

```

1  fprintf('Plotting data..\n')
2
3  %Loading data
4  data = load('ex31.txt');
5
6  %Create Matrix of Training Examples
7  X = data(:,1); % Indexing in Octave Starts from one
8  y = data(:,2);
9  m = length(y);
10
11 %Plotting data
12 plot(X, y, 'rx', 'MarkerSize', 10)
13 xlabel('Population of City in 10,000');
14 ylabel('Profit in $10,000s');
15 axis([4,24,-5,25]);
16
17
18 %Let's check correlation between the data
19 corrn = corr(X,y);
20 fprintf('Correlation between the data is:- %.3f\n',corrn);
21 fprintf('Program paused. Press enter to continue.\n');
22 pause;
23
24 %Calculating Gradient Descent
25 fprintf('\nRunning Gradient Descent...\n');
26 theta = zeros(2, 1); % initialize fitting parameters
27
28 %Setting Gradient descent settings
29 iterations = 15000;
30 alpha = 0.01;
31
32 %Cost Function
33 function J = cost(X, y, theta, m)
34     i = 1:m;
35     J = (1/(2*m)) * sum( ( (theta(1) + theta(2).*X(i,1)) - y(i)).^2 );
36 end
37
38 %Gradient Descent function

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39 function theta = gradientDescent(X, y, theta, alpha, iterations, m)
40
41     for iter = 1:iterations
42
43         k = 1:m;
44         t0 = theta(1) - (alpha/m) * sum( (theta(1) + theta(2).*X(k,1)) - y(k) );
45         t1 = theta(2) - (alpha/m) * sum(((theta(1) + theta(2).*X(k,1)) - y(k) ).*X(k,1));
46
47         theta(1) = t0;
48         theta(2) = t1;
49     end
50 end
51
52 %Compute and display initial cost
53 initial_cost = cost(X, y, theta, m);
54 fprintf('\nInitial cost before running Gradient Descent is %f\n',initial_cost);
55
56 %Gradient Descent
57 theta = gradientDescent(X, y, theta, alpha, iterations, m);
58 fprintf('\nTheta found by Gradient Descent:- %f %f\n',theta(1), theta(2));
59 fprintf('\nCost after completing Gradient Descent:- %f\n', cost(X, y, theta, m));
60 fprintf('Program paused. Press enter to continue.\n');
61 pause;
62
63 %Plotting the Regression line
64 hold on; % keep previous plot visible
65 plot(X(:,1), theta(1)+X*theta(2), '-');
66 legend('Training data','Regression Line');
67 hold off; % Don't plot any more plots on this figure
68
69 % Predict values for population sizes of 35,000 and 70,000
70 predict1 = theta(1) + 3.5*theta(2);
71 fprintf('\nFor population = 35,000, we predict a profit of %f\n',predict1*10000);
72 predict2 = theta(1) + 7*theta(2);
73 fprintf('For population = 70,000, we predict a profit of %f\n',predict2*10000);
74
75

```