

CAF2 - Answer Key.

(5) Quadratic = $[9 \times 4 \times 0 \times 1 \times 9] = 0$

(6) $E(8) = 1$

Gain $(S, F) = 1 - 0.5 - 0.5 = 0$

(7) $\frac{\partial L}{\partial \omega} = \omega + 3\alpha_1 + 7\alpha_2 - 12\alpha_3$

$\frac{\partial L}{\partial b} = \alpha_1 + \alpha_2 - \alpha_3$

$\frac{\partial L}{\partial \alpha_1} = 3\omega + b + 1$

$\frac{\partial L}{\partial \alpha_2} = 7\omega + b + 1$

$\frac{\partial L}{\partial \alpha_3} = -12\omega - b + 1$

solving 4 & 5

$\omega = 2/5, b = -19/5, x = 9.5$

solving 3 & 5

$\omega = 2/9, b = -5/3, x = 7.5$

(8)

X	Y	$x - \bar{x}$	$y - \bar{y}$	$(x - \bar{x})^2$	$(y - \bar{y})^2$	$(x - \bar{x}) \cdot (y - \bar{y})$
1	1	-2	-1.8	4	3.24	3.6
2	3	-1	0.2	1	0.04	-0.2
3	2	0	-0.8	0	0.64	0
4	3	1	0.2	1	0.04	0.2
5	5	2	2.2	4	4.84	4.4
$\bar{x} = 3, \bar{y} = 2.8$				10	8.8	8

$r = 0.85; s_y = 1.48; s_x = 1.58$
 $b = 0.79; a = 0.43$

$y = 0.43 + 0.79x$

y	y'	$y - y'$	$(y - \bar{y})^2$
1	1.219	-0.22	0.05
3	2.01	0.99	0.98
2	2.8	-0.8	0.64
3	3.59	-0.59	0.35
5	4.38	0.62	0.38

Sum of Squares Error $\sum = 2.41$

(12)

$$E(S) = 0.94$$


$$G(S, \text{outlook}) = 0.05$$

$$G(S, \text{Temp}) = 0.029$$

$$G(S, \text{Humidity}) = \boxed{0.152}$$

$$G(S, \text{Wind}) = 0.0481$$

Humidity is chosen as the root node.

Humidity


(13)

Past Trend

$$G(\text{true}) = 0.45 ; G(\text{false}) = 0 ; GI = 0.27$$

Open Interest

$$G(\text{Low}) = 0.45 ; G(\text{High}) = 0.5 ; GI = 0.47$$

Trading Volume

$$G(\text{High}) = 0.49 ; G(\text{Low}) = 0 ; GI = 0.343$$

Past Trend is chosen as root since it is lowest value.
 Consider two samples of Past Trend.

Open Interest

$$G(\text{High}) = 0 ; G(\text{Low}) = 0.5 ; GI = 0.33$$

Trading Volume

$$G(\text{High}) = 0 ; G(\text{Low}) = 0 ; GI = 0$$

