5. Plan a single sampling plan using Dodge and Romig sampling inspection tables.

Practical work to be conducted using electronic spreadsheet / EXCEL/ Statistical Software Package/ SPSS/ calculators.

ESSENTIAL READINGS:

- Goon A M, Gupta M K and Dasgupta B (2018): Fundamentals of Statistics, Volume I & II, 9th Edition and 4th reprint.
- Montogomery, D. C. (2009): Introduction to Statistical Quality Control, 6th Edition, Wiley India Pvt. Ltd.
- Ehrlich, B. Harris (2002): Transactional Six Sigma and Lean Servicing, 2nd Edition, St. Lucie Press.

SUGGESTED READING:

- Gupta S.C., Kapoor V.K.(2007): Fundamentals of Applied Statistics. 4th Edition, Sultan Chand and Sons., New Delhi.
- Hoyle, David (1995): ISO Quality Systems Handbook, 2nd Edition, Butterworth Heinemann Publication.

Note: Examination scheme and mode shall be as prescribed by the Examination Branch University of Delhi, from time to time.

DISCIPLINE SPECIFIC CORE COURSE-12: TIME SERIES ANALYSIS

CREDIT DISTRIBUTION, ELIGIBILITY, AND PRE-REQUISITES OF THE COURSE

Course title & Code	Credits	Credit distribution of the Course			Eligibility Criteria	Pre-requisite of the Course (if any)
		Lecture	Tutorial	Practical / Practice		
Time Series Analysis	4	3	0	1	Class XII with Mathematics	Introductory probability theory and statistics, Calculus and matrix algebra

Learning Objectives:

The learning objectives of this course are as follows:

- To introduce basic time series analysis, trend, and seasonality,
- To understand spectral analysis,
- To familiarise students with stationary processes,
- To understand various time series models,

- To use nonstationary and seasonal time series models,
- To introduce forecasting techniques and forecasting methods.

Learning Outcomes:

After successful completion of this course, students should be able to:

- Understand the important time series models and their applications in various fields.
- Formulate real-life problems using time series models.
- Use statistical software to estimate the models from real data, and draw conclusions and develop solutions from the estimated models.
- Use visual and numerical diagnostics to assess the soundness of their models.
- Communicate the statistical analyses of substantial data sets through explanatory text, tables, and graphs.
- Combine and adapt different statistical models to analyze larger and more complex data.
- Possess skills to understand the components and forecast values of a time series at future time points.

SYLLABUS OF DSC-12

Theory

UNIT I **(6 Hours)**

Time Series Data and its Components

Introduction to times series data and its applications; Components of a time series and its decomposition; Estimation of trend and the seasonal component.

.

UNIT II **(9 Hours)**

Spectral Analysis and Stationarity

Simple sinusoidal model; Periodogram, and Harmonic Analysis; Variate-difference method; Time series, and Stochastic process; Stationarity; Autocorrelation; meaning, definition, causes, the consequence, and test for autocorrelation.

UNIT III **(15 Hours)**

Time Series Models

Stochastic Models: White noise Process, Random walk, Moving Average (MA), Auto-Regressive (AR), Auto-Regressive Moving Average (ARMA) models, and their properties using correlogram, ACF, and PACF, Yule walker equations; Fitting of AR(1), AR(2), MA(1), MA(2), and ARMA(1,1) processes. Non-Stationary models: Auto-Regressive Integrated Moving Average (ARIMA) and Seasonal Auto-Regressive Integrated Moving Average (SARIMA) models; Dicky Fuller test, Augmented Dickey-Fuller test. Wold's Decomposition Theorem; Non-linear time series models: Auto-Regressive Conditional Heteroskedasticity (ARCH) and Generalized Auto-Regressive Conditional Heteroskedasticity (GARCH) Process.

UNIT IV **(12 Hours)**

Univariate Forecasting Procedures

Principles of Forecasting; Performance Evaluation; Extrapolation of Trend Curves; Exponential smoothing; Holt-Winter's; Box- Jenkins' Methodology.

PRACTICAL / LAB WORK – 30 hours

List of Practicals:

1. Fitting and plotting of modified exponential curves by different methods.
2. Fitting and plotting of Gompertz curve by different methods.
3. Fitting and plotting of logistic curves by different methods.
4. Fitting of the trend by the Moving Average Method for a given extent and for an estimated extent.
5. Measurement of Seasonal indices: a) Fixed and b) Changing Patterns
6. Construction of Periodogram and Harmonic Analysis
7. Estimation of variance of the random component
8. Construction of Correlogram for given AR(1), AR(2), MA(1), MA(2), and ARMA(1,1) processes.
9. Fitting of AR(1), AR(2), MA(1), MA(2), and ARMA(1,1) processes for given datasets.
10. Forecasting by various exponential smoothing procedures.
11. Forecasting by Box-Jenkins methodology.

Practical work to be conducted using electronic spreadsheet / EXCEL/ Statistical Software Package/ SPSS/ calculators.

ESSENTIAL READINGS:

- Goon A M, Gupta M K and Dasgupta B (2018): Fundamentals of Statistics, Volume II, 9th Edition and 4th reprint.
- Galit Shmueli and Kenneth C. Lichtendahl Jr (2016): Practical Time Series Forecasting with R: A Hands-On Guide, 2nd Edition, Axelrod Schnall Publishers
- James D. Hamilton (2012): Time Series Analysis, 1st Indian Edition, Princeton University Press, Levant Books Kolkata.
- Chatfield, C. (1996): The Analysis of Time Series, 5th Edition, Chapman and Hall, New York.

SUGGESTED READING:

- Shumway and Stoffer (2011): Time Series Analysis and its applications, with examples in R, 3rd Edition, Springer.
- Brockwell, Peter J., and Davis, Richard A. (2002). Introduction to Time Series and Forecasting, 2nd edition. Springer-Verlag, New York.
- Montgomery D. C. and Johnson, L A. and (1967): Introduction to Time Series Analysis And Forecasting, 2nd ed. McGraw-Hill, New York.
- Kendall M.G. (1976): Time Series, Charles Griffin.

Note: Examination scheme and mode shall be as prescribed by the Examination Branch University of Delhi, from time to time.