Chapter 1

Econometrics

There are no exercises or applications in Chapter 1.

**Example 1.2**

**import$**

**Year, X,C**

**2000, 8559.4, 6830.4**

**2001, 8883.3, 7148.8**

**2002, 9060.1, 7439.2**

**2003, 9378.1, 7804.0**

**2004, 9937.2, 8285.1**

**2005, 10485.9, 8819.0**

**2006, 11268.1, 9322.7**

**2007, 11894.1, 9826.4**

**2008, 12238.8, 10129.9**

**2009, 12030.3, 10088.5**

**plot**

**;lhs=x**

**;rhs=c**

**;limits=6500,10500**

**;endpoints=8500,12500**

**;grid**

**;regression**

**;vaxis=Personal Consumption;Footer=Personal Income**

**;Title=Figure 1.1 Aggregate U.S. Consumption and Income Data, 2000-2009$**



(Dates were added to the figure by editing.)

Chapter 2

The Linear Regression Model

There are no exercises or applications in Chapter 2.

**Example 2.1. Keynes’s Consumption**

**import$**

**Year X C W**

**1940 241 226 0**

**1941 280 240 0**

**1942 319 235 1**

**1943 331 245 1**

**1944 345 255 1**

**1945 340 265 1**

**1946 332 295 0**

**1947 320 300 0**

**1948 339 305 0**

**1949 338 315 0**

**1950 371 325 0**

**plot;lhs=x;rhs=c;limits=200,350; endpoints=225,375;regression**

**;title=Figure 2.1 Consumption Data, 1940-1950 $**



(Dates and dashed lines were added by editing.)

**Example 2.7. Nonzero Conditional Mean of the Disturbances**

