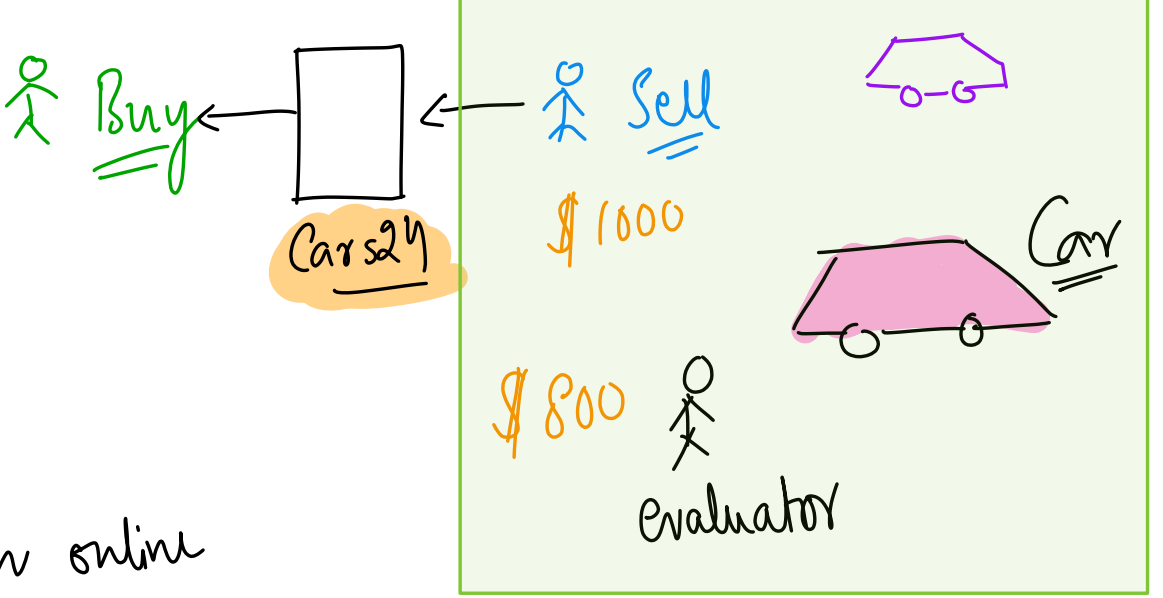
LINEAR REGRESSION - 1

Cars24

optimising Cost



① Develop system online

Analyses ↳ data about the car

Computer vision ↳ Photographs

↳ Police Record

↳ Service Record.

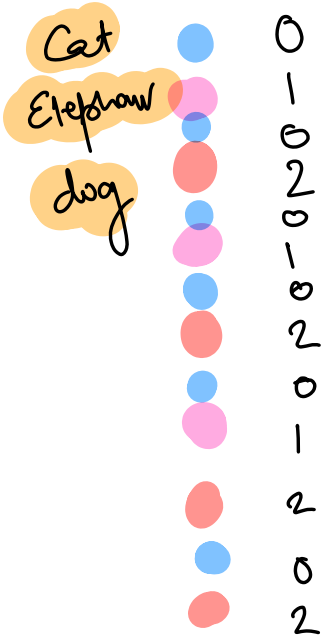
↳ Insurance data

↳ pollution record.

1000 requests →

Output → Continuous → Selling Price } Regression.

Do we know the target variable → YES } Supervised



Order

1000

0

500

1000

Label Encoding

2 Categories

Target Encoding

Target (HIT / FLOP)
(1) (0)

P[T = 1 / Category]

0 → Rom	H	- 0.5	Rom H	1/2 = 0.5
			Rom F	
1 diama	H	- 0.66	diama H	2/3 = 0.66
2 Thrillu	H	- 1	diama H	
0 Rom	F	- 0.5	diama F	
1 diama	H	- 0.66	Thrillu H	1/1 = 1
1 diama	F	- 0.66		

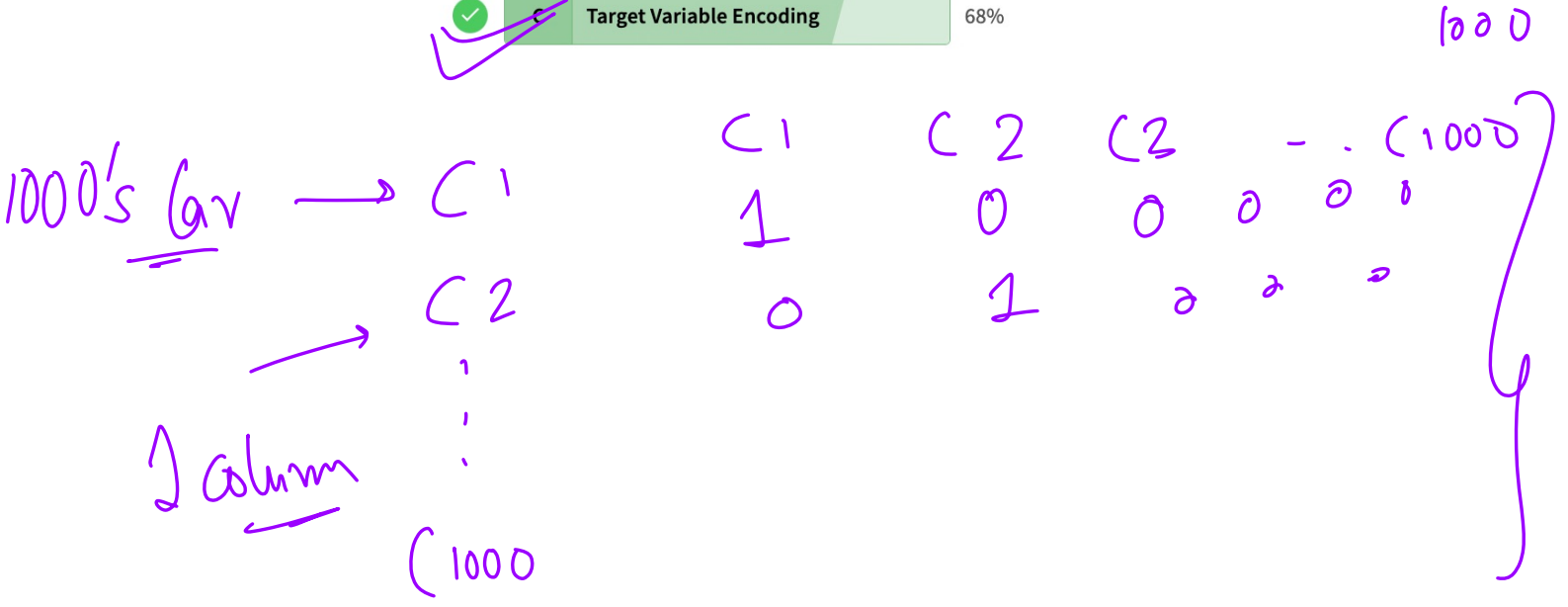
1000 classes → TE

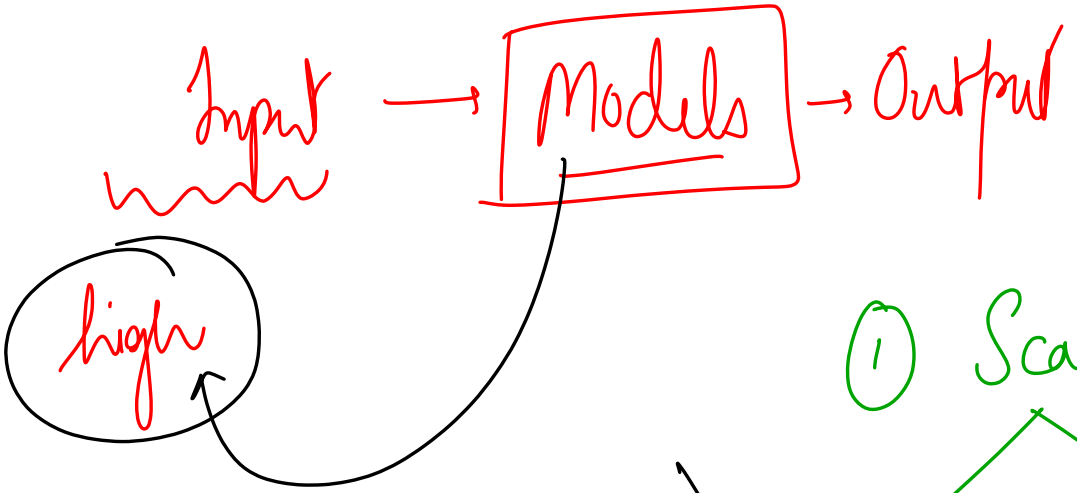
Quiz Ended!

How do you think we should handle the large number of categories in make and model column?

38 users have participated

A	One Hot Encoding	18%
B	Label Encoding	13%
C	Target Variable Encoding	68%





① Scale

Standardisation

$\frac{x-\mu}{\sigma}$

99.7%

-3 —— 3

Normalisation

$[0,1]$

$\frac{x-\min}{\max-\min}$

* -ve values
* $\mu = 0$

* 1 more Range
* +ve values

What is the range of values after applying min-max scaling?

36 users have participated

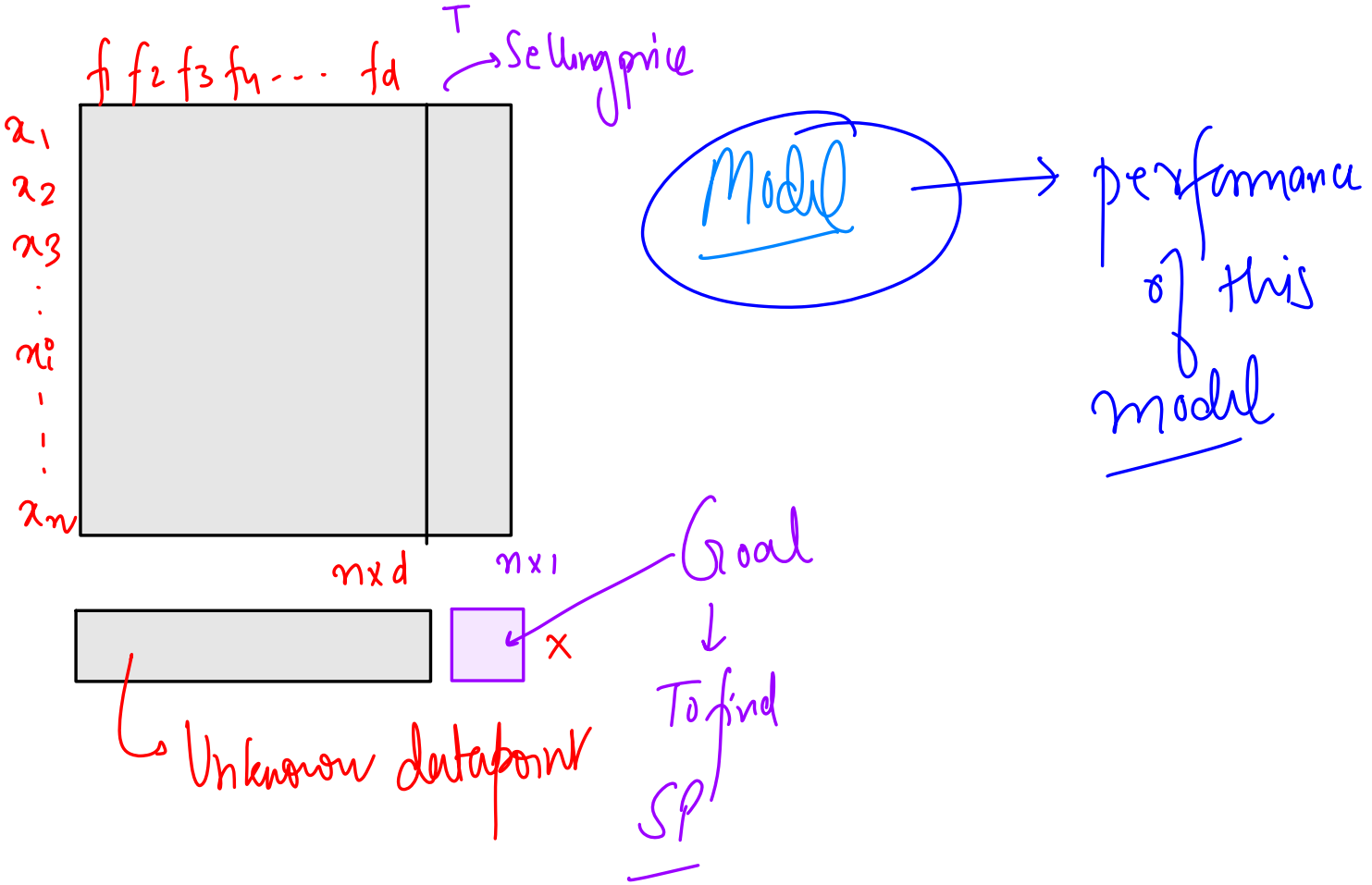
A	-1 to 1.	19%
B	0 to 1.	61%
C	-∞ to +∞.	14%
D	Any arbitrary range specified by the user.	6%

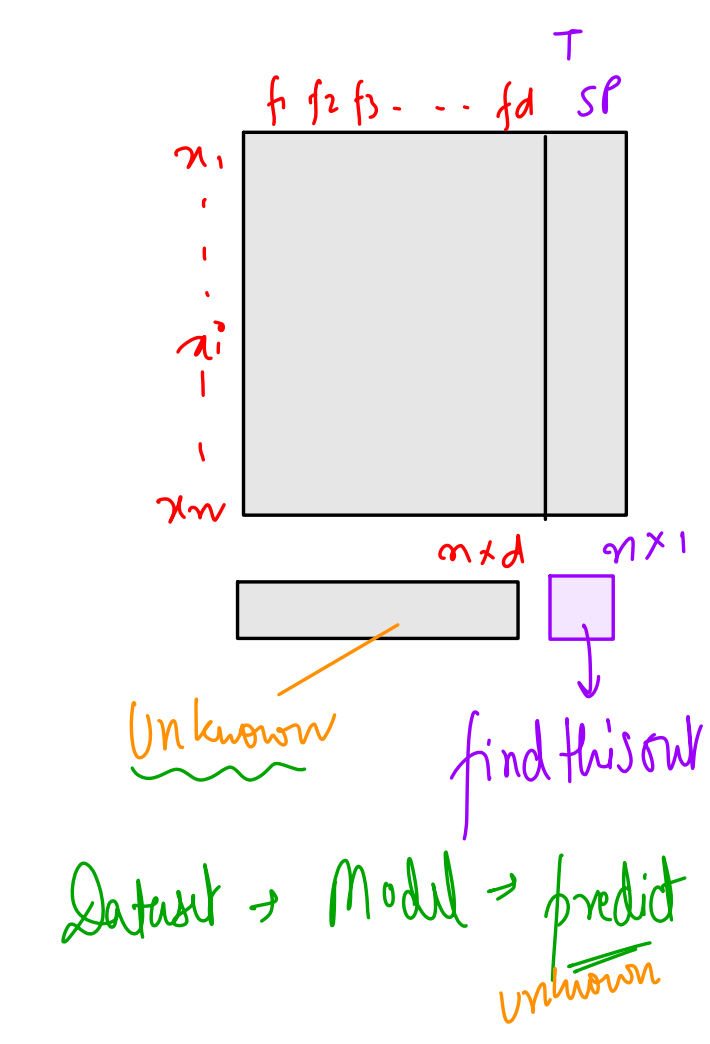
Structured data

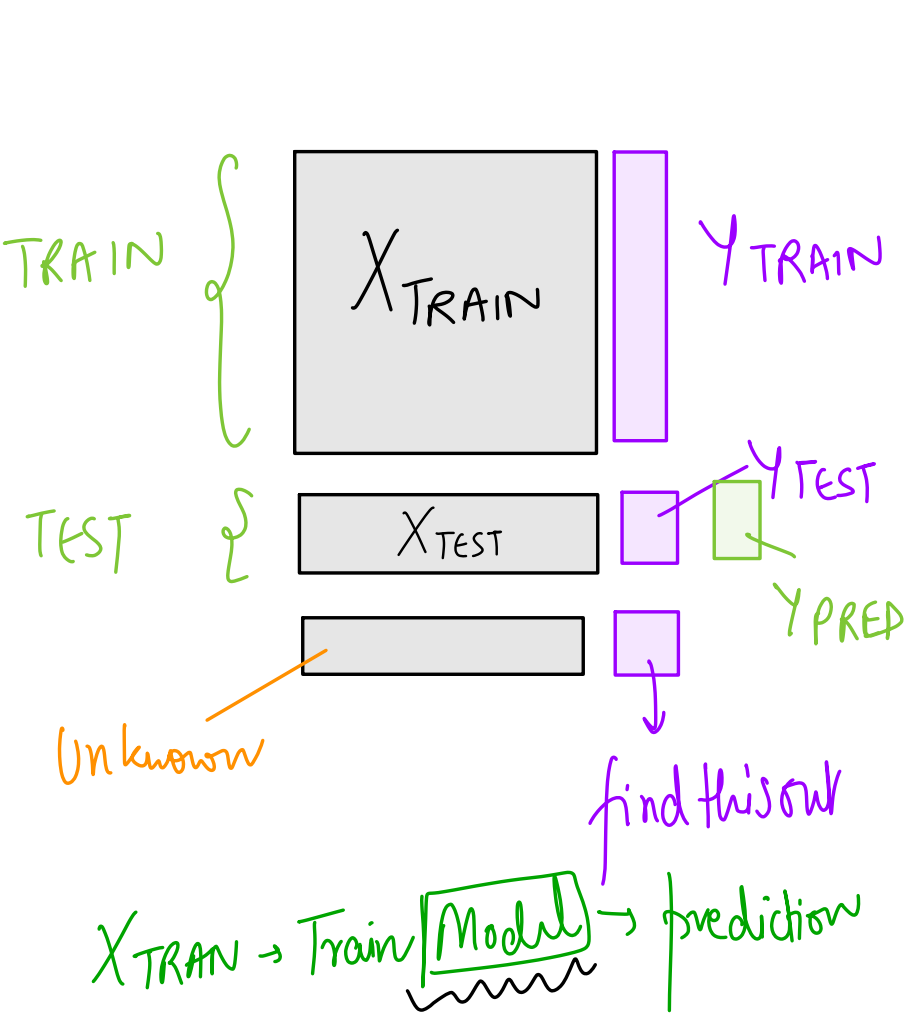
Table

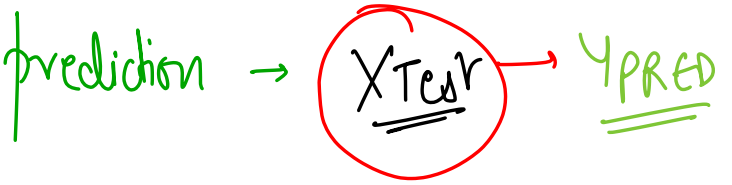
Unstructured data

Audio, Video, Text, Image


f1 f2 f3 f4 ... fd
T
Selling price
x1
x2
x3
xi
xn
n x d
n x 1
x
Unknown datapoint
Goal
To find
SP
Model
performance of this model


T
f1 f2 f3 . . . fd SP
x1
xi
xn
n x d
n x 1
Unknown
find this out
Dataset → Modul → predict
unknown


TRAIN
X TRAIN
Y TRAIN
TEST
X TEST
Y TEST
Y PRED
Unknown
find this out
X TRAIN → Train Modul → prediction



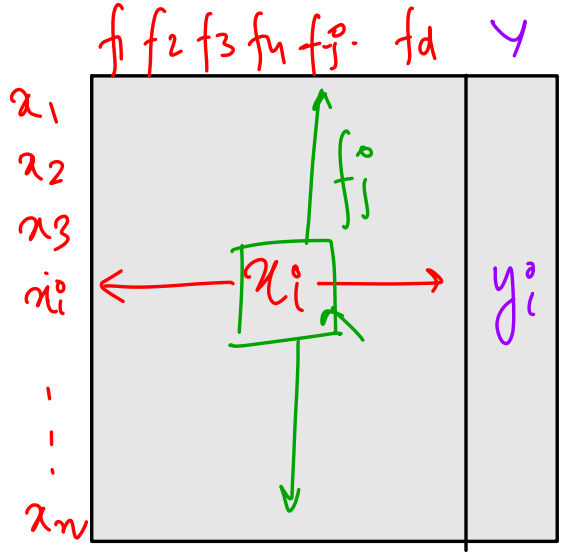
* Model performance good

⇒ $Y_{PRED} \approx Y_{test}$

* Model performing badly

⇒ $Y_{PRED} \not\approx Y_{TEST}$

Retrain Model



n = no. of datapoints

d = no. of features

True = y_i

Predicted = $\hat{y}_i$

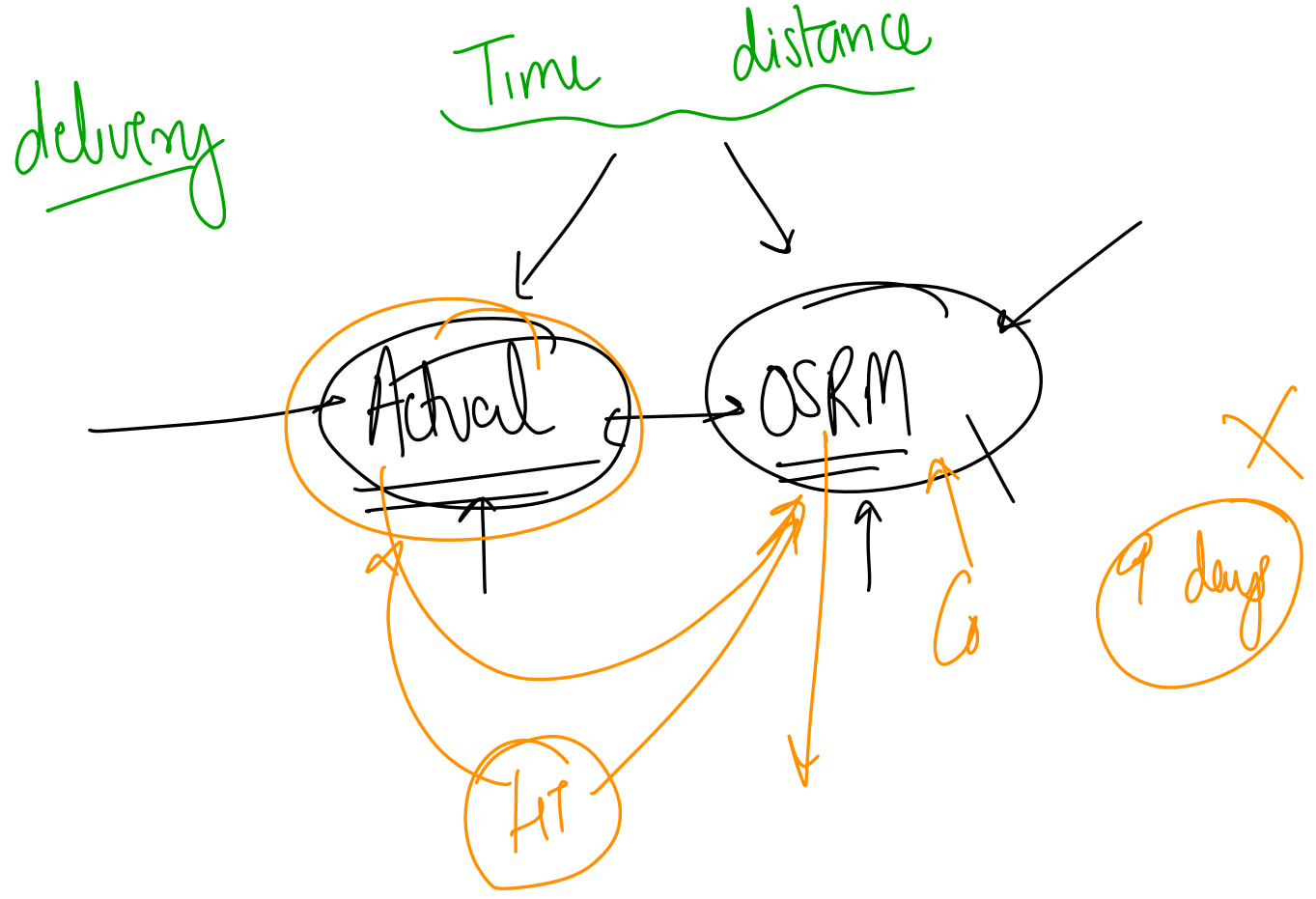
x_{ij}

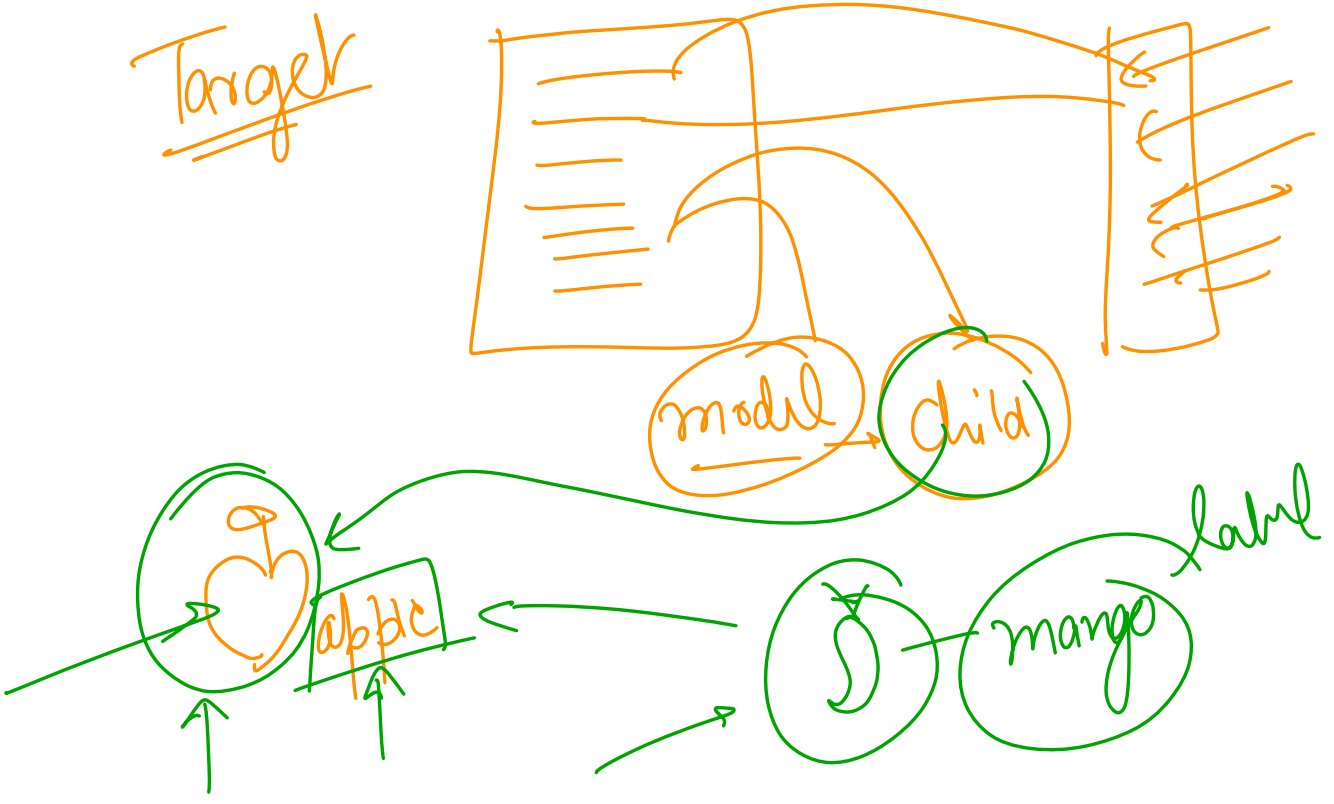
i^{th} Sample →

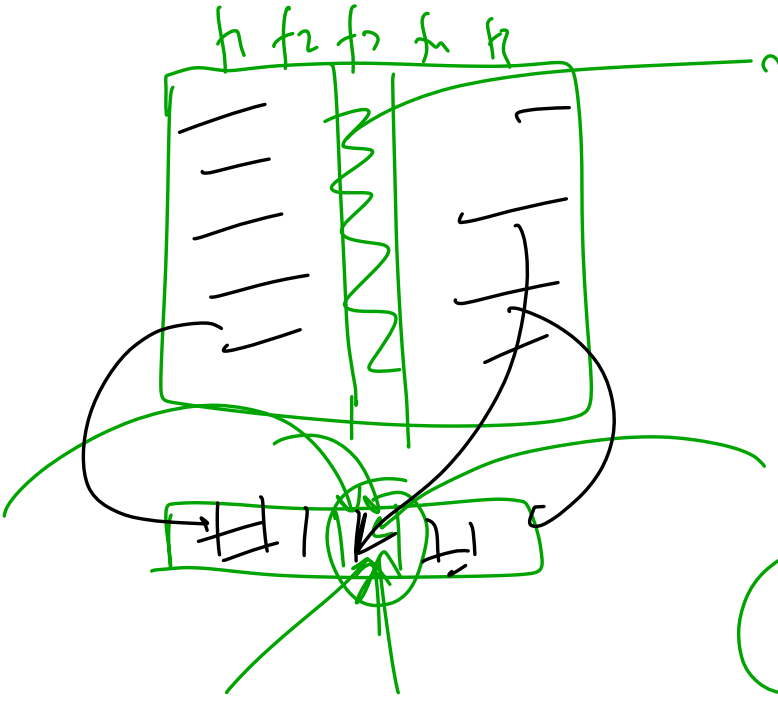
When should you split your data into training and testing sets?

38 users have participated

✓	A	Before preprocessing the data.	97%
	B	After training the model.	3%
	C	After evaluating the model's performance.	0%


delivery
Time
distance
Actual
OSRM
9 days
HT


Target
modul
child
abbc
mango
label

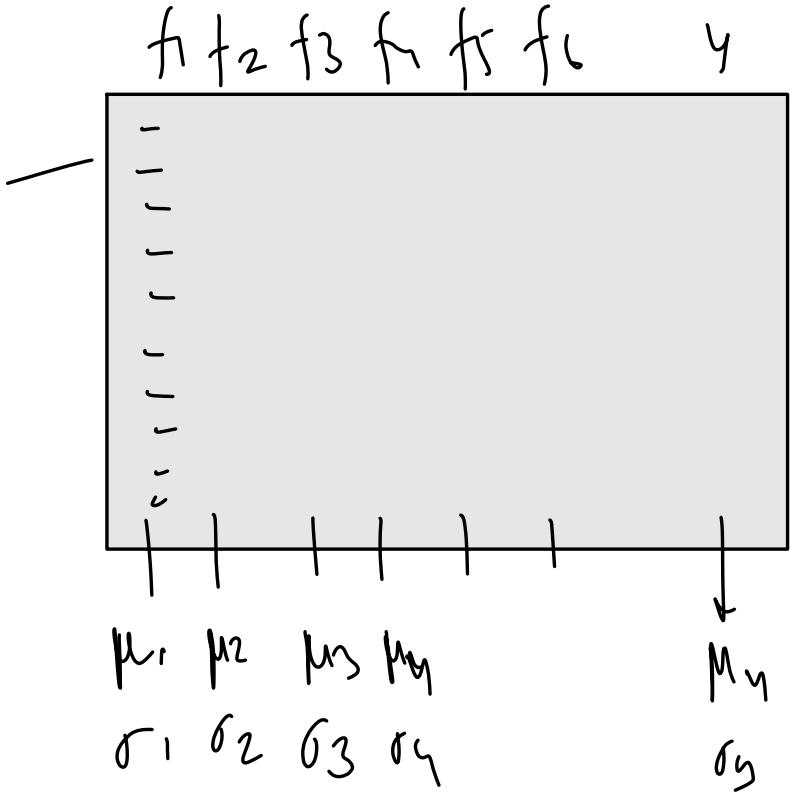


min max scaling

$w_1 f_1 + w_2 f_2 + w_3 f_3 \cdots$

$w_n f_n$

KNN



$$\frac{x^{o}_{i1} - \mu_1}{\sigma_1}$$