



DATA DESCRIPTION



- Dataset- <u>Drug Performance</u>
 <u>Evaluation</u>
- The predictors of this dataset are the condition, the drug name, the ease of use, the effectiveness, form, indication, price, reviews, satisfaction, and type.
- The data was collected through performance evaluation, on how different variables affect patient evaluation.
- The diverse variables are a valuable tool for satisfaction.



DATA CLEANING

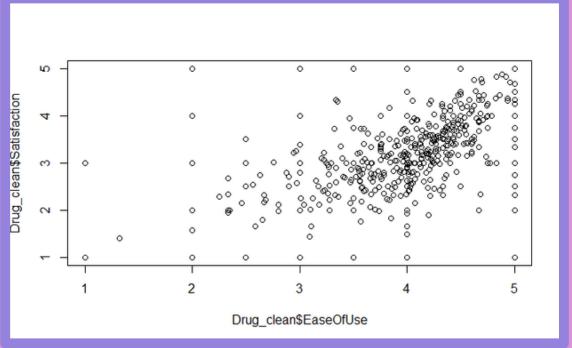
- The variables, Condition and Drug Name will be removed.
- Omit missing values
- Removed "other" from Indication and Type
- Indication and Type were turned into dummy variables

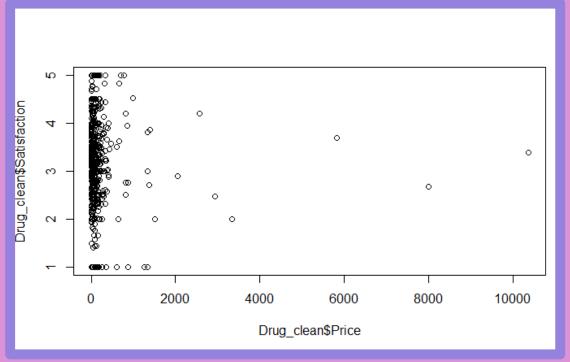
```
'data.frame': 645 obs. of 8 variables:
$ EaseOfUse : num 3.85 3.47 3.12 2 3.25 ...
$ Effective : num 3.66 3.29 2.96 3 3 ...
$ Form : chr "Capsule" "Liquid (Drink)" "Tablet"
"Capsule" ...
$ Indication : Factor w/ 2 levels "Off Label", "On Label": 2 2 1 2 2 2 2 2 ...
$ Price : num 12.6 287.4 70.6 12.6 125.2 ...
$ Reviews : num 86.3 43 267.3 1 15 ...
$ Satisfaction: num 3.2 2.59 2.25 1 3 ...
$ Type : Factor w/ 2 levels "OTC", "RX": 2 2 2 2 2 2 2 2 2 ...
```

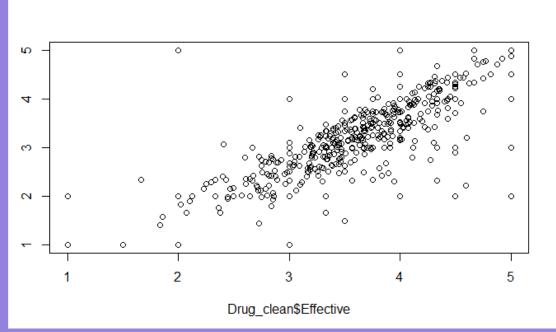
OUTLIERS

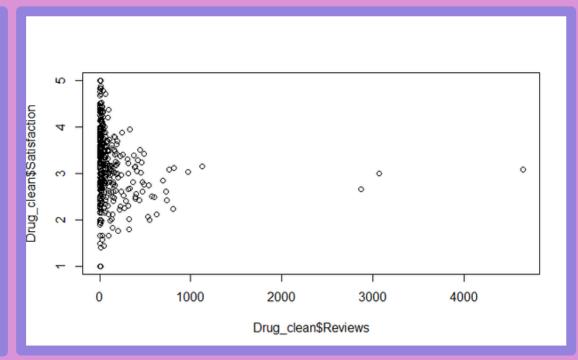
Correlation PLot











OUTLIERS (PART 2)

- All cook's Distance values were below 1
- Jackknife value is 1.963707
- Leverage threshold: 0.02790698
 with 74 outliers
- studentized residuals have 34 outliers
- · 8 in common

- [1] "common outliers"
- [1] 101 172 176 245 249 279 283 482



Collinearity

All VIF values below 10

```
[1] 5.000000 1.920784 1.843834 1.762109 1.593556 1.385924 [7] 1.357879 1.262361 1.135076 1.065399 1.058287 1.055687 [13] 1.027466 1.018473 1.009194 1.000000 1.000000 1.000000 [19] 1.000000 1.000000
```

NORMALITY

After Shapiro Test, we decided to transform our model, but our data did not improve enough to justify it.

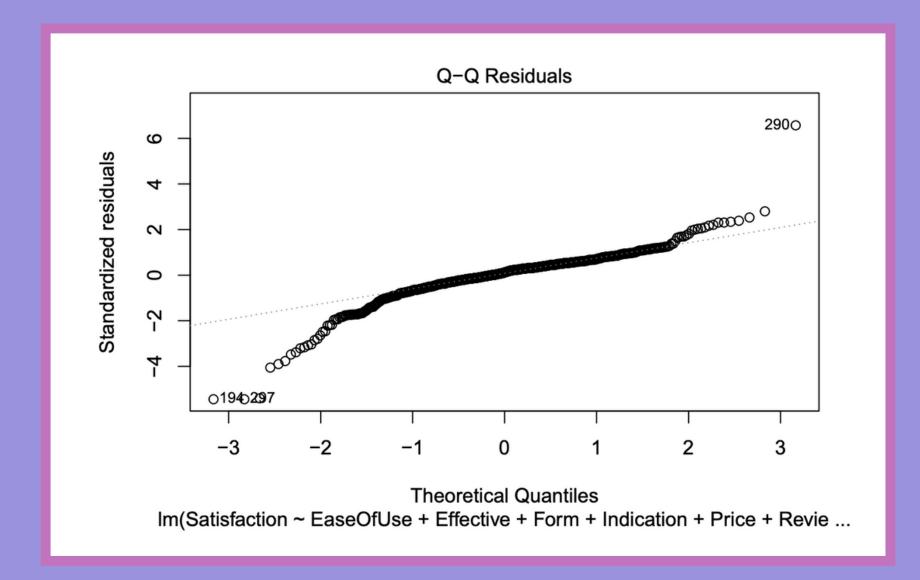
Shapiro-Wilk normality test

```
data: model$residuals
W = 0.88328, p-value < 0.00000000000000022
```

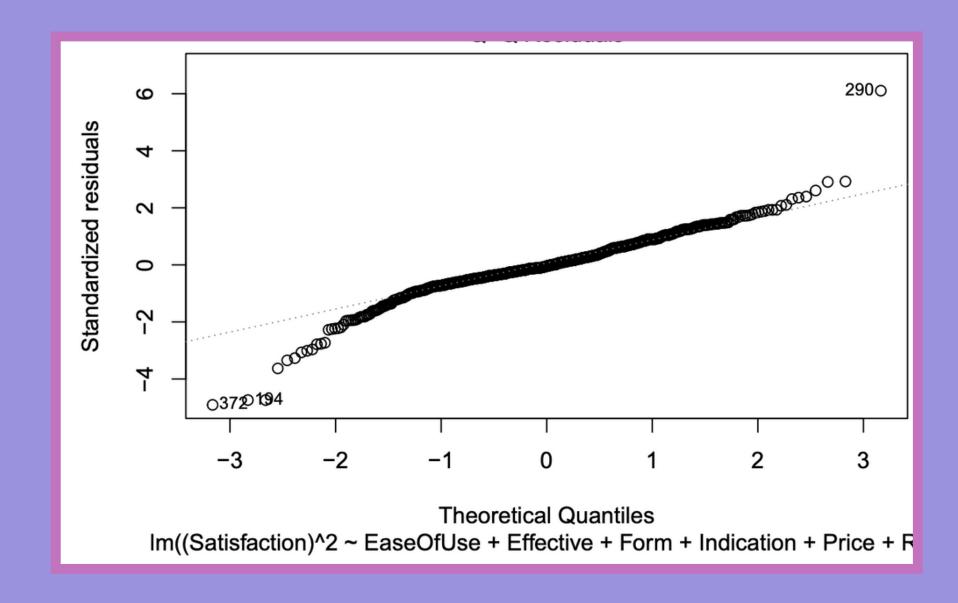
```
call:
lm(formula = (Satisfaction)^2 ~ EaseOfUse + Effective + Form +
    Indication + Price + Reviews + Type, data = Drug_clean)
Residuals:
    Min
              1Q Median
-16.6100 -1.6269 -0.1366 2.0796 20.5742
Coefficients:
                     Estimate Std. Error t value Pr(>|t|)
(Intercept)
                   -9.2925724 0.9136996 -10.170 < 2e-16 ***
EaseOfUse
                    0.8545328 0.2080862 4.107 4.54e-05 ***
Effective
                    4.9592018 0.1907103 26.004
                    1.8874461 0.5854144 3.224 0.00133 **
FormCream
FormLiquid (Drink) 1.6921420 0.5761295 2.937 0.00343 **
FormLiquid (Inject) 1.4762462 0.6434006 2.294 0.02209 *
FormOther
                   1.6213164 0.7093004 2.286 0.02260 *
FormTablet
                   -0.1474817 0.4657920 -0.317 0.75163
IndicationOn Label 0.4716583 0.3453862 1.366 0.17255
Price
                   -0.0001051 0.0002247 -0.468 0.64017
                   -0.0012340 0.0004938 -2.499 0.01271 *
Reviews
                   -1.6752496 0.3857167 -4.343 1.63e-05 ***
TypeRX
Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' '1
Residual standard error: 3.425 on 633 degrees of freedom
Multiple R-squared: 0.7316, Adjusted R-squared: 0.727
```

Residual standard error: 3.425 on 633 degrees of freedom Multiple R-squared: 0.7316, Adjusted R-squared: 0.727 F-statistic: 156.9 on 11 and 633 DF, p-value: < 2.2e-16

Normality



Transformed



MODEL SELECTION

Decided to use Backwards elimination because of our F-statistic and P-Value.

```
## Residual standard error: 3.425 on 633 degrees of freedom
## Multiple R-squared: 0.7316, Adjusted R-squared: 0.727
## F-statistic: 156.9 on 11 and 633 DF, p-value: < 2.2e-16</pre>
```

Model Selection

```
lm(formula = (Satisfaction)^2 ~ EaseOfUse + Effective + Form +
    Indication + Price + Reviews + Type, data = Drug_clean)
Residuals:
    Min
                   Median
                                        Max
-16.6100 -1.6269
                  -0.1366
                            2.0796 20.5742
Coefficients:
                     Estimate Std. Error t value Pr(>|t|)
                   -9.2925724 0.9136996 -10.170 < 2e-16 ***
(Intercept)
EaseOfUse
                    0.8545328 0.2080862
                                          4.107 4.54e-05 ***
Effective
                    4.9592018 0.1907103 26.004 < 2e-16 ***
FormCream
                    1.8874461 0.5854144
                                          3.224 0.00133 **
FormLiquid (Drink)
                   1.6921420 0.5761295
                                          2.937 0.00343 **
                                          2.294 0.02209 *
FormLiquid (Inject) 1.4762462 0.6434006
                    1.6213164 0.7093004
FormOther
                                          2.286 0.02260 *
FormTablet
                   -0.1474817 0.4657920
                                         -0.317 0.75163
IndicationOn Label 0.4716583 0.3453862
                                          1.366 0.17255
Price
                   -0.0001051 0.0002247 -0.468 0.64017
                                         -2.499 0.01271 *
Reviews
                   -0.0012340 0.0004938
TypeRX
                   -1.6752496 0.3857167 -4.343 1.63e-05 ***
Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
Residual standard error: 3.425 on 633 degrees of freedom
Multiple R-squared: 0.7316, Adjusted R-squared: 0.727
F-statistic: 156.9 on 11 and 633 DF, p-value: < 2.2e-16
```

```
AIC(model)

## [1] 916.8616

BIC(model)

## [1] 974.881
```

Call:

```
##
## Call:
## lm(formula = Satisfaction ~ EaseOfUse + Effective + Form + Indication +
       Type, data = new data 3)
##
##
## Residuals:
##
        Min
                      Median
                                            Max
## -2.65646 -0.14876
                     0.04888
                               0.22962 1.09341
##
## Coefficients:
##
                      Estimate Std. Error t value Pr(>|t|)
## (Intercept)
                      -0.49258
                                  0.16733 -2.944 0.00355 **
## EaseOfUse
                                  0.04258
                       0.11392
                                           2.675 0.00796 **
                      0.90651
                                  0.03747
                                           24.191 < 2e-16 ***
## Effective
                                  0.07738
                      0.20885
                                            2.699 0.00743 **
## FormCream
## FormLiquid (Drink)
                      0.16081
                                  0.07950
                                            2.023 0.04417 *
## IndicationOn Label
                      0.17707
                                  0.07396
                                            2.394 0.01740 *
                                  0.06627
                                          -3.313 0.00106 **
## TypeRX
                      -0.21956
## ---
## Signif. codes:
                  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 0.448 on 249 degrees of freedom
## Multiple R-squared: 0.8461, Adjusted R-squared: 0.8424
## F-statistic: 228.1 on 6 and 249 DF, p-value: < 2.2e-16
```

Variables removed: FormLiquid(Inject), FormOther FormTablet, Price, Reviews

```
## [1] 324.3032
BIC(model_6)
## [1] 352.6646
```

PRELIMINARY RESULTS

Backwards Elimination

Using backwards elimination a final model we selected consist of 6 predictors: EaseOfUse, Effective,FormCream,Form Liquid(Drink),Indication(On Label),Type(RX)

Potential Outliers

No major outliers from cooks distance, the ones from Jackknife and leverage we deemed to be feasible and decided not to remove them

No collinearity

All VIF values < 10.

Final Model

From our model we can say that the EaseOfUse, Effectiveness, Form(cream and liquid), Indication(on Label), Type(Rx) factors that contribute most to user satisfaction of pharmaceutical drugs

84% of the customer's satisfaction is accounted for by Ease OfUse, Effectiveness, Form, Indication and Type.





Satisfaction = -049258 + 0.11392(EaseOfUse) +0.90651(Effective) + 0.20885 (FormCream) + 0.16081(FormLiquid (Drink)) + 0.17707 (IndicationOn Label) - 0.21956(TypeRX)



DIFFICULTY ENCOUNTERS

Normality violation want to look back and try to find a solution

Rcode was having issues maybe due to operating system between us

RESOURCES



"Most Expensive Drugs in the US in 2023." Fierce Pharma, www.fiercepharma.com/special-reports/priciest-drugs-2023.

https://www.kaggle.com/datasets/thedevastator/drug-performance-evaluation



