MEASURES OF DISPERSION

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1.MEASURES OF DISPERSION

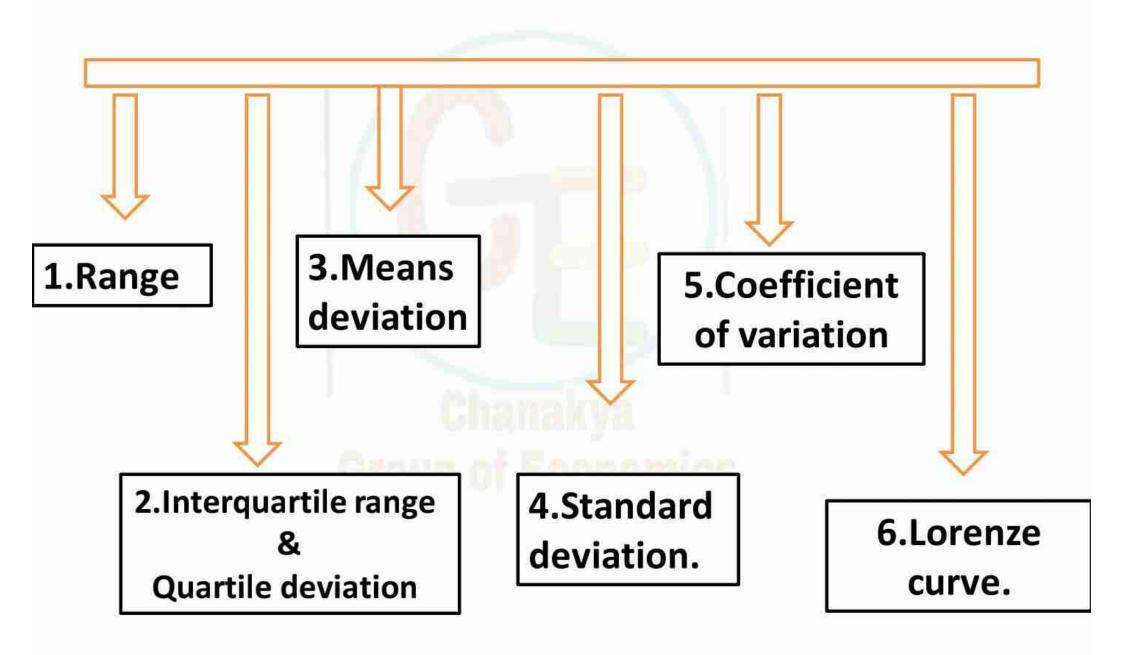
INTRO--

Dispersion is a measure of the variation of the items.

If value of items are same then there is no variance and dispersion will be zero.

More variations more will be dispersion.

METHODS OF MEASURING DISPERSION



1.Range

It is simplest measure of dispersion.

It is define the difference b/w largest and smallest value.

15,22,17,32,28

Largest value = 32 smallest value = 15

$$R = 32-15=17.$$

Coefficient of Range

$$\frac{L-S}{L+S} = \frac{3}{3}$$

$$\frac{32-15}{32+15} = \frac{17}{47} = 0.36$$

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2.Interquartile range & Quartile deviation

A. Interquartile range.

It is the difference b/w upper upper quartile (Q3) and lower quartile(Q1)

$$IQ.Range = Q3-Q1$$

B. Quartile deviation.

It also called as semi-interquartile.

$$Q.D = \frac{Q3-Q1}{2}$$

C. Coefficient of Quartile deviation.

Coeff. Of Q.D =
$$\frac{Q3-Q1}{Q3+Q1}$$
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3. Means deviation

It is also known as average deviation.

Mean deviation can be can be computed either from the mean or median.

M.D from median =
$$\frac{\sum (X-M)}{N}$$

M.D from Mean =
$$\frac{\sum (X-\bar{X})}{N}$$

4.Standard deviation

Standard deviation is most widely used measure of dispersion.

S.D first used by Karl Pearson. In 1893.

S.D is also called as root mean square deviation.

S.D is denoted as $-\sigma$ OR s

$$\sigma = \sqrt{\frac{\sum (X - \bar{x})^2}{N}}$$

S.D is widely used in sampling theory and test of significant.

Coefficient of S.D =
$$\frac{\sigma}{\bar{x}}$$

Difference between mean deviation and S.D.

1.In M.D sign + and - ignored.

In S.D +,- sign not ignored.

2.M.D can be calculated either from mean , median and mode.

S.D is always computed from mean only.

Variance

It is also a measure of dispersion.

The term variance is first used by R.A.Fisher in 1918.

Variance is the square of the standard deviation.

Variance=
$$\sigma^2$$

$$Variance = \frac{\sum f(X-\bar{x})^2}{N}$$

5.Coefficient of variance.

Coefficient of variation is an important relative measure of dispersion.

It was developed by Karl Pearson.

It is widely used in comparing the variability of two or more series.

It is denoted as C.V.

$$C.V. = \frac{\sigma}{\bar{x}} *100$$