Include also discrete variables as predictors 1. Example: Breed as an influence on body weight. - Breed is a oliscrete variable with fixed levels like } Augus, Simmental, Limousin } a Data Set Animal Book Weight Breed 541 E(yi) = bo + box x; breed code [yi) = bo + box x; [mlocapt regression coefficient

Eq. Animal 1: $E(y_1) = b_0 + b_1 \cdot 1$ Animal 10: $E(y_1) = b_0 + b_1 \cdot 2$