1 Residual Plot

The residual data of the simple linear regression model is the difference between the observed data of the dependent variable y and the fitted values \hat{y} .

Plot the residual of the simple linear regression model of the data set faithful against the independent variable waiting.

We apply the lm function to a formula that describes the variable eruptions by the variable waiting, and save the linear regression model in a new variable eruption.lm. Then we compute the residual with the resid function.

```
> eruption.lm = lm(eruptions ~ waiting, data=faithful)
> eruption.res = resid(eruption.lm)
```

We now plot the residual against the observed values of the variable waiting.

```
> plot(faithful$waiting, eruption.res,
+    ylab="Residuals", xlab="Waiting Time",
+    main="Old Faithful Eruptions")
> abline(0, 0)  # the horizon
```

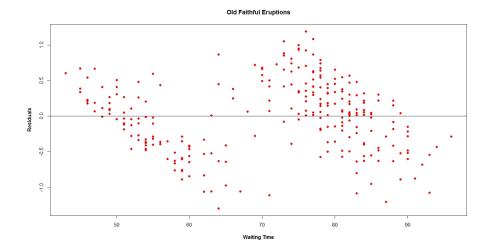


Figure 1: