

Q.6	Using the dataset below, calculate the covariance between X and Y.
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X	2	4	6	8
Y	3	7	5	10

ANS.	Covariance	4.75
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Q.7	Compute the Pearson correlation coefficient between variables A and B:
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A	10	20	30	40	50
B	8	14	18	24	28

ANS.	The Pearson correlation coefficient between variables A and B	0.997608606
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Q.8	The following table shows heights (in cm) and weights (in kg) of 5 students. Find the correlation coefficient between Height and Weight.
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Height	150	160	165	170	180
Weight	50	55	58	62	70

ANS.	The correlation coefficient between Height and Weight.	0.99218437
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Q.10

Two investment portfolios have the following returns (%) over 5 years. Compute the covariance and correlation coefficient, and interpret whether the portfolios move together.

Year	Portfolio A	Portfolio B
1	8	6
2	10	9
3	12	11
4	9	8
5	11	10

ANS.	Covariance	2.4
	correlation	0.986393924