

Consider the following linear model:

$$\log(y) = 3.2 + 1.87x$$

1. (3 points) Interpret the slope.
2. (5 points) Using the model, estimate the value of  $y$  when  $x = 3.2$ .
3. Consider the `Hitters.csv` data file. This data file contains information on 322 major league baseball players from the 1986 and 1987 season. This file contains the following information:
  - **AtBat**: Number of times at bat in 1986
  - **Hits**: Number of hits in 1986
  - **HmRun**: Number of home runs in 1986
  - **Runs**: Number of runs in 1986
  - **RBI**: Number of runs batted in in 1986
  - **Walks**: Number of walks in 1986
  - **Years**: Number of years in the major leagues
  - **CAtBat**: Number of times at bat during his career
  - **CHits**: Number of hits during his career
  - **CHmRun**: Number of home runs during his career
  - **CRuns**: Number of runs during his career
  - **CRBI**: Number of runs batted in during his career
  - **CWalks**: Number of walks during his career
  - **League**: A factor with levels A and N indicating player's league at the end of 1986
  - **Division**: A factor with levels E and W indicating player's division at the end of 1986
  - **PutOuts**: Number of put outs in 1986
  - **Assists**: Number of assists in 1986
  - **Errors**: Number of errors in 1986
  - **Salary**: 1987 annual salary on opening day in thousands of dollars
  - **NewLeague**: A factor with levels A and N indicating player's league at the beginning of 1987
- (a) (3 points) Using pandas, read the csv file and create a data-frame called `hitters`.
- (b) (3 points) Remove observation with missing values.
- (c) (4 points) Create a histogram of the **Salary** variable. Comment on the plot.
- (d) (7 points) Build a linear regression model in which **AtBat**, **Hits**, and **HmRun** are the predictor variables and **log(Salary)** is the target variable. After that, predict the salary of a baseball player in the 1987 season with **AtBat** = 600, **Hits** = 220 and **HmRun** = 35.