

1 Formatting results task

	(1)	(2)	(3)
	Attendance Rate	Grade Point Average	Height (in cm)
Treatment	12.41*** (65.48)	0.000803 (0.03)	0.483* (2.26)
Constant	25.05*** (187.27)	5.010*** (250.38)	129.9*** (859.94)
R ²	0.094	0.000	0.000
Adjusted R ²	0.094	0.000	0.000
Observations	41309	41309	41309

Notes The table presents OLS estimates in all models. Roburst standard errors are reported in parenthesis

Level of Significance: * $p < 0.05$, ** $p < 0.01$, *** $p < 0.001$

2 Econometrics knowledge task

- Name of method: Regression Discontinuity Design (RDD)
- Assumptions
 - Continuity of eligibility index: This requires the index being exploited as a proxy for randomization should not jump, smooth at the cut-off point.
 - Comparability of units around the cut-off point
- Evaluation of RDD assumption
 - Visualization of eligibility index
 - Covariates comparison
 - Falsification outcomes
 - Adjustment in bandwidth selection

Answer C.

Disparity in gender between the two groups (treatment and control) could create selection bias, particularly if gender affects level of altruism.

Answer D.

- Non-comparability of treatment and control group, potentially causing selection bias.

3 Result interpretation task

The table presents regression results on the impact of a scholarship (treatment) on three outcome variables: worked hours, average grades, and stress level.

- **Worked Hours:** All other things being equal, students who received scholarship, on average, have a reduction of 268.95 hours in worked hours, significant at ($p < 0.01$). The R^2 and adjusted R^2 values of 0.176 indicate that the model explains 17.6% of the variance in worked hours. This suggests a moderate effect of the scholarship on reducing the need for work hours.
- **Average Grades:** Other things being equal, those who received scholarship, on average, have an increase of 9.99 points in average grade ($p < 0.01$). The model's R^2 of 0.029 implies that only 2.9% of the variation in grades is explained by the treatment, indicating a relatively weak effect.
- **Stress Level:** Other things being equal, those who received scholarship do not experience a significant reduction in stress level (coefficient = -0.03), with no statistically significant effect ($p > 0.05$). The R^2 is effectively 0, suggesting that the model does not explain any variation in stress levels.