## Big Data Creates Beguiling Coincidences

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May, 2012 These slides: www.statlit.org/pdf/2012Schield3Keene6up.pdf Related paper at <u>www.StatLit.org/pdf/2012Schield-MAA.pdf</u>







# May 2012 Not Coincidence

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The two major products that came out of Berkeley: LSD and UNIX.

We don't believe this is coincidence!

Computer programmer: Jeremy S. Anderson



# Cancer Cluster In St. Paul: Correlation Or Coincidence?

May 2, 2012 10:54 PM MINNEAPOLIS (WCCO) – Residents of a <u>St. Paul</u> neighborhood with

higher than average cancer cases are wondering if it could be linked

"higher than

to nearby hazardous waste sites.

average .... "











The students press F9, they often get:		
a run of 10 heads:	a cluster of six squares:	
one chance in 2^10	one chance in 10 <sup>6</sup>	
a "thomas d mass	a "million-year flood"	

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#### Explanation #1 The question is ambiguous

What is the chance of "that"?

- At a specific place or anywhere?
- Paint the target before or after the shooting?
- Before or after the fact (ex post vs. ex ante)?

Consider a run of 8 heads:

- One chance in 256 at a pre-designated spot
- Close to 50% somewhere in the next 256 flips































### Students must see that "coincidence":

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May 2012

- 1. is much more common than expected
- 2. may involve an ambiguity (ex-ante/ex-post)
- 3. may involve Law of Very-Large Numbers. Unlikely is almost certain given enough tries
- 4. may still be a sign of causation. 1854 cholera outbreak in London at a pump.