

- We can also assess how good our model is by using the F-test.
- The F-test is based on the ratio of the improvement due to the model ( $SS_M$ ) and the difference between the model and the observed data ( $SS_R$ ).
- Rather than use the sums of squares themselves, we use the mean sums of squares ( $MS_M$  and  $MS_R$ ).

$$F = \frac{MS_M}{MS_R}$$

- A good model will have large  $MS_M$  and a small  $MS_R$
- In other words, the improvement of the model compared to the mean will be good.
- The difference between the model and our observed data will be small.

$$F = \frac{MS_M}{MS_R}$$