



# ML Project Report: Profit Prediction Using 50 Startups Dataset

**Project Title:** *Profit Prediction from Startup Investment Data*

**Developer:** *Prashik Bhimte*

**Role:** Machine Learning Learner

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## Objective

To predict the profit of startups based on their R&D Spend, Administration Spend, and Marketing Spend using various regression models. The goal was to compare performance across different ML models and understand how feature relationships impact prediction accuracy.

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## Dataset Overview

**Source:** 50\_Startups.csv

**Features:**

- R&D Spend
- Administration
- Marketing Spend

**Target Variable:**

- Profit
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## Preprocessing Steps

- Split dataset into training and test sets (80:20 ratio).
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## Models Developed

Model	R <sup>2</sup> Score (Accuracy)
Multiple Linear Regression	0.9394
Polynomial Regression	0.9202
Decision Tree Regression	0.9764
Random Forest Regression	0.9603
Support Vector Regression	0.8246

Accuracy evaluated using `sklearn.metrics.r2_score` on the test set.

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## Model Visualizations

Each model prediction was visualized using a **bar chart** representing 10 random test cases:

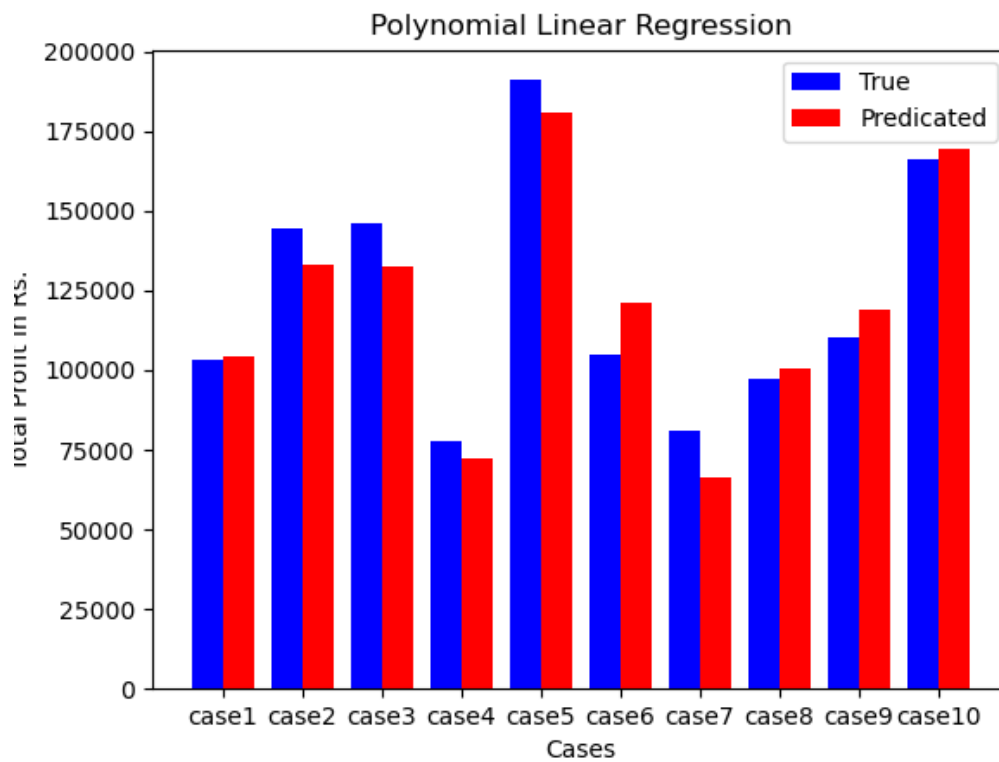
- **X-axis:** Index of test cases (0 to 9)
  - **Y-axis:** Profit values
  - **Blue bars:** True Profit
  - **Red bars:** Predicted Profit
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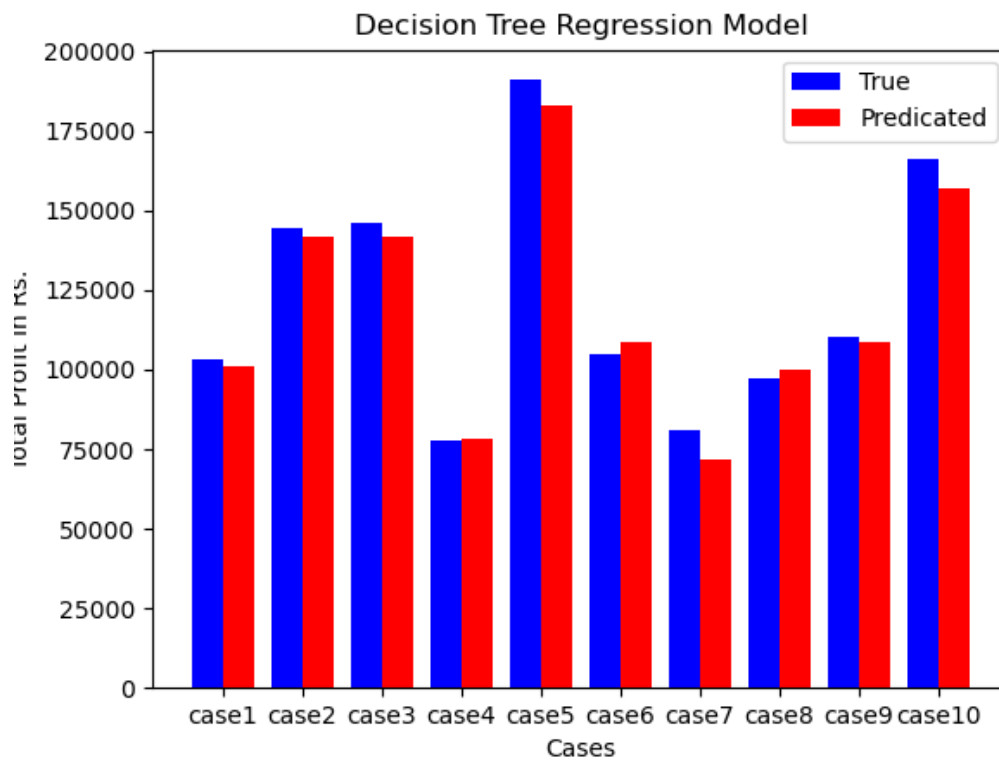
## Multiple Linear Regression



## Polynomial Regression

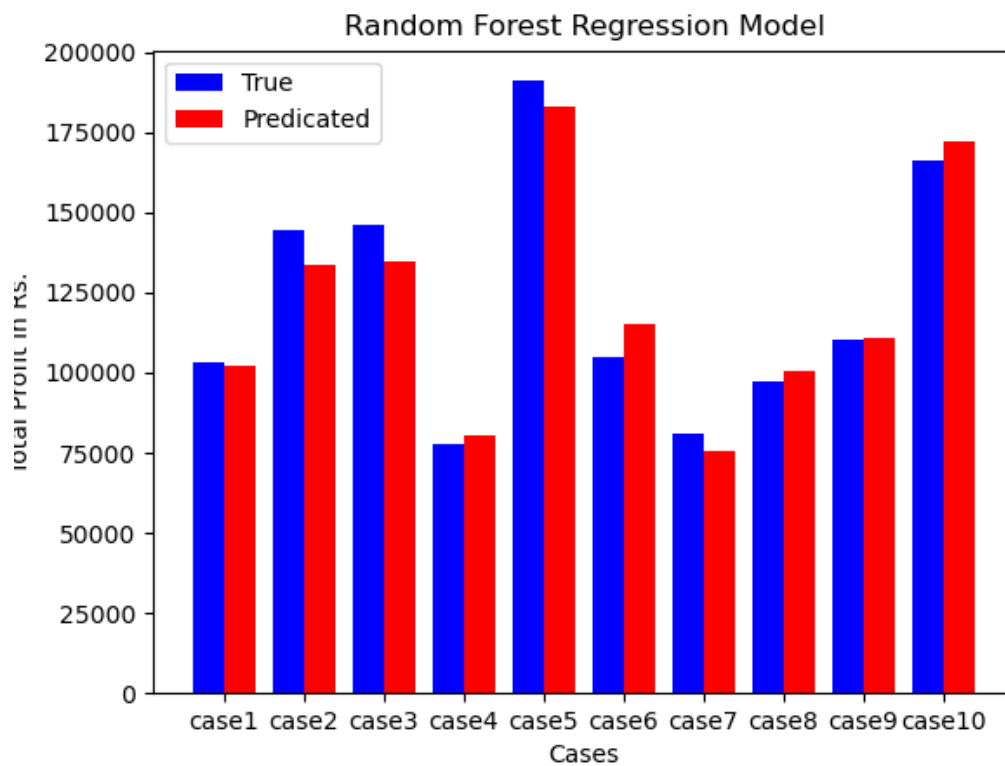


## Decision Tree Regression

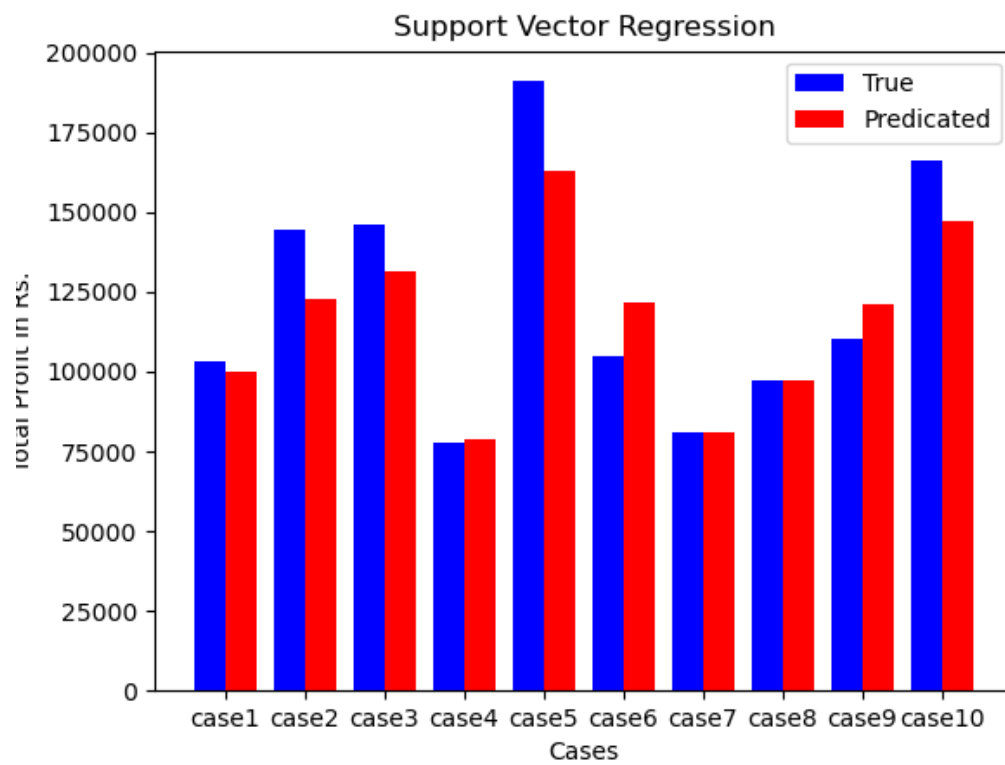




## Random Forest Regression



## Support Vector Regression





## Observations

- **Decision Tree** provided the **highest  $R^2$  score (0.9764)**. It could perfectly fit the dataset due to overfitting, which worked well given the small sample size.
  - **Random Forest** offered excellent performance while maintaining generalization.
  - **SVM** underperformed, possibly due to the need for better feature scaling or parameter tuning.
  - **Polynomial Regression** didn't outperform Linear Regression, hinting at a linear relationship among variables.
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## Key Learnings

- Hands-on experience with regression techniques and model evaluation.
- Understood when and why certain models perform better.
- Importance of visualizing results to compare actual vs. predicted values.
- Gained insights into bias-variance trade-offs by comparing decision trees and random forests.
- Improved understanding of feature engineering and model tuning.