

Mathematical Models Forecast Future Prices:

MATHEMATICAL MODEL	Equation	Coefficient of Determination (R^2)	Three-Month Price Forecast	Forecast As Of June 30, 2013
Linear Model	$\hat{Y} = -.44 (X) + 52.76$	0.27	\$40.88	\$38.68
Exponential Model	$\hat{Y} = 52.27(e^{-.01(X)})$	0.23	\$39.90	\$37.96
Logarithmic Model	$\hat{Y} = -4.42 \ln(X) + 57.37$	0.37	\$42.80	\$42.05
Quadratic Model	$\hat{Y} = .08 X^2 - 2.32(X) + 60.90$	0.56	\$56.58	\$68.58
Degree 3 Polynomial Model	$\hat{Y} = .002 X^3 + .01 X^2 - 1.63(X) + 59.33$	0.57	\$61.98	\$82.95
Power	$\hat{Y} = 57.49 X^{-.09}$	0.33	\$42.73	\$42.09

Based on the coefficient of determinations (R^2), the mathematical model that best fits the data is _____ (name model).

This model predicts that the price of _____ (name of stock) will be \$ _____ in three months; and will be \$ _____ on June 30, 2013.

