

**ECONOMETRICS**  
**ECONOMICS EC2122A-001**  
Department of Economics  
Western University

**September 2018**

**General Information:**

**Instructor:** Glen Stirling  
**Office:** 4047 SSC  
**Phone:** 519-661-2111 ext. 85264  
**E-mail:** [stirling@uwo.ca](mailto:stirling@uwo.ca)  
**Office hours:** M,W,F 2:30-3:30 p.m.  
**Classroom meeting times & location:** M 11:30-1:30 p.m., W 12:30 – 1:30 p.m. WL 258  
**Course website:** <https://owl.uwo.ca/portal>  
**Undergraduate inquiries:** 519-661-3507 or SSC Room 4075 or [econugrd@uwo.ca](mailto:econugrd@uwo.ca)

**Registration:**

You are responsible for ensuring you are registered in the correct courses. If you are not registered in this course, the Department will not release any of your marks until your registration is corrected. You may check your timetable by using the Login on the Student Services website at <https://student.uwo.ca>. If you notice a problem, please contact your home Faculty Academic Counsellor immediately.

**Prerequisite Note:**

The prerequisites for this course are **Economics 1021A/B** and **1022A/B**, or **Economics 2001A/B**, and one of MCV4U, **Mathematics 0110A/B**, **Calculus 1000A/B**, **Calculus 1500A/B**, **Mathematics 1225A/B** or the former Calculus 1100A/B.

You are responsible for ensuring that you have successfully completed all course prerequisites, and that you have not taken any anti-requisite courses. Lack of prerequisites may not be used as a basis for appeal. If you are found to be ineligible for a course, you may be removed from it at any time and you will receive no adjustment to your fees. This decision cannot be appealed.

If you find that you do not have the course prerequisites, it is in your best interest to drop the course well before the end of the add/drop period. Your prompt attention to this matter will not only help protect your academic record, but will ensure that spaces become available for students who require the course in question for graduation.

## Course Objectives:

Economics 2122 is an introductory course in statistics with applications in economics and business. Statistics deals with the description, analysis and interpretation of data. Thus this course will train you in techniques associated with these tasks. Many aspects of life are uncertain. In order to understand what may happen and the likelihood of events, an understanding of how we can use statistics to form expectations about the future is useful

The lectures will emphasize the reason for using a particular statistical technique to solve a particular problem. Also we will practice how to solve problems to get an understanding of the techniques.

Neither the lectures nor the textbook will be self-sufficient for an adequate understanding of the course and thus they should be read in conjunction with one another. The following outline gives the appropriate chapters in the text corresponding to each lecture topic.

Exercise sets will be distributed each week and the solutions discussed in class the next week. Several of these sets will be handed in and marked for credit. Students are strongly advised to do all exercises (as well as many further practice problems). I encourage you to talk to other students about the problems we will be covering, but you must submit an independent set of answers to the problems sets, copying someone else answers is plagiarism.

## Course Learning Outcomes:

After successful completion of Economics 2122A, the student will be able to:

- Represent economic relationships using graphical and mathematical methods
- Calculate and interpret probabilities
- Calculate probability distributions for discrete and continuous random variables
- Calculate and interpret confidence intervals and understand the process of hypothesis testing
- Analyze empirical economic relationships using simple regression techniques
- Make inferences about populations based upon quantitative analysis of sample data

## Textbook:

Newbold, Carlson, Thorne, *Statistics for Business and Economics* (8th Edition) Prentice Hall Press (2013).

## Grading:

(i)	Four graded assignments (5% each)	20%
(ii)	Mid-term exam: Thursday, October 25, 2018, 7:00 - 9:00 p.m.	30%
(iii)	Final exam	<u>50%</u>

## **Schedule for Assignments:**

Assignment 1: Due Wed., Sept 26, 2018.

Assignment 2: Due Wed., Oct 17, 2018.

Assignment 3: Due Wed., Nov 7, 2018.

Assignment 4: Due Wed., Nov 21, 2018.

Note:

1. All homework assignments are to be handed in at the beginning of class on or before the due date. No late assignments will be accepted.
2. Students who fail to sit for the mid-term examination and have valid documented reasons will have their final examination reweighted to 80%. There will be **NO** make-up mid-term examinations.

	<b>Topic</b>	<b>Chapter Reference</b>
1)	Introduction to Statistics – Uncertainty – Types of Data – Describing Data	1
2)	Measures of Central Tendency & Dispersion – Mean, Median, Mode – Shape of Distributions – Measures of Variability – Chebychev’s Theorem – Empirical Rule	2
3)	Probability Theory – Probability – Permutation vs Combinations – Rules of probability – Odds – Updating probabilities with Bayes’ Theorem	3
4)	Discrete Probability Distributions – Expected value and variance of Discrete Random Variables – Binomial Distribution – Poisson Distribution – Jointly distributed Discrete Random Variables	4
5)	Continuous Probability Distribution – Expected values and variance of Continuous Random Variables – Uniform Distribution – Normal Distribution	5
6)	Sampling Distributions – Central limit Theorem – Sample Proportions – Sample Variances	6
7)	Estimation -- Point and Interval – Unbiasness – Efficiency – Confidence intervals	7, 8
8)	Hypothesis Testing – Forming Hypothesis and Alternative	9, 10
9)	Introduction to Simple Linear Regression – Ordinary least Squares – Coefficient of Determination – Confidence intervals for estimates – Predictions and Confidence intervals	11

I plan to covers section 1, 2 and 3 in the first 2 weeks of class.

The sections 4 and 5 in the next 2 weeks and section 6 in the next 2 weeks after that.

Then we will have the midterm exam.

Section 7 in the next 2 weeks and 8 in the 2 weeks after that, and section 9 in the last 3 weeks of the course.

**Please Note**  
**Department Policies for 2018-2019**

Remember that the University expects all students to take responsibility for their own Academic Programs. Students should also check their registration to ensure they are enrolled in the correct courses.

1. Guidelines and policies for the Faculty of Social Science and the Department of Economics are posted online in the current Western Academic Calendar at:  
<http://westerncalendar.uwo.ca>.
2. Students must familiarize themselves with the “Rules of Conduct for Examinations”  
[http://www.uwo.ca/univsec/pdf/academic\\_policies/exam/administration.pdf](http://www.uwo.ca/univsec/pdf/academic_policies/exam/administration.pdf).
3. **Cheating as an academic offence:** Students are responsible for understanding what it means to “cheat”. The Department of Economics treats cheating incidents very seriously and will investigate any suspect behavior. Students found guilty will incur penalties that could include a failing grade or being barred from future registration in other Economics courses or programs. The University may impose further penalties such as a notation on an official academic transcript, suspension or expulsion.
4. **Plagiarism:** Students must write their essays and assignments in their own words. When taking an idea/passage from another author, it must be acknowledged with quotation marks where appropriate and referenced with footnotes or citations. Plagiarism is an academic offence (see Scholastic Discipline for Undergraduate Students in the Western Calendar at [http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryId=1&SelectedCalendar=Live&ArchiveID=#Page\\_20](http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryId=1&SelectedCalendar=Live&ArchiveID=#Page_20)).

Western University uses software to check for plagiarism and students may be required to electronically submit their work. Those found guilty will be penalized as noted in point 3.

5. It is a Department of Economics policy that **NO** assignments be dated, stamped or accepted by staff. Students must submit assignments in class or to the instructor during office hours.
6. When appealing a mark, students should refer to the Student Academic Appeals section in the current Western Academic Calendar at:  
[http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryId=1&SelectedCalendar=Live&ArchiveID=#Page\\_14](http://westerncalendar.uwo.ca/PolicyPages.cfm?Command=showCategory&PolicyCategoryId=1&SelectedCalendar=Live&ArchiveID=#Page_14).  
Please note the relevant deadlines.

The Department will not consider an appeal unless an attempt has been made to settle the matter with the instructor first. Students who remain dissatisfied with the outcome may proceed with a written appeal (e-mails are not acceptable) to the Undergraduate Director in Economics, stating the reasons for their appeal. A checklist is provided at:  
[http://economics.uwo.ca/undergraduate/program\\_counselling/responsibilities\\_policies.html#appeals](http://economics.uwo.ca/undergraduate/program_counselling/responsibilities_policies.html#appeals).

7. Systematic adjustments of a class grade distribution (either up or down) can occur in Economics courses. The fact that grades have been adjusted is **not** grounds for an appeal.

8. Note the following add and drop deadlines:

Deadline to add a first term half course:

**Friday September 14, 2018**

Deadline to drop a first term half course:

**Monday November 12, 2018**

9. Faculty of Social Science policy states that oversleeping or misreading an exam schedule is NOT grounds for a makeup. This rule applies to midterm and final exams in the Department of Economics.

### **Policy Regarding Makeup Tests and Final Examinations**

*Academic accommodation will **not** be granted automatically on request. Students **must** demonstrate by documentation that there are **compelling** medical or compassionate grounds before academic accommodation will be considered.*

Students who proceed to write a test or examination must be prepared to accept the mark. Rewriting tests or examinations, or having their value reweighted on a retroactive basis, is **not** permitted. Students must also book travel arrangements AFTER final exam dates have been posted as they must not conflict with test or final exams.

Unless medically incapable of doing so, students must notify their instructor prior to the test date or at least within **24 hours** when requesting a makeup exam. Failure to follow this procedure may result in denial of academic accommodation and a grade of zero. Students should also set up an appointment as soon as possible to meet with their instructor. If the instructor is not available, send an email message, copying the Undergraduate Coordinator at [econugrd@uwo.ca](mailto:econugrd@uwo.ca). **Notifying instructors of a missed exam does not automatically entitle students to a makeup.**

Students who seek a makeup exam must also provide supporting medical or other relevant documentation that their absence from a scheduled test or exam is beyond their control. Documentation should be submitted to the Academic Counselling Office of the student's *home* Faculty **as soon as possible (preferably within 24 hours of the scheduled test)**. Failure to follow this procedure may result in denial of academic accommodation and a grade of zero. If the documentation submitted is not acceptable, students will receive a zero for the missed test.

For personal illness, students may consult Student Health Services and request a Student Medical Certificate from the physician. If assessed by an off-campus doctor, students must obtain a certificate from his/her office at the time of the visit. The off-campus medical certificate form must also be used and can be found at:

[http://www.uwo.ca/univsec/pdf/academic\\_policies/appeals/medicalform.pdf](http://www.uwo.ca/univsec/pdf/academic_policies/appeals/medicalform.pdf).

Notes stating "For Medical Reasons" are not considered sufficient.

For religious or compassionate circumstances, students should ask their Academic Counsellor what documentation to provide. If documentation is judged sufficient, the Academic Counsellor will issue a Recommendation for a Special Examination (a single form for midterms or a triple-

color form for final exams). Once students have this form, they must contact their instructor as soon as possible to make arrangements. Even if approved by their Academic Counsellor, there is no guarantee that students will be allowed to write the makeup test/exam.

For final examinations, students need to seek permission from their *home* Faculty Counsellor, Instructor, and the Department Undergraduate Director. Failure to follow this procedure may result in a grade of zero. Students must ensure that the Special Examination form has been signed by the Instructor and Department Undergraduate Director and that the form is returned to the Academic Counselling Office for approval without delay. If approved, makeup examinations will be written within one month of the end of the exam period.

### **Policies Regarding Academic Accommodation**

The Faculty of Social Science's policies regarding academic accommodation is found at [http://counselling.ssc.uwo.ca/procedures/having\\_problems/index.html](http://counselling.ssc.uwo.ca/procedures/having_problems/index.html).

"Academic Rights and Responsibilities" are also outlined in the Western Calendar at <http://westerncalendar.uwo.ca/PolicyPages.cfm?PolicyCategoryID=1&command=showCategory&SelectedCalendar=Live&ArchiveID=>. Claiming that "you didn't know what to do" is not an acceptable excuse for not following the stated procedures.

### **Policy Regarding Class Attendance**

If the instructor deems a student's class attendance as unsatisfactory, that student may be prohibited from writing the final examination. If there is intent to make use of this University policy, the student will be notified in writing.

### **Statement on Mental Health and Support Services**

Students under emotional/mental distress should visit [http://uwo.ca/health/mental\\_wellbeing/](http://uwo.ca/health/mental_wellbeing/) for more information and a complete list of resources on how to obtain help.