

## 1 General info

Linear regression is a supervised learning approach. The **goal** is to predict the value dependent variable based on one independent variable. The more dependent variables, the more precise is the prediction.

## 2 Formula

A linear prediction function is used

$$\hat{y} = b_0 + b_1 * x \quad (1)$$

### 2.1 Variable definition

$\hat{y}$ : The predicted value for the dependent variable

$b_0$ : The y interception

$b_1$ : The gradient

$x$ : The independent value

#### 2.1.1 Variable calculation $b_1$

1. Calculate mean of x and y
2. Calculate the distance of given data points to mean x and y
- 3.

$$\frac{\sum (x_i - \bar{x}) * (y_i - \bar{y})}{\sum (x_i - \bar{x})^2} \quad (2)$$

#### 2.1.2 Variable calculation $b_0$

1. Calculate mean of x and y
2.  $b_0 = \text{mean}y - b_1 * \text{mean}x$