```
▶ print(df.head())
In [3]:
             # Summary statistics of the DataFrame
             print(df.describe())
                    model
                            year
                                  price transmission
                                                        mileage fuelType
                                                                           tax
                                                                                  mpg
                                                                                       \
             0
                      SLK
                            2005
                                   5200
                                            Automatic
                                                          63000
                                                                   Petrol
                                                                           325
                                                                                 32.1
                  S Class
                            2017
                                  34948
                                            Automatic
                                                          27000
                                                                   Hybrid
                                                                                 61.4
             1
                                                                            20
             2
                 SL CLASS
                            2016
                                  49948
                                            Automatic
                                                           6200
                                                                   Petrol
                                                                           555
                                                                                 28.0
             3
                  G Class
                            2016
                                  61948
                                            Automatic
                                                          16000
                                                                   Petrol
                                                                           325
                                                                                 30.4
             4
                  G Class
                            2016
                                  73948
                                            Automatic
                                                           4000
                                                                   Petrol
                                                                           325
                                                                                 30.1
                engineSize
             0
                        1.8
                        2.1
             1
             2
                        5.5
             3
                        4.0
             4
                        4.0
                                            price
                                                          mileage
                                                                             tax
                             year
             mpg
             count
                    13119.000000
                                     13119.000000
                                                     13119.000000
                                                                    13119.000000
                                                                                   13119.00
             0000
             mean
                     2017.296288
                                     24698.596920
                                                     21949.559037
                                                                      129.972178
                                                                                      55.15
             5843
             std
                         2.224709
                                     11842.675542
                                                     21176.512267
                                                                       65.260286
                                                                                      15.22
             0082
             min
                     1970.000000
                                       650.000000
                                                         1.000000
                                                                        0.000000
                                                                                       1.10
             0000
             25%
                     2016.000000
                                     17450.000000
                                                      6097.500000
                                                                      125.000000
                                                                                      45.60
             0000
             50%
                     2018.000000
                                     22480.000000
                                                     15189.000000
                                                                      145.000000
                                                                                      56.50
             0000
             75%
                     2019.000000
                                     28980.000000
                                                     31779.500000
                                                                      145.000000
                                                                                      64.20
             0000
                     2020.000000
                                   159999.000000
                                                   259000.000000
                                                                      580.000000
                                                                                     217.30
             max
             0000
                       engineSize
                    13119.000000
             count
                         2.071530
             mean
             std
                         0.572426
             min
                         0.000000
             25%
                         1.800000
                         2.000000
             50%
             75%
                         2.100000
```

max

6.200000

```
In [4]:  # Fit a linear regression model
lm_fit = sm.OLS(df['price'], sm.add_constant(df['mileage'])).fit()

# Print the summary of the linear regression
print(lm_fit.summary())

# Make predictions using the fitted model
mileage_values = np.array([5, 10, 20])
mileage_values_with_const = sm.add_constant(mileage_values)
predicted_values = lm_fit.predict(mileage_values_with_const)

print(predicted_values)
```

## OLS Regression Results

\_\_\_\_\_\_ Dep. Variable: price R-squared: 0.289 Model: 0LS Adj. R-squared: 0.289 Method: Least Squares F-statistic: 5321. Date: Sun, 06 Aug 2023 Prob (F-statistic): 0.00 Time: 12:43:00 Log-Likelihood: -1.394 3e+05 No. Observations: 13119 AIC: 2.78 9e+05 Df Residuals: BIC: 2.78 13117 9e+05 Df Model: 1 Covariance Type: nonrobust \_\_\_\_\_\_ P>|t| coef std err t [0.025 0.975] const 3.129e+04 125.609 249.129 0.000 3.1e+043.1 5e+04 -0.3004 0.004 -72.947 0.000 -0.309 mileage 0.292 \_\_\_\_\_\_ ===== Omnibus: 10307.239 Durbin-Watson: 1.658 Prob(Omnibus): 0.000 Jarque-Bera (JB): 35972 3.405 Prob(JB): Skew: 3.503 0.00 Kurtosis: 27.678 Cond. No. 4.3 \_\_\_\_\_\_ Notes: [1] Standard Errors assume that the covariance matrix of the errors is co rrectly specified. [2] The condition number is large, 4.39e+04. This might indicate that the strong multicollinearity or other numerical problems. [31291.39352541 31289.89137707 31286.88708038]

In [ ]: ▶

In [ ]: N

```
In [7]:

    import numpy as np

            import pandas as pd
            import matplotlib.pyplot as plt
            import seaborn as sns
            import statsmodels.api as sm
            from sklearn.linear_model import LinearRegression
            from sklearn.metrics import mean squared error
            from statsmodels.stats.outliers_influence import variance_inflation_factor
            # Load the dataset
            df = pd.read_csv("C:/Users/user/Desktop/My learning/ClinSoft/merc.csv")
            # Linear regression
            X = df['mileage']
            y = df['price']
            # Fit a linear regression model
            X = sm.add_constant(X)
            lm_fit = sm.OLS(y, X).fit()
            # Print the summary of the linear regression
            print(lm_fit.summary())
```

## OLS Regression Results

\_\_\_\_\_\_ Dep. Variable: price R-squared: 0.289 Model: OLS Adj. R-squared: 0.289 Method: Least Squares F-statistic: 5321. Date: Sun, 06 Aug 2023 Prob (F-statistic): 0.00 Time: 12:52:47 Log-Likelihood: -1.394 3e+05 No. Observations: 13119 AIC: 2.78 9e+05 Df Residuals: BIC: 2.78 13117 9e+05 Df Model: 1 Covariance Type: nonrobust \_\_\_\_\_\_ t P>|t| coef std err [0.025 0.975] \_\_\_\_\_ const 3.129e+04 125.609 249.129 0.000 3.1e+04 3.1 5e+04 -0.3004 0.004 -72.947 0.000 -0.309 mileage 0.292 \_\_\_\_\_\_ ===== Omnibus: 10307.239 Durbin-Watson: 1.658 Prob(Omnibus): 0.000 Jarque-Bera (JB): 35972 3.405 Prob(JB): Skew: 3.503 0.00 Kurtosis: 27.678 Cond. No. 4.3 \_\_\_\_\_\_

## Notes:

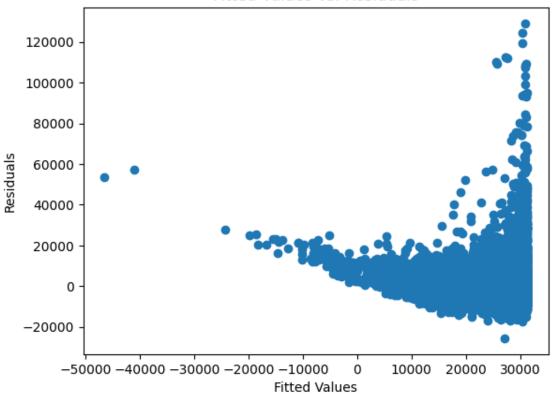
- $\[1\]$  Standard Errors assume that the covariance matrix of the errors is correctly specified.
- [2] The condition number is large, 4.39e+04. This might indicate that the re are

strong multicollinearity or other numerical problems.

```
In [8]:
            # Plot residuals vs. price
            plt.scatter(lm fit.resid, y)
            plt.xlabel('Residuals')
            plt.ylabel('Price')
            plt.title('Residuals vs. Price')
            plt.show()
            # Plot fitted values vs. residuals
            plt.scatter(lm_fit.fittedvalues, lm_fit.resid)
            plt.xlabel('Fitted Values')
            plt.ylabel('Residuals')
            plt.title('Fitted Values vs. Residuals')
            plt.show()
            # Make predictions using the fitted model
            mileage_values = np.array([5, 10, 20])
            mileage_values_with_const = sm.add_constant(mileage_values)
            predicted_values = lm_fit.predict(mileage_values_with_const)
            print(predicted values)
            # Plot mileage vs. price with regression line
            plt.scatter(df['mileage'], y)
            plt.plot(df['mileage'], lm_fit.fittedvalues, color='red', linewidth=3)
            plt.xlabel('Mileage')
            plt.ylabel('Price')
            plt.title('Mileage vs. Price with Regression Line')
            plt.show()
```



Fitted Values vs. Residuals



[31291.39352541 31289.89137707 31286.88708038]



In [ ]: ▶