

Brief Contents

PREFACE v

LIST OF EXAMPLES xxi

1 An Introduction to Econometrics 1

Probability Primer 15

2 The Simple Linear Regression Model 46

3 Interval Estimation and Hypothesis Testing 112

4 Prediction, Goodness-of-Fit, and Modeling Issues 152

5 The Multiple Regression Model 196

6 Further Inference in the Multiple Regression Model 260

7 Using Indicator Variables 317

8 Heteroskedasticity 368

9 Regression with Time-Series Data: Stationary Variables 417

10 Endogenous Regressors and Moment-Based Estimation 481

11 Simultaneous Equations Models 531

12 Regression with Time-Series Data: Nonstationary Variables 563

13 Vector Error Correction and Vector Autoregressive Models 597

14 Time-Varying Volatility and ARCH Models 614

15 Panel Data Models 634

16 Qualitative and Limited Dependent Variable Models 681

APPENDIX A Mathematical Tools 748

APPENDIX B Probability Concepts 768

APPENDIX C Review of Statistical Inference 812

APPENDIX D Statistical Tables 862

INDEX 869