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## Minimax Estimation of a Normal Mean Vector for Arbitrary Quadratic Loss and Unknown Covariance Matrix

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## Minimax Estimation of a Normal Mean Vector for Arbitrary Quadratic Loss and Unknown Covariance Matrix

### Abstract

Let  $X$  be an observation from a  $p$ -variate normal distribution ( $p \geq 3$ ) with mean vector  $\theta$  and unknown positive definite covariance matrix  $\Sigma$ . It is desired to estimate  $\theta$  under the quadratic loss

$L(\delta, \theta, \Sigma) = (\delta - \theta)^t Q (\delta - \theta) / \text{tr}(Q \Sigma)$ , where  $Q$  is a known positive definite matrix. Estimators of the following form are considered:

$$\delta^c(X, W) = (I - c\alpha Q^{-1} W^{-1} / (X^t W^{-1} X)) X,$$

where  $W$  is a  $p \times p$  random matrix with a Wishart  $(\Sigma, n)$  distribution (independent of  $X$ ),  $\alpha$  is the minimum characteristic root of  $(QW) / (n - p - 1)$  and  $c$  is a positive constant. For appropriate values of  $c$ ,  $\delta^c$  is shown to be minimax and better than the usual estimator  $\delta^0(X) = X$ .

### Keywords

minimax, normal, mean, quadratic loss, unknown covariance matrix, Wishart, risk function

### Disciplines

Statistics and Probability

## MINIMAX ESTIMATION OF A NORMAL MEAN VECTOR FOR ARBITRARY QUADRATIC LOSS AND UNKNOWN COVARIANCE MATRIX

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Let  $X$  be an observation from a  $p$ -variate normal distribution ( $p \geq 3$ ) with mean vector  $\theta$  and unknown positive definite covariance matrix  $\Sigma$ . It is desired to estimate  $\theta$  under the quadratic loss  $L(\delta, \theta, \Sigma) = (\delta - \theta)'Q(\delta - \theta)/\text{tr}(Q\Sigma)$ , where  $Q$  is a known positive definite matrix. Estimators of the following form are considered:

$$\delta^c(X, W) = (I - c\alpha Q^{-1}W^{-1}/(X'W^{-1}X))X,$$

where  $W$  is a  $p \times p$  random matrix with a Wishart ( $\Sigma, n$ ) distribution (independent of  $X$ ),  $\alpha$  is the minimum characteristic root of  $(QW)/(n - p - 1)$  and  $c$  is a positive constant. For appropriate values of  $c$ ,  $\delta^c$  is shown to be minimax and better than the usual estimator  $\delta^0(X) = X$ .

**1. Introduction.** Assume  $X = (X_1, \dots, X_p)'$  is a  $p$ -dimensional random vector ( $p \geq 3$ ) which is normally distributed with mean vector  $\theta = (\theta_1, \dots, \theta_p)'$  and positive definite covariance matrix  $\Sigma$ . It is desired to estimate  $\theta$  by an estimator  $\delta = (\delta_1, \dots, \delta_p)'$  under the quadratic loss

$$L(\delta, \theta, \Sigma) = (\delta - \theta)'Q(\delta - \theta)/\text{tr}(Q\Sigma),$$

where  $Q$  is a positive definite ( $p \times p$ ) matrix.

The usual minimax and best invariant estimator for  $\theta$  is  $\delta^0(X) = X$ . Since Stein (1955) first showed that  $\delta^0$  could be improved upon for  $Q = \Sigma = I$  (the identity matrix), a considerable effort by a number of authors (see the references) has gone into finding significant improvements upon  $\delta^0$ . For the most part these efforts have been directed towards the problems where either  $\Sigma$  was known (or known up to a multiplicative constant) or where  $Q = \Sigma^{-1}$  (a rather special situation). For unknown  $\Sigma$  and general  $Q$  only a few partial results have been obtained. Berger and Bock (1976a) and (1976b) found minimax estimators (better than  $\delta^0$ ) for problems in which  $\Sigma$  was an unknown diagonal matrix or could be reduced to one. Gleser (1976) found minimax estimators under the assumption that the characteristic roots of  $Q\Sigma$  have a known lower bound.

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In this paper the fundamental problem of completely unknown  $\Sigma$  will be considered. It will be assumed that an estimate  $W$  of  $\Sigma$  is available, where  $W$  has a Wishart distribution with parameter  $\Sigma$  and  $n$  degrees of freedom, and is independent of  $X$ . Let  $\text{ch}_{\min}(A)$  denote the minimum characteristic root of  $A$ , and define

$$\alpha = [(n - p - 1) \text{ch}_{\max}(Q^{-1}W^{-1})]^{-1} = \text{ch}_{\min}(QW)/(n - p - 1).$$

The estimators considered in this paper will be of the form

$$(1.1) \quad \delta^c(X, W) = \left( I - \frac{c\alpha Q^{-1}W^{-1}}{X^t W^{-1} X} \right) X,$$

where  $c$  is a positive constant. For known  $\Sigma$ , estimators of this form (with  $(n - p - 1)W^{-1}$  replaced by  $\Sigma^{-1}$ ) were shown to be minimax in Bock (1974) and Berger (1976 b), providing  $0 \leq c \leq 2(p - 2)$ . In this paper  $\delta^c$  is shown to be minimax for

$$0 \leq c \leq c_{n,p},$$

where the  $c_{n,p}$  are solutions to equation (2.17), and are numerically calculated in Table 1 for certain values of  $n$  and  $p$ .

TABLE 1  
Values of  $c_{n,p}$

$p$	$n$								
	8	10	12	14	16	18	20	25	30
3	.14	.41	.72	.88	1.03	1.10	1.23	1.51	1.53
4	.65	1.37	1.88	2.27	2.42	2.60	2.81	3.07	3.12
5		1.83	2.85	3.37	3.80	4.02	4.26	4.78	4.87
6		1.71	3.32	4.27	4.81	5.33	5.66	6.36	6.50
7			3.42	4.99	5.78	6.42	6.96	7.92	8.14
8			2.50	5.15	6.57	7.64	8.19	9.24	9.84
9				4.50	7.02	8.40	9.22	10.60	11.28
10				2.61	6.79	8.90	10.25	11.98	12.84
11					5.78	9.15	10.84	13.14	14.24
12					2.73	8.42	11.10	14.20	15.65
13						7.11	11.09	15.48	17.15
14						2.43	9.70	15.74	18.44
15							7.93	16.61	19.51
16							2.26	16.67	20.62
17								16.67	21.56
18								16.34	22.38
19									22.83
20									23.47

2. **Minimaxity of  $\delta^c$ .** The notation  $E(Z)$  will be used for the expectation of  $Z$ . Subscripts on  $E$  will refer to parameter values, while superscripts on  $E$  will refer to the random variables with respect to which the expectation is to be taken. When obvious, subscripts and superscripts will be omitted.

For an estimator,  $\delta$ , define the risk function

$$R(\delta, \theta, \Sigma) = E_{\theta, \Sigma}^{X, W}[L(\delta(X, W), \theta, \Sigma)].$$

For notational convenience define  $n^* = (n - p - 1)$  and

$$\Delta_c = \Delta_c(\theta, \Sigma) = \text{tr}(Q\Sigma)[R(\delta^c, \theta, \Sigma) - R(\delta^0, \theta, \Sigma)].$$

The estimator  $\delta^c$  is clearly minimax (and as good as or better than  $\delta^0$ ) providing  $\Delta_c(\theta, \Sigma) \leq 0$  for all  $\theta$  and  $\Sigma$ .

Expanding the quadratic loss  $L$  for  $\delta^c$  verifies that

$$(2.1) \quad \Delta_c = -2E\left[\frac{c\alpha(X - \theta)'W^{-1}X}{X'W^{-1}X}\right] + E\left[\frac{c^2\alpha^2X'W^{-1}Q^{-1}W^{-1}X}{(X'W^{-1}X)^2}\right].$$

As in Berger (1976 b) an integration by parts with respect to the  $X_i$  gives

$$E\left[\frac{(X - \theta)'W^{-1}X}{X'W^{-1}X}\right] = E\left[\frac{\text{tr}(\Sigma W^{-1})}{X'W^{-1}X} - \frac{2X'W^{-1}\Sigma W^{-1}X}{(X'W^{-1}X)^2}\right].$$

(The usefulness of such an integration by parts was earlier noticed by Stein (1973).) Thus (2.1) becomes

$$(2.2) \quad \Delta_c = -E\left[\frac{c\alpha}{(X'W^{-1}X)}\left\{2 \text{tr}(\Sigma W^{-1}) - \frac{4X'W^{-1}\Sigma W^{-1}X}{X'W^{-1}X} - \frac{c\alpha X'W^{-1}Q^{-1}W^{-1}X}{X'W^{-1}X}\right\}\right].$$

Note that

$$\frac{\alpha X'W^{-1}Q^{-1}W^{-1}X}{X'W^{-1}X} \leq \frac{\alpha}{\text{ch}_{\min}(QW)} = \frac{1}{n^*}.$$

Using this in (2.2) gives

$$(2.3) \quad \Delta_c \leq -E\left[\frac{\alpha c}{(X'W^{-1}X)}\left\{2 \text{tr}(\Sigma W^{-1}) - \frac{4X'W^{-1}\Sigma W^{-1}X}{X'W^{-1}X} - \frac{c}{n^*}\right\}\right].$$

In this expression, perform the change of variables

$$Y = \Sigma^{-\frac{1}{2}}X, \quad V = \Sigma^{-\frac{1}{2}}W\Sigma^{-\frac{1}{2}}.$$

Note that  $V$  is now Wishart with parameter  $I$  and  $n$  degrees of freedom, and that  $\alpha = \text{ch}_{\min}(\Sigma^{\frac{1}{2}}Q\Sigma^{\frac{1}{2}}V)/n^*$ . Clearly (2.3) becomes

$$(2.4) \quad \Delta_c \leq -E\left[\frac{\alpha c}{(Y'V^{-1}Y)}\left\{2 \text{tr}(V^{-1}) - \frac{4Y'V^{-2}Y}{Y'V^{-1}Y} - \frac{c}{n^*}\right\}\right].$$

For convenience, define

$$\beta = \text{ch}_{\min}(Q\Sigma), \quad Z = Y/|Y|, \quad \text{and} \quad \Sigma^* = \Sigma^{\frac{1}{2}}Q\Sigma^{\frac{1}{2}}/\beta.$$

Note that  $\text{ch}_{\min}(\Sigma^*) = 1$ . Line (2.4) can then be rewritten

$$(2.5) \quad \Delta_c \leq \frac{-\beta c}{n^*} E^Y \left[ \frac{1}{|Y|^2} E^V \left\{ \frac{\text{ch}_{\min}(\Sigma^*V)}{(Z'V^{-1}Z)} \left( 2 \text{tr}(V^{-1}) - \frac{4Z'V^{-2}Z}{Z'V^{-1}Z} - \frac{c}{n^*} \right) \right\} \right].$$

To show that  $\Delta_c \leq 0$ , it suffices to show for all  $Z \in U_p$  (the unit  $p$ -sphere) and all  $\Sigma^*$  with  $\text{ch}_{\min}(\Sigma^*) = 1$ , that the following inequality holds:

$$(2.6) \quad E^V \left\{ \frac{\text{ch}_{\min}(\Sigma^*V)}{(Z^tV^{-1}Z)} \left[ 2 \text{tr}(V^{-1}) - \frac{4Z^tV^{-2}Z}{Z^tV^{-1}Z} - \frac{c}{n^*} \right] \right\} \geq 0.$$

(Note that the distribution of  $V$  does not depend on  $Z$  or on  $\Sigma^*$ .)

Let  $\Gamma$  be a  $p \times p$  orthogonal matrix such that  $\Gamma Z = (1, 0, \dots, 0)^t$ . Define  $V^* = \Gamma V \Gamma^t$  and  $\Sigma_Z = \Gamma \Sigma^* \Gamma^t$ . Clearly  $V^*$  is also Wishart ( $I$ ) and  $\text{ch}_{\min}(\Sigma_Z) = 1$ . For convenience, let  $v_1$  denote the  $(1, 1)$  element of  $(V^*)^{-1}$ ,  $v_2$  denote the  $(1, 1)$  element of  $(V^*)^{-2}$ , and let

$$\rho(V^*) = [2 \text{tr}\{(V^*)^{-1}\} - 4v_2/v_1].$$

It is straightforward to verify that under the above change of variables for  $V$ , (2.6) becomes

$$(2.7) \quad E^{V^*} \left\{ \frac{\text{ch}_{\min}(\Sigma_Z V^*)}{v_1} \left[ \rho(V^*) - \frac{c}{n^*} \right] \right\} \geq 0.$$

(Note that for  $p \leq 2$ ,  $\rho(V^*)$  will be negative with considerable probability. Hence no solutions,  $c$ , to (2.7) could be obtained for  $p \leq 2$ . This is as would be expected in analogy to the known variance case.)

Since  $\text{ch}_{\min}(\Sigma_Z) = 1$ , it is clear that

$$(2.8) \quad \text{ch}_{\min}(\Sigma_Z V^*) \geq \text{ch}_{\min}(V^*).$$

Also if  $a \in U_p$  (i.e.,  $|a| = 1$ ) then

$$\text{ch}_{\min}(\Sigma_Z V^*) \leq a^t \Sigma_Z^{-1} V^* \Sigma_Z^{-1} a.$$

Choosing  $a$  to be  $a^1$ , the characteristic vector of the root 1 of  $\Sigma_Z^{-1}$ , it follows that

$$(2.9) \quad \text{ch}_{\min}(\Sigma_Z V^*) \leq (a^1)^t V^* a^1.$$

For convenience define

$$\Omega_c = \{V^* : \rho(V^*) < c/n^*\},$$

let  $\bar{\Omega}_c$  denote the complement of  $\Omega_c$ , and let  $I_A(V^*)$  denote the usual indicator function on  $A$ . Using (2.8) and (2.9), it then follows that (2.7) will hold (and  $\delta^*$  will be minimax) if

$$(2.10) \quad E^{V^*} \left\{ \frac{(a^1)^t V^* a^1}{v_1} \left[ \rho(V^*) - \frac{c}{n^*} \right] I_{\Omega_c}(V^*) + \frac{\text{ch}_{\min}(V^*)}{v_1} \left[ \rho(V^*) - \frac{c}{n^*} \right] I_{\bar{\Omega}_c}(V^*) \right\} \geq 0$$

for all  $a^1 \in U_p$ .

To simplify this expression further, let

$$T = \begin{pmatrix} 1 & 0 & \dots & 0 \\ 0 & & & \\ \vdots & & S & \\ 0 & & & \end{pmatrix},$$

where  $S$  is a  $(p - 1) \times (p - 1)$  orthogonal matrix such that

$$Ta^1 = (b, (1 - b^2)^{\frac{1}{2}}, 0, \dots, 0)^t \quad -1 \leq b \leq 1.$$

In (2.10), performing the change of variables  $V = TV^*T^t$  (again Wishart ( $I$ )) then gives as the condition for minimaxity

$$(2.11) \quad E^V \left\{ \frac{(Ta^1)^t V (Ta^1)}{v_1} \left[ \rho(V) - \frac{c}{n^*} \right] I_{\alpha_c}(V) + \frac{\text{ch}_{\min}(V)}{v_1} \left[ \rho(V) - \frac{c}{n^*} \right] I_{\bar{\alpha}_c}(V) \right\} \geq 0$$

for all  $a^1 \in U_p$ . (Note that  $v_1 = (V^{*-1})_{11} = (T^t V^{-1} T)_{11} = (V^{-1})_{11}$  and likewise  $v_2 = (V^{-2})_{11}$ .) The inequality (2.11) can be rewritten

$$(2.12) \quad c \leq \frac{n^* E^V \{ \rho(V) v_1^{-1} [(Ta^1)^t V (Ta^1) I_{\alpha_c}(V) + \text{ch}_{\min}(V) I_{\bar{\alpha}_c}(V)] \}}{E^V \{ v_1^{-1} [(Ta^1)^t V (Ta^1)] I_{\alpha_c}(V) + \text{ch}_{\min}(V) I_{\bar{\alpha}_c}(V) \}}.$$

Note that

$$(Ta^1)^t V (Ta^1) = b^2(V_{11} - V_{22}) + b(1 - b^2)^{\frac{1}{2}}(V_{12} + V_{21}) + V_{22}.$$

Hence defining

$$\begin{aligned} \tau_0(c) &= E^V \{ \rho(V) v_1^{-1} [V_{22} I_{\alpha_c}(V) + \text{ch}_{\min}(V) I_{\bar{\alpha}_c}(V)] \}, \\ \tau_1(c) &= E^V \{ \rho(V) v_1^{-1} (V_{11} - V_{22}) I_{\alpha_c}(V) \}, \\ \tau_2(c) &= E^V \{ \rho(V) v_1^{-1} (V_{12} + V_{21}) I_{\alpha_c}(V) \}, \\ \tau_0'(c) &= E^V \{ v_1^{-1} [V_{22} I_{\alpha_c}(V) + \text{ch}_{\min}(V) I_{\bar{\alpha}_c}(V)] \}, \\ \tau_1'(c) &= E^V \{ v_1^{-1} (V_{11} - V_{22}) I_{\alpha_c}(V) \}, \quad \text{and} \\ \tau_2'(c) &= E^V \{ v_1^{-1} (V_{12} + V_{21}) I_{\alpha_c}(V) \}, \end{aligned}$$

it is clear that (2.12), the condition for minimaxity, can be rewritten

$$(2.13) \quad c \leq \frac{n^* [\tau_0(c) + \tau_1(c)b^2 + \tau_2(c)b(1 - b^2)^{\frac{1}{2}}]}{\tau_0'(c) + \tau_1'(c)b^2 + \tau_2'(c)b(1 - b^2)^{\frac{1}{2}}}$$

for all  $-1 \leq b \leq 1$ . Note, however, that  $\tau_2(c) = \tau_2'(c) = 0$ . This follows from consideration of

$$V^* = AVA,$$

where  $A$  is diagonal with all ones except the (2, 2) element which is  $-1$ . It is easy to check that  $\rho(V^*) = \rho(V)$ ,  $[(V^*)^{-1}]_{11} = [V^{-1}]_{11}$ ,  $(V^*)_{12} = -V_{12}$ , and  $(V^*)_{21} = -V_{21}$ . Noting that  $f(V) = f(V^*)$  (where  $f$  is the Wishart density), it is thus clear that  $\tau_2 = \tau_2' = 0$ . Finally, defining  $\bar{b} = (b, (1 - b^2)^{\frac{1}{2}})$ ,

$$A(c) = \begin{pmatrix} \tau_0(c) + \tau_1(c) & 0 \\ 0 & \tau_0(c) \end{pmatrix}, \quad \text{and} \quad B(c) = \begin{pmatrix} \tau_0'(c) + \tau_1'(c) & 0 \\ 0 & \tau_0'(c) \end{pmatrix}.$$

line (2.13) becomes

$$(2.14) \quad c \leq \frac{n^* \bar{b}^t A(c) \bar{b}}{\bar{b}^t B(c) \bar{b}}, \quad \text{for all } -1 \leq b \leq 1.$$

Now for fixed  $b$ , the nonnegative solutions to (2.14) lie in an interval  $0 \leq c \leq c_b$ . This can most easily be seen by looking at (2.11) (an expression equivalent to (2.14)) and noting that the left-hand side is decreasing in  $c$ . Thus defining

$$c_{n,p} = \inf_{-1 \leq b \leq 1} c_b,$$

it follows that if

$$(2.15) \quad 0 \leq c \leq c_{n,p}$$

then (2.14) will be satisfied for all  $-1 \leq b \leq 1$ , and hence  $\delta^c$  will be minimax.

To get a more explicit equation for  $c_{n,p}$ , note that  $B(c)$  is positive definite. Hence from (2.14) it follows that

$$(2.16) \quad c \leq n^* \text{ch}_{\min} [B(c)^{-1}A(c)].$$

Thus (2.15)  $\Rightarrow$  (2.14) for all  $-1 \leq b \leq 1 \Rightarrow$  (2.16). It is also clear that the reverse implications hold, so that

$$\{c: 0 \leq c \leq c_{n,p}\} = \{c: c \leq n^* \text{ch}_{\min} [B(c)^{-1}A(c)]\}.$$

It is also easy to check that

$$(2.17) \quad \begin{aligned} c_{n,p} &= n^* \text{ch}_{\min} [B(c_{n,p})^{-1}A(c_{n,p})], \\ c &< n^* \text{ch}_{\min} [B(c)^{-1}A(c)] && \text{if } 0 \leq c < c_{n,p}, \\ c &> n^* \text{ch}_{\min} [B(c)^{-1}A(c)] && \text{if } c > c_{n,p}. \end{aligned}$$

Hence  $c_{n,p}$  is the unique solution to

$$(2.18) \quad c = n^* \text{ch}_{\min} [B(c)^{-1}A(c)] = \min \left\{ \frac{\tau_0(c) + \tau_1(c)}{\tau_0'(c) + \tau_1'(c)}, \frac{\tau_0(c)}{\tau_0'(c)} \right\}.$$

As there appeared to be little hope of analytically obtaining solutions to (2.18), the computer was used to numerically compute the solutions. For a given  $n$  and  $p$ , the values of the  $\tau_i(c)$  and  $\tau_i'(c)$  (and hence  $A(c)$  and  $B(c)$ ) were calculated by Monte Carlo methods using 4000 generations of  $V$  (for  $n = 8$ ) to 1000 generations of  $V$  (for  $n = 30$ ). (Unfortunately, a larger number of generations could not be used due to the considerable expense of generating  $V$  and performing the calculations involving  $V^{-1}$ .) The resulting estimated solution  $c_{n,p}$ , to (2.18) was found by using the relationships in (2.17) to obtain a sequence of  $c^i$  converging to the solution. The standard deviations of these simulated solutions ranged from about .02 (for  $p = 3$ ) to about .1 (for  $n - p = 4$ ).

### 3. Comments.

1. The values  $c_{n,p}$  are not the largest values of  $c$  for which  $\delta^c$  is minimax. Approximations were made in the proof in lines (2.8) and (2.9) (and to a lesser degree in the passage from (2.2) to (2.3)) which resulted in a smaller than necessary upper bound. If one could somehow determine the "least favorable" matrix  $\Sigma_Z$  in (2.7), the approximations could be improved.



2. The estimators  $\delta^c$  have a singularity as  $X \rightarrow 0$ . There are numerous ways of eliminating the singularity, one of the simplest being used in the following estimator:

$$\delta^{*c}(X, W) = \left( I - \frac{\min(n^*X^tW^{-1}X, c)\alpha Q^{-1}W^{-1}}{X^tW^{-1}X} \right) X.$$

Through analogy with the known  $\Sigma$  situation, it seems quite likely that  $\delta^{*c}$  is itself minimax (for  $0 \leq c \leq c_{n,p}$ ) and considerably better than  $\delta^c$ .

3. If the linear restriction  $R\theta = r^0$  is thought to hold, where  $R$  is an  $(m \times p)$  matrix of rank  $m$  and  $r^0$  is an  $(m \times 1)$  vector, then the estimators  $\delta^c$  and  $\delta^{*c}$  can be modified so that their regions of significant risk improvement coincide with the linear restriction. Indeed, defining  $Y = RX - r^0$ ,  $W^* = RWR^t$  and  $\alpha^* = \text{ch}_{\min} [(RQ^{-1}R^t)^{-1}W^*]/(n - m - 1)$ , Theorem 2 of Berger and Bock (1976 b) can be used to show that

$$\delta_R^c = X - c\alpha^*Q^{-1}R^t(W^*)^{-1}Y/[Y^t(W^*)^{-1}Y]$$

is minimax if  $0 \leq c \leq c_{n,m}$ . The appropriate modification of  $\delta^{*c}$  is the above estimator with  $c$  replaced by  $\min \{(n - m - 1)Y^t(W^*)^{-1}Y, c\}$ .

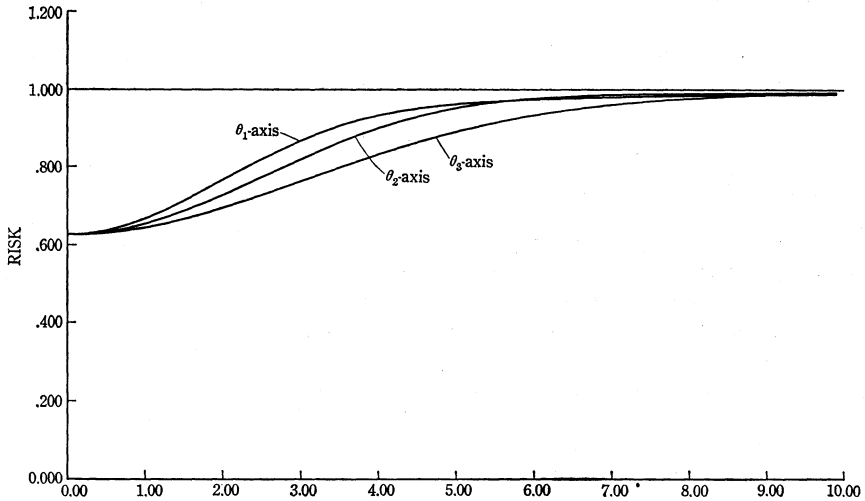


FIG. 1

4. If  $(Q\Sigma)$  has a characteristic root considerably smaller than the other characteristic roots, then  $\text{ch}_{\min}(Q\Sigma)$  will be small compared to  $\text{tr}(Q\Sigma)$ . From the definition of  $\Delta_c(\theta, \Sigma)$  and line (2.2), it is apparent that the improvement obtained in using  $\delta^c$  will be quite small. The estimator,  $\delta^c$ , will therefore perform best when  $(Q\Sigma)$  has no exceptionally small roots. (If it is suspected that a coordinate  $X_i$  might give rise to an exceptionally small root of  $(Q\Sigma)$ , it would probably pay to eliminate that coordinate in the construction of  $\delta^c$ , providing of course that there are at least three coordinates left.)

5. As an example of the type of improvement that can be obtained using the suggested estimator, the risk function of  $\delta^{*c}$  was numerically calculated for the situation  $p = 4$ ,  $n = 16$ ,  $Q = I$ ,  $\Sigma$  diagonal with elements (2, 3, 4, 4), and  $c = c_{n,p} = 2.42$ . The risk function is given in Figure 1 along the coordinate axes. (The constant line  $y = 1.000$  is, of course, the risk of the usual estimator  $\delta^0$ .)

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