

# Covergence Clubs and Regression Trees

0686 - Spatial Economics

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- Wie und warum eingeschränkt (2000 onwards)
- Welche Variablen & Länder
- Hübscher Plot

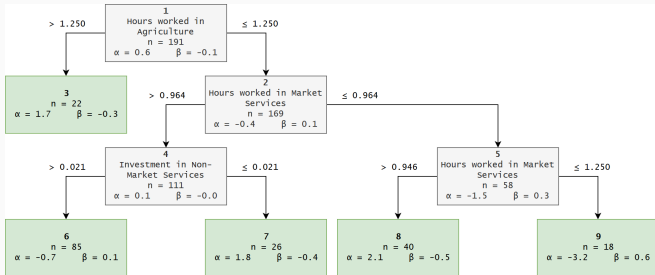
## Oh what a merry regression tree

- Split observations into clubs:

```
tree <- function(data, split_vars, end_criteria) {  
  split <- find_best_split(...)  
  
  if (!end_criteria) {  
    return(list(tree(split$data1, ...),  
                tree(split$data2, ...)))  
  } else { # if(end_criteria)  
    return(data)  
  }  
}
```

# Regression Tree

- Receive a tree-structure of data:



- Caveat: linear model with spatially filtered data

- Tested with simulated and real data
- Compares well against partykit (Hothorn and Zeileis 2015)

- Clubs
- LM vs. SAR vs. SEM

Hothorn, Torsten, and Achim Zeileis. 2015. "partykit: A Modular Toolkit for Recursive Partytioning in R." *Journal of Machine Learning Research* 16: 3905–9.  
<http://jmlr.org/papers/v16/hothorn15a.html>.