NAME: AMMAAR AHMAD

ROLL NO: 1801CS08

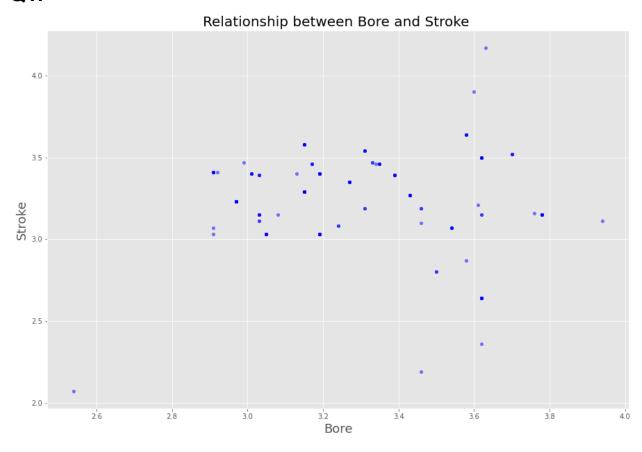
CS575 - LAB3

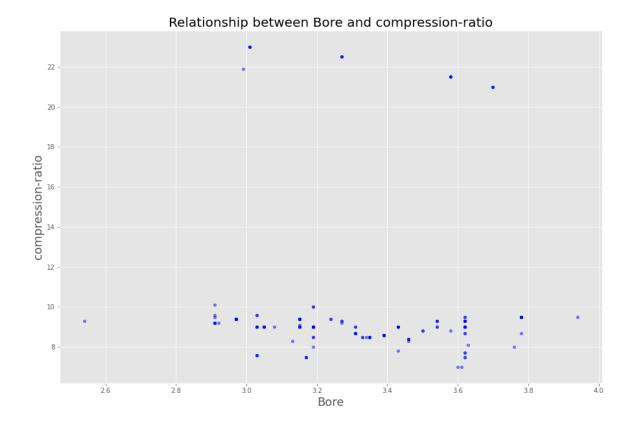
Colab Link -

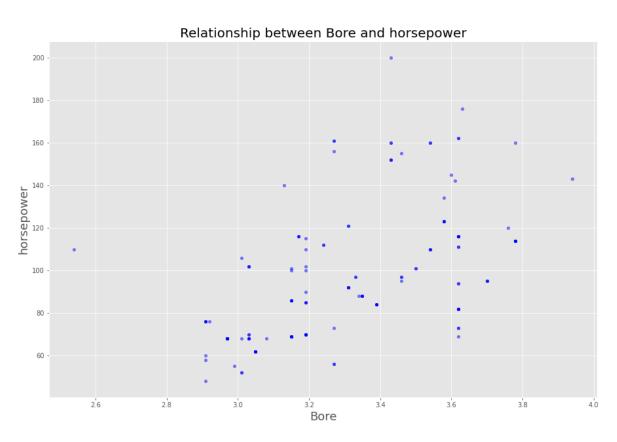
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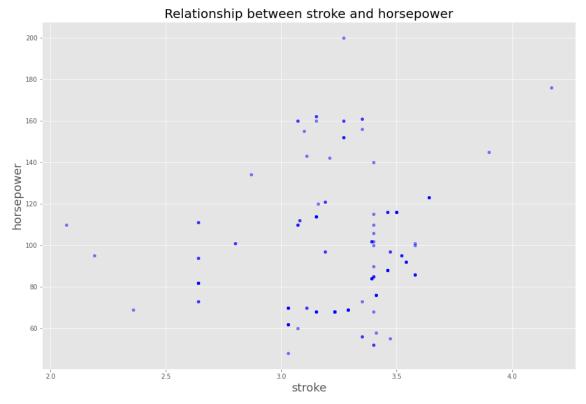
Task 1

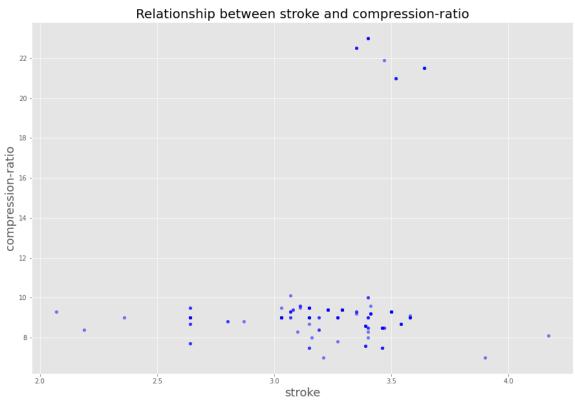
Q1.

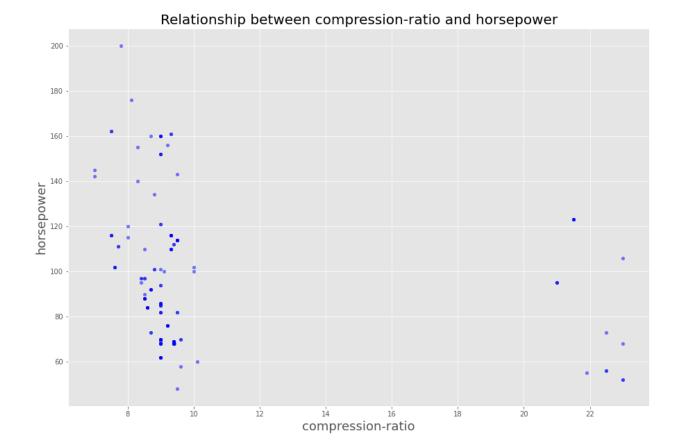




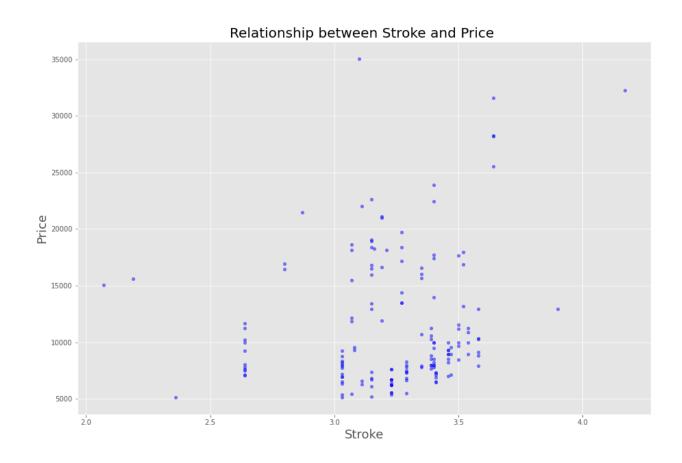








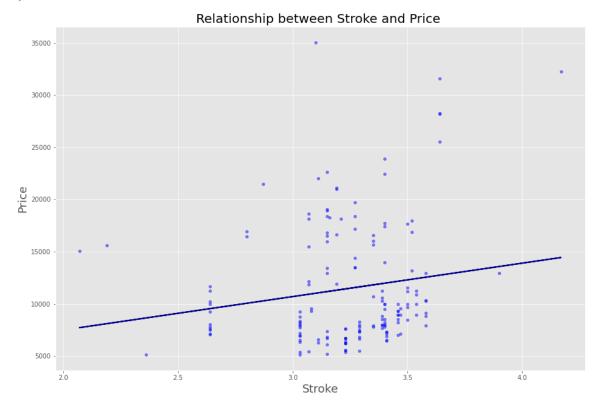
Q2.
Correlation Coefficient between Stroke and Price =
0.16066434143610164



Q3.

Pearson's correlation coefficient: 0.7344189369206997 and p-value is: 3.221918254220027e-28

Q4.



Q5.

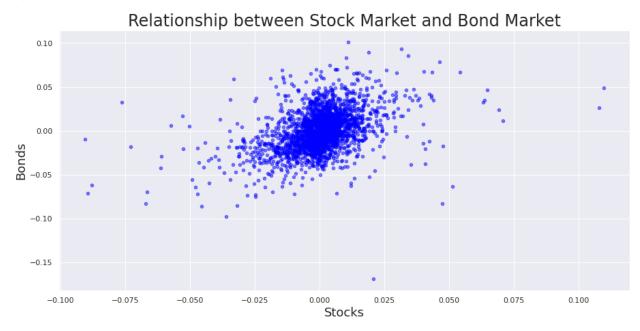


Task 2

Q1. Merged (in Colab)

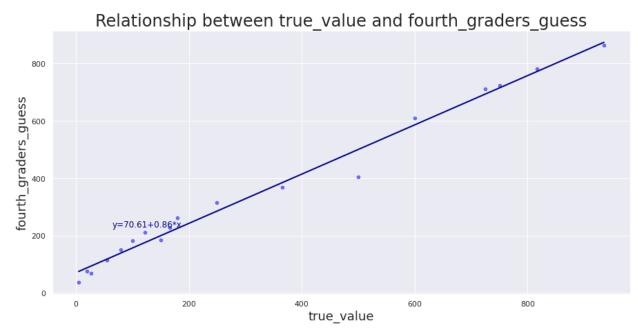
Q2. Correlation of stocks and bonds: 0.4119448886249272

Q3.



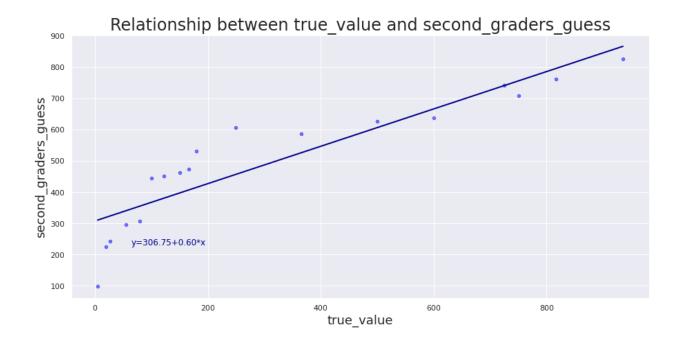
Task 3

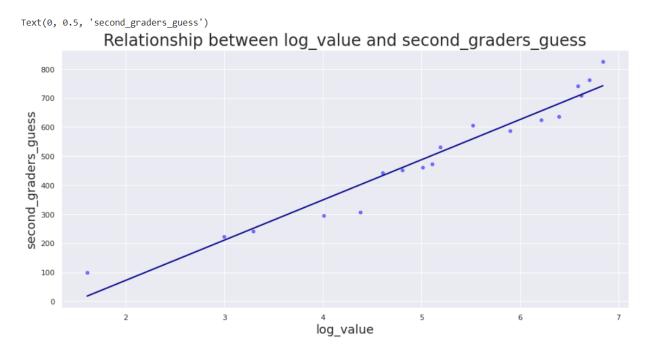
Q1.



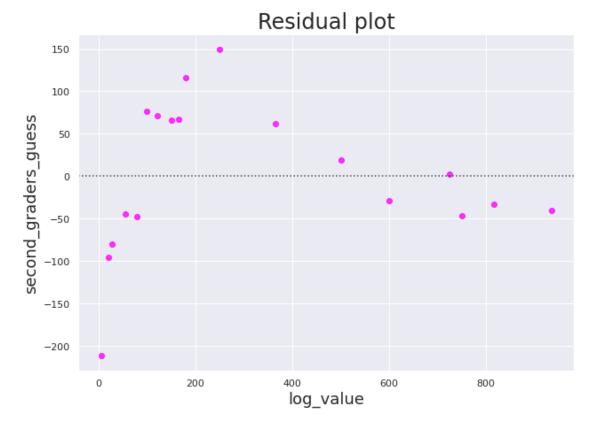
Explanation - There is a linear relationship between true_value and fourth_graders_guess as evident from a plot

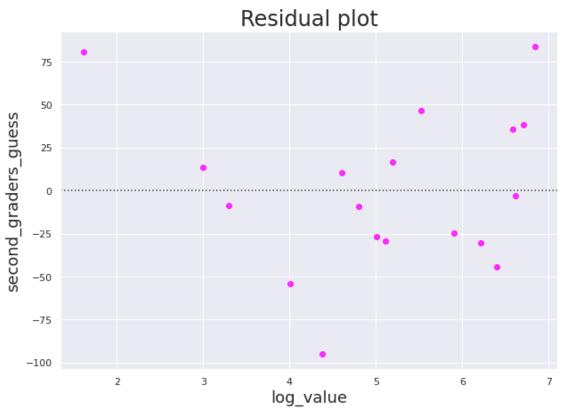
Q2. Linear regression is not a correct relationship between true_value and second_graders_guess as evident from a plot





Transformation of true_value to log(true_value) leads to linear relationship and second_graders_guess as evident from a second plot Residual Plots of Untransformed and Transformed Value is below





Q3. Residual Plots shows that after transformation residual it is more evenly distributed Second_graders presumes numbers in logarithmic scale whereas fourth_graders presumes number in linear scale

Task 4

Q1.



Maruti Stocks VWAP has been in increase in the last few years whereas others are more or less stable. This is due to less number of stocks available for sale.

Q2.



Cipla and Maruti Stocks are very strongly correlated (0.78) whereas Maruti and TataMotors are negatively correlated (0.35) as they are both in competition in Motor Vehicles