1. IMPORT LIBRARY

```
import pandas as pd
import numpy as np
from sklearn.preprocessing import LabelEncoder
from sklearn.metrics import
r2_score,mean_absolute_error,mean_squared_error
import matplotlib.pyplot as plt
from sklearn.linear_model import LinearRegression
from sklearn.model_selection import train_test_split
```

1. Load Data

```
df=pd.read csv(r"C:\My python Files\50 Startups.csv")
df.head()
   R&D Spend
              Administration
                              Marketing Spend
                                                     State
                                                               Profit
                                     471784.10
0
  165349.20
                   136897.80
                                                  New York
                                                            192261.83
                                                            191792.06
1
  162597.70
                   151377.59
                                     443898.53
                                                California
2
  153441.51
                   101145.55
                                     407934.54
                                                   Florida
                                                            191050.39
3
  144372.41
                   118671.85
                                     383199.62
                                                  New York
                                                            182901.99
  142107.34
                    91391.77
                                     366168.42
                                                   Florida
                                                            166187.94
```

Clean Data

```
df.isnull().sum()
R&D Spend
                   0
Administration
                   0
                   0
Marketing Spend
State
                   0
Profit
                   0
dtype: int64
df.drop duplicates(inplace=True)
df.head()
   R&D Spend Administration Marketing Spend
                                                     State
Profit \
  165349.20
                   136897.80
                                    471784.10
                                                  New York
                                                           192261.83
  162597.70
                   151377.59
                                    443898.53 California
                                                           191792.06
  153441.51
                   101145.55
                                    407934.54
                                                   Florida
                                                           191050.39
  144372.41
                   118671.85
                                    383199.62
                                                  New York 182901.99
                    91391.77
  142107.34
                                    366168.42
                                                   Florida 166187.94
   State_Encoded
0
```

```
1 0
2 1
3 2
4 1
```

4.Preprocess Data

```
le=LabelEncoder()
df['State Encoded']=le.fit transform(df['State'])
df.head()
   R&D Spend Administration
                              Marketing Spend
                                                    State
Profit \
  165349.20
                   136897.80
                                    471784.10
                                                 New York 192261.83
  162597.70
                                               California 191792.06
                   151377.59
                                    443898.53
2 153441.51
                   101145.55
                                    407934.54
                                                   Florida
                                                            191050.39
  144372.41
                   118671.85
                                    383199.62
                                                 New York 182901.99
4 142107.34
                    91391.77
                                    366168.42
                                                   Florida 166187.94
   State Encoded
0
               2
1
               0
2
               1
3
               2
4
               1
```

5.Split Data

```
X=df[['R&D Spend','Administration','Marketing Spend','State_Encoded']]
Y=df['Profit']

X_train,X_test,Y_train,Y_test=train_test_split(X,Y,test_size=0.2,rando
m_state=42)
```

6.Create and Train Model

```
profit_model=LinearRegression()
profit_model.fit(X_train,Y_train)
LinearRegression()
```

7.Test the Model

```
rd=float(input("Enter the amount spent on resarch and Development: "))
adm=float(input("Enter the administation expense: "))
ms=float(input("Enter the Marketing expense: "))
st=input("Enter your state: ")
Enter the amount spent on resarch and Development: 12132
Enter the administation expense: 121232
Enter the Marketing expense: 12143
Enter your state: New York
state encoded=le.transform([st])[0]
print(state encoded)
2
result=profit model.predict([[rd,adm,ms,state encoded]])
print("The predicted Profit is: ",result[0])
The predicted Profit is: 55945.41745255775
C:\Users\DELL\anaconda3\Lib\site-packages\sklearn\base.py:439:
UserWarning: X does not have valid feature names, but LinearRegression
was fitted with feature names
 warnings.warn(
```

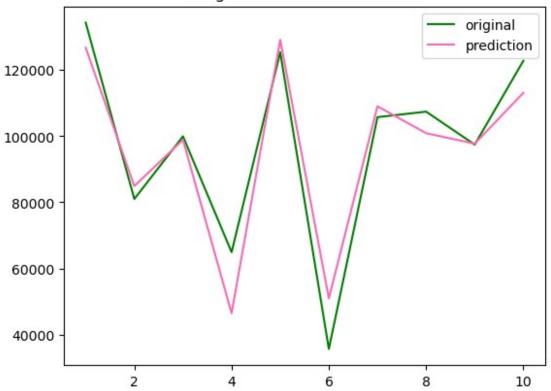
8.Evalution

```
model_prediction=profit_model.predict(X_test)
len(Y_test)

10

plt.plot(np.arange(1,11),Y_test,color='green',label="original")
plt.plot(np.arange(1,11),model_prediction,color='hotpink',label="prediction")
plt.title("Original Vs Model Prediction")
plt.legend()
plt.show()
```

Original Vs Model Prediction



```
r2score=r2_score(Y_test,model_prediction)
print(r2score)
if r2score>0.5:
    print("Model is good fit")
else:
    print("Model is not good fit")
0.9000614254946402
Model is good fit
mae=mean_absolute_error(Y_test,model_prediction)
print(mae)
6979.17574672139
mse=mean_squared_error(Y_test,model_prediction)
print(mse)
80929465.49097784
```