

Contents

Preface	xv
1 Introduction	1
1.1 Background	1
1.2 Scope, Aim and Outline	6
1.3 Inverse Bayes Formulae (IBF)	9
1.3.1 The point-wise, function-wise and sampling IBF	10
1.3.2 Monte Carlo versions of the IBF	12
1.3.3 Generalization to the case of three vectors . . .	14
1.4 The Bayesian Methodology	15
1.4.1 The posterior distribution	15
1.4.2 Nuisance parameters	17
1.4.3 Posterior predictive distribution	18
1.4.4 Bayes factor	20
1.4.5 Marginal likelihood	21
1.5 The Missing Data Problems	22
1.5.1 Missing data mechanism	23
1.5.2 Data augmentation (DA)	23
1.5.3 The original DA algorithm	24
1.5.4 Connection with the Gibbs sampler	26
1.5.5 Connection with the IBF	28
1.6 Entropy	29
1.6.1 Shannon entropy	29
1.6.2 Kullback–Leibler divergence	30
Problems	31
2 Optimization, Monte Carlo Simulation and Numerical Integration	35
2.1 Optimization	36
2.1.1 The Newton–Raphson (NR) algorithm	36
2.1.2 The expectation–maximization (EM) algorithm	40
2.1.3 The ECM algorithm	47
2.1.4 Minorization–maximization (MM) algorithms .	49
2.2 Monte Carlo Simulation	56

2.2.1	The inversion method	56
2.2.2	The rejection method	58
2.2.3	The sampling/importance resampling method	62
2.2.4	The stochastic representation method	66
2.2.5	The conditional sampling method	70
2.2.6	The vertical density representation method	72
2.3	Numerical Integration	75
2.3.1	Laplace approximations	75
2.3.2	Riemannian simulation	77
2.3.3	The importance sampling method	80
2.3.4	The cross-entropy method	84
	Problems	89
3	Exact Solutions	93
3.1	Sample Surveys with Nonresponse	93
3.2	Misclassified Multinomial Model	95
3.3	Genetic Linkage Model	97
3.4	Weibull Process with Missing Data	99
3.5	Prediction Problem with Missing Data	101
3.6	Binormal Model with Missing Data	103
3.7	The 2×2 Crossover Trial with Missing Data	105
3.8	Hierarchical Models	108
3.9	Nonproduct Measurable Space (NPMS)	109
	Problems	112
4	Discrete Missing Data Problems	117
4.1	The Exact IBF Sampling	118
4.2	Genetic Linkage Model	119
4.3	Contingency Tables with One Supplemental Margin	121
4.4	Contingency Tables with Two Supplemental Margins	123
4.4.1	Neurological complication data	123
4.4.2	MLEs via the EM algorithm	123
4.4.3	Generation of i.i.d. posterior samples	125
4.5	The Hidden Sensitivity (HS) Model for Surveys with Two Sensitive Questions	126
4.5.1	Randomized response models	126
4.5.2	Nonrandomized response models	127
4.5.3	The nonrandomized hidden sensitivity model	128
4.6	Zero-Inflated Poisson Model	132
4.7	Changepoint Problems	133
4.7.1	Bayesian formulation	134
4.7.2	Binomial changepoint models	137

4.7.3	Poisson changepoint models	139
4.8	Capture–Recapture Model	145
	Problems	148
5	Computing Posteriors in the EM-Type Structures	155
5.1	The IBF Method	156
5.1.1	The IBF sampling in the EM structure	156
5.1.2	The IBF sampling in the ECM structure	163
5.1.3	The IBF sampling in the MCEM structure	164
5.2	Incomplete Pro-Post Test Problems	165
5.2.1	Motivating example: Sickle cell disease study	166
5.2.2	Binormal model with missing data and known variance	167
5.2.3	Binormal model with missing data and unknown mean and variance	168
5.3	Right Censored Regression Model	173
5.4	Linear Mixed Models for Longitudinal Data	176
5.5	Probit Regression Models for Independent Binary Data	181
5.6	A Probit-Normal GLMM for Repeated Binary Data	185
5.6.1	Model formulation	186
5.6.2	An MCEM algorithm without using the Gibbs sampler at E-step	187
5.7	Hierarchical Models for Correlated Binary Data	195
5.8	Hybrid Algorithms: Combining the IBF Sampler with the Gibbs Sampler	197
5.8.1	Nonlinear regression models	198
5.8.2	Binary regression models with t link	199
5.9	Assessing Convergence of MCMC Methods	201
5.9.1	Gelman and Rubin’s PSR statistic	202
5.9.2	The difference and ratio criteria	203
5.9.3	The Kullback–Leibler divergence criterion	204
5.10	Remarks	204
	Problems	206
6	Constrained Parameter Problems	211
6.1	Linear Inequality Constraints	211
6.1.1	Motivating examples	211
6.1.2	Linear transformation	212
6.2	Constrained Normal Models	214
6.2.1	Estimation when variances are known	214
6.2.2	Estimation when variances are unknown	219

6.2.3	Two examples	222
6.2.4	Discussion	227
6.3	Constrained Poisson Models	228
6.3.1	Simplex restrictions on Poisson rates	228
6.3.2	Data augmentation	228
6.3.3	MLE via the EM algorithm	229
6.3.4	Bayes estimation via the DA algorithm	230
6.3.5	Life insurance data analysis	231
6.4	Constrained Binomial Models	233
6.4.1	Statistical model	233
6.4.2	A physical particle model	234
6.4.3	MLE via the EM algorithm	236
6.4.4	Bayes estimation via the DA algorithm	239
	Problems	240
7	Checking Compatibility and Uniqueness	241
7.1	Introduction	241
7.2	Two Continuous Conditional Distributions: Product Measurable Space (PMS)	243
7.2.1	Several basic notions	243
7.2.2	A review on existing methods	244
7.2.3	Two examples	246
7.3	Finite Discrete Conditional Distributions: PMS	247
7.3.1	The formulation of the problems	248
7.3.2	The connection with quadratic optimization under box constraints	248
7.3.3	Numerical examples	250
7.3.4	Extension to more than two dimensions	253
7.3.5	The compatibility of regression function and conditional distribution	255
7.3.6	Appendix: S-plus function (<i>lseb</i>)	258
7.3.7	Discussion	258
7.4	Two Conditional Distributions: NPMS	259
7.5	One Marginal and Another Conditional Distribution	262
7.5.1	A sufficient condition for uniqueness	262
7.5.2	The continuous case	265
7.5.3	The finite discrete case	266
7.5.4	The connection with quadratic optimization under box constraints	269
	Problems	271

A Basic Statistical Distributions and Stochastic Processes	273
A.1 Discrete Distributions	273
A.2 Continuous Distributions	275
A.3 Mixture Distributions	283
A.4 Stochastic Processes	285
List of Figures	287
List of Tables	290
List of Acronyms	292
List of Symbols	294
References	298
Author Index	318
Subject Index	323