SIMPLE LINEAR REGRESSION

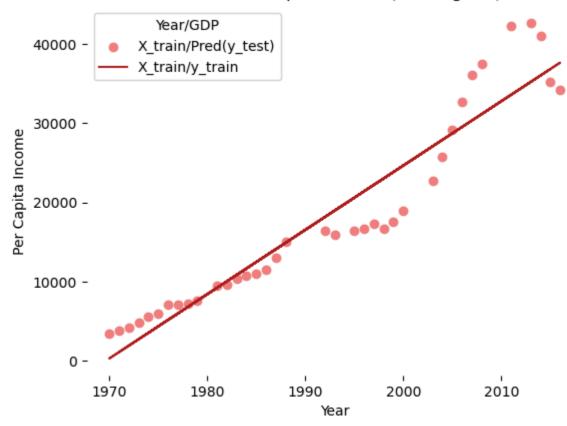
RAZA BAKIR SHAH

PGD DATA SCIENCES & AI (BATCH 6)

```
In [1]: import pandas as pd
        import numpy as np
        import matplotlib.pyplot as plt
        import seaborn as sns
        from sklearn.model_selection import train_test_split
        from pandas.core.common import random_state
        from sklearn.linear_model import LinearRegression
        from sklearn.metrics import mean_squared_error, r2_score
In [2]: # Load the training data
        df_income = pd.read_csv('canada_per_capita_income.csv')
In [3]: # Lets understand the what is available in the data
        df_income.head()
Out[3]:
           year per capita income (US$)
        0 1970
                            3399.299037
        1 1971
                            3768.297935
        2 1972
                            4251.175484
        3 1973
                            4804.463248
        4 1974
                            5576.514583
In [4]: # Splitting variables
        X = df_income.iloc[:, :1] # independent
        y = df_income.iloc[:, 1:] # dependent
In [5]: X[:5]
```

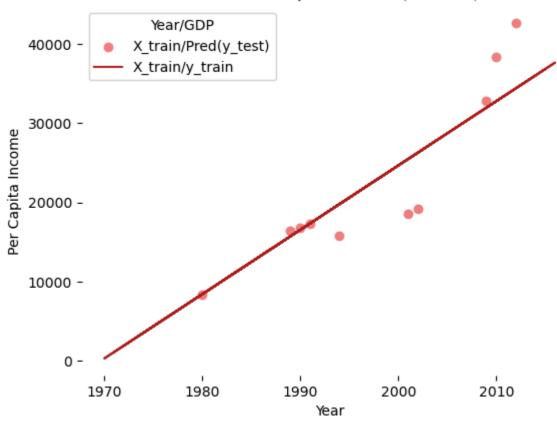
```
Out[5]:
            year
         0 1970
         1 1971
         2 1972
         3 1973
           1974
In [6]: y[:5]
Out[6]:
            per capita income (US$)
         0
                       3399.299037
         1
                       3768.297935
         2
                       4251.175484
         3
                       4804.463248
         4
                       5576.514583
In [7]: X_train, X_test, y_train, y_test = train_test_split(X, y, test_size = 0.2, rando
In [8]: # Create and train the linear regression model
         model = LinearRegression()
         model.fit(X_train, y_train)
Out[8]:
             LinearRegression •
         LinearRegression()
In [9]: # Prediction result
         y_pred_test = model.predict(X_test) # predicted value of y_test
         y_pred_train = model.predict(X_train) # predicted value of y_train
In [10]: # Prediction on training set
         plt.scatter(X_train, y_train, color = 'lightcoral')
         plt.plot(X train, y pred train, color = 'firebrick')
         plt.title('Year vs Per Capita Income (Training Set)')
         plt.xlabel('Year')
         plt.ylabel('Per Capita Income')
         plt.legend(['X_train/Pred(y_test)', 'X_train/y_train'], title = 'Year/GDP', loc=
         plt.box(False)
         plt.show()
```

Year vs Per Capita Income (Training Set)



```
In [11]: # Prediction on test set
plt.scatter(X_test, y_test, color = 'lightcoral')
plt.plot(X_train, y_pred_train, color = 'firebrick')
plt.title('Year vs Per Capita Income (Test Set)')
plt.xlabel('Year')
plt.ylabel('Per Capita Income')
plt.legend(['X_train/Pred(y_test)', 'X_train/y_train'], title = 'Year/GDP', loc=plt.box(False)
plt.show()
```

Year vs Per Capita Income (Test Set)



```
In [12]: # take out model intercept and slop, make an equation
    print(model.intercept_)
    print('y = ', model.intercept_, '+', model.coef_, '* X')

[-1599840.69535437]
    [[812.24857662]]
    y = [-1599840.69535437] + [[812.24857662]] * X

In [13]: # evaluate the model
    print('MSE = ', mean_squared_error(y_test, y_pred_test))
        print('R2 = ', r2_score(y_test, y_pred_test))
        print('RMSE = ', np.sqrt(mean_squared_error(y_test, y_pred_test)))

MSE = 21436921.628820017
        R2 = 0.8107683170479373
        RMSE = 4630.002335725115
```

Training Model from Separate File

```
Out[15]:
            year
         0 1978
         1 1979
         2 1980
         3 1981
         4 1982
In [16]: # Lets define the test data we will use for predictions
         X2_test = df_years.iloc[:, :1]
In [17]: X2_test.head()
Out[17]:
            year
         0 1978
         1 1979
         2 1980
         3 1981
         4 1982
In [18]: predictions = model.predict(X2_test)
In [19]: predictions
```

```
Out[19]: array([[ 6786.98919983],
                 [ 7599.23777645],
                 [ 8411.48635307],
                 [ 9223.73492969],
                 [10035.98350631],
                 [18158.46927251],
                 [18970.71784913],
                 [19782.96642575],
                 [20595.21500237],
                 [21407.46357899],
                 [22219.71215561],
                 [23031.96073223],
                 [23844.20930885],
                 [24656.45788547],
                 [25468.70646209],
                 [26280.95503871],
                 [33591.19222829],
                 [34403.44080491],
                 [35215.68938153],
                 [36027.93795815],
                 [36840.18653477],
                 [37652.43511139],
                 [38464.68368801],
                 [39276.93226463],
                 [40089.18084125],
                 [40901.42941787],
                 [41713.67799449]])
In [20]:
         df_predictions = pd.DataFrame({
              'year': df_years['year'].tolist(),
              'predicted per capita income (US$)': predictions.tolist()
          })
In [21]:
         df_predictions.head()
Out[21]:
             year predicted per capita income (US$)
          0 1978
                              [6786.9891998297535]
            1979
                               [7599.237776449649]
            1980
                               [8411.486353069544]
            1981
                               [9223.734929689439]
            1982
                              [10035.983506309334]
In [22]: # Predictions are saved in a separate file "prediction.csv"
          df_predictions.to_csv('prediction.csv', index=False)
```