Home Work Assignment - 03

Critical Thinking Group 5

Contents

Overview	2
1 Data Exploration Analysis	2
1.1 Variable identification	2
1.2 Data Summary Analysis	8
1.3 Outliers and Missing Values Identification	8
2. Data Preparation	10
2.1 Outliers treatment and transformation	10
3 Build Models	13
3.1.1 Model One by using all given variable	13
3.1.3 Model three- model with transformed variables	17
4 Model Selection	20
4.1 Model selection strategy:	20
4.1.1 Model1 Evaluation	20
4.1.2 Model2 Evaluation	21
4.1.3 Model3 Evaluation	22
4.1.4 Model4 Evaluation	23
4.1.5 Model5 Evaluation	24
4.1.6 Model6 Evaluation	25
4.2 Final Model Seletion	26

Overview

The data set contains approximately 466 records and 14 variables. Each record has information on crime for various neighborhoods of a major city. Each record has a response variable indicating whether or not the crime rate is above the median crime rate (1) or not (0).

The objective is to build a binary logistic regression model on the training data set to predict whether the neighborhood will be at risk for high crime levels. In addition, we will provide classifications and probabilities for the evaluation data set using the binary logistic regression model.

1 Data Exploration Analysis

In section we will explore and gain some insights into the dataset by pursuing the below high level steps and inquiries:

- -Variable identification
- -Variable Relationships
- -Data summary analysis
- -Outliers and Missing Values Identification

1.1 Variable identification

First let's display and examine the data dictionary or the data columns as shown in table 1

Table 1: Variable Description

Variable	Description
zn	proportion of residential land zoned for large lots (over 25000 square feet) (predictor variable)
indus	proportion of non-retail business acres per suburb (predictor variable)
chas	a dummy var. for whether the suburb borders the Charles River (1) or not (0) (predictor variable)
nox	nitrogen oxides concentration (parts per 10 million) (predictor variable)
rm	average number of rooms per dwelling (predictor variable)
age	proportion of owner-occupied units built prior to 1940 (predictor variable)
dis	weighted mean of distances to five Boston employment centers (predictor variable)
rad	index of accessibility to radial highways (predictor variable)
tax	full-value property-tax rate per \$10,000 (predictor variable)
ptratio	pupil-teacher ratio by town (predictor variable)
black	1000(Bk - 0.63)2 where Bk is the proportion of blacks by town (predictor variable)
lstat	lower status of the population (percent) (predictor variable)
medv	median value of owner-occupied homes in \$1000s (predictor variable)
target	whether the crime rate is above the median crime rate (1) or not (0) (response variable)

```
##
                           indus
                                              chas
          zn
                                                                  nox
               0.00
                              : 0.460
                                                                    :0.3890
##
    Min.
                      Min.
                                         Min.
                                                 :0.00000
                                                            Min.
##
    1st Qu.:
               0.00
                      1st Qu.: 5.145
                                         1st Qu.:0.00000
                                                            1st Qu.:0.4480
##
    Median :
               0.00
                      Median: 9.690
                                         Median :0.00000
                                                            Median :0.5380
            : 11.58
                              :11.105
                                                 :0.07082
                                                                    :0.5543
                      Mean
                                                            Mean
    3rd Qu.: 16.25
##
                      3rd Qu.:18.100
                                         3rd Qu.:0.00000
                                                            3rd Qu.:0.6240
##
    Max.
            :100.00
                              :27.740
                                         Max.
                                                 :1.00000
                                                            Max.
                                                                    :0.8710
##
                                             dis
          rm
                           age
                                                                rad
                                               : 1.130
                                                                  : 1.00
##
   Min.
            :3.863
                     Min.
                             : 2.90
                                        Min.
                                                          Min.
                                        1st Qu.: 2.101
                     1st Qu.: 43.88
                                                          1st Qu.: 4.00
    1st Qu.:5.887
```

```
Median :6.210
                     Median: 77.15
                                       Median : 3.191
                                                         Median: 5.00
                            : 68.37
##
           :6.291
    Mean
                     Mean
                                       Mean
                                              : 3.796
                                                         Mean
                                                                : 9.53
                                                         3rd Qu.:24.00
##
    3rd Qu.:6.630
                     3rd Qu.: 94.10
                                       3rd Qu.: 5.215
           :8.780
                            :100.00
                                              :12.127
                                                                :24.00
##
    Max.
                     Max.
                                       Max.
                                                         Max.
##
         tax
                        ptratio
                                         black
                                                           lstat
##
           :187.0
                            :12.6
                                            : 0.32
                                                              : 1.730
    Min.
                     Min.
                                     Min.
                                                       Min.
    1st Qu.:281.0
                                     1st Qu.:375.61
                                                       1st Qu.: 7.043
##
                     1st Qu.:16.9
##
    Median :334.5
                     Median:18.9
                                     Median :391.34
                                                       Median :11.350
##
    Mean
           :409.5
                     Mean
                            :18.4
                                     Mean
                                            :357.12
                                                       Mean
                                                              :12.631
##
    3rd Qu.:666.0
                     3rd Qu.:20.2
                                     3rd Qu.:396.24
                                                       3rd Qu.:16.930
##
    Max.
           :711.0
                     Max.
                            :22.0
                                     Max.
                                            :396.90
                                                       Max.
                                                              :37.970
##
         medv
                         target
                            :0.0000
##
    Min.
           : 5.00
                     Min.
    1st Qu.:17.02
                     1st Qu.:0.0000
##
    Median :21.20
                     Median :0.0000
##
##
    Mean
           :22.59
                     Mean
                            :0.4914
    3rd Qu.:25.00
##
                     3rd Qu.:1.0000
##
    Max.
           :50.00
                            :1.0000
                     Max.
   'data.frame':
                     40 obs. of 13 variables:
##
    $ zn
                     0 0 0 0 0 25 25 0 0 0 ...
              : int
##
    $ indus
             : num
                     7.07 8.14 8.14 8.14 5.96 5.13 5.13 4.49 4.49 2.89 ...
                     0 0 0 0 0 0 0 0 0 0 ...
    $ chas
             : int
##
                     0.469\ 0.538\ 0.538\ 0.538\ 0.499\ 0.453\ 0.453\ 0.449\ 0.449\ 0.445\ \dots
    $ nox
             : num
                     7.18 6.1 6.5 5.95 5.85 ...
##
    $
     rm
             : num
##
    $ age
                     61.1 84.5 94.4 82 41.5 66.2 93.4 56.1 56.8 69.6 ...
             : num
                     4.97 4.46 4.45 3.99 3.93 ...
##
    $ dis
             : num
                     2 4 4 4 5 8 8 3 3 2 ...
##
    $ rad
             : int
##
    $ tax
             : int
                     242 307 307 307 279 284 284 247 247 276 ...
                     17.8 21 21 21 19.2 19.7 19.7 18.5 18.5 18 ...
##
    $ ptratio: num
##
    $ black : num
                     393 380 388 233 397 ...
                     4.03 10.26 12.8 27.71 8.77 ...
    $ lstat
               num
    $ medv
                    34.7 18.2 18.4 13.2 21 18.7 16 26.6 22.2 21.4 ...
             : num
```

We notice that all variables are numeric except for two variables: the response variable "target" which is binary and the predictor variable "chas" which is a dummy binary variable indicating whether the suburb borders the Charles River (1) or not (0).

Based on the original dataset, our predictor input is made of 13 variables. And our response variable is one variable called target.

Table 2: Missing Values

zn	0
indus	0
chas	0
nox	0
rm	0
age	0
dis	0
rad	0
tax	0
ptratio	0
black	0

 $\begin{array}{cc} \text{lstat} & 0 \\ \text{medv} & 0 \\ \text{target} & 0 \end{array}$

Missing values vs observed

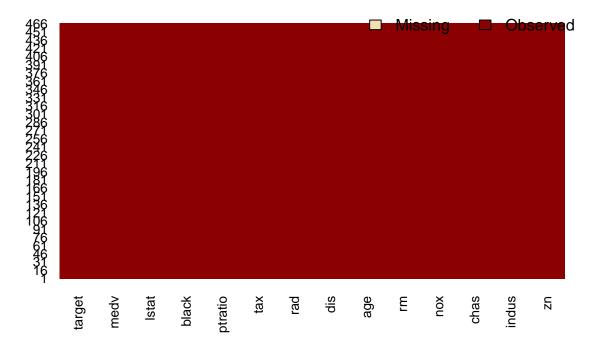


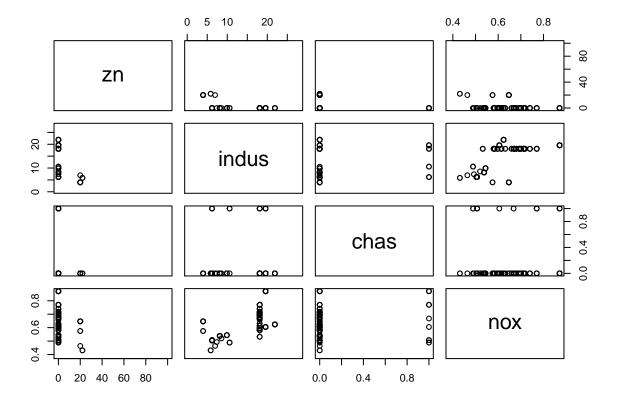
Table 3: Unique Values

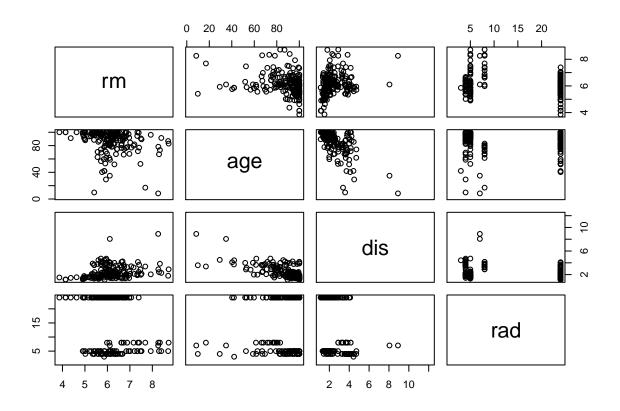
zn	26
indus	73
chas	2
nox	79
rm	419
age	333
dis	380
rad	9
tax	63
ptratio	46
black	331
lstat	424
medv	218
target	2

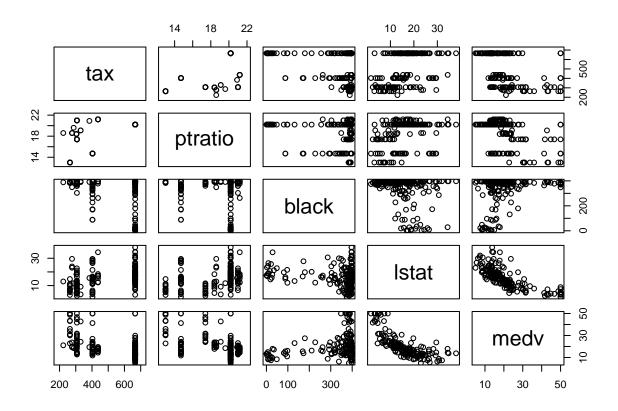
 Based on the analysis above it can be seen that there is no missing value in the data set. Also count of unque values for each variable is shown above. Also % split of target variable is given above table which shows data is almost evanly split between binary outcome 0 and 1.

Train data set will be Split into train data(80% of train set) and validation set (20% of train set) to evalute the perforamnce of the models on the validation set. Train subset will be used to build the models.

Two data set has been created city_crime_train (80% of train data), and train_test (20% of train data). In next step below relationship between the target variable and dependent variables is shown in three charts.







1.2 Data Summary Analysis

In this section, we will create summary data to better understand the initial relationship variables have with our dependent variable using correlation, central tendency, and dispersion As shown in table 2.

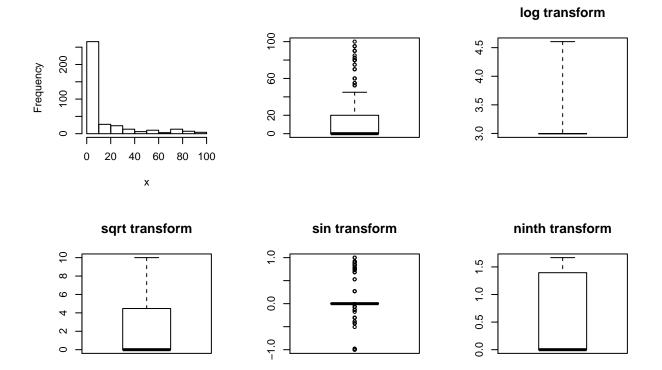
##		vars	n	mean	sd	${\tt median}$	trimmed	mad	min	max	range
##	zn	1	372	12.36	24.06	0.00	6.04	0.00	0.00	100.00	100.00
##	indus	2	372	10.90	6.90	8.56	10.66	7.90	0.46	27.74	27.28
##	chas	3	372	0.06	0.25	0.00	0.00	0.00	0.00	1.00	1.00
##	nox	4	372	0.55	0.12	0.52	0.54	0.12	0.39	0.87	0.48
##	rm	5	372	6.30	0.70	6.21	6.27	0.53	3.86	8.72	4.86
##	age	6	372	67.41	28.69	76.50	69.83	30.91	2.90	100.00	97.10
##	dis	7	372	3.84	2.13	3.32	3.60	2.05	1.13	12.13	11.00
##	rad	8	372	9.20	8.54	5.00	8.28	1.48	1.00	24.00	23.00
##	tax	9	372	403.69	167.05	330.00	394.00	108.23	187.00	711.00	524.00
##	${\tt ptratio}$	10	372	18.23	2.22	18.60	18.41	2.37	12.60	22.00	9.40
##	black	11	372	359.63	88.60	391.96	384.77	7.33	0.32	396.90	396.58
##	lstat	12	372	12.40	7.03	10.93	11.62	6.77	1.73	37.97	36.24
##	medv	13	372	22.85	9.07	21.60	21.98	6.97	5.00	50.00	45.00
##	target	14	372	0.47	0.50	0.00	0.47	0.00	0.00	1.00	1.00
##		ske	ı kuı	rtosis	se						
	zn	2.05	5	3.20	L.25						
##	indus	0.34	1	-1.21 (0.36						
##	chas	3.53	3	10.50	0.01						
##	nox	0.84	1	0.09 (0.01						
##	rm	0.39	9	1.48 (0.04						
##	age	-0.53	3	-1.09	L.49						
		0.96	3	0.38 ().11						
##	rad	1.10)	-0.67).44						
	tax	0.72		-1.05 8	3.66						
##	${\tt ptratio}$	-0.67	7	-0.52 ().12						
##	black	-3.10)	8.55 4	1.59						
##	lstat	0.95	5	0.60 (0.36						
##	medv			1.11 ().47						
##	target	0.13	Ĺ	-1.99 (0.03						

It is clear from the table that most of the variables are having storng correlation with the target variable.

1.3 Outliers and Missing Values Identification

In this section univariate analysis is being caarried out and boxplots diagrams are being used to determine the outliers in variables and decide on whether to act on the outliers. Along with boxplot, Histrogram, Sin, Log,Sqrt,nth transformation diagrams are used to evaluate best transformation to handle outliers.

Analysis of variable zn:proportion of residential land zoned for large lots



For zn, we can see that there are large number of values with 0. ninth transformation seem better for this variable..(1)

*

**Please note that we have created similar figures to figure 1 above for each remaining variable. However, we hid the remaining figures for ease of streamlining the report as they have similar shapes. However, we have drawn the below observations from each remaining figure.

For indus, we can see that there is a spike toward right side of he distribution. Looking at the sqrt transformation it appears that distribution is close to normal and having two peaks after transformation.

For nox, there is a long right tail.

For rm, there are some outliers as we can see from box plot. This variable will need some transformation to handle the outliers.

age of the building variable is skewed heavily towards right side. We will need some transformation for this variable and looks sin transformation is best option for this case

For this variable dis, there are some outliers which needs transformation to handle those outliers. log transformation looks best suited for this scenario.

For rad variable distribution is not uniform as seen from the chart and will need transformation.

For tax variable is not uniformly distributed but there is no outlier for this variable.

For pratio has right aligned peak but no outliers are there in data set.

The variable lstat has long right tail and lef skewed

2. Data Preparation

Now that we have completed the preliminary analysis, we will be cleaning and consolidating data into one dataset for use in analysis and modeling. We will be puring the below steps as guidlines:

- Outliers treatment
- Missing values treatment
- Data transformation

2.1 Outliers treatment and transformation

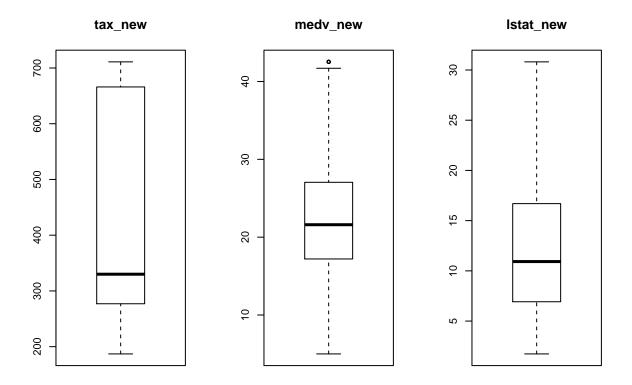
For outliers, we will create 2 sets of variables.

The first set uses the capping method. In this method, we will replace all outliers that lie outside the 1.5 times of IQR limits. We will cap it by replacing those observations less than the lower limit with the value of 5th %ile and those that lie above the upper limit with the value of 95th %ile.

Accordingly we create the following new variables while retaining the original variables.

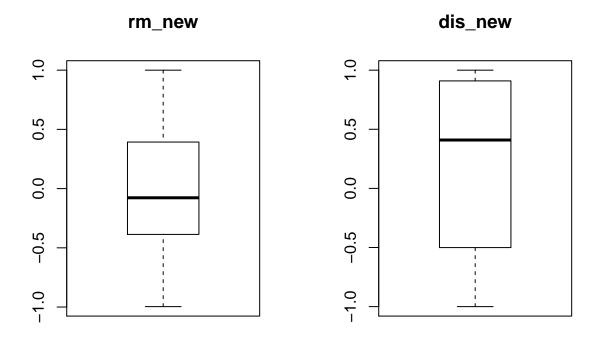
 $\label{eq:city_crime_train} \begin{array}{l} \text{city_crime_train} \\ \text{city_crime_train} \\ \end{array} \\ \text{stat}$

Below boxplots shows distribution of variables after outliers treatment.



In the second set, we will use the sin transformation and create the following variables: $city_crime_train_modrm_new\ city_crime_train_moddis_new$

Below is the boxplot after sin transformation of above variable.



Additional transformation was performed on following variables

- 1. using bucket for zn, with set of values 0 and 1
- 2. Converting chas to a factor variale of 0 and 1
- 3. Converting target to a factor variale of 0 and 1

below we evaluate correlation of target with new variables

All new variables seem to have a positive correlation with target. However, some of them do not seem to have a strong correlation. Lets see how they perform while modeling.

3 Build Models

Below is a summary table showing models and their respective variables.

3.1.1 Model One by using all given variable

In this model, we will be using the original variables. We will create model and we will highlight the variables that being recommended using the AIC value.

First we will produce the summary model as per below:

```
##
## Call:
## glm(formula = target ~ ., family = "binomial", data = city_crime_train)
## Deviance Residuals:
       Min
                      Median
                 1Q
                                    30
                                            Max
## -1.8791 -0.1299 -0.0025
                                0.0011
                                         3.4785
##
## Coefficients:
##
                 Estimate Std. Error z value Pr(>|z|)
## (Intercept) -41.462153
                             8.250799
                                       -5.025 5.03e-07 ***
## zn
                -0.060580
                             0.039153
                                       -1.547 0.121799
## indus
                -0.063885
                             0.059335
                                       -1.077 0.281618
                             0.865818
                                        0.912 0.361912
## chas
                 0.789391
                53.413503
                           10.013666
                                        5.334 9.60e-08 ***
## nox
## rm
                -0.647942
                             0.904430
                                       -0.716 0.473739
## age
                 0.028835
                             0.015680
                                        1.839 0.065915
                 0.800917
                             0.268877
                                        2.979 0.002894 **
## dis
## rad
                 0.721751
                             0.195662
                                        3.689 0.000225 ***
## tax
                -0.007065
                             0.003490
                                      -2.024 0.042948 *
## ptratio
                 0.440768
                             0.159366
                                        2.766 0.005679 **
## black
                -0.009591
                             0.006025
                                       -1.592 0.111412
## lstat
                 0.096941
                             0.062429
                                        1.553 0.120469
## medv
                 0.236940
                             0.091276
                                        2.596 0.009436 **
##
  Signif. codes: 0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
##
   (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 514.63 on 371
                                       degrees of freedom
## Residual deviance: 140.71 on 358 degrees of freedom
## AIC: 168.71
##
## Number of Fisher Scoring iterations: 9
##
    (Intercept)
                                     indus
                                                    chas
                                                                  nox
## 9.844998e-19 9.412183e-01 9.381125e-01 2.202054e+00 1.574670e+23
##
                                       dis
                          age
                                                     rad
## 5.231212e-01 1.029255e+00 2.227583e+00 2.058033e+00 9.929600e-01
##
        ptratio
                       black
                                     lstat
## 1.553900e+00 9.904547e-01 1.101795e+00 1.267365e+00
```

model interpretation for model 1

Below we analyze and the fitting and interpret what the model is telling us.

i.First of all, we can see that indus,chas,rm,age,black, and lstat are not statistically significant.

ii.As for the statistically significant variables, nox has the lowest p-value suggesting a strong association of the nox of the target varible. other important variables are dis,rad,tax,ptratio,medv. AIC value for the model1 =168.71.

- iii. The logistic regression coefficients give the change in the log odds of the outcome for a one unit increase in the predictor variables.
- a. For every one unit change in nox, the log odds of crime rate above median value incremases by 53.41.
- b. For a one unit increase in dis, the log odds of crime rate above median value incremases by 0.80.
- c. For a one unit increase in rad, the log odds of crime rate above median value incremases by 0.72.
- d. For a one unit increase in tax, the log odds of crime rate above median value incremases by -0.007.
- e. For a one unit increase in ptratio, the log odds of crime rate above median value incremases by 0.44.
- f. For a one unit increase in medy, the log odds of crime rate above median value incremases by 0.23.

3.1.2 Model two- with backward step function with all given variables

```
stepmodel1<- step(model1, direction="backward")</pre>
```

```
## Start: AIC=168.71
## target ~ zn + indus + chas + nox + rm + age + dis + rad + tax +
       ptratio + black + lstat + medv
##
##
             Df Deviance
                            AIC
## - rm
                  141.22 167.22
## - chas
              1
                  141.55 167.55
                  141.93 167.93
## - indus
              1
## <none>
                  140.71 168.71
## - lstat
                  143.06 169.06
## - black
                  143.68 169.68
              1
## - zn
              1
                  143.99 169.99
## - age
                  144.45 170.45
              1
## - tax
                  144.93 170.93
## - medv
              1
                  148.67 174.67
## - ptratio
              1
                  149.29 175.29
## - dis
                  150.97 176.97
              1
## - rad
                  171.94 197.94
              1
## - nox
                  195.65 221.65
              1
##
## Step: AIC=167.22
## target ~ zn + indus + chas + nox + age + dis + rad + tax + ptratio +
       black + lstat + medv
##
```

```
##
          Df Deviance
##
                         ATC
## - chas
           1 142.10 166.10
## - indus 1 142.37 166.37
                141.22 167.22
## <none>
## - black
           1 144.02 168.02
## - age
            1 144.48 168.48
## - zn
            1 144.74 168.74
               145.13 169.13
## - lstat
            1
## - tax
           1 145.97 169.97
## - ptratio 1 149.78 173.78
## - dis
               150.97 174.97
             1
               156.73 180.73
## - medv
            1
## - rad
           1 172.26 196.26
## - nox
           1 196.29 220.29
##
## Step: AIC=166.1
## target ~ zn + indus + nox + age + dis + rad + tax + ptratio +
##
      black + lstat + medv
##
##
           Df Deviance
                         AIC
## - indus
          1 142.85 164.85
                142.10 166.10
## <none>
## - black
               144.69 166.69
            1
## - age
          1 145.65 167.65
## - zn
           1 146.09 168.09
## - lstat 1 146.43 168.43
            1 148.34 170.34
## - tax
## - ptratio 1 149.90 171.90
            1 151.42 173.42
## - dis
## - medv
            1 157.16 179.16
## - rad
            1 177.68 199.68
## - nox
           1 196.44 218.44
##
## Step: AIC=164.85
## target ~ zn + nox + age + dis + rad + tax + ptratio + black +
##
     lstat + medv
##
##
           Df Deviance
                         AIC
                142.85 164.85
## <none>
## - black
               145.21 165.21
          1
           1 146.69 166.69
## - age
## - lstat
            1 146.75 166.75
## - zn
            1 146.89 166.89
## - ptratio 1 150.46 170.46
               151.87 171.87
## - dis
             1
                154.08 174.08
## - tax
             1
## - medv
                157.59 177.59
             1
## - rad
             1
               184.71 204.71
## - nox
                203.12 223.12
             1
summary(stepmodel1)
```

##

```
glm(formula = target ~ zn + nox + age + dis + rad + tax + ptratio +
       black + lstat + medv, family = "binomial", data = city crime train)
##
## Deviance Residuals:
##
       Min
                 1Q
                      Median
                                   3Q
                                            Max
           -0.1459 -0.0024
  -1.9258
                               0.0013
                                         3.3934
##
## Coefficients:
##
                 Estimate Std. Error z value Pr(>|z|)
## (Intercept) -39.282116
                            7.705519
                                      -5.098 3.43e-07 ***
                                      -1.728 0.083964
## zn
                -0.064656
                            0.037414
## nox
                46.617168
                            8.074920
                                       5.773 7.78e-09 ***
## age
                 0.025273
                            0.013545
                                       1.866 0.062065 .
                 0.710480
                            0.249767
                                        2.845 0.004447 **
## dis
                 0.775881
                            0.182072
                                        4.261 2.03e-05 ***
## rad
                -0.009144
                            0.003082
                                      -2.967 0.003011 **
## tax
                 0.359297
                            0.135081
                                        2.660 0.007817 **
## ptratio
                -0.008384
                                      -1.462 0.143871
## black
                            0.005737
## 1stat
                 0.110624
                            0.055650
                                       1.988 0.046829 *
## medv
                 0.181460
                            0.053572
                                       3.387 0.000706 ***
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
##
##
  (Dispersion parameter for binomial family taken to be 1)
##
##
       Null deviance: 514.63
                              on 371
                                      degrees of freedom
## Residual deviance: 142.85
                              on 361 degrees of freedom
  AIC: 164.85
##
## Number of Fisher Scoring iterations: 9
```

model interpretation for model 2

Below we analyze and the fitting and interpret what the model is telling us.

i. First of all, we can see that zn, age, black are not statistically significant.

ii. As for the statistically significant variables, nox has the lowest p-value suggesting a strong association of the nox of the target variable. other important variables are dis,rad,tax,ptratio,medv,lstat. AIC value for the model1 = 164.85

- iii. The logistic regression coefficients give the change in the log odds of the outcome for a one unit increase in the predictor variables.
- a. For every one unit change in nox, the log odds of crime rate above median value incremases by 46.61.
- b. For a one unit increase in dis, the log odds of crime rate above median value incremases by 0.71.
- c. For a one unit increase in rad, the log odds of crime rate above median value incremases by 0.77.
- d. For a one unit increase in tax, the log odds of crime rate above median value incremases by -0.009.
- e. For a one unit increase in ptratio, the log odds of crime rate above median value incremases by 0.35.

- f. For a one unit increase in medy, the log odds of crime rate above median value incremases by 0.18
- iv. there were 9 ierations in backward steps before final model was selected

3.1.3 Model three- model with transformed variables

In this model, we will be using the some transformed variables.

First we will produce the summary model as per below:

```
##
## Call:
## glm(formula = target ~ . - zn - tax - lstat - medv, family = "binomial",
       data = city_crime_train_mod)
##
##
## Deviance Residuals:
##
      Min
                 1Q
                     Median
                                   3Q
                                           Max
## -1.7883 -0.1410 -0.0026
                               0.0005
                                        3.3645
##
## Coefficients:
                 Estimate Std. Error z value Pr(>|z|)
##
## (Intercept) -68.319369 16.418997 -4.161 3.17e-05 ***
## indus
               -0.001867
                            0.067017
                                      -0.028 0.977778
## chas1
                0.366993
                            0.849076
                                       0.432 0.665577
## nox
                56.080643
                          10.147964
                                       5.526 3.27e-08 ***
                           2.385419
                2.995884
## rm
                                       1.256 0.209147
## age
                0.043435
                           0.018166
                                       2.391 0.016805 *
                           0.331312
                                       1.425 0.154231
## dis
                0.472036
## rad
                0.838409
                            0.237364
                                       3.532 0.000412 ***
                0.468316
                           0.176293
                                       2.656 0.007896 **
## ptratio
## black
                -0.010739
                            0.005922 -1.813 0.069782
## tax_new
               -0.005285
                            0.003663 -1.443 0.149151
                           0.106228
                                      2.665 0.007698 **
## medv new
                0.283102
## 1stat new
                0.050027
                           0.074958
                                      0.667 0.504515
## rm_new
                -5.052053
                           2.830695 -1.785 0.074304 .
## dis_new
                -1.886385
                            0.552223 -3.416 0.000636 ***
                -0.363834
                           1.036508 -0.351 0.725574
## zn_new
## ---
## Signif. codes: 0 '***' 0.001 '**' 0.05 '.' 0.1 ' ' 1
## (Dispersion parameter for binomial family taken to be 1)
##
##
      Null deviance: 514.63 on 371 degrees of freedom
## Residual deviance: 124.11 on 356 degrees of freedom
## AIC: 156.11
##
## Number of Fisher Scoring iterations: 9
```

3.1.4 Model with transformed variable and with with backward step function

stepmodel2<- step(model2, direction="backward")</pre>

```
## Start: AIC=156.11
## target ~ (zn + indus + chas + nox + rm + age + dis + rad + tax +
      ptratio + black + lstat + medv + tax_new + medv_new + lstat_new +
##
      rm new + dis new + zn new) - zn - tax - lstat - medv
##
##
              Df Deviance
                            AIC
## - indus
               1
                  124.11 154.11
## - zn_new
                  124.24 154.24
## - chas
                  124.30 154.30
               1
## - lstat_new 1
                   124.54 154.54
## - rm
               1
                  125.88 155.88
## - dis
               1 126.02 156.01
## <none>
                  124.11 156.11
## - tax_new
              1 126.11 156.11
## - black
             1 127.44 157.44
## - rm new
              1 127.97 157.97
## - age
               1 130.93 160.93
                   131.81 161.81
## - ptratio
               1
## - medv_new
                  132.41 162.41
               1
## - dis_new
               1 138.64 168.64
                   149.17 179.17
## - rad
               1
                   186.38 216.38
## - nox
##
## Step: AIC=154.11
## target ~ chas + nox + rm + age + dis + rad + ptratio + black +
##
      tax_new + medv_new + lstat_new + rm_new + dis_new + zn_new
##
##
              Df Deviance
                          AIC
## - zn_new
              1 124.24 152.24
                 124.31 152.31
## - chas
               1
## - lstat new 1 124.55 152.55
## - rm
               1 125.88 153.88
               1 126.04 154.04
## - dis
## <none>
                  124.11 154.11
## - tax new
             1 127.03 155.03
## - black
               1 127.45 155.45
## - rm_new
               1 127.97 155.97
## - age
               1 130.96 158.96
## - ptratio
               1 131.82 159.82
                  132.55 160.55
## - medv_new
               1
## - dis_new
                   140.43 168.43
               1
## - rad
               1
                   155.61 183.61
## - nox
                   196.97 224.97
               1
##
## Step: AIC=152.24
## target ~ chas + nox + rm + age + dis + rad + ptratio + black +
      tax_new + medv_new + lstat_new + rm_new + dis_new
##
##
##
              Df Deviance
                            AIC
## - chas
              1 124.50 150.50
## - lstat_new 1 124.56 150.56
```

```
## - rm
         1 125.97 151.97
             1 126.08 152.08
## - dis
## <none>
                 124.24 152.24
## - tax_new
            1 127.18 153.18
## - black
              1 127.72 153.72
## - rm new
             1 128.22 154.22
## - age
              1 131.29 157.29
## - medv_new
              1 132.64 158.64
## - ptratio
              1
                  134.36 160.36
## - dis_new
              1 143.38 169.38
## - rad
              1 157.08 183.08
              1 196.97 222.97
## - nox
##
## Step: AIC=150.5
## target ~ nox + rm + age + dis + rad + ptratio + black + tax_new +
##
      medv_new + lstat_new + rm_new + dis_new
##
##
             Df Deviance
                           AIC
## - lstat_new 1
                  124.91 148.91
## - rm
              1
                  126.15 150.15
## - dis
             1 126.19 150.19
## <none>
                 124.50 150.50
            1 127.58 151.58
## - tax_new
## - black
            1 127.91 151.91
## - rm new
             1 128.38 152.38
## - age
              1 131.80 155.80
## - medv_new 1 133.04 157.04
## - ptratio
              1 134.38 158.38
## - dis_new
            1 144.36 168.36
## - rad
             1 158.12 182.12
              1 196.98 220.98
## - nox
##
## Step: AIC=148.91
## target ~ nox + rm + age + dis + rad + ptratio + black + tax_new +
##
      medv_new + rm_new + dis_new
##
##
            Df Deviance
                        AIC
## - rm
            1 126.80 148.80
             1 126.88 148.88
## - dis
## <none>
                124.91 148.91
## - tax new 1 127.77 149.77
             1 128.14 150.14
## - black
## - rm_new
             1 130.21 152.21
## - medv_new 1 133.39 155.39
## - ptratio
            1 135.25 157.25
             1 135.57 157.57
## - age
## - dis_new
             1 145.13 167.13
## - rad
             1 159.22 181.22
## - nox
            1 198.49 220.49
##
## Step: AIC=148.8
## target ~ nox + age + dis + rad + ptratio + black + tax_new +
##
      medv_new + rm_new + dis_new
##
```

```
##
              Df Deviance
                             AIC
## <none>
                   126.80 148.80
## - tax new
                   129.00 149.00
## - black
                   130.37 150.37
               1
## - dis
               1
                   130.87 150.87
## - rm new
                   132.36 152.36
               1
## - age
               1
                   138.72 158.72
## - ptratio
               1
                   139.68 159.68
## - medv_new
              1
                   142.98 162.98
## - dis_new
               1
                   146.97 166.97
## - rad
               1
                   160.12 180.12
                   203.79 223.79
## - nox
               1
```

3.1,5 Model three with Linear discrement analysis

3.1.6 Model with Linear discrement analysis with transformed data

4 Model Selection

In section we will further examine all six models. We will apply a model selection strategy defined below to compare the models.

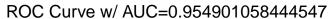
4.1 Model selection strategy:

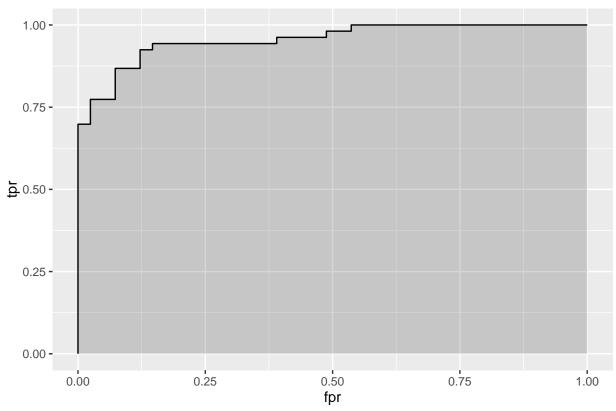
Following model selection strategy has been used for this assignment:

- (1) Compare accuracy of the models & confusion matrix
- (2) Compare Precision, Sensitivity, Specificity, F1 score
- (3) Compare AUC curve for the models

4.1.1 Model1 Evaluation

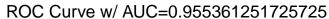
```
## Accuracy Error_Rate Precision sensitivity specificity F1_Score
## 1 0.5744681 0.4255319 0.9245283 0.5764706 0.5555556 0.9416097
```

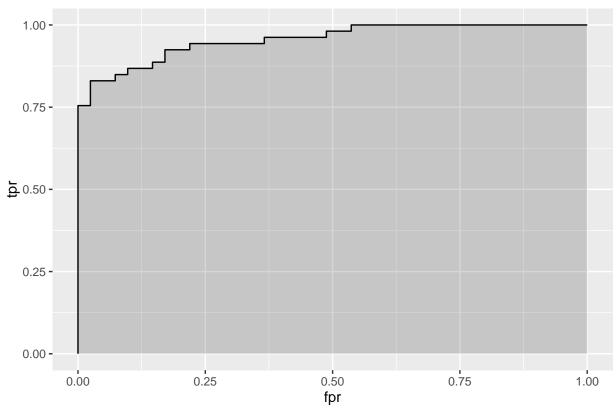




4.1.2 Model2 Evaluation

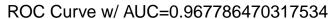
Accuracy Error_Rate Precision sensitivity specificity F1_Score
1 0.5851064 0.4148936 0.9056604 0.5853659 0.5833333 0.9072354

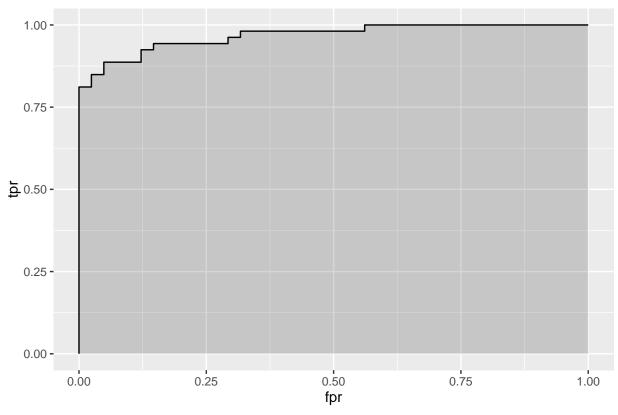




4.1.3 Model3 Evaluation

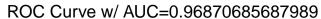
Accuracy Error_Rate Precision sensitivity specificity F1_Score ## 1 0.5851064 0.4148936 0.9245283 0.5833333 0.6 0.9115068

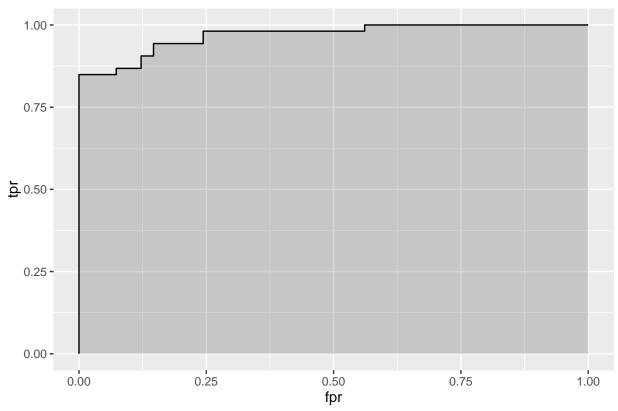




4.1.4 Model4 Evaluation

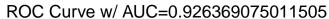
Accuracy Error_Rate Precision sensitivity specificity F1_Score
1 0.5744681 0.4255319 0.9056604 0.5783133 0.5454545 0.9321417

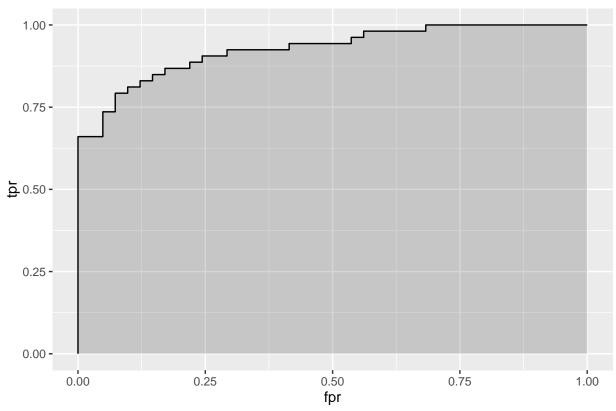




4.1.5 Model5 Evaluation

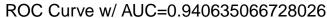
Accuracy Error_Rate Precision sensitivity specificity F1_Score
1 0.8297872 0.1702128 0.7358491 0.9512195 0.7358491 0.8297872

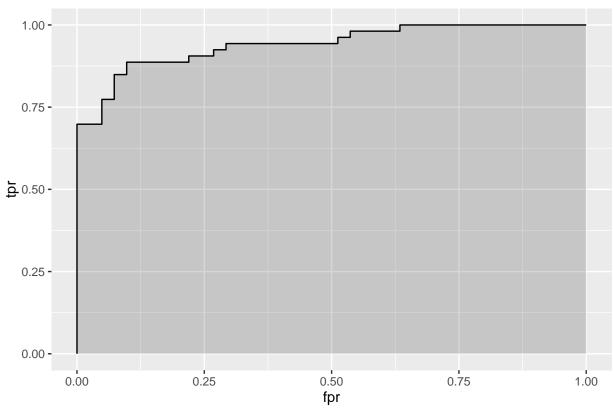




4.1.6 Model6 Evaluation

Accuracy Error_Rate Precision sensitivity specificity F1_Score
1 0.8297872 0.1702128 0.7358491 0.9512195 0.7358491 0.8297872





4.2 Final Model Seletion

Following is the comparison of various metrics for above 6 models

```
Accuracy Error_Rate Precision sensitivity specificity F1_Score
##
## 1 0.5744681
               0.4255319 0.9245283
                                      0.5764706
                                                  0.5555556 0.9416097
## 2 0.5851064 0.4148936 0.9056604
                                      0.5853659
                                                  0.5833333 0.9072354
## 3 0.5851064 0.4148936 0.9245283
                                      0.5833333
                                                  0.6000000 0.9115068
## 4 0.5744681
               0.4255319 0.9056604
                                      0.5783133
                                                  0.5454545 0.9321417
## 5 0.8297872 0.1702128 0.7358491
                                      0.9512195
                                                  0.7358491 0.8297872
## 6 0.8297872 0.1702128 0.7358491
                                      0.9512195
                                                  0.7358491 0.8297872
```