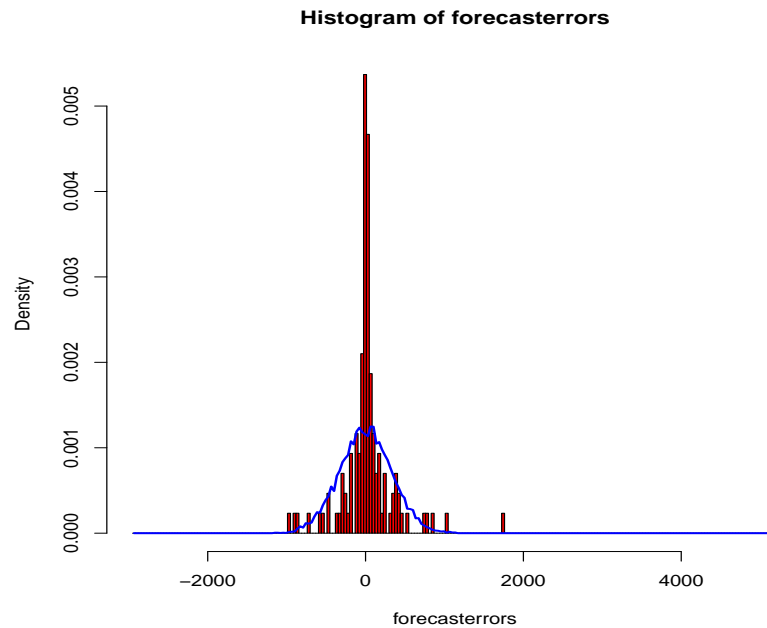**Histogram of forecasterrors**

Figure 4.11: A histogram of the forecast errors, with an overlaid normal curve that has mean zero and the same standard deviation as the distribution of forecast errors.

The plot shows that the distribution of forecast errors is roughly centred on zero, and is more or less normally distributed, although it seems to be slightly skewed to the right compared to a normal curve. However, the right skew is relatively small, and so it is plausible that the forecast errors are normally distributed with mean zero.