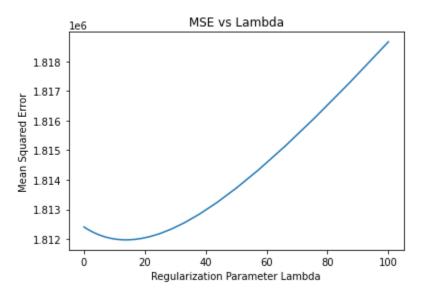
Name: Dorien Penebacker Github Username: dpenebac Purdue Username: 0031694522 Instructor: Mahsa Ghasemi

Problem2 Writeup

Finding Best Lambda:



Based on the range of Lambda values tested, the best lambda tested is 14.45439770745928, which yields an MSE of 1811976.910951057as shown on the plot above

Equation of the best fitted model:

 $y = 5112.572x_9 + -201.037x_6 + -207.151x_7 + -1331.534x_6 + 217.847x_5 + -68.753x_4 + 500.945x_3 + 74.336x_2 + -458.989x_1 + 3928.077$

The predicted price for a .25 carat, 3 cut, 3 color, 5 clarity, 60 depth, 55 table, 4 x, 3 y, and 2 z diamond would be \$442.87 which would be determined by replacing x in the equation with the respective value.

When plotting both the ridge and lasso models, it is obvious that they are very different. When using the ridge model however, we get a much better MSE vs Lambda graph that follows a more uniform model.