

$$\text{And, } \sum x_i y_i = \left( \sum x_i \right) \beta_0 + \beta_1 \left( \sum x_i^2 \right)$$

$$\Rightarrow \sum x_i y_i = \sum x_i (\bar{y} - \beta_1 \bar{x}) + \beta_1 \left( \sum x_i^2 \right)$$

$$\Rightarrow \sum x_i y_i = (n \bar{x}) (\bar{y} - \beta_1 \bar{x}) + \beta_1 \left( \sum x_i^2 \right)$$

[Note:  $\beta_0 = \bar{y} - \beta_1 \bar{x}$  and  $\sum x_i = n \bar{x}$ ]

$$\Rightarrow \sum x_i y_i = n \bar{x} \bar{y} + \beta_1 \left( \sum x_i^2 - n (\bar{x})^2 \right)$$

$$\Rightarrow \sum x_i y_i - n \bar{x} \bar{y} = \beta_1 \left( \sum x_i^2 - n (\bar{x})^2 \right)$$

$$\therefore \hat{\beta}_1 = \frac{\sum x_i y_i - n \bar{x} \bar{y}}{\sum x_i^2 - n (\bar{x})^2}$$

$$\text{where, } \bar{x} = \frac{\sum x_i}{n}$$

$$\bar{y} = \frac{\sum y_i}{n}$$