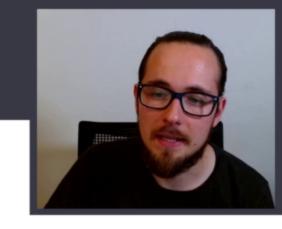


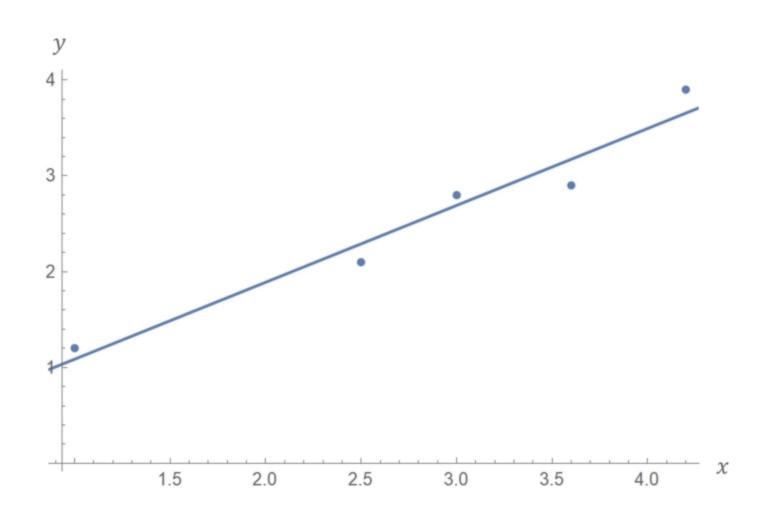
Find fit

$$y = n + mx$$

· By minimizing error

$$\Delta = \sum_{i=1}^{5} (n + mx^{(i)} - y^{(i)})^2$$





Find fit

$$y = n + mx$$

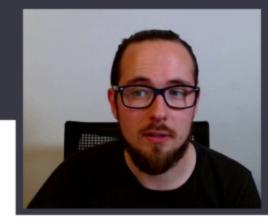
· By minimizing error

$$\Delta = \sum_{i=1}^{5} (n + mx^{(i)} - y^{(i)})^2$$

#### Problem can be difficult: many variables

$x_1$	Per capita crime rate by town		0.03237
$x_2$	Proportion of residential land zoned for lots over 25000 square feet		0
$x_3$	Proportion of non-retail business acres per town		2.18
$x_4$	Charles River dummy variable (1 if tract bounds river, 0 otherwise)		0
$x_5$	Nitrogen oxide concentration (parts per 10 million)		0.458
$x_6$	Average number of rooms per dwelling		6.998
$x_7$	Proportion of owner-occupied units built prior to 1940		45.8
$x_8$	Weighted mean of distances to five Boston employment centers		6.0622
$x_9$	Index of accessibility to radial highways		3
$x_{10}$	Full-value property-tax rater per \$10000	0	222
$x_{11}$	Pupil-teacher ratio by town		18.7
$x_{12}$	1000(Bk-0.63)^2 where Bk is the proportion of Black or African-American residents by	town	394.63
$x_{13}$	Lower status of the population (percent)		2.94

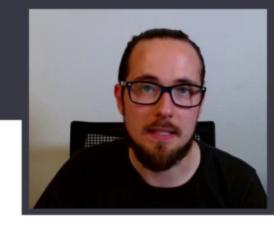
$$y = n + \overrightarrow{m} \cdot \overrightarrow{x}$$



#### Problem can be difficult: many variables

$x_1$	Per capita crime rate by town	0.03237
$x_2$	Proportion of residential land zoned for lots over 25000 square feet	0
$x_3$	Proportion of non-retail business acres per town	2.18
$x_4$	Charles River dummy variable (1 if tract bounds river, 0 otherwise)	0
$x_5$	Nitrogen oxide concentration (parts per 10 million)	0.458
$x_6$	Average number of rooms per dwelling	6.998
$x_7$	Proportion of owner-occupied units built prior to 1940	45.8
$x_8$	Weighted mean of distances to five Boston employment centers	6.0622
$x_9$	Index of accessibility to radial highways	3
$x_{10}$	Full-value property-tax rater per \$10000	222
$x_{11}$	Pupil-teacher ratio by town	18.7
$x_{12}$	1000(Bk-0.63)^2 where Bk is the proportion of Black or African-American residents by town	394.63
$x_{13}$	Lower status of the population (percent)	2.94

$$y = m_0 + m_1 x_1 + \dots + m_{13} x_{13}$$



#### Problem can be difficult: many variables

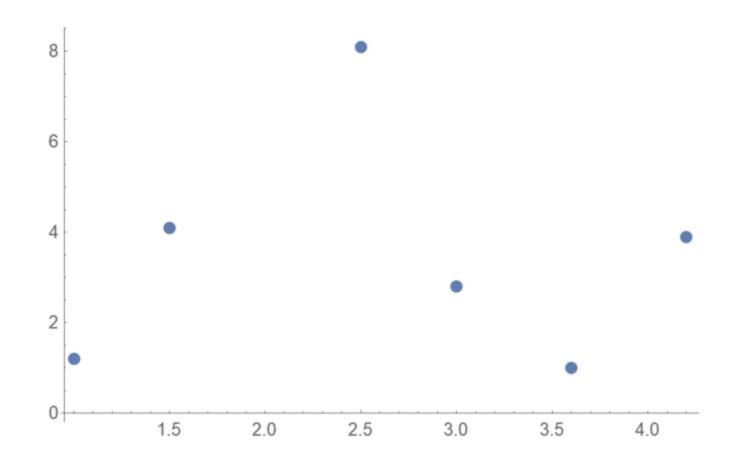
$x_1$	Per capita crime rate by town	0.03237
$x_2$	Proportion of residential land zoned for lots over 25000 square feet	0
$x_3$	Proportion of non-retail business acres per town	2.18
$x_4$	Charles River dummy variable (1 if tract bounds river, 0 otherwise)	0
$x_5$	Nitrogen oxide concentration (parts per 10 million)	0.458
$x_6$	Average number of rooms per dwelling	6.998
$x_7$	Proportion of owner-occupied units built prior to 1940	45.8
$x_8$	Weighted mean of distances to five Boston employment centers	6.0622
$x_9$	Index of accessibility to radial highways	3
$x_{10}$	Full-value property-tax rater per \$10000	222
$x_{11}$	Pupil-teacher ratio by town	18.7
$x_{12}$	1000(Bk-0.63)^2 where Bk is the proportion of Black or African-American residents by town	394.63
$x_{13}$	Lower status of the population (percent)	2.94

$$y = m_0 + m_1 x_1 + \dots + m_{13} x_{13}$$

$$\Delta = \sum_{i=1}^{5} (m_0 + m_1 x_1^{(i)} + \dots + m_{13} x_{13}^{(i)} - y^{(i)})^2$$

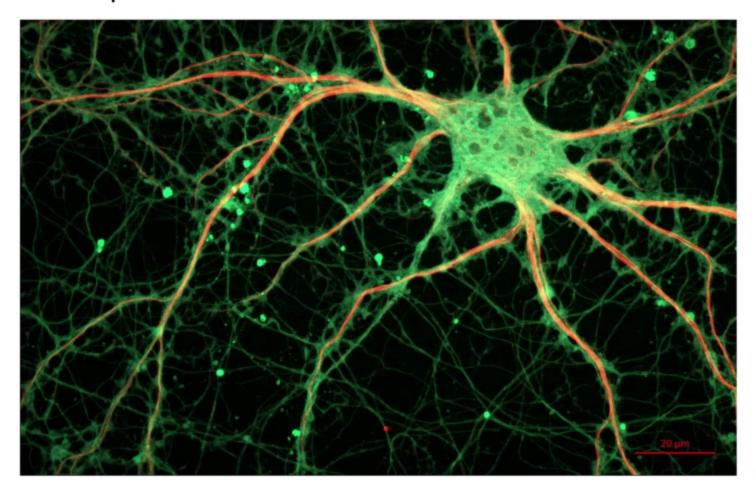


· Problem can be difficult: non-linear behavior



#### Neural networks

• Best problem solver: our brain!



https://commons.wikimedia.org/wiki/File:Culture d\_Rat\_Hippocampal\_Neuron\_(24327909026).jpg

### Neural networks

