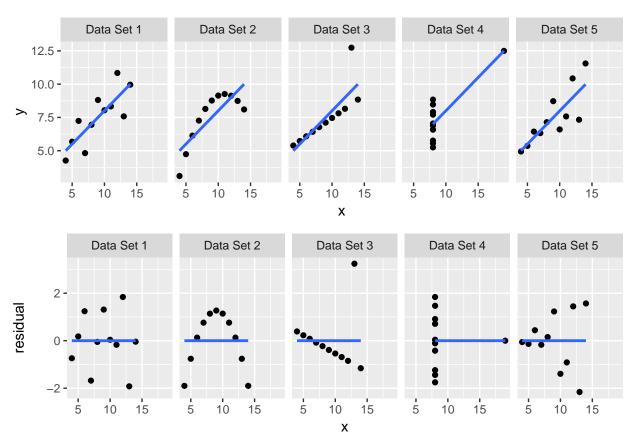
## Anscombe's Data

All 5 Have Essentially the Same Estimated Intercept, Slope,  $\mathbb{R}^2$ , and Residual Standard Deviation!



- Brief reminder of conditions for linear regression:
  - Linear relationship
  - **Independent** observations
  - **Normally** distributed residuals (or large enough sample size)
  - Equal variability of residuals
  - No outliers
- How do they check out?
  - Data Set 1 looks OK!
  - Data Set 2 not a linear relationship!
  - Data Sets 3 and 4 have outliers (or influential observations)!
  - Data Set 5 has a lack of equal variance!
- Conclusion: It's critical to look at plots!!!!!