Abstract—In many cases, experts are much more accurate when they estimate the ratio of two quantities than when they estimate the actual values. For example, it is difficult to accurately estimate the height of a person on a photo, but if we have two people standing side by side, we can easily estimate to what extent one of them is taller than the other one. To get accurate estimates, it is therefore desirable to use such ratio estimates. Empirical analysis shows that to obtain the most accurate results, we need to compare all the objects with either the “best” object – i.e., the object with the largest value of the corresponding quantity – or the “worst” object – i.e., the object with the smallest value of this quantity. In this paper, we provide a theoretical explanation for this empirical observation.

Index Terms—expert estimates, best-worst method, estimation accuracy

I. INTRODUCTION

Formulation of the practical problem. In many application areas, we rely on human estimates of different quantities. For example, when police investigates a crime, they rely on witnesses’ estimates of the suspect’s height and/or weight. In general:

• we have \( n \) objects, and
• for each object \( i, i = 1, \ldots, n \), we want to know the corresponding value \( a_i \) of a quantity \( a \).

Estimates \( \bar{a}_i \) of untrained people are usually not very accurate – and thus, not very helpful. What we humans are much better at is comparing different values. For example:

• if we see two people, especially if we see them side by side,
• then we can conclude that one of them is, e.g., 20% taller than the other.

Similarly:

• an instructor may not be able to accurately predict how exactly each student will perform on a test, but
• usually, instructors can predict who will do better and who will do worse, and how better and how worse.

So, for some pairs \((i, j)\), we ask the user to estimate the ratio

\[
\frac{a_i}{a_j}
\]

of the corresponding values. Based on these estimates, we want to reconstruct the values of the desired quantities.

Comment. To get more accurate estimates, we can:

• ask the same person several times to compare the same pairs of objects – and for each pair of objects, get the average of the resulting estimate, and/or
• we can ask several persons and get an average of their estimates – this way of getting a more accurate estimate is known as the paradigm of crowd wisdom.

Practical limitation. In general, the more information we have, the more accurate the resulting estimate. From this viewpoint:

• the more questions we ask about different pairs,
• the better.

However, as the number of objects increases, the number of pairs increases quadratically, as

\[
\frac{n \cdot (n-1)}{2} \sim n^2.
\]

For large \( n \), it becomes un-realistic to ask questions about all the pairs. With such possibility in mind, it is necessary to ask the smallest possible number of questions. A natural idea is:

• to select one of the objects \( i_0 \), and
• to only ask for ratios between this object and all other objects.

Empirical fact. It has been empirically shown (see, e.g., [4]) that to get the most accurate estimates, we need:

• either to compare all the quantities with the smallest one,
• or to compare all the quantities with the largest one.

This is known as the best-worst method.

What we do in this paper. In this paper, we provide a theoretical explanation for this empirical result.
II. Let use formulate this problem in precise terms

What we mean by reconstructing the values \(a_i\). In order to formulate the problem in precise terms, let us first clarify what we mean by reconstructing the values \(a_i\).

Of course, if we only know the ratios, we cannot uniquely determine the actual values. Indeed:

- if we multiply all the values \(a_i\) by the same constant \(c\),
- then the ratios remain the same, while
- the numerical values change.

To avoid this non-uniqueness, a natural idea is to select some object \(i_0\) for which we simply take \(a_{i_0}^{\text{new}} = a_{i_0}\).

This means, in effect, that we replace the original measuring unit with a new one, which is times smaller than the original measuring unit. In terms of this unit, the new values \(a_i^{\text{new}}\) of the desired quantity take the form

\[
a_i^{\text{new}} = a_i \cdot \frac{a_{i_0}}{a_{i_0}}.
\]

Since we multiply all the values of the quantity by the same constant

\[
c = a_i^{\text{new}} / a_{i_0},
\]

the ratios remain the same:

\[
a_i^{\text{new}} / a_j^{\text{new}} = a_i / a_j.
\]

A natural question. A natural question is: which object \(i_0\) should we select?

Once we selected \(i_0\), how can we reconstruct the values \(a_i\)? If our estimates of the ratios were exact, then, in principle, by comparing all the objects with the selected object \(i_0\), we could get the exact values of all the quantities \(a_i\):

- either as
  \[
a_i = \frac{a_i}{a_{i_0}} \cdot a_{i_0},
\]
  - or alternatively, as
  \[
a_i = \left( \frac{a_{i_0}}{a_i} \right)^{-1} \cdot a_{i_0}.
\]

In practice, we do not know the exact ratios

\[
a_i / a_j,
\]

we only know the estimates \(w_{ij}\) for these ratios:

\[
w_{ij} \approx \frac{a_i}{a_{i_0}} / \frac{a_j}{a_{i_0}}.
\]

So, by using these estimates instead of the actual ratios, we can provide estimates \(\bar{a}_i\) for the desired quantity by using:

- either the formula \(\bar{a}_i = \bar{a}_{i_0} \cdot w_{i_{i_0}}\),
- or, alternatively, the formula \(\bar{a}_i = \bar{a}_{i_0} \cdot w_{i_{i_0}}^{-1}\).

But is there a difference between these two approaches? At first glance, it may look like it does not matter what method we use, since the estimated ratios

\[
\frac{a_i}{a_{i_0}} \quad \text{and} \quad \frac{a_i}{a_{i_0}}
\]

are simply inverses to each other, so a consistent person should select estimates which are inverses as well, i.e., estimates for which

\[
w_{i_{i_0}} = \frac{1}{w_{i_{i_0}}}.
\]

However, it is well known that people are not perfectly consistent (see, e.g., [2]). So, in general, these two estimates will lead to results:

- which are not exactly mutually reverse and
- which, thus, may lead to different estimates for the values \(a_i\) of the desired quantity.

Need to take uncertainty into account. In practice, as we have mentioned, we can only estimate the ratios with some accuracy. Let us denote the accuracy with which we estimate the ratios by \(\varepsilon\):

- This can be the mean squared value of the difference between the actual ratio
  \[
  \frac{a_i}{a_j}
  \]
  and our estimate \(w_{ij}\) (this corresponds, e.g., to the probabilistic approach to uncertainty).
- This can also be the largest possible absolute value of this difference
  \[
  \frac{a_i}{a_j} - w_{ij}.
  \]

How shall we compare different selections. Since the ratios are only known with some inaccuracy, the resulting estimates of \(a_i\) are also inaccurate, i.e., they contain, in general, approximation error. In this paper, we will use two ways to compare the accuracy of different approaches:

- by comparing the worst-case approximation error and
- by comparing the mean squared approximation error; see, e.g., [3], [5].

Now, we are ready to formulate the corresponding problem in precise terms.

III. Precise formulation of the problem and the resulting solution: case when experts estimate the ratios \(a_i / a_{i_0}\)

Description of the case. Let us first consider the case when we ask experts to provide estimates \(w_{i_{i_0}}\) for the ratios

\[
\frac{a_i}{a_{i_0}}
\]

What is the approximation error of estimating \(a_i\). In this case, we estimate \(a_i\) as \(w_{i_{i_0}} \cdot \bar{a}_{i_0}\). We have denoted the accuracy of estimating the ratio \(w_{i_{i_0}}\) by \(\varepsilon\). Let us analyze how this affect the accuracy of estimating \(a_i\).
For this purpose, let us denote the approximation error of approximating any quantity \( x \) with its approximate value \( \bar{x} \) by
\[
\Delta x = \bar{x} - x.
\]
For \( a_i \), the exact value – in the new measuring unit – is
\[
a_i = \frac{a_i}{a_{i0}},
\]
while our estimate of this value is equal to \( \bar{a}_i = w_{i0} \cdot a_{i0} \).

Thus, the approximation error \( \Delta a_i \) is equal to
\[
\Delta a_i = \left( w_{i0} - \frac{a_i}{a_{i0}} \right) \cdot \bar{a}_{i0} = \Delta w_{i0} \cdot \bar{a}_{i0},
\]
where we denoted
\[
\Delta w_{i0} \overset{\text{def}}{=} = w_{i0} - \frac{a_i}{a_{i0}}.
\]
So, the desired approximation error \( \Delta a_i \) of estimating \( a_i \) is obtained from the approximation error \( \Delta w_{i0} \) of estimating the corresponding ratio by multiplying it by \( \bar{a}_{i0} \).

Worst-case approach. In the worst-case approach, we minimize the worst-case approximation error, i.e., we minimize the quantity
\[
\delta \overset{\text{def}}{=} = \max_{i \neq i_0} \delta_i = \varepsilon \cdot \bar{a}_{i0}.
\]
Thus, to minimize this approximation error, we need to select, as the reference object \( i_0 \), the object with the smallest possible value of \( a_i \). This explains one of the choices that turned out to be empirically successful.

Mean-square approach. In the mean-square approach, we minimize the mean-square approximation error, i.e., we minimize the quantity
\[
\delta \overset{\text{def}}{=} = \sqrt{\frac{1}{n-1} \cdot \sum_{i \neq i_0} \delta_i^2} = \sqrt{\frac{1}{n-1} \cdot \sum_{i \neq i_0} (\varepsilon \cdot \bar{a}_{i0})^2} = \varepsilon \cdot \bar{a}_{i0}.
\]
This is the exact same expression as in the worst-case approach. So, to minimize this approximation error, we also need to select, as the reference object \( i_0 \), the object with the smallest possible value of \( a_i \) – which is exactly one of the choices that turned out to be empirically successful.

IV. Precise Formulation of the Problem and the Resulting Solution: Case When Experts Estimate the Ratios \( a_{i0} / a_i \)

Description of the case. Let us now consider the case when we ask experts to provide estimates \( w_{i0} \) for the ratios
\[
a_i = \frac{a_i}{a_{i0}},
\]
What is the approximation error of estimating \( a_i \). In this case, we estimate \( a_i \) as \( w_{i0}^{-1} \cdot a_{i0} \). We have denoted the accuracy of estimating the ratio \( w_{i0} \) by \( \varepsilon \). Let us analyze how this affects the accuracy of estimating \( a_i \).

In general, suppose that we approximate a quantity \( x \) by a value \( \bar{x} \), with approximation error \( \Delta x = \bar{x} - x \). We then have \( x = \bar{x} - \Delta x \). We use this estimate to estimate the value \( y = f(x) \) of a given function \( f(x) \). In this case, our estimate \( \bar{y} \) for \( y \) is obtained by plugging in the approximate value \( \bar{x} \) into the formula \( y = f(x) \), i.e., \( \bar{y} = f(\bar{x}) \). Thus, the approximation error \( \Delta y \) of estimating \( y \) is equal to
\[
\Delta y = \bar{y} - y = f(\bar{x}) - f(x) = f(\bar{x}) - f(\bar{x} - \Delta x).
\]
Approximation errors are usually small, so the terms which are quadratic or higher order in terms of these errors can be safely ignored; see, e.g., [1], [6]. For example, for the accuracy of 20%, the square is 4% which is much smaller. So, we expand the right-hand side of the above expression for \( \Delta y \) in Taylor series and safely ignore quadratic and higher order terms – leaving only linear terms in this expansion. As a result, we get
\[
\Delta y = f'(\bar{x}) \cdot \Delta x,
\]
where \( f'(x) \), as usual, means the derivative.

Whether we look for the largest possible absolute value of \( \Delta y \) or for its mean-squared value, this value can be obtained by multiplying the accuracy of approximating \( x \) by \( |f'(x)| \); see, e.g., [3], [5].

In our case, we have \( x = w_{i0} \) and \( f(x) = x^{-1} \cdot a_{i0} \), thus \( f'(x) = -x^{-2} \cdot a_{i0} \). So, the accuracy \( \delta_i \) with which we approximate \( a_i \) is equal to
\[
\delta_i = w_{i0}^{-2} \cdot \bar{a}_{i0} \cdot \varepsilon.
\]
Here,
\[
w_{i0} = \frac{a_{i0}}{a_i},
\]
so
\[
w_{i0}^{-2} = \left( \frac{a_{i0}}{a_i} \right)^{-2} = \left( \frac{\bar{a}_{i0}}{\bar{a}_i} \right)^2,
\]
and thus,
\[
\delta_i = \left( \frac{\bar{a}_i}{\bar{a}_{i0}} \right)^2 \cdot \bar{a}_{i0} \cdot \varepsilon = \left( \frac{\bar{a}_i}{\bar{a}_{i0}} \right) \cdot \varepsilon = \left( \frac{\bar{a}_i}{\bar{a}_{i0}} \right) \cdot \varepsilon = \left( \frac{1}{\bar{a}_{i0}} \right) \cdot \varepsilon.
\]

Worst-case approach. In the worst-case approach, we minimize the worst-case approximation error, i.e., we minimize the quantity
\[
\delta \overset{\text{def}}{=} = \max_{\delta \neq i_0} \delta_i = \max(\bar{a}_i)^2 \cdot \frac{1}{\bar{a}_{i0}} \cdot \varepsilon.
\]

Thus, to minimize this approximation error, we need to select, as the reference object \( i_0 \), the object with the largest possible value of \( a_i \). This explains another of the two choices that turned out to be empirically successful.
**Mean-squared approach.** In the mean-squared approach, we minimize the mean-squared approximation error, i.e., we minimize the quantity

\[
\delta \overset{\text{def}}{=} \sqrt{\frac{1}{n-1} \cdot \sum_{i \neq i_0} (\bar{a}_i)^4 \cdot \frac{1}{\bar{a}_{i_0}} \cdot \varepsilon}.
\]

To minimize this approximation error, we also need to select, as the reference object \(i_0\), the object with the largest possible value of \(a_i\) – which is exactly one of the choices that turned out to be empirically successful.

**V. Conclusions**

To accurate estimate the values of a quantity based on expert estimates, it is important to take into account that experts estimate the ratios of different values much more accurately than the values themselves. It is therefore advisable to select one object, and to ask the expert to compare all other objects with the selected one.

Empirical analysis shows that to achieve the best accuracy, we should select, as the reference object, either the “best” object – i.e., the object with the largest value of the quantity of interest – or the “worst” object, i.e., the object with the smallest value of this quantity. In this paper, we have provided a theoretical explanation for this empirical fact.

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**References**


