# **NBA 2nd-Half Predictions**

**By Alex Diaz-Clark** 

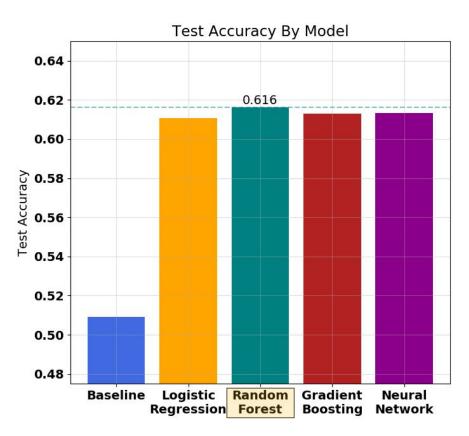
### **Goals**

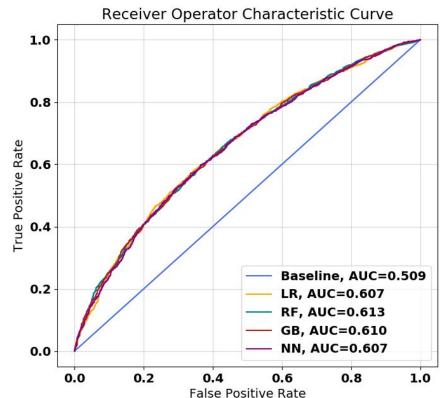
- Predict result in 2nd-half of NBA games from only information known at the halftime break.
- Cost/benefit analysis
- Choose a betting system
- Perform a betting simulation

### Data

- 16,461 games from last 13 NBA seasons
- 25 features including:
  - 21 1st-half Stats for home and away team
  - Did home or away team play yesterday?
  - Pre-game point spread (indicates which team is favored by sportsbooks)
  - Lead at halftime for the favored team (+/-).
- Target variable: Did the home team score more points in 2nd-half than the visiting team? (1=yes, 0=no)
- Target = 1 about 53%

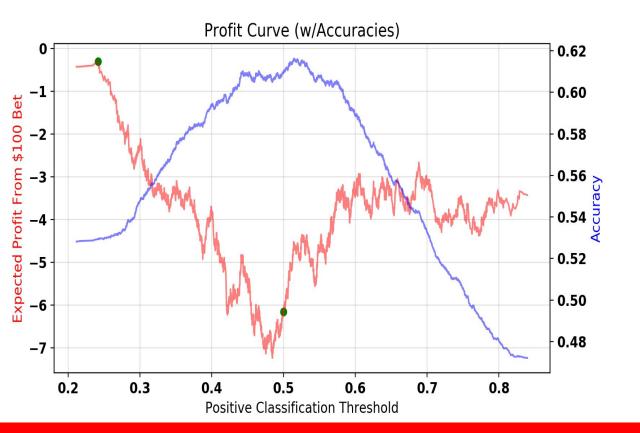
### **Model Selection**





# **Cost/Benefit Analysis**

2015, 2016, 2017 Seasons



#### \$100 bet on each game:

- Predict 1 = Bet Home Team
- Predict 0 = Bet Away Team

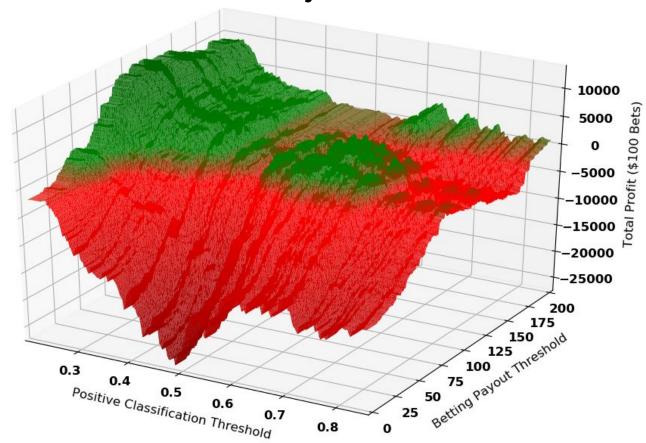
#### **CB Matrix for thresh ~ 0.5:**

	Predict Positive	Predict Negative
Positive	\$44.75	-\$100.00
Negative	-\$90.58	\$58.30

#### **CB Matrix for thresh ~ 0.0:**

	Predict Positive	Predict Negative
Positive	\$81.79	N/A
Negative	-\$92.43	N/A

### **Cost/Benefit Analysis**



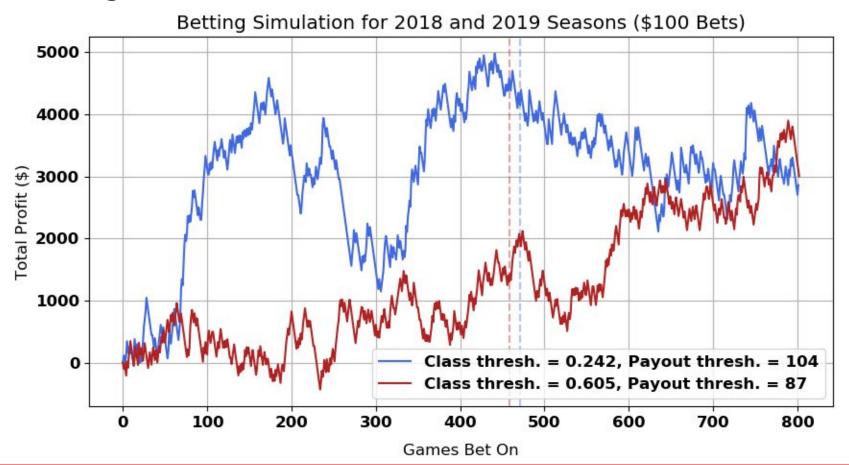
#### Global Max:

- Class Thresh: 0.2425
- Payout Thresh: 104
- Profit: \$13,218.00
- Exp Profit: \$9.84/bet
- # Bets: 1,343

#### Local Max:

- Class Thresh.: 0.605
- Bet Thresh.: 87
- Profit: \$4506.73
- Exp Profit: \$3.62/bet
- # Bets: 1,244

# **Betting Simulation**



## **Results/Conclusions**

Strategy	Sim. Profit	Sim. Profit per Bet	Estimated Profit per Bet from C/B Analysis
Class Threshold: 0.242 Payout Threshold: 104	\$2,858.00	\$3.57	\$9.84
Class Threshold: 0.605 Payout Threshold: 87	\$3,002.12	\$3.74	\$3.62

- Past results don't always dictate future results
- A model predicting at ~ 61% accuracy can still be exploited for profit
- Cost/benefit can be more important than model accuracy.