Problem 1 (Chapter 2 Exercises 4):

- (a) Describe three real-life applications in which classification might be useful. Describe the response, as well as the predictors. Is the goal of each application inference or prediction? Explain your answer.
 - (i) Presidential Election campaign winner

Response: Trump/Clinton; Predictors: Political talent, Experience, Air time, Age, Money, Fund raising; Goal: Prediction

(ii) Starting Bike share system in City

Response: Success/ Failure; Predictors: Road design, New Roads, Income of resident, Age of resident, Transportation system; Goal: Prediction

(iii) Professors Success

Response: Successful/Not successful; Predictors: Years of education, Age, Experience, Researches, Student relations; Goal: Prediction

- (b) Describe three real-life applications in which regression might be useful. Describe the response, as well as the predictors. Is the goal of each application inference or prediction? Explain your answer.
 - (i) What is the average residential rent in downtown Boston over the next 5 years
 Response: Average rent price in downtown Boston over the next 5 years car price
 x1,x2,x3,X4,X5 Predictors: Transportation, Parks, School, Average income of resident,
 Crime rate, Universities success (Boston is a university city); Goal: inference
 - (ii) What is the average car sale price in MA over the next 3 years?

 Response: Average car price for next years, x1,x2,x3 Predictors: Gas mileage, efficiency, liability, Average income, Goal: inference
 - (iii) What is the average car insurance price in downtown Boston over the next 3 years?

 Response: Average car insurance price for next years, x1,x2,x3 Predictors: Crime rate, Accident rate, Resident income, Parking; Goal: inference
- (c) Describe three real-life applications in which cluster analysis might be useful.
 - (i) Illness clustering, clustering of demographics for an illness (flue...) to see which clusters of community get ill and diagnose illness types
 - (ii) Marketing product satisfaction research, research specific product for demographics to find out consumer's satisfaction rate.
 - (iii) Consumer car model recommendations, recommend car model based on consumers who had purchased in the past years, good experience with reliability and most selling car model in the years.

Problem 2 (Chapter 2 Exercises 8):

- (b) college = read.csv("/Users/ekinezgi/Documents/Umass Dartmouth/_MTH-522 Istatistical Learning 2016F/Data/College.csv")
- (c) fix(college)
 rownames(college) = college[,1]
 college = college[,-1]
 fix(college)
- (d) (i) summary(college) (ii) pairs(college[,1:10])

```
(iii) plot(college$Private, college$Outstate, xlab = "Private (Yes/No)", ylab = "Tuition USD ($)",
                 main = "Out-of-state Tuition")
             (iv) Elite = rep("No", nrow(college))
                 Elite[college$Top10perc > 50] = "Yes"
                 Elite = as.factor(Elite)
                 college = data.frame(college, Elite)
                 summary(college$Elite)
                          No Yes
                          699 78
                 plot(college$Elite, college$Outstate, xlab = "Elite University (Yes/No)", ylab = "Tuition USD
                 ($)", main = "Out-of-state Tuition")
            (v) par(mfrow=c(2,2))
                 hist(college$Apps, col=1)
                 hist(college$perc.alumni, col=4)
                 hist(college$S.F.Ratio, col=5)
                 hist(college$Books, col=6)
            (vi) par(mfrow=c(1,2))
                 plot(college$Apps, college$Grad.Rate)
                 plot(college$Top10perc, college$Grad.Rate)
Problem 3 (Chapter 2 Exercises 9):
        Auto = read.csv("/Users/ekinezgi/Documents/Umass Dartmouth/_MTH-522 Istatistical Learning
                 2016F/Data/Auto.csv", na.strings="?", header=T)
         Auto = na.omit(Auto)
        str(Auto)
            (a) quantitative: mpg, cylinders, displacement, horsepower, weight, acceleration, year
                qualitative: name, origin
            (b) quantitative predictors are first seven columns;
                sapply(Auto[, 1:7], range)
            (c) quantitative predictors are first seven columns;
                sapply(Auto[, 1:7], mean)
                sapply(Auto[, 1:7], sd)
            (d) subsetAuto = Auto[-c(10:85), -c(9)]
                sapply(subsetAuto, range)
                sapply(subsetAuto, mean)
                sapply(subsetAuto, sd)
            (e) pairs(Auto)
                                                    #A Matrix of scatterplots is produced for all of the predictors
                plot(Auto$mpg, Auto$cylinders) # When cylinders increase mpg get less
                plot(Auto$mpg, Auto$year)
                                                    # Over years car mpg gets bettter
                plot(Auto$mpg, Auto$origin)
                                                    # Origin 3-Japanese car more efficient than 2-Europan car
                                                    #A Matrix of scatterplots is produced for all of the predictors
            (f) pairs(Auto)
                As we can see from plots (e) mpg has some correlations with all of the predictors, except the name
                predictor which has to little observation. Other all predictors be useful to predict mpg.
```

Problem 4 (Chapter 2 Exercises 10):

(a) library(MASS)
?Boston
nrow(Boston)

[1] 506 #506 rows, records; Housing info
ncol(Boston)

[1] 14 #14 column, features
dim(Boston)

[1] 506 14

(b) pairs(Boston) #A Matrix of scatterplots is produced for all of the predictors
lstat has correlation with medv
indus has correlation with dis
dis has correlation with

(c) *plot(Boston)*:A Matrix of scatterplots is produced for all of the predictors

plot(Boston\$age, Boston\$crim)
: More age, more crime - For older house we have more crime

plot(Boston\$tax, Boston\$crim) : More tax , more crime

zn has correlation with nox, age, lstat

crime has correlation with age, dis, ptratio, rat

plot(Boston\$ptratio, Boston\$crim): More ptrati (pupil-teacher ratio by town), more crime

plot(Boston\$rad, Boston\$crim) : Higher rad (index of access to radial highways), more crime

(d) hist(Boston\$crim, breaks=50) : We can see high and low crime rates nrow(Boston[Boston\$crim > 20,]) > [1] 18 : 18 suburbs has high crime rate nrow(Boston[Boston\$crim <= 20,]) > [1] 488 : 488 town has low crime rate.

hist (Boston\$tax, breaks=50) : Huge difference between low tax rate town nrow(Boston[Boston\$tax=666,]) and tax rate=666 >[1] 132

hist(Boston\$ptratio, breaks=50) : Some high *pupil-teacher ratio by town but generaly no it looks average*

- (e) Charles River dummy variable (= 1 if tract bounds river; 0 otherwise)
 nrow(Boston[Boston\$chas == 1,])
 >[1] 35
- (f) median(Boston\$ptratio) >[1] 19.05
- (g) Which suburb of Boston has lowest median value of owner- occupied homes? What are the values of the other predictors for that suburb, and how do those values compare to the overall ranges for those predictors?

row.names(Boston[min(Boston\$medv),]) #min median value of owner-occupied home
>[1] "5"

```
# For Comparison with min(Boston$medv)))
summary(Boston)
  crim
                                       indus
                                                       chas
                       zn
Min. : 0.00632
                       Min. : 0.00
                                       Min. : 0.46
                                                       Min. :0.00000
                                                                               ...
1st Qu.: 0.08204
                       1st Qu.: 0.00
                                       1st Qu.: 5.19
                                                       1st Qu.:0.00000
                                                                               ...
                                                       Median: 0.00000
Median: 0.25651
                       Median: 0.00
                                       Median : 9.69
Mean : 3.61352
                       Mean : 11.36
                                       Mean :11.14
                                                      Mean :0.06917
                                                                               ...
3rd Qu.: 3.67708
                       3rd Qu.: 12.50
                                       3rd Qu.:18.10
                                                      3rd Qu.:0.00000
                                       Max. :27.74
Max. :88.97620
                       Max. :100.00
                                                       Max. :1.00000
```

t(subset(Boston, medv == min(Boston\$medv)))

```
399
                406
       38.3518
                67.9208
                                         # Over 3rd Qu.
crim
                                         # Minimum
       0.0000
                 0.0000
       18.1000
                                         # 3rd Qu.
indus
                 18.1000
       0.0000
                   0.0000
                                         # 0: not bounds with river
chas
       0.6930
                  0.6930
                                         # Over 3rd Qu.
nox
       5.4530
                  5.6830
                                         # Under 1st Qu.
rm
age
      100.0000
               100.0000
                                         # At Max.
dis
      1.4896
                   1.4254
                                         # Under 1st Qu.
rad
      24.0000
                  24.0000
                                         # At Max.
      666.0000
                 666.0000
                                         # Over 3rd Qu.
ptratio 20.2000
                   20.2000
                                         # Over 3rd Qu.
black 396.9000
                 384.9700
                                         # At Max; Over 1st Qu.
lstat
      30.5900
                   22.9800
                                         # Over 3rd Qu.
medv
        5.0000
                    5.0000
                                         #At Min.
```

(h) In this data set, how many of the suburbs average more than seven rooms per dwelling? More than eight rooms per dwelling? Comment on the suburbs that average more than eight rooms per dwelling.

```
dim(subset(Boston, rm > 7)) >[1] 64 14
```

dim(subset(Boston, rm > 8))

[1] 13 14

summary(Boston\$lstat)

>Min.	1st Qu.	Median	Mean	3rd Qu.	Max.		
>1.73	6.95	11.36	12.65	16.96	37.97		
summary(subset(Boston, rm > 8)\$lstat)							
>Min.	1st Qu.	Median	Mean	3rd Qu.	Max.		
>2.47	3.32	4.14	4.31	5.12	7.44	# Lower lstat	

> summary(Boston\$crim)

>Min.	1st Qu.	Median	Mean	3rd Qu.	Max.
> 0.00632	0.08204	0.25650	3.61400	3.67700	88.98000

summary(subset(Boston, rm > 8)\$crim)

> M1n.	1st Qu.	Median	Mean	3rd Qu.	Max.
>0.02009	0.33150	0.52010	0.71880	0.57830	3.47400
				i	# Lower crime