

Homework 4 Due date: April 13

1. Given the car price data

(<https://www.kaggle.com/hellbuoy/car-price-prediction>),

- (a) Retrieve the first two sample principal components with all the continuous variables except for *price* (*wheelbase*, *carlength*, *carwidth*, *carheight*, *curbweight*, *enginesize*, *boreratio*, *stroke*, *compressionratio*, *horsepower*, *peakrpm*, *citympg*, *highwaympg*). Make a biplot for the data. Color the points according to the categorical variable *fuelsystem* and interpret the results.
- (b) Use the 13 variables to compute the correlation coefficient r_{ij} between the i th and the j th samples. Use $1-r_{ij}$ as the distance between the two samples and conduct the classical multidimensional scaling analysis with a two-dimensional plot. Interpret the results. Color the points according to the categorical variable *fuelsystem* and Interpret the results.
- (c) Use the 13 variables to compute the Euclidean distance between the i th and the j th samples. Conduct the classical multidimensional scaling analysis with two dimensions. Compare the coordinates with PC1 and PC2 scores in (a). Verify that they are the same.