

A Repository for R in Economics

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Lecture 2: Basic Programming and Statistics

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Introduction

We started with basics of R and programming. The best way to learn programming is to practice with some material you might use in the future. Hence, this lecture we will be working with basic programming and statistics.

The lecture material follows https://www.modernstatisticswithr.com/.

I encourage you to have a look at the websites and further resources you can find in my GitHub repository.

Functions I

Functions take inputs and return outputs. Almost everything you will do in R will be done by functions.

```
# If you would like to sum a list of numbers;
x < -c(45,3,9,99,0)
sum(x)
 Remember the "object orientedness" of R.
z < - sum(x)
Z
# You can also multiply a list of numbers, but the question is, who comes
   up with these functions?
prod(x)
# Asking for help is quite easy.
?prod
```

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Functions II

Here are some exercises to practice with functions.

```
# Calculate the median of 34, 16, 105, and 27.

# What does range() do?

# Is mean(4,5) the same as mean(c(4,5))?
```

MSR: Exercise 2.3 with a Function Twist

```
# Write a function that calculates your net income, given that your full
   income and the taxes you pay.
income <- 100
taxes <- 0.4

net_income <- function(income, taxes) {
  net_income <- income * (1 - taxes)
  return(net_income)
}</pre>
```

MSR: Exercise 2.4 - 2.7

- # Before we proceed, we need to understand how data might look like in R.
- # Create two vectors, height and weight, containing the heights and weights of five fictional people (i.e., just make up some numbers!).
- # Combine your two vectors into a data frame.
- # Compute the mean and median height.
- # Compute the correlation between height and weight.
- # Read the documentation for 'length', apply it to height. Read the documentation for 'sort', and apply it to weight.

Numerical and Categorical Variables

We will now follow the script. Then, with the knowledge you have gained, answer the following questions.

```
# Install and load the palmerpenguins package.

# View the documentation for the penguins data and read about its variables.

# Check the data structures: how many observations and variables and what type of variables (numeric, categorical, etc.) are there?

# Compute summary statistics (means, median, min, max, counts for categorical variables). Are there any missing values?
```