



## Data Example 1: High School Awards

**Objective**: To model and predict the number of awards earned by students for multiple high schools.

**Response Variable**: The number of awards earned by students at a high school per year.

### **Predicting Variables:**

- The type of program in which the student was enrolled, with three levels:
   1 = "General", 2 = "Academic" and 3 = "Vocational"; and
- The score on the final exam in math.

<u>Acknowledgement</u>: This data example was acquired from the Institute for Digital Research and Education at University of California, Los Angeles.

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### **Exploratory Data Analysis**

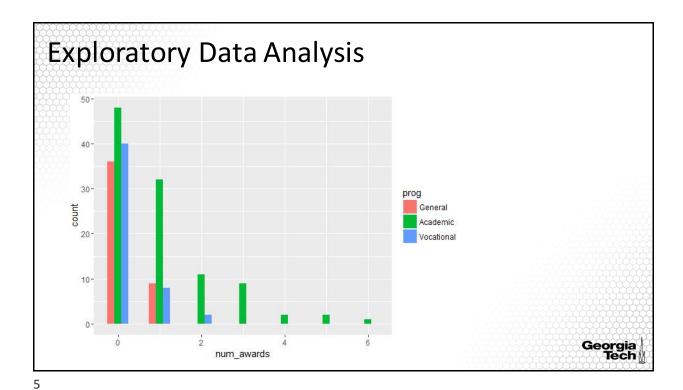
```
## Read data in R
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```
awardsdata = read.csv("students_awards.csv",header=T)
## Convert qualitative variable in the data into factor in R
awardsdata = within(awardsdata, {
    prog = factor(prog, levels=1:3, labels=c("General", "Academic", "Vocational"))
    id = factor(id)})
```

#### ## Conditional histograms

library(ggplot2)
ggplot(awardsdata, aes(num\_awards, fill = prog)) + geom\_histogram(binwidth=.5, position="dodge")





# Data Example 2: Insurance Claims

**Objective**: To explain factors that are associated to car insurance claims due to accidents or other events leading to car damage.

**Response Variable**: The number of car insurance claims <u>per policyholder</u>.

- Holders: numbers of policyholders; and
- Claims: numbers of claims

### **Predicting Variables:**

- District of residence of policyholder (1 to 4): 4 is major cities.
- Classification of cars with levels <1 litre, 1–1.5 litre, 1.5–2 litre, >2 litre.
- Age group of the policyholder: <25, 25–29, 30–35, >35.



## **Exploratory Data Analysis**

#### ## Data in the R library MASS

library(MASS) summary(Insurance)

#### ## Relationship between rate of claims and predictors

boxplot(Claims/Holders~District, xlab = "District", ylab = "Rate of claims per policyholder", data=Insurance)
boxplot(Claims/Holders~Group, xlab = "Group", ylab = "Rate of claims per policyholder", data=Insurance)
boxplot(Claims/Holders~Age, xlab = "Age", ylab = "Rate of claims per policyholder", data=Insurance)

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