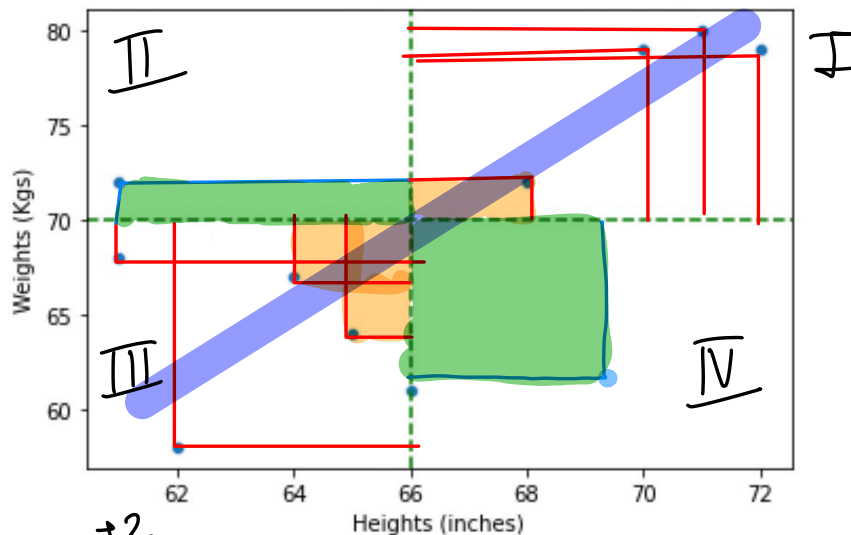


CORRELATION

TEST

Height (inches)	Weight (kg)	
68	72	
62	58	
64	67	
61	72	
70	79	
66	61	
61	68	
65	64	
71	80	
72	79	
$\bar{h} = 66$	$\bar{w} = 70$	



$$\text{I} \quad \overset{+2}{(68-66)} \times \overset{+2}{(72-70)} = +4$$

$$\text{II} \quad \overset{-5}{(61-66)} \times \overset{+2}{(72-70)} = -10$$

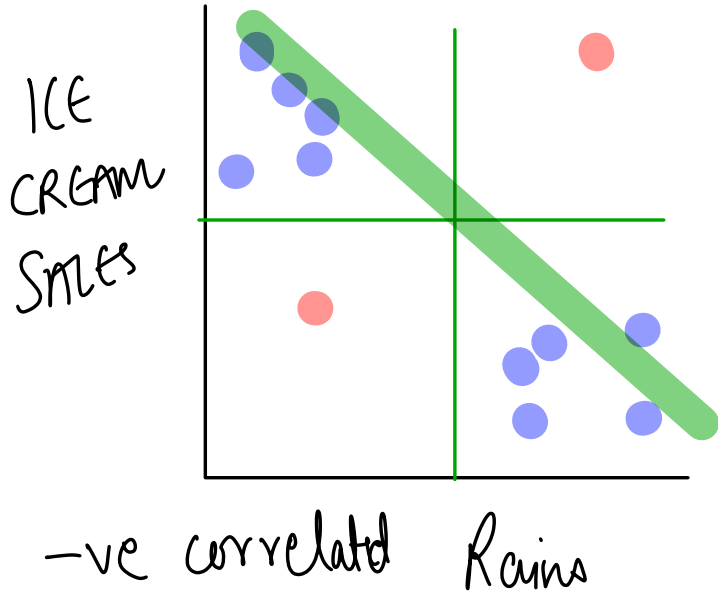
$$\text{III} \quad \overset{-2}{(64-66)} \times \overset{-3}{(67-70)} = +6$$

$$\text{IV} \quad \overset{+3}{(69-66)} \times \overset{-7}{(63-70)} = -21$$

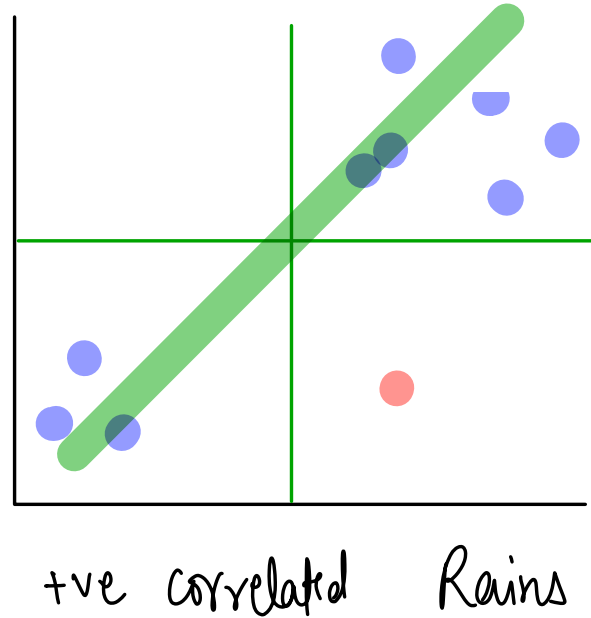
I & III +ve

II & IV -ve

$$\text{Covariance} = \frac{1}{n} \sum (x_i - \bar{x})(y_i - \bar{y})$$

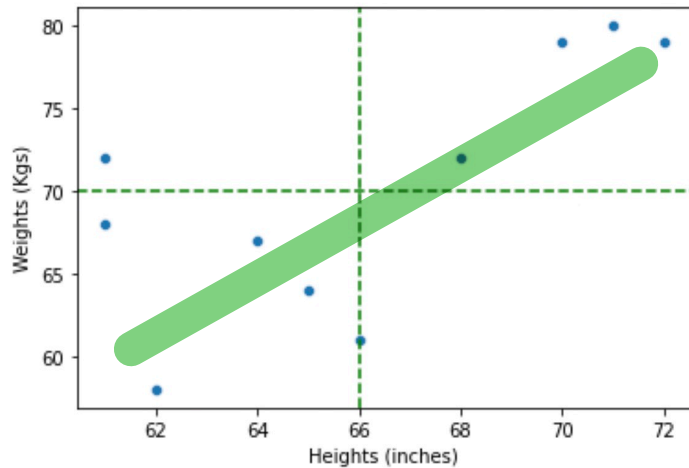


Chai
+
Pakora

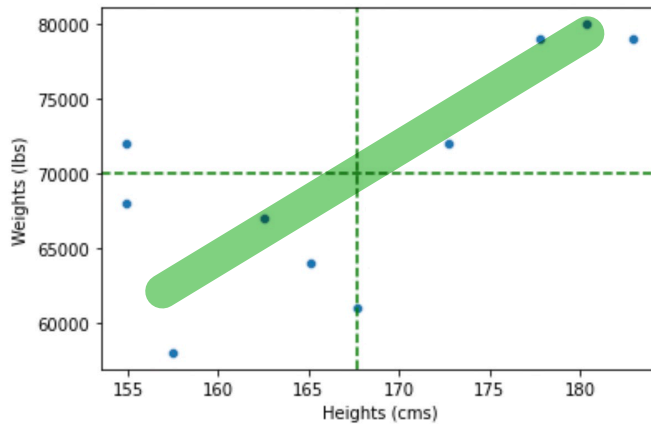
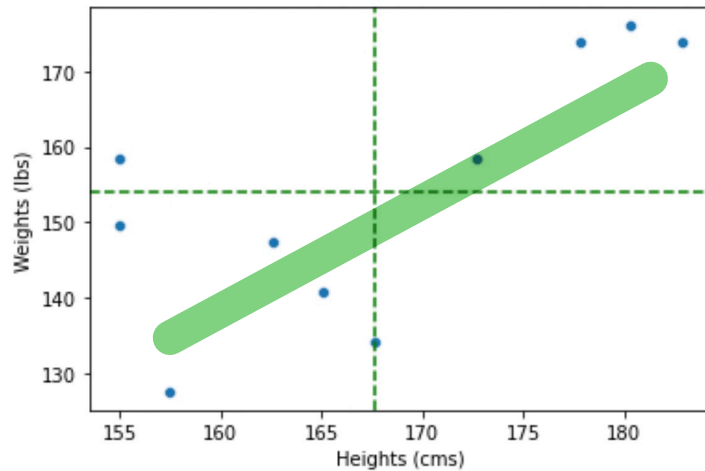


```
plt.show()
```

LALIT'S



NAKUL'S



DARSN

$$\text{Covariance} = \frac{1}{n} \sum (x_i - \bar{x}) (y_i - \bar{y})$$

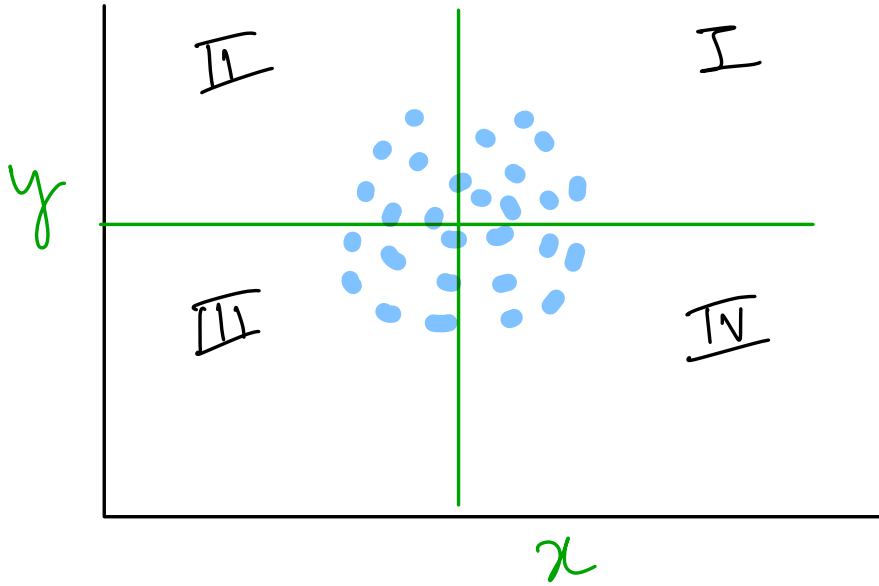
$$\text{Correlation} = \frac{1}{n} \sum \frac{(x_i - \bar{x})}{\sigma_x} \frac{(y_i - \bar{y})}{\sigma_y}$$

Pearson

$$\text{Correlation} = \frac{\text{Cov}(x, y)}{\sigma_x \sigma_y}$$

$$\rho_{xy} = \frac{\text{Cov}(x, y)}{\sigma_x \sigma_y}$$

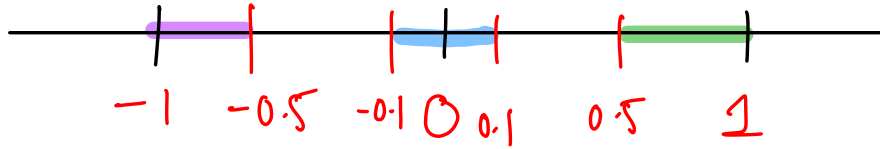
$$-1 \leq \rho_{xy} \leq 1$$



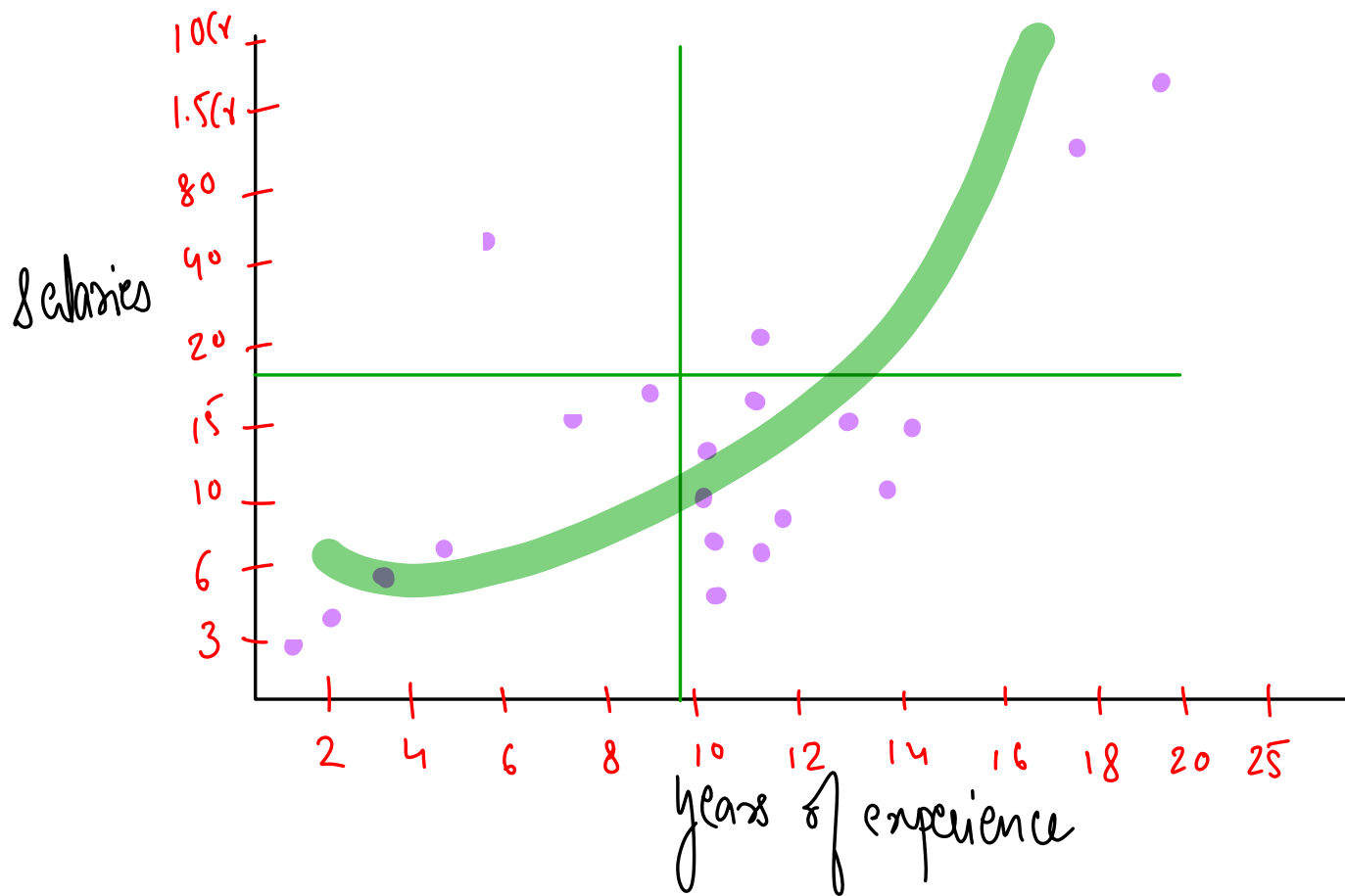
$$\text{Cov}(x, y) = 0$$

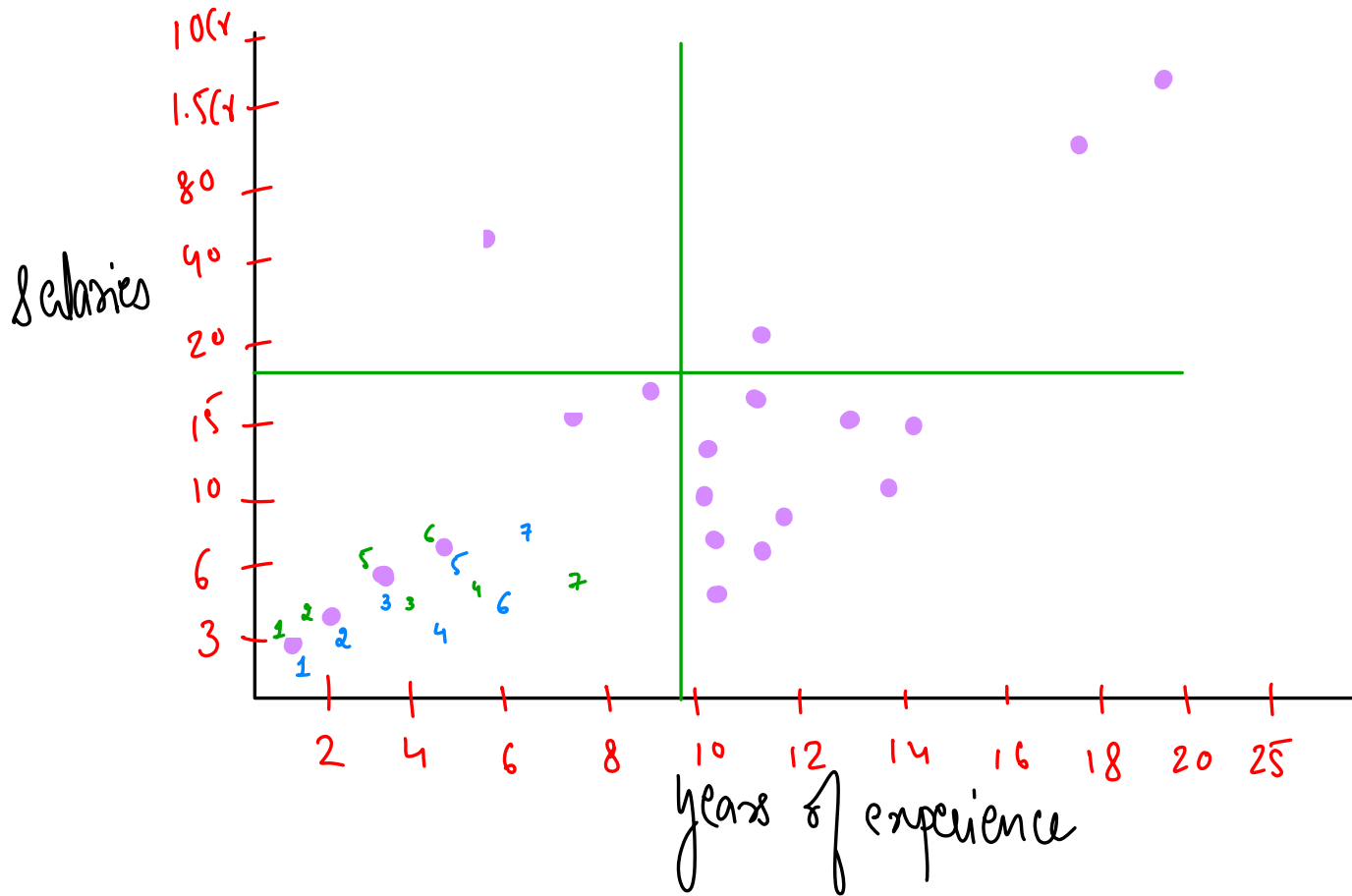
$$\underline{\underline{\text{Cor}}} = 0$$

Uncorrelated

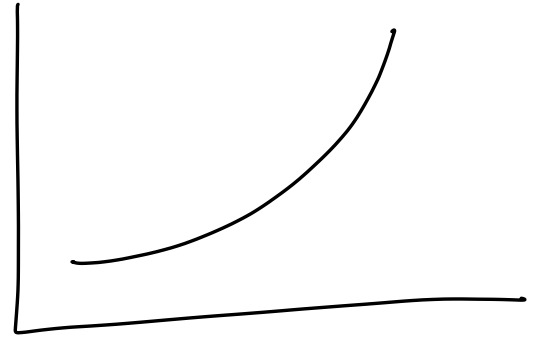


ρ_{xy}

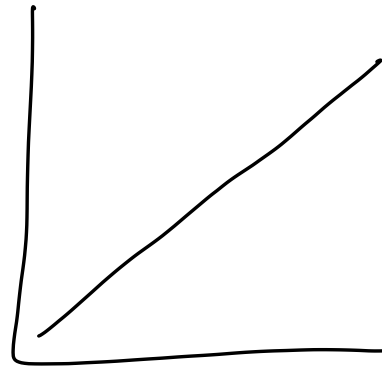


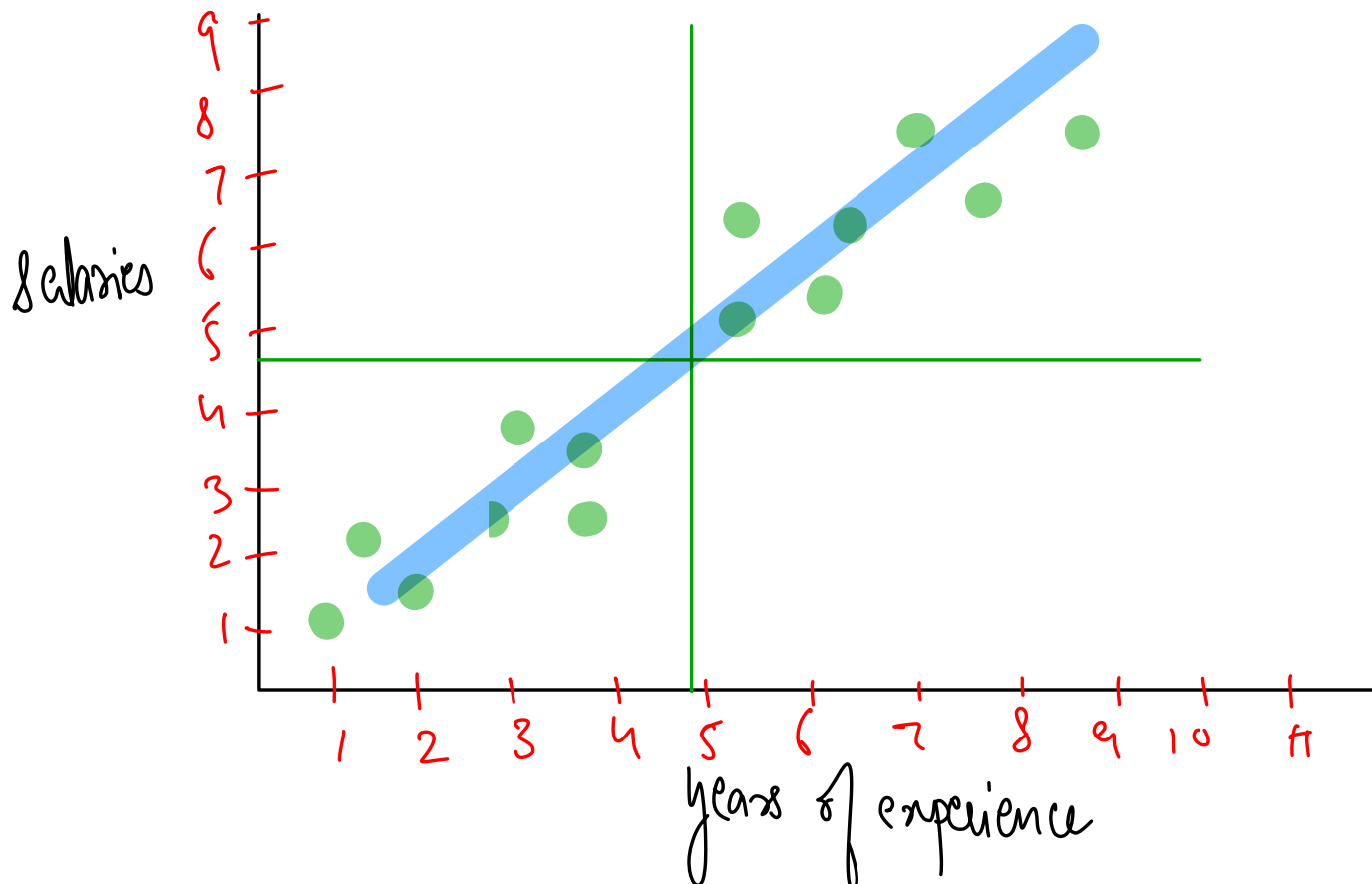


yrs. of experience	Salary
3 (1)	7 (1)
10 (2)	20 (2)
15 (3)	45 (3)
25 (4)	100 (4)



yrs. of exp. (Rank)	Salary (Ranks)
1	1
2	2
3	3
4	4



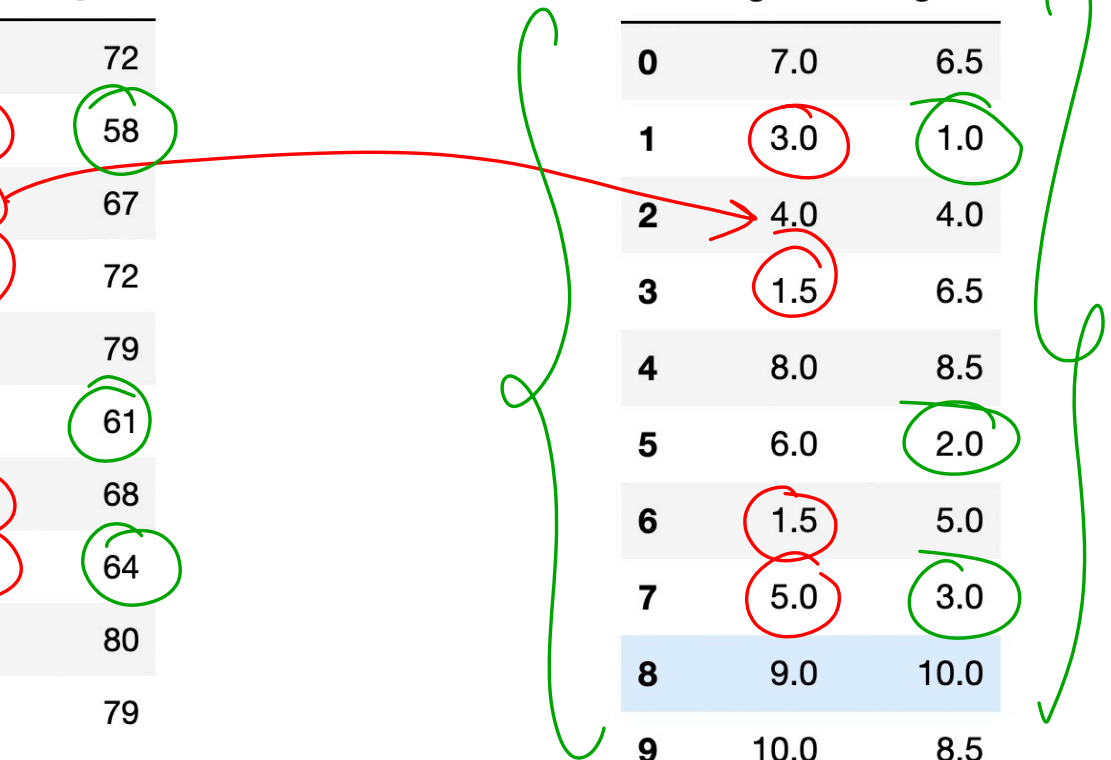


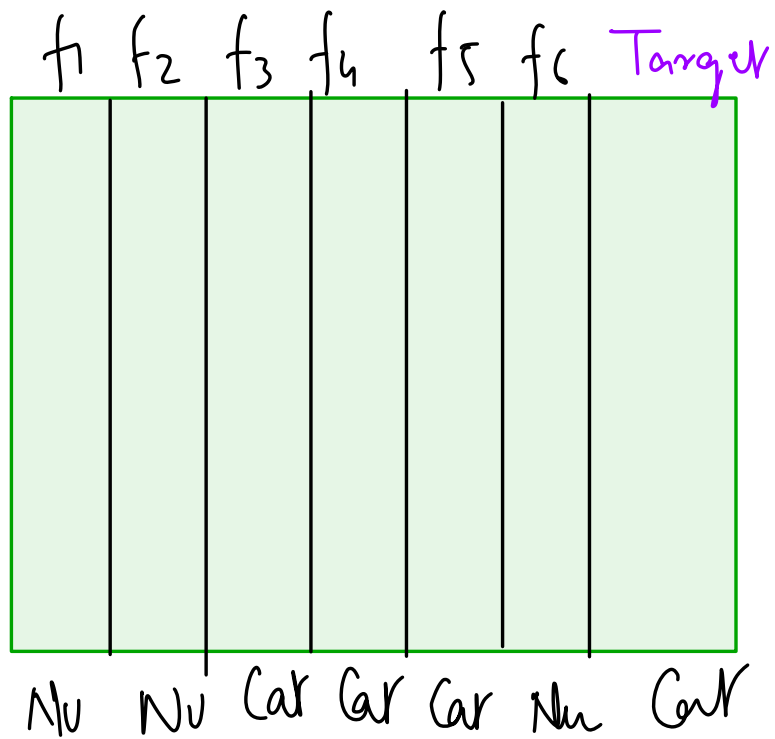
Spearman Rank Correlation Coefficient

$$S_{x_{\text{Rank}} y_{\text{Rank}}} = \frac{\text{Cov}(x_{\text{Rank}}, y_{\text{Rank}})}{\sigma_{x_{\text{Rank}}} \sigma_{y_{\text{Rank}}}}$$

	Heights	Weights
0	68	72
1	62	58
2	64	67
3	61	72
4	70	79
5	66	61
6	61	68
7	65	64
8	71	80
9	72	79

	Heights	Weights
0	7.0	6.5
1	3.0	1.0
2	4.0	4.0
3	1.5	6.5
4	8.0	8.5
5	6.0	2.0
6	1.5	5.0
7	5.0	3.0
8	9.0	10.0
9	10.0	8.5





$$\rho_{xy} = \frac{\text{Cov}(x, y)}{\sigma_x \sigma_y}$$