1: Linear regression takes two values, x and y, and procures a line of best fit of y as a function of x with the equation y = mx + b. 'm' is the slope and 'b' is the intercept.

Strength: Its very simple to set up and interpret. It works well on liner data. It has alow variance.

Weaknesses: Its simplicity and bias makes it keen to under fit data that doesn't follow a perfectly liner data set.

2: The data used will be "Video Game Sales with Ratings" by Rush Kirubi which can be accessed with the url:

https://www.kaggle.com/datasets/rush4ratio/video-game-sales-with-ratings (https://www.kaggle.com/datasets/rush4ratio/video-game-sales-with-ratings)

The data frame will be read into the program

```
df <- read.csv("Video_Games_Sales.csv")</pre>
```

We will have to remove null data since trying to attach a mean or median value to things like sales and rating don't apply well to video games.

```
df <- na.omit(df)</pre>
```

To preview the data, we will peek at it.

```
str(df)
```

```
## 'data.frame': 7017 obs. of 16 variables:
                  : chr "Wii Sports" "Mario Kart Wii" "Wii Sports Resort" "New Super Mario Bros." ...
: chr "Wii" "Wii" "Wii" "DS" ...
   $ Name
## $ Platform
## $ Year_of_Release: chr "2006" "2008" "2009" "2006"
                  : chr
##
    $ Genre
                              "Sports" "Racing" "Sports" "Platform" ...
                      : chr "Nintendo" "Nintendo" "Nintendo" ...
##
    $ Publisher
                      : num 41.4 15.7 15.6 11.3 14 ...
##
    $ NA Sales
##
    $ EU Sales
                      : num 28.96 12.76 10.93 9.14 9.18 ...
##
    $ JP Sales
                    : num 3.77 3.79 3.28 6.5 2.93 4.7 4.13 3.6 0.24 2.53 ...
## $ Other_Sales : num 8.45 3.29 2.95 2.88 2.84 2.24 1.9 2.15 1.69 1.77 ...
    \$ \  \, \mathsf{Global\_Sales} \quad : \  \, \mathsf{num} \quad 82.5 \  \, \mathsf{35.5} \  \, \mathsf{32.8} \  \, \mathsf{29.8} \  \, \mathsf{28.9} \  \, \ldots
##
                      : int 76 82 80 89 58 87 91 80 61 80 ...
##
    $ Critic Score
    $ Critic_Count
                      : int 51 73 73 65 41 80 64 63 45 33 ...
##
##
                      : chr "8" "8.3" "8" "8.5" ...
    $ User Score
                      : int 322 709 192 431 129 594 464 146 106 52 ...
##
   $ User Count
## $ Developer
                      : chr "Nintendo" "Nintendo" "Nintendo"
                      : chr "E" "E" "E" "E" ...
##
    $ Rating
    - attr(*, "na.action")= 'omit' Named int [1:9702] 2 5 6 10 11 13 19 21 22 23 ...
##
     ... attr(*, "names")= chr [1:9702] "2" "5" "6" "10" ...
##
```

Some columns need become factors. They are: platform, release year, genre, publisher, rating, developer.

User score needs to be converted into an number.

```
df$Platform <- factor(df$Platform)
df$Year_of_Release <- factor(df$Year_of_Release)
df$Genre <- factor(df$Genre)
df$Publisher <- factor(df$Publisher)
df$Rating <- factor(df$Rating)
df$Developer <- factor(df$Developer)
df$User_Score <- as.numeric(df$User_Score)</pre>
```

The user rating will have to be multiplied by 10 due to the strange nature of how Meta critic has Critic scores on a scale from 0-100 but user scores 0-10

```
df$User_Score <- df$User_Score * 10
```

#The Sales will also be multiplied by 100000

```
df$NA_Sales <- df$NA_Sales * 1000000
df$EU_Sales <- df$EU_Sales * 1000000
df$JP_Sales <- df$JP_Sales * 1000000
df$Global_Sales <- df$Global_Sales * 1000000
df$Other_Sales <- df$Other_Sales * 1000000</pre>
```

a: The data will be divided into train(80) and test(20)

```
set.seed(123)
i <- sample(1:nrow(df), nrow(df) * .80, replace = FALSE)
train <- df[i,]
test <- df[-i,]</pre>
```

```
names(train)
```

```
## [1] "Name" "Platform" "Year_of_Release" "Genre"
## [5] "Publisher" "NA_Sales" "EU_Sales" "JP_Sales"
## [9] "Other_Sales" "Global_Sales" "Critic_Score" "Critic_Count"
## [13] "User_Score" "User_Count" "Developer" "Rating"
```

```
dim(train)
```

```
## [1] 5613 16
```

summary(train)

```
Platform
                                  Year of Release
       Name
                                                         Genre
##
   Length:5613
                    PS2
                          : 923
                                  2007 : 483
                                                Action
                                                          :1343
                          : 702
                                                          : 755
                                        : 462
                    X360
                                  2008
##
   Class :character
                                                Sports
                                       : 452
: 437
                                  2009
##
   Mode :character
                    PS3
                          : 634
                                                 Shooter
                                                          : 713
##
                    PC
                           : 554
                                  2005
                                                 Role-Playing: 592
##
                          : 459
                                       : 408
                    XR
                                  2006
                                                Racing : 474
                                  2003 : 401
                                                          : 334
##
                    Wii
                          : 379
                                                 Platform
##
                     (Other):1962
                                  (Other):2970
                                                 (Other)
                                                          :1402
                                                    EU_Sales
                       Publisher
##
                                   NA Sales
##
   Electronic Arts
                           : 756
                                                    Min. :
                                   Min. :
                                                 0
##
   Ubisoft
                            : 404
                                   1st Qu.:
                                             60000
                                                    1st Qu.:
                                                              20000
                                   Median : 150000
                                                    Median :
                                                             60000
##
   Activision
                            : 388
                                   Mean : 376574
                                                    Mean : 222147
##
   Sony Computer Entertainment: 257
##
                                   3rd Qu.: 380000
                                                    3rd Qu.: 200000
                           : 243
##
   Sega
                            : 234
                                   Max. :41360000
                                                    Max. :28960000
##
                            :3331
   (Other)
##
      JP_Sales
                    Other_Sales
                                     Global Sales
                                                     Critic Score
##
   Min. :
                0
                   Min. : 0
                                    Min. : 10000
                                                    Min. :13.00
                                    1st Qu.: 110000
                   1st Qu.: 10000
##
   1st Qu.:
                0
                                                     1st Qu.:62.00
##
   Median :
                0
                   Median : 20000 Median : 290000
                                                    Median:72.00
##
   Mean : 62293
                   Mean : 77021
                                    Mean : 738229
                                                     Mean :70.26
                                                    3rd Qu.:80.00
   3rd Qu.: 10000
                   3rd Qu.: 70000
                                    3rd Qu.: 740000
##
##
   Max. :5320000
                   Max. :8450000
                                   Max. :82530000
                                                   Max. :98.00
##
##
    Critic_Count
                    User_Score User_Count
                                                   Developer
                 Min. : 5 Min. : 4.0
                                             EA Sports : 119
##
   Min. : 3.00
   1st Qu.: 14.00
                  1st Qu.:65
                                             EA Canada : 113
                              1st Qu.: 11.0
##
   Median : 24.00
                  Median :75
                              Median: 27.0
                                             Capcom : 103
                                                       : 83
##
   Mean : 28.75
                  Mean :72
                              Mean : 173.5
                                               Ubisoft
##
   3rd Qu.: 39.00
                  3rd Qu.:82
                              3rd Qu.: 89.0
                                               Konami
                                                      :
                                                          78
##
   Max.
        :113.00
                  Max. :96
                              Max.
                                   :10665.0
                                               EA Tiburon: 69
##
                                               (Other) :5048
##
       Rating
##
   Τ
         :1943
##
  Ε
          :1683
##
   М
         :1165
         : 766
##
   E10+
##
          : 53
   ΑO
##
             1
##
   (Other): 2
```

```
str(train)
```

```
'data.frame':
                    5613 obs. of 16 variables:
##
                     : chr "Looney Tunes: Back in Action" "Bleach: Soul Resurreccion" "Up" "Dynasty Warriors 4"
    $ Name
                     : Factor w/ 17 levels "3DS", "DC", "DS", ...: 8 9 13 8 15 13 11 6 6 3 ...
##
    $ Platform
##
    $ Year of Release: Factor w/ 26 levels "1985","1988",..: 12 20 18 12 17 17 16 16 19 15 ...
                     : Factor w/ 12 levels "Action", "Adventure", ...: 5 3 1 1 9 3 11 9 12 1 ...
##
    $ Genre
                     : Factor w/ 273 levels "10TACLE Studios",..: 264 173 244 239 65 246 66 10 252 10 ...
##
    $ Publisher
                     : num 250000 270000 220000 630000 80000 340000 600000 0 0 100000 ...
##
    $ NA Sales
##
    $ EU Sales
                     : num 190000 100000 280000 210000 90000 20000 40000 1120000 270000 0 ...
##
    $ JP Sales
                     : num 0 70000 0 1130000 0 0 0 0 0 0 ...
                     : num 60000 50000 60000 130000 20000 30000 70000 30000 50000 10000 ...
##
    $ Other_Sales
##
    $ Global Sales
                     : num
                            500000 490000 560000 2110000 190000 380000 710000 1150000 310000 100000 ...
##
    $ Critic_Score
                     : int
                            51 58 62 78 52 72 75 92 79 50 ...
##
    $ Critic_Count
                     : int
                            9 34 6 24 35 20 10 40 33 17 ...
##
                     : num 75 72 80 93 49 84 68 85 52 78 ...
    $ User Score
                     : int 6 46 4 201 22 16 8 2360 213 6 ...
   $ User Count
##
   $ Developer
                     : Factor w/ 1313 levels "","10tacle Studios, Fusionsphere Systems",..: 1278 909 93 826 868 3
72 358 568 165 55 ...
                     : Factor w/ 8 levels "", "A0", "E", "E10+", ...: 3 8 4 8 6 8 3 6 4 4 ....
##
    $ Rating
    - attr(*, "na.action")= 'omit' Named int [1:9702] 2 5 6 10 11 13 19 21 22 23 ...
##
    ... attr(*, "names")= chr [1:9702] "2" "5" "6" "10" ...
##
```

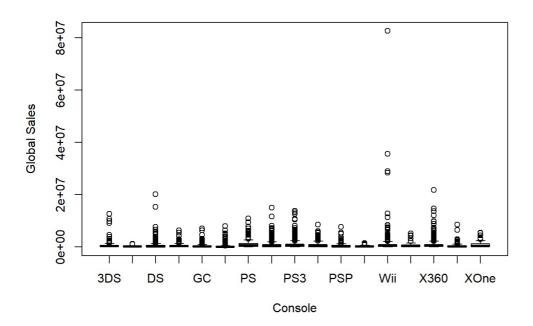
head(train)

```
##
                                          Name Platform Year_of_Release
                                                                             Genre
## 3940
                Looney Tunes: Back in Action
                                                    PS2
                                                                     2003 Platform
                   Bleach: Soul Resurreccion
                                                    PS3
## 4023
                                                                     2011 Fighting
## 3549
                                            Up
                                                    Wii
                                                                     2009
                                                                            Action
                                                    PS2
## 785
                           Dynasty Warriors 4
                                                                     2003
                                                                            Action
##
   7779
                        Conflict: Denied Ops
                                                    X360
                                                                     2008
                                                                           Shooter
## 4978 Naruto: Clash of Ninja Revolution 2
                                                    Wii
                                                                     2008 Fighting
##
                                       Publisher NA Sales EU Sales JP Sales
   3940 Warner Bros. Interactive Entertainment
                                                    250000
## 4023
                           Nippon Ichi Software
                                                    270000
                                                              100000
                                                                         70000
## 3549
                                              TH<sub>0</sub>
                                                    220000
                                                              280000
                                                                             0
## 785
                                                     630000
                                                              210000
                                                                       1130000
                                      Tecmo Koei
## 7779
                               Eidos Interactive
                                                     80000
                                                               90000
                                                                             0
## 4978
                                Tomy Corporation
                                                    340000
                                                               20000
                                                                             0
##
        Other Sales Global Sales Critic Score Critic Count User Score User Count
## 3940
               60000
                                                             9
                                                                        75
                            500000
                                              51
               50000
## 4023
                            490000
                                              58
                                                            34
                                                                        72
                                                                                    46
               60000
                                                                        80
## 3549
                           560000
                                              62
                                                             6
                                                                                     4
##
   785
              130000
                           2110000
                                              78
                                                            24
                                                                        93
                                                                                   201
##
   7779
               20000
                            190000
                                              52
                                                            35
                                                                        49
                                                                                    22
                                              72
                                                            20
##
   4978
               30000
                            380000
                                                                        84
                                                                                    16
##
             Developer Rating
## 3940
               Warthog
                             Е
## 4023
                Racjin
                             Т
## 3549
         Asobo Studio
                          E10+
                             Т
## 785
          Omega Force
## 7779 Pivotal Games
                             М
                             Т
## 4978
              Eighting
```

As is noted by the data, there are 5613 entries on video games containing information such as Title, Publisher, Release Year, Sales, ESRB ratings, and Scores

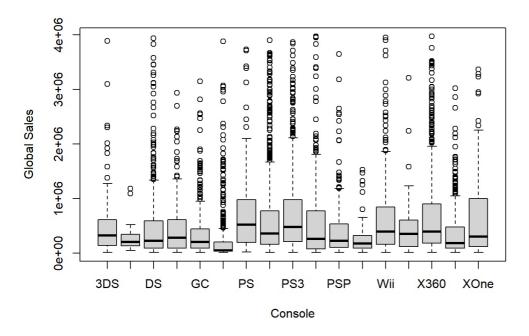
c: Next, some graphs will be used to try and make sense of the data. The first will be Global Sales as a function of the Platform the game released on. To clarify, not all games are platform exclusive and can be released on multiple different platforms.

```
plot(train$Platform, train$Global_Sales, xlab = "Console", ylab = "Global Sales")
```



It would appear there are some extreme outliers that are making the data unusable. As a guess, the cutoff point for realistic entry will be 40 million since only one game sold significantly more than that.

```
train <- subset(train, Global_Sales < 4000000)
plot(train$Platform, train$Global_Sales, xlab = "Console", ylab = "Global Sales")</pre>
```



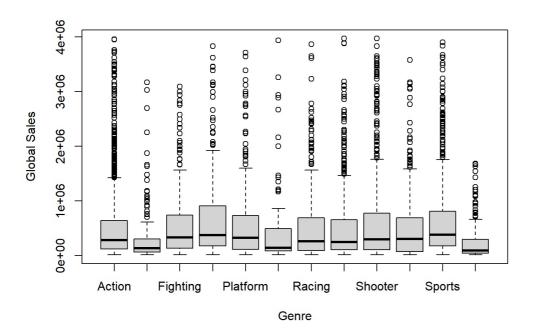
```
levels(train$Platform)
    [1] "3DS"
                 "DC"
                        "DS"
                                "GBA"
                                        "GC"
                                                "PC"
                                                       "PS"
                                                                       "PS3"
## [11] "PSP"
                 "PSV"
                                "WiiU"
                        "Wii"
                                       "X360"
                                               "XB"
                                                       "X0ne"
WiiUMedian <-(subset(train, Platform == "WiiU"))</pre>
median((WiiUMedian$Global_Sales))
```

```
## [1] 350000
```

This data is very rough, but it would appear all the consoles have a rough median of 350 thousand. Some of the larger game companies main colsoles like PlayStation, Xbox, and Nintendo have the highest overall sales. Handheld units such as the PSVita and GameBoy Advanced have less sales.

Next, sales as a function of genre will be checked.

```
plot(train$Genre, train$Global_Sales, xlab = "Genre", ylab = "Global Sales")
```



```
levels(train$Genre)
    [1] "Action"
                         "Adventure"
                                         "Fighting"
                                                         "Misc"
                                                                         "Platform"
##
##
    [6] "Puzzle"
                         "Racing"
                                         "Role-Playing" "Shooter"
                                                                         "Simulation"
   [11] "Sports"
                         "Strategy"
##
ActionMedian <-(subset(train, Genre == "Action"))</pre>
median((ActionMedian$Global_Sales))
## [1] 280000
```

The median is roughly consistent across genres at about 280 thousand. Genres such as Sport and surprisingly Misc sold the most. Strategy and surprisingly Adventure game sold the least.

Next, the cor functions will be used to find trends in the numerical data.

```
cor(train[6:14], use="complete")
##
                 NA Sales
                            EU Sales
                                       JP Sales Other Sales Global Sales
## NA Sales
                1.0000000 0.57952717 0.13927812
                                                0.53357266
                                                               0.8949817
                0.5795272 1.00000000 0.14577893
## EU Sales
                                                               0.8265761
                                                 0.61162404
## JP Sales
                0.1392781 0.14577893 1.00000000
                                                 0.13938471
                                                               0.3566772
## Other Sales 0.5335727 0.61162404 0.13938471 1.000000000
                                                               0.7160424
## Global Sales 0.8949817 0.82657611 0.35667721
                                                 0.71604239
                                                               1.0000000
## Critic Score 0.2984213 0.27508787 0.13214737
                                                 0.21343413
                                                               0.3319263
## Critic Count 0.3081760 0.32196489 0.14806516
                                                 0.22715531
                                                               0.3601730
## User_Score
               0.1140989 0.07773282 0.14893739 0.05624837
                                                               0.1324579
## User Count
                0.1397130 0.30167729 0.02363287 0.17707858
                                                               0.2241563
##
                Critic Score Critic Count User Score User Count
## NA Sales
                   0.2984213
                                0.3081760 0.11409894 0.13971300
## EU_Sales
                   0.2750879
                                0.3219649 0.07773282 0.30167729
## JP Sales
                   0.1321474
                                0.1480652 0.14893739 0.02363287
## Other_Sales
                   0.2134341
                                0.2271553 0.05624837 0.17707858
## Global_Sales
                   0.3319263
                                0.3601730 0.13245788 0.22415635
## Critic Score
                   1.0000000
                                0.3679886 0.58280018 0.23261475
## Critic_Count
                   0.3679886
                                1.0000000 0.18886315 0.28350284
                   0.5828002
                                0.1888631 1.00000000 0.02333167
## User_Score
## User Count
                   0.2326147
                                0.2835028 0.02333167 1.00000000
```

NA and EU game sales have a decent cor of .57. This is most likely due to the cultures of the two being similar and thus having similar taste in video games.

Critic score and user score seem to have a decent correlation of .58. This is most likely due to critics grading without bias and knowing more about what games ought to provide. A casual reviewer will be more influenced by their lack of knowledge and just how they felt playing the game.

Unfortunately, it doesn't appear as if user and critic scores have much influence on sales. Critics scores only have a .33 cor and user only have a .13 cor.

d: Unfortunately, it doesn't seem as there are many useful relations with the data set. Even though NA sales and global sales are strongly correlated, the issue is NA sales are being recorded directly within global sales. Critic and user reviews also occur independely of each other, so its not realistic to put either as a funciton of the ohter.

Even though the correlation is poor, sales and a function of critic reviews will be tried as its the only logical connection.

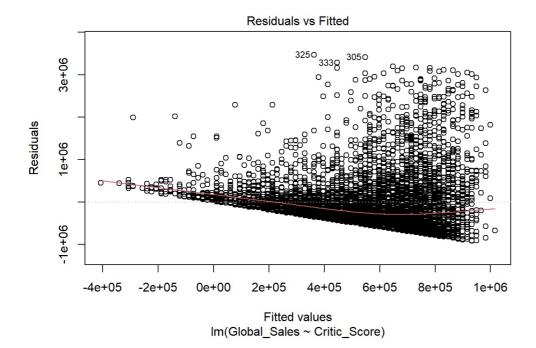
```
lm1 <- lm(Global_Sales~Critic_Score, data=train)
summary(lm1)</pre>
```

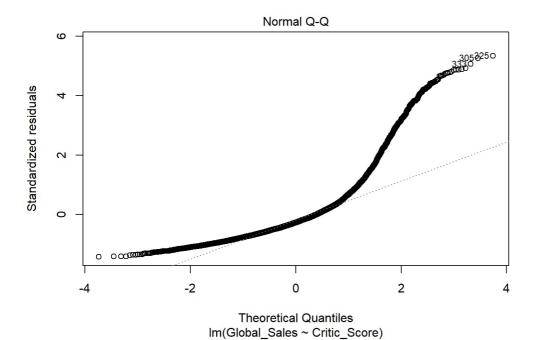
```
##
## Call:
## lm(formula = Global_Sales ~ Critic_Score, data = train)
##
## Residuals:
##
      Min
               10 Median
                               30
                                      Max
   -922200 -406753 -173745 167596 3467231
##
##
## Coefficients:
##
                Estimate Std. Error t value Pr(>|t|)
## (Intercept) -625359.5
                            45837.5 -13.64
                                             <2e-16 ***
                                             <2e-16 ***
## Critic Score 16747.9
                              644.3 25.99
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 649300 on 5457 degrees of freedom
## Multiple R-squared: 0.1102, Adjusted R-squared:
## F-statistic: 675.7 on 1 and 5457 DF, p-value: < 2.2e-16
```

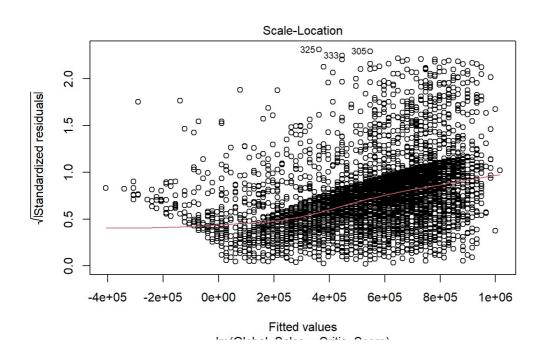
As expected, the min and max from the data vary by several million, and Q1 and Q3 vary by hundreds of thousands. The model suggests a roughly 16 thousand sales increase per critic point awarded with an error range of about half a million. The R squared accuracy is only .11, which is awful. At least the p value is low while the F statistic is high.

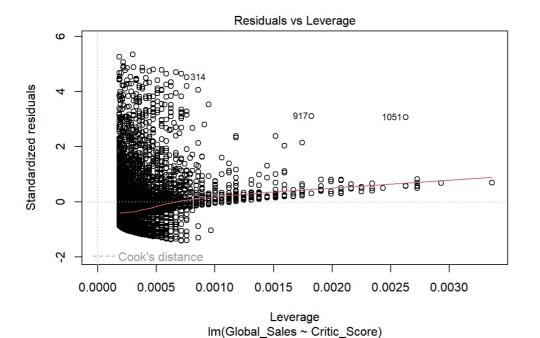
e: Even though we know the data is awful, a residual model will be used next.

```
plot(lm1)
```









In residual vs. fitted, it doesn't seem

very useful. The red line follows no distinct pattern and The spread of residuals above and below the line aren't even.

In normal Q-Q, as expected, the residuals wildly fly off the line at the 1 mark. This means the residuals aren't normally distributed. It makes sense, considering the abundant amount of outliers in the sales above 1 million.

In scale location, the line starts off decently horizontal, but begins to grow rapidly. Also, the spread is not great. It starts off almost exclusively above the line, but then is mostly below the line.

In residuals vs. leverage, the graph has a lot of influential points since half the data cuts through one of cook's lines.

As expected, the 4 graphs denote a terrible model.

f: Next, the platform will be included to develop a multiple liner regression model.

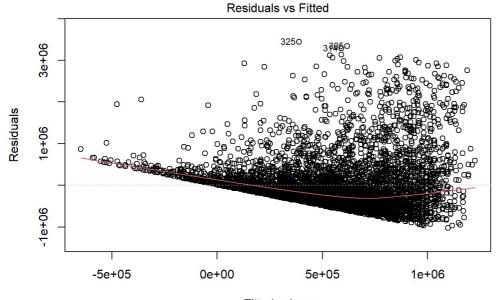
```
lm2 <- lm(Global_Sales~Critic_Score+Platform, data=train)
summary(lm2)</pre>
```

```
##
## Call:
   lm(formula = Global Sales ~ Critic Score + Platform, data = train)
##
##
##
   Residuals:
##
        Min
                  10
                      Median
                                    30
                                            Max
##
   -1026450 -377974
                     -156053
                                164029
                                        3440888
##
## Coefficients:
##
                 Estimate Std. Error t value Pr(>|t|)
## (Intercept) -795845.2
                             70456.7 -11.296 < 2e-16
                              631.3 30.454 < 2e-16 ***
## Critic_Score 19225.3
## PlatformDC
               -532201.1
                           181072.7
                                     -2.939 0.003305
## PlatformDS
                  50663.6
                             64538.3
                                       0.785 0.432479
## PlatformGBA
                 -91686.8
                            71428.1 -1.284 0.199328
## PlatformGC
                -183501.6
                             66835.7
                                     -2.746 0.006061 **
                             62019.8 -6.790 1.24e-11 ***
## PlatformPC
                -421095.3
## PlatformPS
                 155797.7
                             80237.4
                                      1.942 0.052224
                                       1.907 0.056598
## PlatformPS2
                 113586.7
                             59569.1
## PlatformPS3
                 181242.9
                             61265.4
                                       2.958 0.003107 **
## PlatformPS4
                  67723.5
                             71372.7
                                       0.949 0.342729
                 -92447.1
                             65871.6 -1.403 0.160541
## PlatformPSP
## PlatformPSV
                -314549.6
                             82993.2 -3.790 0.000152 ***
## PlatformWii
                 195963.0
                             64687.9
                                      3.029 0.002462 **
                -86323.8
                             93194.4 -0.926 0.354343
## PlatformWiiU
## PlatformX360 174174.0
                             60717.2
                                       2.869 0.004139 **
                             62969.6
                -216947.6
                                      -3.445 0.000575 ***
## PlatformXB
## PlatformX0ne
                  74272.8
                             78427.9
                                      0.947 0.343671
##
## Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 619500 on 5441 degrees of freedom
## Multiple R-squared: 0.1922, Adjusted R-squared: 0.1897
## F-statistic: 76.15 on 17 and 5441 DF, p-value: < 2.2e-16
```

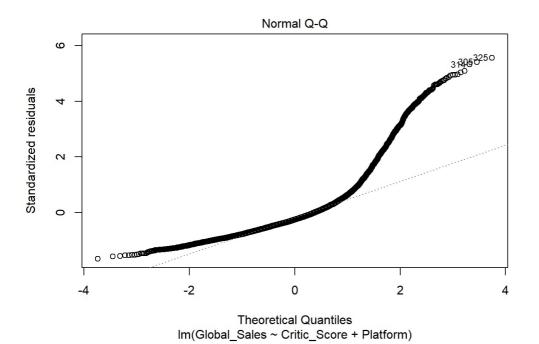
Overall, the model saw a slight improvement. Most notably, the Adjusted R-squared value increased to about .19. Its still not a good model, but it has improved. The residual error also reduced by tens of thousands. The range of min and max didn't improve much. Our F statistic went down, but the p value remained low.

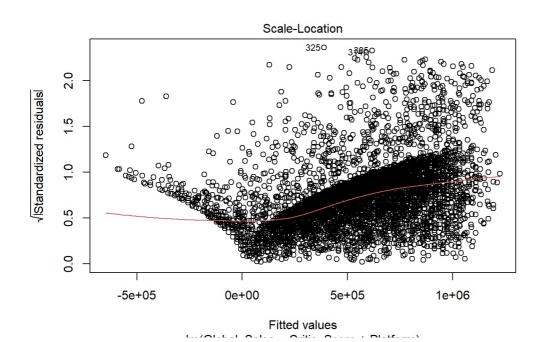
Now the residual will be plotted.

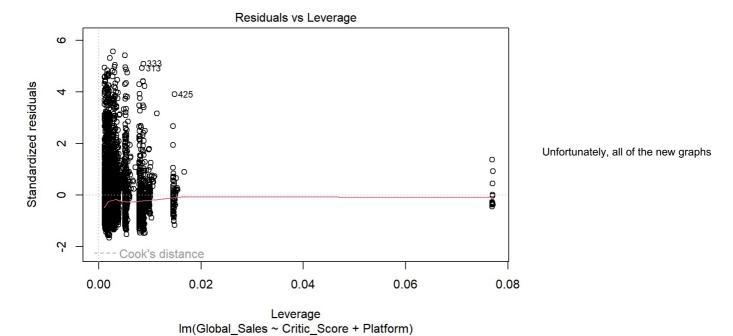
plot(lm2)



Fitted values Im(Global_Sales ~ Critic_Score + Platform)







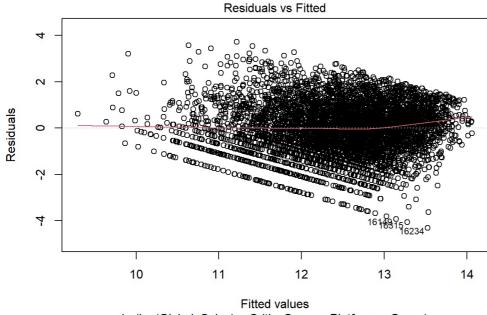
resemble the old graphs and have the same issues as described above. Despite the small improvement, the model is still bad, as suspected.

g:

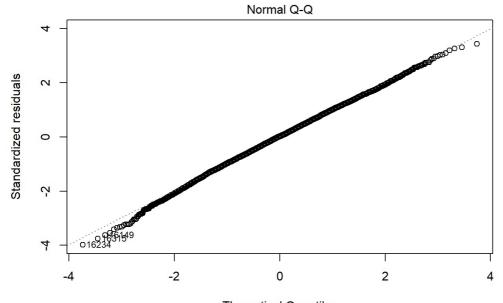
```
lm3 <- lm(log(Global_Sales)~Critic_Score+Platform+Genre, data=train)
summary(lm3)</pre>
```

```
##
## Call:
## lm(formula = log(Global Sales) ~ Critic Score + Platform + Genre,
##
      data = train)
##
## Residuals:
##
      Min
               1Q Median
                               30
                                      Max
## -4.3166 -0.7136 0.0200 0.7381 3.7162
## Coefficients:
##
                     Estimate Std. Error t value Pr(>|t|)
## (Intercept)
                    10.058361
                               0.124887 80.540 < 2e-16 ***
## Critic_Score
                     0.038572
                                0.001123 34.354 < 2e-16 ***
                                0.317829 -2.919 0.003528 **
## PlatformDC
                    -0.927697
## PlatformDS
                    -0.057235
                                0.113643 -0.504 0.614538
## PlatformGBA
                    -0.323553
                                0.125631 -2.575 0.010038 *
                                0.117854 -4.178 2.99e-05 ***
## PlatformGC
                    -0.492399
                                0.110103 -14.204 < 2e-16 ***
## PlatformPC
                    -1.563879
                                0.140918
                                          1.505 0.132363
## PlatformPS
                     0.212093
## PlatformPS2
                     0.144849
                                0.105071
                                          1.379 0.168082
## PlatformPS3
                    0.313780
                                0.108018 2.905 0.003689 **
## PlatformPS4
                    -0.336518
                                0.125511 -2.681 0.007358 **
## PlatformPSP
                    -0.262939
                                0.115896 -2.269 0.023323 *
## PlatformPSV
                    -0.698278
                                0.145694 -4.793 1.69e-06 ***
## PlatformWii
                     0.322858
                                0.113888
                                          2.835 0.004601 **
## PlatformWiiU
                    -0.268102
                                0.163642 -1.638 0.101408
                                         2.238 0.025258 *
## PlatformX360
                                0.107176
                    0.239864
## PlatformXB
                                0.111546 -5.227 1.79e-07 ***
                    -0.583072
## PlatformXOne
                    -0.251256
                                0.138195 -1.818 0.069100 .
## GenreAdventure
                    -0.589257
                                0.081135 -7.263 4.33e-13 ***
## GenreFighting
                    -0.070778
                                0.069312 -1.021 0.307228
## GenreMisc
                     0.129744
                                0.069630
                                          1.863 0.062470 .
## GenrePlatform
                    0.008523
                                0.068722
                                          0.124 0.901304
## GenrePuzzle
                                0.117243 -4.706 2.59e-06 ***
                    -0.551773
## GenreRacing
                    -0.158295
                                0.059391 -2.665 0.007714 **
## GenreRole-Playing -0.211605
                                0.055544 -3.810 0.000141 ***
## GenreShooter
                    0.018727
                                0.051860 0.361 0.718027
                                         0.256 0.797994
## GenreSimulation
                    0.019945
                                0.077922
## GenreSports
                    -0.046738
                                0.051004 -0.916 0.359514
                                0.081109 -7.315 2.95e-13 ***
## GenreStrategy
                    -0.593321
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 1.086 on 5430 degrees of freedom
## Multiple R-squared: 0.3126, Adjusted R-squared: 0.309
## F-statistic: 88.18 on 28 and 5430 DF, p-value: < 2.2e-16
```

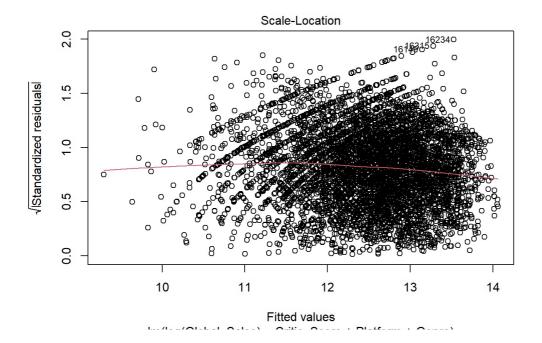
plot(lm3)

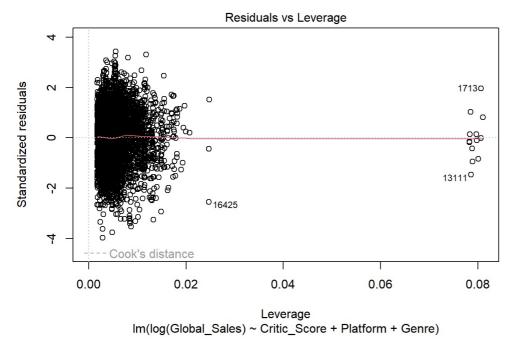


Fitted values Im(log(Global_Sales) ~ Critic_Score + Platform + Genre)



Theoretical Quantiles Im(log(Global_Sales) ~ Critic_Score + Platform + Genre)





h: The third model is by far the best one. It added genre as a factor, and used the log of the sales.

The variation from the median is still large (or at least, large for a log function anyways). However, the residual error decreased a bit while the Adjusted R-squared jumped up to .30. Still not great, but its an improvement over .11 and .19 of the first two models. Its unfortunate that our F statistic keeps getting lower, but the p value remains low as well.

As far as residuals go, the third also shows great improvements.

Residuals vs. fitted: The line becomes almost perfectly horizontal (except for the end), and has a roughly symmetrical distribution. This indicates the linear relationship is a good match.

Normal Q-Q: The residuals are plotted pretty well against the line. This means they are distributed fairly normally.

Scale location: This one is only so-so. The line in the middle is decently horizontal, and distribution follows a roughly ovular distribution around the line. It's by no means great, but a patters can sort of be recognized. This would mean the residual are spread out decently among the range of predictors.

Residuals vs Leverage: Unfortunately, all the data seems to be split by a line. This means several factors have too much sway over the data.

Overall, the third model shows many improvements over the other 2.

[1] "rmse: 2280101.79473717"

i. Now lm3 will be used to compare predictions with the test data.

```
pred1 <- predict(lm1, newdata = test)</pre>
corr1 <- cor(pred1, test$Global_Sales)</pre>
mse1 <- mean((pred1-test$Global_Sales)^2)</pre>
rmse1 <- sqrt(mse1)</pre>
print("lm1")
## [1] "lm1"
print(paste("correlation: ", corr1))
## [1] "correlation: 0.270310200602469"
print(paste("mse: ", mse1))
## [1] "mse: 5198864194363.64"
print(paste("rmse: ", rmse1))
```

```
pred2 <- predict(lm2, newdata = test)</pre>
corr2 <- cor(pred2, test$Global Sales)</pre>
mse2 <- mean((pred2-test$Global_Sales)^2)</pre>
rmse2 <- sqrt(mse2)
print("lm2")
## [1] "lm2"
print(paste("correlation: ", corr2))
## [1] "correlation: 0.335563801521632"
print(paste("mse: ", mse2))
## [1] "mse: 5039282962851.88"
print(paste("rmse: ", rmse2))
## [1] "rmse: 2244834.72951839"
pred3 <- predict(lm3, newdata = test)</pre>
corr3 <- cor(pred3, test$Global_Sales)</pre>
mse3 <- mean((pred3-test$Global_Sales)^2)</pre>
rmse3 <- sqrt(mse3)
print("lm3")
## [1] "lm3"
print(paste("correlation: ", corr3))
## [1] "correlation: 0.322831823853248"
print(paste("mse: ", mse3))
## [1] "mse: 6108345435624.09"
print(paste("rmse: ", rmse3))
## [1] "rmse: 2471506.71365143"
```

The results were a bit unexpected.

The second model had the highest correlation with the test data, with the third model not too far behind it. Though .33 still isn't great.

The third model had a significantly worse mse than the other two.

The rmse was roughly the same, but worse in the third model.

The second model must be the best mix of increasing complexity while maintaining accuracy with the randomness of the data. It had two factors, which was in between the 1 and 3 factors of the others. It also didn't take the log of the values, which seems to have made the errors grow larger.

My guess is overall the data itself doesn't have enough information to successfully determine video game sales. It makes sense because things such as the actual price of the game, if games of a similar type release at the same time, if sufficient advertising was done, if the game can only be sold on certain consoles, etc. will affect sales. Considering all of that, I think its reasonable to assume reviews will only influence about 30% of a games sales.