

To find the best suitable model for the given Problem Statement and to predict profitability

Dataset of the statement

R&D Spend	Administration	Marketing Spend	State	Profit
165349.2	136897.8	471784.1	New York	192261.8
162597.7	151377.59	443898.53	California	191792.1
153441.51	101145.55	407934.54	Florida	191050.4
144372.41	118671.85	383199.62	New York	182902
142107.34	91391.77	366168.42	Florida	166187.9
131876.9	99814.71	362861.36	New York	156991.1
134615.46	147198.87	127716.82	California	156122.5
130298.13	145530.06	323876.68	Florida	155752.6
120542.52	148718.95	311613.29	New York	152211.8
123334.88	108679.17	304981.62	California	149760
101913.08	110594.11	229160.95	Florida	146122
100671.96	91790.61	249744.55	California	144259.4
93863.75	127320.38	249839.44	Florida	141585.5
91992.39	135495.07	252664.93	California	134307.4
119943.24	156547.42	256512.92	Florida	132602.7
114523.61	122616.84	261776.23	New York	129917
78013.11	121597.55	264346.06	California	126992.9
94657.16	145077.58	282574.31	New York	125370.4
91749.16	114175.79	294919.57	Florida	124266.9
86419.7	153514.11	0	New York	122776.9
76253.86	113867.3	298664.47	California	118474
78389.47	153773.43	299737.29	New York	111313
73994.56	122782.75	303319.26	Florida	110352.3
67532.53	105751.03	304768.73	Florida	108734
77044.01	99281.34	140574.81	New York	108552
64664.71	139553.16	137962.62	California	107404.3
75328.87	144135.98	134050.07	Florida	105733.5
72107.6	127864.55	353183.81	New York	105008.3
66051.52	182645.56	118148.2	Florida	103282.4
65605.48	153032.06	107138.38	New York	101004.6
61994.48	115641.28	91131.24	Florida	99937.59
61136.38	152701.92	88218.23	New York	97483.56
63408.86	129219.61	46085.25	California	97427.84
55493.95	103057.49	214634.81	Florida	96778.92
46426.07	157693.92	210797.67	California	96712.8
46014.02	85047.44	205517.64	New York	96479.51
28663.76	127056.21	201126.82	Florida	90708.19
44069.95	51283.14	197029.42	California	89949.14
20229.59	65947.93	185265.1	New York	81229.06
38558.51	82982.09	174999.3	California	81005.76
28754.33	118546.05	172795.67	California	78239.91

27892.92	84710.77	164470.71	Florida	77798.83
23640.93	96189.63	148001.11	California	71498.49
15505.73	127382.3	35534.17	New York	69758.98
22177.74	154806.14	28334.72	California	65200.33
1000.23	124153.04	1903.93	New York	64926.08
1315.46	115816.21	297114.46	Florida	49490.75
0	135426.92	0	California	42559.73
542.05	51743.15	0	New York	35673.41
0	116983.8	45173.06	California	14681.4

Model	r_score
Multiple linear regression	0.9358680970046243

Support vector machine

s.no	Hyper parameter	Linear	Rbf	Poly	Sigmoid
1	C=0.1	0.9375216516281204	-0.057469387821565965	-0.056824517369874705	-0.05748758102694351
2	C = 1 (default value)	0.8950779235664468	-0.05731730927224388	-0.050890117824376135	-0.0574991971677592
3	C = 10	-2.4372150243234123	-0.055800922934202024	0.02531238887543097	-0.05761538606317651
4	C = 100	-357.07951114177723	-0.03023555979437731	0.46566263381175776	-0.05878002374292657
5	C= 500	Increasing in negative value	0.050018181433489683	0.620773805058096	-0.06401665700120085
6	C = 1000		0.16060029222433436	0.6403239377679872	-0.070701273098142
7	C = 2000		0.2883954414009646	0.6717477146409396	-0.08453325370568487

The support vector machine's highest r_score value is 0.9375216516281204 using a linear hyperparameter C=0.1.

Decision Tree

s.no	Criterion	Splitter	max_features	r_score
1	Squared_Error	best	auto	0.611573845
2			sqrt	0.538276136
3			log2	0.436129483
4		random	auto	0.683968153
5			sqrt	0.508036926
6			log2	0.378445582
7	Friedman_Mse	best	auto	0.521732947
8			sqrt	-0.16855781
9			log2	0.7119046
10		random	auto	0.520327763
11			sqrt	0.051820863
12			log2	0.257659282
13	Absolute_Error	best	auto	0.606406558
14			sqrt	0.157994284
15			log2	0.529032249
16		random	auto	0.481981111
17			sqrt	0.173347969
18			log2	0.103136995
19	Poisson	best	auto	0.562251011
20			sqrt	0.538079847
21			log2	0.232578341
22		random	auto	0.546943685
23			sqrt	0.521352737
24			log2	0.60677934

- The Decision Tree's highest r_score value is 0.683968153 using hyperparameter Criterion = Squared_Error , Splitter= random, max_features=auto
- The r_score value for the same hyperparameter was fluctuating constantly. Once more running the programme with the same hyperparameter

Random Forest

s.no	Criterion	N_Estimators	Max_Features	r_score
1	Squared_Error	10	sqrt	0.519141672
2			log2	0.519141672
3			auto	0.925277279
4		50	sqrt	0.683002237
5			log2	0.683002237
6			auto	0.944633639
7		100	sqrt	0.75915045
8			log2	0.75915045
9			auto	0.946004355
10	Absolute_Error	10	sqrt	0.721083996
11			log2	0.721083996
12			auto	0.928182284
13		50	sqrt	0.722235187
14			log2	0.722235187
15			auto	0.940193525
16		100	sqrt	0.785748335
17			log2	0.785748335
18			auto	0.945909746
19	Friedman_Mse	10	sqrt	0.527283
20			log2	0.527283
21			auto	0.920668118
22		50	sqrt	0.688918213
23			log2	0.688918213
24			auto	0.938895763
25		100	sqrt	0.760859221
26			log2	0.760859221
27			auto	0.941270197
28	Poisson	10	sqrt	0.752059569
29			log2	0.752059569
30			auto	0.930486613
31		50	sqrt	0.720862467
32			log2	0.720862467
33			auto	0.946354971
34		100	sqrt	0.771764207
35			log2	0.771764207
36			auto	0.941388942

- The Random forest's highest r_score value is 0.946354971 using hyperparameter Criterion = Poisson, n_estimators=50, max_features=auto

Conclusion

S.No	Model	r_score
1	multiple linear regression	0.9358680970046243
2	support vector machine	0.9375216516281204
3	decision tree	0.683968153
4	random forest	0.946354971

As a result, **random forest** is the finalised and has the **greatest r_score value**.