The final exam is going to have five questions. Two questions from the topics of midterm II, similar to the questions of midterm II. There will be three questions from the topics that is covered after midterm II. The followings provide examples of the three questions on the subjects covered after the second midterm.

**Points**

1. In a multivariate analysis of variance, we have interest in comparing the mean vectors for three treatment groups. For a sample of size 50 from each treatment, the sample mean vectors are:

   \[
   \bar{x}_1 = [3.428 \ 0.306]', \quad \bar{x}_2 = [2.770 \ 1.326]', \quad \bar{x}_3 = [2.974 \ 2.026]'.
   \]

   The between and within matrices of sum of squares are:

   \[
   B = \begin{bmatrix} 11.344 & -21.820 \\ -21.820 & 75.352 \end{bmatrix}, \quad W = \begin{bmatrix} 16.950 & 4.125 \\ 4.125 & 14.729 \end{bmatrix}
   \]

   (a) Construct the multivariate analysis of variance table.
   (b) Test the hypothesis of no treatment effect at 0.05 level. \((F_{4,29}(0.05) = 2.37)\)
   (c) Construct 95% Bonferroni confidence intervals for the treatment effects. \((t_{147}(0.00042) = 2.675)\)
2. The covariance matrix for a two-dimensional random vector $\mathbf{X}$ is:

$$
\Sigma = \begin{bmatrix}
5 & 2 \\
2 & 2
\end{bmatrix}
$$

(a) Determine the population principal components $Y_1$ and $Y_2$.
(b) What portion of the total population variance is explained by $Y_1$.
(c) Convert the covariance matrix to a correlation matrix and compute the principal components based on the correlation matrix.
(d) Compare the principal components obtained in parts (a) and (c) and discuss.
(e) Compute the correlations between $Y_1$, $Y_2$ and $Z_1$ and $Z_2$, where $Z_1$ and $Z_2$ are the standardized values of $X_1$ and $X_2$. 
3. The mean vector of a p-dimensional random vector $\mathbf{X}$ is $\mathbf{0}$ and its covariance matrix is $\Sigma$. Let the pairs $(\lambda_1, \mathbf{e}_1), \ldots, (\lambda_p, \mathbf{e}_p)$ represent the eigenvalues and eigenvectors of $\Sigma$. Define the orthogonal matrix $Q$ as $Q = (\mathbf{e}_1, \ldots, \mathbf{e}_p)$, and let $\mathbf{Y} = Q^T \mathbf{X}$.

(a) Find the mean vector and covariance matrix of $\mathbf{Y}$.
(b) Partition $Q$ as $Q = (Q_1, Q_2)$ where $Q_1$ is a $p \times q$ matrix ($q < p$). Let $\mathbf{Y}^{(1)}$ be a $q$-dimensional random vector constructed from the first $q$ elements of $\mathbf{Y}$. Find a random vector $\mathbf{\varepsilon}$ such that $\mathbf{X} = Q_1 \mathbf{Y}^{(1)} + \mathbf{\varepsilon}$.
(c) Find $E(\mathbf{\varepsilon}' \mathbf{\varepsilon})$.
(d) Let $\mathbf{X}_1, \ldots, \mathbf{X}_n$ be a random sample of size $n$ from the above population (a population with mean vector $\mathbf{0}$ and covariance matrix $\Sigma$). Find an estimate for $E(\mathbf{\varepsilon}' \mathbf{\varepsilon})$. 