- 1. (3 points) Is linear regression a supervised learning method?
  - (a) True
  - (b) False
  - (c) It depends
  - (d) None of the above
- 2. (3 points) Which of the following methods do we use to find the best fit line for a dataset?
  - (a) Maximum likelihood estimation
  - (b) Least squares method
  - (c) Logarithm loss estimation
  - (d) None of the above
- 3. (3 points) Which of the following is **TRUE** about the residuals?
  - (a) smaller is better
  - (b) bigger is better
  - (c) It depends on the problem
  - (d) None of the above
- 4. Consider the Automobile\_data.csv datafile. The Automobile dataset has a different characteristic of an auto such as body-style, wheel-base, engine-type, price, mileage, horsepower and many more. In Python, answer the following:
  - (a) (3 points) Using the pandas library, read the csv datafile and create a data-frame called autos
  - (b) (4 points) Create a scatter-plot between horsepower and price. Comment on the plot.
  - (c) (5 points) Build a linear model, in which price is the target variable and horsepower is the input variable. Interpret the slope of the line.
- 5. Consider the Automobile\_data.csv datafile. The Automobile dataset has a different characteristic of an auto such as body-style, wheel-base, engine-type, price, mileage, horsepower and many more. In **R**, answer the following:
  - (a) (3 points) Using the pandas library, read the csv datafile and create a data-frame called autos
  - (b) (4 points) Create a scatter-plot between wheel.base and length. Comment on the plot.
  - (c) (5 points) Build a linear model, in which length is the target variable and wheel.base is the input variable. Interpret the slope of the line.