

In [111...]

```

import pandas as pd
from matplotlib import pyplot as plt
%matplotlib inline
import numpy as np
import seaborn as sns
from scipy import stats
import statsmodels.formula.api as smf
from sklearn.preprocessing import StandardScaler
from sklearn.linear_model import LinearRegression
from sklearn.metrics import mean_absolute_error,mean_absolute_percentage_error,mean_squared_error
import warnings
warnings.filterwarnings('ignore')

```

In [112...]

```

data_set = pd.read_csv('50_Startups.csv')
data_set

```

Out[112...]

	R&D Spend	Administration	Marketing Spend	State	Profit
0	165349.20	136897.80	471784.10	New York	192261.83
1	162597.70	151377.59	443898.53	California	191792.06
2	153441.51	101145.55	407934.54	Florida	191050.39
3	144372.41	118671.85	383199.62	New York	182901.99
4	142107.34	91391.77	366168.42	Florida	166187.94
5	131876.90	99814.71	362861.36	New York	156991.12
6	134615.46	147198.87	127716.82	California	156122.51
7	130298.13	145530.06	323876.68	Florida	155752.60
8	120542.52	148718.95	311613.29	New York	152211.77
9	123334.88	108679.17	304981.62	California	149759.96
10	101913.08	110594.11	229160.95	Florida	146121.95
11	100671.96	91790.61	249744.55	California	144259.40
12	93863.75	127320.38	249839.44	Florida	141585.52
13	91992.39	135495.07	252664.93	California	134307.35
14	119943.24	156547.42	256512.92	Florida	132602.65
15	114523.61	122616.84	261776.23	New York	129917.04
16	78013.11	121597.55	264346.06	California	126992.93
17	94657.16	145077.58	282574.31	New York	125370.37
18	91749.16	114175.79	294919.57	Florida	124266.90
19	86419.70	153514.11	0.00	New York	122776.86
20	76253.86	113867.30	298664.47	California	118474.03
21	78389.47	153773.43	299737.29	New York	111313.02

	R&D Spend	Administration	Marketing Spend	State	Profit
22	73994.56	122782.75	303319.26	Florida	110352.25
23	67532.53	105751.03	304768.73	Florida	108733.99
24	77044.01	99281.34	140574.81	New York	108552.04
25	64664.71	139553.16	137962.62	California	107404.34
26	75328.87	144135.98	134050.07	Florida	105733.54
27	72107.60	127864.55	353183.81	New York	105008.31
28	66051.52	182645.56	118148.20	Florida	103282.38
29	65605.48	153032.06	107138.38	New York	101004.64
30	61994.48	115641.28	91131.24	Florida	99937.59
31	61136.38	152701.92	88218.23	New York	97483.56
32	63408.86	129219.61	46085.25	California	97427.84
33	55493.95	103057.49	214634.81	Florida	96778.92
34	46426.07	157693.92	210797.67	California	96712.80
35	46014.02	85047.44	205517.64	New York	96479.51
36	28663.76	127056.21	201126.82	Florida	90708.19
37	44069.95	51283.14	197029.42	California	89949.14
38	20229.59	65947.93	185265.10	New York	81229.06
39	38558.51	82982.09	174999.30	California	81005.76
40	28754.33	118546.05	172795.67	California	78239.91
41	27892.92	84710.77	164470.71	Florida	77798.83
42	23640.93	96189.63	148001.11	California	71498.49
43	15505.73	127382.30	35534.17	New York	69758.98
44	22177.74	154806.14	28334.72	California	65200.33
45	1000.23	124153.04	1903.93	New York	64926.08
46	1315.46	115816.21	297114.46	Florida	49490.75
47	0.00	135426.92	0.00	California	42559.73
48	542.05	51743.15	0.00	New York	35673.41
49	0.00	116983.80	45173.06	California	14681.40

In [113...]

```
data_set.replace(0,np.nan,inplace=True)
data_set=data_set.dropna()
data_set
```

Out[113...]

	R&D Spend	Administration	Marketing Spend	State	Profit
0	165349.20	136897.80	471784.10	New York	192261.83

	R&D Spend	Administration	Marketing Spend	State	Profit
1	162597.70	151377.59	443898.53	California	191792.06
2	153441.51	101145.55	407934.54	Florida	191050.39
3	144372.41	118671.85	383199.62	New York	182901.99
4	142107.34	91391.77	366168.42	Florida	166187.94
5	131876.90	99814.71	362861.36	New York	156991.12
6	134615.46	147198.87	127716.82	California	156122.51
7	130298.13	145530.06	323876.68	Florida	155752.60
8	120542.52	148718.95	311613.29	New York	152211.77
9	123334.88	108679.17	304981.62	California	149759.96
10	101913.08	110594.11	229160.95	Florida	146121.95
11	100671.96	91790.61	249744.55	California	144259.40
12	93863.75	127320.38	249839.44	Florida	141585.52
13	91992.39	135495.07	252664.93	California	134307.35
14	119943.24	156547.42	256512.92	Florida	132602.65
15	114523.61	122616.84	261776.23	New York	129917.04
16	78013.11	121597.55	264346.06	California	126992.93
17	94657.16	145077.58	282574.31	New York	125370.37
18	91749.16	114175.79	294919.57	Florida	124266.90
20	76253.86	113867.30	298664.47	California	118474.03
21	78389.47	153773.43	299737.29	New York	111313.02
22	73994.56	122782.75	303319.26	Florida	110352.25
23	67532.53	105751.03	304768.73	Florida	108733.99
24	77044.01	99281.34	140574.81	New York	108552.04
25	64664.71	139553.16	137962.62	California	107404.34
26	75328.87	144135.98	134050.07	Florida	105733.54
27	72107.60	127864.55	353183.81	New York	105008.31
28	66051.52	182645.56	118148.20	Florida	103282.38
29	65605.48	153032.06	107138.38	New York	101004.64
30	61994.48	115641.28	91131.24	Florida	99937.59
31	61136.38	152701.92	88218.23	New York	97483.56
32	63408.86	129219.61	46085.25	California	97427.84
33	55493.95	103057.49	214634.81	Florida	96778.92
34	46426.07	157693.92	210797.67	California	96712.80

	R&D Spend	Administration	Marketing Spend	State	Profit
<b>35</b>	46014.02	85047.44	205517.64	New York	96479.51
<b>36</b>	28663.76	127056.21	201126.82	Florida	90708.19
<b>37</b>	44069.95	51283.14	197029.42	California	89949.14
<b>38</b>	20229.59	65947.93	185265.10	New York	81229.06
<b>39</b>	38558.51	82982.09	174999.30	California	81005.76
<b>40</b>	28754.33	118546.05	172795.67	California	78239.91
<b>41</b>	27892.92	84710.77	164470.71	Florida	77798.83
<b>42</b>	23640.93	96189.63	148001.11	California	71498.49
<b>43</b>	15505.73	127382.30	35534.17	New York	69758.98
<b>44</b>	22177.74	154806.14	28334.72	California	65200.33
<b>45</b>	1000.23	124153.04	1903.93	New York	64926.08
<b>46</b>	1315.46	115816.21	297114.46	Florida	49490.75

In [114]: `data_set.shape`

Out[114]: (46, 5)

In [115]: `data_set.isna().sum()`

Out[115]:

R&D Spend	0
Administration	0
Marketing Spend	0
State	0
Profit	0
<code>dtype: int64</code>	

In [116]: `data_set.dtypes`

Out[116]:

R&D Spend	<code>float64</code>
Administration	<code>float64</code>
Marketing Spend	<code>float64</code>
State	<code>object</code>
Profit	<code>float64</code>
<code>dtype: object</code>	

In [117]: `data_set.describe()`

	R&D Spend	Administration	Marketing Spend	Profit
<b>count</b>	46.000000	46.000000	46.000000	46.000000
<b>mean</b>	78241.718043	121947.043478	228393.083261	117063.925217
<b>std</b>	43695.348335	26812.767940	111336.691801	35960.003971
<b>min</b>	1000.230000	51283.140000	1903.930000	49490.750000

	R&D Spend	Administration	Marketing Spend	Profit
25%	46117.032500	103730.875000	142431.385000	96537.832500
50%	74661.715000	122699.795000	239452.750000	108643.015000
75%	111370.977500	144842.180000	302423.767500	143590.930000
max	165349.200000	182645.560000	471784.100000	192261.830000

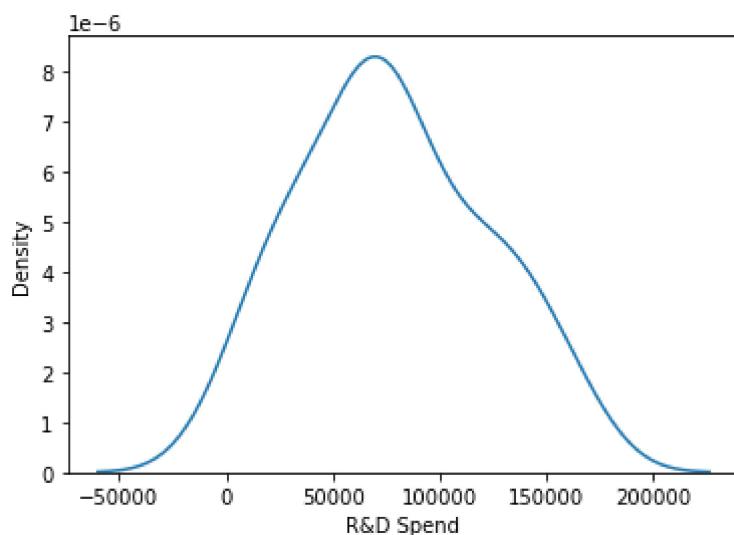
```
In [118]: data_set.drop(labels = 'State',axis=1,inplace =True)
```

```
In [119]: data_set.head()
```

	R&D Spend	Administration	Marketing Spend	Profit
0	165349.20	136897.80	471784.10	192261.83
1	162597.70	151377.59	443898.53	191792.06
2	153441.51	101145.55	407934.54	191050.39
3	144372.41	118671.85	383199.62	182901.99
4	142107.34	91391.77	366168.42	166187.94

## Data visualization

```
In [120]: sns.distplot(a = data_set[ 'R&D Spend' ],hist =False)
plt.show()
```

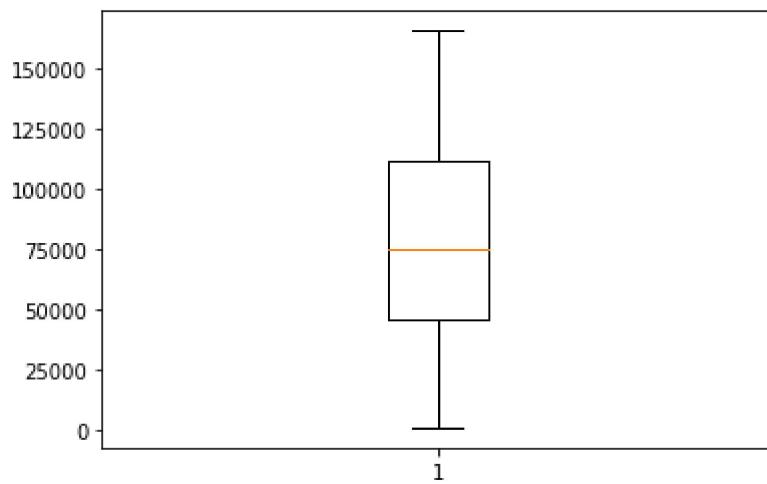


```
In [121]: data_set[ 'R&D Spend' ].skew()
```

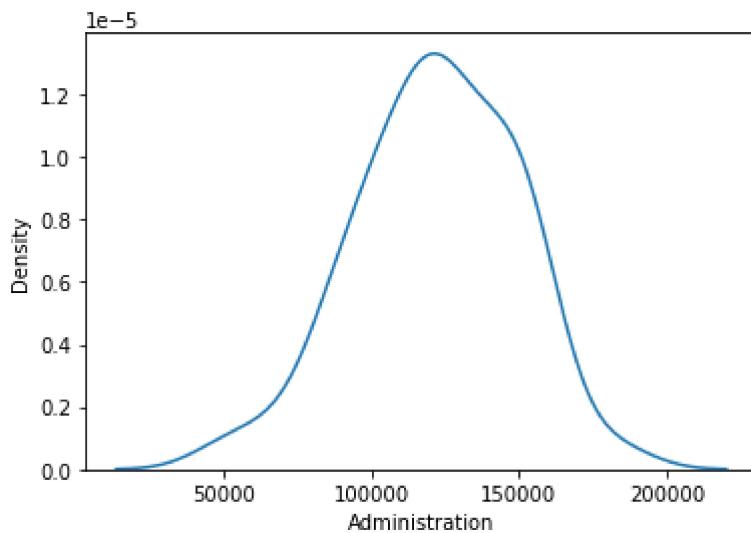
```
Out[121]: 0.21386961761259485
```

```
In [122]: plt.boxplot(x = data_set[ 'R&D Spend' ])
```

```
plt.show()
```



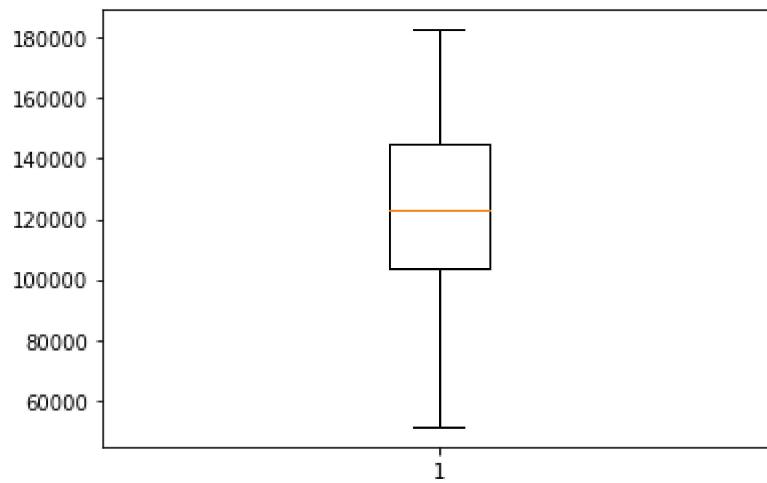
```
In [123... sns.distplot(a = data_set['Administration'],hist = False)  
plt.show()
```



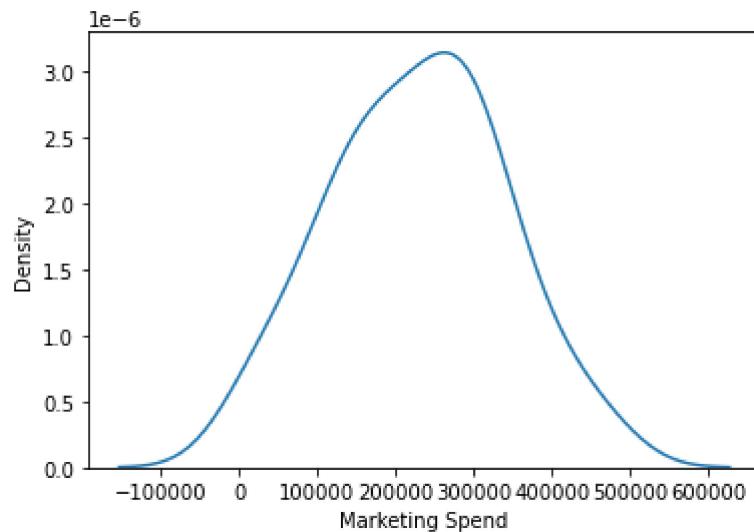
```
In [124... data_set['Administration'].skew()
```

```
Out[124... -0.3172677129155058
```

```
In [125... plt.boxplot(data_set['Administration'])  
plt.show()
```



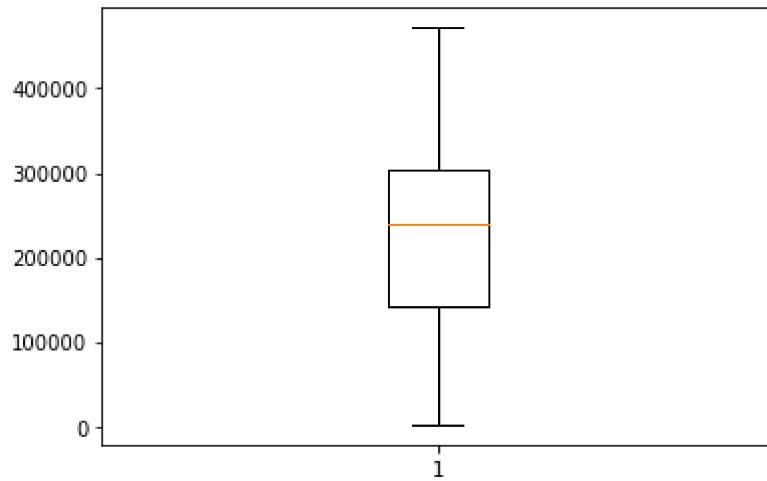
```
In [126...]: sns.distplot(a = data_set['Marketing Spend'], hist=False)
plt.show()
```



```
In [127...]: data_set['Marketing Spend'].skew()
```

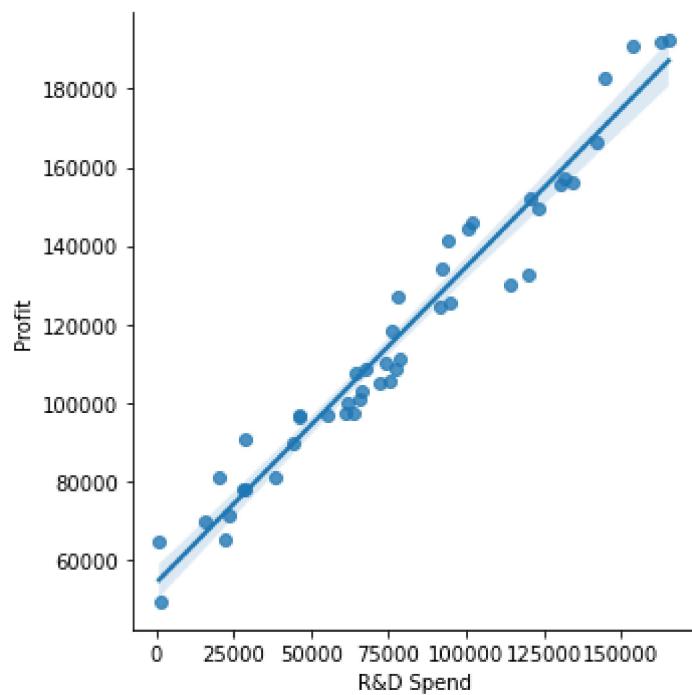
```
Out[127...]: -0.009246982105102828
```

```
In [128...]: plt.boxplot(data_set['Marketing Spend'])
plt.show()
```



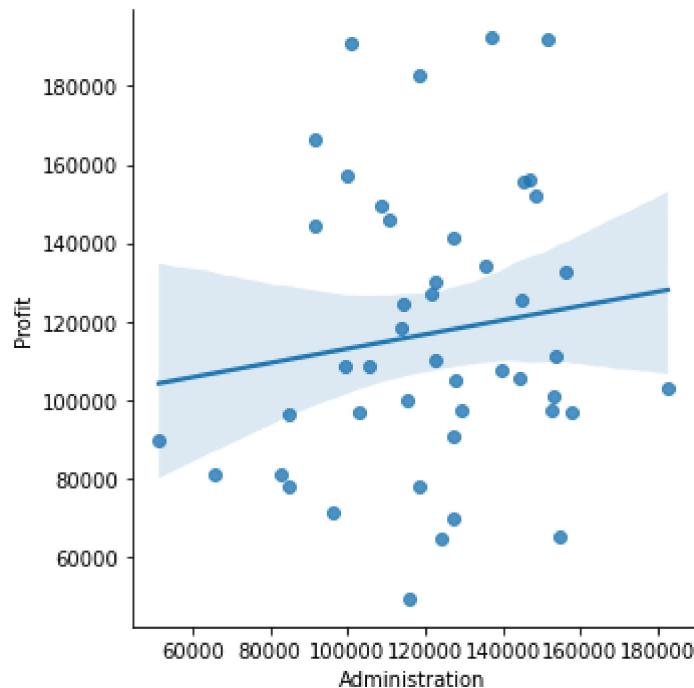
In [129...]

```
sns.lmplot(x = 'R&D Spend',y ='Profit',data = data_set)  
plt.show()
```



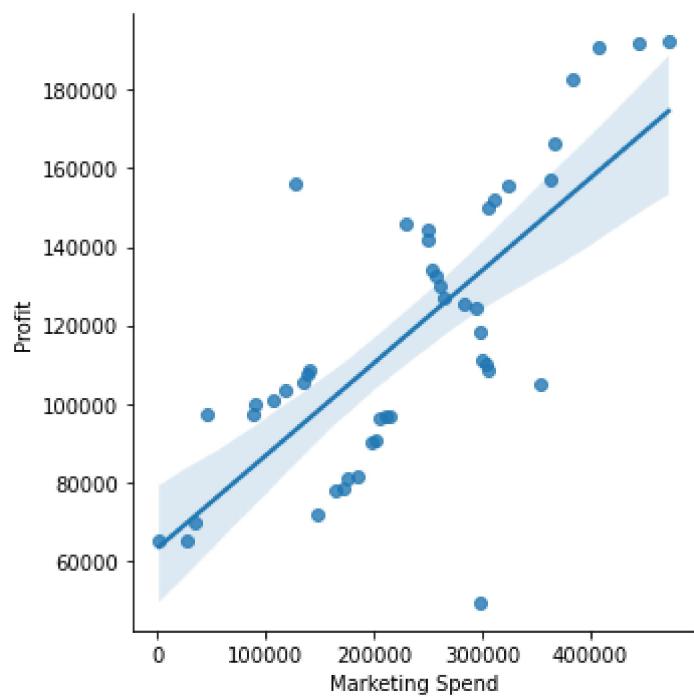
In [130...]

```
sns.lmplot(x='Administration',y='Profit',data = data_set)  
plt.show()
```



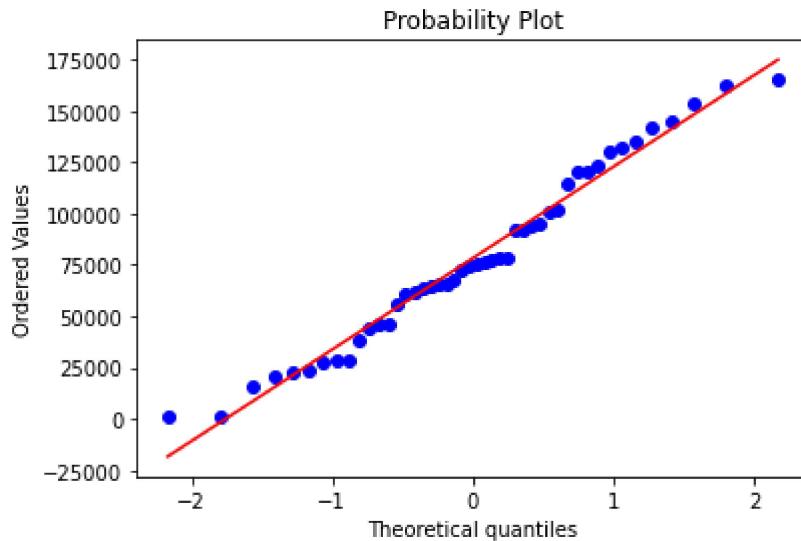
In [131...]

```
sns.lmplot(x = 'Marketing Spend',y='Profit',data = data_set)  
plt.show()
```

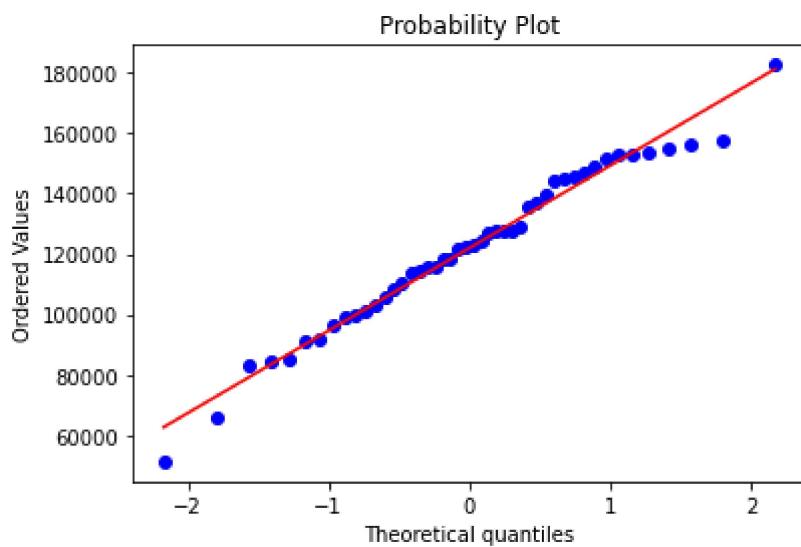


In [132...]

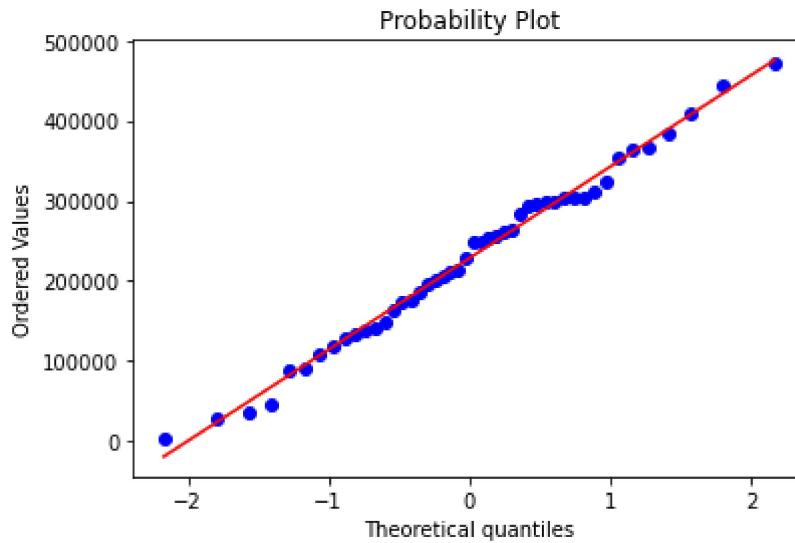
```
stats.probplot(x = data_set['R&D Spend'],dist = 'norm',plot = plt)  
plt.show()
```



```
In [133]: stats.probplot(x = data_set['Administration'], dist = 'norm', plot = plt)  
plt.show()
```



```
In [134]: stats.probplot(x = data_set['Marketing Spend'], dist = 'norm', plot = plt)  
plt.show()
```



In [135...]

```
data_set_corr_matrix = data_set.corr().round(4)
data_set_corr_matrix
```

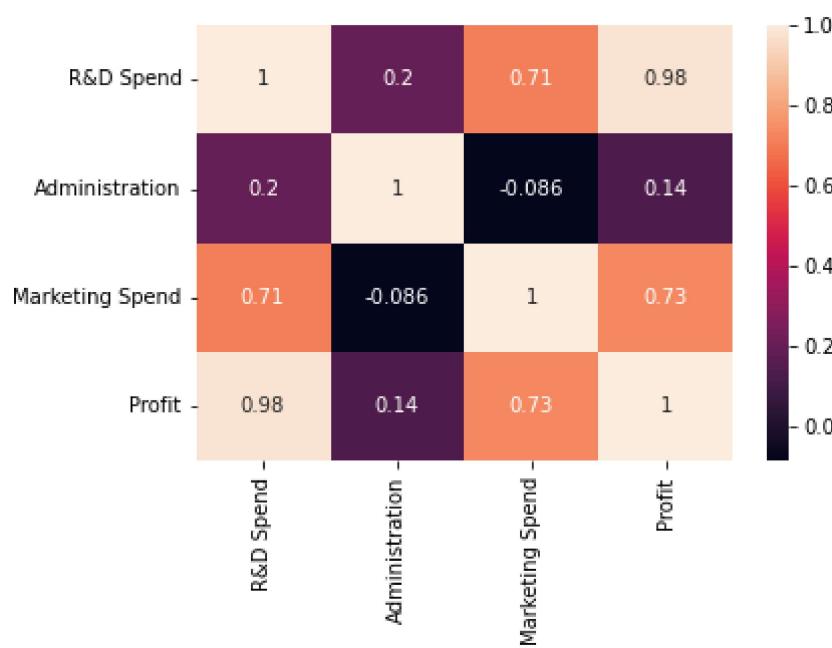
Out[135...]

	R&D Spend	Administration	Marketing Spend	Profit
R&D Spend	1.0000	0.1961	0.7083	0.9777
Administration	0.1961	1.0000	-0.0858	0.1351
Marketing Spend	0.7083	-0.0858	1.0000	0.7323
Profit	0.9777	0.1351	0.7323	1.0000

In [136...]

```
sns.heatmap(data_set_corr_matrix, annot=True)
plt.show
```

Out[136...]



In [137...]

```
x = data_set.drop('Profit',axis = 1)
y = data_set[['Profit']]
```

In [138..

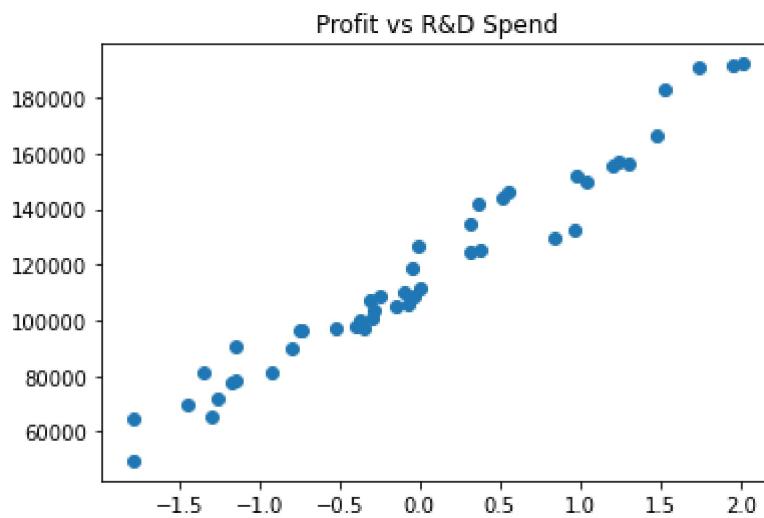
```
model = StandardScaler()
x_scaled = model.fit_transform(x)
x_scaled = pd.DataFrame(x_scaled,columns=['std_R&D Spend','std_Administration','std_Mar
x_scaled
```

Out[138..

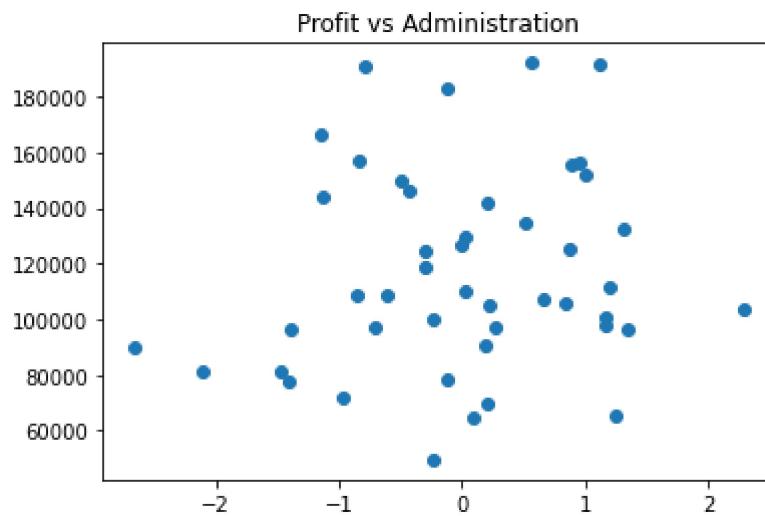
	std_R&D Spend	std_Administration	std_Marketing Spend
0	2.015547	0.563760	2.210237
1	1.951881	1.109761	1.957008
2	1.740019	-0.784378	1.630418
3	1.530173	-0.123500	1.405800
4	1.477762	-1.152172	1.251140
5	1.241044	-0.834561	1.221108
6	1.304411	0.952190	-0.914243
7	1.204514	0.889263	0.867088
8	0.978782	1.009509	0.755724
9	1.043394	-0.500302	0.695502
10	0.547723	-0.428094	0.006973
11	0.519005	-1.137132	0.193893
12	0.361472	0.202617	0.194755
13	0.318172	0.510866	0.220413
14	0.964916	1.304704	0.255357
15	0.839513	0.025257	0.303153
16	-0.005290	-0.013179	0.326489
17	0.379831	0.872201	0.492020
18	0.312544	-0.293037	0.604128
19	-0.045996	-0.304669	0.638135
20	0.003419	1.200103	0.647878
21	-0.098273	0.031513	0.680406
22	-0.247796	-0.610716	0.693568
23	-0.027713	-0.854673	-0.797479
24	-0.314153	0.663888	-0.821200
25	-0.067399	0.836696	-0.856730
26	-0.141935	0.223136	1.133226
27	-0.282064	2.288807	-1.001135

	<b>std_R&amp;D Spend</b>	<b>std_Administration</b>	<b>std_Marketing Spend</b>
<b>28</b>	-0.292385	1.172147	-1.101116
<b>29</b>	-0.375939	-0.237776	-1.246477
<b>30</b>	-0.395794	1.159698	-1.272930
<b>31</b>	-0.343212	0.274232	-1.655540
<b>32</b>	-0.526352	-0.712283	-0.124939
<b>33</b>	-0.736170	1.347935	-0.159784
<b>34</b>	-0.745704	-1.391402	-0.207732
<b>35</b>	-1.147166	0.192655	-0.247605
<b>36</b>	-0.790688	-2.664579	-0.284814
<b>37</b>	-1.342321	-2.111602	-0.391646
<b>38</b>	-0.918215	-1.469282	-0.484870
<b>39</b>	-1.145070	-0.128244	-0.504881
<b>40</b>	-1.165002	-1.404097	-0.580480
<b>41</b>	-1.263387	-0.971255	-0.730041
<b>42</b>	-1.451624	0.204951	-1.751354
<b>43</b>	-1.297243	1.239044	-1.816733
<b>44</b>	-1.787261	0.083183	-2.056751
<b>45</b>	-1.779967	-0.231180	0.624060

```
In [139]: plt.scatter(x=x_scaled['std_R&D Spend'],y=y)
plt.title('Profit vs R&D Spend')
plt.show()
```



```
In [140]: plt.scatter(x=x_scaled['std_Administration'],y=y)
plt.title('Profit vs Administration')
plt.show()
```



```
In [141... plt.scatter(x=x_scaled['std_Administration'],y=y)
plt.title('Profit vs Administration')
plt.show()
```



```
In [142... linear_model = LinearRegression()
linear_model.fit(x_scaled,y)
```

```
Out[142... LinearRegression()
```

```
In [143... linear_model.coef_
```

```
Out[143... array([[33585.5015273 , -1598.79094766,  2120.62207726]])
```

```
In [144... linear_model.intercept_
```

```
Out[144... array([117063.92521739])
```

```
In [145... y_pred = linear_model.predict(x_scaled)
```

y\_pred

```
Out[145... array([[188542.8230628 ],
   [184994.62678374],
   [180214.90791276],
   [171634.1734915 ],
   [171190.59125946],
   [162668.81166146],
   [157412.09273868],
   [157935.13591697],
   [149925.42607178],
   [154381.59493502],
   [136158.68492535],
   [136724.17370809],
   [129293.21181254],
   [127400.52166174],
   [147926.66860343],
   [145861.87995931],
   [117599.69951904],
   [129469.65085564],
   [129310.4892184 ],
   [117359.46320106],
   [116633.9373571 ],
   [115155.86574365],
   [111188.78105914],
   [115808.45242181],
   [103710.05841339],
   [111645.78404533],
   [114343.36306294],
   [101808.29936342],
   [103034.95633614],
   [102174.68520376],
   [ 99217.46993946],
   [101587.7677164 ],
   [100259.97404795],
   [ 89845.37125579],
   [ 93803.10685529],
   [ 77702.7026391 ],
   [ 94164.40969467],
   [ 74526.89333457],
   [ 87546.07447869],
   [ 77740.55319307],
   [ 78950.63823043],
   [ 74637.13647202],
   [ 64268.76335085],
   [ 67661.79016718],
   [ 52543.26892927],
   [ 58975.82938982]])
```

```
In [146... error = y-y_pred  
error
```

	Profit
0	3719.006937
1	6797.433216
2	10835.482087

**Profit**

<b>3</b>	11267.816509
<b>4</b>	-5002.651259
<b>5</b>	-5677.691661
<b>6</b>	-1289.582739
<b>7</b>	-2182.535917
<b>8</b>	2286.343928
<b>9</b>	-4621.634935
<b>10</b>	9963.265075
<b>11</b>	7535.226292
<b>12</b>	12292.308187
<b>13</b>	6906.828338
<b>14</b>	-15324.018603
<b>15</b>	-15944.839959
<b>16</b>	9393.230481
<b>17</b>	-4099.280856
<b>18</b>	-5043.589218
<b>20</b>	1114.566799
<b>21</b>	-5320.917357
<b>22</b>	-4803.615744
<b>23</b>	-2454.791059
<b>24</b>	-7256.412422
<b>25</b>	3694.281587
<b>26</b>	-5912.244045
<b>27</b>	-9335.053063
<b>28</b>	1474.080637
<b>29</b>	-2030.316336
<b>30</b>	-2237.095204
<b>31</b>	-1733.909939
<b>32</b>	-4159.927716
<b>33</b>	-3481.054048
<b>34</b>	6867.428744
<b>35</b>	2676.403145
<b>36</b>	13005.487361

**Profit**

<b>37</b>	-4215.269695
<b>38</b>	6702.166665
<b>39</b>	-6540.314479
<b>40</b>	499.356807
<b>41</b>	-1151.808230
<b>42</b>	-3138.646472
<b>43</b>	5490.216649
<b>44</b>	-2461.460167
<b>45</b>	12382.811071
<b>46</b>	-9485.079390

```
In [147...]: mean_absolute_error(y,y_pred)
```

```
Out[147...]: 5865.380022385375
```

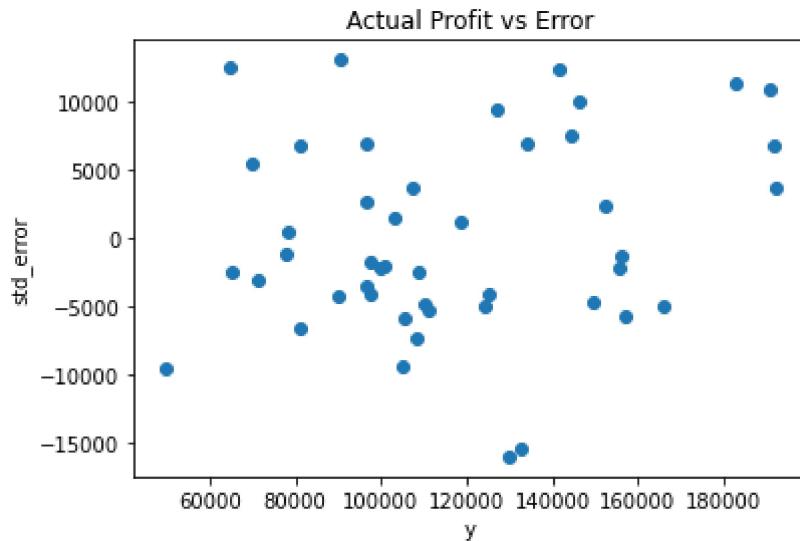
```
In [148...]: mean_absolute_percentage_error(y,y_pred)
```

```
Out[148...]: 0.054140744295296826
```

```
In [149...]: mean_squared_error(y,y_pred)
```

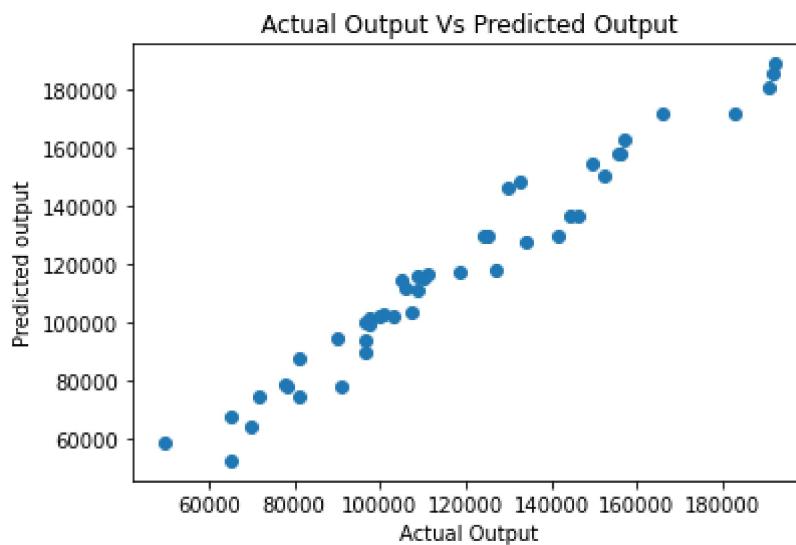
```
Out[149...]: 49559086.4165616
```

```
In [150...]: plt.scatter(y,error)
plt.xlabel('y')
plt.ylabel('std_error')
plt.title('Actual Profit vs Error')
plt.show()
```



In [151...]

```
plt.scatter(y,y_pred)
plt.title('Actual Output Vs Predicted Output')
plt.xlabel('Actual Output')
plt.ylabel('Predicted output')
plt.show()
```



In [154...]

```
x_scaled = x_scaled.rename(columns={'std_R&D Spend':'RDS','std_Administration':'ADM','s
```

In [155...]

```
x_scaled['Profit'] = y
x_scaled.head()
```

Out[155...]

	<b>RDS</b>	<b>ADM</b>	<b>MRKS</b>	<b>Profit</b>
<b>0</b>	2.015547	0.563760	2.210237	192261.83
<b>1</b>	1.951881	1.109761	1.957008	191792.06
<b>2</b>	1.740019	-0.784378	1.630418	191050.39
<b>3</b>	1.530173	-0.123500	1.405800	182901.99

	RDS	ADM	MRKS	Profit
4	1.477762	-1.152172	1.251140	166187.94

In [156...]

```
model_1 = smf.ols(formula = 'Profit ~ RDS', data = x_scaled).fit()
print('R-Square' : ',round(model_1.rsquared,4))
print('Adjusted R-square' : ',round(model_1.rsquared_adj,4))
print('AIC' : ',round(model_1.aic,4))
print('BIC' : ',round(model_1.bic,4))
```

R-Square : 0.9487  
 Adjusted R-square : 0.9475  
 AIC : 938.4225  
 BIC : 942.0359

In [160...]

```
model_2 = smf.ols(formula = 'Profit ~ RDS+ADM', data = x_scaled).fit()
print('R-Square' : ',round(model_2.rsquared,4))
print('Adjusted R-square' : ',round(model_2.rsquared_adj,4))
print('AIC' : ',round(model_2.aic,4))
print('BIC' : ',round(model_2.bic,4))
```

R-Square : 0.9517  
 Adjusted R-square : 0.9494  
 AIC : 937.7134  
 BIC : 943.1334

In [162...]

```
model_3 = smf.ols(formula = 'Profit ~ RDS+ADM+MRKS', data = x_scaled).fit()
print('R-Square' : ',round(model_3.rsquared,4))
print('Adjusted R-square' : ',round(model_3.rsquared_adj,4))
print('AIC' : ',round(model_3.aic,4))
print('BIC' : ',round(model_3.bic,4))
```

R-Square : 0.9572  
 Adjusted R-square : 0.9541  
 AIC : 934.2043  
 BIC : 941.4309

In [166...]

```
data_set = data_set.rename(columns={'R&D Spend':'RDS', 'Administration':'ADM', 'Marketing'
```

In [167...]

```
log_x = np.log(data_set.drop('Profit', axis = 1))
log_y = data_set[['Profit']]
```

In [168...]

```
log_x.head()
```

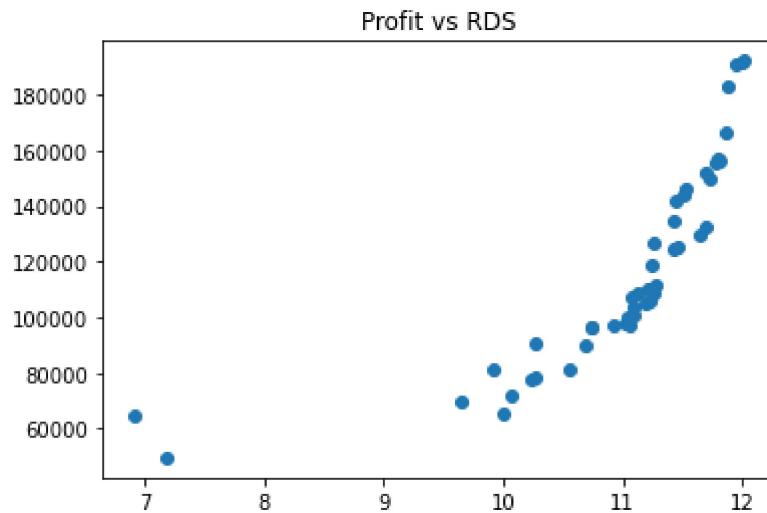
Out[168...]

	RDS	ADM	MRKS
0	12.015815	11.826990	13.064277
1	11.999034	11.927533	13.003351
2	11.941075	11.524316	12.918862
3	11.880151	11.684117	12.856311

	RDS	ADM	MRKS
4	11.864338	11.422911	12.810849

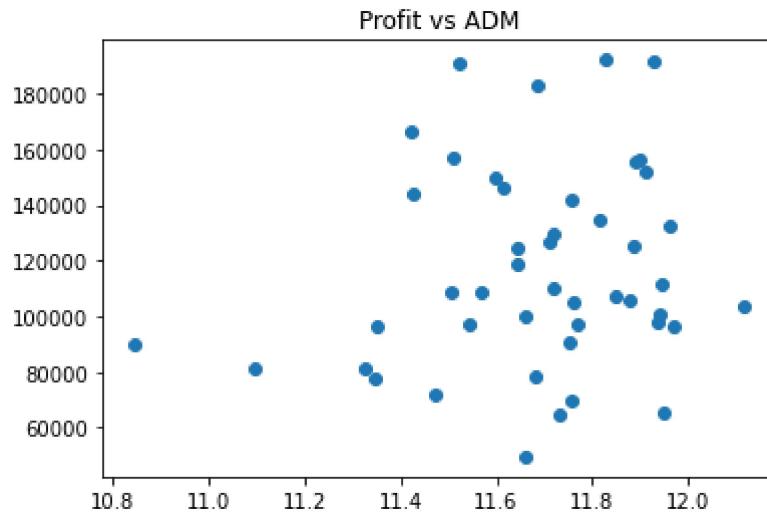
In [169...]

```
plt.scatter(x=log_x['RDS'],y=log_y)
plt.title('Profit vs RDS')
plt.show()
```



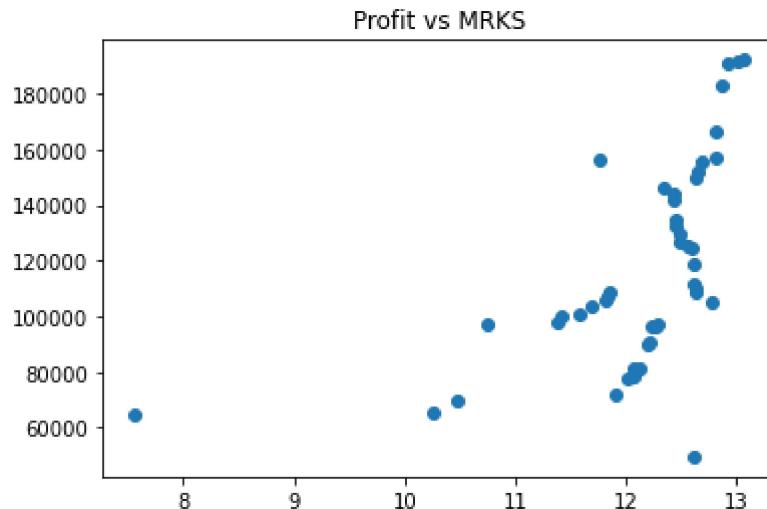
In [170...]

```
plt.scatter(x=log_x['ADM'],y=log_y)
plt.title('Profit vs ADM')
plt.show()
```



In [171...]

```
plt.scatter(x=log_x['MRKS'],y=log_y)
plt.title('Profit vs MRKS')
plt.show()
```



```
In [172...]: linear_model_2 = LinearRegression()
```

```
In [173...]: linear_model_2.fit(log_x,log_y)
```

```
Out[173...]: LinearRegression()
```

```
In [174...]: linear_model_2.coef_
```

```
Out[174...]: array([[23876.95032092, 10674.92455481, 4809.28567067]])
```

```
In [175...]: linear_model_2.intercept_
```

```
Out[175...]: array([-328028.6101341])
```

```
In [176...]: log_y_pred = linear_model_2.predict(log_x)  
log_y_pred
```

```
Out[176...]: array([[147954.46910188],  
[148334.07798969],  
[142239.53811076],  
[142189.92075091],  
[138805.33904455],  
[137918.87221202],  
[137534.61868678],  
[141109.85247259],  
[139297.43446899],  
[136392.50178307],  
[130649.01867171],  
[128780.77562625],  
[130603.46456391],  
[130840.99121316],  
[138790.25481553],  
[135176.09638436],  
[125967.50950406],  
[132790.31714992],  
[129693.97274194],
```

```
[125308.77122517],  
[129192.77861182],  
[125469.7190631 ],  
[121716.6433655 ],  
[120467.45030752],  
[119829.61038521],  
[123680.93868257],  
[126017.83415117],  
[122463.26140815],  
[119942.64433956],  
[114822.00833762],  
[117300.53970092],  
[113266.75656827],  
[115067.1249283 ],  
[115261.19564638],  
[108335.13830577],  
[101215.1484265 ],  
[101701.68800387],  
[ 85499.03143477],  
[103078.8974305 ],  
[ 99820.22832407],  
[ 95269.12834683],  
[ 92169.15511562],  
[ 78235.32742594],  
[ 87772.94758489],  
[ -1559.74961912],  
[ 28527.31720701]])
```

```
In [177...]  
lg_error = log_y - log_y_pred  
lg_error
```

Out[177...]

**Profit**

<b>0</b>	44307.360898
<b>1</b>	43457.982010
<b>2</b>	48810.851889
<b>3</b>	40712.069249
<b>4</b>	27382.600955
<b>5</b>	19072.247788
<b>6</b>	18587.891313
<b>7</b>	14642.747527
<b>8</b>	12914.335531
<b>9</b>	13367.458217
<b>10</b>	15472.931328
<b>11</b>	15478.624374
<b>12</b>	10982.055436
<b>13</b>	3466.358787
<b>14</b>	-6187.604816

**Profit**

<b>15</b>	-5259.056384
<b>16</b>	1025.420496
<b>17</b>	-7419.947150
<b>18</b>	-5427.072742
<b>20</b>	-6834.741225
<b>21</b>	-17879.758612
<b>22</b>	-15117.469063
<b>23</b>	-12982.653365
<b>24</b>	-11915.410308
<b>25</b>	-12425.270385
<b>26</b>	-17947.398683
<b>27</b>	-21009.524151
<b>28</b>	-19180.881408
<b>29</b>	-18938.004340
<b>30</b>	-14884.418338
<b>31</b>	-19816.979701
<b>32</b>	-15838.916568
<b>33</b>	-18288.204928
<b>34</b>	-18548.395646
<b>35</b>	-11855.628306
<b>36</b>	-10506.958427
<b>37</b>	-11752.548004
<b>38</b>	-4269.971435
<b>39</b>	-22073.137431
<b>40</b>	-21580.318324
<b>41</b>	-17470.298347
<b>42</b>	-20670.665116
<b>43</b>	-8476.347426
<b>44</b>	-22572.617585
<b>45</b>	66485.829619
<b>46</b>	20963.432793

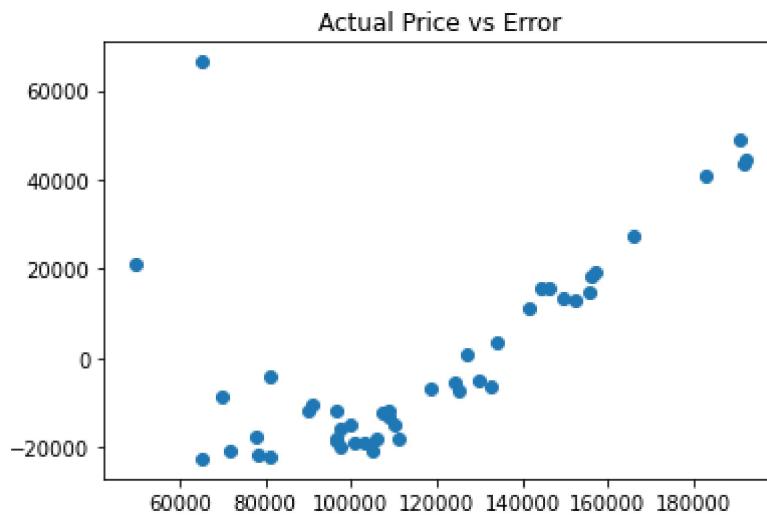
In [178]:

mean\_absolute\_percentage\_error(log\_y, log\_y\_pred)

Out[178... 0.1708947103355232

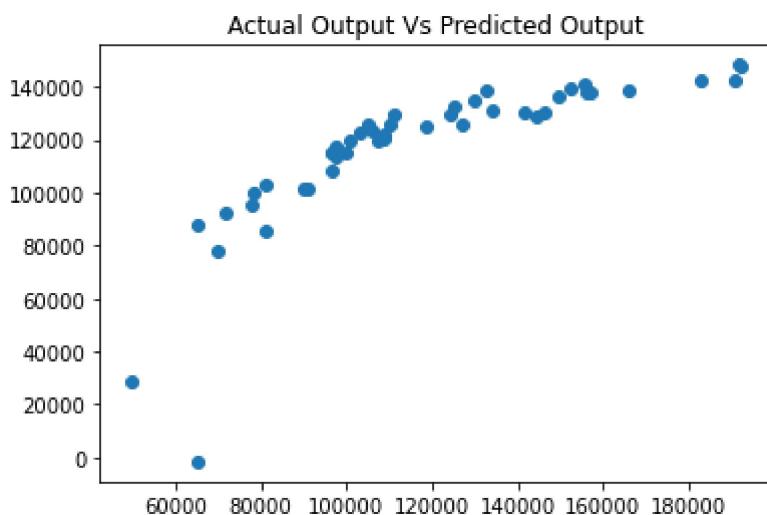
In [180...]

```
plt.scatter(log_y,lg_error)
plt.title('Actual Price vs Error')
plt.show()
```



In [181...]

```
plt.scatter(log_y,log_y_pred)
plt.title('Actual Output Vs Predicted Output')
plt.show()
```



In [182...]

```
log_x['Profit'] = log_y
log_x.head()
```

Out[182...]

	RDS	ADM	MRKS	Profit
0	12.015815	11.826990	13.064277	192261.83
1	11.999034	11.927533	13.003351	191792.06
2	11.941075	11.524316	12.918862	191050.39
3	11.880151	11.684117	12.856311	182901.99

	RDS	ADM	MRKS	Profit
4	11.864338	11.422911	12.810849	166187.94

In [183...]

```
lg_model = smf.ols(formula = 'Profit ~ RDS', data = log_x).fit()
print('R-Square') : ', round(lg_model.rsquared,4))
print('Adjusted R-square') : ', round(lg_model.rsquared_adj,4))
print('AIC') : ', round(lg_model.aic,4))
print('BIC') : ', round(lg_model.bic,4))
```

R-Square : 0.6066  
 Adjusted R-square : 0.5977  
 AIC : 1055.71  
 BIC : 1059.3673

In [184...]

```
lg_model_2 = smf.ols(formula = 'Profit ~ RDS+ADM', data = log_x).fit()
print('R-Square') : ', round(lg_model_2.rsquared,4))
print('Adjusted R-square') : ', round(lg_model_2.rsquared_adj,4))
print('AIC') : ', round(lg_model_2.aic,4))
print('BIC') : ', round(lg_model_2.bic,4))
```

R-Square : 0.6087  
 Adjusted R-square : 0.5905  
 AIC : 1057.4694  
 BIC : 1062.9553

In [185...]

```
lg_model_3 = smf.ols(formula = 'Profit ~ RDS+ADM+MRKS', data = log_x).fit()
print('R-Square') : ', round(lg_model_3.rsquared,4))
print('Adjusted R-square') : ', round(lg_model_3.rsquared_adj,4))
print('AIC') : ', round(lg_model_3.aic,4))
print('BIC') : ', round(lg_model_3.bic,4))
```

R-Square : 0.6168  
 Adjusted R-square : 0.5894  
 AIC : 1058.5087  
 BIC : 1065.8232

In [ ]: