

```
car2= read.csv("car.csv")
head(car2)
```

```
##   carID   brand   model year transmission mileage fuelType tax  mpg
## 1 13207   hyundi   Santa Fe 2019   Semi-Auto    4223   Diesel 145 39.8
## 2 17314 vauxhall    GTC 2015     Manual    47870   Diesel 125 60.1
## 3 12342    audi     RS4 2019   Automatic    5151   Petrol 145 29.1
## 4 13426     vw   Scirocco 2016   Automatic   20423   Diesel  30 57.6
## 5 16004   skoda     Scala 2020   Semi-Auto    3569   Petrol 145 47.1
## 6 18964    merc    V Class 2019   Automatic    4170   Diesel 145 44.1
##   engineSize price
## 1          2.2 31995
## 2          2.0  7700
## 3          2.9 58990
## 4          2.0 12999
## 5          1.0 16990
## 6          2.1 40890
```

```
library(mctest)
fullcar2 = lm(price ~ engineSize+mpg+tax+factor(fuelType)+mileage+factor(transmission)+year+factor(brand), data = car2)
summary(fullcar2)
```

```
##
## Call:
## lm(formula = price ~ engineSize + mpg + tax + factor(fuelType) +
##     mileage + factor(transmission) + year + factor(brand), data = car2)
##
## Residuals:
##      Min       1Q   Median       3Q      Max
## -26049  -4689   -959    2586   87692
##
## Coefficients:
##              Estimate Std. Error t value Pr(>|t|)
## (Intercept)   -3.606e+06  1.436e+05 -25.102 < 2e-16 ***
## engineSize      9.265e+03  2.551e+02  36.316 < 2e-16 ***
## mpg           -1.747e+01  4.939e+00  -3.537 0.000408 ***
## tax            -9.689e+00  1.872e+00  -5.176 2.36e-07 ***
## factor(fuelType)Electric  1.237e+04  6.463e+03   1.914 0.055713 .
## factor(fuelType)Hybrid    7.446e+03  9.399e+02   7.923 2.85e-15 ***
## factor(fuelType)Other     6.036e+03  1.873e+03   3.222 0.001280 **
## factor(fuelType)Petrol    1.898e+03  3.018e+02   6.289 3.47e-10 ***
## mileage        -1.306e-01  8.261e-03 -15.814 < 2e-16 ***
## factor(transmission)Manual -1.943e+03  3.757e+02  -5.170 2.43e-07 ***
## factor(transmission)Other  -6.372e+02  8.725e+03  -0.073 0.941785
## factor(transmission)Semi-Auto 1.462e+03  3.428e+02   4.264 2.05e-05 ***
## year            1.796e+03  7.112e+01  25.256 < 2e-16 ***
## factor(brand)bmw         -2.659e+03  5.951e+02  -4.468 8.09e-06 ***
## factor(brand)ford        -1.047e+04  6.664e+02 -15.710 < 2e-16 ***
## factor(brand)hyundi      -1.240e+04  6.892e+02 -17.994 < 2e-16 ***
## factor(brand)merc        -3.784e+03  5.877e+02  -6.439 1.32e-10 ***
## factor(brand)skoda       -1.279e+04  7.640e+02 -16.739 < 2e-16 ***
## factor(brand)toyota      -1.195e+04  7.386e+02 -16.182 < 2e-16 ***
## factor(brand)vauxhall    -1.278e+04  8.255e+02 -15.481 < 2e-16 ***
```

```
## factor(brand)vw          -8.993e+03  6.280e+02 -14.321  < 2e-16 ***
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 8709 on 4939 degrees of freedom
## Multiple R-squared:  0.7194, Adjusted R-squared:  0.7182
## F-statistic: 633 on 20 and 4939 DF, p-value: < 2.2e-16
```

```
library(mctest)
imcdiag(fullcar2, method='VIF')
```

```
##
## Call:
## imcdiag(mod = fullcar2, method = "VIF")
##
##
## VIF Multicollinearity Diagnostics
##
##              VIF detection
## engineSize      2.6514      0
## mpg             2.0383      0
## tax             1.5560      0
## factor(fuelType)Electric  1.1011      0
## factor(fuelType)Hybrid   2.1173      0
## factor(fuelType)Other    1.1966      0
## factor(fuelType)Petrol   1.3619      0
## mileage         2.6662      0
## factor(transmission)Manual 2.2018      0
## factor(transmission)Other  1.0035      0
## factor(transmission)Semi-Auto 1.5233      0
## year           2.7510      0
## factor(brand)bmw        2.5960      0
## factor(brand)ford       3.7920      0
## factor(brand)hyundi     2.8704      0
## factor(brand)merc       3.0240      0
## factor(brand)skoda      2.9903      0
## factor(brand)toyota     2.9192      0
## factor(brand)vauxhall   2.3179      0
## factor(brand)vw        3.3750      0
##
## NOTE: VIF Method Failed to detect multicollinearity
##
##
## 0 --> COLLINEARITY is not detected by the test
##
## =====
```