Home Work Assignment - 03

Critical Thinking Group 5

Contents

Overview	2
1 Data Exploration Analysis	2
1.1 Variable identification	2
1 Data Exploration Analysis	5
1.1 Variable identification	6
1.2 Data Summary Analysis	8
1.3 Outliers and Missing Values Identification	9
2. Data Preparation	10
2.1 Outliers treatment	10
2.3 Tranformation for Variables	11
2.6	12
3 Build Models	13
3.1.1 Model One by using all given variable	15
3.1.3 Model three- model with transformed variables	17
4 Model Selection	21
4.1 Model selection strategy:	21

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.

To attain our objective, we will be following the below best practice steps and guidelines: 1 -Data Exploration 2 -Data Preparation 3 -Build Models 4 -Select Models

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

```
## package 'car' successfully unpacked and MD5 sums checked
##
## The downloaded binary packages are in
## C:\Users\Arindam\AppData\Local\Temp\RtmpOwR7Li\downloaded_packages
## NULL
```

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)

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.

```
###finding missing values
missings<- sapply(city_crime_train_full,function(x) sum(is.na(x)))
kable(missings, caption = "Missing Values")</pre>
```

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
lstat	0
medv	0
target	0

```
### finding unique values
uniques<- sapply(city_crime_train_full, function(x) length(unique(x)))
kable(uniques, caption = "Unique Values")</pre>
```

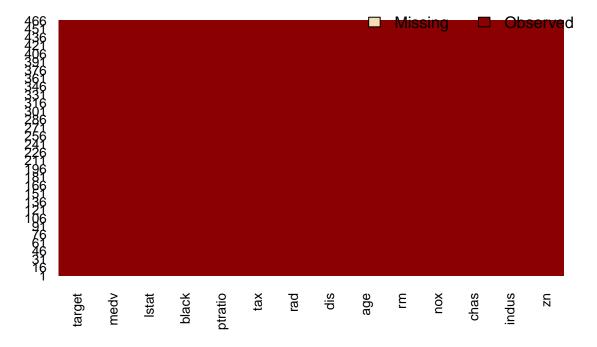
Table 3: Unique Values

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

visually checking missing values

Warning: package 'Amelia' was built under R version 3.2.5 ## ## ## ## Amelia II: Multiple Imputation ## ## (Version 1.7.4, built: 2015-12-05) ## ## Copyright (C) 2005-2016 James Honaker, Gary King and Matthew Blackwell ## ## Refer to http://gking.harvard.edu/amelia/ for more information ## ## missmap(city_crime_train_full, main = "Missing values vs observed")

Missing values vs observed



model

```
smp_size <- floor(0.80 * nrow(city_crime_train_full))
## set the seed to make your partition reproductible
set.seed(123)
train_ind <- sample(seq_len(nrow(city_crime_train_full)), size = smp_size)
city_crime_train<- city_crime_train_full[train_ind,]
train_test <- city_crime_train_full[-train_ind,]

model <- glm(target ~.,family=binomial(link='logit'),data=city_crime_train)
summary(model)</pre>
```

```
##
## Call:
  glm(formula = target ~ ., family = binomial(link = "logit"),
##
##
       data = city_crime_train)
##
## Deviance Residuals:
##
       Min
                 10
                      Median
                                    30
                                            Max
## -1.8791 -0.1299 -0.0025
                               0.0011
                                         3.4785
##
##
  Coefficients:
##
                 Estimate Std. Error z value Pr(>|z|)
                            8.250799
                                      -5.025 5.03e-07 ***
## (Intercept) -41.462153
## zn
                -0.060580
                            0.039153
                                      -1.547 0.121799
                -0.063885
                            0.059335
## indus
                                      -1.077 0.281618
                 0.789391
                                        0.912 0.361912
## chas
                            0.865818
## nox
                53.413503
                           10.013666
                                        5.334 9.60e-08 ***
## rm
                -0.647942
                            0.904430
                                       -0.716 0.473739
                 0.028835
                            0.015680
                                        1.839 0.065915
## age
                                        2.979 0.002894 **
## dis
                 0.800917
                            0.268877
## rad
                 0.721751
                            0.195662
                                        3.689 0.000225 ***
## tax
                -0.007065
                            0.003490
                                      -2.024 0.042948 *
                 0.440768
                            0.159366
                                        2.766 0.005679 **
## ptratio
                -0.009591
## black
                            0.006025
                                       -1.592 0.111412
                 0.096941
                            0.062429
## 1stat
                                        1.553 0.120469
## medv
                 0.236940
                            0.091276
                                        2.596 0.009436 **
## 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: 140.71 on 358
                                      degrees of freedom
  AIC: 168.71
##
## Number of Fisher Scoring iterations: 9
```

model interpretation

Now we can analyze the fitting and interpret what the model is telling us. First of all, we can see that indus,chas,rm,age,black, and lstat are not statistically significant.

As for the statistically significant variables, nox has the lowest p-value suggesting a strong association of the nox of the person with the probability of being above target.

Mychanges

Split the full train data set into train and test to validate the model performance

1. Split the data 80% train and 20% for model validation

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:

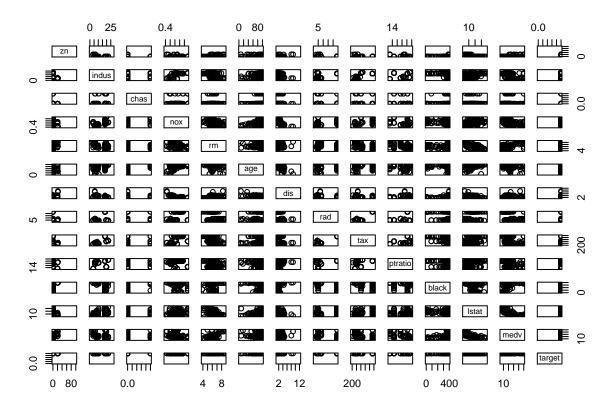
-Variable identification

- -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 and proportion of success and failure cases in target variable.

##	zn	indus	chas	nox
##	Min. : 0.00	Min. : 0.460	Min. :0.00000	Min. :0.3890
##	1st Qu.: 0.00	1st Qu.: 4.945	1st Qu.:0.00000	1st Qu.:0.4480
##	Median: 0.00	Median : 8.560	Median :0.00000	Median :0.5220
##	Mean : 12.36	Mean :10.900	Mean :0.06452	Mean :0.5512
##	3rd Qu.: 20.00	3rd Qu.:18.100	3rd Qu.:0.00000	3rd Qu.:0.6240
##		Max. :27.740		Max. :0.8710
##	rm	age	dis	rad
##	Min. :3.863	Min. : 2.90	Min. : 1.130	Min. : 1.000
##	1st Qu.:5.886	1st Qu.: 41.70	1st Qu.: 2.106	1st Qu.: 4.000
##			Median : 3.325	
##				Mean : 9.204
##	•	•	3rd Qu.: 5.287	·
##	Max. :8.725		Max. :12.127	
##		-	black	
##	Min. :187.0	Min. :12.60		Min. : 1.730
##	•	•	1st Qu.:376.46	1st Qu.: 6.928
##				Median :10.925
##				Mean :12.397
##			3rd Qu.:396.21	
##	Max. :711.0		Max. :396.90	Max. :37.970
	medv	J		
##	Min. : 5.00	Min. :0.0000		
##	1st Qu.:17.20	1st Qu.:0.0000		
##	Median :21.60	Median :0.0000		
##	Mean :22.85			
##	3rd Qu.:27.02			
##	Max. :50.00	Max. :1.0000		



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	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
##	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
##		sket	v kui	rtosis	se						
##	zn	2.05	5	3.20	1.25						
##	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						
##	dis	0.96	3	0.38 (0.11						
##	rad	1.10)	-0.67).44						
##	tax	0.72	2	-1.05 8	3.66						
##	ptratio	-0.67	7	-0.52 (0.12						
##	black	-3.10)	8.55 4	1.59						
##	lstat	0.95	5	0.60 (0.36						
##	medv	0.97	7	1.11 (0.47						
##	target	0.13	L	-1.99 (0.03						
##	zn	ind	dus	chas	no	ς 1	rm ag	ge d	dis	rad	tax
##	0		0	0	()	0	0	0	0	0
##	ptratio	bla	ack	lstat	med	/ targe	et				
##	0		0	0	(0				

Table 4: Correlation between target and predictor variable

	Correlation
zn	-0.4239382
indus	0.6034795
chas	0.0579716
nox	0.7290920
rm	-0.1605913
age	0.6275762
dis	-0.6167264
rad	0.6307187
tax	0.6021403

Correlation
0.2198922
-0.3463425
0.4808888
-0.2724789
1.0000000

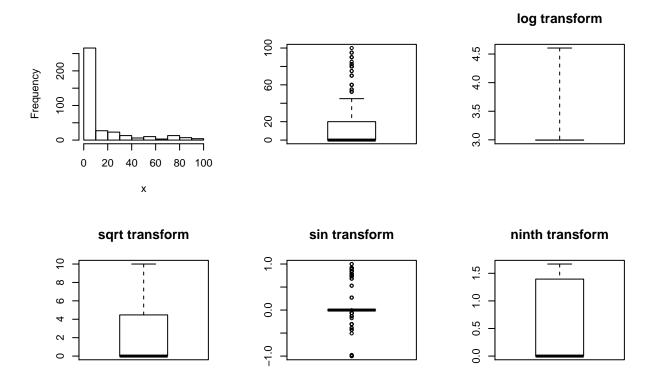
It is clear from the table that most of the variables are having storng correlation with the target variable.

1.3 Outliers and Missing Values Identification

In this section we look at boxplots to determine the outliers in variables and decide on whether to act on the outliers.

Lets do some univariate analysis. We will look at the Histogram and Boxplot for each variable to detect outliers if any and treat it accordingly.

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

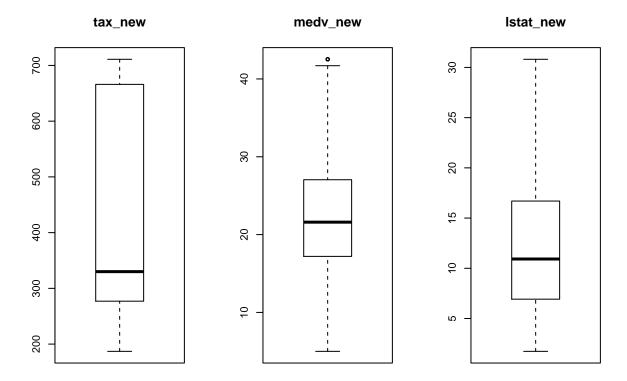
For outliers, we will create 2 sets of variables.

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.

```
city_crime_traintax \ city_crime_trainmedv city_crime_train$lstat
```

Lets see how the new variables look in boxplots.



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

2.3 Tranformation for Variables

Following variables will need some transformation:

- 1. zn: proportion of residential land zoned for large lots (over 25000 square feet) (predictor variable)
- 2. chas: a dummy var. for whether the suburb borders the Charles River (1) or not (0) (predictor variable)
- 3. target: whether the crime rate is above the median crime rate (1) or not (0) (response variable)

2.6

Lets see how the new variables stack up against wins.

All new variables seem to have a positive correlation with wins. 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:
                      Median
##
      Min
                 1Q
                                   3Q
                                           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 ***
               -0.060580
## zn
                            0.039153 -1.547 0.121799
                -0.063885
                            0.059335 -1.077 0.281618
## indus
## chas
                0.789391
                            0.865818
                                       0.912 0.361912
## nox
                53.413503 10.013666
                                       5.334 9.60e-08 ***
## rm
                -0.647942
                           0.904430 -0.716 0.473739
                0.028835
                            0.015680
                                       1.839 0.065915 .
## age
## dis
                 0.800917
                            0.268877
                                       2.979 0.002894 **
## 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
                            0.062429
                                       1.553 0.120469
## lstat
                 0.096941
## medv
                 0.236940
                            0.091276
                                       2.596 0.009436 **
## ---
## 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: 140.71 on 358 degrees of freedom
## AIC: 168.71
##
## Number of Fisher Scoring iterations: 9
```

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

Accuracy=0.9042553

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

## Start: AIC=168.71

## target ~ zn + indus + chas + nox + rm + age + dis + rad + tax +

## ptratio + black + lstat + medv
##</pre>
```

```
Df Deviance AIC
          1 141.22 167.22
## - rm
## - chas
           1 141.55 167.55
## - indus 1 141.93 167.93
## <none>
                140.71 168.71
## - lstat
          1 143.06 169.06
## - black 1 143.68 169.68
## - zn
           1 143.99 169.99
               144.45 170.45
## - age
            1
## - tax
           1 144.93 170.93
## - medv
            1 148.67 174.67
## - ptratio 1
               149.29 175.29
          1
## - dis
               150.97 176.97
## - rad
           1 171.94 197.94
## - nox
           1 195.65 221.65
##
## Step: AIC=167.22
## target ~ zn + indus + chas + nox + age + dis + rad + tax + ptratio +
      black + lstat + medv
##
##
          Df Deviance
                        AIC
## - chas
           1 142.10 166.10
## - indus
          1 142.37 166.37
## <none>
                141.22 167.22
## - black 1 144.02 168.02
## - age
          1 144.48 168.48
## - zn
            1 144.74 168.74
## - lstat
               145.13 169.13
            1
## - tax
           1 145.97 169.97
## - ptratio 1 149.78 173.78
## - dis
            1 150.97 174.97
## - medv
            1 156.73 180.73
## - 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
## <none>
               142.10 166.10
               144.69 166.69
## - black
           1
## - age
           1 145.65 167.65
## - zn
               146.09 168.09
            1
## - lstat
               146.43 168.43
            1
               148.34 170.34
## - tax
            1
## - ptratio 1
               149.90 171.90
## - dis
            1
               151.42 173.42
               157.16 179.16
## - medv
            1
## - 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 +
##
       1stat + medv
##
             Df Deviance
##
                            AIC
## <none>
                  142.85 164.85
## - black
                  145.21 165.21
              1
                  146.69 166.69
## - age
              1
## - lstat
              1
                  146.75 166.75
## - zn
              1
                  146.89 166.89
## - ptratio 1
                  150.46 170.46
## - dis
              1
                  151.87 171.87
                  154.08 174.08
## - tax
              1
## - medv
              1
                  157.59 177.59
## - rad
              1
                 184.71 204.71
## - nox
                  203.12 223.12
              1
pre_train1_step<-predict(stepmodel1,type="response",newdata=train_test)</pre>
table(pre_train1_step>0.5,train_test$target)
```

Accuracy=0.8723404

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 - rm - dis - tax - lstat - medv,
##
       family = "binomial", data = city_crime_train_mod)
##
## Deviance Residuals:
##
      Min
                1Q
                     Median
                                   ЗQ
                                           Max
## -1.8490 -0.1466 -0.0024
                               0.0004
                                        3.5826
##
## Coefficients:
                Estimate Std. Error z value Pr(>|z|)
##
## (Intercept) -45.541738
                           8.544894 -5.330 9.84e-08 ***
## indus
                0.014531
                            0.064926
                                       0.224 0.822909
                                       0.134 0.893257
## chas
                0.108863
                           0.811295
                50.472586
                           9.083435
                                       5.557 2.75e-08 ***
## nox
## age
                0.036435
                           0.016117
                                       2.261 0.023780 *
                0.871309
                           0.241452
                                     3.609 0.000308 ***
## rad
                           0.172513 2.870 0.004107 **
## ptratio
                0.495086
                           0.005881 -1.774 0.076036 .
## black
                -0.010433
```

```
## tax new
               -0.005498
                           0.003495 -1.573 0.115648
                0.297542
                           0.090676 3.281 0.001033 **
## medv_new
## 1stat new
                0.053168
                           0.069612
                                      0.764 0.444998
## rm_new
               -1.774497
                           1.144107 -1.551 0.120904
## dis_new
               -2.191201
                           0.532281 -4.117 3.84e-05 ***
                0.465684
                           0.892871
                                    0.522 0.601978
## 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: 129.52 on 358 degrees of freedom
## AIC: 157.52
##
## Number of Fisher Scoring iterations: 9
##
##
           0
              1
    FALSE 35 3
##
##
    TRUE
           6 50
```

Accuracy=0.9042553

3.1.4 Model with transformed variable and with with backward step function

```
stepmodel2<- step(model2, direction="backward")</pre>
## Start: AIC=157.52
## target \sim (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 - rm - dis - tax - lstat -
##
       medv
##
##
               Df Deviance
## - chas
                    129.54 155.54
                1
## - indus
                1
                    129.57 155.57
## - zn new
                1
                    129.79 155.79
## - lstat_new 1
                    130.08 156.08
## <none>
                    129.52 157.52
## - tax_new
                    131.92 157.92
                1
## - rm new
                1
                    131.97 157.97
## - black
                    132.86 158.86
                1
## - age
                1
                    135.31 161.31
## - ptratio
                    138.64 164.64
                1
## - medv_new
                1
                    142.81 168.81
## - dis_new
                1
                    151.54 177.54
## - rad
                1
                    155.24 181.24
## - nox
                    197.04 223.04
                1
##
## Step: AIC=155.54
```

```
## target ~ indus + nox + age + rad + ptratio + black + tax_new +
##
      medv_new + lstat_new + rm_new + dis_new + zn_new
##
##
              Df Deviance
                             AIC
## - indus
               1
                   129.61 153.61
                   129.79 153.79
## - zn new
               1
## - lstat new 1
                   130.13 154.13
                   129.54 155.54
## <none>
## - rm_new
               1
                   131.99 155.99
## - tax_new
               1 132.13 156.13
## - black
               1 132.86 156.86
                   135.51 159.51
## - age
               1
## - ptratio
               1
                   138.79 162.79
                   142.84 166.84
## - medv_new
               1
## - dis_new
                   152.03 176.03
               1
## - rad
               1
                   156.60 180.60
## - nox
                   197.61 221.61
               1
##
## Step: AIC=153.61
## target ~ nox + age + rad + ptratio + black + tax_new + medv_new +
##
      lstat_new + rm_new + dis_new + zn_new
##
##
              Df Deviance
                           AIC
## - zn_new
              1 129.82 151.82
                   130.28 152.28
## - lstat_new 1
## <none>
                   129.61 153.61
## - rm_new
                  132.04 154.04
               1
                   132.51 154.51
## - tax_new
               1
## - black
                  132.99 154.99
               1
## - age
               1 135.51 157.51
## - ptratio
               1
                   138.80 160.80
## - medv_new
               1
                   143.10 165.10
## - dis_new
                   152.60 174.60
## - rad
                   161.77 183.77
               1
                   209.86 231.86
## - nox
               1
##
## Step: AIC=151.82
## target ~ nox + age + rad + ptratio + black + tax_new + medv_new +
##
      lstat_new + rm_new + dis_new
##
##
              Df Deviance
                             AIC
## - lstat_new 1 130.87 150.87
                   129.82 151.82
## <none>
                  132.04 152.04
## - rm_new
               1
## - tax_new
                   132.69 152.69
               1
## - black
                   133.06 153.06
               1
                   135.52 155.52
## - age
               1
## - ptratio
                   139.74 159.74
               1
## - medv_new
                   143.10 163.10
               1
## - dis_new
               1
                   152.65 172.65
## - rad
                   162.06 182.06
               1
## - nox
                   212.46 232.46
               1
##
## Step: AIC=150.86
```

```
## target ~ nox + age + rad + ptratio + black + tax_new + medv_new +
##
      rm_new + dis_new
##
##
             Df Deviance
                            AIC
## <none>
                  130.87 150.87
## - tax new
             1 133.34 151.34
## - black
             1 133.89 151.89
## - rm_new
              1 135.44 153.44
              1 139.74 157.74
## - age
## - ptratio
              1 141.03 159.03
## - medv_new 1 143.94 161.94
## - dis_new
                 154.34 172.34
              1
## - rad
                  163.53 181.53
              1
## - nox
              1 213.91 231.91
pre_train2_step<-predict(stepmodel2,type="response",newdata=train_test_mod)</pre>
table(pre_train2_step>0.5,train_test_mod$target)
```

Accuracy = 0.893617

3.1,5 Model three with Linear discrement analysis

```
class posterior.0 posterior.1
        1 0.0005609314 0.99943907 2.9179352
## 3
## 6
        1 0.0040700562 0.99592994 2.1737359
## 7
        1 0.0014576826 0.99854232 2.5596162
## 8
        0 0.9672384727 0.03276153 -1.1568765
##
##
      0 1
##
    0 39 14
    1 2 39
##
```

Accuracy=0.8297872

3.1.6 Model with Linear discrement analysis with transformed data

Accuracy=0.7978723

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

```
## ## 0 1
## FALSE 36 4
## TRUE 5 49
```

