

MA660E, Lab Report

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Part One: Probability computation

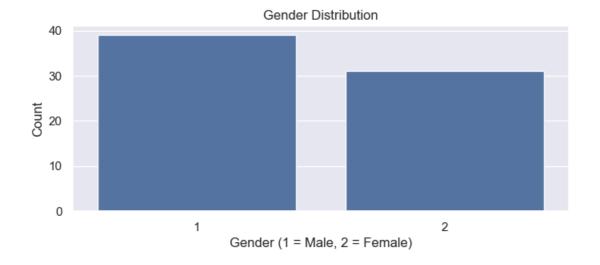
Part One: Basic Charts and Summaries

Tasks:

- Create a bar chart for gender and a pie chart for ethnic group.
- Summarize the age data with a **five-number summary** (min, max, median, 1st quartile, 3rd quartile) and a **box plot**.
- Calculate the **mean** and **standard deviation** of income and create a **histogram**.

Solution:

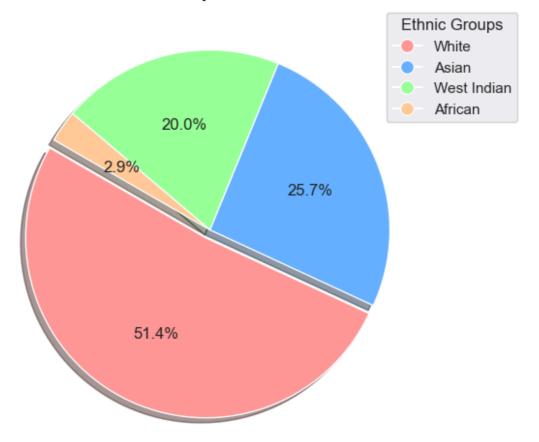
Bar Chart for Gender Distribution:



Caption: A bar chart visualizing the gender distribution, with more male participants than female.

Pie Chart for Ethnic Groups:

Ethnic Group Distribution



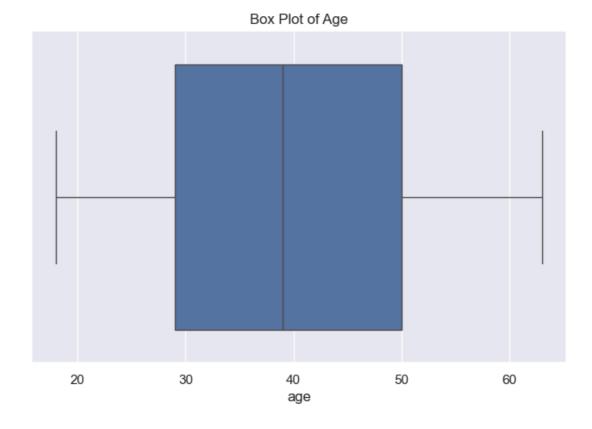
Caption: A pie chart showing the distribution of ethnic groups, highlighting diversity in the dataset.

Table: Five-Number Summary for Age

Statistic	Value
Minimum	18.0
Q1 (25%)	29.0
Median	39.0
Q3 (75%)	50.0
Maximum	63.0

Caption: The five-number summary shows that the ages in the dataset range from 18 to 63, with a median of 39 years.

Box Plot for Age Distribution:

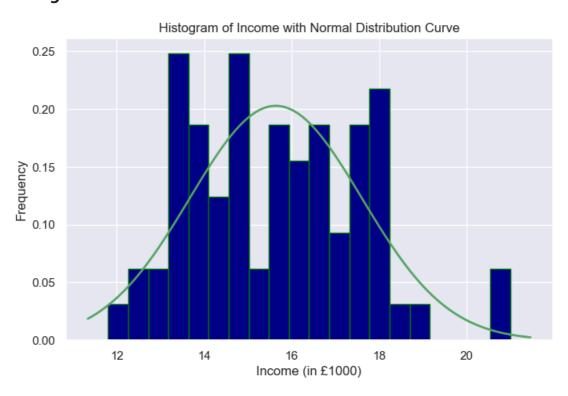


Caption: A box plot representing the age distribution, showing that the majority of individuals are aged between 29 and 50.

• Mean of Income: 15.64

• Standard Deviation of Income: 1.99

Histogram of Income:



Caption: The income histogram demonstrates that the majority of individuals have an income concentrated around the mean of 15.64.

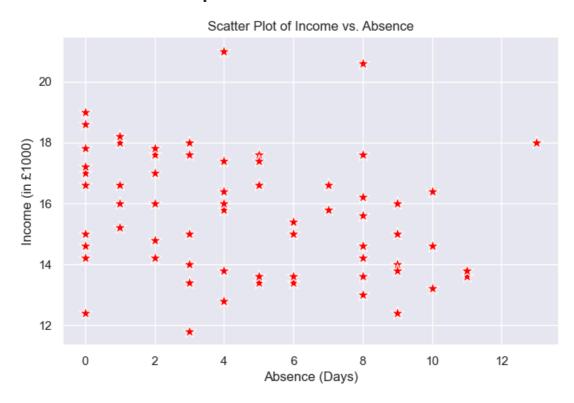
Part one: 2. Scatter Plot and Regression

Tasks:

- Create a **scatter plot** to visualize the relationship between **income** and **absence**.
- Build a **simple linear regression model** with income as the dependent variable and absence as the independent variable.
- Report the determination coefficient (R²).

Solution:

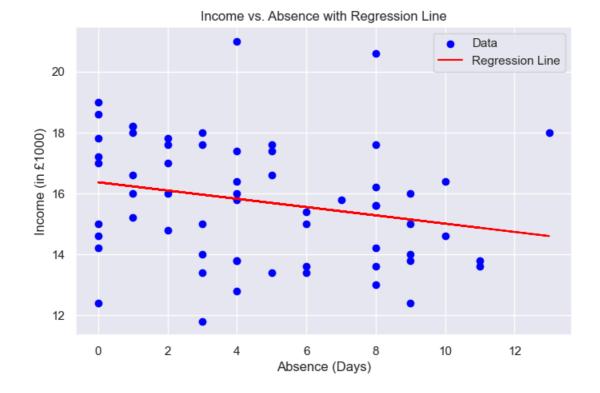
Scatter Plot: Relationship Between Income and Absence



Caption: Scatter plot shows the relationship between income and absence. The plot shows a slight positive trend but with scattered points, indicating a weak correlation between the two variables.

Regression Model (Dropping Missing Values)

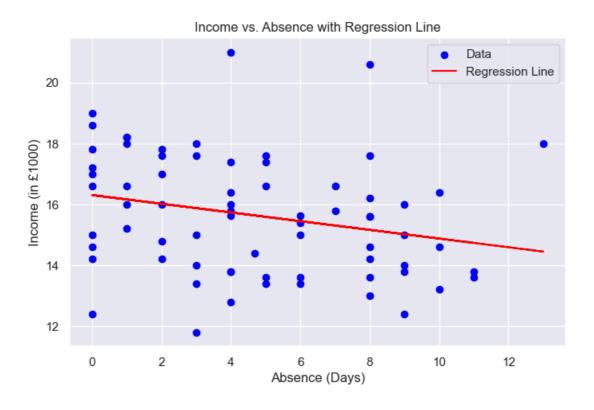
• R-squared (R²): 0.0543



Caption: Linear regression model after dropping rows with missing values. The R^2 value indicates a weak explanatory power of absence on income.

Regression Model (Filling Missing Values with Mean)

• R-squared (R²): 0.0619



Caption: Linear regression model with missing values filled by the mean. The slightly higher R^2 still suggests a weak relationship between absence and income.

Part One: 3. Multiple Regression Analysis

Tasks:

- Build a multiple regression model with job satisfaction (satis) as the dependent variable and the following as independent variables: commitment (commit), autonomy (autonom), income, skill, qualification (qual), age, and years of experience.
- Identify **non-significant variables** and simplify the model by removing them.

Solution:

Initial Multiple Regression Model

The model explains 80.5% of the variance in job satisfaction. Significant predictors include commitment, autonomy, income, and skill, all positively affecting satisfaction. However, quality, age, and years of experience have little impact and can be excluded from the model.

Dep. Variabl	le: satis			R-squared:			0.805
Model:		0	LS	Adj. F	R-squared:		0.783
Method:		Least Squar	es	F-stat	istic:		36.55
Date:	s	un, 08 Dec 20	24	Prob ([F-statistic]):	1.08e-19
Time:		21:42:	25	Log-Li	kelihood:		-124.24
No. Observat	ions:		70	AIC:			264.5
Df Residuals	::		62	BIC:			282.5
Df Model:			7				
Covariance T	ype:	nonrobu	st				
	coef	std err		t	P> t	[0.025	0.975]
 const	-4.9905	1.697		 2.940	0.005	-8.383	 1 . 598
commit	0.9387	0.201	4	1.660	0.000	0.536	1.341
autonom	0.4204	0.086	4	1.873	0.000	0.248	0.593
income	0.4461	0.143		3.126	0.003	0.161	0.731
skill	0.5701	0.186		3.066	0.003	0.198	0.942
qual	0.2544	0.152	1	1.669	0.100	-0.050	0.559
age	0.0033	0.033	6	0.098	0.922	-0.063	0.070
years	-0.0047	0.032	-6	146	0.885	-0.069	0.059
======= Omnibus:	=======	 0.6	==== 85	===== Durbir	======= 1-Watson:	=======	 2.114
Prob(Omnibus	5):	0.7	10	Jarque	e-Bera (JB):		0.781
Skew:				Prob(JB):		0.677	
Kurtosis:		2.5	36	Cond.	No.		445.

Refined Multiple Regression Model

The refined model explains 80.5% of the variation in job satisfaction. It shows that commitment, autonomy, income, and skill all significantly contribute to higher job satisfaction. Quality is somewhat important but less impactful. Overall, the model

suggests that focusing on commitment, autonomy, income, and skill is key to understanding job satisfaction.

OLS Regression Results								
Dep. Variable:		satis	R-squared:			0.805		
Model:		OLS	Adj.	R-squared:		0.790		
Method:	Least S	quares	F-sta	tistic:		52.80		
Date:	Sun, 08 De	c 2024	Prob	(F-statistic):		2.05e-21		
Time:	22	:11:55	Log-L	ikelihood:		-124.25		
No. Observations:		70	AIC:			260.5		
Df Residuals:		64	BIC:			274.0		
Df Model:		5						
Covariance Type:	non	robust						
C(ef std er	 r	t	P> t	[0.025	0.975]		
const -4.98	368 1.56	5 -:	3.186	0.002	-8.114	-1.860		
commit 0.93	343 0.18	8 4	4.958	0.000	0.558	1.311		
autonom 0.42	227 0.08	2 !	5.170	0.000	0.259	0.586		
income 0.44	199 0.10	6 4	4.226	0.000	0.237	0.663		
skill 0.57	715 0.18	3	3.130	0.003	0.207	0.936		
qual 0.25	520 0.14	6 :	1.721	0.090	-0.040	0.544		
========= Omnibus:	========	====== 0.576	===== Durbi	======= n-Watson:	=======	2.100		
Prob(Omnibus):		0.750	Jarqu	e-Bera (JB):		0.702		
kew:		-0.103	Prob(JB):		0.704		
Kurtosis:		2.555	Cond.	No.		168.		

Part One: 4. Confidence Intervals

Task

In this section, we will calculate the confidence intervals for job satisfaction as well as the confidence interval for the difference between men and women.

Solution

- Confidence Interval for Job Satisfaction (Satis): (10.06, 11.61)
- Confidence Interval for the Difference in Job Satisfaction between Men and Women: (-1.38, 1.85)

Part One: 5. Mann-Whitney and Kruskal-Wallis Tests

Tasks:

• **Mann-Whitney-Wilcoxon Test:** Assess whether there is a significant difference in skill levels between men and women, and compare the results with the previously calculated confidence interval for job satisfaction.

 Kruskal-Wallis Test: Investigate if there is a significant difference in absence rates among different ethnic groups and compare the findings with those from the One-Way ANOVA test.

Solution:

• Mann-Whitney U Test:

Test Statistic: 520.5p-value: 0.4033

■ **Conclusion:** Fail to reject the null hypothesis; there is no significant difference in skill levels between men and women.

• Kruskal-Wallis Test:

Test Statistic: 2.4085p-value: 0.4921

■ **Conclusion:** Fail to reject the null hypothesis; there is no significant difference in absence rates among ethnic groups.

• One-Way ANOVA:

Test Statistic: 0.8043p-value: 0.4966

■ **Conclusion:** Fail to reject the null hypothesis; there is no significant difference in absence rates among ethnic groups.

Summary:

The results from both the Mann-Whitney and Kruskal-Wallis tests indicate no significant differences in skill levels between genders or absence rates among ethnic groups. These findings are consistent with the conclusions drawn from the One-Way ANOVA.

Part One: 6. Income Class Recode

Tasks:

 Recode Income: Classify income into distinct categories based on the following ranges:

Low Income Class: [Min, Q1]
 Middle Income Class: (Q1, Q3]
 High Income Class: (Q3, Max]

 Analysis: Investigate if there is a significant relationship between income class and skill levels.

Solution:

No.	Income	Income Class
1	16.6	Middle Income
2	14.6	Middle Income
3	17.8	High Income
4	16.4	Middle Income
5	18.6	High Income

Statistical Analysis:

• Kruskal-Wallis Test:

Test Statistic: 8.1833p-value: 0.0167

■ **Conclusion:** Reject the null hypothesis; there is a significant relationship between income class and skill levels.

Summary:

The results indicate a statistically significant relationship between the categorized income classes and skill, suggesting that income level may influence skill levels among individuals.

```
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
import numpy as np
import sklearn
from sklearn.linear_model import LinearRegression
from sklearn.metrics import r2_score
import statsmodels.api as sm
from scipy.stats import mannwhitneyu
from scipy.stats import kruskal
from scipy.stats import f_oneway
from scipy import stats
from scipy.stats import norm
sns.set()
```

Cleaning and Preprocessing

- Converted 'income' from string format with commas to float.
- Replaced empty strings with NaN for handling missing values.
- Created two datasets: one with missing values replaced by the mean, and another with rows containing missing values removed.

```
#clean dataset
         null_values = data_set.isnull().sum()
         # Filter and display only the columns with at least one null value
         columns with null = null values[null values > 0]
         for column, null count in columns with null.items():
              print(f"{column}: {null_count} null values")
         # Convert 'income' from string with commas to float
         data_set['income'] = data_set['income'].str.replace(',', '.').astype(float)
         # Replace empty strings with NaN for proper handling of missing values
         data_set.replace('', pd.NA, inplace=True)
         # Create dataset with missing values replaced by the mean
         data_set_with_mean = data_set.copy()
         for column in data set with mean.columns:
              if data_set_with_mean[column].isnull().sum() > 0: # Only fill columns with
                  data_set_with_mean[column] = data_set_with_mean[column].fillna(data_set_
         # Save the datasets
         data_set_with_mean.to_csv('data_set_with_mean.csv', index=False)
         # Display the shape of the new datasets
         print(f"Dataset with mean imputation: {data_set_with_mean.shape}")
         data cleaned = data set.dropna()
         print(f"Dataset with rows removed: {data_cleaned.shape}")
         data_set_with_mean.head()
        age: 1 null values
        years: 1 null values
        commit: 2 null values
        satis: 2 null values
        prody: 1 null values
        absence: 1 null values
        income: 2 null values
        Dataset with mean imputation: (70, 15)
        Dataset with rows removed: (61, 15)
Out[30]:
             Id ethnicgp gender age years commit
                                                           satis autonom routine attend sl
                               1 29.0
                                                                                9
                                                                                       2
          0
             1
                       1
                                         1.0
                                                  4.0 10.838235
                                                                      10
             2
          1
                               1 26.0
                                         5.0
                                                  2.0 10.838235
                                                                               15
                       3
                                                                       7
          2
             3
                                                                                8
                               1 40.0
                                         5.0
                                                  4.0 15.000000
                               1 46.0
                                        15.0
                                                  2.0
                                                       7.000000
                                                                               10
                       2
             5
                                                                      11
                               2 63.0
                                        36.0
                                                  4.0 14.000000
                                                                               18
```

Part One: 1. Basic Charts and Summaries

- Create a bar chart for gender and a pie chart for ethnic group.
- Summarize the age data with a five-number summary (min, max, median, 1st quartile, 3rd quartile) and a box plot.
- Calculate the mean and standard deviation of income and create a histogram.

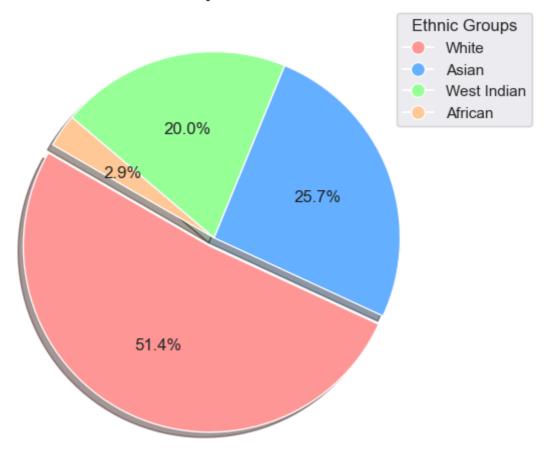
```
In [31]: plt.figure(figsize=(8,3))
    sns.countplot(x='gender', data= data_set)
    plt.title('Gender Distribution')
    plt.xlabel('Gender (1 = Male, 2 = Female)')
    plt.ylabel('Count')
    plt.show()
```



```
In [32]: ethnic_counts = data_set['ethnicgp'].value_counts()
         ethnic_labels = ['White', 'Asian', 'West Indian', 'African']
         colors = ['#ff9999', '#66b3ff', '#99ff99', '#ffcc99']
         explode = (0.05, 0, 0, 0)
         plt.figure(figsize = (6,7))
         wedges, texts, autotexts = plt.pie(
             ethnic_counts,
             labels=None,
             autopct='%1.1f%%',
             startangle=150,
             colors=colors,
             explode=explode,
             shadow=True
         )
         # Step 4: Create a custom Legend with stacked labels
         # Create a list of handle objects for the legend
         handles = []
         for i, label in enumerate(ethnic_labels):
             handles.append(plt.Line2D([0], [0], marker='o', color='w', label=label,
                                          markerfacecolor=colors[i], markersize=10))
         # Add the legend to the plot
         plt.legend(handles=handles, title='Ethnic Groups', loc='upper right', bbox_to_an
```

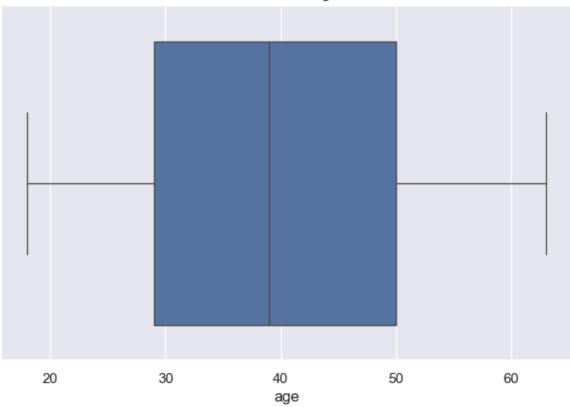
```
plt.title('Ethnic Group Distribution', fontsize=16, fontweight='bold')
plt.show()
```

Ethnic Group Distribution



```
In [33]: age_summary = data_set['age'].describe()[['min', '25%', '50%', '75%', 'max']]
         print("Five-Number Summary for Age:")
         print(age_summary)
         plt.figure(figsize=(8, 5))
         sns.boxplot(x='age', data=data_set)
         plt.title('Box Plot of Age')
         plt.show()
        Five-Number Summary for Age:
        min
               18.0
        25%
               29.0
        50%
               39.0
        75%
               50.0
        max
               63.0
        Name: age, dtype: float64
```

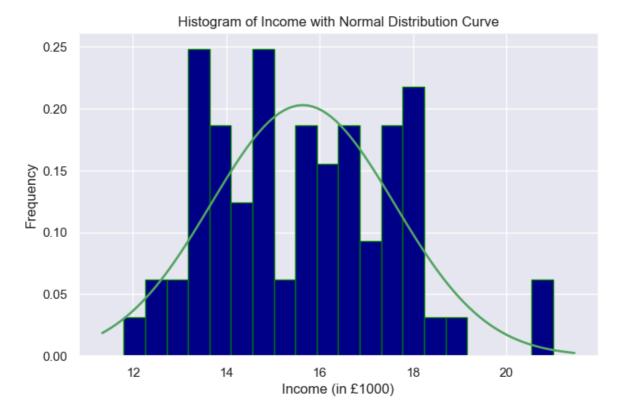
Box Plot of Age



```
income_mean = data_set['income'].mean()
In [46]:
         income_std = data_set['income'].std()
         print(f"Mean of Income: {income_mean}")
         print(f"Standard Deviation of Income: {income_std}")
         # Histogram of income
         plt.figure(figsize=(8, 5))
         plt.hist(data_set['income'], bins=20, color='darkblue', edgecolor='green', densi
         xmin, xmax = plt.xlim()
         x = np.linspace(xmin, xmax, 100)
         p = norm.pdf(x, income_mean, income_std)
         plt.plot(x, p, 'g', linewidth=2)
         plt.title('Histogram of Income with Normal Distribution Curve')
         plt.xlabel('Income (in £1000)')
         plt.ylabel('Frequency')
         plt.show()
```

Mean of Income: 15.638235294117644

Standard Deviation of Income: 1.9667548060645936

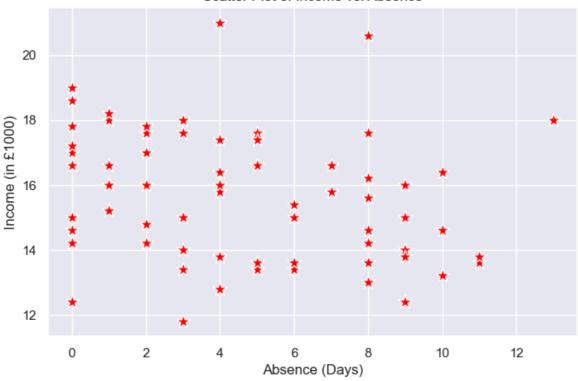


Part One: 2. Scatter Plot and Regression

- Create a scatter plot to visualize the relationship between income and absence.
- Build a simple regression model with income as the dependent variable and absence as the independent variable. Report the determination coefficient (R²).

```
In [35]: plt.figure(figsize=(8, 5))
    sns.scatterplot(x='absence', y='income', marker='*', c='red',s=150, data=data_se
    plt.title('Scatter Plot of Income vs. Absence')
    plt.xlabel('Absence (Days)')
    plt.ylabel('Income (in £1000)')
    plt.show()
```

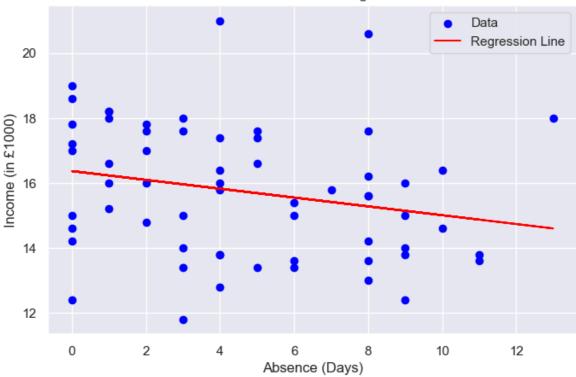
Scatter Plot of Income vs. Absence



```
In [36]: # removed missing values from dataset
         X = data_cleaned[['absence']]
         y = data_cleaned[['income']]
         model = LinearRegression()
         model.fit(X, y)
         y_pred = model.predict(X)
         r2 = r2\_score(y, y\_pred)
         print(f"R-squared: {r2}")
         plt.figure(figsize=(8, 5))
         plt.scatter(data_cleaned['absence'], data_cleaned['income'], color='blue', label
         plt.plot(data_cleaned['absence'], y_pred, color='red', label='Regression Line')
         plt.title('Income vs. Absence with Regression Line')
         plt.xlabel('Absence (Days)')
         plt.ylabel('Income (in £1000)')
         plt.legend()
         plt.show()
```

R-squared: 0.05433573230072963

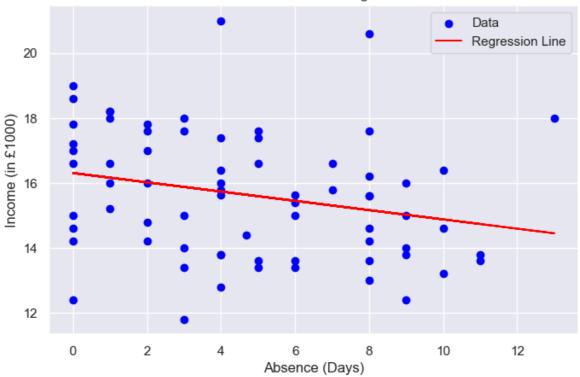
Income vs. Absence with Regression Line



```
In [37]:
        # fill missing values
         data_set['absence'] = data_set['absence'].fillna(data_set['absence'].mean())
         data_set['income'] = data_set['income'].fillna(data_set['income'].mean())
         X = data_set[['absence']]
         y = data_set[['income']]
         model = LinearRegression()
         model.fit(X, y)
         y pred = model.predict(X)
         r2 = r2\_score(y, y\_pred)
         print(f"R-squared: {r2}")
         plt.figure(figsize=(8, 5))
         plt.scatter(data_set['absence'], data_set['income'], color='blue', label='Data')
         plt.plot(data_set['absence'], y_pred, color='red', label='Regression Line')
         plt.title('Income vs. Absence with Regression Line')
         plt.xlabel('Absence (Days)')
         plt.ylabel('Income (in £1000)')
         plt.legend()
         plt.show()
```

R-squared: 0.061913392866861816

Income vs. Absence with Regression Line



Part One: 3. Multiple Regression

- Study a multiple regression model where satis (job satisfaction) is the dependent variable, and the following are independent variables: commit, autonom, income, skill, qual, age, and years.
- Identify non-significant variables and simplify the model by removing them.

```
In [38]: X_multi = data_set_with_mean[['commit', 'autonom', 'income', 'skill', 'qual', 'a
y_multi = data_set_with_mean['satis']

# Add a constant to the model (required for statsmodels to include an intercept)
X_multi = sm.add_constant(X_multi)

# Step 5: Fit the multiple regression model
model = sm.OLS(y_multi, X_multi).fit()

# Step 6: View the summary of the model
print(model.summary())
```

OLS Regression Results

```
Dep. Variable:
                       satis R-squared:
                                                       0.805
                        OLS Adj. R-squared:
Model:
                                                       0.783
                 Least Squares F-statistic:
Method:
                                                       36.55
              Sun, 08 Dec 2024 Prob (F-statistic): 1.08e-19
22:31:00 Log-Likelihood: -124.24
Date:
Time:
No. Observations:
                          70 AIC:
                                                       264.5
Df Residuals:
                           62 BIC:
                                                        282.5
Df Model:
Covariance Type:
                    nonrobust
______
          coef std err t P>|t| [0.025 0.975]
______
         -4.9905 1.697 -2.940 0.005 -8.383 -1.598
                                    0.000
                            4.660
commit
          0.9387
                   0.201
                                             0.536
                                                       1.341
autonom 0.4204 0.086 4.873 0.000 0.248 income 0.4461 0.143 3.126 0.003 0.161 skill 0.5701 0.186 3.066 0.003 0.198 qual 0.2544 0.152 1.669 0.100 -0.050 age 0.0033 0.033 0.098 0.922 -0.063 years -0.0047 0.032 -0.146 0.885 -0.069
                                                       0.593
                                                      0.731
                                                      0.942
                                                       0.559
                                                       0.070
                                                       0.059
______
                       0.685 Durbin-Watson:
Omnibus:
                                                        2.114
                        0.710 Jarque-Bera (JB):
Prob(Omnibus):
                                                        0.781
Skew:
                       -0.114 Prob(JB):
                                                       0.677
Kurtosis:
                       2.536 Cond. No.
                                                        445.
______
```

Notes:

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

```
In [39]: X_simplified = data_set_with_mean[['commit', 'autonom', 'income', 'skill', 'qual

# Add a constant to the simplified model
X_simplified = sm.add_constant(X_simplified)

# Step 8: Refit the simplified model
model_simplified = sm.OLS(y_multi, X_simplified).fit()

# Step 9: View the summary of the simplified model
print(model_simplified.summary())
```

OLS Regression Results

Dep. Variable	e:	satis		R-sq	uared:		0.805	
Model:		OLS		Adj.	R-squared:		0.790	
Method:		Least Squares		F-st	atistic:		52.80	
Date:		Sun, 08 Dec 2	2024	Prob	(F-statistic)	:	2.05e-21	
Time:		22:33	1:00	Log-	Likelihood:		-124.25	
No. Observat:	ions:		70	AIC:			260.5	
Df Residuals	:		64	BIC:			274.0	
Df Model:			5					
Covariance T	ype:	nonrol	oust					
=========	=======	:=======:		=====	=========	======	========	
	coef	std err		t	P> t	[0.025	0.975]	
const					0.002		-1.860	
commit	0.9343	0.188	4	1.958	0.000	0.558	1.311	
autonom	0.4227	0.082	5	5.170	0.000	0.259	0.586	
income	0.4499	0.106	۷	1.226	0.000	0.237	0.663	
skill	0.5715	0.183	3	3.130	0.003	0.207	0.936	
qual	0.2520	0.146	1	1.721	0.090	-0.040	0.544	
=========	======					=======	========	
Omnibus:		0	.576	Durb	in-Watson:		2.100	
Prob(Omnibus):	0	.750		ue-Bera (JB):		0.702	
Skew:		-0	.103	Prob	(JB):		0.704	
Kurtosis:		2	.555	Cond	. No.		168.	

Notes:

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

Part One: 4. Confidence Intervals

• Calculate the confidence interval for job satisfaction and the confidence interval for the difference between men and women.

```
In [40]:
         mean_satis = data_set_with_mean['satis'].mean()
         std_satis = data_set_with_mean['satis'].std()
         n satis = len(data set with mean['satis'])
         #print(f"Mean of satis: {mean_satis}, Standard Deviation of satis: {std_satis},
         # Calculate standard error
         se_satis = std_satis / np.sqrt(n_satis)
         # Calculate 95% confidence interval
         ci_satis = stats.t.interval(0.95, df=n_satis-1, loc=mean_satis, scale=se_satis)
         ci satis clean = tuple(map(float, ci satis))
         print(f"Confidence Interval for Job Satisfaction (satis): {ci_satis_clean}")
         satis_men = data_set_with_mean[data_set_with_mean['gender'] == 1]['satis']
         satis_women = data_set[data_set_with_mean['gender'] == 2]['satis']
         mean men = satis men.mean()
         mean_women = satis_women.mean()
         std_men = satis_men.std()
         std_women = satis_women.std()
         n_men = len(satis_men)
```

```
n_women = len(satis_women)

# Standard error of the difference
se_diff = np.sqrt((std_men**2 / n_men) + (std_women**2 / n_women))

# Mean difference
mean_diff = mean_men - mean_women

# 95% confidence interval for the difference in means
ci_diff = stats.t.interval(0.95, df=min(n_men, n_women)-1, loc=mean_diff, scale=
ci_diff_clean = tuple(map(float, ci_diff))
print(f"Confidence Interval for the Difference in Job Satisfaction between Men a
```

Confidence Interval for Job Satisfaction (satis): (10.062020962148376, 11.6144496 26086921)

Confidence Interval for the Difference in Job Satisfaction between Men and Women: (-1.3849796796368963, 1.8464694864777484)

Part One: 5.Mann-Whitney and Kruskal-Wallis Tests

- Use the Mann-Whitney-Wilcoxon test to check if there is a significant difference in skill levels between men and women. Compare the results with the confidence interval.
- Use the Kruskal-Wallis test to determine if there is a significant difference in absence among ethnic groups. Compare this with results from One-Way ANOVA.

```
In [41]: ##Mann-Whitney-Wilcoxon Test
# Split data into two groups based on gender
men_skills = data_cleaned[data_cleaned['gender'] == 1]['skill']
women_skills = data_cleaned[data_cleaned['gender'] == 2]['skill']

# Perform Mann-Whitney U test
stat, p_value = mannwhitneyu(men_skills, women_skills)

# Display the results
print(f"Mann-Whitney U Test Statistic: {stat}, p-value: {p_value}")

if p_value < 0.05:
    print("Reject the null hypothesis: There is a significant difference in skillelse:
    print("Fail to reject the null hypothesis: There is no significant difference</pre>
```

Mann-Whitney U Test Statistic: 520.5, p-value: 0.4032893852621183 Fail to reject the null hypothesis: There is no significant difference in skill 1 evels between men and women.

```
## Kruskal-Wallis Test

# Split data by ethnic groups
ethnic_groups = [data_cleaned[data_cleaned['ethnicgp'] == i]['absence'] for i in

# Perform Kruskal-Wallis H test
stat, p_value = kruskal(*ethnic_groups)

print(f"Kruskal-Wallis Test Statistic: {stat}, p-value: {p_value}")
```

```
if p_value < 0.05:
    print("Reject the null hypothesis: There is a significant difference in abse
else:
    print("Fail to reject the null hypothesis: There is no significant difference</pre>
```

Kruskal-Wallis Test Statistic: 2.4084534950343763, p-value: 0.49206294724690613 Fail to reject the null hypothesis: There is no significant difference in absence among ethnic groups.

```
In [43]: anova_stat, anova_p_value = f_oneway(*ethnic_groups)

# Display the results
print(f"One-Way ANOVA Test Statistic: {anova_stat}, p-value: {anova_p_value}")

if anova_p_value < 0.05:
    print("Reject the null hypothesis: There is a significant difference in abseelse:
    print("Fail to reject the null hypothesis: There is no significant difference</pre>
```

One-Way ANOVA Test Statistic: 0.8043403320870688, p-value: 0.4966477589834961 Fail to reject the null hypothesis: There is no significant difference in absence among ethnic groups.

Part one: 6. Income Class Recode

- Recode income into income classes using the following ranges:
- Low income class: [Min, Q1]
- Middle income class: (Q1, Q3]
- High income class: (Q3, Max]
- Investigate if there is a significant relationship between income class and skill.

```
In [44]: Q1 = data_cleaned['income'].quantile(0.25)
  Q3 = data_cleaned['income'].quantile(0.75)
  min_income = data_cleaned['income'].min()
  max_income = data_cleaned['income'].max()

# Recode the income into classes

def income_class(row):
    if row['income'] <= Q1:
        return 'Low Income'
    elif Q1 < row['income'] <= Q3:
        return 'Middle Income'
    else:
        return 'High Income'

data_set['income_class'] = data_set.apply(income_class, axis=1)

# Display the first few rows to check the recoding
    print(data_set[['income', 'income_class']].head())</pre>
```

```
income income_class
0 16.6 Middle Income
1 14.6 Middle Income
2 17.8 High Income
3 16.4 Middle Income
4 18.6 High Income
```

```
In [45]: data_cleaned = data_set[['income_class', 'skill']].dropna()

# Split the data based on income class
low_income_skills = data_cleaned[data_cleaned['income_class'] == 'Low Income']['
    middle_income_skills = data_cleaned[data_cleaned['income_class'] == 'Middle Inco
    high_income_skills = data_cleaned[data_cleaned['income_class'] == 'High Income']

# Perform the Kruskal-Wallis test
    stat, p_value = kruskal(low_income_skills, middle_income_skills, high_income_ski

# Display the results
    print("Kruskal-Wallis Test Statistic: {stat}, p-value: {p_value}")

if p_value < 0.05:
    print("Reject the null hypothesis: There is a significant relationship betweelse:
    print("Fail to reject the null hypothesis: There is no significant relations</pre>
```

Kruskal-Wallis Test Statistic: 8.1833181642631, p-value: 0.016711484820370597 Reject the null hypothesis: There is a significant relationship between income cl ass and skill.