

Lab Exercises

1. Given is the case Bankruptcy given in folder Bankruptcy. The Data contains the following variables:

| Name | Description | | |
|------|--|--|--|
| D | D=0 for bankrupt firms, D=1 for healthy firms. | | |
| | Year of Bankruptcy for failed firm in matched | | |
| YR | pair | | |
| R1 | CASH/CURDEBT | | |
| R2 | CASH/SALES | | |
| R3 | CASH/ASSETS | | |
| R4 | CASH/DEBTS | | |
| R5 | CFF0/SALES | | |
| R6 | CFF0/ASSETS | | |
| R7 | CFF0/DEBTS | | |
| R8 | COGS/INV | | |
| R9 | CURASS/CURDEBT | | |
| R10 | CURASS/SALES | | |
| R11 | CURRASS/ASSETS | | |
| R12 | CURDEBT/DEBTS | | |
| R13 | INC/SALES | | |
| R14 | INC/ASSETS | | |
| R15 | INC/DEBTS | | |
| R16 | UBCDEP/SALES | | |
| R17 | INCDEP/ASSETS | | |
| R18 | INCDEP/DEBTS | | |
| R19 | SALES/REC | | |
| R20 | SALES/ASSETS | | |
| R21 | ASSETS/DEBTS | | |
| R22 | WCFO/SALES | | |
| R23 | WCF0/ASSETS | | |
| R24 | WCFO/DEBTS | | |

The variables R1,R2,...R24 are all financial ratios given. We need to find with what accuracy can we predict the Health of the firm based on this information using logistic regression algorithm.



2. Given is the dataset *BreastCancer.csv* in folder **Winconsin**. It is dataset of patients with breast cancer. The following are its attributes:

| # | At | tribute | Domain | |
|---|-----|-----------------------------|-------------------|--|
| | 1. | Sample code number | id number | |
| | 2. | Clump Thickness | 1 - 10 | |
| | 3. | Uniformity of Cell Size | 1 - 10 | |
| | 4. | Uniformity of Cell Shape | 1 - 10 | |
| | 5. | Marginal Adhesion | 1 - 10 | |
| | 6. | Single Epithelial Cell Size | 1 - 10 | |
| | 7. | Bare Nuclei | 1 - 10 | |
| | 8. | Bland Chromatin | 1 - 10 | |
| | 9. | Normal Nucleoli | 1 - 10 | |
| | 10. | Mitoses | 1 - 10 | |
| | 11. | Class: | benign, malignant | |

Fit a logistic regression algorithm and find its accuracy.