

## Jumping into Data Science with R & Python

### Aim of this Quick Read:

This quick read aims to help jump start, all those data enthusiasts towards data science, as, a brain teaser. After reading it and practicing for once, this brain teaser assists the user in their day-to-day R / Python programming needs and in future as a ready reference for basics.

### Installation of R:

- **Windows:** An R-\*.\*.exe file is available at <http://cran.r-project.org/bin/windows/base/>
  - Download latest stable and double click \*.exe file (select 64 bit) and accept default installation.
- **Linux:** In Ubuntu, R is recognized as 'GNU S' - A language and environment for statistical computing and graphics:
  - Please refer to page <http://cran.r-project.org/bin/linux/> for other Linux options
  - E.g. first, add the mirror<sup>1</sup> entry in your /etc/apt/sources.list  
deb <http://cran.stat.nus.edu.sg/bin/linux/ubuntu> lucid/
    - ❖ Then, just run a) sudo apt-get update and b) sudo apt-get install r-base

### Where to Find & How to Start “R”:

- **Windows:** Generally, during installation, R installs a shortcut on your desktop, double click it, otherwise at location “xx:\Program Files\R\R-xxxx\bin\x64\” click “Rgui” (better create a desktop shortcut).
- **Linux:** Just “R” to start the program and type “q()” to quit.

### Installation of Python:

- I prefer Miniconda, refer to the following document for the quick guidance on installation <https://docs.conda.io/en/latest/miniconda.html>
- If you are interested on creating and managing virtual environments using miniconda, refer to the following <https://docs.conda.io/projects/conda/en/latest/user-guide/tasks/manage-environments.html>

### Very Important:

- Both Python & R are case-sensitive: “A” is not equal to “a”.
- “#” used for comments

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<sup>1</sup> Different R mirrors are available at page <http://cran.r-project.org/mirrors.html>, choose a location close to you.

### Everything in R & Python are objects:

- All entities in R, including functions and data structures, exist as 'objects'.
- Just type, the name of an object at the command prompt, the contents of the object are printed out.

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### What else do you need, a common IDE for both R/Python:

My choice would be [RStudio](#) (choose version  $\geq 1.4.xxx$ , you can also choose [VSCode](#)).

### Then what hinders us to jump start into DS using R/Python:

- Business/Research Questions (or) Data
- Please remember all data science is towards solving either business or research questions, towards the same data scientist use data to help business organizations in making objective decisions; without data or certain level of data maturity in the organization, applications of data sciences is not complete.
- Now, question is to start with data and business problem or to start with business problem and data; it is always chick and egg problem.

### Let's move with the below data, just to deep dive into data science experience:

Car.Sales	Sale.Price	Mileage	Advt.Expenses
4662	298346	21	27443
3726	300723	19	19050
984	300805	22	79935
1272	299389	15	42939
1665	299574	18	68879
1694	299271	21	77331
3375	298004	14	17513
3841	300659	18	54784
1610	299319	27	84655
2743	299663	17	15627
4272	300179	24	44814
4844	299403	22	65791
3274	300230	18	77945
3572	300003	15	75743
2711	299328	18	24162
1440	301089	23	31911
1746	300319	18	79503
3268	300740	28	98139
2618	300127	16	61292
1311	298794	16	65546

3197	300425	23	11828
2539	299703	20	68260
2888	300231	15	31072
540	299634	17	52659
1352	301315	13	41480
1302	300385	15	79744
4938	300568	23	81840
1080	299675	14	77598
4330	301235	20	19780
592	299698	22	87346
680	299696	17	46756
4165	299277	19	50783
2493	300741	22	30866
2145	299509	22	30391
4332	299061	22	23032
662	302285	21	38373
4867	299775	20	91250
4219	299798	20	96594
2018	300013	20	30302
2406	300990	23	76111
4004	299270	32	22283
4069	299895	21	18726
2243	301346	17	29922
1953	299757	22	89962
2030	300261	19	64727
2344	300439	18	77544
1065	300844	18	40422
794	300615	16	42262
4341	299439	21	71387
4531	298558	22	13183
3345	299697	16	91607
1410	300598	20	66835

Now, above, we have certain car sales related data, like first column about number of car units sold, its respective average sales price, mileage it provides, and advertisement expenses spent on the car model.

Looking at above data, what business questions can be solved? Can it be what driving sales of the car, does its mileage or advertisement spent?

What else business question we can solve; can we say car sales are seasonal? Please be careful, does we have data to answer this. Enough questions let's gets hands dirty.

First and foremost, need to read this data to either your R/Python environment. I have stored this file in \*.csv format. For all those who are new to R/Python, please remember both language strength for data science lies in the libraries/packages available. Below is the code:

R Code:

```
r_carsales <- data.table::fread("...../Car_Sales.csv")  
str(r_carsales)
```

```
Classes 'data.table' and 'data.frame': 52 obs. of 4 variables:  
 $ Car.Sales      : int  4662 3726 984 1272 1665 1694 3375 3841 1610 2743 ...  
 $ Sale.Price     : int  298346 300723 300805 299389 299574 299271 298004 300659 299319 29966  
 3 ...  
 $ Mileage        : int   21 19 22 15 18 21 14 18 27 17 ...  
 $ Advt.Expenses : int  27443 19050 79935 42939 68879 77331 17513 54784 84655 15627 ...
```

Python Code:

```
import pandas as pd  
py_carsales = pd.read_csv("...../Car_Sales.csv")  
py_carsales.dtypes
```

```
Car.Sales      int64  
Sale.Price     int64  
Mileage        int64  
Advt.Expenses  int64  
dtype: object
```

From above, one can infer that both R/Python read them as integers, now how does here data science helps; let's start with basic statistics, though all four columns have been read by both languages as integers, does all values in the columns can be considered same numbers? No, Sales are in units, price is in currency, mileage in miles, and advertisement expenses in currency thousands. So, can we directly analyse them with whatever analysis we want to explore, let say, does sales depend on price, mileage and advt. expenses directly, if by how much?

Answer is no, as they are not in same standard units for comparison. So, data science is about:

- 1) Understanding data properly - here your statistics helps – for instance, how to bring them same standard units,
- 2) Checking whether data suits business questions raised or not – again statistics help here through summary statistics,
- 3) Obtained data is enough for modelling or not – any missing or missing of valid information,
- 4) Which model to choose – ML/Statistics will help - validating your insights once modelling is done, and
- 5) Finally, explain or visualize them in simple terms – plenty of options exists.

Let's jump into modelling directly as we don't have any missing and all valid values in the data provided (it is 99.99% true with examples, but, in reality, we will have always several data related issues foremost is missing data), and go deeper how data science helps us better with insights from data.

R Code:

```
summary(lm(Car.Sales ~ ., data=yourdf))
```

```
Coefficients:
      Estimate Std. Error t value Pr(>|t|)
(Intercept)  697.9521   374.7624   1.862  0.0687 .
Sale.Price   -54.7681    29.7293  -1.842  0.0716 .
Mileage        0.9096     0.4377   2.078  0.0431 *
Advt.Expenses -0.2057     0.1364  -1.508  0.1380
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Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1

Residual standard error: 0.5725 on 48 degrees of freedom
Multiple R-squared:  0.1826,    Adjusted R-squared:  0.1315
F-statistic: 3.575 on 3 and 48 DF,  p-value: 0.02056
```

Python Code:

```
import statsmodels.api as sm

variables = list(yourdf.columns)

y = 'Car.Sales'

x = [var for var in variables if var not in y]

model = sm.OLS(yourdf[y], sm.add_constant(yourdf[x])).fit()

model.summary()
```

OLS Regression Results						
Dep. Variable:	Car.Sales	R-squared:	0.183			
Model:	OLS	Adj. R-squared:	0.132			
Method:	Least Squares	F-statistic:	3.575			
Date:	Fri, 09 Oct 2020	Prob (F-statistic):	0.0206			
Time:	20:41:05	Log-Likelihood:	-42.705			
No. Observations:	52	AIC:	93.41			
Df Residuals:	48	BIC:	101.2			
Df Model:	3					
Covariance Type:	nonrobust					
	coef	std err	t	P> t	[0.025	0.975]
const	697.9521	374.762	1.862	0.069	-55.558	1451.462
Sale.Price	-54.7681	29.729	-1.842	0.072	-114.543	5.007
Mileage	0.9096	0.438	2.078	0.043	0.030	1.790
Advt.Expenses	-0.2057	0.136	-1.508	0.138	-0.480	0.069
Omnibus:	3.386	Durbin-Watson:	2.167			
Prob(Omnibus):	0.184	Jarque-Bera (JB):	3.078			
Skew:	-0.591	Prob(JB):	0.215			
Kurtosis:	2.848	Cond. No.	7.99e+04			

Now, what to look for in the above output, if you go by theory or routine examples, adjusted-r-square, p-values, etc. However, your adjusted-r-square and p-values directly depend on your employed data, not to go in for them now at first.

Let's go back to where we started, that is, we want to understand which ones are driving sales in the car data set. Is it price, mileage or advertisement expenses? For that let's look at coefficient's values respectively:

What does "Sale.Price" value is telling? – Its sign is negative, and it is telling people are buying more cars of less price.

What does "Mileage" value is telling? – Its sign is positive, and it is telling people are buying more cars of more mileage ones.

What does "Advt.Expenses" value is telling? – Its sign is negative, and its p-value is insignificant. Herein what your business understandings help, currently, though it is insignificant, it is telling if you spend more on advertisement, your sales will not increase. This cannot be true, if that is true, then no body will advertise, then, what might went wrong is the question?

Herein, validation of the models comes into the picture, where lot of data science learning and understanding helps us to get right insights.

As, said earlier, does all the data we have is enough for insights we want to generate is a key question, if does we are processing all the data appropriately to the model, as model doesn't select right data, it is you, who need to process and provide right data to model of let it be ML/Stats.

I have provided data set in my repository for your practices, you can practice and can come up with standardization or data processing things that will help here to provide better insights.