

Due data: 2/18/2019, end of the day.

Please submit an .ipynb file (i.e., Jupyter file) via Canvas.

In this homework, we write a program to find the coefficients for a linear regression model. You need to use Python to implement the following methods of finding the coefficients:

- 1) Normal equation, and
- 2) Gradient descent (batch or stochastic mode)
 - a) Print the cost function vs. iterations
 - b) Discuss how you choose the right alpha (learning rate). For example, you can plot cost function vs. learning rate to determine the best learning rate.

A simulated dataset will be provided, your job is to find the coefficients that can accurately estimate the true coefficients. Your solution should be 2 for intercept and 3, 4, 5 for the three coefficients.

Please do NOT use the `fit()` function of the Scikit-Learn library in your program. (You need to implement the Gradient Descent algorithm in your code.)

Simulated data is given as follows in Python:

```
import numpy as np

x1 = 2 * np.random.rand(100, 1)

x2 = 2 * np.random.rand(100, 1)

x3 = 2 * np.random.rand(100, 1)

y = 3 * x1 + 4 * x2 + 5 * x3 + np.random.randn(100, 1) + 2
```