Case Study – Exploratory Data Analysis

Submitted by: Saikat Ghosh	
Due Date: 24 th August	
Date of Submission: 24th August	

Supervisor's Remarks

Late Submission:
Plagiarism:
Completeness:
Quality of Content:
Results and Interpretations:
Additional Remarks:

EXPLORATORY DATA ANALYSIS (EDA)

In statistics, exploratory data analysis (EDA) is an approach for analysing data sets to summarize their main characteristics, often with visual methods.

Exploratory data analysis was promoted by <u>John Tukey</u> to encourage statisticians to explore the data, and possibly formulate hypotheses that could lead to new data collection and experiments.

The particular graphical techniques employed in EDA are quite simple, consisting of various techniques of

- ✓ Plotting the raw data with the help of histograms, bar charts, probability plots to get the frequency distribution
- ✓ Plotting simple statistics such as mean plots, box plots, and main effects plots of the raw data to detect outliers and anomalies
- ✓ Testing the distribution of the data so that validity of the underlying assumptions can be checked

Dataset:

In order to perform EDA, We use "mtcars" dataset from R

Description:

The *Motor Trend* US magazine, and comprises fuel consumption and 10 aspects of automobile design and performance for 32 automobiles (1973–74 models).data was extracted from the 1974

A data frame with 32 observations on 11 variables.

mpg	Miles/(US) gallon
cyl	Number of cylinders
disp	Displacement (cu.in.)
hp	Gross horsepower
drat	Rear axle ratio
wt	Weight (lb/1000)
qsec	1/4 mile time
VS	V/S
am	Transmission (0 = automatic, 1 = manual)
gear	Number of forward gears
carb	Number of carburetors

Source:

Henderson and Velleman (1981), Building multiple regression models interactively. Biometrics, 37, 391-411.

1. EDA for Individual Variables

a) For Continuous Variables

In the given data set we have the following continuous variables:

- 1. mpg Miles/(US) gallon
- 2. disp Displacement
- 3. hp Gross Horsepower
- 4. drat Rear axle ratio
- 5. wt Weight (lb/1000)
- 6. $qsec \frac{1}{4}$ mile time

For the EDA of Continuous Variables, we will use the following measures/tools:

• Descriptive Statistics

Like Mean, Median, Mode etc. to get an insight about the data

- Coeffecient of Skewness > 0: +vely skewed or right skewed,
- Coeffecient of Skewness < 0: -vely skewed or left skewed, and
- Coeffecient of Skewness = 0: symmetric.

The ratio of kurtosis to its standard error can be used as a test of normality (that is, you can reject normality if the ratio is less than -2 or greater than +2).

• Histogram (Overlaid with normal probability curve)

To know about the distribution of data and compare its proximity with the normal distribution

- Q-Q Plot, KS Test and Shapiro Wilks Test
- To test whether the data is Normally distributed or not with hypotheses

H₀: Sample comes from a normal population

H₁: Sample does not comes from a normal population

• Box Plot

To know if there are any outliers in the data

• Stem and Leaf Plot

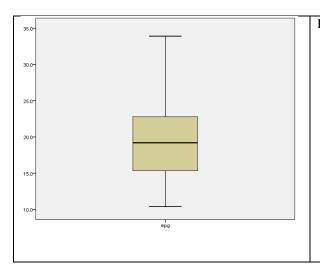
A stem-and-leaf plot is a device for presenting quantitative data in a graphical format, similar to a histogram, to assist in visualizing the shape of a distribution. The stem-and-leaf display is drawn with two columns (usually separated by a vertical line or '.'). The stems are listed to the left of the vertical line. It is important that no numbers are skipped, even if it means that some stems have no leaves. The leaves are listed in increasing order in a row to the right of each stem.

1. mpg – Miles/(US) gallon

			Statistic	Std. Error
mpg	Mean		20.091	1.0654
	95% Confidence Interval for Mean	Lower Bound	17.918	
		Upper Bound	22.264	
	5% Trimmed Mean		19.893	
	Median		19.200	
	Variance		36.324	
	Minimum		6.0269	
			10.4	
	Std. Deviation		33.9	
	Minimum		23.5	
	Interquartile Range		7.5	
	Skewness		.672	.414
	Kurtosis		022	.809

- Skewness (.672) > 0, Distribution is positively skewed.
- The ratio of kurtosis to its standard error = -0.022/0.809 = -0.0272 > -2 i,e we accept normality.

Hence the distribution follows normal distribution.



From the box plot we can observe that mpg has no outliers.

mpg Stem-and-Leaf Plot

Frequency Stem & Leaf

5.00 1.00344

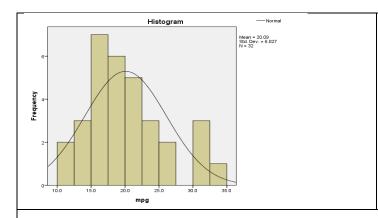
13.00 1 . 5555567788999

8.00 2.11111224

2.00 2 . 67 4.00 3 . 0023

Stem width: 10.0 Each leaf: 1 case(s) From it we can observe frequency and also we know about the shape of the Histogram.

We can also guess about the data that it follows normal distribution or not.



From the normal curve on the histogram we can conclude that it almost follow Normal Distribution.

Tests of Normality

	Kolmogo	orov-				
	Smirnov ^a		Shapiro-Wilk			
	Statistic	df	Sig.	Statistic	df	Sig.
mpg	.126	32	.200*	.948	32	.123

- *. This is a lower bound of the true significance.
- a. Lilliefors Significance Correction

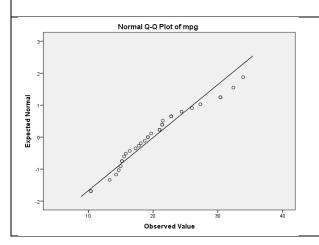
H₀: The distribution is normal

H₁: The distribution is not normal

Conclusion:

From **Kolmogorov-Smirnov** Test with Sig. = 0.20 (>0.05), we may conclude that at 5% l.o.s. H_0 is accepted i.e., "mpg" is normally distributed.

From **Shapiro-Wilk** Test with Sig. = 0.123 (>0.05), we may conclude that at 5% l.o.s. H_0 is accepted i.e., "mpg" is normally distributed



Inference: From the QQ Plot, we can observe that "mpg" is almost normally distributed.

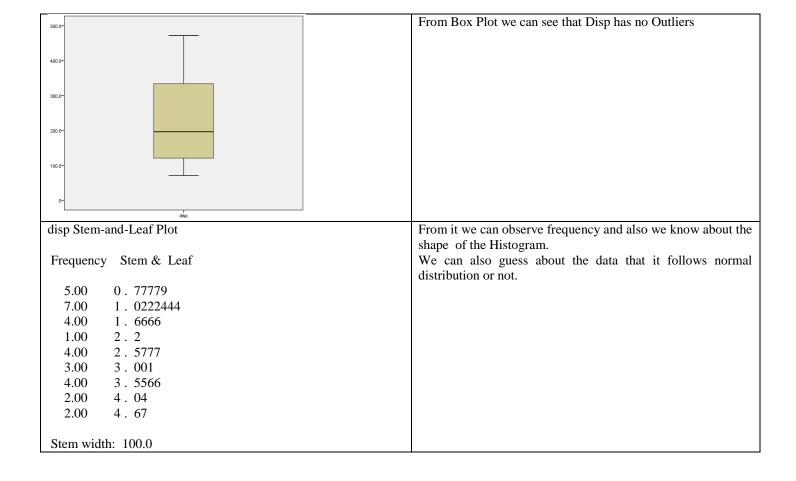
2.DISP (Displacement)

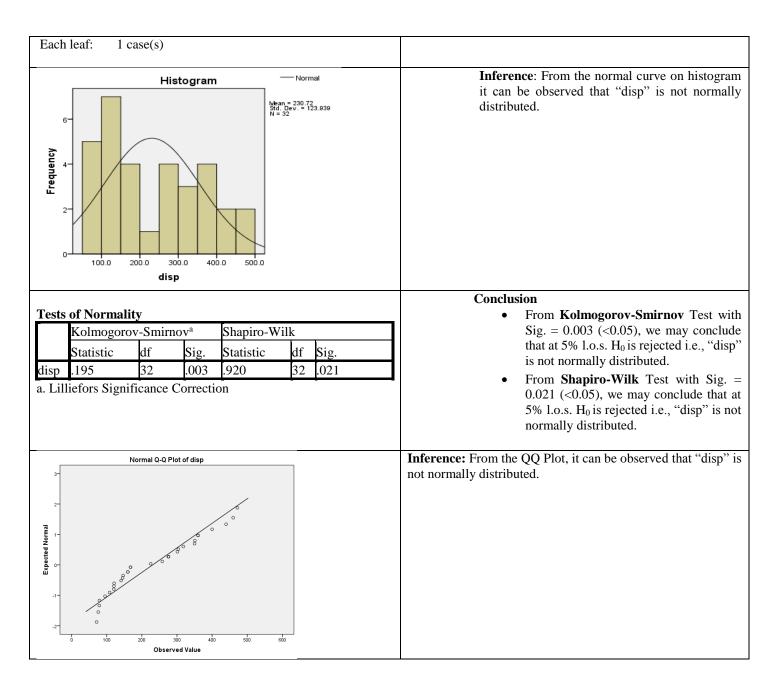
			Statistic	Std. Error
disp	Mean	_	230.722	21.9095
	95% Confidence Interval for Mean	Lower Bound	186.037	
		Upper Bound	275.407	
	5% Trimmed Mean	226.340		
	Median	196.300		
	Variance	15360.800		
	Std. Deviation	123.9387		
	Minimum	71.1		
	Maximum	472.0		
	Range	400.9		
	Interquartile Range	221.5		
	Skewness		.420	.414
	Kurtosis		-1.068	.809

Skewness (.420) > 0, Distribution is positively skewed. The ratio of kurtosis to its standard error = -1.068/.809 = -

1.3201 > -2 i,e we do not reject normality.

Hence the distribution follows normal distribution.



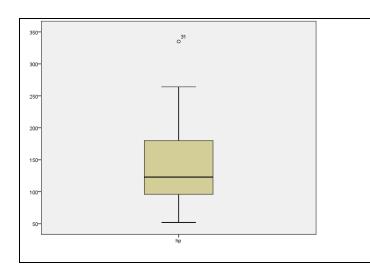


3.HP (Gross Horsepower)

Descriptives

		Statistic	Std. Error
hp	Mean	146.69	12.120
	95% Confidence Interval Lower Bound	121.97	
	for Mean Upper Bound	171.41	
	5% Trimmed Mean	142.76	
	Median	123.00	
	Variance	4700.867	
	Std. Deviation	68.563	
	Minimum	52	
	Maximum	335	

Range	283	
Interquartile Range	85	
Skewness	.799	.414
Kurtosis	.275	.809

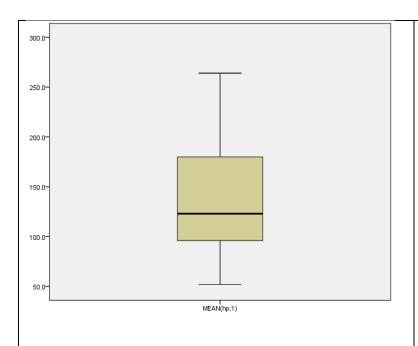


From the Box Plot we can see that 31st observation is outlier. In order to remove the outliers from the data, we are replacing that observation (which is behaving like an outlier) with **mean of any two nearby points.** Missing value technique helps in replacement of such values.

After removing the outlier

		Statistic	Std. Error
MEAN(hp,1)	Mean	140.656	10.4882
	95% Confidence Interval for Lower Bound	119.265	
	Mean Upper Bound	162.047	
	5% Trimmed Mean	138.917	
	Median	123.000	
	Variance	3520.104	
	Std. Deviation	59.3305	
	Minimum	52.0	
	Maximum	264.0	
	Range	212.0	
	Interquartile Range	84.5	
	Skewness	.460	.414
	Kurtosis	749	.809

- We see that, **Coefficient of Skewness** i.e(.460) > 0
 therefore it is Positively(or right) Skewed
- We see that, Ratio of Kurtosis to its Standard Error is (-0.9258)
 -2 therefore the Normality is accepted



Now outlier is removed

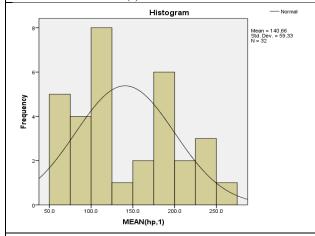
MEAN(hp,1) Stem-and-Leaf Plot

Frequency Stem & Leaf

9.00 0 . 566669999 9.00 1 . 001111224 8.00 1 . 55777888 5.00 2 . 01344 1.00 2 . 6

Stem width: 100.0 Each leaf: 1 case(s) From it we can observe frequency and also we know about the shape of the Histogram.

We can also guess about the data that it follows normal distribution or not.



Inference: From the normal curve on histogram it can be observed that "hp" is not normally distributed.

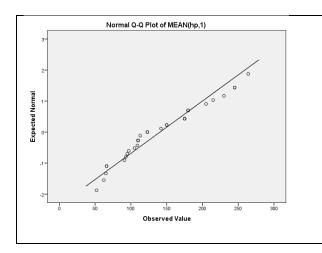
Tests of Normality

	Kolmogorov-Smirnov ^a			Shapiro-Wilk			
	Statistic	df	Sig.	Statistic	df	Sig.	
MEAN(hp,1)	.148	32	.072	.944	32	.096	

a. Lilliefors Significance Correction

Conclusion

- From **Kolmogorov-Smirnov** Test with Sig. = 0.024 (<0.05), we may conclude that at 5% l.o.s. H₀ is rejected i.e., "hp" is not normally distributed.
- From **Shapiro-Wilk** Test with Sig. = 0.049 (<0.05), we may conclude that at 5% l.o.s. H₀ is rejected i.e., "hp" is not normally distributed.

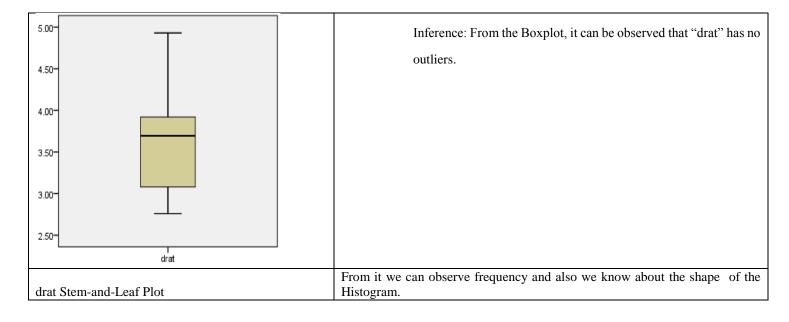


• Inference: From the QQ Plot, it can be observed that "hp" is not normally distributed.

4.DRAT (Rear Axle Ratio)

		Statistic	Std. Error
drat	Mean	3.5966	.09452
	95% Confidence Interval for Lower Bound	3.4038	
	Mean Upper Bound	3.7893	
	5% Trimmed Mean	3.5794	
	Median	3.6950	
	Variance	.286	
	Std. Deviation	.53468	
	Minimum	2.76	
	Maximum	4.93	
	Range	2.17	
	Interquartile Range	.84	
	Skewness	.293	.414
	Kurtosis	450	.809

- We see that, **Coefficient of Skewness** i.e(.293) > 0 therefore it is Positively(or right) Skewed
- We see that, **Ratio of Kurtosis** to its Standard Error is (-0.5562) < -2 therefore the Normality is rejected



Frequency Stem & Leaf

3.00 2.779

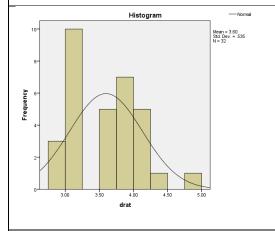
10.00 3 . 0000001122 12.00 3 . 566777899999

6.00 4 · 001224 1.00 4 · 9

Stem width: 1.00 Each leaf: 1 case(s)



Inference: From the normal curve on histogram it can be observed that "drat" is not normally distributed.



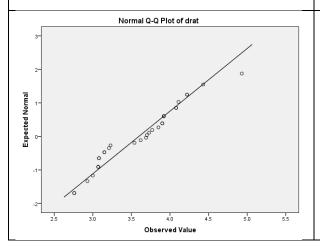
Tests of Normality

	Kolmo	gorov-				
	Smirno)V ^a		Shapiro-Wilk		
	Statis			Statist		
	tic	df	Sig.	ic	df	Sig.
dra t	.160	32	.037	.946	32	.110

a. Lilliefors Significance Correction

Conclusion

- From **Kolmogorov-Smirnov** Test with Sig. = 0.037 (<0.05), we may conclude that at 5% l.o.s. H₀ is rejected i.e., "drat" is not normally distributed.
- From **Shapiro-Wilk** Test with Sig. = 0.110 (>0.05), we may conclude that at 5% l.o.s. H_0 is accepted i.e., "drat" is normally distributed.

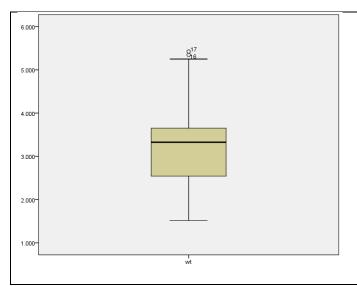


Inference: From the QQ Plot, it can be observed that "drat" is almost normally distributed.

5.WT: Weight (lb/1000)

Descriptives

		Statistic	Std. Error
wt	Mean	3.21725	.172968
	95% Confidence Interval for Lower Bound	2.86448	
	Mean Upper Bound	3.57002	
	5% Trimmed Mean	3.18885	
	Median	3.32500	
	Variance	.957	
	Std. Deviation	.978457	
	Minimum	1.513	
	Maximum	5.424	
	Range	3.911	
	Interquartile Range	1.186	
	Skewness	.466	.414
	Kurtosis	.417	.809



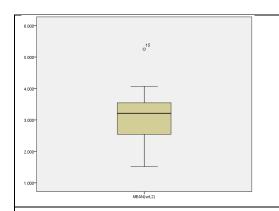
From Box Plot WE can observe that "drat" has two outliers,that is 16th or 17th observations.

After removing outliers

		Statistic	Std. Error
MEAN(wt,2)	Mean	3.08142	.140891
	95% Confidence Interval forLower Bound	2.79407	
	Mean Upper Bound	3.36877	
	5% Trimmed Mean	3.07054	
	Median	3.21125	
	Variance	.635	
	Std. Deviation	.796998	
	Minimum	1.513	
	Maximum	5.250	

- We see that, Coefficient of Skewness i.e(.028) > 0 therefore it is (or right) Skewed
- We see that, Ratio of Kurtosis to its Standard Error is (0.8603)
 -2 therefore the Normality is accepted

Range	3.737	
Interquartile Range	1.054	
Skewness	.028	.414
Kurtosis	.679 .	.809



Here after removing the outliers, we plotted "Box Plot" again and we found outliers. We did not remove it because removing this, we will lose information.

MEAN(wt,2) Stem-and-Leaf Plot

Frequency Stem & Leaf

4.00 1 . 5689 4.00 2 . 1234

4.00 2 . 1234 4.00 2 . 6778

11.00 3 . 11122244444

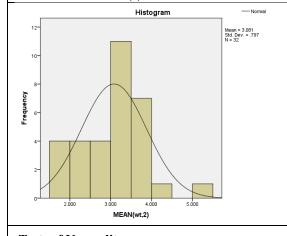
7.00 3.5557788

1.00 4.0

1.00 Extremes (>=5.3)

Stem width: 1.000 Each leaf: 1 case(s) From it we can observe frequency and also we know about the shape of the Histogram.

We can also guess about the data that it follows normal distribution or



Inference: From the normal curve on histogram it can be observed that "wt" is normally distributed.

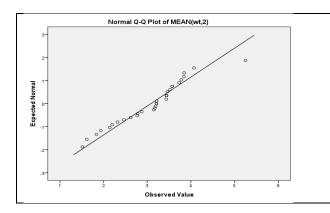
Tests of Normality

	Kolmogorov-					
	Smirnov ^a			Shapiro-	Wilk	-
	Statistic	df	Sig.	Statistic	df	Sig.
MEAN(wt,2)	.159	32	.038	.953	32	.172

a. Lilliefors Significance Correction

Conclusion

- From **Kolmogorov-Smirnov** Test with Sig. = 0.142 (>0.05), we may conclude that at 5% l.o.s. H₀ is accepted i.e., "wt" is normally distributed.
- From **Shapiro-Wilk** Test with Sig. = 0.093 (>0.05), we may conclude that at 5% l.o.s. H₀ is accepted i.e., "wt" is normally distributed.

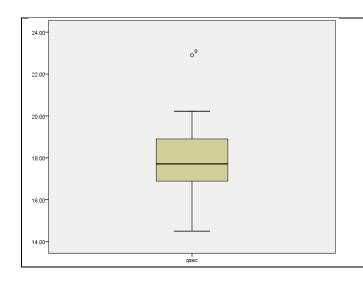


Inference: From the QQ Plot, it can be observed that "wt" is almost normally distributed.

6.QSEC (1/4 Mile Time)

Descriptives

			Statistic	Std. Error
qsec	Mean		17.8488	.31589
	95% Confidence Interval for	Lower Bound	17.2045	
	Mean	Upper Bound	18.4930	
	5% Trimmed Mean		17.8079	
	Median		17.7100	
	Variance		3.193	
	Std. Deviation		1.78694	
	Minimum		14.50	
	Maximum		22.90	
	Range		8.40	
	Interquartile Range		2.02	
	Skewness		.406	.414
	Kurtosis		.865	.809



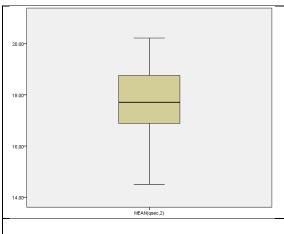
9th observation is outlier

After Removing Outliers

		Statistic	Std. Error
MEAN(qsec,2)	Mean	17.7038	.27122
	95% Confidence Interval for Lower Bound	17.1506	
	Mean Upper Bound	18.2569	
	5% Trimmed Mean	17.7442	
	Median	17.7100	
	Variance	2.354	
	Std. Deviation	1.53423	
	Minimum	14.50	
	Maximum	20.22	
	Range	5.72	
	Interquartile Range	1.95	
	Skewness	282	.414
	Kurtosis	411	.809

We see that, **Coefficient of Skewness** i.e (-.282) < 0 therefore it is Negatively(or left) Skewed

We see that, **Ratio of Kurtosis** to its Standard Error is (-0.5080) > -2 therefore the Normality is accepted



Now outlier is removed.

MEAN(qsec,2) Stem-and-Leaf Plot

Frequency Stem & Leaf

2.00 14.56

3.00 15 · 458 4.00 16 · 4789

9.00 17 . 000344689

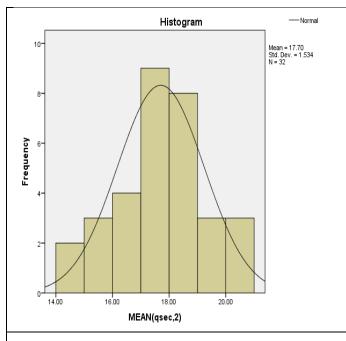
8.00 18 . 02356699

3.00 19.449

3.00 20.002

Stem width: 1.00 Each leaf: 1 case(s) From it we can observe frequency and also we know about the shape of the Histogram.

We can also guess about the data that it follows normal distribution or not.

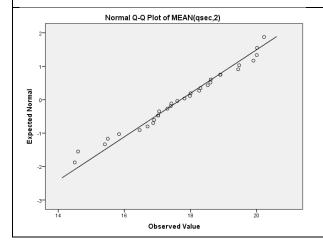


Inference: From the histogram it can be observed that "qsec" is almost normally distributed.

Tests of Normality

	Kolmogorov-					
	Smirnov ^a			Shapiro-	Wilk	
	Statistic	df	Sig.	Statistic	df	Sig.
MEAN(qsec,2)	.075	32	.200*	.970	32	.509

- *. This is a lower bound of the true significance.
- a. Lilliefors Significance Correction



Conclusion

- From **Kolmogorov-Smirnov** Test with Sig. = 0.2 (>0.05), we may conclude that at 5% l.o.s. H₀ is accepted i.e., "qsec" is normally distributed.
- From **Shapiro-Wilk** Test with Sig. = 0.594 (>0.05), we may conclude that at 5% l.o.s. H₀ is accepted i.e., "qsec" is normally distributed.

Inference: From the QQ Plot, it can be observed that "qsec" is almost normally distributed.

b) For Discrete / Categorical Variables

In the given data set we have the following discrete variables:

- 1. cyl Number of cylinders
- 2. vs V/S
- 3. am Transmission (0=automatic, 1=manual)
- 4. gear Number of forward gears
- 5. carb Number of carburetors

For the EDA of Discrete Variables, we will use the following measures/tools:

Frequency Table

To get the frequency of each data point

• Descriptive Statistics

Like Mean, Median, Mode etc. to get an insight about the data

- Coeffecient of Skewness > 0: +vely skewed or right skewed,
- Coeffecient of Skewness < 0: -vely skewed or left skewed, and
- Coeffecient of Skewness = 0: symmetric.
 - Bar plot

To represent the frequency distribution of data

• Stem and Leaf Plot

A stem-and-leaf plot is a device for presenting quantitative data in a graphical format, similar to a histogram, to assist in visualizing the shape of a distribution. The stem-and-leaf display is drawn with two columns (usually separated by a vertical line or '.'). The stems are listed to the left of the vertical line. It is important that no numbers are skipped, even if it means that some stems have no leaves. The leaves are listed in increasing order in a row to the right of each stem.

1. CYL (Number of Cylinders)

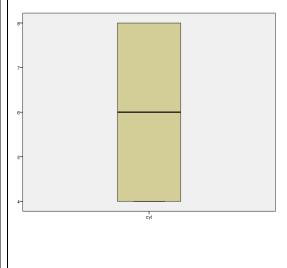
cyl

		Frequency	Percent	Valid Percent	Cumulative Percent
Valid	4	11	34.4	34.4	34.4
	6	7	21.9	21.9	56.3
	8	14	43.8	43.8	100.0
	Total	32	100.0	100.0	

			Statistic	Std. Error
cyl	Mean		6.19	.316
	95% Confidence Interval for	Lower	5.54	
	Mean	Bound	5.54	
		Upper	6.02	
		Bound	6.83	
	5% Trimmed Mean		6.21	
	Median	6.00		
	Variance		3.190	
	Std. Deviation	1.786		
	Minimum		4	
	Maximum		8	
	Range		4	
	Interquartile Range		4	
	Skewness		192	.414
	Kurtosis		-1.763	.809

From the table we can observe various types of central tendency of the data.

Box Plot:



cyl Stem-and-Leaf Plot

Frequency Stem & Leaf

11.00 4.00000000000

.00 4.

.00 4.

.00 5.

7.00 6.0000000

.00 6.

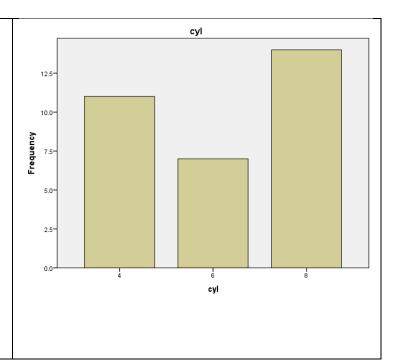
.00 7.

.00 7.

14.00 8. 00000000000000

Stem width: 1

Each leaf: 1 case(s)

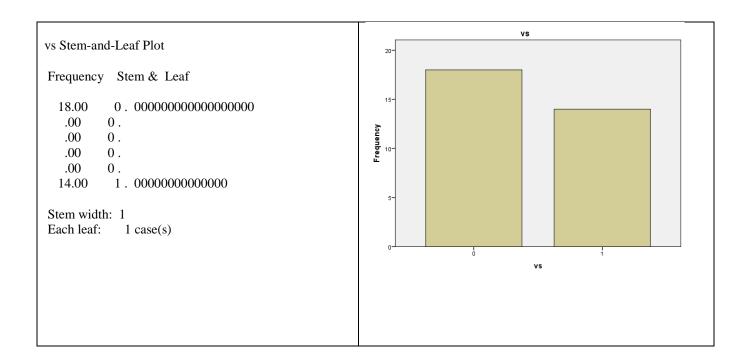


2.VS (V/S)

VS

			ъ.	WILL	Cumulative
		Frequency	Percent	Valid Percent	Percent
Valid	0	18	56.3	56.3	56.3
	1	14	43.8	43.8	100.0
	Total	32	100.0	100.0	

			Statistic	Std. Error
vs	Mean		.44	.089
	95% Confidence Interval for Mean	Lower Bound	.26	
		Upper Bound	.62	
	5% Trimmed Mean		.43	
	Median		.00	
	Variance		.254	
	Std. Deviation		.504	
	Minimum		0	
	Maximum		1	
	Range		1	
	Interquartile Range		1	
	Skewness		.265	.414
	Kurtosis		-2.063	.809



3.AM (Transmission (0=automatic, 1=manual)

am

		Frequency	Percent	Valid Percent	Cumulative Percent
Valid	0	19	59.4	59.4	59.4
	1	13	40.6	40.6	100.0
	Total	32	100.0	100.0	

			Statistic	Std. Error
am	Mean		.41	.088
	95% Confidence Interval for	Lower	22	
	Mean	Bound	.23	
		Upper	50	
		Bound	.59	
	5% Trimmed Mean	.40		
	Median	.00		
	Variance	Variance		
	Std. Deviation	Std. Deviation		
	Minimum	Minimum		
	Maximum		1	
	Range	Range		
	Interquartile Range	Interquartile Range		
	Skewness		.401	.414

Kurtosis -1.967 .809

am Stem-and-Leaf Plot

Frequency Stem & Leaf

.00 0.

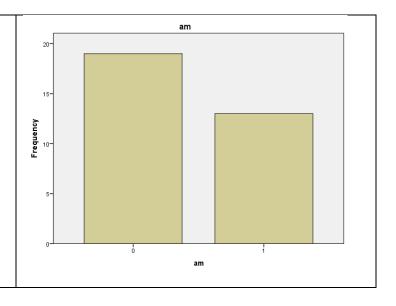
.00 0.

.00 0.

.00 0. 13.00 1. 0000000000000

Stem width: 1

Each leaf: 1 case(s)



4.GEAR (Number of forward gears

gear

		Г	D .	WILD	Cumulative
		Frequency	Percent	Valid Percent	Percent
Valid	3	15	46.9	46.9	46.9
	4	12	37.5	37.5	84.4
	5	5	15.6	15.6	100.0
	Total	32	100.0	100.0	

			Statistic	Std. Error
gear	Mean		3.69	.130
	95% Confidence Interval for	Lower	2.42	
	Mean	Bound	3.42	
		Upper Bound	3.95	
	5% Trimmed Mean		3.65	
	Median	4.00		
	Variance		.544	
	Std. Deviation		.738	
	Minimum		3	
	Maximum		5	
	Range		2	
	Interquartile Range	Interquartile Range		
	Skewness		.582	.414
	Kurtosis		895	.809

gear Stem-and-Leaf Plot

Frequency Stem & Leaf

15.00 3.0000000000000000

.00 3.

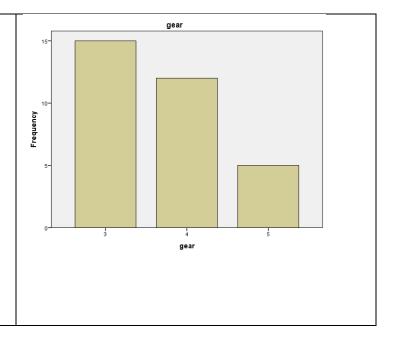
12.00 4 . 000000000000

.00 4.

5.00 5.00000

Stem width: 1

Each leaf: 1 case(s)



5.CARB (Number of carburettors)

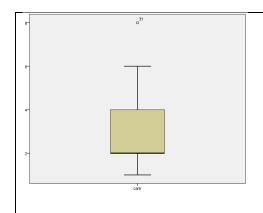
carb

					Cumulative
		Frequency	Percent	Valid Percent	Percent
Valid	1	7	21.9	21.9	21.9
	2	10	31.3	31.3	53.1
	3	3	9.4	9.4	62.5
	4	10	31.3	31.3	93.8
	6	1	3.1	3.1	96.9
	8	1	3.1	3.1	100.0
	Total	32	100.0	100.0	

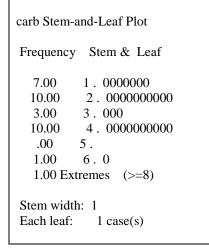
-			
- 1)	escri	ntı	VAC
\mathbf{L}	COLLI	թս	100

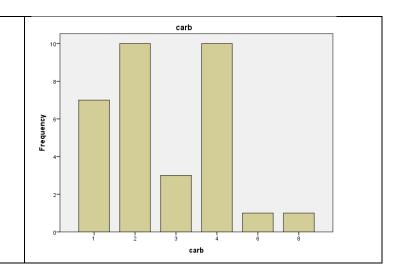
			Statistic	Std. Error
carb	Mean	_	2.81	.286
	95% Confidence Interval for Mean	Lower Bound	2.23	
		Upper Bound	3.39	
	5% Trimmed Mean		2.67	
	Median		2.00	
	Variance		2.609	
	Std. Deviation		1.615	
	Minimum		1	

Maximum	8	
Range	7	
Interquartile Range	2	
Skewness	1.157	.414
Kurtosis	2.020	.809



We can see 31st observation is outlier.





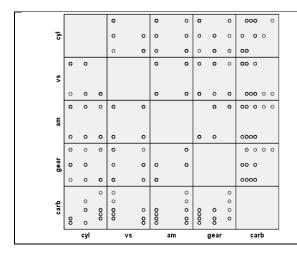
PAIR-WISE SCATTER PLOT

For Continuous Variables

	mpg	disp	hp	drat	wt	qsec
dsec	60000 600000		6 000000000000000000000000000000000000	0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	8	
wt			0 0 0 0 0 0 0 0	&		0 0 0 0 0 0 0 0 0 0 0 0 0 0 0
drat	0 % 888	00 6 0	°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°		, 48 %	0000 00000 00000
q	A	6 960 960 960		886°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°°	8 8 8	6 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8 8
disp			96° 96° 96° 96°	~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~ ~	989.00 1	ු දුම් ලක්දී ලක්දී
mpg			800 M	% % % % % % % % % % % % % % % % % % %	260	

_						1	
	mpg		High	High	Positive	High	Low
			negative	negative	Correlation	negative	positive
			correlation	correlation		correlation	Correlation
	disp	High		High	Negative	High	Low
	_	negative		positive	correlation	positive	Negative
		correlation		correlation		correlation	Correlation
	hp	Negative	High		Low	High	Negative
	_	Correlation	Positive		negative	Positive	Correlation
		t Positive Correlation Negtive		Correlation		Correlation	
	drat			Low		Negative	No
		Correlation	Correlation	Negative		Correlation	Correlation
				Correlation			
	wt	High	High	Positive	Negative		No
		Negative	Positive	Correlation	Correlation		Correlation
	Correlation Correlation						
	qsec	Low	Low	Negative	No	Low	
	_	Positive	Negative	Correlation	Correlation	Negative	
		Correlation	Correlation			Correlation	
		mpg	disp	hp	drat	wt	qsec

For Discrete Variables



For Discrete Variables, these are showing the frequencies and showing linear association between them.

Correlation Analysis

a) For Continuous Variables

For the EDA of all Continuous Variables taken together, we will use:

• Pearson's Correlation and its significance

_	- 1 carson's correlation and its significance	
		THE HYPOTHESIS OF INTEREST:
	Correlations	

		mpg	disp	hp	drat	wt	qsec
mpg	Pearson Correlation	1	- .848**	- .817**	.681**	883**	.441*
	Sig. (2-tailed)		.000	.000	.000	.000	.013
	N	32	32	31	32	30	31
disp	Pearson Correlation	- .848**	1	.859**	710**	.858**	430*
	Sig. (2-tailed)	.000		.000	.000	.000	.016
	N	32	32	31	32	30	31
hp	Pearson Correlation	- .817**	.859**	1	508**	.679**	704**
	Sig. (2-tailed)	.000	.000		.004	.000	.000
	N	31	31	31	31	29	30
drat	Pearson Correlation	.681**	- .710**	- .508**	1	728**	.040
	Sig. (2-tailed)	.000	.000	.004		.000	.830
	N	32	32	31	32	30	31
wt	Pearson Correlation	- .883**	.858**	.679**	728**	1	234
	Sig. (2-tailed)	.000	.000	.000	.000		.222
	N	30	30	29	30	30	29
qsec	Pearson Correlation	.441*	.430*	- .704**	.040	234	1
	Sig. (2-tailed)	.013	.016	.000	.830	.222	
	N	31	31	30	31	29	31

H₀: Correlation is insignificant V/S H₁: Correlation is significant

If Sig. (2-tailed) > 0.05 then there is significant correlation between two variables else correlation is insignificant.

INFERENCE:

- From the above table we infer that correlation between <u>DRAT & QSEC</u> and <u>WT & QSEC</u> is insignificant at 5% los
- Correlation between the rest of the variables is significant at 5% los.

b) For Discrete / Categorical Variables

For the EDA of all Discrete Variables taken together, we will use:

• Spearman's Rank Correlation and its significance

Correlation	S						
			cyl	vs	am	gear	carb
Spearman's rho	cyl	Correlation Coefficient	1.000	814**	522**	564**	.580**
		Sig. (2-tailed)		.000	.002	.001	.001
		N	32	32	32	32	32
	VS	Correlation Coefficient	814**	1.000	.168	.283	634**
		Sig. (2-tailed)	.000		.357	.117	.000
		N	32	32	32	32	32

THE HYPOTHESIS OF INTEREST:

 $H_0: Correlation \ is \ insignificant \qquad V/S \\ H_1: Correlation \ is \ significant$

If Sig. (2-tailed) > 0.05 then there is significant correlation between two variables else correlation is insignificant.

INFERENCE:

- From the above table we infer that correlation between VS & AM, VS & GEAR, AM & CARB and GEAR & CARB is insignificant at 5% los.
- Correlation between the rest of the variables is significant at 5% los.

^{**.} Correlation is significant at the 0.01 level (2-tailed).

^{*.} Correlation is significant at the 0.05 level (2-tailed).

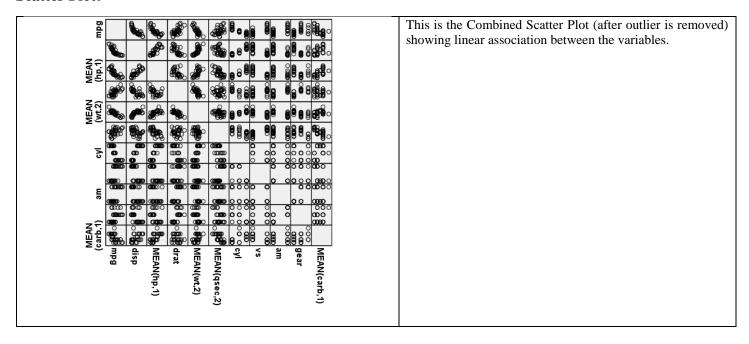
am	Correlation Coefficient	522**	.168	1.000	.808**	064
	Sig. (2-tailed)	.002	.357		.000	.726
	N	32	32	32	32	32
gear	Correlation Coefficient	564**	.283	.808**	1.000	.115
	Sig. (2-tailed)	.001	.117	.000		.531
	N	32	32	32	32	32
carb	Correlation Coefficient	.580**	634**	064	.115	1.000
	Sig. (2-tailed)	.001	.000	.726	.531	
	N	32	32	32	32	32

^{**.} Correlation is significant at the 0.01 level (2-tailed).

In the above table we analyze the data before outlier is removed. Now we analyze the data after outlier is removed.

For Combined Variables (Discrete and Continuous simultaneously)

Scatter Plot:



Correlation Table:

Correlations

				•	Correlati			•	_				
								MEAN(MEAN
					MEAN(MEAN(qsec,2					(carb,1
		-	mpg	disp	hp,1)	drat	wt,2))	cyl	VS	am	gear)
Spearm	mpg	Correlation Coefficient	1.000	909**	881**	.651**	806**	.462**	911**	.707**	.562**	.543**	650**
an's rho		Sig. (2-tailed)		.000	.000	.000	.000	.008	.000	.000	.001	.001	.000
		N	32	32	32	32	32	32	32	32	32	32	32
	disp	Correlation Coefficient	909**	1.000	.865**	684**	.808**	463 ^{**}	.928**	724**	624**	594**	.540**
		Sig. (2-tailed)	.000		.000	.000	.000	.008	.000	.000	.000	.000	.001
drat MEAN(wt MEAN(qs 2) cyl vs am		N	32	32	32	32	32	32	32	32	32	32	32
	MEAN(hp,1)	Correlation Coefficient	881**	.865**	1.000	539**	.698**	619 ^{**}	.898**	752 ^{**}	445*	437 [*]	.690**
		Sig. (2-tailed)	.000	.000		.001	.000	.000	.000	.000	.011	.012	.000
		N	32	32	32	32	32	32	32	32	32	32	32
	drat	Correlation Coefficient	.651**	684**	539**	1.000	729**	.079	679**	.447*	.687**	.745**	120
		Sig. (2-tailed)	.000	.000	.001		.000	.667	.000	.010	.000	.000	.514
		N	32	32	32	32	32	32	32	32	32	32	32
	MEAN(wt,2)	Correlation Coefficient	806**	.808**	.698**	729**	1.000	245	.825**	532**	724**	637**	.403 [*]
		Sig. (2-tailed)	.000	.000	.000	.000		.176	.000	.002	.000	.000	.022
		N	32	32	32	32	32	32	32	32	32	32	32
	MEAN(qsec,	Correlation Coefficient	.462**	463 ^{**}	619**	.079	245	1.000	558**	.792**	162	164	655**
	2)	Sig. (2-tailed)	.008	.008	.000	.667	.176		.001	.000	.376	.369	.000
		N	32	32	32	32	32	32	32	32	32	32	32
	cyl	Correlation Coefficient	911**	.928**	.898**	679**	.825**	558**	1.000	814**	522**	564**	.570**
		Sig. (2-tailed)	.000	.000	.000	.000	.000	.001		.000	.002	.001	.001
		N	32	32	32	32	32	32	32	32	32	32	32
	VS	Correlation Coefficient	.707**	724**	752**	.447 [*]	532**	.792**	814**	1.000	.168	.283	630**
		Sig. (2-tailed)	.000	.000	.000	.010	.002	.000	.000		.357	.117	.000
		N	32	32	32	32	32	32	32	32	32	32	32
	am	Correlation Coefficient	.562**	624**	445 [*]	.687**	724**	162	522**	.168	1.000	.808**	090
		Sig. (2-tailed)	.001	.000	.011	.000	.000	.376	.002	.357		.000	.625
	N		32	32	32	32	32	32	32	32	32	32	32
	gear	Correlation Coefficient	.543**	594**	437 [*]	.745**	637**	164	564**	.283	.808**	1.000	.085
		Sig. (2-tailed)	.001	.000	.012	.000	.000	.369	.001	.117	.000		.642
		N		32	32	32	32	32	32	32	32	32	32
	MEAN(carb,	AN(carb, Correlation Coefficient		.540**	.690**	120	.403 [*]	655**	.570**	630**	090	.085	1.000
	1)	Sig. (2-tailed)	.000	.001	.000	.514	.022	.000	.001	.000	.625	.642	
		N	32	32	32	32	32	32	32	32	32	32	32

^{**.} Correlation is significant at the 0.01 level (2-tailed).

^{*.} Correlation is significant at the 0.05 level (2-tailed).

 H_0 : Correlation is insignificant V/S H_1 : Correlation is significant

If Sig. (2-tailed) > 0.05 then there is significant correlation between two variables else correlation is insignificant.

From the above table we observe that H₀ is accepted i.e Correlation is insignificant in the following cases

Drat & Qsec, Drat & Carb, Wt & Qsec, Qsec & Am, Qsec & Gear, Vs & Am, Vs & Gear, Am & Carb, Gear & Carb.

Note:

Further We can analyze Multi-Colliniarity, Autocorrelation, Homoscedasticity or Heteroscedasticity and fit linear regression model.