

## Lesson 13 – Correlation

In statistical correlations we are looking to see if there is a connection of some sort between two variables, in other words is there a statistical relationship. For example, is there a relationship between someone's height and their age? Is there a relationship between the numbers of hours a student studies and their marks? The relationships can be either positive or negative.

In order to evaluate whether there is a relationship we create scatter plots. These scatter plots tell us the degree of relationship between the variables and the direction.

Direction: If one variable increase as the other variable increases then there is a positive correlation. If one variable decreases as the other variable increases then there is a negative correlation.

### Examples of Scatter Plots



Degree: There is a perfect correlation if the scatter plot points are in a straight line. If the points are scattered randomly there is no correlation. The degree is also evaluated using the correlation coefficient.

## Correlation Coefficient

The correlation coefficient is the calculated degree of correlation between two variables. This coefficient is denoted by the letter  $r$ . This number is between -1 and 1. When there is no relationship then  $r=0$ . The closer the  $r$  value is to 1 or -1 the stronger the correlation.

### Correlation Coefficient Shows Strength & Direction of Correlation

