Regression Models Course Project

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A brief investigation into miles per gallon efficiency of 32 cars by transmission type.

Description

```
mtcars <- mtcars
?mtcars
```

The data was extracted from the 1974 Motor Trend US magazine, and comprises fuel consumption and 10 aspects of automobile design and performance for 32 automobiles (1973–74 models).

Format

A data frame with 32 observations on 11 variables. [, 1] mpg Miles/(US) gallon

```
[, 2] cyl
               Number of cylinders
[, 3]
      disp
               Displacement (cu.in.)
[, 4]
      hp
               Gross horsepower
[, 5]
      drat
               Rear axle ratio
[, 6]
               Weight (lb/1000)
      wt
               1/4 mile time
[, 7]
      qsec
[, 8]
               V/S
      ٧S
[, 9]
               Transmission (0 = automatic, 1 = manual)
      am
               Number of forward gears
[,10]
      gear
               Number of carburetors
[,11] carb
```

Is an automatic or manual transmission better for MPG?

As we're focusing on the transmission type, we first want to re-label the am values to remove any ambiguity.

```
mtcars$am[mtcars$am == 0] <- "Automatic"
mtcars$am[mtcars$am == 1] <- "Manual"</pre>
```

Next we take a quick look at the data to see what the shape of the data might tell us.

We can clearly see from the plot in fig.1 the manual transmission has a higher value spread of MPG compared to the automatic transmission.

Quantify the MPG difference between automatic and manual transmissions.

As there are a number of variables in the data set which might contribute to the MPG variances we can begin simply with a sole predictive transmission factor. Fig. 3

We see that transmission alone cannot fully account for MPG. Intuitively we might infer that weight might play a role but and we can consider other significant factors. Fig.4

From Fig.5 we see an r-squared value of 0.8499 which shows us that this model is responsible for 85% of the variance in MPG

```
anova(am.model, qsec.model)

## Analysis of Variance Table

##

## Model 1: mpg ~ factor(am)

## Model 2: mpg ~ wt + qsec + factor(am)

## Res.Df RSS Df Sum of Sq F Pr(>F)

## 1 30 720.90

## 2 28 169.29 2 551.61 45.618 1.55e-09 ***

## ---

## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
```

With a p-value of 1.5e-09 we can deduce that this model significantly differs from our base model and can be used as a reasonable approximation of MPG influence. We can thus conclude from summary(hp.model) that an expected 2.936 MPG can be attributed to a manual transmission over an automatic transmission.

Finally we check the residuals with the plot in Fig. 3 for any signs of non-normality and find no discernible patterns which might not satisfy our assumptions.

Appendix

Fig.1

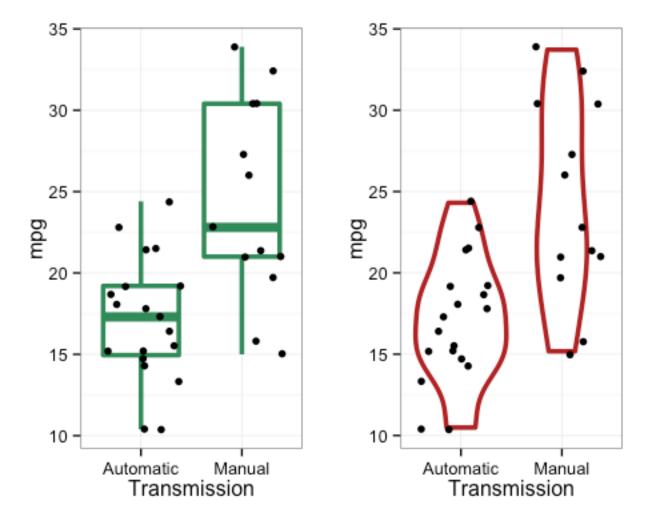


Fig.2

```
am.model <- lm(mpg ~ factor(am), data = mtcars)
summary(am.model)</pre>
```

```
##
## Call:
## lm(formula = mpg ~ factor(am), data = mtcars)
## Residuals:
               10 Median
##
      Min
                               3Q
                                      Max
## -9.3923 -3.0923 -0.2974 3.2439 9.5077
## Coefficients:
##
                   Estimate Std. Error t value Pr(>|t|)
                                 1.125 15.247 1.13e-15 ***
## (Intercept)
                     17.147
## factor(am)Manual
                      7.245
                                 1.764
                                         4.106 0.000285 ***
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 4.902 on 30 degrees of freedom
## Multiple R-squared: 0.3598, Adjusted R-squared: 0.3385
## F-statistic: 16.86 on 1 and 30 DF, p-value: 0.000285
```

Fig.3

```
hp.model <- lm(mpg ~ wt + hp + factor(am), data = mtcars)</pre>
summary(hp.model)
##
## Call:
## lm(formula = mpg \sim wt + hp + factor(am), data = mtcars)
##
## Residuals:
       Min
                10 Median
                                3Q
                                      Max
## -3.4221 -1.7924 -0.3788 1.2249 5.5317
##
## Coefficients:
##
                    Estimate Std. Error t value Pr(>|t|)
                                2.642659 12.867 2.82e-13 ***
## (Intercept)
                    34.002875
## wt
                    -2.878575
                               0.904971 -3.181 0.003574 **
## hp
                    -0.037479
                                0.009605 -3.902 0.000546 ***
## factor(am)Manual 2.083710
                               1.376420
                                         1.514 0.141268
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 2.538 on 28 degrees of freedom
## Multiple R-squared: 0.8399, Adjusted R-squared: 0.8227
## F-statistic: 48.96 on 3 and 28 DF, p-value: 2.908e-11
```

Fig.4

```
qsec.model <- lm(mpg ~ wt + qsec + factor(am), data = mtcars)
summary(qsec.model)</pre>
```

```
##
## Call:
## lm(formula = mpg ~ wt + qsec + factor(am), data = mtcars)
## Residuals:
##
      Min
               1Q Median
                               3Q
                                     Max
## -3.4811 -1.5555 -0.7257 1.4110 4.6610
## Coefficients:
                   Estimate Std. Error t value Pr(>|t|)
##
                               6.9596 1.382 0.177915
## (Intercept)
                     9.6178
## wt
                               0.7112 -5.507 6.95e-06 ***
                    -3.9165
                     1.2259
                               0.2887 4.247 0.000216 ***
## qsec
## factor(am)Manual 2.9358
                               1.4109 2.081 0.046716 *
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
## Residual standard error: 2.459 on 28 degrees of freedom
## Multiple R-squared: 0.8497, Adjusted R-squared: 0.8336
## F-statistic: 52.75 on 3 and 28 DF, p-value: 1.21e-11
```

Fig.5

```
par(mfrow = c(2,2))
plot(qsec.model)
```

