

Forecasting: principles and practice

Lab Session 4

23 September 2014

Before doing any exercises in R, load the **fpp** package using `library(fpp)`.

1. Use `ets()` to find the best ETS model for the price of eggs (data set `eggs`). How does this model compare to the one you found in the previous lab session?
2. Use `ets()` on the various other series we have considered today. Does it always give good forecasts? Find an example where it does not work well. Can you figure out why?