- 1. The file dataset.csv was created artificially by simulation. It has two features  $X_1$  and  $X_2$  and the response (target) Y with two categories 0 and 1. Read the dataset into a dataframe df then split the rows in dataset.csv into a train (40%) and a test set (use stratify = y, random\_state = 0). The data is already scaled. Call X the dataframe with the features only.
  - a) (20 pts.) Make a scatterplot of  $X_1$  (x-axis) vs  $X_2$ , (y-axis) for the train set only. Use red color for rows with y=1, otherwise black color. This plot shows the data points we want to classify.
  - b) (20 pts.) Function LogisticRegression() can be used with argument C for regularization. C is equal to the inverse of the shrinkage parameter  $\alpha$ . Therefore  $\alpha=0$  (no regularization) is accomplished by using a large value of C, for instance C=1e20. Fit a logistic regression model (using predictors  $x_1$  and  $x_2$ ) with no regularization using LogisticRegression(solver='lbfgs',C=1e20) to the train set and report the test accuracy rate.
  - c) (20 pts.) Use X = PolynomialFeatures().fit\_transform(X) to expand X with columns  $x_1^2, x_2^2$ , and  $x_1x_2$  as additional predictors (in addition to a column of ones). Report the top five rows of X.
  - d) (20 pts.) Use random\_state = 0 to split the rows of this expanded dataset, into a train (40%) and a test set. Build a logistic regression model with no regularization using C=1e20. Find the test accuracy rate and the confusion matrix (cross tabulation table) for the test set. This matrix compares the predictions with the true Y values.
  - e) (20 pts.) Use holdout cross validation to find the value of C that yields the largest test accuracy rate. Report this value and the new test accuracy rate.

Submit your report as a pdf file onto Blackboard showing your name and USC ID. Report must be made of letter size pages in portrait format (not landscape). Truncated Python commands are not acceptable.