

## Regression

## **TOTAL POINTS 9**

1. Which of the following is the meaning of "Out of Sample Accuracy" in the context of evaluation of models?

3 points

- "Out of Sample Accuracy" is the percentage of correct predictions that the model makes on data that the model has NOT been trained on.
- Out of Sample Accuracy" is the accuracy of an overly trained model (which may captured noise and produced a non-generalized model)
- 2. When should we use Multiple Linear Regression?

3 points



When

we would

like to identify the strength of the effect that the independent variables have on a dependent variable.

- When we would like to predict impacts of changes in independent variables on a dependent variable.
- When there are multiple dependent variables

1



that the model makes on data that the model has NOT been trained on.		^
Out of Sample Accuracy" is the accuracy of an overly trained model (which may captured noise and produced a non-generalized model)		
2. When should we use <b>Multiple Linear Regression</b> ?	3 points	
When we would like to identify the strength of the effect that the independent variables have on a dependent variable.		ı
When we would like to predict impacts of changes in independent variables on a dependent variable.		1
When there are multiple dependent variables		1
3. Which sentence is <b>NOT TRUE</b> about <b>Non-linear Regression</b> ?	3 points	ı
Onlinear regression is a method to model non linear relationship between the dependent variable and a set of independent variables.		
For a model to be considered non-linear, y must be a non-linear function of the parameters.		
Non-linear regression must have more than one dependent variable.		
		-