# Extending Predictions from Spatial Econometric Models on R

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#### **Abstract**

This repository contains some improvements of the R function used to make predictions from spatial models. The status is actually under construction: ¡2014-03-24 lun.¿.

### 1 Getting started

### 1.1 TODO Determine output structure

### 2 How it works

$$y = \rho Wy + X\beta + \gamma WX + \varepsilon$$
$$\varepsilon = \lambda W\varepsilon + u$$

### 3 Function from the package spdep

Our code is an extension of the function = actually the default function from the package =spdep (Bivand).

```
library(spdep) ; predict.sarlm
```

predict-sarlm.R

## 4 Original material

# 5 Testing