Problem Statement

A higher education consulting firm, has provided a list of students' performance metrics such as GRE test score (out of 340), TOEFL test score (out of 120), university rating (out of 5.0), undergrad GPA (out of 10), score of recommendation letters and Statement of Purpose (out of 5), research experience (0 or 1), and their chance of getting admit (0 to 1 range). We need to analyze which performance metrics were more important in predicting the chances of getting an admit, to help in predicting the admit chances for future students.

```
In [1]:
         # useful imports
         import numpy as np, seaborn as sns, pandas as pd, matplotlib.pyplot as plt
         # import warnings
In [2]:
         # warnings.filterwarnings("ignore")
         df = pd.read_csv('Jamboree_Admission.csv')
In [3]:
         df.head()
Out[3]:
            Serial No. GRE Score TOEFL Score University Rating SOP
                                                                     LOR CGPA Research Chance of Admit
         0
                    1
                             337
                                          118
                                                                 4.5
                                                                       4.5
                                                                            9.65
                                                                                         1
                                                                                                       0.92
         1
                    2
                             324
                                          107
                                                                 4.0
                                                                       4.5
                                                                            8.87
                                                                                         1
                                                                                                       0.76
         2
                    3
                                                                            8.00
                                                                                                       0.72
                             316
                                          104
                                                             3
                                                                 3.0
                                                                       3.5
                                                                                         1
         3
                    4
                             322
                                          110
                                                                            8.67
                                                                                                       0.80
                                                                 3.5
                                                                       2.5
                                                                                         1
                    5
         4
                             314
                                          103
                                                             2
                                                                 2.0
                                                                       3.0
                                                                            8.21
                                                                                        0
                                                                                                       0.65
In [4]:
         df.drop(['Serial No.'],axis=1,inplace=True) # deleting the serial no. column as it is not require
         df['Research'].replace([0,1],["no","yes"],inplace=True)
In [5]:
         df.head()
Out[5]:
            GRE Score TOEFL Score
                                    University Rating
                                                     SOP
                                                           LOR CGPA Research Chance of Admit
         0
                  337
                                                      4.5
                                                            4.5
                                                                  9.65
                                                                                            0.92
                               118
                                                  4
                                                                            yes
          1
                  324
                               107
                                                            4.5
                                                                  8.87
                                                                                            0.76
                                                      4.0
                                                                            yes
         2
                  316
                               104
                                                  3
                                                      3.0
                                                            3.5
                                                                  8.00
                                                                            yes
                                                                                            0.72
          3
                  322
                               110
                                                      3.5
                                                            2.5
                                                                  8.67
                                                                                            0.80
                                                                            yes
         4
                  314
                               103
                                                      2.0
                                                            3.0
                                                                  8.21
                                                                                            0.65
                                                                             no
In [6]:
         df.info()
```

<class 'pandas.core.frame.DataFrame'> RangeIndex: 500 entries, 0 to 499 Data columns (total 8 columns): Column Non-Null Count Dtype --------_____ 0 GRE Score 500 non-null int64 500 non-null TOEFL Score int64 1 2 University Rating 500 non-null int64 3 SOP 500 non-null float64 4 LOR 500 non-null float64 5 CGPA 500 non-null float64 6 Research 500 non-null object Chance of Admit float64 500 non-null dtypes: float64(4), int64(3), object(1) memory usage: 31.4+ KB

Shape is 500 rows and 8 columns all except research experience are numerical data types. There are no missing values in any column.

checking for null values

```
In [7]:
         df.isna().sum()
                               0
Out[7]: GRE Score
         TOEFL Score
                               0
         University Rating
                               0
         SOP
                               0
         LOR
                               0
         CGPA
                               0
         Research
                               0
         Chance of Admit
                               0
         dtype: int64
```

checking for duplicated values

```
In [8]: df.duplicated().sum()
```

Out[8]: 0

Out[9]:

In [9]: df.describe() # numerical features

	GRE Score	TOEFL Score	University Rating	SOP	LOR	CGPA	Chance of Admit
count	500.000000	500.000000	500.000000	500.000000	500.00000	500.000000	500.00000
mean	316.472000	107.192000	3.114000	3.374000	3.48400	8.576440	0.72174
std	11.295148	6.081868	1.143512	0.991004	0.92545	0.604813	0.14114
min	290.000000	92.000000	1.000000	1.000000	1.00000	6.800000	0.34000
25%	308.000000	103.000000	2.000000	2.500000	3.00000	8.127500	0.63000
50%	317.000000	107.000000	3.000000	3.500000	3.50000	8.560000	0.72000
75%	325.000000	112.000000	4.000000	4.000000	4.00000	9.040000	0.82000
max	340.000000	120.000000	5.000000	5.000000	5.00000	9.920000	0.97000

Mean GRE score is 316.47. Ranges from 290 to 340. Median is close to mean at 317 so there are no outliers.

Mean TOEFL score is 107.2 and median is 107 so there are no outliers. Ranges from 92 to 120.

Mean university rating is 3.11, median 3 so there are not many outliers and ranges from 1 to 5.

Mean SOP score is 3.37, median 3.5 so there are not many outliers, and scores range from 1 to 5.

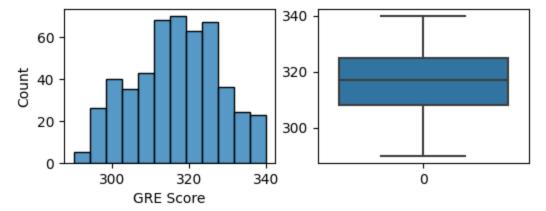
Mean LOR score is 3.48, median 3.5 so there are not many outliers, and scores range from 1 to 5.

Mean CGPA is 8.58, median is 8.56 so there are not many outliers, and range is from 6.8 to 9.92.

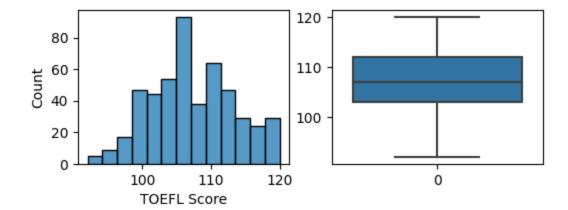
Mean of chances of admit is 0.7217 or 72.17%, median is 72% so there are not many outliers, and range is from 34% to 97%.

Univariate analysis

```
In [10]: f = plt.figure()
    f.set_figwidth(6)
    f.set_figheight(2)
    plt.subplot(121)
    sns.histplot(data=df, x='GRE Score') # looks close to a bell-shaped curve.
    plt.subplot(122)
    sns.boxplot(df['GRE Score'])
    plt.show() # there are no outliers here.
```

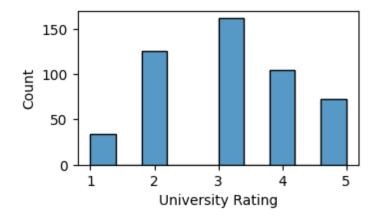


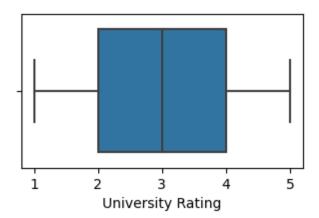
```
In [11]: f = plt.figure()
    f.set_figwidth(6)
    f.set_figheight(2)
    plt.subplot(121)
    sns.histplot(data=df, x='TOEFL Score') # looks close to a bell-shaped curve
    plt.subplot(122)
    sns.boxplot(df['TOEFL Score'])
    plt.show() # no outliers in the boxplot
```



```
In [12]: f = plt.figure()
f.set_figwidth(8)
f.set_figheight(2)
plt.subplot(121)
sns.histplot(df["University Rating"]) # looks like bell-shaped curve
plt.subplot(122)
sns.boxplot(data=df, x='University Rating') # no outliers
```

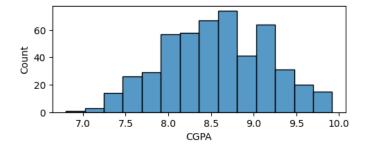
Out[12]: <AxesSubplot: xlabel='University Rating'>

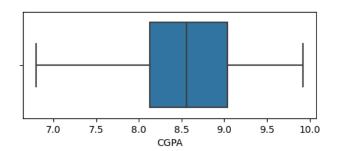




```
In [13]: f = plt.figure()
    f.set_figwidth(12)
    f.set_figheight(2)
    plt.subplot(121)
    sns.histplot(df['CGPA']) #looks like a normal distribution
    plt.subplot(122)
    sns.boxplot(data=df, x='CGPA') # no outliers
```

Out[13]: <AxesSubplot: xlabel='CGPA'>

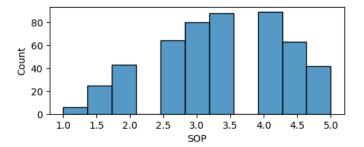


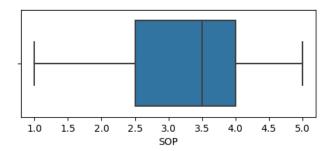


```
In [14]: f = plt.figure()
    f.set_figwidth(12)
    f.set_figheight(2)
    plt.subplot(121)
    sns.histplot(df['SOP']) #Looks like a left skewed distribution
```

```
plt.subplot(122)
sns.boxplot(data=df, x='SOP') # no outliers
```

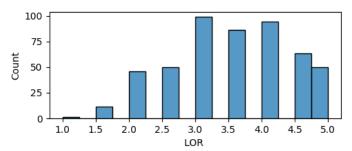
```
Out[14]: <AxesSubplot: xlabel='SOP'>
```

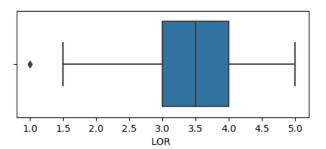




```
In [15]: f = plt.figure()
    f.set_figwidth(12)
    f.set_figheight(2)
    plt.subplot(121)
    sns.histplot(df['LOR ']) #looks like a left skewed distribution
    plt.subplot(122)
    sns.boxplot(data=df, x='LOR ') # there are some outliers
```

Out[15]: <AxesSubplot: xlabel='LOR '>

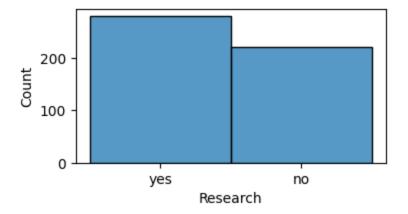




```
In [16]: import scipy
    iqr = scipy.stats.iqr(df['LOR '])
    q1 = np.percentile(df['LOR '],25)
    print(q1)
    df['LOR '][df['LOR '] < (q1 - iqr*1.5)]
3.0</pre>
```

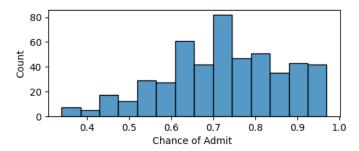
Out[16]: 347 1.0 Name: LOR, dtype: float64

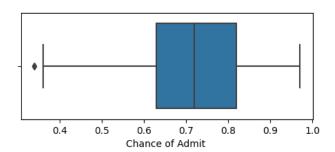
There is only 1 outlier at 1.0 which is not an error, but a valid score so we will keep it.



```
In [18]: f = plt.figure()
f.set_figwidth(12)
f.set_figheight(2)
plt.subplot(121)
sns.histplot(df['Chance of Admit ']) #looks like a left skewed distribution
plt.subplot(122)
sns.boxplot(data=df, x='Chance of Admit ') # there are some outliers
```

Out[18]: <AxesSubplot: xlabel='Chance of Admit '>





```
In [19]: iqr = scipy.stats.iqr(df['Chance of Admit '])
  q1 = np.percentile(df['Chance of Admit '],25)
  print(q1)
  df['Chance of Admit '][df['Chance of Admit '] < (q1 - iqr*1.5)]

0.63</pre>
```

Out[19]: 92 0.34 376 0.34

Name: Chance of Admit , dtype: float64

Since, these outliers have a valid percentage for chance of admit, we will not remove them.

Now that we have checked the various merits with which students have applied for universities, let's look at their relationship with each other.

Bivariate analysis

```
In [20]: continuous_cols = df.columns[df.dtypes != 'object'][:-1]
continuous_cols

Out[20]: Index(['GRE Score', 'TOEFL Score', 'University Rating', 'SOP', 'LOR ', 'CGPA'], dtype='object')

In [21]: f = plt.figure()
f.set_figwidth(12)
f.set_figheight(12)
```

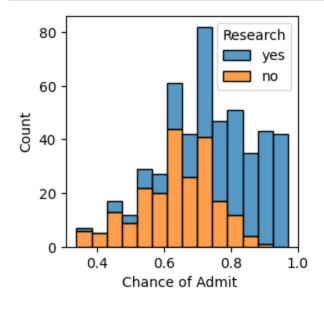
```
n = len(continuous_cols)
for i in range(n):
      plt.subplot(n//2,n-(n//2),i+1)
      sns.scatterplot(data=df, x=continuous_cols[i],y='Chance of Admit ')
plt.show()
   1.0
                                                     1.0
                                                     0.9
                                                                                                       0.9
   0.9
                                                     0.8
   0.8
                                                                                                       0.8
Chance of Admit
                                                 Chance of Admit
                                                                                                    Chance of Admit
   0.7
                                                     0.7
                                                                                                       0.7
   0.6
                                                     0.6
                                                                                                       0.6
   0.5
                                                     0.5
                                                                                                       0.5
   0.4
                                                     0.4
                                                                                                       0.4
        290
               300
                       310
                              320
                                      330
                                              340
                                                                     100
                                                                                  110
                                                                                               120
                                                                                                                                3
                       GRE Score
                                                                        TOEFL Score
                                                                                                                       University Rating
   1.0
                                                     1.0
                                                                                                       0.9
   0.9
                                                     0.9
                                                                                                 . . .
   0.8
                                                     0.8
                                                                                                       0.8
Chance of Admit
                                                 Chance of Admit
                                                                                                    Chance of Admit
   0.7
                                                     0.7
                                                                                                       0.7
   0.6
                                                     0.6
                                                                                                       0.6
   0.5
                                                     0.5
                                                                                                       0.5
   0.4
                                                     0.4
                                                                                                       0.4
                                                                     ż
                   2
                            3
                                               5
                                                                              3
                                                                                                 5
                                                                                                                                                   10
         1
                                                                                        4
                                                                                                                            8
                                                                                                                                        9
```

All the numerical scores are positively correlated with chance of getting an admit. Most have a linear trend of increase with increase in chance of admit.

LOR

CGPA

```
In [22]: fig = plt.figure()
    fig.set_figwidth(3)
    fig.set_figheight(3)
    sns.histplot(data=df,x='Chance of Admit ', hue='Research',multiple='stack')
    plt.show()
```



SOP

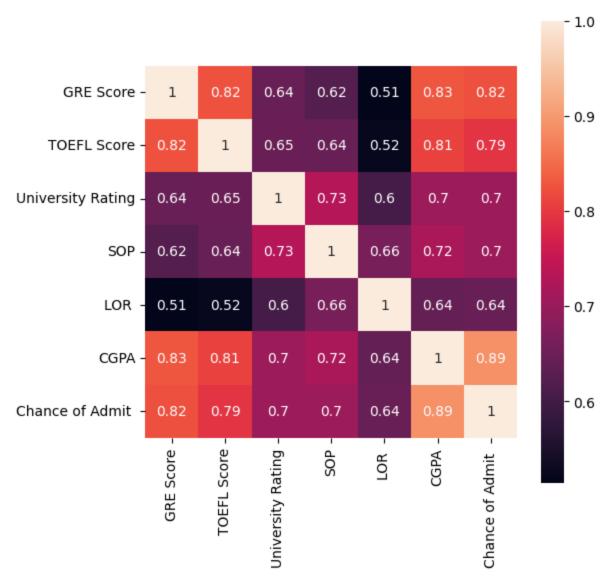
The students with research experience have higher chances of admit. But can we say that for the entire population or just for this sample of data? We would need to get statistical significance for this.

Multivariate analysis

In [23]: # Spearman's Rank Correlation Coefficient
plt.figure(figsize=(6,6))
sns.heatmap(df.corr(method='spearman'), square=True,annot=True)

C:\Users\Admin\AppData\Local\Temp\ipykernel_21700\3748891021.py:3: FutureWarning: The default value of numeric_only in DataFrame.corr is deprecated. In a future version, it will default to False. Select only valid columns or specify the value of numeric_only to silence this warning. sns.heatmap(df.corr(method='spearman'), square=True,annot=True)

Out[23]: <AxesSubplot: >



- 1. The GRE score and undergrad CGPA are highest indicator of chance of admit with correlation of 0.82 and 0.89.
- 2. The TOEFL score, university rating, SOP scores, and LOR scores are also correlated with chance of getting an admit with correlation coefficients at 0.79, 0.7, 0.7 and 0.64 respectively.

Let's find out a way to mathematically model this correlation of admit chances with numerical scores, so that we can do future chance of admit prediction.

Linear Regression

```
In [24]: Y = np.array(df["Chance of Admit "]).reshape(-1,1)
X = df[continuous_cols]

In [25]: from sklearn.linear_model import LinearRegression, Lasso, Ridge
    from sklearn.model_selection import train_test_split
# Create training and test split
X_train, X_test, y_train, y_test = train_test_split(X, Y, test_size=0.3, random_state=42)
```

Column Standarization

As the different test scores are in different units, we cannot fairly compare them in terms of importance. We need to scale them to a standard range called standardization.

```
In [26]: # Mean centering and Variance scaling (Standard Scaling)
    from sklearn.preprocessing import StandardScaler
    scaler = StandardScaler()
    std_data = scaler.fit_transform(X_train)
    X_train_transformed = pd.DataFrame(std_data, columns=continuous_cols)
    X_test_transformed = scaler.transform(X_test)
    X_test_transformed = pd.DataFrame(X_test_transformed, columns=continuous_cols)
    X_train_transformed.head()
```

Out[26]:		GRE Score	TOEFL Score	University Rating	SOP	LOR	CGPA
	0	1.223185	1.279809	1.647869	1.133935	-0.529123	1.285506
	1	-1.613224	-0.868155	-0.084125	0.632828	0.015562	0.073490
	2	0.491209	0.453669	1.647869	1.635043	0.560248	0.881501
	3	0.033723	-0.042015	-0.084125	0.632828	-0.529123	0.208159
	4	-0.881247	-0.372471	0.781872	-0.369388	-0.529123	-1.071191

```
In [27]: y_train.shape
Out[27]: (350, 1)
```

```
In [28]: X_train.shape
```

Out[28]: (350, 6)

Statsmodel OLS implementation of Linear Regression

```
In [29]: # Statmodels implementation of Linear regression
import statsmodels.api as sm

X_sm = sm.add_constant(X_train_transformed) #Statmodels default is without intercept, to add in:
sm_model = sm.OLS(y_train, X_sm).fit() # fitting the model
print(sm_model.summary())
```

OLS Regression Results

Dep. Variable:		У	R-squared:		0.8	15	
Model:		-	Adj. R-squared:		0.811		
Method:	Least Squares		•		251.1		
		•	<pre>Prob (F-statistic):</pre>		3.10e-122		
Time:			Log-Likelihood:		487.74		
No. Observations:		350	AIC:		-961.5		
Df Residuals:		343	BIC:		-934.5		
Df Model:		6					
Covariance Type:	nc	nrobust					
=======================================	:=======	:======	========			=======	
			t		-	_	
const	0.7241		223.296				
GRE Score	0.0301	0.007	4.601	0.000	0.017	0.043	
TOEFL Score	0.0200	0.006	3.309	0.001	0.008	0.032	
University Rating	0.0048	0.005	0.904	0.366	-0.006	0.015	
SOP	0.0014	0.006	0.246	0.806	-0.010	0.012	
LOR	0.0145	0.005	3.165	0.002	0.005	0.023	
CGPA	0.0686	0.007	9.755	0.000	0.055	0.082	
============	-=======	=======	========	.=======		==	
Omnibus:		81.292	Durbin-Watson:		2.052		
Prob(Omnibus):		0.000	Jarque-Bera (JB): 1		192.5	45	
Skew:		-1.139	Prob(JB):		1.55e-	1.55e-42	
Kurtosis:		5.831	Cond. No.		5.	38	

Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.

The Ordinary Least Squares regression R-squared value is moderately good at 0.817, and adjusted R-squared at 0.815. But the p-values for University Rating and SOP are greater than 0.05 so they are not statistically significant factors for admissions. Let's build the model again without these factors.

```
In [30]: sm_model = sm.OLS(y_train, X_sm.drop(['SOP', 'University Rating'],axis=1)).fit()
    print(sm_model.summary())
```

OLS Regression Results

```
______
Dep. Variable:
                               R-squared:
                                                          0.814
Model:
                           OLS Adj. R-squared:
                                                         0.812
         Least Squares F-statistic: 377.3
Sat, 24 Jun 2023 Prob (F-statistic): 1.48e-124
Method:
Date:
                     21:46:26 Log-Likelihood:
Time:
                                                       487.14
No. Observations:
                                                        -964.3
                           350 AIC:
Df Residuals:
                           345 BIC:
                                                        -945.0
Df Model:
                            4
Covariance Type: nonrobust
______
             coef std err t P>|t| [0.025 0.975]
const 0.7241 0.003 223.560 0.000 0.718
GRE Score 0.0308 0.006 4.745 0.000 0.018
                                                         0.730
                                                         0.044
TOEFL Score 0.0210 0.006 3.524 0.000 0.009 0.033 LOR 0.0161 0.004 3.875 0.000 0.008 0.024 CGPA 0.0706 0.007 10.575 0.000 0.057 0.084
```

______ Omnibus: 79.245 Durbin-Watson: 2.058 0.000 Jarque-Bera (JB): Prob(Omnibus): 184.438 -1.118 Prob(JB): 8.91e-41 5.765 Cond. No. 4.41 Kurtosis:

Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.

The coefficients are as shown below:

Out[35]: (0.8145572502266275, 0.8139284508791207)

```
In [31]: sm_model.params
```

Out[31]: const 0.724086 GRE Score 0.030754 TOEFL Score 0.021013 LOR 0.016119 CGPA 0.070619

dtype: float64

Using Scipy package modules for simple Linear regression, Lasso and Ridge regression

```
In [32]: from sklearn.metrics import mean_absolute_error, mean_squared_error
In [33]: X_test_transformed.drop(['SOP', 'University Rating'], axis=1, inplace=True)
In [34]: X_train_transformed.drop(['SOP', 'University Rating'],axis=1,inplace=True)
In [35]: # Initialize Linear Regression implementation
         model = LinearRegression()
         model.fit(X_train_transformed, y_train)
         y_pred = model.predict(X_test_transformed)
         print(model.coef_, model.intercept_)
         model.score(X_test_transformed, y_test), model.score(X_train_transformed, y_train)
         [[0.03075408 0.02101284 0.01611915 0.07061864]] [0.72408571]
```

```
In [36]: # adjusted R-squared
1 - (1-model.score(X_test_transformed, y_test))*(len(y_test)-1)/(len(y_test)-X_test_transformed.:
Out[36]: 0.8094415881639138
In [37]: mean_absolute_error(y_test,y_pred), mean_squared_error(y_test, y_pred)
Out[37]: (0.043621196823669536, 0.003865009329436615)
In [38]: mean_absolute_error(y_train,model.predict(X_train_transformed)), mean_squared_error(y_train, model)
Out[38]: (0.04305750075820504, 0.0036191753246244207)
```

Since the error for test and training data are closeby, this is a good fit model not underfit or overfit.

The coefficients, intercept and R-squared value at 0.815 and adjusted R-squared value of 0.81 is similar to that of statsmodel library model a section above.

Mean absolute error was 0.04 and mean squared error 0.004.

Lasso regression

It performs 'L1 regularization', i.e. it adds a factor of absolute value of sum of coefficients in the optimization objective

```
In [61]: # Initialize Lasso Regression implementation
         lasso = Lasso(alpha=0.1)
         lasso.fit(X_train_transformed, y_train)
         y_lasso_pred = lasso.predict(X_test_transformed)
         print(lasso.coef_, lasso.intercept_)
         lasso.score(X_test_transformed, y_test), lasso.score(X_train_transformed, y_train)
                      0.
                                             0.02247817] [0.72408571]
          [0.
Out[61]: (0.2634715805461817, 0.25710983002753063)
In [62]: # adjusted R-squared
         1 - (1-lasso.score(X_test_transformed, y_test))*(len(y_test)-1)/(len(y_test)-X_test_transformed.
Out[62]: 0.24315355518193837
In [63]: mean_absolute_error(y_test,y_lasso_pred), mean_squared_error(y_test, y_lasso_pred)
Out[63]: (0.0976941458927705, 0.015350771146691464)
In [64]: mean_absolute_error(y_train,lasso.predict(X_train_transformed)), mean_squared_error(y_train, lasso.predict(X_train_transformed))
Out[64]: (0.09782009823687161, 0.014449547954930779)
```

Here Lasso regression performed badly as it regularized all the less useful features to 0 value leaving an intercept. And the R-squared value is very low at 0.24. So it means that the Lasso Regression is not suitable for this dataset.

Ridge regression

It performs 'L2 regularization', i.e. it adds a factor of sum of squares of coefficients in the optimization objective.

```
In [73]: # Initialize Ridge Regression implementation
    ridge = Ridge(alpha=0.0001)
    ridge.fit(X_train_transformed, y_train)
    y_ridge_pred = ridge.predict(X_test_transformed)
    print(ridge.coef_, ridge.intercept_)
    ridge.score(X_test_transformed, y_test), ridge.score(X_train_transformed, y_train)

[[0.03075409 0.02101286 0.01611916 0.07061858]] [0.72408571]

Out[73]: (0.8145572437821729, 0.8139284508790785)

In [74]: # adjusted R-squared
    1 - (1-ridge.score(X_test_transformed, y_test))*(len(y_test)-1)/(len(y_test)-X_test_transformed.)

Out[74]: 0.8094415815416811

In [75]: mean_absolute_error(y_test,y_ridge_pred), mean_squared_error(y_test, y_ridge_pred)

Out[75]: (0.0436211979911354, 0.0038650094637523395)

In [76]: mean_absolute_error(y_train,ridge.predict(X_train_transformed)), mean_squared_error(y_train, ridge)

Out[76]: (0.04305749986682213, 0.0036191753246252413)
```

The coefficients, intercept of Ridge regression and R-squared value at 0.815 and adj R2 of 0.81 is similar to that of statsmodel library model and simple linear regression model. It is because it regularized all less useful features close to 0. Mean squared error is 0.004 and mean absolute error is 0.04 which are low and good values.

Since the error for test and training data are closeby, this is a good fit model not underfit or overfit.

Assumptions of linear regression:

- 1. There is linearity between the independent and dependent variables.
- 2. The residual errors are normally distributed.
- 3. The mean of residuals is close to 0.
- 4. There is homoskedasticity.
- 5. The independent variables are assumed to be independent of each other or have low correlation or are not multi-collinear, i.e. VIF (Variance Inflation Factor) < 10.

```
In [47]: # 1. Linearity- all variable have a linear trend
# regplot
f = plt.figure()
f.set_figwidth(12)
f.set_figheight(12)
n = len(continuous_cols)

for i in range(n):
    plt.subplot(n//2,n-(n//2),i+1)
```

```
sns.regplot(x=continuous_cols[i],y='Chance of Admit ', data=df)
             plt.show()
                                                              1.0
                1.0
                                                               0.9
                                                                                                            0.9
                0.9
                0.8
                                                              0.8
                                                                                                            0.8
             Chance of Admit
                                                           Chance of Admit
                                                                                                         Chance of Admit
                0.7
                                                              0.7
                                                                                                            0.7
                0.6
                                                              0.6
                                                                                                            0.6
                                                                                                            0.5
                                                              0.5
                0.4
                                                               0.4
                                                                                                            0.4
                                          320
                                                330
                                                       340
                                                                                         110
                                                                                                     120
                                   GRE Score
                                                                                                                           University Rating
                                                                                TOEFL Score
                1.0
                                                              1.0
                                                                                                            1.0
                0.9
                                                               0.9
                                                                                                            0.9
                0.8
                                                               0.8
             Chance of Admit
                                                           Chance of Admit
                                                                                                            0.8
                                                                                                         Chance of Admit
                 0.7
                                                              0.7
                                                                                                            0.7
                0.6
                                                               0.6
                                                                                                            0.6
                 0.5
                                                               0.5
                                                                                                            0.5
                 0.4
                                                               0.4
                                                                                                            0.4
                                      3
SOP
                                                                                     3
                                                        5
                                                                                              4
                                                                                                       5
                                                                                                                                          9
                                                                                                                                                     10
                                                                                    LOR
                                                                                                                                 CGPA
In [48]: y_pred = model.predict(X_train_transformed)
             y_pred.shape, y_train.shape
Out[48]: ((350, 1), (350, 1))
             z = y_train - y_pred
In [49]:
             z = z.T
```

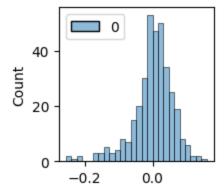
z.shape

f = plt.figure()
f.set_figwidth(2)
f.set_figheight(2)
sns.histplot(residuals)

plt.show()

In [50]: y_pred = model.predict(X_train_transformed)
 residuals = y_train - y_pred

Out[49]: (1, 350)



The residuals look similar to normally distributed data but have left-skew. We can remove these outliers to fulfil this assumption.

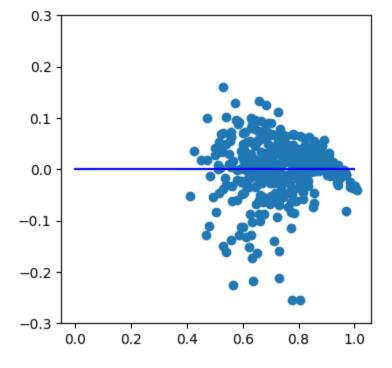
```
In [51]: # 3. residual errors are close to 0 np.mean(y_train - y_pred)
```

Out[51]: 6.867522423752754e-17

As the mean is close to zero, we can see this assumption is met.

```
In [52]: # 4. Homoskedasticity
    f = plt.figure()
    f.set_figwidth(4)
    f.set_figheight(4)
    plt.scatter(y_pred, residuals)
    sns.lineplot([0,0],color='blue')
    plt.ylim(-0.3,0.3)
```

```
Out[52]: (-0.3, 0.3)
```



```
In [53]: import statsmodels.stats.api as sms
    from statsmodels.compat import lzip
    name = ['F statistic', 'p-value']
    test = sms.het_goldfeldquandt(residuals,X_train_transformed)
    lzip(name, test)
```

```
Out[53]: [('F statistic', 0.8412276019189139), ('p-value', 0.8703574851323411)]
```

Since the p-value is greater than 0.05 the residuals in the two sub-samples are having equal variance, so there is no heteroskedasticity.

```
In [54]: # 5. VIF
    from statsmodels.stats.outliers_influence import variance_inflation_factor

In [55]: vif = pd.DataFrame()
    # X_t = X
    vif['Features'] = X_train_transformed.columns
    vif['VIF'] = [variance_inflation_factor(X_train_transformed.values, i) for i in range(X_train_travif['VIF'] = round(vif['VIF'], 2)
    vif = vif.sort_values(by = "VIF", ascending = False)
    vif
```

Any variable with a VIF of 10 or above is considered strongly correlated with other variables. There are none above 10 so there is no multi-collinearity.

Compare chances of admit for students with and without research experience

Since we are comparing a numerical score for two categories we will be using Mann-Whitney U test which is a non-parametric alternative for two-tailed independent samples t-test.

Ho: their means are equal

Ha: the mean chances of admit for research experienced students is higher than that of students without research experience.

```
import scipy
from scipy.stats import norm, chi2, chi2_contingency, mannwhitneyu, f_oneway, shapiro, levene

a = df['Chance of Admit '][df['Research'] == 'yes']
b = df['Chance of Admit '][df['Research'] == 'no']

print(len(a),len(b))
print(np.array(a).var(), np.array(b).var()) # variances are unequal
print(shapiro(a)) # test for normality for a , p value is large so a is not normal
print(shapiro(b)) # pvalue is small so b is normal
print(levene(a,b)) # test for equal variances- they are are unequal
mannwhitneyu(a,b,alternative='greater') # we continue to perform t test as the number of data point
```

```
280 220

0.015126070153061225 0.012468628099173554

ShapiroResult(statistic=0.9504043459892273, pvalue=3.8728980911173494e-08)

ShapiroResult(statistic=0.9822517037391663, pvalue=0.007273990195244551)

LeveneResult(statistic=2.291641098174848, pvalue=0.130706702224074)
```

Out[56]: MannwhitneyuResult(statistic=51060.0, pvalue=6.615275731076634e-37)

The p-value is small (6.6e-37) so we reject the null hypothesis and say that students with research experience have significantly greater chance of admit than students without.

Business Insights

Mean GRE score is 316.47. Ranges from 290 to 340. Median is close to mean at 317.

Mean TOEFL score is 107.2 and median is 107. Ranges from 92 to 120.

Mean university rating is 3.11, median 3 and ranges from 1 to 5.

Mean SOP score is 3.37, median 3.5, and scores range from 1 to 5.

Mean LOR score is 3.48, median 3.5, and scores range from 1 to 5.

Mean CGPA is 8.58, median is 8.56, and range is from 6.8 to 9.92.

Mean of chances of admit is 0.7217 or 72.17%, median is 72%, and range is from 34% to 97%.

- 1. The GRE score and undergrad CGPA are highest indicator of chance of admit with correlation of 0.82 and 0.89.
- 2. The TOEFL score, university rating, SOP scores, and LOR scores are also correlated with chance of getting an admit with correlation coefficients at 0.79, 0.7, 0.7 and 0.64 respectively.
- 3. The students with research experience have higher chances of admit.

For the categorical column on research, the Mann Whitney U p-value is small (6.6e-37) so we reject the null hypothesis and say that students with research experience have significantly greater chance of admit than students without.

For the numerical test scores, the Ordinary Least Squares regression R-squared value is moderately good at 0.817, and asjusted R-squared at 0.815. The coefficients are as shown below:

Here Lasso regression performed badly as it regularized all the less useful features to 0 value leaving an intercept. And the R-squared value is very low at -0.003. So it means that the Lasso Regression is not suitable for this dataset.

The coefficients, intercept of Ridge regression and R-squared value at 0.817 and adj R2 of 0.81 is similar to that of statsmodel library model and simple linear regression model. It is because it regularized all less useful features close to 0. Mean squared error is 0.004 and mean absolute error is 0.04 which are low and good values.

Since the error for test and training data are closeby, this is a good fit model not underfit or overfit.

The residuals have no heteroskedasticity.

Any variable with a VIF of 10 or above is considered strongly correlated with other variables. There are none above 10 so there is no multi-collinearity.

In [57]: sm_model.params

Out[57]: const

const 0.724086
GRE Score 0.030754
TOEFL Score 0.021013
LOR 0.016119
CGPA 0.070619

dtype: float64

Recommendations

The CGPA and GRE scores have higher effect on chance of admit than other scores. So students should focus more on their undergrad CGPA and GRE test performance.

Next come the TOEFL test scores having high significance and LOR scores, so students with good TOEFL and LOR scores have high chance of admit.

University rating and SOP scores are not as important as other scores, nevertheless they have an impact on admit chances. So Jamboree can accordingly advise students from lower university ratings too.

There was no data present about the students' projects scores or the quality of their resume as that also is significant in showing universities about a student's practical knowledge and skills.

There was no data on any prior work experience if some students worked for a few years after undergrad. Work experience can also help us predict chances of admit and improve model performance.