

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
```

```
dataset = pd.read_excel('/advertising_sales_data.xlsx')
```

```
print(dataset.info())
```

```
→ <class 'pandas.core.frame.DataFrame'>
RangeIndex: 200 entries, 0 to 199
Data columns (total 5 columns):
 #   Column      Non-Null Count  Dtype  
--- 
 0   Campaign    200 non-null    object  
 1   TV          200 non-null    float64 
 2   Radio        198 non-null    float64 
 3   Newspaper   200 non-null    float64 
 4   Sales        200 non-null    float64 
dtypes: float64(4), object(1)
memory usage: 7.9+ KB
None
```

```
dataset['Radio']=dataset['Radio'].fillna(dataset['Radio'].median())
```

+ Code

+ Text

1.) What is the average amount spent on TV advertising in the dataset?

```
print(f"average amount spent on TV advertising in the dataset: {dataset['TV'].mea
```

```
→ average amount spent on TV advertising in the dataset: 147.0425
```

2.) What is the correlation between radio advertising expenditure and product sales?

```
correlation = dataset['Radio'].corr(dataset['Sales'])
print("correlation between radio advertising expenditure and product sales:", cor
```

```
if correlation > 0.9:
    print("Very high positive correlation")
elif correlation > 0.7:
    print("High positive correlation")
elif correlation > 0.5:
    print("Moderate high positive correlation")
elif correlation > 0.3:
    print("Low positive correlation")
elif correlation > 0.0:
    print("negligible correlation")
elif correlation == 0:
    print("No correlation")
elif correlation > -0.3:
    print("Negligible correlation")
```

```

    elif correlation > -0.5:
        print("Low negative correlation")
    elif correlation > -0.7:
        print("Moderate negative correlation")
    elif correlation > -0.9:
        print("High negative correlation")
    else:
        print("Very high negative correlation.")

```

→ correlation between radio advertising expenditure and product sales: 0.349593:
Low positive correlation

3.) Which advertising medium has the highest impact on sales based on the dataset?

```

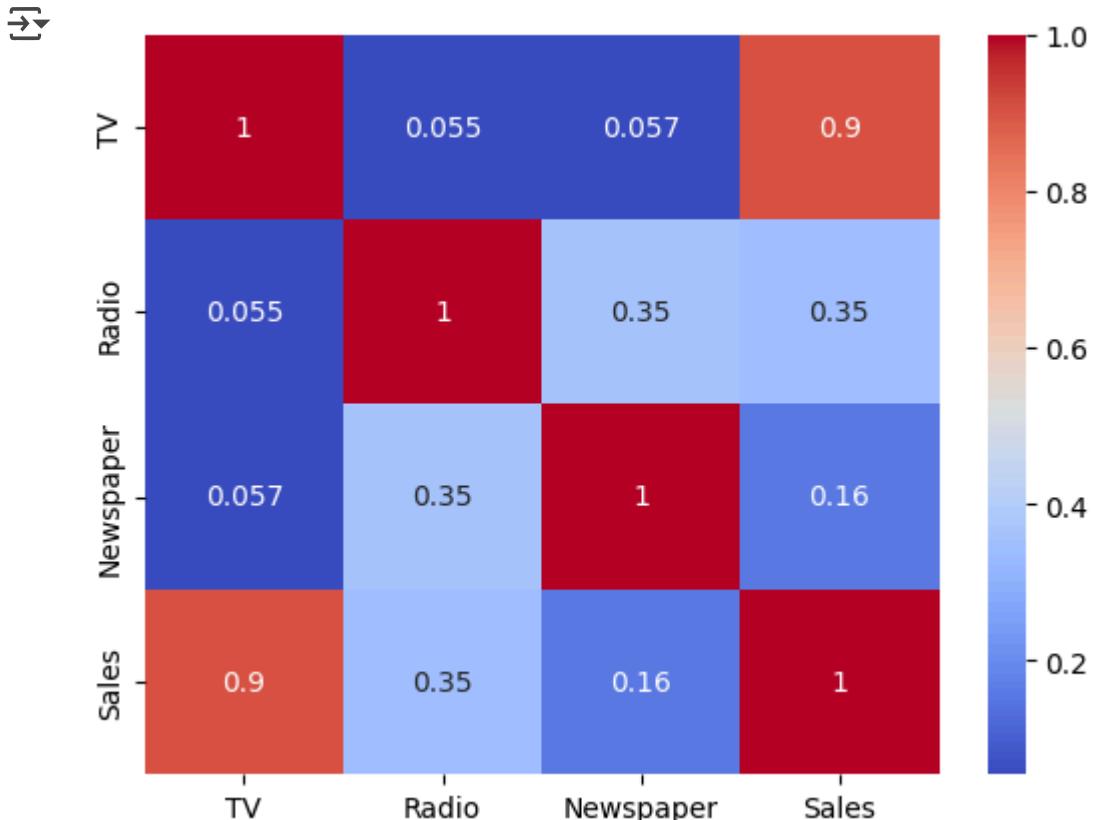
matrix = dataset.select_dtypes(include='number').corr()
sns.heatmap(matrix, annot = True, cmap='coolwarm')
plt.show()

```

```

if matrix['Sales']['TV']>matrix['Sales']['Radio'] and matrix['Sales']['TV']>matrix['Sales']['Newspaper']:
    print('TV has the highest impact on sales.')
elif matrix['Sales']['TV'] < matrix['Sales']['Radio'] and matrix['Sales']['TV']>matrix['Sales']['Newspaper']:
    print('Radio has the highest impact on sales.')
else:
    print('Newspaper has the highest impact on sales.')

```



TV has the highest impact on sales.

4.) Plot a linear regression line that includes all variables (TV, Radio, Newspaper) to predict Sales, and visualize the model's predictions against the actual sales values.

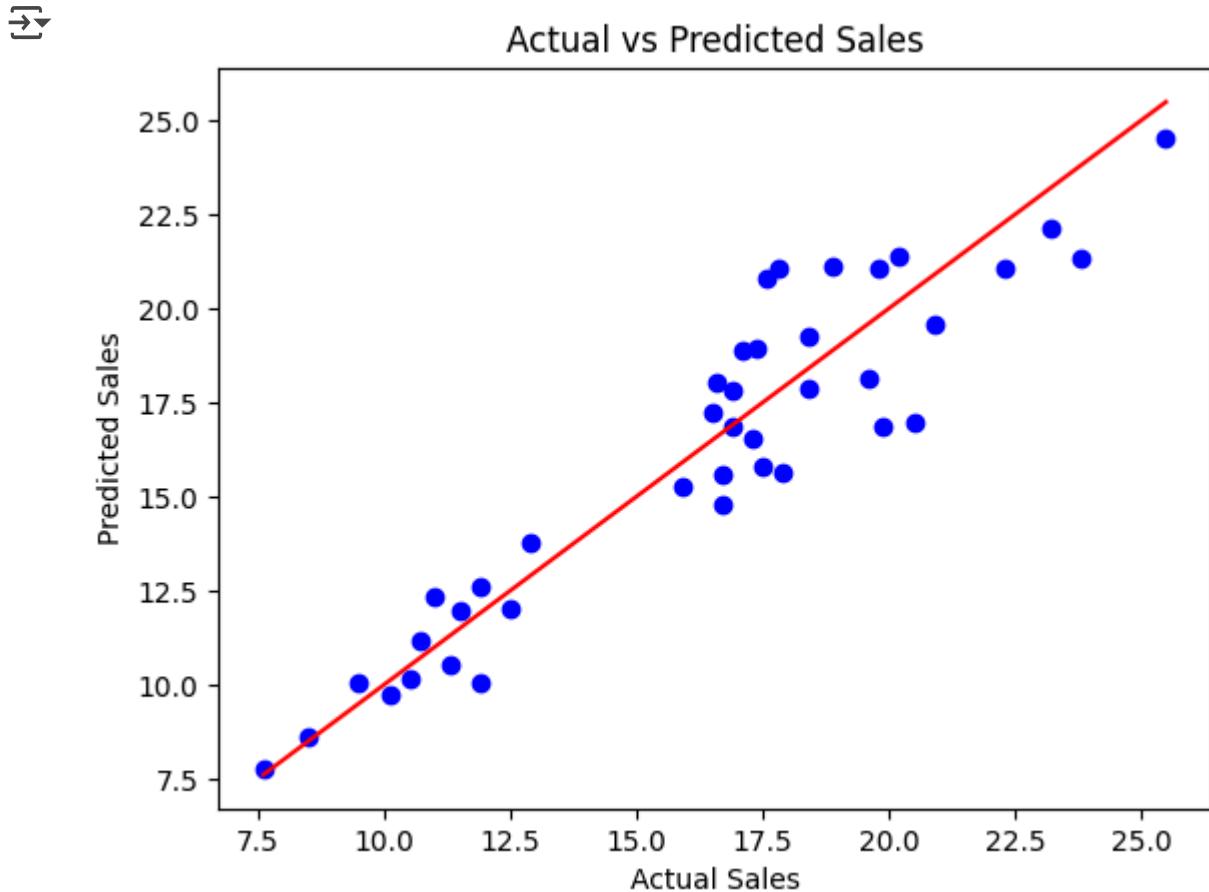
```
x = dataset.iloc[:, :-1].values  
y = dataset.iloc[:, -1]  
  
from sklearn.model_selection import train_test_split  
x_train, x_test, y_train, y_test = train_test_split(x, y, test_size = 0.2, random_state = 0)
```

```
from sklearn.linear_model import LinearRegression  
regressor = LinearRegression()  
regressor.fit(x_train, y_train)
```

```
→ ▾ LinearRegression ⓘ ⓘ  
LinearRegression()
```

```
y_pred = regressor.predict(x_test)
```

```
plt.scatter(y_test, y_pred, color='blue')  
plt.xlabel("Actual Sales")  
plt.ylabel("Predicted Sales")  
plt.title("Actual vs Predicted Sales")  
plt.plot([y_test.min(), y_test.max()], [y_test.min(), y_test.max()], color='red')  
plt.show()
```



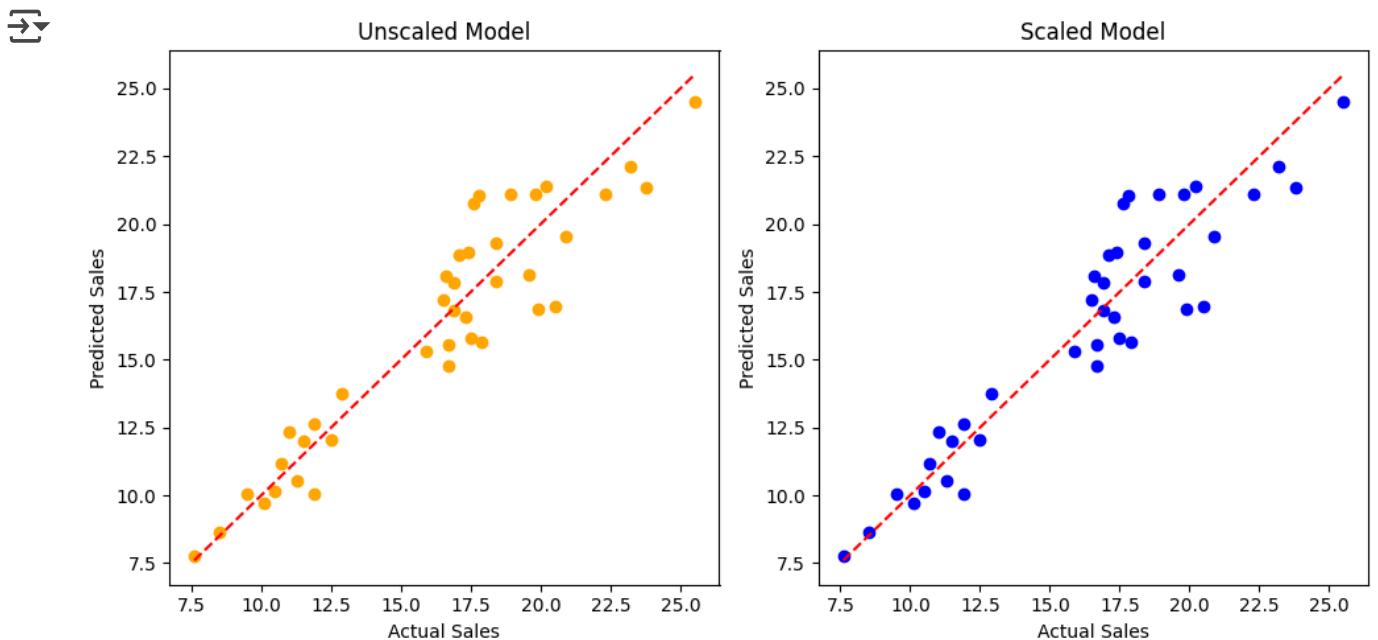
5.) How would sales be predicted for a new set of advertising expenditures: \$200 on TV, \$40 on Radio, and \$50 on Newspaper?

```
new_data = [[200, 40, 50]]  
sales_pred = regressor.predict(new_data)  
print(f"Predicted Sales: {sales_pred[0]:.2f}")
```

→ Predicted Sales: 19.73

6.) How does the performance of the linear regression model change when the dataset is normalized?

```
from sklearn.preprocessing import StandardScaler  
scaler = StandardScaler()  
x_scaled = scaler.fit_transform(x)  
  
x_train2, x_test2, y_train2, y_test2 = train_test_split(x_scaled, y, test_size=0.  
reg = LinearRegression()  
reg.fit(x_train2, y_train2)  
y_pred2 = reg.predict(x_test2)  
  
plt.figure(figsize=(10, 5))  
  
# Unscaled plot  
plt.subplot(1, 2, 1)  
plt.scatter(y_test, y_pred, color='orange')  
plt.plot([y_test.min(), y_test.max()], [y_test.min(), y_test.max()], 'r--')  
plt.xlabel("Actual Sales")  
plt.ylabel("Predicted Sales")  
plt.title("Unscaled Model")  
  
# Scaled plot  
plt.subplot(1, 2, 2)  
plt.scatter(y_test2, y_pred2, color='blue')  
plt.plot([y_test2.min(), y_test2.max()], [y_test2.min(), y_test2.max()], 'r--')  
plt.xlabel("Actual Sales")  
plt.ylabel("Predicted Sales")  
plt.title("Scaled Model")  
  
plt.tight_layout()  
plt.show()
```



7.) What is the impact on the sales prediction when only radio and newspaper advertising expenditures are used as predictors?

```
x2 = dataset.iloc[:, 2:-1].values
y2 = dataset.iloc[:, -1]
```

```
x2_train, x2_test, y2_train, y2_test = train_test_split(x2, y2, test_size = 0.2,
reg2 = LinearRegression()
reg2.fit(x2_train, y2_train)
y2_pred = reg2.predict(x2_test)
```

```
plt.scatter(y2_test, y2_pred, color='green')
plt.xlabel("Actual Sales")
plt.ylabel("Predicted Sales")
plt.title("Sales Prediction (Radio + Newspaper only)")
plt.plot([y2_test.min(), y2_test.max()], [y2_test.min(), y2_test.max()], 'r--')
plt.show()
```



Sales Prediction (Radio + Newspaper only)

