  $\mu_3$  is negative, the distribution has negative skewness
- If  $\mu_3$  is zero, the distribution is symmetrical

## 5.2 Kurtosis

Kurtosis is the measure of the peak and the curve and the "fatness" of the curve.



The kurtosis is calculated using  $\beta_2$

$$\beta_2 = \frac{\mu_4}{\mu_2^2}$$

The value of  $\beta_2$  tell's us about the type of curve

- Leptokurtic (High Peak) when  $\beta_2 > 3$
- Mesokurtic (Normal Peak) when  $\beta_2 = 3$
- Platykurtic (Low Peak) when  $\beta_2 < 3$

### 5.2.1 Karl Pearson's $\gamma_2$

$\gamma_2$  is defined as:

$$\gamma_2 = \beta_2 - 3$$

- Leptokurtic when  $\gamma_2 > 0$
- Mesokurtic when  $\gamma_2 = 0$
- Platykurtic when  $\gamma_2 < 0$

## 6 Basic Probability

### 6.1 Conditional Probability

If some event B has already occurred, then the probability of the event A is:

$$P(A | B) = \frac{P(A \cap B)}{P(B)}$$

$P(A | B)$  is read as A given B. So we are given that B has occurred and this is probability of now A occurring.

### 6.2 Law of Total Probability

The law of total probability is used to find probability of some event A that has been partitioned into several different places/parts.

$$P(A) = P(A|B_1)P(B_1)+P(A|B_2)P(B_2)+P(A|B_3)P(B_3)+\dots+P(A|B_i)P(B_i)$$



$$P(A) = \sum P(A|B_i)P(B_i)$$

**Example**, Suppose we have 2 bags with marbles

- Bag 1 : 7 red marbles and 3 green marbles
- Bag 2 : 2 red marbles and 8 green marbles

Now we select one bag at random (i.e, the probability of choosing any of the two bags is equal so 0.5). If we draw a marble, what is the probability that it is a green marble?

**Sol.** The green marbles are in parts in bag 1 and bag 2.

Let G be the event of green marble.

Let  $B_1$  be the event of choosing the bag 1

Let  $B_2$  be the event of choosing the bag 2

$$\text{Then, } P(G|B_1) = \frac{3}{7+3} \text{ and } P(G|B_2) = \frac{8}{2+8}$$

Now, we can use the law of total probability to get

$$P(G) = P(G|B_1)P(B_1) + P(G|B_2)P(B_2)$$

**Example 2**, Suppose there are 3 forests in a park.

- Forest A occupies 50% of land and 20% plants in it are poisonous
- Forest B occupies 30% of land and 40% plants in it are poisonous
- Forest C occupies 20% of land and 70% plants in it are poisonous

What is the probability of a random plant from the park being poisonous.

**Sol.** Since probability is equal across whole area of the park. Event A is plant being from Forest A, Event B is plant being from Forest B and Event C is plant being from Forest C. If event P is plant being poisonous, then using law of total probability,

$$P(P) = P(P|A)P(A) + P(P|B)P(B) + P(P|C)P(C)$$

And we know  $P(A) = 0.5$ ,  $P(B) = 0.3$  and  $P(C) = 0.2$ . Also  $P(P|A) = 0.20$ ,  $P(P|B) = 0.40$  and  $P(P|C) = 0.70$

### 6.3 Some basic identities

- Probabilities follow law of inclusion and exclusion

$$P(A \cup B) = P(A) + P(B) - P(A \cap B)$$

- DeMorgan's Theorem

$$P(\overline{A \cap B}) = P(\overline{A} \cup \overline{B})$$

$$P(\overline{A \cup B}) = P(\overline{A} \cap \overline{B})$$

- Some other Identity

$$P(\overline{A} \cap B) + P(A \cap B) = P(B)$$

$$P(A \cap \overline{B}) + P(A \cap B) = P(A)$$

## 7 Probability Function

It is a mathematical function that gives probability of occurrence of different possible outcomes. We use variables to represent these possible outcomes called **random variables**. These are represented by capital letters. Example,  $X$ ,  $Y$ , etc. We use these random variables as:

Suppose  $X$  is flipping two coins.

$$X = \{HH, HT, TT, TH\}$$

We can represent it as,

$$X = \{0, 1, 2, 3\}$$

Now we can write a probability function  $P(X = x)$  for flipping two coins as :

$x$	$P(X = x)$
0	0.25
1	0.25
2	0.25
3	0.25

Another example is throwing two dice and our random variable  $X$  is sum of those two dice.

$x$	$P(X = x)$
2	1/36
3	2/36
4	3/36
5	4/36
6	5/36
7	6/36
8	5/36
9	4/36
10	3/36
11	2/36
12	1/36

### 7.1 Types of probability functions (Continuous and Discrete random variables)

Based on the range of the Random variables, probability function has two different names.

- For discrete random variables it is called Probability Distribution function.
- For continuous random variables it is called Probability Density function.

## 8 Probability Mass Function

If we can get a function such that,

$$f(x) = P(X = x)$$

then  $f(x)$  is called a **Probability Mass Function** (PMF).

### 8.1 Properties of Probability Mass Function

Suppose a PMF

$$f(x) = P(X = x)$$

Then,

### 8.1.1 For discrete variables

$$\Sigma f(x) = 1$$

$$E(X^n) = \Sigma x^n f(x)$$

For  $E(X)$ , the summation is over all possible values of  $x$ .

$$\text{Mean} = E(X) = \Sigma x f(x)$$

$$\text{Variance} = E(X^2) - (E(X))^2 = \Sigma x^2 f(x) - (\Sigma x f(x))^2$$

To get probabilities

$$P(a \leq X \leq b) = \sum_a^b f(x)$$

$$P(a < X \leq b) = \left( \sum_a^b f(x) \right) - f(a)$$

$$P(a \leq X < b) = \left( \sum_a^b f(x) \right) - f(b)$$

Basically, we just add all  $f(x)$  values from range of samples we need.

### 8.1.2 For continuous variables

$$\int_{-\infty}^{\infty} f(x) dx = 1$$

$$E(X^n) = \int_{-\infty}^{\infty} x^n f(x) dx$$

We only consider integral from the possible values of  $x$ . Else we assume 0.

$$\text{Mean} = E(X) = \int_{-\infty}^{\infty} x f(x) dx$$

$$\text{Variance} = E(X^2) - (E(X))^2 = \int_{-\infty}^{\infty} x^2 f(x) dx - \left( \int_{-\infty}^{\infty} x f(x) dx \right)^2$$

To get probability from  $a$  to  $b$  (inclusive and exclusive doesn't matter in continuous).

$$P(a < X < b) = \int_a^b f(x) dx$$

## 8.2 Some properties of mean and variance

- Mean

$$E(aX) = aE(X)$$

$$E(a) = a$$

$$E(X + Y) = E(X) + E(Y)$$

- Variance

Variance is

$$V(X) = E(X^2) - (E(X))^2$$

Properties of variance are

$$V(aX) = a^2V(X)$$

$$V(a) = 0$$

## 9 Moment Generating Function

The moment generating function is given by

$$M(t) = E(e^{tX})$$

### 9.1 For discrete

$$M(t) = \sum_0^{\infty} e^{tx} f(x)$$

### 9.2 For continuous

$$M(t) = \int_{-\infty}^{\infty} e^{tx} f(x) dx$$

### 9.3 Calculations of Moments ( $E(X)$ ) using MGF

$$E(X^n) = \left( \frac{d^n}{dt^n} M(t) \right)_{t=0}$$

## 10 Binomial Distribution

The use of a binomial distribution is to calculate a known probability repeated  $n$  number of times, i.e, doing  $n$  number of trials. A binomial distribution deals with discrete random variables.

$$X = \{0, 1, 2, \dots, n\}$$

where  $n$  is the number of trials.

$$P(X = x) = {}^n C_x (p)^x (q)^{n-x}$$

Here

$n \rightarrow$  number of trials

$x \rightarrow$  number of successes

$p \rightarrow$  probability of success

$q \rightarrow$  probability of failure

$$p = 1 - q$$

- Mean

$$\text{Mean} = np$$

- Variance

$$\text{Variance} = npq$$

- Moment Generating Function

$$M(t) = (q + pe^t)^n$$

### 10.1 Additive Property of Binomial Distribution

For an independent variable  $X$ . The binomial distribution is represented as

$$X \sim B(n, p)$$

Here,

$n \rightarrow$  number of trials

$p \rightarrow$  probability of success

- Property

If given,

$$X_1 \sim B(n_1, p)$$

$$X_2 \sim B(n_2, p)$$

Then,

$$X_1 + X_2 \sim B(n_1 + n_2, p)$$

• **NOTE**

If

$$X_1 \sim B(n_1, p_1)$$

$$X_2 \sim B(n_2, p_2)$$

Then  $X_1 + X_2$  is not a binomial distribution.

## 10.2 Using a binomial distribution

We can use binomial distribution to easily calculate probability of multiple trials, if probability of one trial is known. Example, the probability of a duplet (both dice have same number) when two dice are thrown is  $\frac{6}{36}$ .

Suppose now we want to know the probability of a 3 duplets if a pair of dice is thrown 5 times. So in this case :

$$\text{number of trials } (n) = 5$$

$$\text{number of duplets we want probability for } (x) = 3$$

$$\text{probability of duplet } (p) = \frac{6}{36}$$

$$q = 1 - p = 1 - \frac{6}{36}$$

So using binomial distribution,

$$P(\text{probability of 3 duplets}) = P(X = 3) = {}^5C_3 \left(\frac{6}{36}\right)^3 \left(\frac{30}{36}\right)^{5-3}$$

## 11 Poisson Distribution

A case of the binomial distribution where  $\mathbf{n}$  is indefinitely large and  $\mathbf{p}$  is very small and  $\lambda = np$  is finite.

$$P(X = x) = \frac{e^{-\lambda} \lambda^x}{x!} \text{ if } x = 0, 1, 2, \dots$$

$$P(X = x) = 0 \text{ otherwise}$$

$$\lambda = np$$

- Mean

$$\text{Mean} = \lambda$$

- Variance

$$\text{Variance} = \lambda$$

- Moment Generating Function

$$M(t) = e^{\lambda(e^t - 1)}$$

### 11.1 Additive property

If  $X_1, X_2, X_3, \dots, X_n$  follow poisson distribution with  $\lambda_1, \lambda_2, \lambda_3, \dots, \lambda_n$

Then,

$$X_1 + X_2 + X_3 \dots + X_n \sim \lambda_1 + \lambda_2 + \lambda_3 + \dots + \lambda_n$$

## 12 Exponential Distribution

A continuous random distribution which has probability mass function

$$f(x) = \lambda e^{-\lambda x}, \text{ when } x \geq 0$$

$$f(x) = 0, \text{ otherwise}$$

$$\text{where } \lambda > 0$$

- Mean

$$\text{Mean} = \frac{1}{\lambda}$$



- Variance

$$\text{Variance} = \frac{1}{\lambda^2}$$

- Moment Generating Function

$$M(t) = \frac{\lambda}{\lambda - t}$$

### 12.1 Memory Less Property

$$P[X > (s + t) | X > t] = P(X > s)$$

## 13 Normal Distribution

Suppose for a probability function with random variable X, having mean  $\mu$  and variance  $\sigma^2$ . We denote normal distribution using  $X \sim N(\mu, \sigma)$   
The probability mass function is

$$f(x) = \frac{1}{\sigma\sqrt{2\pi}} \exp\left(-\frac{1}{2}\left(\frac{x - \mu}{\sigma}\right)^2\right)$$

$$-\infty < x < \infty$$

$$-\infty < \mu < \infty$$

$$\sigma > 0$$

Here,  $\exp(x) = e^x$

- Moment Generating Function

$$M(t) = \exp\left(\mu t + \frac{\sigma^2 t^2}{2}\right)$$

### 13.1 Odd Moments

$$E(X^{2n+1}) = 0, \quad n = 0, 1, 2, \dots$$

### 13.2 Even Moments

$$E(X^{2n}) = 1.3.5 \dots (2n - 3)(2n - 1)\sigma^{2n}, \quad n = 0, 1, 2, \dots$$

### 13.3 Properties

- In a normal distribution

$$\text{Mean} = \text{Mode} = \text{Median}$$

- For normal distribution, mean deviation about mean is

$$\sigma \sqrt{\frac{2}{\pi}}$$

### 13.4 Additive property

Suppose for distributions  $X_1, X_2, X_3 \dots X_n$  with means  $\mu_1, \mu_2, \mu_3 \dots \mu_n$  and standard deviation  $\sigma_1^2, \sigma_2^2, \sigma_3^2 \dots \sigma_n^2$  respectively.

Then  $X_1 + X_2 + X_3$  will have mean  $(\mu_1 + \mu_2 + \mu_3 + \dots + \mu_n)$  and standard deviation  $(\sigma_1^2 + \sigma_2^2 + \sigma_3^2 + \dots + \sigma_n^2)$

- Additive Case

Given,

$$X_1 \sim N(\mu_1, \sigma_1)$$

$$X_2 \sim N(\mu_2, \sigma_2)$$

Then,

$$aX_1 + bX_2 \sim N\left(a\mu_1 + b\mu_2, \sqrt{a^2\sigma_1^2 + b^2\sigma_2^2}\right)$$

## 14 Standard Normal Distribution

The normal distribution with Mean 0 and Variance 1 is called the standard normal distribution.

$$Z \sim N(0, 1)$$

To calculate area under a given normal distribution, we can use the standard normal distribution. For that we need to calculate corresponding values in standard distribution from our given distribution. For that we have formula

$$\text{For } X \sim N(\mu, \sigma)$$

$$z = \frac{x - \mu}{\sigma}$$

$x \rightarrow$  value in our normal distribution

$\mu \rightarrow$  mean of our distribution

$\sigma \rightarrow$  standard deviation of our distribution

$z \rightarrow$  corresponding value in standard normal distribution

Example,

Suppose for a normal distribution with  $X \sim N(\mu, \sigma)$  and we want to calculate probability  $P(a < X < b)$ , then the ranges for same probability in the Z normal distribution will be,

$$z_1 = \frac{a - \mu}{\sigma}$$

$$z_2 = \frac{b - \mu}{\sigma}$$

Now the probability in Z distribution is,

$$P(z_1 < Z < z_2)$$

$$P\left(\frac{a - \mu}{\sigma} < Z < \frac{b - \mu}{\sigma}\right)$$

So we need area under Z curve from a to b.

Then, we use the standard normal table to get the area.

- **Note :** The standard normal distribution is symmetric about the y axis. This fact can be used when calculating area under Z curve.

## 15 Joint Probability Mass Function

The joint probability mass distribution of two random variables X and Y is given by

$$f(x, y) = P(X = x, Y = y)$$

- For discrete

$$\sum_x \sum_y f(x, y) = 1$$

- For continuous

$$\int_{-\infty}^{\infty} \int_{-\infty}^{\infty} f(x, y) dx dy = 1$$

To get the probabilities,

$$P(a \leq X \leq b, c \leq Y \leq d) = \int_c^d \int_a^b f(x, y) dx dy$$

### 15.1 Marginal probability distribution (from joint PMF)

- For discrete

$$P(X = x) = f(x) = \sum_y f(x, y)$$

$$P(Y = y) = f(y) = \sum_x f(x, y)$$

- For continuous

$$P(X = x) = f(x) = \int_{-\infty}^{\infty} f(x, y) dy$$

$$P(Y = y) = f(y) = \int_{-\infty}^{\infty} f(x, y) dx$$

### 15.2 Conditional Probability for Joint PMF

$$P(X = x | Y = y) = f(x | y) = \frac{P(X = x, Y = y)}{P(Y = y)}$$

$$P(X = x | Y = y) = f(x | y) = \frac{f(x, y)}{f(y)}$$

### 15.3 Independant Random Variables

The random variables X and Y are independant if,

$$f(x, y) = f(x)f(y)$$

### 15.4 Moment of Joint Variables

$$E(X, Y) = E(XY) = \int_{-\infty}^{\infty} \int_{-\infty}^{\infty} xyf(x, y) dx dy$$

## 15.5 Covariance

The covariance of two random variables X and Y is given by,

$$\text{cov}(X, Y) = E(XY) - E(X)E(Y)$$

### 15.5.1 Properties of covariance

- If X and Y are independent

$$\text{cov}(X, Y) = 0$$

- If variance of some random variable X is written  $\text{var}(X)$ , then

$$\text{cov}(X + Y, X - Y) = \text{var}(X) - \text{var}(Y)$$

- General of previous case

$$\text{cov}(aX + bY, cX + dY) = ac.\text{var}(X) + bd.\text{var}(Y) + (ad + bc).\text{cov}(X, Y)$$

### 15.5.2 Variance of two random variables

$$\text{var}(aX + bY) = a^2.\text{var}(X) + b^2.\text{var}(Y) + 2ab.\text{cov}(X, Y)$$

## 15.6 Correlation

The standard deviation of X is  $\sigma_X$  and standard deviation of Y is  $\sigma_Y$ . Then the correlation is given by,

$$\gamma(X, Y) = \rho_{XY} = \frac{\text{cov}(X, Y)}{\sigma_X \sigma_Y}$$

here,  $\rho_{XY}$  lies between -1 and 1

$$-1 \leq \rho_{XY} \leq 1$$

## 15.7 Conditional moments

$$E(X | Y) = \int_{-\infty}^{\infty} xf(x | y)dx \text{ will be a function of } y$$

## 16 Useful equation

$$n! = \int_0^{\infty} x^n e^{-x} dx$$

## 17 Covariance in discrete data

Suppose for two sets of discrete data,

$$X : x_1, x_2, x_3 \dots x_n$$

$$Y : y_1, y_2, y_3 \dots y_n$$

$$cov(X, Y) = \frac{1}{n} \left( \sum_{i=1}^n x_i y_i \right) - [mean(x).mean(y)]$$

$n \rightarrow$  number of items

## 18 Regression

Regression is a technique to relate a dependent variable to one or more independent variables.

### 18.1 Lines of regression

Both lines will pass through the point (**mean(x)** , **mean(y)**)

#### 18.1.1 y on x

Equation of line,

$$\frac{y - mean(y)}{x - mean(x)} = b_{yx}$$

Where,

$$b_{yx} = \frac{cov(X, Y)}{var(Y)}$$

#### 18.1.2 x on y

Equation of line,

$$\frac{x - mean(x)}{y - mean(y)} = b_{xy}$$

Where,

$$b_{xy} = \frac{cov(X, Y)}{var(Y)}$$

$b_{xy}$  and  $b_{yx}$  are called regression coefficients.

- **Note** : if one of the regression coefficients is greater than 1, then the other must be less than 1.

### 18.1.3 Correlation

$$\gamma(X, Y) = \rho_{XY} = \pm \sqrt{b_{xy}b_{yx}}$$

The sign of regression coefficients ( $b_{xy}$  and  $b_{yx}$ ) and the correlation coefficient is same.

### 18.2 Angle between lines of regression

$$\tan\theta = \left( \frac{1 - \rho^2}{\rho} \frac{\sigma_X \cdot \sigma_Y}{\text{var}(X) + \text{var}(Y)} \right)$$

Here  $\sigma$  is standard deviation.

- If  $\rho = 0$  then  $\theta = \frac{\pi}{2}$
- If  $\rho = \pm 1$  then  $\theta = 0$

TODO : Maybe an example here

## 19 Sampling

Notes not made for this currently, a pdf was provided by teacher as, ./sampling.pdf