# Jamboree Education - Linear Regression

#### Context

Jamboree has helped thousands of students like you make it to top colleges abroad. Be it GMAT, GRE or SAT, their unique problem-solving methods ensure maximum scores with minimum effort.

They recently launched a feature where students/learners can come to their website and check their probability of getting into the IVY league college. This feature estimates the chances of graduate admission from an Indian perspective.

#### → Column Profiling:

- Serial No. (Unique row ID)
- GRE Scores (out of 340)
- TOEFL Scores (out of 120)
- University Rating (out of 5)
- Statement of Purpose and Letter of Recommendation Strength (out of 5)
- Undergraduate GPA (out of 10)
- Research Experience (either 0 or 1)
- Chance of Admit (ranging from 0 to 1)

#### Concept Used:

- Exploratory Data Analysis
- Linear Regression

```
# import libraries
```

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from statsmodels.stats.outliers_influence import variance_inflation_factor
```

from sklearn.model\_selection import train\_test\_split

from sklearn.model\_selection import train\_test\_split from sklearn.preprocessing import StandardScaler from sklearn.preprocessing import MinMaxScaler

from sklearn.linear\_model import LinearRegression, Ridge, Lasso

from sklearn.metrics import mean\_absolute\_error,mean\_squared\_error, r2\_score import statsmodels.api as sm  $\,$ 

import statsmoders.apr as sm

# ignore warnings
import warnings

warnings.filterwarnings("ignore")

original\_data = pd.read\_csv("jamboree\_admission.csv") # Saving to the original data set to keep the data intact
data = original\_data.copy(deep= True)
data.head()

<b>→</b>		Serial No.	GRE Score	TOEFL Score	University Rating	SOP	LOR	CGPA	Research	Chance of Admit
	0	1	337	118	4	4.5	4.5	9.65	1	0.92
	1	2	324	107	4	4.0	4.5	8.87	1	0.76
	2	3	316	104	3	3.0	3.5	8.00	1	0.72
	3	4	322	110	3	3.5	2.5	8.67	1	0.80
	4	5	314	103	2	2.0	3.0	8.21	0	0.65

```
print("Features in the dataset: ", data.shape[1])
print("Records in the dataset: ", data.shape[0])
```

```
Features in the dataset: 9
Records in the dataset: 500
```

## data.info()

```
</pre
    RangeIndex: 500 entries, 0 to 499
    Data columns (total 9 columns):
       Column
                         Non-Null Count Dtype
    0
        Serial No.
                         500 non-null
                                       int64
        GRE Score
                         500 non-null
                                       int64
                         500 non-null
        TOEFL Score
                                       int64
        University Rating 500 non-null
                                       int64
        SOP
                         500 non-null
                                       float64
        LOR
                         500 non-null
                                       float64
    6 CGPA
                         500 non-null
                                       float64
                         500 non-null
        Research
                                       int64
    8 Chance of Admit 500 non-null
                                       float64
    dtypes: float64(4), int64(5)
    memory usage: 35.3 KB
```

data.columns = data.columns.str.strip() # since few features is having the spaces which might cause problem
data.columns

```
Index(['Serial No.', 'GRE Score', 'TOEFL Score', 'University Rating', 'SOP', 'LOR', 'CGPA', 'Research', 'Chance of Admit'],
```

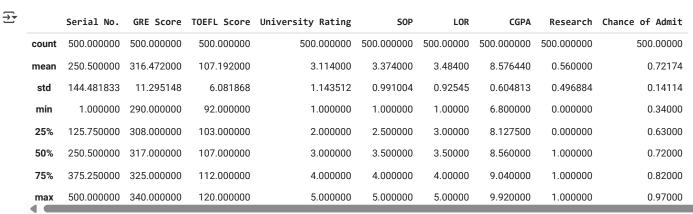
data.isnull().sum() # checking for null values

```
Serial No. 0
GRE Score 0
TOEFL Score 0
University Rating 0
SOP 0
LOR 0
CGPA 0
Research 0
Chance of Admit 0
dtype: int64
```

data.duplicated().sum() # check for duplicate

There are 0 duplicates and null null values in the dataset...

```
# all of them are the numerical features
# let's look at the summary
data.describe(include="all")
```



```
# Since there are few categorical Columns and Numerical Columns let's separate them
# Also separate the Target variable
cat_cols = ["University Rating","SOP", "LOR", "Research"]
num_cols = ["GRE Score", "TOEFL Score", "CGPA", "Chance of Admit"]

target_var = ["Chance of Admit"]

# We have no use of Serial Number so let's drop it

data.drop(labels ="Serial No.", axis=1, inplace= True)
data.head()

GRE Score TOEFL Score University Rating SOP LOR CGPA Research Chance or
```

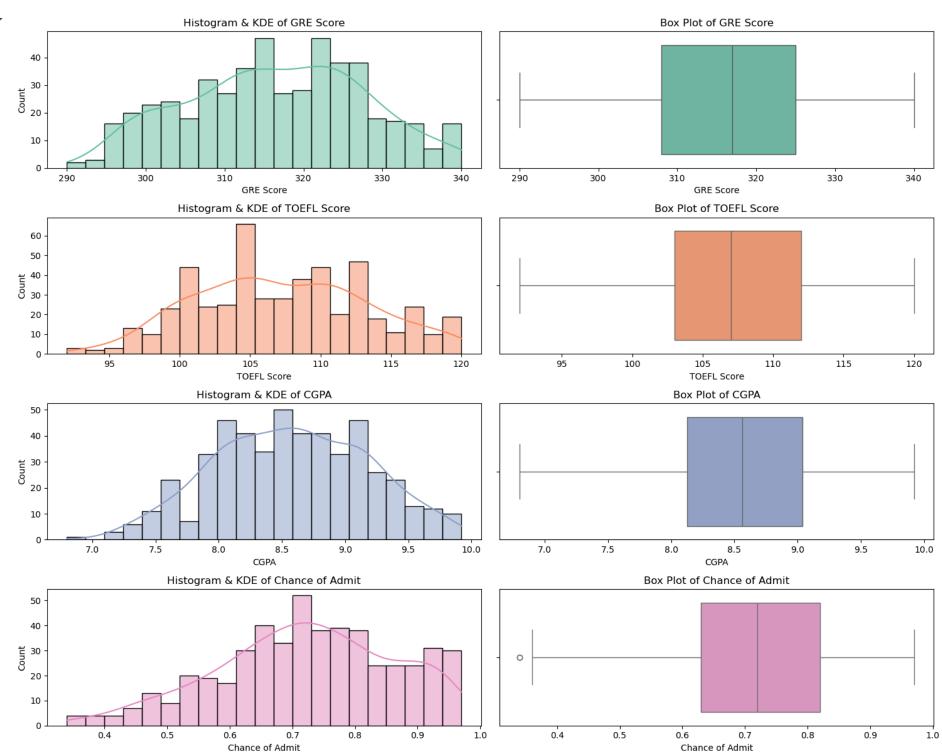
<u>-</u>		GRE Score	TOEFL Score	University Rating	SOP	LOR	CGPA	Research	Chance of Admi	t
	0	337	118	4	4.5	4.5	9.65	1	0.9	2
	1	324	107	4	4.0	4.5	8.87	1	0.7	6
	2	316	104	3	3.0	3.5	8.00	1	0.7	2
	3	322	110	3	3.5	2.5	8.67	1	0.8	0
	4	314	103	2	2.0	3.0	8.21	0	0.6	5
	4									

```
\ensuremath{\text{\#}} Non Graphical analysis for better understanding the data
for col in cat_cols:
    print(col, "have no.of unique values:",data[col].nunique())
    print("Which are",data[col].unique(),"\n")
    print("-"*10)
Transity Rating have no.of unique values: 5
     Which are [4 3 2 5 1]
     SOP have no.of unique values: 9
     Which are [4.5 4. 3. 3.5 2. 5. 1.5 1. 2.5]
     LOR have no.of unique values: 9
     Which are [4.5 3.5 2.5 3. 4. 1.5 2. 5. 1.]
     Research have no.of unique values: 2
     Which are [1 0]
# Non Graphical analysis for better understanding the data
for col in cat_cols:
    print(data[col].value_counts(),"\n")
    print("-"*10)
→ University Rating
         162
     2
         126
         105
     5
          73
     1
          34
     Name: count, dtype: int64
     SOP
            89
     4.0
     2.5
            64
     4.5
     2.0
            43
     5.0
            42
           25
     Name: count, dtype: int64
     LOR
           99
     3.0
     4.0
           94
           86
     3.5
     4.5
           63
     2.5
           50
     5.0
           50
     2.0
            46
           11
     1.5
     1.0
     Name: count, dtype: int64
     Research
     1 280
```

220

Name: count, dtype: int64

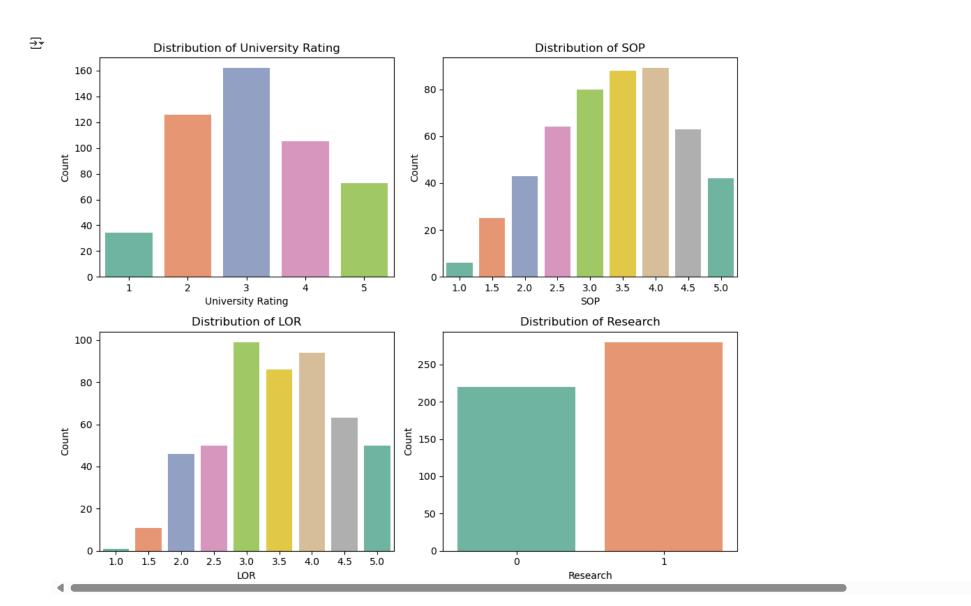
```
# Univariate Analysis - Numerical Data
\mbox{\tt \#\#} Histplot for Spread of the data
## Box plot for detecting Outliers
colors = sns.color_palette("Set2", len(num_cols))
plt.figure(figsize=(15, 12))
for i, col in enumerate(num_cols):
    plt.subplot(4, 2, 2 * i + 1)
    sns.histplot(data[col], kde=True, bins=21, color=colors[i])
    plt.title(f"Histogram & KDE of \{col\}")
    plt.subplot(4, 2, 2 * i + 2)
    sns.boxplot(x=data[col], color=colors[i])
    plt.title(f"Box Plot of {col}")
plt.tight_layout()
plt.show()
₹
         40
```



• Most of them are normally distributed except for our Target variable (Chance of Admit), it is right skewed probably because of outlier in it.

```
# Univariate Analsis for Categorical columns
plt.figure(figsize=(10, 8))
for i, col in enumerate(cat_cols, 1):
    plt.subplot(2, 2, i) # 2x2 grid of subplots
    sns.countplot(x=data[col], palette="Set2")
    plt.title(f'Distribution of {col}')
    plt.xlabel(col)
    plt.ylabel('Count')

plt.tight_layout()
plt.show()
```



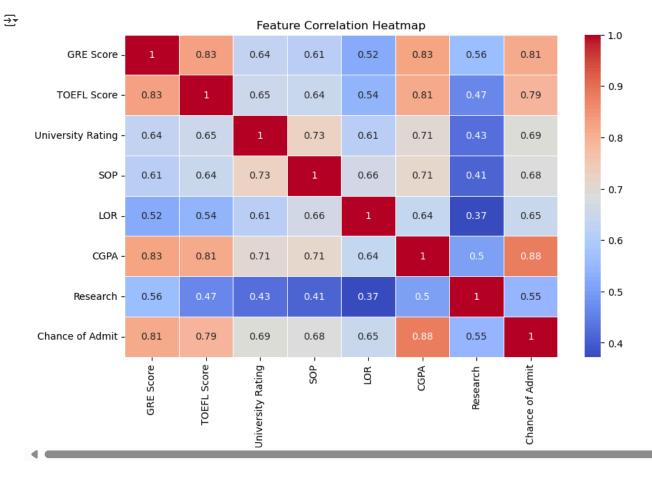
#### Observations on Individual Feature level

Majority of the students have

- University rating around 3 in range of 1 to 5.
- SOP: 4 followed by 3.5, After that only few students are able to achieve 4.5 or 5 rating/score.
- LOR: The similar pattern has been followed here as well, majority has achieved 3.5 to 4 raing but has decreased after the 4.0.
- more than 250 students have done the research and rest of them have not done it.

#### → Bivariate analysis

```
# identyfying the Correlation b.w the columns - HeatMap
plt.figure(figsize=(10,6))
sns.heatmap(data.corr(), annot=True, cmap='coolwarm', linewidths=0.5)
plt.title("Feature Correlation Heatmap")
plt.show()
```

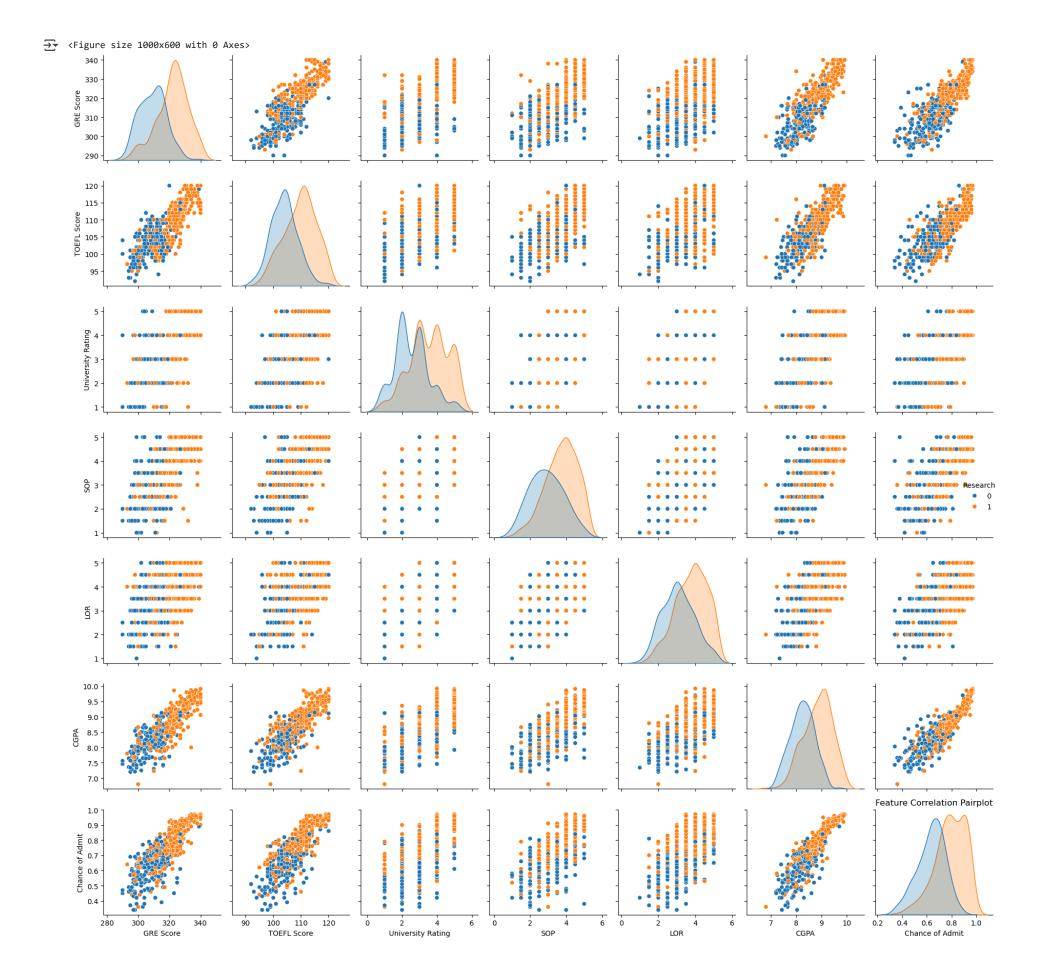


## Observations from the above HeatMap:

- As our target variable is "Chance of Admit" let's check coorelation between target var and other features
- $\bullet \ \ \mathsf{GRE} \ \mathsf{Score}, \mathsf{TOEFL} \ \mathsf{score} \ \mathsf{and} \ \mathsf{CGPA} \ \mathsf{have} \ \mathsf{strong} \ \mathsf{positive} \ \mathsf{correlation} \ \mathsf{with} \ \mathsf{the} \ \mathsf{target} \ \mathsf{variable}.$
- $\bullet\,$  where as University rating, SOP has alomst no impact on Target.

Also there is some MultiCollinearity existing in between the Independent Columns Such as CGPA and TOEFL Score

```
plt.figure(figsize=(10,6))
sns.pairplot(data, hue= "Research")
plt.title("Feature Correlation Pairplot")
plt.tight_layout()
plt.show()
```



## Observations from the above Pair Plot

- Chance of Admit: CGPA is Highly coorelated with tha Chance of Admission, Having HIGH CGPA increases Chances of Admission Higher grade college prefer students with more CGPA. Hence doing great in college helps more than any other examination.
- GRE Score and TOEFL Score does matter after CGPA, Preparing well for this tests can have effect in the students career.
- SOP and LOR have significantly less effect of Chance of Admission. So spending less time on these and more time on College Academics can Help or increases chances of Admission.
- It is Obvious that students having high CGPA can also get good score in the other exams. That's there is positive correlation between CGPA, GRE Score and TOEFL score.
- Students having high grade in their exams and academics are extra focused that's why they have done research as well.

# Model Building

- Prepare the data to build a model
- Separate the Input and Output variable and then Let's Split the data for Training and Testing.

# data.head()

		University Rating	SOP	LOR	CGPA	Research	Chance of	Admit
337	118	4	4.5	4.5	9.65	1		0.92
324	107	4	4.0	4.5	8.87	1		0.76
316	104	3	3.0	3.5	8.00	1		0.72
322	110	3	3.5	2.5	8.67	1		0.80
314	103	2	2.0	3.0	8.21	0		0.65
	324 316 322	324 107 316 104 322 110	324 107 4 316 104 3 322 110 3	324     107     4 4.0       316     104     3 3.0       322     110     3 3.5	324     107     4     4.0     4.5       316     104     3     3.0     3.5       322     110     3     3.5     2.5	324       107       4       4.0       4.5       8.87         316       104       3       3.0       3.5       8.00         322       110       3       3.5       2.5       8.67	324       107       4       4.0       4.5       8.87       1         316       104       3       3.0       3.5       8.00       1         322       110       3       3.5       2.5       8.67       1	324 107 4 4.0 4.5 8.87 1 316 104 3 3.0 3.5 8.00 1 322 110 3 3.5 2.5 8.67 1

 $\mbox{\tt\#}$  Split data into X and Y

Y = data['Chance of Admit']

X = data.iloc[:, : -1]

```
316
                            104
                                                 3 3.0 3.5 8.00
               322
                            110
                                                 3 3.5 2.5 8.67
                                                                           1
                                                 2 2.0 3.0 8.21
               314
                            103
                                                                            0
# split the data into Traing and testing
from sklearn.model_selection import train_test_split
x_train, x_test, y_train, y_test = train_test_split(X, Y, test_size= 0.20, random_state=42)
print({
    "x_train": x_train.shape,
    "x_test": x_test.shape,
    __
"y_train": y_train.shape,
    "y_test": y_test.shape
{'x_train': (400, 7), 'x_test': (100, 7), 'y_train': (400,), 'y_test': (100,)}
## preprocessing the data
from sklearn.preprocessing import StandardScaler
scaler = StandardScaler()
x train scaled = scaler.fit transform(x train)
x_test_scaled = scaler.transform(x_test)
x_train_scaled
⇒ array([[ 0.38998634, 0.6024183 , -0.09829757, ..., 0.56498381,
              0.4150183 , 0.89543386],
            [-0.06640493, 0.6024183, 0.7754586, ..., 1.65149114,
             -0.06785154, -1.11677706],
            [-1.25302222, -0.87691722, -0.09829757, \ldots, -0.52152352,
             -0.13445427, -1.11677706],
            [-1.34430047, -1.37002906, -1.8458099, ..., -1.60803084,
             -2.2157898 , -1.11677706],
            \hbox{$[-0.7053527\ ,\ -0.38380538,\ -0.97205374,\ \dots,\ 0.56498381,}
              -1.49981038, -1.11677706],
            [-0.24896144,\ -0.21943477,\ -0.97205374,\ \ldots,\ 0.02173015,
             -0.55072138, -1.11677706]])
StandardScaler's fit_transform() returns a NumPy array without column names. To use it in a DataFrame-based workflow (especially for
inspection or combining with labels), we often convert it back into a DataFrame using the original column names, which we store beforehand.
## initialize the model Linear Regression
from sklearn.linear_model import LinearRegression
model = LinearRegression()
model.fit(x_train_scaled, y_train)
      ▼ LinearRegression ① ??
     LinearRegression()
# Calculate the metric for the model
from sklearn.metrics import mean squared error, mean absolute error, r2 score
y_pred= model.predict(x_test_scaled)
def evaluate_errors(y_test, y_pred, features):
    mse = mean_squared_error(y_test, y_pred)
    mae = mean_absolute_error(y_test, y_pred)
    r2 = r2_score(y_test, y_pred)
    n= len(y_pred)
    k = len(features)
    adjusted_r2 = 1-((1-r2)*((n-1)/(n-k-1)))
    print(f"Mean Squared Error (MSE): {mse}") # lower is better
    print(f"Mean Absolute Error (MAE): {mae}") # lower is better
    print(f"R-squared (R^2 Score): \{r2\}") # Tells the Accuracy
    print(f"Adjusted R2 (R2 Score): {adjusted_r2}")
evaluate_errors(y_test, y_pred, x_train.columns)
Mean Squared Error (MSE): 0.0037046553987884084
     R-squared (R<sup>2</sup> Score): 0.8188432567829629
     Adjusted R<sup>2</sup> (R<sup>2</sup> Score): 0.8050595915381884
model.coef_
⇒ array([0.02667052, 0.01822633, 0.00293995, 0.001788 , 0.0158655 ,
            0.06758106, 0.01194049])
```

## Interpretation:

**→** 0.7241749999999999

model.intercept\_

₹

0

337

324

118

107

GRE Score TOEFL Score University Rating SOP LOR CGPA Research

4 4.5 4.5 9.65

4 4.0 4.5 8.87

MAE (Mean Absolute Error): Measures average error in absolute terms.

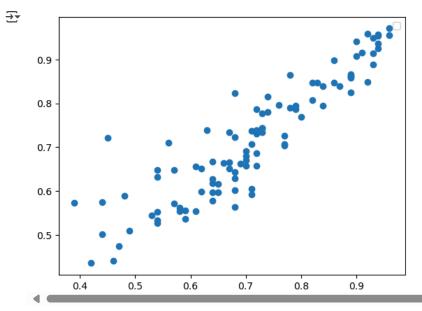
- closer to the 0 the better the model gets
- On an scale 0-1 the error values is close to 0 that is 0.04

MSE (Mean Squared Error): Penalizes larger errors more than MAE.

- closer to the 0 the better the model gets, here the error is 0.003
  - R<sup>2</sup> Score: Measures how well the model explains variance
- Higher the R-sqaure score the better the performance

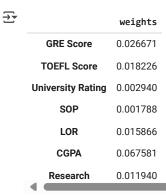
- The R<sup>2</sup> values we got is 0.82 it means the model have 82% of Accuracy.
- But the R-squared does not explain the multicollinearity.

```
fig = plt.figure()
plt.scatter(y_test,y_pred)
plt.legend()
plt.show()
```



#### Improve the metrics or Accuracy score

```
col_weis = pd.DataFrame(index= X.columns,data= model.coef_, columns= ['weights'])
col_weis
```



Two method to build other Linear Regression Models for better accuracy

- 1. one is using sklearn method, with the help of Linear Regression, Lasso Regression or Ridge Regression.
- 2. Another one is OLS method from  ${\it stats model}$ .

## Build Model using sklearn methods

```
from \ sklearn.linear\_model \ import \ LinearRegression, \ Lasso, \ Ridge
from sklearn.metrics import accuracy_score
models = [
    ['Linear Regression:', LinearRegression()],
    ['Lasso Regression:', Lasso(alpha= 0.1)],
    ['Ridge Regression:', Ridge(alpha=1.0)]
print("Results for the linear regression models....")
for name, model in models:
    model.fit(x_train_scaled, y_train)
    predictions = model.predict(x_test_scaled)
    print('-'*50)
    print(name)
    evaluate\_errors(y\_test,\ predictions,\ x\_train.columns)
    # print(name, (np.sqrt(mean_squared_error(y_test, predictions))))
Results for the linear regression models....
     Linear Regression:
     Mean Squared Error (MSE): 0.0037046553987884084
     Mean Absolute Error (MAE): 0.04272265427705366
     R-squared (R<sup>2</sup> Score): 0.8188432567829629
     Adjusted R<sup>2</sup> (R<sup>2</sup> Score): 0.8050595915381884
     Lasso Regression:
     Mean Squared Error (MSE): 0.014988926561014377
     Mean Absolute Error (MAE): 0.0981482002289395
     R-squared (R<sup>2</sup> Score): 0.2670451559406174
     Adjusted R<sup>2</sup> (R<sup>2</sup> Score): 0.2112768525882731
     Ridge Regression:
     Mean Squared Error (MSE): 0.003705774363798815
     Mean Absolute Error (MAE): 0.04274719474628152
     R-squared (R<sup>2</sup> Score): 0.8187885396675396
     Adjusted R<sup>2</sup> (R<sup>2</sup> Score): 0.8050007111639829
```

## Summary of Linear Regression Model Results:

- Linear Regression and Ridge Regression performed almost identically, both achieving:
  - Low MSE (~0.0037)
  - Low MAE (~0.0427)
  - High R² (~0.819)
  - Adjusted R<sup>2</sup> around 0.805
- Lasso Regression performed significantly worse:
  - Higher MSE (0.0149) and MAE (0.0981)

#### $\circ~$ Much lower R² (0.267) and Adjusted R² (0.211)

#### Interpretation:

Lasso likely over-penalized coefficients, reducing model performance. Ridge maintained model complexity while controlling overfitting better. For this dataset, Linear or Ridge Regression is more suitable, while Lasso may be too aggressive in feature shrinking.

#### → Build a model using OLS.

 $\label{eq:columns} \textbf{X\_train} = \texttt{pd.DataFrame}(\textbf{x\_train\_scaled, columns} = \textbf{x\_train.columns})$ 

<b>→</b>		GRE Score	TOEFL Score	University Rating	SOP	LOR	CGPA	Research
	0	0.389986	0.602418	-0.098298	0.126796	0.564984	0.415018	0.895434
	1	-0.066405	0.602418	0.775459	0.633979	1.651491	-0.067852	-1.116777
	2	-1.253022	-0.876917	-0.098298	0.126796	-0.521524	-0.134454	-1.116777
	3	-0.248961	-0.055064	-0.972054	-0.887570	0.564984	-0.517420	-1.116777
	4	-0.796631	-0.219435	-0.098298	0.126796	-1.064777	-0.617324	0.895434

# let's start with ols model import statsmodels.api as sm

X\_train = sm.add\_constant(X\_train)

sm\_model = sm.OLS(y\_train.values, X\_train).fit()

print(sm\_model.summary())

 $\overline{\Rightarrow}$ 

		:=======	ion Results ======		.=======	==	
Dep. Variable:		У	R-squared:		0.8	21	
Model:		OLS	Adj. R-squar	red:	0.818		
Method:	Least	Squares	F-statistic:	:	257	.0	
Date:	Tue, 03	lun 2025	un 2025 Prob (F-statistic):			42	
Time:	1	2:25:01	Log-Likeliho	ood:	561.	91	
No. Observations:		400	AIC:		-110	8.	
Df Residuals:		392	BIC:		-107	6.	
Df Model:		7					
Covariance Type:	no	nrobust					
	coef	std err	 t	P> t	[0.025	0.975]	
const	0.7242	0.003	241.441	0.000	0.718	0.730	
GRE Score	0.0267	0.006	4.196	0.000	0.014	0.039	
TOEFL Score	0.0182	0.006	3.174	0.002	0.007	0.030	
University Rating	0.0029	0.005	0.611	0.541	-0.007		
SOP	0.0018	0.005	0.357	0.721	-0.008	0.012	
LOR	0.0159	0.004	3.761	0.000	0.008	0.024	
CGPA	0.0676	0.006	10.444	0.000	0.055	0.080	
Research	0.0119	0.004	3.231	0.001	0.005	0.019	
Omnibus:	=======	86.232	======= Durbin-Watso	======== on:	2.0	== 50	
Prob(Omnibus):		0.000	Jarque-Bera	(JB):	190.0	99	
Skew:		-1.107	Prob(JB):		5.25e-	42	
Kurtosis:		5.551	Cond. No.		5.	65	

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

- Ordinary Least Squares(OLS) model has given the above results.
  - R<sup>2</sup> has 81% of accuracy and adjusted R<sup>2</sup> has 81.4.
  - In OLS we have multiple useful features are present in which p value is one them
  - It says the significance of the features in a model. That is if p > 0.05 then the feature is not much significant.
  - In the above model the SOP and University rating ahs higher significant let's remove them one by one then calculate the score.

X\_train = X\_train.drop(['SOP'], axis= 1) X\_train.head()

<b>→</b>		const	GRE Score	TOEFL Score	University Rating	LOR	CGPA	Research
	0	1.0	0.389986	0.602418	-0.098298	0.564984	0.415018	0.895434
	1	1.0	-0.066405	0.602418	0.775459	1.651491	-0.067852	-1.116777
	2	1.0	-1.253022	-0.876917	-0.098298	-0.521524	-0.134454	-1.116777
	3	1.0	-0.248961	-0.055064	-0.972054	0.564984	-0.517420	-1.116777
	4	1.0	-0.796631	-0.219435	-0.098298	-1.064777	-0.617324	0.895434

sm\_model = sm.OLS(y\_train.values, X\_train).fit() print(sm\_model.summary())

OLS Regression Results										
Dep. Variable:		у	R-squared:		0.821 0.818					
Model:		OLS	Adj. R-square	ed:						
Method:	Least	Squares	F-statistic:		300	.4				
Date:	Tue, 03 J	lun 2025	Prob (F-stati	.stic):	2.01e-1	43				
Time:	1	2:25:01	Log-Likelihoo	od:	561.	85				
No. Observations:		400	AIC:		-111	0.				
Df Residuals:		393	BIC:		-108	2.				
Df Model:		6								
Covariance Type:	nc	nrobust								
	coef	std err	t	P> t	[0.025	0.9				
const	0.7242	0.003	241.710	0.000	0.718	0.				
GRE Score	0.0266	0.006	4.192	0.000	0.014	0.0				
TOEFL Score	0.0185	0.006	3.240	0.001	0.007	0.0				
University Rating	0.0035	0.005	0.779	0.437	-0.005	0.0				
LOR	0.0163	0.004	4.056	0.000	0.008	0.0				
CGPA	0.0680	0.006	10.730	0.000	0.056	0.6				
Research	0.0120	0.004	3.240	0.001	0.005	0.6				
Omnibus:		85.621	Durbin-Watson	: :	2.047					
Prob(Omnibus):	0.000		Jarque-Bera (	JB):	188.163					
Skew:		-1.101	Prob(JB):		1.38e-41					
Kurtosis:		5.539	Cond. No.		5.	19				

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

```
# let's remove University Rating as well
X_train = X_train.drop(['University Rating'], axis= 1)
sm_model = sm.OLS(y_train.values, X_train).fit()
print(sm_model.summary())
                           OLS Regression Results
₹
    ______
    Den. Variable:
                                    R-squared:
    Model:
                                OLS Adj. R-squared:
                                                                0.818
                       Least Squares F-statistic:
    Method:
                                                                360.8
                     Tue, 03 Jun 2025
                                    Prob (F-statistic):
                                                             1.36e-144
    Date:
                            12:25:01
    Time:
                                    Log-Likelihood:
                                                               561.54
    No. Observations:
                                400
                                    AIC:
                                                               -1111.
    Df Residuals:
                                394
                                    BIC:
                                                                -1087.
    Df Model:
    Covariance Type:
                          nonrobust
    ______
                  coef std err
                                                    [0.025
                                                                0.975]
                                           P>|t|
    const
                 0.7242
                           0.003 241.830
                                             0.000
                                                       0.718
                                                                 0.730
    GRE Score
                 0.0269
                           0.006
                                   4.245
                                             0.000
                                                       0.014
                                                                 0.039
    TOEFL Score
                 0.0191
                           0.006
                                    3.391
                                             0.001
                                                       0.008
                                                                 0.030
    LOR
                 0.0172
                           0.004
                                    4.465
                                             0.000
                                                       0.010
                                                                 0.025
    CGPA
                 0.0691
                           0.006
                                   11.147
                                             0.000
                                                       0.057
                                                                 0.081
    Research
                 0.0122
                           0.004
                                   3.328
                                             0.001
                                                       0.005
                                                                 0.019
    Omnibus:
                             84.831 Durbin-Watson:
                                                                2.053
    Prob(Omnibus):
                              0.000
                                    Jarque-Bera (JB):
                                                               185.096
                              -1.094
                                                              6.41e-41
                              5.514
```

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

# Assumptions of LinearRegression Model

#### Multicollinearity Check - Passed

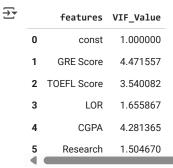
- Even though we got it checked using the Statsmodel api, we can also use another method using VIF(variance Influence Factor')
- "VIF score of an independent variable represents how well the variable is explained by other independent variables.
- So, the closer the R^2 value to 1, the higher the value of VIF and the higher the multicollinearity with the particular independent variable.

from statsmodels.stats.outliers\_influence import variance\_inflation\_factor

```
def calculate_vif(dataset,col):
    dataset=dataset.drop(columns=col,axis=1)
    vif=pd.DataFrame()
    vif['features']=dataset.columns
    vif['VIF_Value']=[variance_inflation_factor(dataset.values,i) for i in range(dataset.shape[1])]
    return vif
```

✓ Do the Same process using other Linear Model such as Ridge Regression and Lasso Regression

calculate\_vif(X\_train,[])



## No Multicollinearity

- Independent variables should not be too higly correlated with eachother.
- Here we can use VIF in order to overcome multicollinearity
- 1. After training the model Find  $R^2$  and to calculate VIF VIF = 1/1-  $R^2$
- 2. Calcuate VIF for each independent variable
- 3. Check the variable with highest VIF
- 4. Remove the variable with highest VIF
- 5. Re-fit the model without the removed one.
- 6. Continue the process till the end.

VIF for all the columns seems fine, as there is no multicollinearity between any of the columns, That's why the first assumption of Multicollinearity has been Satisfied.

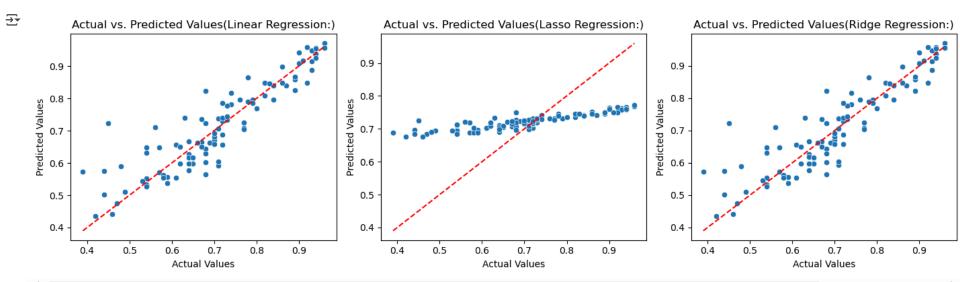
# Linearity Check - Linear and Ridge - Passed

```
# store predictions
y_pred_values = []

for name, model in models:
    y_pred = model.predict(x_test_scaled)
    y_pred_values.append(y_pred)

plt.figure(figsize=(14,4))

for i, prediction in enumerate(y_pred_values, 1):
    plt.subplot(1,3,i)
    sns.scatterplot(x=y_test, y=prediction)
    plt.plot([y_test.min(), y_test.max()], [y_test.min(), y_test.max()], 'r--') # Diagonal line (ideal case)
    plt.xlabel("Actual Values")
    plt.ylabel("Predicted Values")
```

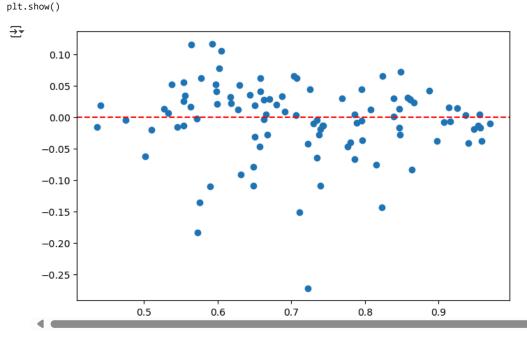


Based on the Actual vs. Predicted plots, **Linear and Ridge Regression** maintain strong linearity, as their predictions closely follow the ideal diagonal line. In contrast, **Lasso Regression fails the linearity check**, showing signs of underfitting and weak alignment with actual values. Therefore, Linear or Ridge Regression are more appropriate for this dataset.

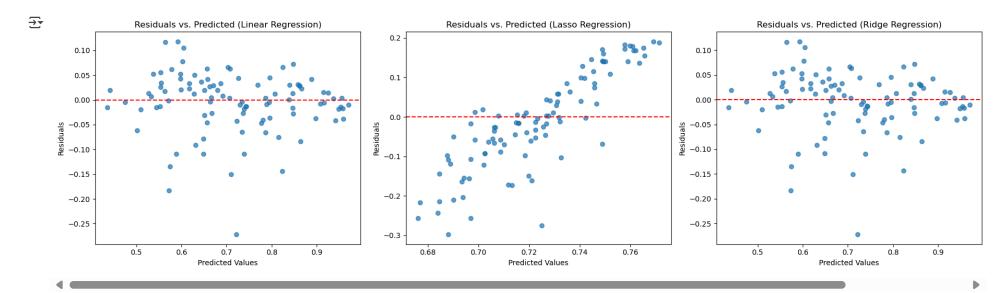
## Homoscedasticity Check

# calculate residuls

```
residuals = y_test - y_pred
plt.figure(figsize=(8,5))
plt.scatter(y_pred, residuals)
plt.axhline(y= 0, color= 'red', linestyle= '--')
```



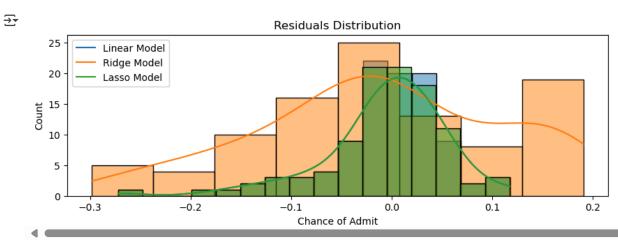
```
# Get predictions
y_pred_lin = models[0][1].predict(x_test_scaled)
y_pred_lasso = models[1][1].predict(x_test_scaled)
y_pred_ridge = models[2][1].predict(x_test_scaled)
# Calculate residuals
residuals_lin = y_test - y_pred_lin
residuals_lasso = y_test - y_pred_lasso
residuals_ridge = y_test - y_pred_ridge
# Setup plot
plt.figure(figsize=(18, 5))
model_names = ['Linear Regression', 'Lasso Regression', 'Ridge Regression']
predictions = [y_pred_lin, y_pred_lasso, y_pred_ridge]
residuals = [residuals_lin, residuals_lasso, residuals_ridge]
for i in range(3):
    plt.subplot(1, 3, i + 1)
    plt.scatter(predictions[i], residuals[i], alpha=0.7)
    plt.axhline(y=0, color='red', linestyle='--')
    plt.xlabel("Predicted Values")
    plt.ylabel("Residuals")
    plt.title(f"Residuals vs. Predicted ({model_names[i]})")
plt.tight_layout()
plt.show()
```



The above scatter plot conclude that, Linear and Ridge Regression has not heteroskedasticity whereas Lasso is going from bottom to top which is not ideal. Hence we can disregard lasso model and Check mark Heterockedasticity for Linear and Ridge models

#### Check Normality of the Residuals

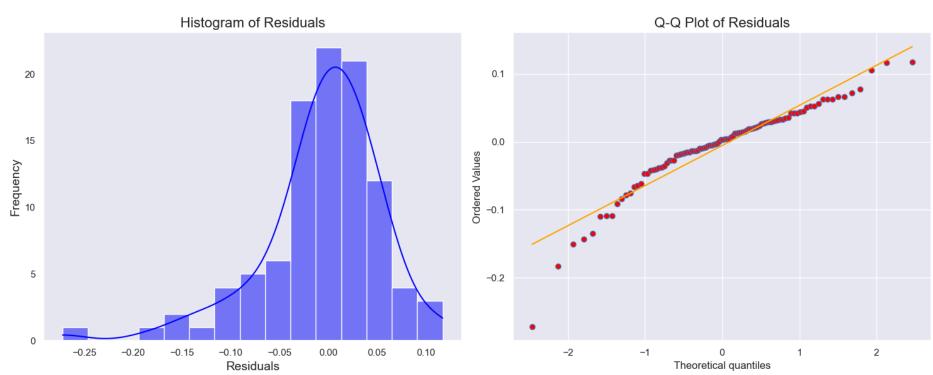
```
plt.figure(figsize=(10,3))
for prediction in y_pred_values:
    residuals = 0
    residuals = y_test - prediction
    sns.histplot(residuals, kde= True)
    plt.legend(['Linear Model', 'Ridge Model', 'Lasso Model'])
    plt.title("Residuals Distribution")
plt.show()
```



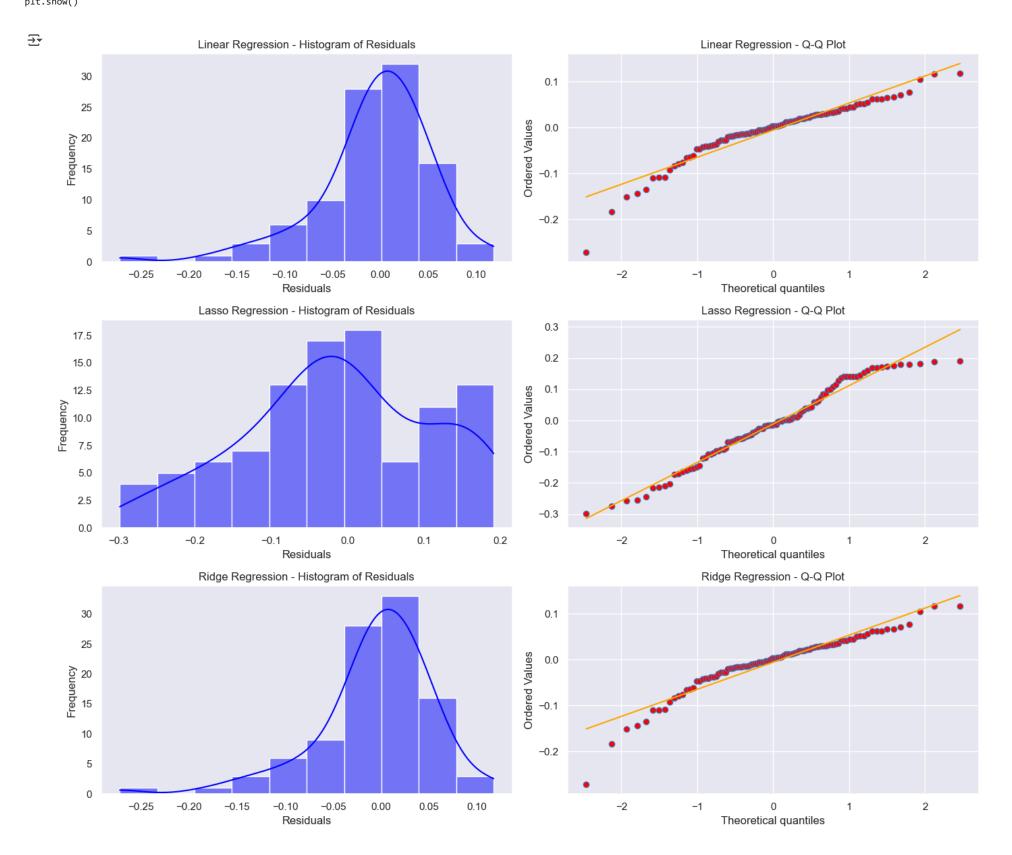
▼ Ridge Regression have the better results than Lasso Regression - Probably because of multicollinearty

```
sns.set_theme(style='dark')
fig, axs = plt.subplots(1, 2, figsize=(15, 6))
# for Linear Regression model
residuals = y_test - y_pred
# Histogram of Residuals
sns.histplot(residuals, bins=15, kde=True, color='blue', ax=axs[0])
axs[0].set\_title('Histogram of Residuals', fontsize=16)
axs[0].set_xlabel('Residuals', fontsize=14)
axs[0].set_ylabel('Frequency', fontsize=14)
axs[0].grid(False)
# Q-Q Plot
import scipy.stats as stats
stats.probplot(residuals, dist="norm", plot=axs[1])
axs[1].get_lines()[1].set_color('orange')
axs[1].get_lines()[0].set_markerfacecolor('red')
axs[1].set_title('Q-Q Plot of Residuals', fontsize=16)
axs[1].grid(True)
plt.tight_layout()
plt.show()
```

 $\overline{z}$ 



```
sns.set_theme(style='dark')
model_names = ['Linear Regression', 'Lasso Regression', 'Ridge Regression']
# Setup a 3-row, 2-column grid (one row per model)
fig, axs = plt.subplots(nrows=3, ncols=2, figsize=(14, 12))
for i, prediction in enumerate(y\_pred\_values):
    residuals = y_test - prediction
    # Histogram with KDE
    sns.histplot(residuals, bins=10, kde=True, color='blue', ax=axs[i, 0])
    axs[i, 0].set_title(f'{model_names[i]} - Histogram of Residuals', fontsize=12)
    axs[i, 0].set_xlabel('Residuals')
    axs[i, 0].set_ylabel('Frequency')
   axs[i, 0].grid(False)
    # Q-Q Plot
    stats.probplot(residuals, dist="norm", plot=axs[i, 1])
    axs[i, 1].get_lines()[1].set_color('orange')
    axs[i, 1].get_lines()[0].set_markerfacecolor('red')
    axs[i, 1].set\_title(f'\{model\_names[i]\} - Q-Q \ Plot', \ fontsize=12)
    aveli 11 anid/Thua)
```



## 

- The **Q-Q plot** shows some deviation from the normal distribution, particularly at the tails, indicating residuals may not be perfectly normally distributed.
- The **histogram** indicates that most residuals are clustered around zero, with fewer outliers as you move away from zero, supporting the assumption of normality, though not perfectly.

```
for i, prediction in enumerate(y_pred_values):
    residuals = y_test - prediction
    shapiro_stat, shapiro_p_value = stats.shapiro(residuals)
    print('-'*50)
    print(f'Shapiro-Wilk Test Statistic for {models[i][0]} {shapiro_stat}, p-value: {shapiro_p_value}')

if shapiro_p_value > 0.05:
    print("Fail to reject the null hypothesis: Residuals are normally distributed.")

else:
    print("Reject the null hypothesis: Residuals are not normally distributed.")

Shapiro-Wilk Test Statistic for Linear Regression: 0.9178703251544256, p-value: 1.0869980466509114e-05
    Reject the null hypothesis: Residuals are not normally distributed.

Shapiro-Wilk Test Statistic for Lasso Regression: 0.9705873873874831, p-value: 0.02452051632933148
    Reject the null hypothesis: Residuals are not normally distributed.

Shapiro-Wilk Test Statistic for Ridge Regression: 0.9175850593277237, p-value: 1.0503035282816964e-05
    Reject the null hypothesis: Residuals are not normally distributed.
```

# Check Independence(No AutoCorrelation)

```
from statsmodels.stats.stattools import durbin_watson

for i, prediction in enumerate(y_pred_values):
    residuals = y_test - prediction
    durbin_watson_results = durbin_watson(residuals)
    print('-'*50)
    print(f'Durbin Watson Test Statistic for {models[i][0]} {durbin_watson_results}')

    if durbin_watson_results < 1 or durbin_watson_results > 3:
        print("There is Strong Auto Correlation between independent variable which mean not good model")
    else:
        print("No Correlation, AutoCoorelation Assumption Passed")
```

**₹** 

Durbin Watson Test Statistic for Linear Regression: 2.238799667437851

No Correlation, AutoCoorelation Assumption Passed

Durbin Watson Test Statistic for Lasso Regression: 2.1057311747662335

No Correlation, AutoCoorelation Assumption Passed

Durbin Watson Test Statistic for Ridge Regression: 2.2415890789602946

No Correlation, AutoCoorelation Assumption Passed

#### Insights:

- Both Base Linear and Ridge models perform best, achieving 82% accuracy; Lasso model fails to show any accuracy.
- High collinearity among CGPA, GRE, and TOEFL scores reduced model accuracy to 81%.
- Combined score is the most important feature, followed by LOR and Research.
- University ratings and SOP have little impact, but a strong research background and LOR/SOP significantly increase admission chances.
- Assumptions for Linear Regression were met; however, the Shapiro-Wilk test failed, suggesting non-normality. The Q-Q plot shows minor deviation from 0.

#### Recommendations:

- Data on rejected students would help balance the right-skewed "Chance of Admit."
- To improve accuracy, add more independent features like:
  - Work Experience: Insights into practical skills.
  - $\circ \ \ \textbf{Internships:} \ \text{Real-world application of knowledge}.$
  - Extracurricular Activities: Leadership, teamwork, and diverse interests.
  - ${\color{gray} \bullet} \ \, \textbf{Diversity Variables:} \ \, \textbf{Capture diverse backgrounds for a holistic evaluation}. \\$

Start coding or generate with AI.