



Figure 10.4 Plot of attenuation factor (κ_1) in naive estimator of β_1 and the bias factor for β_2 (bias = $\gamma\beta_1$) for a model with two variables and X_1 measured with error; ρ = correlation between X_1 and X_2 . $\sigma_u^2 = 72$ (dashed), 32 (dotted), 8 (solid), and 0 (long dash).