

Univariable analysis for products from the website if they were exclusive or sold online only (MarketingFlags)

```
``{r}
```

```
# Encoding MarketingFlags as factor
```

```
sephora$MarketingFlags = as.factor(sephora$MarketingFlags)
```

```
# Univariable model
```

```
model.MarketingFlags <- glm(online_only ~ MarketingFlags, family = binomial,  
data = sephora)
```

```
# Statistic summary sum_model.MarketingFlags <- summary(model.MarketingFlags)  
sum_model.MarketingFlags
```

```
...
```

Call:

```
glm(formula = online_only ~ MarketingFlags, family = binomial,  
data = sephora)
```

Coefficients:

	Estimate	Std. Error	z value	Pr(> z)
(Intercept)	-19.57	156.68	-0.125	0.901
MarketingFlagsTRUE	19.54	156.68	0.125	0.901

(Dispersion parameter for binomial family taken to be 1)

Null deviance: 9791 on 8986 degrees of freedom
Residual deviance: 5927 on 8985 degrees of freedom
AIC: 5931

Number of Fisher Scoring iterations: 18

Wald test for products from the website if they were exclusive or sold online only

```
``{r}
```

```
# Wald test
```

```
wald_MarketingFlags <- round(sum_model.MarketingFlags$coefficients[2]/
```

```
sum_model.MarketingFlags$coefficients[2,2],3)
```

```
pvalue_MarketingFlags <- round(2*(1-pnorm(wald_MarketingFlags)),4)
```

```
...
```

$$H_0 : \beta_1 = 0$$

$$W = \frac{\hat{\beta}_1}{\hat{SE}(\hat{\beta}_1)} = 0.125$$

$$P_value = 0.9005$$

According to the Wald test, the independent variable “MarketingFlags” is not statistically significant because its p-values is more than the significant level $\alpha=0.25$