

AUA Fall 2023

DS 110 Statistics 2

Homework 4

Problem 1 (10 point)

The Poisson distribution may be useful to model events such as

- a) Time interval between bus arrivals
- b) The price of the plane ticket
- c) The time of the first goal during the soccer
- d) The number of bus arriving to a bus station between 12:00 and 16:00.

Problem 2 (40 point)

The data `diabet.csv` has a binary result (outcome, dependent) variable called `outcome`, which is patient's result of having diabetes. There are three predictor variables: `Insulin`, `BMI` and `Pregnancy`. We will treat the variables `Insulin` and `BMI` as continuous. The variable `pregnancy` takes on the values 0 through 11.

- a) Construct logistic regression model with dependent variable `Outcome` and independent variables `Insulin`, `BMI` and `Pregnancy`. Explain coefficients and show which coefficients are significant. (10 points)
- b) Find the minimum and maximum values of predictions and discuss how well the model predicts the probability of having diabetes.
- c) What is the probability for person with median BMI and Insulin with 0 pregnancy to have diabetes? (10 points)
- d) What is odd ratio for patients with maximum BMI and maximum Insulin with 4 pregnancies? (10 points)

Problem 3 (50 point)

In this data `armeian_pub.csv`, `age` is the age of the visitor of the pub. `Income` is a continuous predictor variable and represents visitor's income, and `WTS` is the maximum willingness to spend at the pub. `Frequency` is a categorical predictor variable with three levels indicating the frequency of visit to pubs. It is coded as 0 = "Rare", 1 = "Several times a month" and 2 = "Several times a week"

- a) Estimate a Poisson regression model for `age`, including `Income`, `WTI` and `frequency` (as multiple dummy variable) as explanatory variables. Interpret coefficients and the significance of the coefficients (10 points)

- b) Obtain predictions from the Poisson regression model. Find the minimum and maximum values and discuss how well the model predicts age. (10 points)
- c) Find the expected age of visitor who has 200.000 income, 3000 WTS and is coming to Pub Several times a week. (7 points)
- d) Find the expected age of visitor who has 100.000 income, 5000 WTS and is coming to Pub rare. (8 points)
- e) Calculate the probability that at least one of the visitors from c) and d) will be older than 25. (Considering they are independent from each other). (15 points)