DataVizA Tutorial: Plotting one variable

Department of Econometrics and Business Statistics, Monash University

Tutorial 3

Concepts

- 1. In the RGB color model what color is represented by #FF0000?
- 2. In the RGB color model what would be the hex code for pure blue?
- 3. Describe the role of bandwidth in kernel density estimation.
- 4. How are outliers defined in a boxplot?

Data Analysis

- 1. Using the Swiss Export Data, plot a bar chart of the region variable.
- 2. What does this plot tell you?
- 3. Construct a density plot, rug plot and boxplot for Exports in January 1988.
- 4. What do we see in these plots?

Log Scales

- 1. Why might we display data using a log scale?
- 2. Using the Swiss Exports data plot a scatterplot of exports in January 1988 against exports in December 2018.
- 3. Do the same plot but using log scales.
- 4. Compare these two plots
- 5. How do you understand the warning message that occurs when the log log scale is used?

Credit default data

The dataset *credit.rds* contains demographic information and repayment history for individuals who may have either defaulted on their credit card payments. The variable of interest is *default* which is equal to 1 for customers who fail to pay their credit card bill and 0 otherwise. More details on the dataset can be found here

- 1. Using box plots, explore whether the distribution of age is different for the default group and non-default group. Interpret your result.
- 2. Using box plots, explore whether the distribution of the credit limit (LIMIT_BAL) is different for the default group and non-default group. Interpret your result.

- 3. Suppose you work for the credit card company. In a business meeting a colleague suggests that the credit card limit could be useful in predcting when a customer defaults.
- 4. Suppose you work for the credit card company. In a business meeting a colleague looks at the plot and suggests that low credit card limits are causing defaults. They suggest to raise the credit card limit of all customers. Is this a good idea?