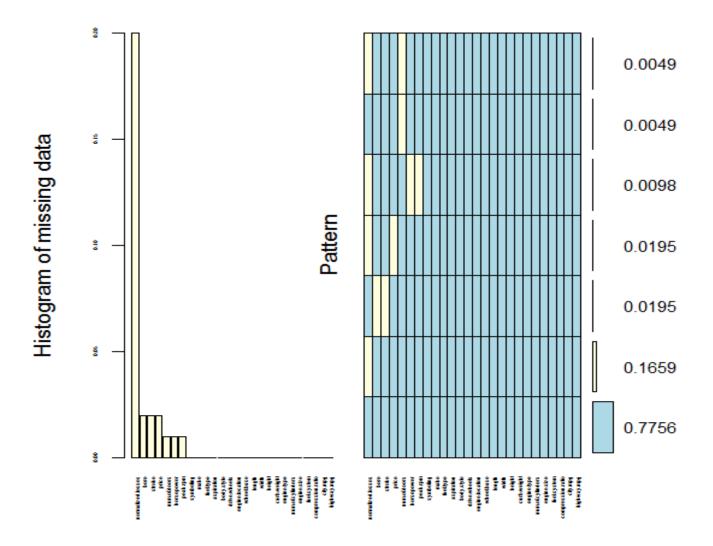
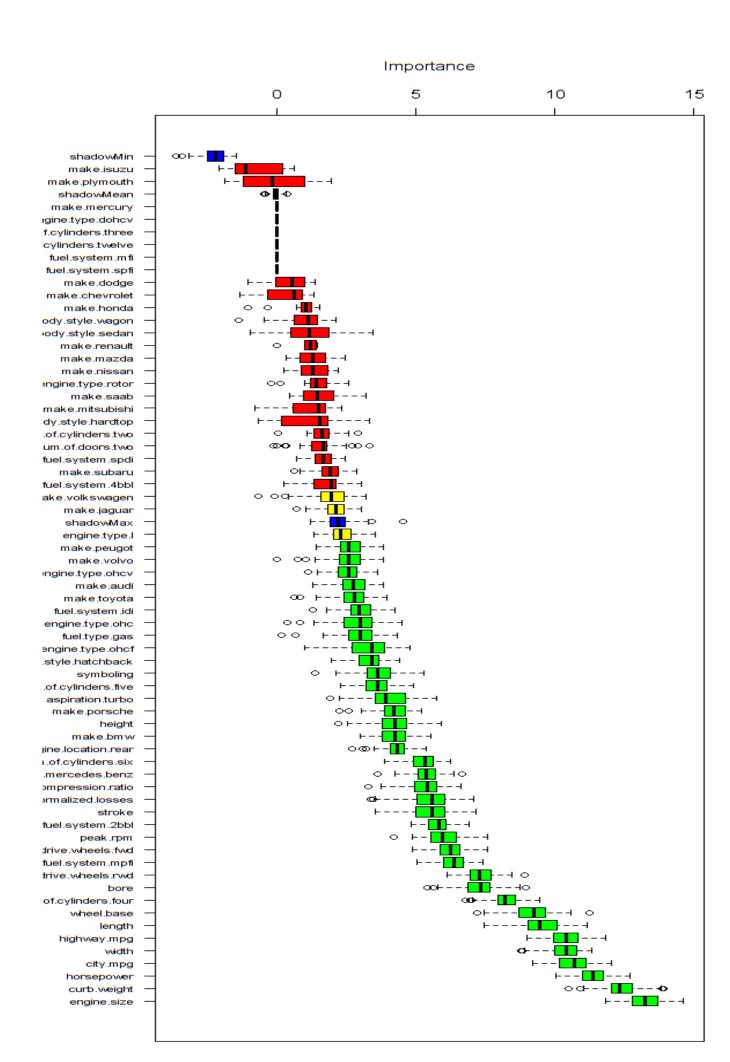
# **Output Summary:-**

The dataset consists of the automobile details and the task is to build a model for price prediction. **Caret** package has been mainly used, the implementation of **Boruta** to find important features has also been shown.

 Data Loading and exploration – The Data is loaded in a way to treat unwanted strings as NAs. The structure, summary and missing values are checked. The following plot is observed for the missing values:



- **Preprocessing** The data is scaled, centered and the missing values are imputed using the KNN algorithm with the help of caret. Categorical variables are then converted to numerical using the one-hot encoding
- **Feature selection using Boruta** Boruta package is used to find the important features out of several features present in the dataset. The following plot is obtained:

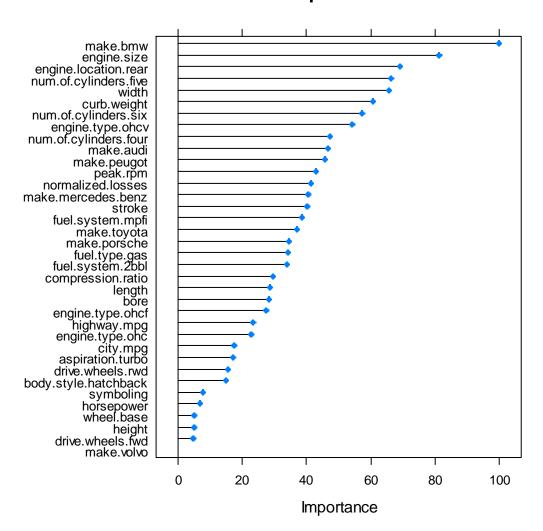


Using the getSelectedAttributes function, the important features are selected for model bulding.

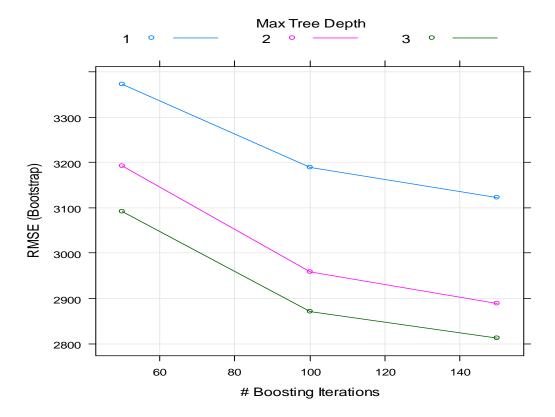
- **Splitting the data into train and test set** The dataset is split into training and testing in the ratio of 8:2 using createDataPartition function.
- Model Training Model training is performed on the training dataset using the train function from the caret package. Three algorithms – Linear model, GLM and NNET has been used to perform predictions. The following plots have been obtained for the three algorithms:

#### **Output Plot for LM:**

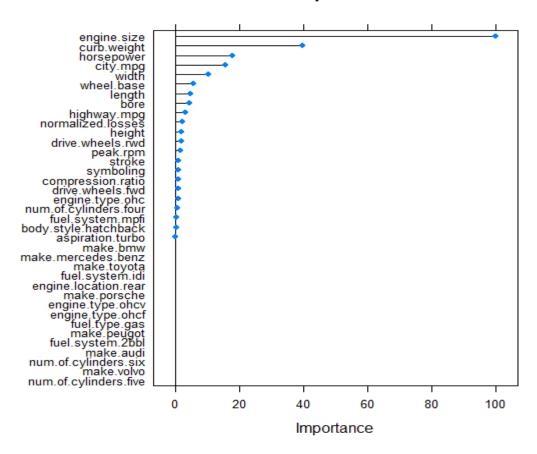
## **LM - Variable Importance**



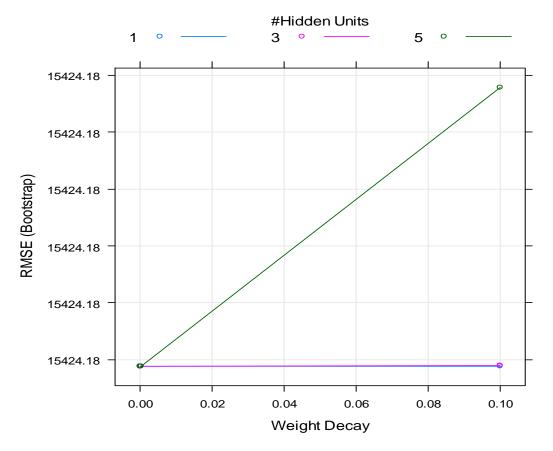
#### **GBM Plots:**



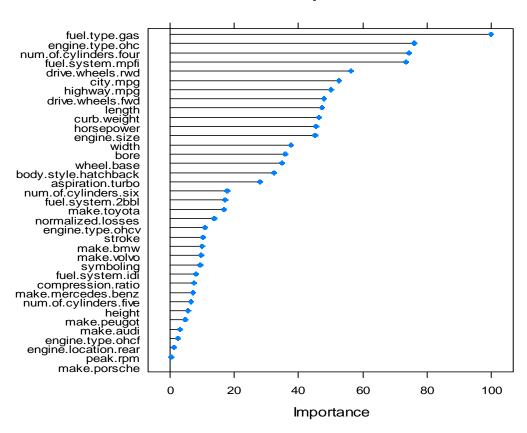
### GBM - Variable Importance



#### **NNET Output Plots:**



**NNET - Variable Importance** 



 Price Prediction & Model Evaluation – The prices can be predicted using any of the above used algorithms. Linear Regression model has been used to compute the required errors:

```
Mean Absolute Error = mean(abs(predictions - testSet$price))
MAE = 2178.836
RMSE = 3403.056
```

```
R Console

        stroke
        -501.94
        271.39
        -1.850
        0.066744
        .

        compression.ratio
        -3287.84
        1686.61
        -1.949
        0.053490
        .

        horsepower
        24.77
        874.81
        0.028
        0.977454

        peak.rpm
        847.07
        304.64
        2.781
        0.006267
        **

        city.mpg
        -409.56
        966.08
        -0.424
        0.672340
        highway.mpg
        1094.08
        951.00
        1.150
        0.252153

Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
Residual standard error: 2030 on 125 degrees of freedom
Multiple R-squared: 0.9516, Adjusted R-squared: 0.9 F-statistic: 70.28 on 35 and 125 DF, p-value: < 2.2e-16
                                                             Adjusted R-squared: 0.9381
> rmse(model_lm)
Error: could not find function "rmse"
   model
Linear Regression
161 samples
  36 predictor
No pre-processing
Resampling: Bootstrapped (25 reps)
Summary of sample sizes: 161, 161, 161, 161, 161, 161, ...
Resampling results:
    RMSE
                      Rsquared
    3403.056 0.8409535
Tuning parameter 'intercept' was held constant at a value of TRUE
>
```

```
Relative Absolute Error = (mean(abs(predictions- testSet$price))) / (mean(abs(mean(testSet$price)-testSet$price))) 
RAE = 0.3782024
```

```
Relative Squared Error = (mean((predictions-testSet$price)^2))/(mean((mean(testSet$price)-testSet$price)^2))
RSE = 0.1866436
```

Coefficient of Determination ( $R^2$ ) = 0.8409535