

# Novometrics vs. ODA vs. One-Way ANOVA: Evaluating Comparative Effectiveness of Sales Training Programs, and the Importance of Conducting LOO with Small Samples

Paul R. Yarnold, Ph.D.

Optimal Data Analysis, LLC

Immediately after graduating from one of four alternative sales training programs, graduates were randomly assigned to sales areas putatively having comparable sales opportunities: number of sales made by each of N=23 graduates at the end of their first week was recorded.<sup>1</sup> Analysis by one-way ANOVA<sup>1</sup> yielded  $F(3,19)=3.13$ ,  $p<0.0281$ . It was concluded: “...evidence is sufficient to indicate a difference in mean achievement for the four training programs” (p. 383). If the omnibus effect (comparing all of the groups simultaneously) effect has  $p<0.05$ , then all-possible pairwise comparisons (or a more efficient range test procedure) are used to disentangle the omnibus effect and identify the statistically significant inter-group differences.<sup>2</sup> This was not reported, but the combination of a test of a non-directional hypothesis (the anticipated relative ordering of mean sales by group was not specified *a priori*), in conjunction with the small sample and associated weak statistical power, limit the detectable effects to those reflecting extremely strong inter-group differences.<sup>2,3</sup> Non-directional ODA<sup>4,5</sup> treating group as the class variable and sales as the ordered attribute was unable to identify a statistically reliable model for discriminating all four sales groups (ESS=42.46, D=5.42,  $p<0.32$ ). A single novometric<sup>5,6</sup> model emerged: if sales $\leq 87.5$  then predict group<4; otherwise predict group=4. Model performance in total sample analysis was relatively strong and statistically reliable: ESS=69.74, D=0.87,  $p<0.042$  (sensitivity for group 4=75.00%, for groups 1-3=94.74%). Jackknife analysis suggested the effect may not cross-generalize if the model is used to classify different samples of graduates: ESS=43.42, D=2.61,  $p<0.015$  (sensitivity for group 4=75.00%, for groups 1-3=68.42%).

Data investigated herein are given in Table 1.

Table 1: Sales of Graduates by Group<sup>1</sup>

<u>Group 1</u>	<u>Group 2</u>	<u>Group 3</u>	<u>Group 4</u>
65	75	59	94
87	69	78	89
73	83	67	80
79	81	62	88
81	72	83	
69	79	76	
	90		

The first Axiom of novometrics requires a sample sufficiently large to yield appropriate statistical power (defined *a priori* by the investigator) for the application. This application fails this criterion, so novometric analysis is inappropriate. Three responses can address this accurate conclusion. First, ODA found no effect, which ultimately is what the novometric analysis found in jackknife analysis (fifth axiom of novometric theory<sup>4,7</sup>): statistical power and jackknife analysis are potent anti-overfitting agents.<sup>3,4</sup> Second, small samples can satisfy the statistical power criterion if the effect is very strong.<sup>4,5,8-11</sup> Third, in applications which reflect rare phenomena, expensive trials or emerging threats, researchers do the best work possible using their available tools: omitting novometrics (that should be the first selection in applications for which training and/or validity accuracy is the desired objective function) from the analytic quiver is exactly the last option that should be considered, prior to capitulation.

## References

<sup>1</sup>Mendenhall W, Reinmuth JE (1974). *Statistics for management and economics* (2<sup>nd</sup> Ed.). North Scituate, MA: Duxbury Press (pp. 379-383).

<sup>2</sup>Grimm LG, Yarnold PR (1995). *Reading and understanding multivariate statistics*. Washington, DC: APA Books.

<sup>3</sup>Grimm LG, Yarnold PR (1995). *Reading and understanding more multivariate statistics*. Washington, DC: APA Books.

<sup>4</sup>Yarnold PR, Soltysik RC (2005). *Optimal data analysis: Guidebook with software for Windows*. Washington, D.C.: APA Books.

<sup>5</sup>Yarnold PR, Soltysik RC (2016). *Maximizing predictive accuracy*. Chicago, IL: ODA Books. DOI: 10.13140/RG.2.1.1368.3286

<sup>6</sup>Yarnold PR (2016). Restricted *vs.* unrestricted optimal analysis: Smoking behavior of college undergraduates. *Optimal Data Analysis*, 5, 124-128.

<sup>7</sup>Yarnold PR (2016). Novometric theorem generalized to unrestricted class variables. *Optimal Data Analysis*, 5, 102-103.

<sup>8</sup>Yarnold PR (2013). Percent oil-based energy consumption and average percent GDP growth: A small sample UniODA analysis. *Optimal Data Analysis*, 2, 60-61.

<sup>9</sup>Yarnold PR (2013). UniODA and small samples. *Optimal Data Analysis*, 2, 71.

<sup>10</sup>Yarnold PR (2015). UniODA *vs.* McNemar's test: A small sample analysis. *Optimal Data Analysis*, 4, 27-28.

<sup>11</sup>Yarnold PR (2015). UniODA *vs.* Wilcoxon rank sum test: A small-sample paired experiment. *Optimal Data Analysis*, 4, 163-164.

## Author Notes

The study analyzed de-individuated data and was exempt from Institutional Review Board review. No conflict of interest was reported.

Mail: Optimal Data Analysis, LLC  
6348 N. Milwaukee Ave., #163  
Chicago, IL 60646