

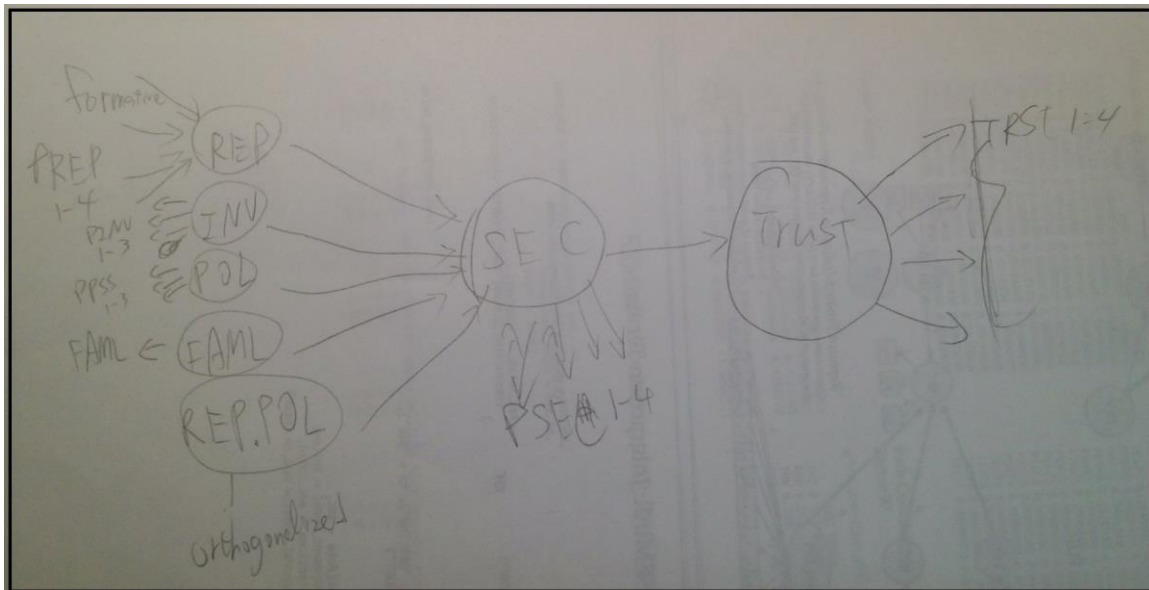
HW15

Question 1) Create a PLS path model using SmartPLS, with the following characteristics:

a). Create a PLS path model using SmartPLS, with the following characteristics:

- i. Measurement of constructs by items
 1. Trust in website (TRUST): reflective construct with items TRST1-4
 2. Perceived security of website (SEC): reflective construct with items PSEC1-4
 3. Reputation of website (REP): formative construct with items PREP1-4
 4. Investment in website (INV): reflective construct with items PINV1-3
 5. Perception of policy (POL): reflective construct with items PPSS1-3
 6. Familiarity with website (FAML): single-item construct measured by FAML1
- ii. Interaction between REP and POL (use orthogonalized product terms)
- iii. Structural paths between constructs (shown as causal models -- note direction of arrows):
 1. $SEC \leftarrow REP + INV + POL + FAML + REP.POL$
 2. $TRUST \leftarrow SEC$

My scratch of the SEM.



```
library(semnr)
```

```
##
```

```
## Attaching package: 'semnr'
```

```

## The following object is masked from 'package:base':
##
##      structure

sec = read.csv("security_data.csv")

# Measurement Model
sec_mm <- measure(
  form("REP",multi_items("PREP",1:4)),
  reflect("INV", multi_items("PINV",1:3)),
  reflect("POL", multi_items("PPSS",1:3)),
  reflect("FAML", "FAML1"),
  reflect("TRUST", multi_items("TRST", 1:4)),
  reflect("SEC",multi_items("PSEC",1:4))
)

#interaction term
sec_intxn <- interact(
  interaction_ortho("REP", "POL")
)

#Structural Model
sec_sm <- structure(
  paths(from = c("REP","INV","POL","FAML","REP.POL"), to = "SEC"),
  paths(from = "SEC", to = "TRUST")
)

#run PLS

sec_pls <- estimate_model(data = sec,
                          measurement_model = sec_mm,
                          structural_model = sec_sm,
                          interactions = sec_intxn)

## Generating the plsm model

```

b). Show us the following results in table of figure formats:

i. Loadings of reflective factors / Weights of formative factors

```
sec_pls$outer_loadings
```

	REP	INV	POL	FAML	REP.POL	SEC	TRUST
PREP1	0.5623877	0.0000000	0.0000000	0	0.0000000	0.0000000	0.0000000
PREP2	0.8723808	0.0000000	0.0000000	0	0.0000000	0.0000000	0.0000000
PREP3	0.9127721	0.0000000	0.0000000	0	0.0000000	0.0000000	0.0000000
PREP4	0.7500201	0.0000000	0.0000000	0	0.0000000	0.0000000	0.0000000
PINV1	0.0000000	0.9034426	0.0000000	0	0.0000000	0.0000000	0.0000000
PINV2	0.0000000	0.9248641	0.0000000	0	0.0000000	0.0000000	0.0000000
PINV3	0.0000000	0.8546257	0.0000000	0	0.0000000	0.0000000	0.0000000
PPSS1	0.0000000	0.0000000	0.8678161	0	0.0000000	0.0000000	0.0000000
PPSS2	0.0000000	0.0000000	0.8931576	0	0.0000000	0.0000000	0.0000000
PPSS3	0.0000000	0.0000000	0.9110954	0	0.0000000	0.0000000	0.0000000
FAML1	0.0000000	0.0000000	0.0000000	1	0.0000000	0.0000000	0.0000000
TRST1	0.0000000	0.0000000	0.0000000	0	0.0000000	0.0000000	0.8997565
TRST2	0.0000000	0.0000000	0.0000000	0	0.0000000	0.0000000	0.9092024
TRST3	0.0000000	0.0000000	0.0000000	0	0.0000000	0.0000000	0.9045716
TRST4	0.0000000	0.0000000	0.0000000	0	0.0000000	0.0000000	0.8381919
PSEC1	0.0000000	0.0000000	0.0000000	0	0.0000000	0.8106163	0.0000000
PSEC2	0.0000000	0.0000000	0.0000000	0	0.0000000	0.8652285	0.0000000
PSEC3	0.0000000	0.0000000	0.0000000	0	0.0000000	0.8680697	0.0000000
PSEC4	0.0000000	0.0000000	0.0000000	0	0.0000000	0.8094425	0.0000000
PREP1.PPSS1	0.0000000	0.0000000	0.0000000	0	0.5836738	0.0000000	0.0000000
PREP1.PPSS2	0.0000000	0.0000000	0.0000000	0	0.5125196	0.0000000	0.0000000
PREP1.PPSS3	0.0000000	0.0000000	0.0000000	0	0.5088870	0.0000000	0.0000000
PREP2.PPSS1	0.0000000	0.0000000	0.0000000	0	0.5134612	0.0000000	0.0000000
PREP2.PPSS2	0.0000000	0.0000000	0.0000000	0	0.4244352	0.0000000	0.0000000
PREP2.PPSS3	0.0000000	0.0000000	0.0000000	0	0.3398300	0.0000000	0.0000000
PREP3.PPSS1	0.0000000	0.0000000	0.0000000	0	0.2395725	0.0000000	0.0000000
PREP3.PPSS2	0.0000000	0.0000000	0.0000000	0	0.5576592	0.0000000	0.0000000
PREP3.PPSS3	0.0000000	0.0000000	0.0000000	0	0.4690182	0.0000000	0.0000000
PREP4.PPSS1	0.0000000	0.0000000	0.0000000	0	0.9011031	0.0000000	0.0000000
PREP4.PPSS2	0.0000000	0.0000000	0.0000000	0	0.8363827	0.0000000	0.0000000
PREP4.PPSS3	0.0000000	0.0000000	0.0000000	0	0.8599362	0.0000000	0.0000000

```
sec_pls$outer_weights
```

	REP	INV	POL	FAML	REP.POL	SEC	TRUST
PREP1	-0.2434963	0.0000000	0.0000000	0	0.00000000	0.00000000	0.00000000
PREP2	0.4418170	0.0000000	0.0000000	0	0.00000000	0.00000000	0.00000000
PREP3	0.5144356	0.0000000	0.0000000	0	0.00000000	0.00000000	0.00000000
PREP4	0.3759155	0.0000000	0.0000000	0	0.00000000	0.00000000	0.00000000
PINV1	0.0000000	0.3633141	0.0000000	0	0.00000000	0.00000000	0.00000000
PINV2	0.0000000	0.3949797	0.0000000	0	0.00000000	0.00000000	0.00000000
PINV3	0.0000000	0.3585944	0.0000000	0	0.00000000	0.00000000	0.00000000
PPSS1	0.0000000	0.0000000	0.3604446	0	0.00000000	0.00000000	0.00000000
PPSS2	0.0000000	0.0000000	0.3947092	0	0.00000000	0.00000000	0.00000000
PPSS3	0.0000000	0.0000000	0.3673192	0	0.00000000	0.00000000	0.00000000
FAML1	0.0000000	0.0000000	0.0000000	1	0.00000000	0.00000000	0.00000000
TRST1	0.0000000	0.0000000	0.0000000	0	0.00000000	0.00000000	0.2820685
TRST2	0.0000000	0.0000000	0.0000000	0	0.00000000	0.00000000	0.2803331
TRST3	0.0000000	0.0000000	0.0000000	0	0.00000000	0.00000000	0.2856284
TRST4	0.0000000	0.0000000	0.0000000	0	0.00000000	0.00000000	0.2779270
PSEC1	0.0000000	0.0000000	0.0000000	0	0.00000000	0.2708136	0.0000000
PSEC2	0.0000000	0.0000000	0.0000000	0	0.00000000	0.3163641	0.0000000
PSEC3	0.0000000	0.0000000	0.0000000	0	0.00000000	0.3064275	0.0000000
PSEC4	0.0000000	0.0000000	0.0000000	0	0.00000000	0.2974225	0.0000000
PREP1.PPSS1	0.0000000	0.0000000	0.0000000	0	0.23907580	0.00000000	0.00000000
PREP1.PPSS2	0.0000000	0.0000000	0.0000000	0	0.03097791	0.00000000	0.00000000
PREP1.PPSS3	0.0000000	0.0000000	0.0000000	0	0.02135493	0.00000000	0.00000000
PREP2.PPSS1	0.0000000	0.0000000	0.0000000	0	0.04728616	0.00000000	0.00000000
PREP2.PPSS2	0.0000000	0.0000000	0.0000000	0	-0.10299005	0.00000000	0.00000000
PREP2.PPSS3	0.0000000	0.0000000	0.0000000	0	-0.22637248	0.00000000	0.00000000
PREP3.PPSS1	0.0000000	0.0000000	0.0000000	0	-0.33874387	0.00000000	0.00000000
PREP3.PPSS2	0.0000000	0.0000000	0.0000000	0	0.09519373	0.00000000	0.00000000
PREP3.PPSS3	0.0000000	0.0000000	0.0000000	0	0.10857661	0.00000000	0.00000000
PREP4.PPSS1	0.0000000	0.0000000	0.0000000	0	0.44220480	0.00000000	0.00000000
PREP4.PPSS2	0.0000000	0.0000000	0.0000000	0	0.38056606	0.00000000	0.00000000
PREP4.PPSS3	0.0000000	0.0000000	0.0000000	0	0.27087812	0.00000000	0.00000000

ii. Regression coefficients of paths between factors

```
print_paths(sec_pls)
```

```
##          SEC TRUST
## R^2      0.44  0.37
## REP      0.30   .
## INV      0.17   .
## POL      0.32   .
## FAML     0.01   .
## REP.POL -0.11   .
## SEC      .    0.61
```

iii. Bootstrapped path coefficients: t-values, p-values (are any paths not significant at p=5% ?)

```
boot_pls <- bootstrap_model(data = sec,
                             measurement_model = sec_mm,
                             structural_model = sec_sm,
                             interactions = sec_intxn,
                             nboot = 1000)
```

```
## Bootstrapping model using simplePLS...
```

```
print_paths(boot_pls)
```

	SEC	PLS	Est.	SEC	Boot	Mean	SEC	Boot	SE	t	value	Pr(> t)
REP			0.30			0.31			0.05	5.70	0.00	
INV			0.17			0.17			0.05	3.31	0.00	
POL			0.32			0.32			0.05	6.01	0.00	
FAML			0.01			0.01			0.05	0.16	0.87	
REP.POL			-0.11			-0.06			1.43	-0.04	0.97	
SEC			0.00			0.00			0.00	0.00	0.00	
	TRUST	PLS	Est.	TRUST	Boot	Mean	TRUST	Boot	SE	t	value	Pr(> t)
REP			0.00			0.00			0.00	0.00	0.00	0
INV			0.00			0.00			0.00	0.00	0.00	0
POL			0.00			0.00			0.00	0.00	0.00	0
FAML			0.00			0.00			0.00	0.00	0.00	0
REP.POL			0.00			0.00			0.00	0.00	0.00	0
SEC			0.61			0.61			0.04	16.67	0.00	0

From the above table, we can find out that **FAML** and **REP.POL** are insignificant paths.