Congratulations! You passed!

Grade received 100%
To pass 80% or higher

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item</div>

1. The second stage of two stage least squares is: **1 / 1 point**

○ ◉ regression of the outcome on the predicted value of treatment (from the stage 1
model)

○ regression of the instrumental variable on the outcome

○ regression of the outcome on observed treatment

✓ **Correct**

2. A strong instrument is one that: **1 / 1 point**

○ is highly correlated with the outcome

○ is independent of treatment

◉ is highly predictive of treatment

✓ **Correct**