## **Question 1**

What is the optimal value of alpha for ridge and lasso regression? What will be the changes in the model if you choose double the value of alpha for both ridge and lasso? What will be the most important predictor variables after the change is implemented?

#### **Answer:**

# R2 score with optimal value of alpha:

The optimal value of alpha for ridge is 5

Training set r2 score: 0.9536964080483874 Test set r2 score: 0.8835914704189932

## The optimal value of alpha for Lasso is 100

Training set r2 score: 0.9438499881437824 Test set r2 score: 0.8901862148225264

# R2 score with doubled value of alpha:

The optimal value of alpha for ridge is 10

Training set r2 score: 0.9467159463880559 Test set r2 score: 0.8818476728969055

# The optimal value of alpha for Lasso is 200

Training set r2 score: 0.9319109102705608 Test set r2 score: 0.8865098998460733

By the r2 score we can conclude that after doubling the alpha level for ridge and Lasso r2 score has slightly decreased.

The most important predictor variables after the change is implemented are-:

#### Positively correlated variables are-:

Total SF GrLivArea OverallQual\_10 OverallQual\_9 SaleType\_New Neighborhood StoneBr BsmtFinSF1 GarageCars OverallQual\_8 GarageArea

#### Negatively correlated variables are -:

OverallQual\_4
KitchenQual\_Fa
KitchenQual\_Gd
OverallQual\_5
BsmtQual\_Gd
OverallCond\_4
KitchenQual\_TA
BsmtQual\_TA
KitchenAbvGr
OverallCond\_3

## **Question 2**

You have determined the optimal value of lambda for ridge and lasso regression during the assignment. Now, which one will you choose to apply and why?

#### Answer:

As we can see from the above value that r2 score of Lasso for test set is greater than r2 score of test set. So I will choose Lasso regression

## **Question 3**

After building the model, you realised that the five most important predictor variables in the lasso model are not available in the incoming data. You will now have to create another model excluding the five most important predictor variables. Which are the five most important predictor variables now?

### Answer "

The five most important predictor variables excluding the five most important predictor variables are-:

Neighborhood StoneBr ,BsmtFinSF1, GarageCars, OverallQual 8, GarageArea

# **Question 4**

How can you make sure that a model is robust and generalisable? What are the implications of the same for the accuracy of the model and why?

## Answer-:

The simple model is robust in nature and when there is not much difference in test and training set accuracy and when the predicted variable is not insignificant then the model can be robust and generalisable.

The more the data, the better the accuracy and less chances of overfitting. When model is underfitted we use cross-validation for a good fit. Splitting the dataset in training and test set can be helpful to check the accuracy of model and see the model accuracy on unseen data, these were the few implications of accuracy of a model.