## week2

### August 16, 2024

```
[25]: import pandas as pd
  import seaborn as sns
  import matplotlib.pyplot as plt

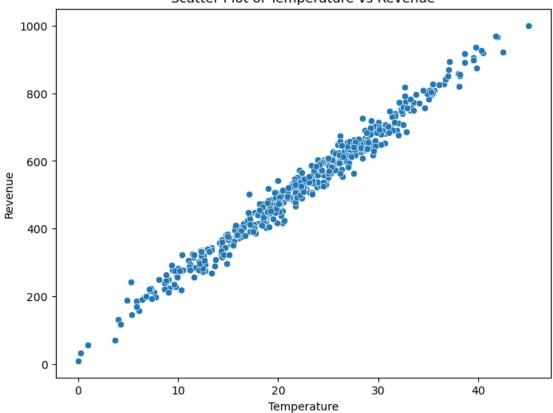
file_path = 'IceCreamData.csv'
  ice_cream_data = pd.read_csv(file_path)

plt.figure(figsize=(8,6))
  sns.scatterplot(x='Temperature', y='Revenue', data=ice_cream_data)
  plt.title('Scatter Plot of Temperature vs Revenue')
  plt.xlabel('Temperature')
  plt.ylabel('Revenue')
  plt.show()

c:\Users\hp\anaconda3\envs\env\Lib\site-packages\seaborn\_oldcore.py:1498:
FutureWarning: is_categorical_dtype is deprecated and will be removed in a
```

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FutureWarning: is\_categorical\_dtype is deprecated and will be removed in a
future version. Use isinstance(dtype, CategoricalDtype) instead
 if pd.api.types.is\_categorical\_dtype(vector):
c:\Users\hp\anaconda3\envs\env\Lib\site-packages\seaborn\\_oldcore.py:1498:
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future version. Use isinstance(dtype, CategoricalDtype) instead
 if pd.api.types.is\_categorical\_dtype(vector):





```
[26]: import pandas as pd
  import seaborn as sns
  import matplotlib.pyplot as plt
  from sklearn import linear_model
  import statsmodels.api as sm

file_path = 'IceCreamData.csv'
  ice_cream_data = pd.read_csv(file_path)

x=ice_cream_data['Temperature']
  y=ice_cream_data['Revenue']
  x=sm.add_constant(x)
  modal=sm.OLS(y,x).fit()
  print(modal.summary())
```

# OLS Regression Results

Dep. Variable: Revenue R-squared: 0.980
Model: OLS Adj. R-squared: 0.980
Method: Least Squares F-statistic: 2.404e+04

 Date:
 Fri, 16 Aug 2024
 Prob (F-statistic):
 0.00

 Time:
 10:36:34
 Log-Likelihood:
 -2318.1

 No. Observations:
 500
 AIC:
 4640.

 Df Residuals:
 498
 BIC:
 4649.

Df Model: 1
Covariance Type: nonrobust

\_\_\_\_\_\_ coef std err P>|t| Γ0.025 0.000 44.8313 3.272 13.703 38.403 const 51,259 21.4436 0.138 155.057 0.000 21.172 21.715 Temperature \_\_\_\_\_ Omnibus: 3.595 Durbin-Watson: 1.985 Prob(Omnibus): 0.166 Jarque-Bera (JB): 4.192 Skew: 0.032 Prob(JB): 0.123 Kurtosis: 3.444 Cond. No. 69.3 \_\_\_\_\_\_

#### Notes:

[1] Standard Errors assume that the covariance matrix of the errors is correctly specified.

```
[32]: import pandas as pd
      import matplotlib.pyplot as plt
      file_name = 'IceCreamData.csv'
      data = pd.read_csv(file_name)
      x = data['Temperature']
      y = data['Revenue']
      x_{mean} = x.mean()
      y_{mean} = y.mean()
      numerator = ((x - x_mean) * (y - y_mean)).sum()
      denominator = ((x - x_mean) ** 2).sum()
      slope = numerator / denominator
      intercept = y_mean - slope * x_mean
      print(f"Intercept: {intercept}")
      print(f"Slope: {slope}")
      import matplotlib.pyplot as plt
      plt.scatter(x, y, label='Data Points')
      regression_line = intercept + slope * x
```

```
plt.plot(x, regression_line, color='orange', label='Regression Line')
plt.xlabel('Temperature')
plt.ylabel('Revenue')
plt.title('Linear Regression: Temperature vs Revenue')
plt.legend()
plt.show()
```

Intercept: 44.831267090563585
Slope: 21.44362551068026

## Linear Regression: Temperature vs Revenue

