

# Chapter 12: Simple Linear Regression

Example 2

```
t.test(winnipeg_apt$price, conf = 0.95)
```

Example 4

```
lm(price ~ sqft, data = winnipeg_apt)
```

```
lm(winnipeg_apt$price ~ winnipeg_apt$sqft)
```

Example 6

```
cor(winnipeg_apt$price, winnipeg_apt$sqft)
```

Example 7

```
qt(0.025, 12, lower.tail = FALSE)
```

```
qt(0.025, 12)
```

Example 8

```
pt(3.910, 12, lower.tail = FALSE) + pt(-3.910, 12)
```

Example 9

```
slr <- lm(price ~ sqft, data = winnipeg_apt)  
  
summary(slr)
```

Example 10

```
fitted(slr) -> price_predicted  
  
cbind(winnipeg_apt, price_predicted) -> winnipeg_apt_new  
  
head(winnipeg_apt_new)
```

Example 11

```
price_new <- data.frame(sqft <- c(800, 900, 1000, 1100, 1200))  
  
predict(slr, price_new)
```

Example 12

```
confint(slr, level = 0.95)
```

## 12.8 Assumptions: How Are They Validated?

```
plot(winnipeg_apt$sqft, resid(slr), pch = 19, abline(h = 0), xlab =  
      'Square Feet of Living Area', ylab = 'Residuals', main =  
      'Winnipeg Homes: Residuals Against the Independent  
      Variable')
```

Summary

```
plot(winnipeg_apt$sqft, winnipeg_apt$price, pch = 19, xlab =  
  'Square Feet of Living Area', ylab = 'Price (in Canadian  
  Dollars)')
```

```
slr <- lm(price ~ sqft, data = winnipeg_apt)
```

```
plot(winnipeg_apt$sqft, resid(slr), pch = 19, abline(h = 0), xlab =  
  'Square Feet of Living Area', ylab = 'Residuals', main =  
  'Winnipeg Homes: Residuals Against the Independent  
  Variable')
```

```
summary(slr)
```

```
price_new <- data.frame(sqft <- c(800, 900, 1000, 1100, 1200))
```

```
predict(slr, price_new)
```

## End-of-Chapter 12 Exercises

Exercise 1

```
city <- c('Auckland', 'Beijing', 'Cairo', 'Lagos', 'London',
'Mexico City', 'Mumbai', 'Paris', 'Rio de Janeiro',
'Sydney', 'Tokyo', 'Toronto', 'Vancouver', 'Zurich')
```

```
high <- c(71, 45, 65, 91, 46, 67, 88, 44, 92, 88, 57, 20, 42, 40)
```

```
low <- c(56, 23, 48, 76, 37, 45, 71, 35, 73, 65, 39, 15, 39, 29)
```

```
WorldTemps <- data.frame(City = city, High = high, Low = low)
```

```
plot(WorldTemps$Low, WorldTemps$High, pch = 19, xlab =
"Low", ylab = "High", main = "High and Low Intraday
Temperatures")
```

```
reg_eq_temps <- lm(High ~ Low, data = WorldTemps)
```

```
summary(reg_eq_temps)
```

Exercise 2

```
2 * pt(-8.75, 30)
```

Exercise 3

```
plot(mtcars$hp, mtcars$qsec, pch = 19, xlab = "Gross Horse  
Power", ylab = "Quarter Mile Time (seconds)")
```

```
reg_eq_mtcars <- lm(qsec ~ hp, data = mtcars)
```

```
summary(reg_eq_mtcars)
```

Exercise 4

```
tail(fitted(reg_eq_mtcars) , 4)
```

```
new_values <- data.frame(hp <- c(100, 125, 160, 225, 250))
```

```
predict(reg_eq_mtcars, new_values)
```

```
min(mtcars$hp)
```

```
max(mtcars$hp)
```

Exercise 5

```
plot(polling$x1, polling$x3, xlab = "Age", ylab = "Views of  
Same-Sex Marriage", pch=19)
```

```
reg_eq_polling <- lm(x3 ~ x1, data = polling)
```

```
summary(reg_eq_polling)
```

```
confint(reg_eq_polling, level = 0.95)
```

## R Functions

- . abline() Introduces a line to a plot. In this chapter, we use this function to include both the line of the estimated regression equation and a line representing the mean.
- . confint() An extractor function that provides confidence interval

estimates of the parameters of a fitted regression model.

- . `fitted()` An extractor function that provides the predicted (or fitted) values of the dependent variable for the model object. Only those values included in the original sample are fit to the model.
- . `lm(y~x, data=)` Provides the intercept term  $b_0$  and the regression coefficient  $b_1$  for an estimated simple linear regression equation of the form  $\hat{y} = b_0 + b_1x$ .
- . `predict()` An extractor function that predicts values of the independent variable not included in the original sample. If the new independent variable values are omitted as an argument, `predict()` provides the same predictions as `fitted()`.
- . `resid()` An extractor function that reports residuals; that is, the difference between the actual and predicted values,  $y - \hat{y}$ , for all values from original sample.
- . `summary()` An extractor function that extracts (from the model object) the parameters, goodness-of-fit measures, and p-values.