

# Thesis title

A thesis submitted for the degree of  
Bachelor of Commerce (Honours)

by

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# Chapter 1

## Statement of the topic

Along with the extreme heatwave in Australia 2019-2020, one of the most devastating bushfires in history had been witnessed. Lighting strikes and arson were been discussed in social media as the main cause of this disaster. This paper aims to find the ignition of bushfires during this crisis and provide a model to predict the fire risk of neighbourhoods. Hotspots data from the JAXA's Himawari-8 satellite and weather data from the Bureau of Meteorology of Australia will be used to train the model. In addition, an interactive web application embeds with research outcomes will be built for data visualization purpose.

### 1.1 Rmarkdown

In this template, the rest of the chapter shows how to use Rmarkdown. The big advantage of using Rmarkdown is that it allows you to include your R code directly into your thesis, to ensure there are no errors in copying and pasting, and that everything is reproducible. It also helps you stay better organized.

For details on using *R Markdown* see <http://rmarkdown.rstudio.com>.

### 1.2 Data

Included in this template is a file called `sales.csv`. This contains quarterly data on Sales and Advertising budget for a small company over the period 1981–2005. It also contains

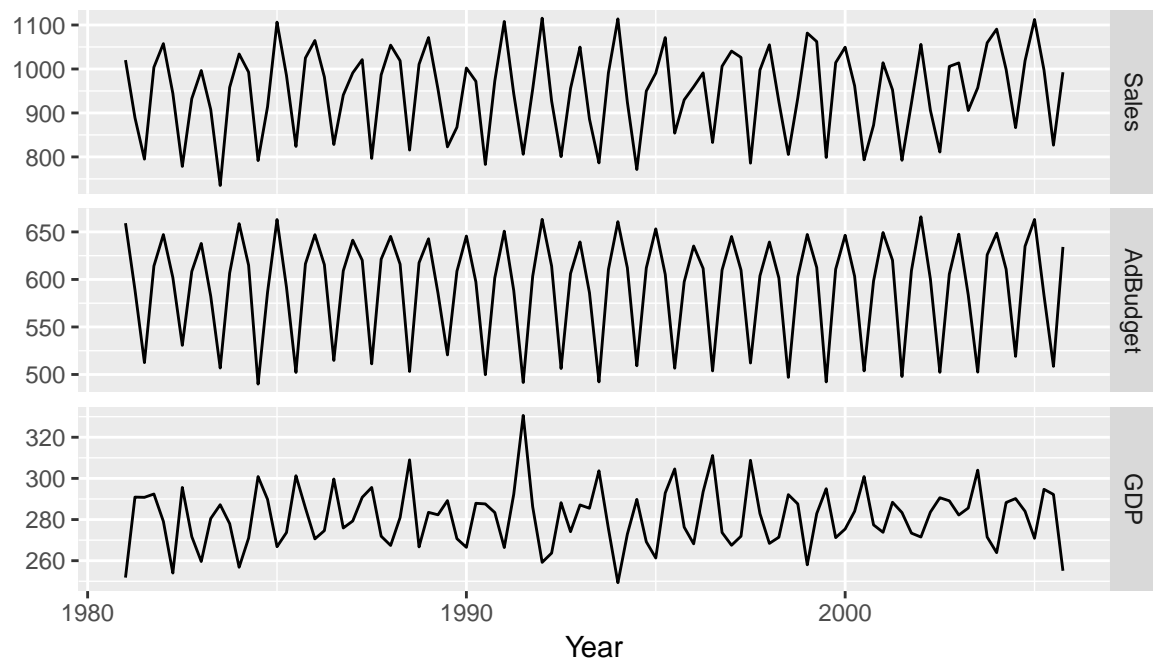
the GDP (gross domestic product) over the same period. All series have been adjusted for inflation. We can load in this data set using the following command:

```
sales <- ts(read.csv("data/sales.csv"),[-1], start=1981, frequency=4)
```

Any data you use in your thesis can go into the data directory. The data should be in exactly the format you obtained it. Do no editing or manipulation of the data outside of R. Any data munging should be scripted in R and form part of your thesis files (possibly hidden in the output).

## 1.3 Figures

Figure 1.1 shows time plots of the data we just loaded. Notice how figure captions and references work. Chunk names can be used as figure labels with `fig:` prefixed. Never manually type figure numbers, as they can change when you add or delete figures. This way, the figure numbering is always correct.



**Figure 1.1:** *Quarterly sales, advertising and GDP data.*

## 1.4 Results from analyses

We can fit a dynamic regression model to the sales data.

If  $y_t$  denotes the sales in quarter  $t$ ,  $x_t$  denotes the corresponding advertising budget and  $z_t$  denotes the GDP, then the resulting model is:

$$y_t - y_{t-4} = \beta(x_t - x_{t-4}) + \gamma(z_t - z_{t-4}) + \theta_1 \varepsilon_{t-1} + \Theta_1 \varepsilon_{t-4} + \varepsilon_t \quad (1.1)$$

where  $\beta = 2.28$ ,  $\gamma = 0.97$ ,  $\theta_1 = NA$ , and  $\Theta_1 = -0.90$ .

## 1.5 Tables

Let's assume future advertising spend and GDP are at the current levels. Then forecasts for the next year are given in Table 1.1.

Point Forecast	Lo 80	Hi 80	Lo 95	Hi 95
1000.2	947.7	1052.7	919.9	1080.5
1013.1	959.3	1066.8	930.9	1095.3
1076.7	1022.9	1130.6	994.4	1159.0
1003.5	949.7	1057.4	921.2	1085.8

**Table 1.1:** *Forecasts for the next year assuming Advertising budget and GDP are unchanged.*

Again, notice the use of labels and references to automatically generate table numbers. In this case, we need to generate the label ourselves.

The `knitLatex` package is useful for generating tables from R output. Other packages can do similar things including the `kable` function in `knitr` which is somewhat simpler but you have less control over the result. If you use `knitLatex` to generate tables, don't forget to include `results="asis"` in the chunk settings.



## **Chapter 2**

# **Exponential Smoothing**

### **2.1 Organizing your ideas**

Imagine you are writing for your fellow Honours students. Topics that are well-known to them do not have to be included here. But things that they may not know about should be included. Resist the temptation to discuss everything you've read in the last year.

Do not organize your chapter around the papers you have read with one section per paper. Instead, you should organize your chapters around themes, and within each theme provide a story explaining the development of ideas. It is usually helpful to plan out a table of contents first with major section headings.

When you are discussing results from several papers or books, you will need to adopt a common notation to ensure your chapter makes sense. Do not use different notation for the same thing.

### **2.2 Citations**

All citations should be done using markdown notation as shown below. This way, your bibliography will be compiled automatically and correctly.



Exponential smoothing was originally developed in the late 1950s (Brown, 1959, 1963; Holt, 1957; Winters, 1960). Because of their computational simplicity and interpretability, they became widely used in practice.

Empirical studies by Makridakis and Hibon (1979) and Makridakis et al. (1982) found little difference in forecast accuracy between exponential smoothing and ARIMA models. This made the family of exponential smoothing procedures an attractive proposition (see Chatfield et al., 2001).

The methods were less popular in academic circles until Ord, Koehler, and Snyder (1997) introduced a state space formulation of some of the methods, which was extended in Hyndman et al. (2002) to cover the full range of exponential smoothing methods.

## **Appendix A**

### **Additional stuff**

You might put some computer output here, or maybe additional tables.

Note that line 5 must appear before your first appendix. But other appendices can just start like any other chapter.



# Bibliography

- Brown, RG (1959). *Statistical forecasting for inventory control*. McGraw-Hill, New York.
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