

ESTIMATING AN ENDPOINT OF A DISTRIBUTION WITH RESAMPLING METHODS

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The problem of estimating an endpoint of a distribution is revisited, using the bootstrap and random subsample methods. Contrary to an example in Bickel and Freedman (1981) suggesting that these methods do not work here, it is shown that one can in fact construct asymptotically valid confidence intervals in some situations.

1. Introduction. Bickel and Freedman (1981) give the following as a counter-example to Efron's (1979) bootstrap method: Let X_1, X_2, \dots, X_n be independent, identically distributed random variables from the uniform distribution F on the interval $(0, \theta)$. Using the natural pivot $n(\theta - X_{(n)})/\theta$, where $X_{(i)}$ denotes the i th order statistic, they observe that (i) $n(\theta - X_{(n)})/\theta$ tends to a limiting exponential distribution, and (ii) with probability one, the conditional distribution of the bootstrap quantity $n(X_{(n)} - X_{(n)}^*)/X_{(n)}$ does not have a weak limit. Here (X_1^*, \dots, X_n^*) denotes a bootstrap sample. Since the bootstrap distribution does not approximate the true distribution of the pivot well even in the limit, these authors conclude that the bootstrap method does not work for this situation.

In this paper we re-examine the problem more generally for any distribution with cdf $F(x - \theta)$ such that $F(x) < 1$ for $x < 0$, $F(0) = 1$, and belongs to the domain of attraction of the type II extreme value law, i.e. we only assume that there is $\delta \geq 0$ such that (cf. Gnedenko, 1943)

$$(1.1) \quad \lim_{x \rightarrow 0^-} \{1 - F(cx)\} / \{1 - F(x)\} = c^\delta \quad \text{for all } c > 0.$$

The uniform, as well as any distribution with a finite, nonzero density at θ , corresponds to $\delta = 1$. It is easy to verify that under (1.1), the above observations generally hold true, namely, (i)' $n^{1/\delta}(\theta - X_{(n)})$ tends to a limiting distribution, and, (ii)' with probability one, the conditional distribution of $n^{1/\delta}(X_{(n)} - X_{(n)}^*)$ does not have any weak limit. However, we show that the bootstrap intervals are asymptotically valid for some $\delta \neq 1$. This implies that the bootstrap is more "robust" than first thought, since it can provide valid inferences even without the bootstrap distribution being close to the true distribution of the pivot. On the other hand, since the method works for only one value of δ , the result suggests that it is highly model-dependent.

Even more surprisingly, it will be shown that if we repeat the whole argument with Hartigan's (1969) random subsampling method instead, then (i)' and (ii)'

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again hold with $X_{(n)}^*$ replaced by the largest value in each random subsample. Now if F is the uniform distribution, the random subsample intervals have exact coverage probabilities for all sample sizes! In fact these intervals are asymptotically valid for all F with $\delta = 1$.

The nonuniform performance of the bootstrap method could be corrected if we knew δ . This is accomplished by using a "generalized" bootstrap, which resamples the observations with unequal probabilities depending on δ . The validity of the resulting intervals is proved in Section 4.

The twin problem of finding point estimates of θ is also considered. Essentially, our procedure is to derive median- and mean-bias corrected estimates based on $X_{(n)}$ using the bootstrap and random subsample distributions. This application of the bootstrap does not appear to have attracted much attention in the bootstrap literature.

2. Survey of known results. Suppose (1.1) holds. Miller (1964) showed that Quenouille's (1949) jackknife estimate of θ based on the naive estimate $X_{(n)}$ is

$$(2.1) \quad \hat{\theta}_J = X_{(n)} + n^{-1}(n-1)(X_{(n)} - X_{(n-1)}).$$

Robson and Whitlock (1964) proposed the asymptotically equivalent

$$(2.2) \quad \hat{\theta}_{RW} = 2X_{(n)} - X_{(n-1)}.$$

More recently Cooke (1979) suggested the estimator

$$(2.3) \quad 2X_{(n)} - \sum_{i=0}^{n-1} [(1-i/n)^n - \{1-(i+1)/n\}^n] X_{(n-i)},$$

which is asymptotically equivalent to

$$(2.4) \quad \hat{\theta}_C = 2X_{(n)} - (1 - e^{-1}) \sum_{i=0}^{n-1} e^{-i} X_{(n-i)}.$$

This has smaller asymptotic mean squared error (MSE) than (2.2) for $\delta = 1$, but not for $\delta > 1$. Note that all these estimators have nonnormal asymptotic distributions.

Better estimates are available if δ is assumed known (cf. Cooke, 1979, 1980). For solutions assuming conditions stronger than (1.1), see Hall (1982) and the references therein.

When δ is unknown, the choice between (2.1) - (2.4) is in some sense not absolutely critical, since the mean squared error of each is $O(u_n^2)$, where $u_n = F^{-1}(1 - n^{-1})$. In contrast, the situation with interval estimation is quite different. Miller (1964) showed that the jackknife t -intervals give completely wrong coverage probabilities. Robson and Whitlock (1964) obtained the interval $(X_{(n)}, X_{(n)} + \alpha^{-1}(1 - \alpha)(X_{(n)} - X_{(n-1)}))$ which has asymptotic coverage probability $1 - \alpha$ only for $\delta = 1$. Cooke (1979) generalized this to

$$(2.5) \quad (X_{(n)}, X_{(n)} + \{(1 - \alpha)^{-\nu} - 1\}^{-1}(X_{(n)} - X_{(n-1)})).$$

This has asymptotic coverage probability $1 - \alpha$ if and only if (1.1) holds with $\delta = 1/\nu$. Weissman (1981) further generalized (2.5) to the "two-sided" interval

involving lower order statistics

$$(2.6) \quad \begin{aligned} &I_W^i(\nu; p_1, p_2) \\ &= (X_{(n)} + r_i(p_1)(X_{(n)} - X_{(n-i)}), X_{(n)} + r_i(p_2)(X_{(n)} - X_{(n-i)})) \end{aligned}$$

where $r_i(p) = [\{1 - (1 - p)^{1/i}\}^{-\nu} - 1]^{-1}$. He showed that this interval has asymptotic coverage probability $p_2 - p_1$ if (1.1) holds with $\delta = 1/\nu$.

3. Bootstrap and random subsample procedures. Let $\hat{\theta}^*$ denote the largest value in a bootstrap or random subsample, and P_* the associated resampling probabilities. Clearly, for $i = 1, 2, \dots, n - 1$, the bootstrap and random subsample distributions are respectively:

$$(3.1) \quad P_*(\hat{\theta}^* \leq X_{(n-i)}) = \{(n - i)/n\}^n \rightarrow e^{-i};$$

$$(3.2) \quad P_*(\hat{\theta}^* \leq X_{(n-i)}) = (2^{n-i} - 1)/(2^n - 1) \rightarrow 2^{-i}.$$

We first prove statements (i)' and (ii)' mentioned in the introduction.

THEOREM 3.1. *Under (1.1) and as $n \rightarrow \infty$,*

- (i) $n^{1/\delta}(\theta - X_{(n)})$ converges in distribution to that of $Z^{1/\delta}$, where Z is the standard exponential random variable, and
- (ii) w.p.1, the conditional distribution of $n^{1/\delta}(X_{(n)} - \hat{\theta}^*)$, under either (3.1) or (3.2), does not have a weak limit.

PROOF. From standard results concerning extremal processes (cf. Weissman, 1981), we know that for fixed k , the joint distribution of

$$(n^{1/\delta}(\theta - X_{(n)}), n^{1/\delta}(\theta - X_{(n-1)}), \dots, n^{1/\delta}(\theta - X_{(n-k)}))$$

converges to that of the random variables

$$(Z_1^{1/\delta}, (Z_1 + Z_2)^{1/\delta}, \dots, (Z_1 + \dots + Z_{k+1})^{1/\delta}),$$

where the Z_i 's are independent standard exponential random variables. Hence (i) follows. It further follows that for each fixed k , $n^{1/\delta}(X_{(n)} - X_{(n-k)})$ converges in distribution to that of $(Z_1 + \dots + Z_{k+1})^{1/\delta} - Z_1^{1/\delta}$. The Hewitt-Savage zero-one law now implies that $\limsup n^{1/\delta}(X_{(n)} - X_{(n-k)}) = \infty$ and

$$\liminf n^{1/\delta}(X_{(n)} - X_{(n-k)}) = 0 \quad \text{a.s.}$$

This together with (3.1) and (3.2) yield part (ii) of the theorem. \square

Despite this fact, the bootstrap and random subsample methods can still give useful results. First consider interval estimation of θ . Efron (1981, 1982) has given two methods, called the "percentile" and "bias-corrected percentile" methods, but because both yield intervals contained within the support of the bootstrap distribution, which does not contain θ , they do not work here. Instead we use another method originally criticised in Efron (1979, Remark D). Let t_α be the

100α percentile of the bootstrap distribution of $\hat{\theta}^*$, i.e. $P_*(t_\alpha \leq \hat{\theta}^* \leq X_{(n)}) = 1 - \alpha$, or equivalently

$$(3.3) \quad P_*(t_\alpha - \hat{\theta} < \hat{\theta}^* - \hat{\theta}) = 1 - \alpha,$$

since $\hat{\theta} = X_{(n)}$. If we believe, as the bootstrap method would have us believe, that the Monte Carlo distribution of $\hat{\theta}^* - \hat{\theta}$ is close to the true distribution of $\hat{\theta} - \theta$, (3.3) suggests the approximation $P(t_\alpha - \hat{\theta} < \hat{\theta} - \theta) \simeq 1 - \alpha$. This gives $(X_{(n)}, 2X_{(n)} - t_\alpha)$ as an approximate $1 - \alpha$ one-sided confidence interval for θ . We will show that this approximation is asymptotically valid under (1.1) for some value of δ .

Although Efron (1979) has advocated splitting the bootstrap probabilities at the endpoints of the intervals in other situations, it turns out that because of the asymmetric nature of the present problem, this should not be done here. Thus if $\alpha = e^{-i}$ for some integer i , we deduce from (3.1) that an approximate $1 - \alpha$ bootstrap interval for θ is $(X_{(n)}, 2X_{(n)} - X_{(n-i)})$. This interval, however, has associated $\alpha = 2^{-i}$ if we use random subsampling (3.2) instead.

THEOREM 3.2. *The bootstrap interval $(X_{(n)}, 2X_{(n)} - X_{(n-i)})$ has asymptotically exact confidence coefficient $1 - \alpha = 1 - e^{-i}$ if and only if*

$$(3.4) \quad \delta = \log(1 - e^{-1})/\log(.5).$$

Similarly, the random subsample interval $(X_{(n)}, 2X_{(n)} - X_{(n-i)})$ has asymptotically exact confidence coefficient $1 - \alpha = 1 - 2^{-i}$ if and only if $\delta = 1$.

PROOF. Recall from (2.6) that Weissman's (1981) interval $I_W^i(\nu; 0, 1 - \alpha)$ has asymptotic coverage probability $1 - \alpha$ if (1.1) holds with $\delta = 1/\nu$. The theorem follows by equating $r_i(1 - \alpha)$ to 1 and solving for δ . \square

A stronger result obtains if we specialize F to be the uniform distribution. Then, as long as $(1/2)^{n-1} \leq \alpha \leq 1/2$, the intervals obtained by random subsampling have exact coverage probabilities for all n .

We can obtain improved estimates from $X_{(n)}$ by subtracting from it the bootstrap and random subsample estimates of bias. From (3.2) we see that $(X_{(n)} - X_{(n-1)})$ estimates the median-bias of $X_{(n)}$. Therefore a median-bias corrected estimator of θ is $2X_{(n)} - X_{(n-1)}$, which is (2.2). No corresponding estimator is available from (3.1) since the bootstrap puts approximately $1 - e^{-1}$ of its mass on $X_{(n)}$. However, we can use both (3.1) and (3.2) to obtain estimates of the mean-bias in $X_{(n)}$. Subtracting these estimates from $X_{(n)}$ produce respectively $\hat{\theta}_C$ in (2.4) and a new estimator, $2X_{(n)} - 2^n(2^n - 1)^{-1} \sum_{i=0}^{n-1} 2^{-i-1} X_{(n-i)}$, which is approximately

$$(3.5) \quad \hat{\theta}_{RS} = 2X_{(n)} - (1/2) \sum_{i=0}^{n-1} 2^{-i} X_{(n-i)}.$$

THEOREM 3.3. *Assume (1.1), $u_n = F^{-1}(1 - n^{-1})$ and $\nu = 1/\delta$. As $n \rightarrow \infty$,*
 $u_n^{-1} \text{Bias}(X_{(n)}) \rightarrow \Gamma(\nu + 1), \quad u_n^{-1} \text{Bias}(\hat{\theta}_C) \rightarrow \{(1 - e^{-1})^{-\nu} - 2\}\Gamma(\nu + 1),$
 $u_n^{-1} \text{Bias}(\hat{\theta}_{RW}) \rightarrow (\nu - 1)\Gamma(\nu + 1), \quad u_n^{-1} \text{Bias}(\hat{\theta}_{RS}) \rightarrow (2^\nu - 2)\Gamma(\nu + 1).$

TABLE 3.1
 Values of $\lim u_n^{-2} \text{MSE}(\hat{\theta})$ for $\hat{\theta} = X_{(n)}, \hat{\theta}_{RW}, \hat{\theta}_C$ and $\hat{\theta}_{RS}$

δ	$X_{(n)}$	$\hat{\theta}_{RW}$	$\hat{\theta}_C$	$\hat{\theta}_{RS}$
$\log(1 - e^{-1})/\log(1/2)$	6.172	9.969	4.699	7.367
1	2.000	2.000	1.331	1.333
2	1.000	0.667	0.719	0.599
3	0.903	0.602	0.704	0.609
4	0.886	0.620	0.728	0.650
5	0.887	0.651	0.754	0.687

PROOF. Follows by direct calculation using the formulas in Cooke (1979). \square

This theorem shows that both $\hat{\theta}_{RW}$ and $\hat{\theta}_{RS}$ remove the first order bias when $\delta = 1$, and $\hat{\theta}_C$ does the same when δ is given by (3.4). It may be verified that when n is large and $\delta \neq 1$, $\hat{\theta}_{RW}$ and $\hat{\theta}_{RS}$ have biases in the same direction and $\lim_{n \rightarrow \infty} |\text{Bias}(\hat{\theta}_{RS})/\text{Bias}(\hat{\theta}_{RW})| \geq 1$.

THEOREM 3.4. Let ν and u_n be as in Theorem 3.3 and

$$\begin{aligned}
 H(p) = & 4\Gamma(2\nu + 1) + \Gamma(2\nu + 1)(1 - p)^2(1 - p^2)^{-2\nu-1} \\
 & - 4\Gamma(\nu + 1)(1 - p) \sum_{i=0}^{\infty} p^i \Gamma(2\nu + i + 1)/\Gamma(\nu + i + 1) \\
 & + 2(1 - p)^2 \sum_{i=1}^{\infty} p^i \{\Gamma(2\nu + i + 1)/\Gamma(\nu + i + 1)\} \\
 & \cdot \sum_{j=0}^{i-1} p^j \Gamma(\nu + j + 1)/\Gamma(j + 1).
 \end{aligned}$$

Then under (1.1) and as $n \rightarrow \infty$,

$$\begin{aligned}
 u_n^{-2} \text{MSE}(X_{(n)}) & \rightarrow \Gamma(2\nu + 1), & u_n^{-2} \text{MSE}(\hat{\theta}_C) & \rightarrow H(e^{-1}), \\
 u_n^{-2} \text{MSE}(\hat{\theta}_{RW}) & \rightarrow \Gamma(2\nu + 1)\{(2\nu^2 - \nu + 1)/(\nu + 1)\}, & u_n^{-2} \text{MSE}(\hat{\theta}_{RS}) & \rightarrow H(.5).
 \end{aligned}$$

PROOF. Again use the formulas in Cooke (1979). Note however that his formula (12) is incorrect. \square

Table 3.1 gives some values for the RHS of the above quantities.

4. A generalized bootstrap. A heuristic explanation can be given for the peculiar values of δ in Theorem 3.2. From Weissman (1981) we know that for each fixed k ,

$$(4.1) \quad P\{(\theta - X_{(n)})/(X_{(n)} - X_{(n-k)}) < 1\} \rightarrow 1 - (1 - .5^\delta)^k$$

as $n \rightarrow \infty$ under (1.1). If we arbitrarily replace this with bootstrap probabilities, but keep $X_{(n)} - X_{(n-k)}$ unchanged, we get

$$(4.2) \quad P_*\{(X_{(n)} - X_{(n)}^*)/(X_{(n)} - X_{(n-k)}) < 1\} = P_*(X_{(n)}^* > X_{(n-k)}) \rightarrow 1 - e^{-k}.$$

Equating the RHS of (4.1) and (4.2) yields the value of δ in (3.4). A similar heuristic explanation works for random subsampling.

This suggests that if δ is known, and we resample so that

$$(4.3) \quad P_*(X_{(n)}^* > X_{(n-k)}) = 1 - (1 - .5^\delta)^k,$$

then the resulting intervals will have asymptotically correct coverage probabilities. Given (X_1, \dots, X_n) , let $p_k^{(n)}$ be the probability that $X_{(k)}$ is sampled at each draw of this “generalized” bootstrap.

THEOREM 4.1. *Suppose that (1.1) holds with δ known. Then the generalized bootstrap yields asymptotically valid intervals for θ if*

$$p_n^{(n)} = 1 - (1 - .5^\delta)^{1/n}, \quad p_1^{(n)} = (1 - .5^\delta)^{(n-1)/n},$$

$$\sum_{k=n-j}^n p_k^{(n)} = 1 - (1 - .5^\delta)^{(j+1)/n}, \quad j = 1, 2, \dots, n - 2.$$

PROOF. The values of $p_k^{(n)}$ clearly satisfy (4.3), and the theorem follows from (4.1) and (4.2). \square

COROLLARY 4.1. *If (1.1) holds with known δ and $\alpha = (1 - .5^\delta)^k$ for some k , then the interval $(X_{(n)}, 2X_{(n)} - X_{(n-k)})$ for θ produced by the generalized bootstrap has asymptotic confidence coefficient $1 - \alpha$.*

PROOF. As for Theorem 3.2. \square

We now consider estimates derived from the generalized bootstrap. Subtracting the bootstrap estimate of mean bias from $X_{(n)}$ yields the estimator

$$\hat{\theta}_B^{(\delta)} = 2X_{(n)} - .5^\delta \sum_{k=0}^{n-2} (1 - .5^\delta)^k X_{(n-k)} - (1 - .5^\delta)^{n-1} X_{(1)}.$$

THEOREM 4.2. *Let u_n and $H(\cdot)$ be as defined in Theorem 3.4. Under (1.1),*

$$u_n^{-1} \text{Bias}(\hat{\theta}_B^{(\delta)}) \rightarrow 0 \quad \text{and} \quad u_n^{-2} \text{MSE}(\hat{\theta}_B^{(\delta)}) \rightarrow H(1 - .5^\delta) \quad \text{as } n \rightarrow \infty.$$

PROOF. Same as for Theorems 3.3 and 3.4. \square

We note that $\hat{\theta}_B^{(\delta)}$ is essentially $\hat{\theta}_{RS}$ with $1 - .5^\delta$ substituted for $1/2$. Table 4.1 gives some values of the asymptotic MSE.

A better idea of the precision of $\hat{\theta}_B^{(\delta)}$ may be had by comparing with Cooke’s (1980) results for the best linear estimator $\hat{\theta}_L^{(\delta)}(r)$ based on the r largest order statistics. For example, $\hat{\theta}_B^{(1)}$ has approximately the same MSE as $\hat{\theta}_L^{(1)}(3)$, and $\text{MSE}(\hat{\theta}_B^{(3)}) \approx \text{MSE}(\hat{\theta}_L^{(3)}(6))$.

TABLE 4.1.
Values of $H(1 - .5^\delta)$

δ	$\log(1 - e^{-1})/\log(.5)$	1	2	3	4	5
$H(1 - .5^\delta)$	4.70	1.33	0.46	0.29	0.21	0.16

5. Remarks. We have assumed in the last section that δ is known. If it is unknown, the generalized bootstrap may be made adaptive by replacing δ with a consistent estimate. One such estimate (cf. de Haan and Resnick, 1980, and de Haan, 1981) is

$$\hat{\delta} = \log m / \log\{(X_{(n-2)} - X_{(m)}) / (X_{(n-1)} - X_{(n-2)})\}$$

where $m \rightarrow \infty$ and $m/n \rightarrow 0$, as $n \rightarrow \infty$. Clearly the adaptive version of Theorem 4.1 holds. On the other hand, whether δ is known or estimated, the conclusions in Theorem 3.1 remain true with the generalized bootstrap.

It may be argued that, if δ is unknown, $\theta - X_{(n)}$ is not the right quantity to bootstrap, since its limiting distribution, after standardization, is not independent of δ . This criticism is not entirely valid, because there is nothing in the original formulation of the bootstrap method which requires that only pivotal quantities be bootstrapped. (Recall that if \bar{X} and μ denote the sample and population means respectively, $\bar{X} - \mu$ can be usefully bootstrapped even though it is not an asymptotically pivotal quantity when the population variance is unknown.) An asymptotically distribution-free quantity for the present problem (Weissman, 1982), is

$$\log\{(\theta - X_{(n-m)}) / (\theta - X_{(n)})\} / \log\{(\theta - X_{(n-k)}) / (\theta - X_{(n-m)})\},$$

where $1 \leq m < k < n$. For m and k fixed and $n \rightarrow \infty$, this has a limiting distribution, under (1.1), which is independent of θ and δ . Unfortunately, any attempt at bootstrapping

$$\log\{(X_{(n)} - X_{(n-m)}^*) / (X_{(n)} - X_{(n)}^*)\} / \log\{(X_{(n)} - X_{(n-k)}^*) / (X_{(n)} - X_{(n-m)}^*)\}$$

immediately runs into difficulties because the latter is undefined whenever two or more of $X_{(n)}^*$, $X_{(n-m)}^*$ and $X_{(n-k)}^*$ are equal to $X_{(n)}$.

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