

Method Engelke & Hitz Three-Step – Graphical

Bias

$P(X_2 > u_2 \mid X_1 > u_1)$

$P(X_3 > u_3 \mid X_1 > u_1)$

$P(X_4 > u_4 \mid X_1 > u_1)$

$P(X_5 > u_5 \mid X_1 > u_1)$

0.05

0.00

-0.05

-3

-2

-1

0

1

2

3

0.05

0.00

-0.05

3

4

5

6

5

6

7

8

u (Dependent Variable)