



AI FINAL PROJECT REPORT

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AI Project Report: Salary Prediction using Linear Regression

1. Project Overview

The objective of this project is to predict an employee's salary based on their years of professional experience. This is a **Simple Linear Regression** task where we use one independent variable to predict one continuous dependent variable.

2. Dataset Description

- **Source:** Kaggle (Salary Dataset).
- **Features (X):** YearsExperience (Numerical).
- **Target (y):** Salary (Numerical).
- **Size:** 30 entries (split into 80% Training and 20% Testing).

3. Methodology

- **Algorithm:** Linear Regression.
- **Tools:** Python, Pandas, Scikit-Learn, Matplotlib.
- **Implementation:** The data was split using `train_test_split`. The model was trained using the `LinearRegression()` class from Scikit-Learn.

4. Results & Performance

Based on the implementation in Google Colab, the model achieved the following performance:

- **R^2 Score (Accuracy): 0.9024**
- **Interpretation:** An R^2 score of ~ 0.90 means that approximately **90% of the variance** in salary can be explained by the years of experience. This indicates a very high level of accuracy for the model.

5. Conclusion

The visual representation shows a strong positive correlation. The blue regression line closely follows the actual red data points, proving that as experience increases, salary increases in a predictable linear fashion.

CSV FILE:

	A	B	C	D	E	F	G	H	
1		YearsExpe	Salary						
2	0	1.2	39344						
3	1	1.4	46206						
4	2	1.6	37732						
5	3	2.1	43526						
6	4	2.3	39892						
7	5	3	56643						
8	6	3.1	60151						
9	7	3.3	54446						
10	8	3.3	64446						
11	9	3.8	57190						
12	10	4	63219						
13	11	4.1	55795						
14	12	4.1	56958						
15	13	4.2	57082						
16	14	4.6	61112						
17	15	5	67939						
18	16	5.2	66030						
19	17	5.4	83089						
20	18	6	81364						
21	19	6.1	93941						
22	20	6.9	91739						
23	21	7.2	98274						
24	22	8	101303						
25	23	8.3	113813						
26	24	8.8	109432						
27	25	9.1	105583						
28	26	9.6	116970						

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Salary_dataset

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CODE:

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt

from sklearn.model_selection import train_test_split
from sklearn.linear_model import LinearRegression
from sklearn.metrics import mean_absolute_error, mean_squared_error, r2_score

# Load and clean data
df = pd.read_csv('Salary_dataset.csv')
X = df[['YearsExperience']]
y = df['Salary']

# Split, Train, and Predict
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)
model = LinearRegression()
model.fit(X_train, y_train)
y_pred = model.predict(X_test)

# Show results
print(f"R2 Score: {r2_score(y_test, y_pred)}")
plt.scatter(X_test, y_test, color='red', label='Actual')
plt.plot(X_test, y_pred, color='blue', label='Predicted')
plt.legend()
plt.show()
```

[plt.show\(\)](#)

... R2 Score: 0.9824461774180497



