Descriptive Statistics II.

Analysing quantitative data:

Histograms:

The most common visual for quantitative data.

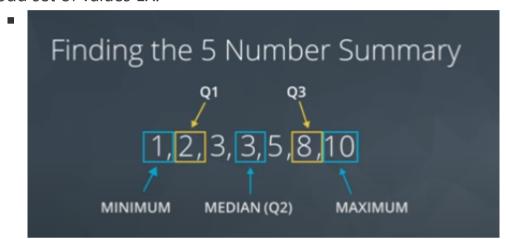
Quantitative data Has 4 main aspects: Center, Spread, Shape, Outliers.

Measure of spread:

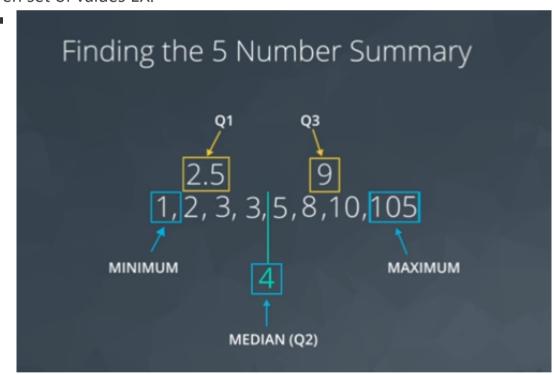
One of the most common ways to measure the spread of data is the 5-Numbers-Summary

5-Numbers-Summary: gives values for calculating the range and interquartile range for a **ordered** dataset It consists of 5 values:

- maximum : the biggest value in the data set
- third quartile: the median of the values between the maximum and second quartile (75% of the data falls below it)
- second quartile (median): the median of the values
- first quartile: the median of the values between the minimum and second quartile (25% of the data falls below it)
- minimum: the smallest value in the data set
- o odd set of values EX:



• Even set of values EX:



The range is calculated: by subtracting the maximum from the minimum.

The interquartile range is calculated: by subtracting the values of the 3rd & 1st quartiles.

The spread of data is measured most commonly using a single value is with Standard deviation or with Variance.

Standard Deviation: How much each point on average varies from the mean of the points (EX: how much on average the distance of each of the employees of a company differs from the average distance all employees are from work).

(IT IS THE SQRT OF VARIANCE)

Variance: The average squared difference of each observation of data from the mean Calculating the standard deviation:

- get the mean (\bar{x})
- square the difference between each value of the data set and the mean $(x_i \bar{x})$
- get the average squared distance of each observation of the mean (variance)
- square root the ending value and we get the standard deviation
- ° EX:

DATASET
$$10, 14, 10, 6$$

$$(x_i - \bar{x})^2 =$$

$$(10 - 10)^2 = 0^2 = 0$$

$$(14 - 10)^2 = 4 = 16$$

$$(10 - 10)^2 = 0^2 = 0$$

$$(6 - 10)^2 = -4^2 = 16$$
VARIANCE
$$\frac{1}{n} \sum_{i=1}^{n} (x_i - \bar{x})^2 = \frac{1}{4} (0 + 16 + 0 + 16) = \frac{32}{4} = 8$$

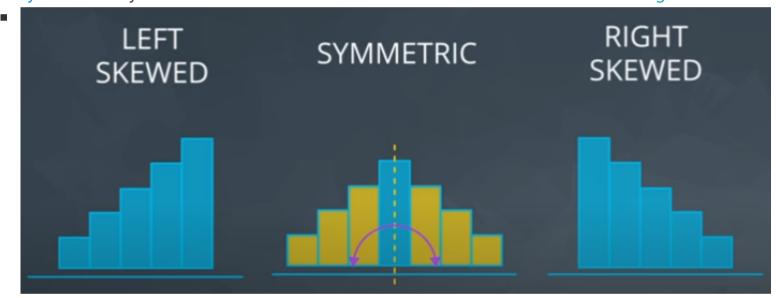
- The standard deviation is the sqrt of the variance
- The higher the mean value is the lower the standard deviation and variance are

Measures Of Shape:

Shape: is how to use histograms to determine the shape associated with data.

here are 3 examples of histogram shapes:

- Left skewed: the left most bin is smaller than the right most bin
- Right Skewed : the right most bin is smaller than the left most bin
- Symmetrical: you can draw a line down the middle and have both sides mirroring



Outliers:

Data points that falls very far from the rest of the data values in out dataset. with outliers you should:

- Note the impact they have on summary
- Remove / Fix them if they're typos
- Understand why they exist and their impact on questions we're trying to answer
- be careful when reporting and ask the right questions

(When outliers are present it's better to use the 5-number-system instead of the mean or median)