

# Lecture 2 Standardization, Normal distribution, Stem-leaf, histogram

- Standardization is a re-scaling technique, useful for conveying information about the relative standing of any number of interest with respect to the whole distribution
- Normal distribution : **ideal** bell shape curve
- Stem-leaf, histogram: **empirical**

# Measure of dispersion

- Maximum - minimum=range
- Average distance from average
- Average distance from median
- Interquartile range= third quartile - first quartile
- Standard deviation = **square root** of 'average' **squared** distance from mean (NOTE: **n-1**)
- The most popular one is standard deviation (SD)  
Why range is not popular?
  - Only two numbers are involved : regardless of what happen between.
  - Tends to get bigger and bigger as more data arrive

Why not use average  
distance from mean?

Ans: the center point C that  
minimizes the average distance  
is not mean

What is it?

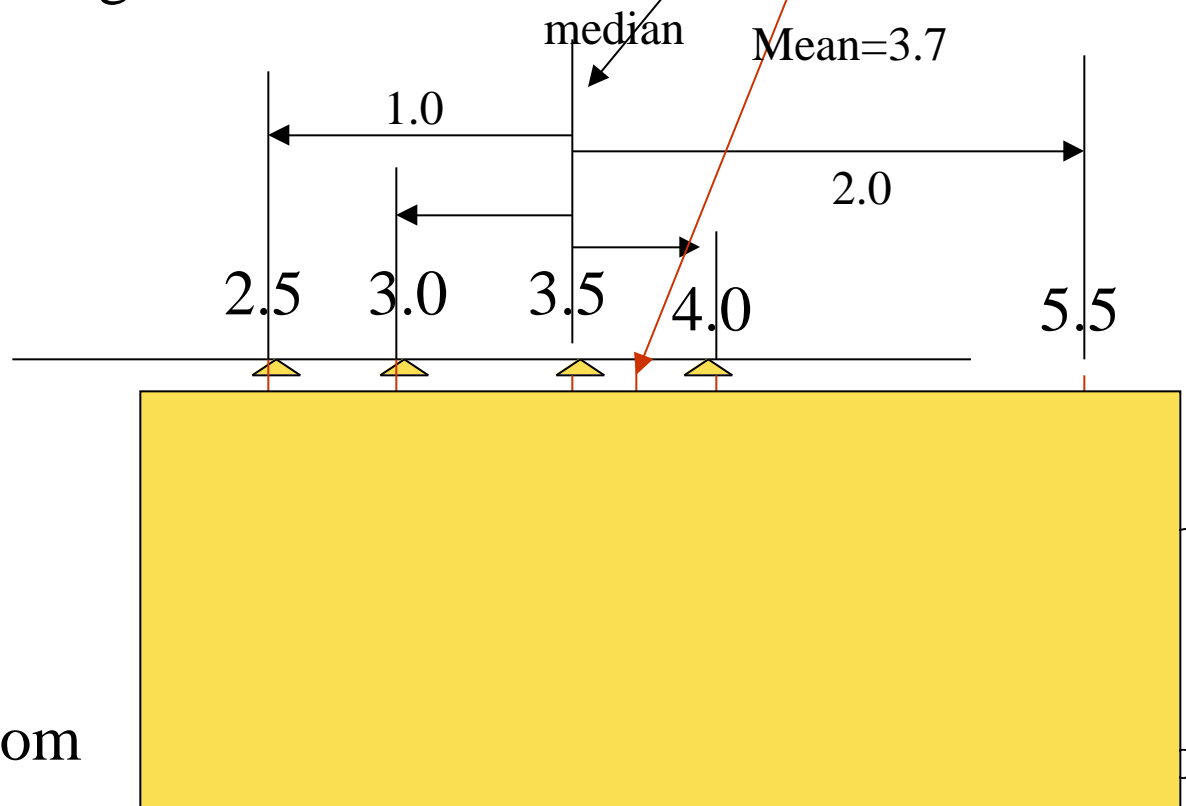
Ans: median

Average dist from  
median=

$$(1.0+2+0.5+0.5+0)/5=$$

$$(3.0+1.0+0)/5=5/5$$

center point= C



$$\text{mean} = (3.0 + 1.0 + **)/5$$

where \*\* = length of

# Mean or Median

- Median is insensitive to outliers. Why not use median all the time?
- Hard to manipulate mathematically
- Median price of this week (gas) is \$1.80
- Last week : \$2.0
- What is the median price for last 14 days?
- Hard! How about if last week's median is \$1.80
- Still hard.
- The answer : anything is possible! Give Examples.
- Median minimizes average of absolute distances.

- Mean is still the more popular measure for the location of “center” of data points
- What does it minimize?
- It minimizes the average of squared distance
- The average squared distance from mean is called variance
- The **squared root** of variance is called standard deviation
- How about the “**n-1**” (instead of  $n$ , when averaging the squared distance), a big deal ? Why?

# Yes, at least at the conceptual level

If  $n$  is large, it does not matter to use  $n$  or  $n-1$

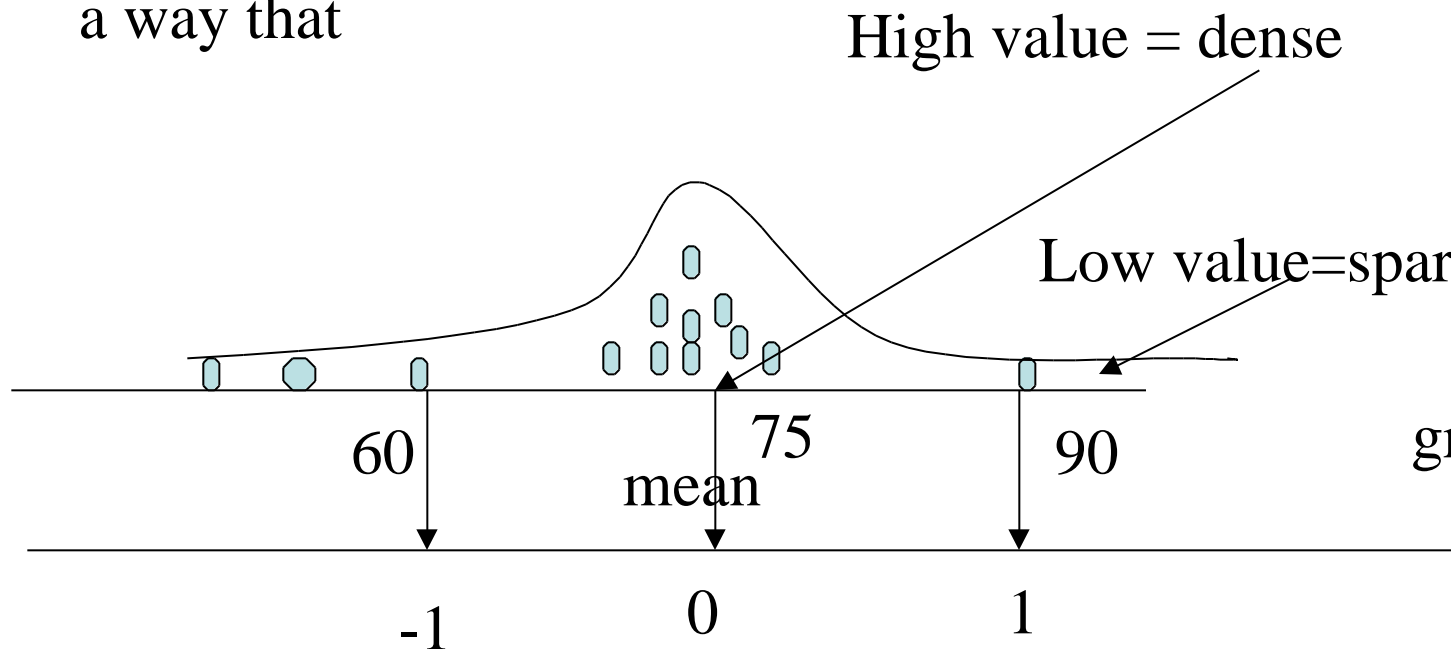
- **Population** : the collection of all data that you imagine to have (It can be really there, but most often this is just an ideal world)
- **Sample** : the data you have now
- ALL vs. AML example
- =====well-trained statistician+++++
- Use sample **estimates** to make inference on population **parameters**; need sample size adjustment
- (will talk about this more later)  
Sample mean = sum divided by ???  $n$  or  $n-1$ ?

- One standard deviation within the mean covers about 68 percent of data points
- Two standard deviation within the mean cover about 95 percent of data points
- The rule is derived under “normal curve”
- Examples for how to use normal table.

Course scores

A long list of values from an ideal population

Density curve represents the distribution in a way that



- Find mean and Set mean to 0; apply formula to find height of curve

2. Find SD and set one SD above mean to 1.

3. Set one SD below mean to -1



# Normal distribution

When does it make sense? Symmetric; one mode

- How to draw the curve?
- Step 1 : standardization: change from original scaling to standard deviation scaling using the formula  
 $z = (x - \text{mean}) / \text{SD}$
- Step 2 : the curve has the math form of

$$\frac{1}{\sqrt{2\pi}} e^{-\frac{z^2}{2}}$$

# Use normal table

- For negative z, page
- For positive z, page
- Q: suppose your score is 85, What percentage of students score lower than you?
- Step 1 : standardization (ask how many SD above or below mean your score is)
- answer :  $z = (85 - 75) / 15 = .666$
- Look up for  $z = .66$ ; look up for  $z = .67$ ; any reasonable value between the two is fine
- (to be continued)

# Step by Step illustration for finding median through Stem-leaf plot

- (bring final scores for in class demo)
- Find Interquartile range
- Guess the mean , SD
- From Stem-leaf to Histogram
- Three types of histograms (equal intervals recommended)

# Homework 1 assigned (due Wed. 2nd week)

- Reading mean and median from histogram
- Symmetric versus asymmetric plot.
- Normal distribution

# From stem-leaf to histogram

- Using drug response data
- NOT all bar charts are histograms!!!
- NCBI's COMPARE
- Histograms have to do with “frequencies”