

Math 70 Homework 8

Alex Craig

Problem 1

Instructions

The file `amazshop.csv` contains the following information on 1000 Amazon.com shoppers: `shop=1` indicates the internal definition of active shoppers and 0 otherwise, `age`, `sex=1` codes male and 0 female, `total` contains the dollar amount spent during the year, and `npurch` indicates the number of items sold.

- (a) Run logistic regression on the four variables and develop a parsimonious model by selecting only statistically significant variables.
- (b) Test the hypothesis on the validity of the logistic regression using the likelihood ratio test by testing that all slope coefficients are zero.
- (c) Plot the probability to be qualified as an active shopper versus total amount for the shopper of age 20 and age 60.
- (d) Compute and display the 95% confidence interval for the probability of a person who spends \$2000 per year and is 60 years old.
- (e) Compute and display the ROC curves along with AUCs for identification of an inactive shopper for full and parsimonious model using different color.

Solution

Problem 2

Instructions

- (a) Apply PCA to project the iris data onto the plane, display and color each flower.
- (b) Compute and display on each axis the proportion of variance explained and two components together on the top of the graph. Use `legend` for flower colors.
- (c) Display the proportion of variance explained by PCA projections as in `swiss(job=3)`.

Solution