

Exercises :

1. The estimated regression equation for a model involving two independent variables and ten observations follows, $\hat{y} = 29.1270 + 0.5906 X_1 + 0.4980 X_2$.

a. Interpret b_1 and b_2 in this estimated regression equation?

b. Estimate y when $X_1 = 180$ and $X_2 = 310$.

$$\begin{aligned} y &= 29.127 + 0.5906(180) + 0.498(310) \\ &= 289.82 \end{aligned}$$

2.

a. Develop an estimated regression equation relating y to X_1 . estimate y is $X_1 = 45$.

$$b_0 = 45.06$$

$$b_1 = 1.94$$

$$\hat{y} = 45.06 + 1.94 X_1$$

$$\begin{aligned} y(45) &= 45.06 + 1.94(45) \\ &= 132.36 \end{aligned}$$

2. b. Develop an estimated regression equation relating y to X_2 , estimate y if $X_2 = 15$.

$$b_0 = 85.22$$

$$b_1 = 4.32$$

$$\hat{y} = 85.22 + 4.32 X_2$$

$$y(15) = 85.22 + 4.32(15)$$

$$= 150.02$$

c. Develop an estimated regression equation relating y to X_1 and X_2 , estimate y if

$$X_1 = 45 \text{ and } X_2 = 15.$$

$$\hat{y} = b_0 + b_1 X_1 + b_2 X_2$$

By Excel

3.b. Estimate y when $x_1=10$, $x_2=5$, $x_3=1$, $x_4=2$

$$\hat{y} = 17.6 + 3.8x_1 + -2.3x_2 + 7.6x_3 + 2.7x_4$$

$$= 17.6 + (3.8)(10) - 2.3(5) + 7.6 + (2.7)(2)$$

$$= 39.5$$

4.