

ECON_7201 APPLIED ECONOMETRICS ASSIGNMENT 1

1 GIT AND GIT HUB

I have created the repository and pushed all the changes to my repository on github.com
(https://github.com/Emmanuel-spec493/econ_3201)

2 LATEX

$$(a) E(Y) = y_1 p_1 + \dots + y_k p_k = \sum_{i=1}^k y_i p_i$$

$$(b) \sigma_y = \text{Var}(Y) = E[(Y - \mu_y)^2] = \sum_{i=1}^k (y_i - \mu_y)^2 p_i$$

$$(c) \hat{\beta} = \frac{\sum_{i=1}^n (y_i - y_i)(x_i - x_i)}{\sum_{i=1}^n (x_i - x_i)^2}$$

$$(d) P(a \leq Y \leq b) = \int_a^b f_Y(y) dy$$

$$(e) \hat{g}(x) = \frac{\frac{1}{nh} \sum_{i=1}^n y_i k\left(\frac{x_i - x}{h}\right)}{\frac{1}{nh} \sum_{i=1}^n k\left(\frac{x_i - x}{h}\right)}$$

3.1 R

$$(a) n <- 1000$$

$$k <- n/2$$

$$(b) u1 <- \text{runif}(k, \text{min} = 0, \text{max} = 1)$$

$$u2 <- \text{runif}(k, \text{min} = 0, \text{max} = 1)$$

$$(c) z1 <- \sqrt{-2 \log(u1)} \cos(2\pi u2)$$

```
z2 <- sqrt(-2*log(u1))* sin(2*pi*u2)
```

```
z <- c(z1,z2)
```

```
mean (x)
```

```
read.csv("hlthexp.csv")
```

```
# 3.2
```

(a) There is no missing values for Hospitals .

```
sum(is.na(df$Hospitals)) [1] 0
```