

Regression Models Course Project

aps2201

August 31, 2017

Overview

In this project we want to see two things:

- Is an automatic or manual transmission better for MPG?
- The MPG difference between automatic and manual transmissions

First, we need to look at the `mtcars` dataset

```
summary(mtcars)
```

```
##      mpg          cyl          disp          hp
##  Min.   :10.40   Min.   :4.000   Min.    : 71.1   Min.    : 52.0
##  1st Qu.:15.43   1st Qu.:4.000   1st Qu.:120.8   1st Qu.: 96.5
##  Median :19.20   Median :6.000   Median :196.3   Median :123.0
##  Mean   :20.09   Mean   :6.188   Mean   :230.7   Mean   :146.7
##  3rd Qu.:22.80   3rd Qu.:8.000   3rd Qu.:326.0   3rd Qu.:180.0
##  Max.   :33.90   Max.   :8.000   Max.   :472.0   Max.   :335.0
##      drat          wt          qsec          vs
##  Min.    :2.760   Min.    :1.513   Min.    :14.50   Min.    :0.0000
##  1st Qu.:3.080   1st Qu.:2.581   1st Qu.:16.89   1st Qu.:0.0000
##  Median :3.695   Median :3.325   Median :17.71   Median :0.0000
##  Mean   :3.597   Mean   :3.217   Mean   :17.85   Mean   :0.4375
##  3rd Qu.:3.920   3rd Qu.:3.610   3rd Qu.:18.90   3rd Qu.:1.0000
##  Max.   :4.930   Max.   :5.424   Max.   :22.90   Max.   :1.0000
##      am          gear          carb
##  Min.    :0.0000   Min.    :3.000   Min.    :1.000
##  1st Qu.:0.0000   1st Qu.:3.000   1st Qu.:2.000
##  Median :0.0000   Median :4.000   Median :2.000
##  Mean   :0.4062   Mean   :3.688   Mean   :2.812
##  3rd Qu.:1.0000   3rd Qu.:4.000   3rd Qu.:4.000
##  Max.   :1.0000   Max.   :5.000   Max.   :8.000
```

The `vs` and `am` are not supposed to be numeric, since they are actually codes for V/S and automatic/manual respectively.

Lets fix that

```
mtcars = mtcars %>%
  mutate(vs = ifelse(vs == "0","V","S"),am = ifelse(am == "0","automatic","manual")) %>%
  mutate(vs = factor(vs,levels=c("V","S")),am = factor(am,levels = c("automatic","manual")))
```

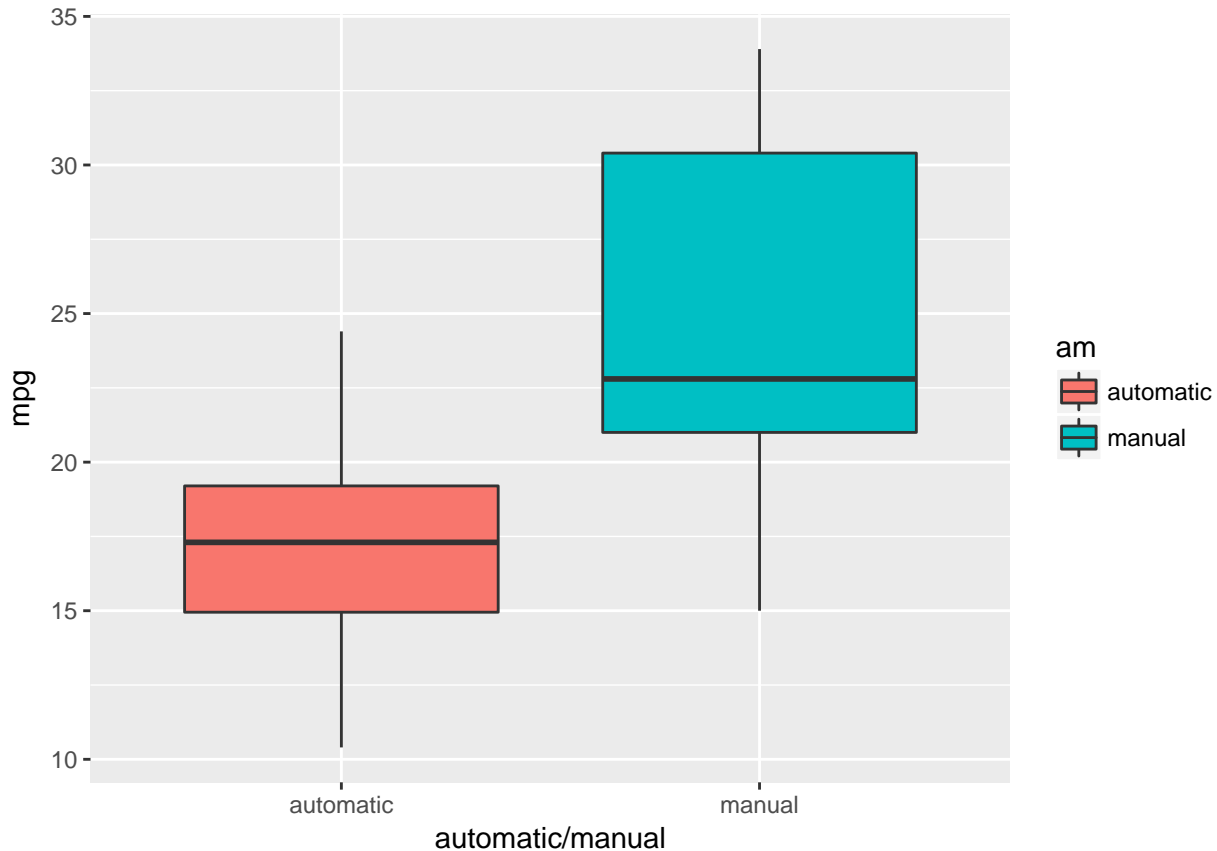
```
summary(mtcars)[,8:9]
```

```
## vs      am
## V:18  automatic:19
## S:14  manual   :13
##
##
##
```

```
##
```

ok, now we need to answer the question *Is an automatic or manual transmission better for MPG?*, to do this we can explore this by plotting the mpg with the transmission type.

```
amformpg
```



Now we can see that from miles per gallon (mpg) automatic seems to be the more gas guzzling compared to manual. Hence, manual is seemingly better compared to automatic regarding mpg.

Ok, this gives us a general idea, we need to look at the correlation table to see how it actually correlates, for this we need to convert the factors back to numeric for the `cor()` function to read.

```
##      [,1] [,2]      [,3]      [,4]
## [1,] "mpg" "cyl"      "disp"      "hp"
## [2,] "1"   "-0.852161959426613" "-0.847551379262479" "-0.776168371826586"
##      [,5]      [,6]      [,7]
## [1,] "drat"      "wt"      "qsec"
## [2,] "0.681171907806749" "-0.867659376517228" "0.418684033921778"
##      [,8]      [,9]      [,10]
## [1,] "vs"      "am"      "gear"
## [2,] "0.664038919127593" "0.599832429454648" "0.480284757338842"
##      [,11]
## [1,] "carb"
## [2,] "-0.550925073902459"
```

By the looks of of the correlation table there are some outstanding numbers for the mpg correlations, we can figure that:

1. The lower the cylinder number the better its mpg.

2. The lower the displacement the better its mpg.
3. The lower the horse power the better its mpg.
4. The lower the weight the better its mpg.

automatic:

```
##      mpg      cyl      disp      hp
## Min.   :10.40  Min.   :4.000  Min.   :120.1  Min.   : 62.0
## 1st Qu.:14.95  1st Qu.:6.000  1st Qu.:196.3  1st Qu.:116.5
## Median :17.30  Median :8.000  Median :275.8  Median :175.0
## Mean   :17.15  Mean   :6.947  Mean   :290.4  Mean   :160.3
## 3rd Qu.:19.20  3rd Qu.:8.000  3rd Qu.:360.0  3rd Qu.:192.5
## Max.   :24.40  Max.   :8.000  Max.   :472.0  Max.   :245.0
##      drat      wt      qsec      vs      am
## Min.   :2.760  Min.   :2.465  Min.   :15.41  V:12  automatic:19
## 1st Qu.:3.070  1st Qu.:3.438  1st Qu.:17.18  S: 7   manual   : 0
## Median :3.150  Median :3.520  Median :17.82
## Mean   :3.286  Mean   :3.769  Mean   :18.18
## 3rd Qu.:3.695  3rd Qu.:3.842  3rd Qu.:19.17
## Max.   :3.920  Max.   :5.424  Max.   :22.90
##      gear      carb
## Min.   :3.000  Min.   :1.000
## 1st Qu.:3.000  1st Qu.:2.000
## Median :3.000  Median :3.000
## Mean   :3.211  Mean   :2.737
## 3rd Qu.:3.000  3rd Qu.:4.000
## Max.   :4.000  Max.   :4.000
```

manual:

```
##      mpg      cyl      disp      hp
## Min.   :15.00  Min.   :4.000  Min.   : 71.1  Min.   : 52.0
## 1st Qu.:21.00  1st Qu.:4.000  1st Qu.: 79.0  1st Qu.: 66.0
## Median :22.80  Median :4.000  Median :120.3  Median :109.0
## Mean   :24.39  Mean   :5.077  Mean   :143.5  Mean   :126.8
## 3rd Qu.:30.40  3rd Qu.:6.000  3rd Qu.:160.0  3rd Qu.:113.0
## Max.   :33.90  Max.   :8.000  Max.   :351.0  Max.   :335.0
##      drat      wt      qsec      vs      am
## Min.   :3.54  Min.   :1.513  Min.   :14.50  V:6   automatic: 0
## 1st Qu.:3.85  1st Qu.:1.935  1st Qu.:16.46  S:7   manual   :13
## Median :4.08  Median :2.320  Median :17.02
## Mean   :4.05  Mean   :2.411  Mean   :17.36
## 3rd Qu.:4.22  3rd Qu.:2.780  3rd Qu.:18.61
## Max.   :4.93  Max.   :3.570  Max.   :19.90
##      gear      carb
## Min.   :4.000  Min.   :1.000
## 1st Qu.:4.000  1st Qu.:1.000
## Median :4.000  Median :2.000
## Mean   :4.385  Mean   :2.923
## 3rd Qu.:5.000  3rd Qu.:4.000
## Max.   :5.000  Max.   :8.000
```

So, now that we have proof on our assumption, we need to fit a regression model to the correlation.

Remember, we are just looking for mpg difference for automatic and manual (am), so we should build a basemodel that models the relation between those two variables. Here, we name them `basemodel` with `lm(mpg ~ am, data=mtcars)` as the model.

This is what it looks like:

```
basemodel

##
## Call:
## lm(formula = mpg ~ am, data = mtcars)
##
## Coefficients:
## (Intercept)          am
##      17.147         7.245

initialmodel

##
## Call:
## lm(formula = mpg ~ ., data = mtcars)
##
## Coefficients:
## (Intercept)      cyl      disp      hp      drat
##  12.30337   -0.11144   0.01334  -0.02148   0.78711
##      wt      qsec      vs      am      gear
##  -3.71530   0.82104   0.31776   2.52023   0.65541
##      carb
##  -0.19942

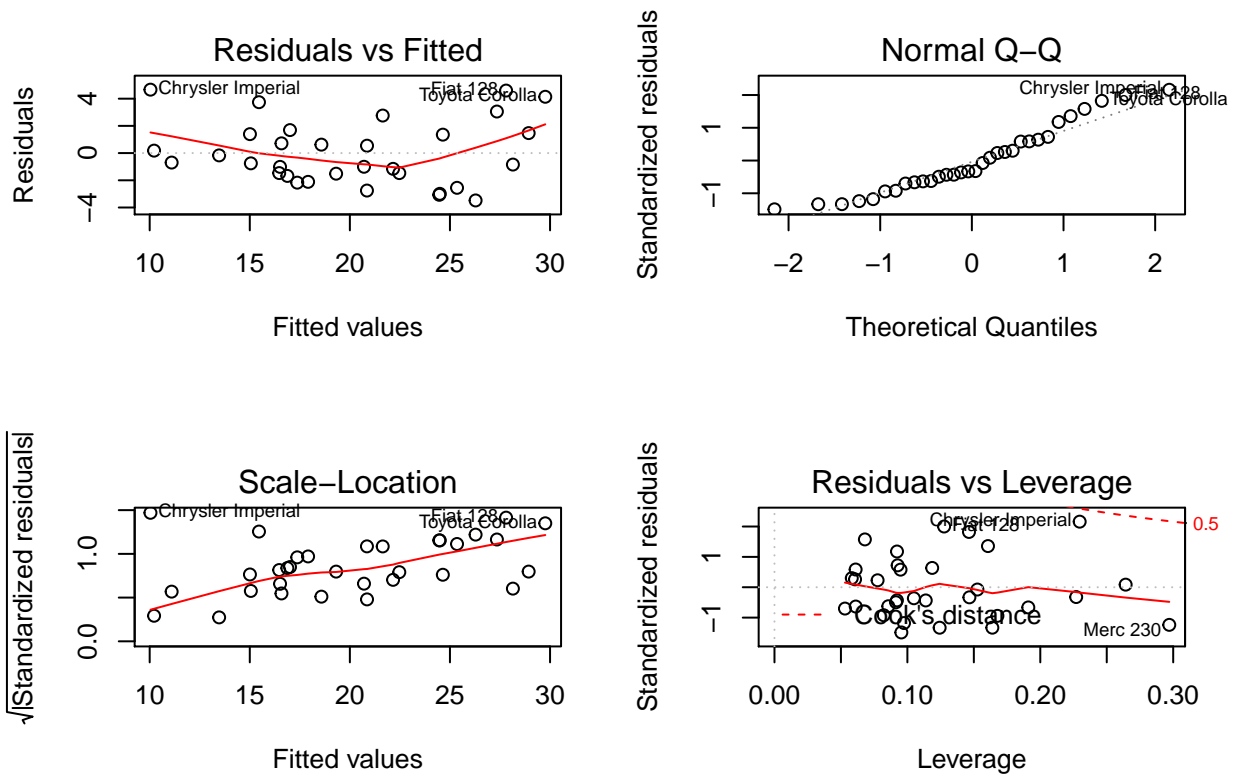
bestmodel

##
## Call:
## lm(formula = mpg ~ wt + qsec + am, data = mtcars)
##
## Coefficients:
## (Intercept)      wt      qsec      am
##      9.618     -3.917     1.226     2.936

anova(basemodel, bestmodel)

## Analysis of Variance Table
##
## Model 1: mpg ~ am
## Model 2: mpg ~ wt + qsec + am
##   Res.Df    RSS Df Sum of Sq    F    Pr(>F)
## 1      30 720.90
## 2      28 169.29  2    551.61 45.618 1.55e-09 ***
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1

par(mfrow=c(2, 2))
plot(bestmodel)
```



```
t.test(mpg ~ am, data = mtcars)
```

```
##
## Welch Two Sample t-test
##
## data: mpg by am
## t = -3.7671, df = 18.332, p-value = 0.001374
## alternative hypothesis: true difference in means is not equal to 0
## 95 percent confidence interval:
## -11.280194 -3.209684
## sample estimates:
## mean in group automatic mean in group manual
## 17.14737 24.39231
```