

# Descriptive Statistics (part 2)

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What is the magnitude of a typical data value?

The mean and median are useful measures for answering this question.

The next most important characteristic in most cases is *variability*, also called *dispersion*

Measures of dispersion answer the question

How far away from the center or mean is a typical data value?

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$$\frac{\sum_{i=1}^n (x_i - \bar{x})}{n} = 0$$

The reason is that the total positive and negative deviations from the mean always cancel each other out.

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Although this causes some confusion, for a large sample it makes very little difference in the computed value.

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$$s = \sqrt{\frac{\sum_{i=1}^n (x_i - \bar{x})^2}{n - 1}}$$

The notation  $s$  reflects the fact that the sample standard deviation is the (positive) square root of the sample variance  $s^2$ .

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As with measures of location, there are measures of variation based on the relative *ordering* of the data values rather than their magnitude. In general these are much less sensitive to outliers.

Although the author uses slightly different terminology, these are usually called *quartiles*

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The *third quartile*  $Q_3$  on the other hand is larger than three quarters of the data values and smaller than one quarter.

As with the median, there are minor details regarding whether there are an even or odd number of data values, but you can largely disregard these if you are using automation (which you should be).

You can think of the median as the second quartile. Basically the quartiles divide the ordered data into four equal parts.

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A good alternative is the *interquartile range* defined as

$$I = Q_3 - Q_1$$

The *five number summary* shows the max, min, median,  $Q_1$ , and  $Q_3$ . Some computer implementations such as R also include the mean.

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A useful graphical device for summarizing data is the **box plot**. The usual definition is that a boxplot is a rectangle extending from  $Q_1$  to  $Q_3$ . A line is drawn at the median. Thin lines called "whiskers" extend from the center of the rectangle along the  $x$ -axis to the largest and smallest data values.

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# A Few Useful R Functions

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<code>mean(x)</code>	the sample mean
<code>median(x)</code>	the sample median
<code>var(x)</code>	the sample variance
<code>sd(x)</code>	the sample standard deviation
<code>max(x)</code>	the maximum value
<code>min(x)</code>	the minimum value
<code>summary(x)</code>	the five number summary
<code>boxplot(x)</code>	a boxplot of the data
<code>IQR(x)</code>	the interquartile range