

TABLE 3.1 Hypothetical data

<i>Observation</i>	<i>Education, x_i</i>	<i>Earnings, y_i</i>
1	12	\$20,000
2	14	\$53,000
3	16	\$35,000
4	18	\$80,000
5	20	\$62,000
Sum	80	\$250,000
Average	16	\$50,000