# Package 'AnnuityRIR'

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beta\_parameters 3

Compute the parameters of the beta distribution and plot normalized data.

# Description

Compute the parameters of the beta distribution and plot normalized data.

## Usage

```
beta_parameters(data)
```

# Arguments

data

A vector of interest rates.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
# example 1
data=c(0.00,-0.05,-0.05,-0.06,-0.06,0.02,-0.06,-0.05,-0.04,-0.05,
-0.03,-0.06,0.04,-0.05,-0.08,-0.05,-0.12,-0.03,-0.05,-0.04,-0.06)
beta_parameters(data)

# example 2
data<-rnorm(n=200,m=0.075,sd=0.2)
beta_parameters(data)</pre>
```

FV\_post\_artan

FV_post_artan	Compute the final expected value of an n-payment annuity, with
	payments of 1 unit each made at the end of every year (annuity-
	immediate), valued at the rate $X$ , using the tetraparametric function

# Description

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the tetraparametric function approach.

## Usage

```
FV_post_artan(data,years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

approach.

## **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R. In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_post_artan(data,6)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_post_artan(data,10)</pre>
```

FV\_post\_beta\_kmom 5

FV_post_	beta	kmom
----------	------	------

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the beta distribution.

#### **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the beta distribution.

## Usage

```
FV_post_beta_kmom(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

# Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
# example 1
data=c(0.00,-0.05,-0.05,-0.06,-0.06,0.02,-0.06,-0.05,-0.04,-0.05,
-0.03,-0.06,0.04,-0.05,-0.08,-0.05,-0.12,-0.03,-0.05,-0.04,-0.06)
FV_post_beta_kmom(data,8)

# example 2
data<-rnorm(n=200,m=0.075,sd=0.2)
FV_post_beta_kmom(data,8)</pre>
```

FV\_post\_mood

FV_post_mood	Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-
	immediate), valued at the rate $X$ , using the method of Mood et al.

## **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the method of Mood  $et\ al$ .

#### Usage

```
FV_post_mood(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_post_mood(data,6)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_post_mood(data,10)</pre>
```

FV\_post\_norm\_kmom

Compute the final expected value of an n-payment annuity, with payments of l unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the normal distribution.

#### **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the normal distribution.

## Usage

```
FV_post_norm_kmom(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
FV_post_norm_kmom(data,8)

# example 1
data<-rnorm(n=200,m=0.075,sd=0.2)
norm_test_jb(data) #test data
FV_post_norm_kmom(data,8)</pre>
```

FV\_post\_quad

FV_post_quad	Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-
	immediate), valued at the rate $X$ , using the quadratic discount method.

## **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the quadratic discount method.

## Usage

```
FV_post_quad(data, years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_post_quad(data,8)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_post_quad(data,10)</pre>
```

FV\_pre\_artan 9

FV_pre_artan	Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due),
	valued at the rate $X$ , using the tetraparametric function approach.

## **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the tetraparametric function approach.

## Usage

```
FV_pre_artan(data, years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_pre_artan(data,6)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_pre_artan(data,10)</pre>
```

FV\_pre\_beta\_kmom

FV\_pre\_beta\_kmom

Compute the final expected value of an n-payment annuity, with payments of l unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the beta distribution.

## Description

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the beta distribution.

## Usage

```
FV_pre_beta_kmom(data,years)
```

# Arguments

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
# example 1
data=c(0.00,-0.05,-0.05,-0.06,-0.06,0.02,-0.06,-0.05,-0.04,-0.05,
-0.03,-0.06,0.04,-0.05,-0.08,-0.05,-0.12, -0.03,-0.05,-0.04,-0.06)
FV_pre_beta_kmom(data,8)

# example 2
data<-rnorm(n=200,m=0.075,sd=0.2)
FV_pre_beta_kmom(data,8)</pre>
```

FV\_pre\_mood 11

FV_pre_mood	Compute the final expected value of an $n$ -payment annuity, with payments of $l$ unit each made at the beginning of every year (annuity-due), valued at the rate $X$ , using the method of Mood et al.
	, and an ine rate 12, name in the memory of 1200 at the

# Description

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the method of Mood  $et\ al$ .

## Usage

```
FV_pre_mood(data,years)
```

## Arguments

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_pre_mood(data,6)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_pre_mood(data,10)</pre>
```

FV\_pre\_norm\_kmom

Compute the final expected value of an n-payment annuity, with payments of l unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the normal distribution.

## **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the normal distribution.

## Usage

```
FV_pre_norm_kmom(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
# example 1
data<-rnorm(n=30,m=0.03,sd=0.01)
norm_test_jb(data) #test data
FV_pre_norm_kmom(data,8)

# example 1
data<-rnorm(n=200,m=0.075,sd=0.2)
norm_test_jb(data) #test data
FV_pre_norm_kmom(data,8)</pre>
```

FV\_pre\_quad 13

FV_pre_quad	Compute the final expected value of an $n$ -payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due),
	valued at the rate $X$ , using the quadratic discount method.

## **Description**

Compute the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the quadratic discount method.

## Usage

```
FV_pre_quad(data,years)
```

# **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
FV_pre_quad(data,6)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
FV_pre_quad(data,10)</pre>
```

14 moment

moment	Compute the exact moments of a distribution.

# Description

Compute the exact moments of a distribution.

# Usage

```
moment(x,order,central, absolute, na.rm)
```

# Arguments

x	A vector X of interest rates.
order	The order of moment that should be computed. Default is 1.
central	If central moments are to be computed. Default is "FALSE".
absolute	If absolute moments are to be computed. Default is "FALSE".
na.rm	If missing values should be removed. Default is "FALSE".

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
#example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
moment(data,3)
```

norm\_mom 15

norm_mom	Fit the data to a normal curve and compute the moments of the normal
	distribution according to the definition (as integral).

## **Description**

Fit the data to a normal curve and compute the moments of the normal distribution according to the definition (as integral).

# Usage

```
norm_mom(data,order)
```

#### **Arguments**

data A vector X of interest rates.

order The order of moment that should be computed.

# Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
#example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
norm_mom(data,5)
```

norm\_test\_jb

norm_test_jb	Compute the Jarque-Bera test for checking the assumption of normal-
	ity of the interest rates distribution and returns the parameters of the fitted normal distribution.

# Description

Compute the Jarque-Bera test for checking the assumption of normality of the interest rates distribution and returns the parameters of the fitted normal distribution.

#### Usage

```
norm_test_jb(data)
```

## **Arguments**

data

A vector of interest rates.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2015): "Approach of the value of an annuity when non-central moments of the capitalization factor are known: an R application with interest rates following normal and beta distributions". *Ratio Mathematica*, 28(1), pp. 15-30. doi: 10.23755/rm.v28i1.25.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,
0.154,0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
norm_test_jb(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
norm_test_jb(data)

# example 3
data=runif(999, min = 0, max = 1)
norm_test_jb(data)

# example 4
data=c(0.00,-0.05,-0.05,-0.06,-0.06,0.02,-0.06,-0.05,-0.04,-0.05,-0.03,-0.06,0.04,-0.05,-0.08,-0.05,-0.12,-0.03,-0.05,-0.04,-0.06)
norm_test_jb(data)</pre>
```

plot\_FVs\_post 17

plot_FVs_post	Plot the final expected values of an $n$ -payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate $X$ , using different approaches.
	ued at the rate $X$ , using different approaches.

# Description

Plot the final expected values of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using different approaches.

## Usage

```
plot_FVs_post(data,years,lwd,lty1,lty2,lty3)
```

# Arguments

data	A vector of interest rates.
years	The number of years of the income. Default is 10 years.
lwd	The width of the curve. Default is 1.5.
lty1	The style of the curve for the "arctan" approximation. Default is 1.
lty2	The style of the curve for the "cubic" approximation. Default is 2.
ltv3	The style of the curve for the "mood" approximation. Default is 3.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
#example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
plot_FVs_post(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.003)
plot_FVs_post(data)</pre>
```

18 plot\_FVs\_pre

plot_FVs_pre	Plot the final expected values of an $n$ -payment annuity, with payments of $I$ unit each made at the beginning of every year (annuity-due), valued at the rate $X$ , using different approaches.

# Description

Plot the final expected values of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using different approaches.

## Usage

```
plot_FVs_pre(data,years,lwd,lty1,lty2,lty3)
```

# Arguments

data	A vector of interest rates.
years	The number of years of the income. Default is 10 years.
lwd	The width of the curve. Default is 1.5.
lty1	The style of the curve for the "arctan" approximation. Default is $1$ .
lty2	The style of the curve for the "cubic" approximation. Default is $2$ .
lty3	The style of the curve for the "mood" approximation. Default is 3.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
#example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
plot_FVs_pre(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.003)
plot_FVs_pre(data)</pre>
```

```
plot_FV_post_beta_kmom
```

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the beta distribution.

## **Description**

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the beta distribution.

## Usage

```
plot_FV_post_beta_kmom(data,years,lwd,lty)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

1wd The width of the curve. Default is 1.5.1ty The style of the curve. Default is 1.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Examples**

```
# example 1
data<-runif(34, 0,1)
plot_FV_post_beta_kmom(data,8)</pre>
```

```
plot_FV_post_norm_kmom
```

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the normal distribution.

#### **Description**

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using the estimated moments of the normal distribution.

#### Usage

```
plot_FV_post_norm_kmom(data,years,lwd,lty)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

1wd The width of the curve. Default is 1.5.1ty The style of the curve. Default is 1.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Examples**

```
# example 1
data<-rnorm(n=30,m=0.03,sd=0.01)
plot_FV_post_norm_kmom(data,8)

# example 2
data<-rnorm(n=200,m=0.075,sd=0.2)
plot_FV_post_norm_kmom(data,8)</pre>
```

plot\_FV\_pre\_beta\_kmom Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the beta distribution.

## Description

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the beta distribution.

## Usage

```
plot_FV_pre_beta_kmom(data,years,lwd,lty)
```

## **Arguments**

A vector of interest rates. data

The number of years of the income. Default is 10 years. vears

lwd The width of the curve. Default is 1.5. lty The style of the curve. Default is 1.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Examples**

```
# example 1
data<-runif(34, 0,1)
plot_FV_pre_beta_kmom(data,8)
```

of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the normal distribution.

# Description

Plot the final expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the estimated moments of the normal distribution.

#### Usage

```
plot_FV_pre_norm_kmom(data,years,lwd,lty)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

The width of the curve. Default is 1.5. lwd lty The style of the curve. Default is 1.

# Author(s)

plot\_PVs\_post

## **Examples**

```
# example 1
data<-rnorm(n=30,m=0.03,sd=0.01)
plot_FV_pre_norm_kmom(data,8)

# example 2
data<-rnorm(n=200,m=0.075,sd=0.2)
plot_FV_pre_norm_kmom(data,8)</pre>
```

plot_PVs_post	Plot the present expected values of an n-payment annuity, with			
	payments of 1 unit each made at the end of every year (annuit			
	immediate), valued at the rate $X$ , using different approaches.			

# Description

Plot the present expected values of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, using different approaches.

## Usage

```
plot_PVs_post(data,years,lwd,lty1,lty2,lty3,lty4,lty5,lty6)
```

# Arguments

data	A vector of interest rates.
years	The number of years of the income. Default is 10 years.
lwd	The width of the curve. Default is 1.5.
lty1	The style of the curve for the "arctan" approximation. Default is 1.
lty2	The style of the curve for the "cubic" approximation. Default is 2.
lty3	The style of the curve for the "mood with positive moments" approximation. Default is $\bf 3$ .
lty4	The style of the curve for the "mood with negative moments" approximation. Default is $4$ .
lty5	The style of the curve for the exact value. Default is 5.
lty6	The style of the curve for "triangular distribution" approximation. Default is 6.

## Author(s)

plot\_PVs\_pre 23

## **Examples**

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
plot_PVs_post(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.003)
plot_PVs_post(data)</pre>
```

plot_PVs_pre	Plot the present expected values of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due),
	valued at the rate $X$ , using different approaches.

# Description

Plot the present expected values of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using different approaches.

# Usage

```
plot_PVs_pre(data,years,lwd,lty1,lty2,lty3,lty4,lty5,lty6)
```

# Arguments

years The number of years of the income. Default is 10 years.	
1wd The width of the curve. Default is 1.5.	
1ty1 The style of the curve for the "arctan" approximation. Default is 1.	
1ty2 The style of the curve for the "cubic" approximation. Default is 2.	
The style of the curve for the "mood with positive moments" approximati Default is 3.	on.
The style of the curve for the "mood with negative moments" approximati Default is 4.	on.
1ty5 The style of the curve for the exact value. Default is 5.	
1ty6 The style of the curve for "triangular distribution" approximation. Default is	6.

# Author(s)

PV\_post\_artan

#### **Examples**

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
plot_PVs_pre(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.003)
plot_PVs_pre(data)</pre>
```

PV\_post\_artan

Compute present expected value of an n-payment annuity, with payments of 1 unit each, made at the end of every year (annuity-immediate), valued at the rate X, using the tetraparametric function approach.

## **Description**

Compute present expected value of an n-payment annuity, with payments of 1 unit each, made at the end of every year (annuity-immediate), valued at the rate X, using the tetraparametric function approach.

## Usage

```
PV_post_artan(data, years)
```

# **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Source**

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

PV\_post\_cubic 25

#### **Examples**

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_post_artan(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_post_artan(data)

# example 3
data<-rnorm(n=30,m=0.03,sd=0.2)
PV_post_artan(data)</pre>
```

PV\_post\_cubic

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-due), valued at the rate X, using the cubic discount method.

## **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-due), valued at the rate X, using the cubic discount method.

# Usage

```
PV_post_cubic(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_post_cubic(data)

#example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_post_cubic(data)</pre>
```

PV\_post\_exact

```
# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
PV_post_cubic(data)
```

PV\_post\_exact

Computes the present value of an annuity-immediate considering only non-central moments of negative orders.

## **Description**

Computes the present value of an annuity-immediate considering only non-central moments of negative orders.

# Usage

```
PV_post_exact(data,years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
# example 1
data=c(0.0177, 0.0185, 0.0185, 0.0184, 0.0184, 0.0183, 0.0185, 0.0185, 0.0188, 0.0185,
0.0180, 0.0184, 0.0191, 0.0185, 0.0184, 0.0185, 0.0186, 0.0185, 0.0188, 0.0186)
PV_post_exact(data,10)
```

PV\_post\_mood\_nm 27

PV_post_mood_nm	Compute the present expected value of an n-payment annuity, with
	payments of 1 unit each made at the end of every year (annuity-
	immediate), valued at the rate $X$ , with the method of Mood et al. using
	some negative moments of the distribution.

## **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, with the method of Mood  $et\ al.$  using some negative moments of the distribution.

## Usage

```
PV_post_mood_nm(data,years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

# Source

Mood, A. M.; Graybill, F. A. and Boes, D. C. (1974). *Introduction to the Theory of Statistics* (3rd Ed.). New York: McGraw Hill.

Rice, J. A. (1995). *Mathematical Statistics and Data Analysis* (2nd Ed.). California: Ed. Duxbury Press.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_post_mood_nm(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_post_mood_nm(data)

# example 3
data = c(1.77,1.85,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
PV_post_mood_nm(data)</pre>
```

28 PV\_post\_mood\_pm

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Compute the present expected value of an n-payment annuity, with payments of l unit each made at the end of every year (annuity-immediate), valued at the rate X, with the method of Mood et al. using some positive moments of the distribution.

## **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the end of every year (annuity-immediate), valued at the rate X, with the method of Mood  $et\ al.$  using some positive moments of the distribution.

#### Usage

```
PV_post_mood_pm(data,years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### Source

Mood, A. M.; Graybill, F. A. and Boes, D. C. (1974). *Introduction to the Theory of Statistics* (3rd Ed.). New York: McGraw Hill.

Rice, J. A. (1995). *Mathematical Statistics and Data Analysis* (2nd Ed.). California: Ed. Duxbury Press.

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_post_mood_pm(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_post_mood_pm(data)</pre>
```

PV\_post\_triang\_3 29

```
# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
PV_post_mood_pm(data)
```

PV\_post\_triang\_3

Compute the present value of an annuity-immediate considering only non-central moments of negative orders. The calculation is performed by using the function triangular\\_moments\\\_3 for the moments greater than -2 (in absolute value).

# Description

Compute the present value of an annuity-immediate considering only non-central moments of negative orders. The calculation is performed by using the function triangular\\_moments\\_3 for the moments greater than -2 (in absolute value).

## Usage

```
PV_post_triang_3(data,years)
```

#### **Arguments**

data A vector of interest rates expressed as percentages.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85, 1.86,1.85,1.88,1.86)
PV_pre_triang_3(data,10)
```

30 PV\_pre\_artan

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P۷	DOSL	triang	uis

Compute the present value of an annuity-immediate considering only non-central moments of negative orders. The calculation is performed by using the moments of the fitted triangular distribution of the random variable "capitalization factor" U (which are obtained from the definition of negative moment of a continuous random variable).

# Description

Compute the present value of an annuity-immediate considering only non-central moments of negative orders. The calculation is performed by using the moments of the fitted triangular distribution of the random variable "capitalization factor" U (which are obtained from the definition of negative moment of a continuous random variable).

#### Usage

```
PV_post_triang_dis(data, years)
```

#### **Arguments**

data A vector of interest rates expressed as percentages.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

# **Examples**

```
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85, 1.86,1.85,1.88,1.86)
PV_post_triang_dis(data,10)
```

#### PV\_pre\_artan

Compute the present expected value of an n-payment annuity, with payments of l unit each, made at the beginning of every year (annuity-due), valued at the rate X, using the tetraparametric function approach.

#### **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each, made at the beginning of every year (annuity-due), valued at the rate X, using the tetraparametric function approach.

PV\_pre\_cubic 31

#### Usage

```
PV_pre_artan(data, years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

## **Examples**

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,0.128,
0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_pre_artan(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_pre_artan(data)</pre>
```

PV\_pre\_cubic

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the cubic discount method.

## **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, using the cubic discount method.

## Usage

```
PV_pre_cubic(data, years)
```

PV\_pre\_exact

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Examples**

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_pre_cubic(data)

#example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_pre_cubic(data)

# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
PV_pre_cubic(data)</pre>
```

PV\_pre\_exact

Compute the present value of an annuity-due considering only noncentral moments of negative orders.

## **Description**

Compute the present value of an annuity-due considering only non-central moments of negative orders.

## Usage

```
PV_pre_exact(data, years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

PV\_pre\_mood\_nm 33

#### **Examples**

```
# example 1
data=c(0.0177, 0.0185, 0.0185, 0.0184, 0.0184, 0.0183, 0.0185, 0.0185, 0.0188,
0.0185, 0.0180, 0.0184, 0.0191, 0.0185, 0.0184, 0.0185, 0.0186, 0.0185, 0.0188, 0.0186)
PV_pre_exact(data,10)
```

PV\_pre\_mood\_nm

Compute the present expected value of an n-payment annuity, with payments of I unit each made at the beginning of every year (annuity-due), valued at the rate X, with the method of Mood et al. using some negative moments of the distribution.

# **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, with the method of Mood  $et\ al.$  using some negative moments of the distribution.

## Usage

```
PV_pre_mood_nm(data,years)
```

## **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_pre_mood_nm(data)

# example 2
data<-rnorm(n=30,m=0.03,sd=0.01)
PV_pre_mood_nm(data)

# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,</pre>
```

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```
1.84,1.85,1.86,1.85,1.88,1.86)
data=data/100
PV_pre_mood_nm(data)
```

PV\_pre\_mood\_pm

Compute the present expected value of an n-payment annuity, with payments of l unit each made at the beginning of every year (annuity-due), valued at the rate X, with the method of Mood et al. using some positive moments of the distribution.

## **Description**

Compute the present expected value of an n-payment annuity, with payments of 1 unit each made at the beginning of every year (annuity-due), valued at the rate X, with the method of Mood  $et\ al.$  using some positive moments of the distribution.

## Usage

```
PV_pre_mood_pm(data, years)
```

#### **Arguments**

data A vector of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### Source

Cruz Rambaud, S.; Maturo, F. and Sánchez Pérez A. M. (2017): "Expected present and final value of an annuity when some non-central moments of the capitalization factor are unknown: Theory and an application using R". In Š. Hošková-Mayerová, *et al.* (Eds.), *Mathematical-Statistical Models and Qualitative Theories for Economic and Social Sciences* (pp. 233-248). Springer, Cham. doi:10.1007/978-3-319-54819-7\_16.

```
#example 1
data=c(0.298,0.255,0.212,0.180,0.165,0.163,0.167,0.161,0.154,
0.128,0.079,0.059,0.042,-0.008,-0.012,-0.002)
PV_pre_mood_pm(data)

# example 2
data<-rnorm(n=30,m=0.3,sd=0.01)
PV_pre_mood_pm(data)</pre>
```

PV\_pre\_triang\_3 35

```
# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
PV_pre_mood_pm(data)
```

PV\_pre\_triang\_3

Compute the present value of an annuity-due considering only non-central moments of negative orders. The calculation is performed by using the function  $\frac{1}{2}$  for the moments greater than -2 (in absolute value).

# Description

Compute the present value of an annuity-due considering only non-central moments of negative orders. The calculation is performed by using the function  $\frac{1}{2}$  for the moments greater than -2 (in absolute value).

## Usage

```
PV_pre_triang_3(data, years)
```

## **Arguments**

data A vector of interest rates expressed as percentages.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85, 1.86,1.85,1.88,1.86)
PV_pre_triang_3(data,10)
```

PV\_pre\_triang\_dis

Compute the present value of an annuity-due considering only noncentral moments of negative orders. The calculation is performed by using the moments of the fitted triangular distribution of the random variable "capitalization factor" U (which are obtained from the definition of negative moment of a continuous random variable)

## **Description**

Compute the present value of an annuity-due considering only non-central moments of negative orders. The calculation is performed by using the moments of the fitted triangular distribution of the random variable "capitalization factor" U (which are obtained from the definition of negative moment of a continuous random variable)

## Usage

```
PV_pre_triang_dis(data, years)
```

#### **Arguments**

data A vector of interest rates expressed as percentages.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

# Examples

```
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85, 1.86,1.85,1.88,1.86)
PV_pre_triang_dis(data,10)
```

triangular\_moments\_3

Compute the negatives moments (different from orders 1 and 2) of the fitted triangular distribution of the random variable X.

#### Description

Compute the negatives moments (different from orders 1 and 2) of the fitted triangular distribution of the random variable X.

#### Usage

```
triangular_moments_3(data,order)
```

## Arguments

data A vector X of interest rates.

order The order of moment that should be computed.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Examples**

```
#example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_moments_3(data,3)
triangular_moments_3(data,4)

# example 2 - first 10 negative moments of fitted triangular distribution
#(an example from normal distributed simulated data)
data<-rnorm(n=200,m=0.75,sd=0.2)
triangular_parameters(data)
first10negmoments=rep(NA,10)  #except first and second
for (i in 3:10) first10negmoments[i]=triangular_moments_3(data,i)
first10negmoments</pre>
```

```
triangular_moments_3_U
```

Compute the negatives moments (different from orders 1 and 2) of the fitted triangular distribution of the random variable "capitalization factor" U.

# Description

Compute the negatives moments (different from orders 1 and 2) of the fitted triangular distribution of the random variable "capitalization factor" U.

# Usage

```
triangular_moments_3_U(data,order)
```

## **Arguments**

data A vector X of interest rates.

order The order of moment that should be computed.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Examples**

```
#example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_moments_3_U(data,3)
triangular_moments_3_U(data,4)

# example 2 - first 10 negative moments of fitted triangular distribution
#(an example from normal distributed simulated data)
data<-rnorm(n=200,m=0.75,sd=0.2)
triangular_parameters(data)
first10negmoments=rep(NA,10)  #except first and second
for (i in 3:10) first10negmoments[i]=triangular_moments_3_U(data,i)
first10negmoments</pre>
```

```
triangular_moments_dis
```

Compute the negative moments of the fitted triangular distribution of the random variable X according to the definition (as integral).

# Description

Compute the negative moments of the fitted triangular distribution of the random variable X according to the definition (as integral).

#### Usage

```
triangular_moments_dis(data,order)
```

#### Arguments

data A vector of interest rates as percentage.

order The order of moment of the triangular distribution

#### Author(s)

#### **Examples**

```
# example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_moments_dis(data,1)
triangular_moments_dis(data,2)
triangular_moments_dis(data,3)
triangular_moments_dis(data,4)

# example 2 - first 10 negative moments of fitted triangular distribution
#(an example from normal distributed simulated data)
data<-rnorm(n=200,m=0.75,sd=0.2)
triangular_parameters(data)
first10negmoments=rep(NA,10)
for (i in 1:10) first10negmoments[i]=triangular_moments_dis(data,i)
first10negmoments</pre>
```

triangular\_moments\_dis\_U

Compute the negative moments of the fitted triangular distribution of the random variable "capitalization factor" U according to the definition (as integral).

## **Description**

Compute the negative moments of the fitted triangular distribution of the random variable "capitalization factor" U according to the definition (as integral).

## Usage

```
triangular_moments_dis_U(data,order)
```

## Arguments

data A vector of interest rates as percentage.

order The order of moment of the triangular distribution

#### Author(s)

#### **Examples**

```
# example 1
data=c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_moments_dis_U(data,1)
triangular_moments_dis_U(data,2)
triangular_moments_dis_U(data,3)
triangular_moments_dis_U(data,4)

# example 2 - first 10 negative moments of fitted triangular distribution
#(an example from normal distributed simulated data)
data<-rnorm(n=200,m=0.75,sd=0.2)
triangular_parameters(data)
first10negmoments=rep(NA,10)
for (i in 1:10) first10negmoments[i]=triangular_moments_dis_U(data,i)
first10negmoments</pre>
```

#### **Description**

Compute the parameters and plot the fitted triangular distribution of the random variable X.

#### Usage

```
triangular_parameters(data)
```

## **Arguments**

data

A vector of interest rates.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
# example 1
data=c(0.00,-0.05,-0.05,-0.06,-0.06,0.02,-0.06,-0.05,-0.04,-0.05,
-0.03,-0.06,0.04,-0.05,-0.08,-0.05,-0.12,-0.03,-0.05,-0.04,-0.06)
triangular_parameters(data)
```

```
# example 2
data<-rnorm(n=200,m=0.75,sd=0.2)
triangular_parameters(data)

# example 3
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_parameters(data)</pre>
```

triangular\_parameters\_U

Return the parameters of the fitted triangular distribution of the random variable "capitalization factor" U.

# Description

Return the parameters of the fitted triangular distribution of the random variable "capitalization factor" U.

# Usage

```
triangular_parameters_U(data)
```

# Arguments

data

A vector of interest rates expressed as percentage.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
triangular_parameters_U(data)
```

variance\_drv Compute the variance of the present value of an annuity using "discrete random variable" approach.

## **Description**

Compute the variance of the present value of an annuity using "discrete random variable" approach.

# Usage

```
variance_drv(data,years)
```

#### **Arguments**

data A vector X of interest rates.

years The number of years of the income. Default is 10 years.

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Examples**

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
variance_drv(data)
```

variance\_post\_mood\_nm Compute the variance of the present value of an annuity-immediate using the Mood et al. approximation and some non-central moments of negative order.

## **Description**

Compute the variance of the present value of an annuity-immediate using the Mood *et al.* approximation and some non-central moments of negative order.

## Usage

```
variance_post_mood_nm(data,years)
```

## **Arguments**

A vector X of interest rates. data

The number of years of the income. Default is 10 years. years

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

#### **Examples**

```
data = c(1.77, 1.85, 1.85, 1.84, 1.84, 1.84, 1.83, 1.85, 1.85, 1.88, 1.85, 1.80, 1.84, 1.91, 1.85, 1.84, 1.85,
1.86, 1.85, 1.88, 1.86)
data=data/100
variance_post_mood_nm(data)
```

variance\_post\_mood\_pm Compute the variance of the present value of an annuity-immediate using the Mood et al. approximation and some non-central moments of positive order.

## Description

Compute the variance of the present value of an annuity-immediate using the Mood et al. approximation and some non-central moments of positive order.

## Usage

```
variance_post_mood_pm(data,years)
```

#### **Arguments**

data A vector X of interest rates.

The number of years of the income. Default is 10 years. years

## Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
# example 1
data = c(1.77, 1.85, 1.85, 1.84, 1.84, 1.84, 1.83, 1.85, 1.85, 1.88, 1.85, 1.80, 1.84, 1.91, 1.85, 1.84, 1.85,
1.86, 1.85, 1.88, 1.86)
data=data/100
variance_post_mood_pm(data)
```

# Description

Compute the variance of the present value of an annuity-due using the Mood *et al.* approximation and some non-central moments of negative order.

#### Usage

```
variance_pre_mood_nm(data,years)
```

#### **Arguments**

data A vector X of interest rates.

years The number of years of the income. Default is 10 years.

#### Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

## **Examples**

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
variance_pre_mood_nm(data)
```

variance\_pre\_mood\_pm

Compute the variance of the present value of an annuity-due using the Mood et al. approximation and some non-central moments of positive order.

#### **Description**

Compute the variance of the present value of an annuity-due using the Mood *et al.* approximation and some non-central moments of positive order.

## Usage

```
variance_pre_mood_pm(data,years)
```

variance\_pre\_mood\_pm 45

# Arguments

data A vector X of interest rates.

years The number of years of the income. Default is 10 years.

# Author(s)

Salvador Cruz Rambaud, Fabrizio Maturo, Ana María Sánchez Pérez

```
# example 1
data = c(1.77,1.85,1.85,1.84,1.84,1.83,1.85,1.85,1.88,1.85,1.80,1.84,1.91,1.85,1.84,1.85,
1.86,1.85,1.88,1.86)
data=data/100
variance_pre_mood_pm(data)
```

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