

**1.From your analysis of the categorical variables from the dataset, what could you infer about their effect on the dependent variable?**

Categorical variables are : season, weekday, workingday,  
Depended variables are: weathersit, temp, humidity,  
windspeed

**2.Why is it important to use drop\_first=True during dummy variable creation?**

drop\_first=True is important to use, as it helps in reducing the extra column created during dummy variable creation. Hence it reduces the correlations created among dummy variables.

**3.Looking at the pair-plot among the numerical variables, which one has the highest correlation with the target variable?**

Temp and atemp

**4.How did you validate the assumptions of Linear Regression after building the model on the training set?**

Here we have calculated r2 score.

```
from sklearn.metrics import r2_score  
r2_score(y_test, y_test_pred)
```

**5.Based on the final model, which are the top 3 features contributing significantly towards explaining the demand of the shared bikes?**

Here are the TOP 3 Features with highest VIF

- Spring season : 1.66
- yr : 1.50
- Mist : 1.38