

## Exercise III

Put the dataset from *exercise 2* in the folder **exercise\_3/DTA**. You will perform analyses, generate graphics and regression tables based on this dataset. Together we will interpret the output.

### Step-by-Step

1. Load the dataset.
2. Generate line graphs for the average punishment over the 10 periods for the 2 sessions. The 2 lines for both sessions have to be depicted in the same graph. The graph should include errorbars showing standard errors. (*Hint*: Install and use the module **lgraph**. Don't worry, before installing Stata checks whether a module is already installed or not. If the module exists already it will notify you.)
3. Label the graph appropriately using the Do-file and store it. (*Hint*: Value labels)  
  
(*General hint for graphs*: If you work with MS Office, best export format is **\*.wmf**. If you use L<sup>A</sup>T<sub>E</sub>X best export formats are **\*.eps** and **\*.pdf**.)
4. Create bar-graphs of the mean contributions in period 1 and 10 for session 1 and 2. Export the graph.
5. Perform a linear regression to estimate the effect of **gender**, **age**, **risk**, **bf[1-5]** on the individual contribution. Cluster the standard errors.
6. Store the results for later output using **outreg2**. (You might have to install the module.)
7. What type of dataset do you have? (cross-section, time-series, panel)
8. Indicate to Stata the appropriate data structure and adapt your regression accordingly. Also store the results using **outreg2**.
9. Risk attitude and gender are usually highly correlated. (Men are more risk loving.) Drop **gender** from your regression and run it again and store the results.
10. Take a look at the results and interpret them. Do things change?
11. There are issues with this approach given that dataset. Let's talk about them.