HW2

- 1. Compare the backdoor criterion and traditional statistical approach for identifying confounders. In what case, the traditional method would lead mistake? Think how to fix the traditional definition of confounders.
- 2. Describe the sufficient-component cause model (i.e. sufficient cause, component cause, necessary cause...) and give an example of how it works.
- 3. Below is a description of TrustVic.csv:
 - y_trust: Generalized trust (0-10) at 2006 (Outcome)
 - x_threat: Experiencing a threat (0,1) in year before 2006 (Treatment)
 - c_age: Age measure at 2005
 - c_male: Gender at 2005 (Male=1, Female=0)
 - c_education: Level of education (0-10) at 2005
 - c_income: Income categorical (0,1,2,3) at 2005

We wish to know whether victimization has causal effect on generalized trust. Please follow the instructions below to do the investigation. R (recommended) and Python are accepted for coding. All codes and results should be submitted in HTML and packaged with the answer for Q1&2 into a compressed zip file.

- (a) Simply check the relationship between trust and victimization (without and with potential confounders).
- (b) Properly estimate the propensity score for victimization, and visualize the distribution of propensity score in treatment and control.
- (c) Use the propensity score calculated in (b) to do matching (one-to-one) and calculate the average causal effect.
- (d) Use the propensity score calculated in (b) to do weighting and calculate the average causal effect.