Assignment-based Subjective Questions

Question 1. From your analysis of the categorical variables from the dataset, what could you infer about their effect on the dependent variable? (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: <Your answer for Question 1 goes below this line> (Do not edit)

Effect of Categorical Variables on Bike Demand:

Season: Bike demand varies significantly by season. Winter shows lower demand while summer and fall drive higher rentals.

Weathersit: Clear weather has the highest demand while light snow or rain negatively affects demand.

Weekday: Weekends generally show higher bike rentals, indicating more leisure usage.

Holiday: Bike demand is slightly lower on holidays.

Question 2. Why is it important to use **drop_first=True** during dummy variable creation? (Do not edit)

Total Marks: 2 marks (Do not edit)

Answer: <Your answer for Question 2 goes below this line> (Do not edit)

It prevents the dummy variable trap by dropping one category, avoiding perfect multicollinearity. This ensures the model remains interpretable and avoids redundancy.

Question 3. Looking at the pair-plot among the numerical variables, which one has the highest correlation with the target variable? (Do not edit)

Total Marks: 1 mark (Do not edit)

Answer: <Your answer for Question 3 goes below this line> (Do not edit)

temp has the highest correlation with **cnt**. This indicates that warmer temperatures drive higher bike usage.

Question 4. How did you validate the assumptions of Linear Regression after building the model on the training set? (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: <Your answer for Question 4 goes below this line> (Do not edit)

Validation of Linear Regression Assumptions:

- 1. Linearity Checked through residual vs fitted plots.
- 2. Normality of Errors Validated using Q-Q plots.
- 3. Homoscedasticity Assessed through random scatter of residuals.
- 4. Multicollinearity Addressed by calculating VIF and dropping atemp.

Question 5. Based on the final model, which are the top 3 features contributing significantly towards explaining the demand of the shared bikes? (Do not edit)

Total Marks: 2 marks (Do not edit)

Answer: <Your answer for Question 5 goes below this line> (Do not edit)

Top 3 Features in Final Model:

- 1. Weathersit_Light Snow / Rain: -2119 (Adverse weather reduces demand)
- 2. Yr: +1989 (2019 shows higher demand than 2018)
- 3. Season_Spring: -975 (Spring exhibits lower demand compared to other seasons)

General Subjective Questions

Question 6. Explain the linear regression algorithm in detail. (Do not edit)

Total Marks: 4 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 6 goes here>

- a) Linear Regression models the relationship between a dependent variable (Y) and one or more independent variables (X)
- b) The goal is to minimize the error by finding the line of best fit

$$Y = \beta 0 + \beta 1X1 + \beta 2X2 + ... + \beta nXn + \epsilon$$

c) The model assumes linearity, independence, homoscedasticity, and normality of residuals.

Question 7. Explain the Anscombe's quartet in detail. (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 7 goes here>

Anscombe's Quartet consists of four datasets with nearly identical statistical properties but different distributions. It highlights the importance of visualizing data rather than relying solely on summary statistics.

Question 8. What is Pearson's R? (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 8 goes here>

Pearson's correlation coefficient measures the linear relationship between two variables.

It values ranges from -1 to 1:

- a) 1: Perfect positive correlation
- b) -1: Perfect negative correlation
- c) 0: No correlation.

Question 9. What is scaling? Why is scaling performed? What is the difference between normalized scaling and standardized scaling? (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 9 goes here>

- a) Scaling adjusts the range of features, ensuring no variable dominates the model.
- **b)** Normalization scales data between 0 and 1.
- c) Standardization scaled data to have mean 0 and standard deviation 1.
- d) Scaling is critical for distance based models (eg; KNN, SVM)

Question 10. You might have observed that sometimes the value of VIF is infinite. Why does this happen? (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 10 goes here>

Infinite VIF occurs when one feature is a perfect linear combination of others causing multicollinearity. This can be resolved by dropping correlated variables or and applying principal component analysis (PCA)

Question 11. What is a Q-Q plot? Explain the use and importance of a Q-Q plot in linear regression. (Do not edit)

Total Marks: 3 marks (Do not edit)

Answer: Please write your answer below this line. (Do not edit)

<Your answer for Question 11 goes here>

A Q-Q plot compares the quantities of residuals against a theoretical normal distribution.

Purpose –

It validates the normality assumption in regression.

Importance-

Non-linearity in the plot may indicate that residuals deviate from normality. Addressing this improves model reliability.