

If your model does not work on  
**simulated** data, it will **never** work  
on **real** data!

# Interactions

Allowing coefficients to change according to other variables

- What if the relation between a predictor and an outcome changes depending on another predictor?
- We can account for this by adding product terms in the model
- With two predictors,  $x$  and  $z$ :

$$\mu = \alpha + \beta_1 x + \beta_2 z + \beta_3 xz$$

