```
In [1]: #importing libraries
        import pandas as pd
        import matplotlib.pyplot as plt
        from sklearn.metrics import r2_score, mean_squared_error
        from math import sqrt
        %matplotlib inline
        adv_data=pd.read_csv(r"C:\Users\s323\Desktop\Data Science\Advertising.csv",index_c
In [2]:
        adv_data.shape
In [3]:
        (200, 4)
Out[3]:
        adv_data.head()
In [4]:
Out[4]:
           TV Ad Budget ($) Radio Ad Budget ($) Newspaper Ad Budget ($) Sales ($)
                     230.1
                                         37.8
                                                               69.2
                                                                        22.1
                      44.5
                                         39.3
                                                               45.1
                                                                        10.4
        2
        3
                      17.2
                                         45.9
                                                               69.3
                                                                         9.3
                     151.5
                                         41.3
                                                               58.5
                                                                        18.5
        5
                     180.8
                                         10.8
                                                               58.4
                                                                        12.9
In [5]: adv_data.info()
        <class 'pandas.core.frame.DataFrame'>
        Int64Index: 200 entries, 1 to 200
        Data columns (total 4 columns):
            Column
                                       Non-Null Count Dtype
                                       ----
            TV Ad Budget ($)
                                       200 non-null
                                                        float64
         0
             Radio Ad Budget ($)
                                       200 non-null
                                                        float64
         1
                                                        float64
         2
             Newspaper Ad Budget ($) 200 non-null
             Sales ($)
                                       200 non-null
                                                        float64
        dtypes: float64(4)
        memory usage: 7.8 KB
In [6]: adv_data.isnull().sum()
                                    0
        TV Ad Budget ($)
Out[6]:
        Radio Ad Budget ($)
                                    0
        Newspaper Ad Budget ($)
                                    0
        Sales ($)
                                    0
        dtype: int64
         adv_data.columns = ["TV", "Radio", "Newspaper", "Sales"]
In [7]:
In [8]: # axs= using for multiple axis
        fig,axs=plt.subplots(1,3,sharey=True)
        # 1 row, 3 column and 3rd argument is for
        adv_data.plot(kind="scatter",x="TV",y="Sales",ax=axs[0],figsize=(16,8))
        adv_data.plot(kind="scatter",x="Radio",y="Sales",ax=axs[1])
        adv_data.plot(kind="scatter",x="Newspaper",y="Sales",ax=axs[2])
        <AxesSubplot:xlabel='Newspaper', ylabel='Sales'>
Out[8]:
```

```
20
         s 15
 In [9]: # apply linear regression model to see relationship between sales
         feature_cols=['TV']
         x = adv data[feature cols]
         y = adv_data.Sales
         \# x = indepedent variable and y = dependent variable
In [10]: from sklearn.linear_model import LinearRegression
         # intialising the model
         lm = LinearRegression()
         # fitting the model
         lm.fit(x,y)
         LinearRegression()
Out[10]:
         #intercept and coeffiecnt helps us in making linear equation
In [11]:
         print(lm.intercept_)
         print(lm.coef_)
         7.032593549127693
         [0.04753664]
In [12]: # it means a unit increase in TV ad spending is associated with 0.04753664 increase
         # now we have linear equation, we can use it for prediction
```

Lets say there was a new market where Tv advertising spends were 50k dollars, wat would we predict for the sales in that market... use the previous results to calculate new value for sales

```
In [13]: # Linear equation: y=bx+c ( b= coefficient, c= intercept of y)
7.032594 + 0.047537*50

Out[13]:

• Let's predict the new X value
```

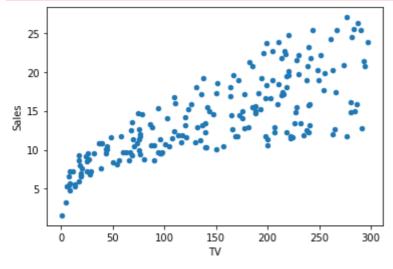
In [14]: X_new = pd.DataFrame({"TV":[50]})
X new.head()

```
Out[14]:
            TV
         0 50
         lm.predict(X_new)
In [15]:
         array([9.40942557])
Out[15]:
In [16]:
         # let's predict the value for smallest and largest observed value for X and then us
         X_new = pd.DataFrame({"TV":[adv_data.TV.min(),adv_data.TV.max()]})
         X_new.head()
              TV
Out[16]:
              0.7
         1 296.4
         # least square line
In [17]:
         preds = lm.predict(X_new)
         array([ 7.0658692 , 21.12245377])
Out[17]:
In [18]: adv_data.plot(kind="scatter",x="TV",y="Sales")
         #plotting the least square line
         plt.plot(X_new,preds,c="red",linewidth=2)
```

```
TypeError
                                          Traceback (most recent call last)
File ~\Anaconda3\lib\site-packages\pandas\core\indexes\base.py:3621, in Index.get
loc(self, key, method, tolerance)
  3620 try:
           return self._engine.get_loc(casted_key)
-> 3621
  3622 except KeyError as err:
File ~\Anaconda3\lib\site-packages\pandas\_libs\index.pyx:136, in pandas._libs.ind
ex.IndexEngine.get_loc()
File ~\Anaconda3\lib\site-packages\pandas\_libs\index.pyx:142, in pandas._libs.ind
ex.IndexEngine.get loc()
TypeError: '(slice(None, None, None), None)' is an invalid key
During handling of the above exception, another exception occurred:
InvalidIndexError
                                          Traceback (most recent call last)
Input In [18], in <cell line: 3>()
     1 adv_data.plot(kind="scatter",x="TV",y="Sales")
     2 #plotting the least square line
----> 3 plt.plot(X_new,preds,c="red",linewidth=2)
File ~\Anaconda3\lib\site-packages\matplotlib\pyplot.py:2757, in plot(scalex, scal
ey, data, *args, **kwargs)
  2755 @_copy_docstring_and_deprecators(Axes.plot)
  2756 def plot(*args, scalex=True, scaley=True, data=None, **kwargs):
-> 2757
           return gca().plot(
                *args, scalex=scalex, scaley=scaley,
  2758
  2759
                **({"data": data} if data is not None else {}), **kwargs)
File ~\Anaconda3\lib\site-packages\matplotlib\axes\_axes.py:1632, in Axes.plot(sel
f, scalex, scaley, data, *args, **kwargs)
  1390 """
  1391 Plot y versus x as lines and/or markers.
  1392
  (\ldots)
  1629 (``'green'``) or hex strings (``'#008000'``).
  1630 """
  1631 kwargs = cbook.normalize_kwargs(kwargs, mlines.Line2D)
-> 1632 lines = [*self._get_lines(*args, data=data, **kwargs)]
  1633 for line in lines:
  1634
           self.add_line(line)
File ~\Anaconda3\lib\site-packages\matplotlib\axes\ base.py:312, in process plot
var_args.__call__(self, data, *args, **kwargs)
   310
           this += args[0],
   311
           args = args[1:]
--> 312 yield from self._plot_args(this, kwargs)
File ~\Anaconda3\lib\site-packages\matplotlib\axes\_base.py:487, in _process_plot_
var_args._plot_args(self, tup, kwargs, return_kwargs)
   484
                kw[prop_name] = val
   486 if len(xy) == 2:
--> 487
           x = check 1d(xy[0])
   488
           y = _{check_1d(xy[1])}
   489 else:
File ~\Anaconda3\lib\site-packages\matplotlib\cbook\__init__.py:1327, in _check_1d
(x)
  1321 with warnings.catch_warnings(record=True) as w:
           warnings.filterwarnings(
  1322
                "always",
  1323
```

```
1324
                category=Warning,
                message='Support for multi-dimensional indexing')
  1325
-> 1327
           ndim = x[:, None].ndim
           # we have definitely hit a pandas index or series object
  1328
  1329
           # cast to a numpy array.
  1330
           if len(w) > 0:
File ~\Anaconda3\lib\site-packages\pandas\core\frame.py:3505, in DataFrame.__getit
em__(self, key)
  3503 if self.columns.nlevels > 1:
  3504
           return_self. getitem multilevel(key)
-> 3505 indexer = self.columns.get_loc(key)
  3506 if is_integer(indexer):
           indexer = [indexer]
File ~\Anaconda3\lib\site-packages\pandas\core\indexes\base.py:3628, in Index.get_
loc(self, key, method, tolerance)
  3623
                raise KeyError(key) from err
  3624
           except TypeError:
               # If we have a listlike key, _check_indexing_error will raise
  3625
                # InvalidIndexError. Otherwise we fall through and re-raise
  3626
                # the TypeError.
  3627
-> 3628
                self._check_indexing_error(key)
  3629
                raise
  3631 # GH#42269
File ~\Anaconda3\lib\site-packages\pandas\core\indexes\base.py:5637, in Index._che
ck_indexing_error(self, key)
  5633 def _check_indexing_error(self, key):
           if not is_scalar(key):
  5634
  5635
                # if key is not a scalar, directly raise an error (the code below
  5636
                # would convert to numpy arrays and raise later any way) - GH29926
-> 5637
                raise InvalidIndexError(key)
```

InvalidIndexError: (slice(None, None, None), None)



```
In []: # to check for null hypotheris = 95%
    import statsmodels.formula.api as smf
    lm = smf.ols(formula ="Sales ~ TV",data=adv_data).fit()

In []: lm.conf_int()

In []: lm.pvalues
    # pvalues show that the possibloity that the coefficients value is actually 0 but
```

How well this model fits the data- the most common way for a linear model is by using R2 value

```
In [ ]: # print the r2 value
lm.rsquared
```

Multiple linear model, earlier we use feature as TV now we will use other all

```
In [ ]: feature_cols=["TV","Radio","Newspaper"]
        x=adv_data[feature_cols]
        y=adv_data.Sales
In [ ]: from sklearn import model_selection
        x_train,x_test,y_train,y_test=model_selection.train_test_split(x,y,test_size=0.3,re
In [ ]: #apply linear regression
        lm=LinearRegression()
        lm.fit(x,y)
        print(lm.intercept_)
        print(lm.coef_)
In [ ]: |
        lm=LinearRegression()
        lm.fit(x_train,y_train)
In [ ]:
        print(lm.intercept )
        print(lm.coef_)
        predictions=lm.predict(x_test)
In [ ]: |
        print(sqrt(mean_squared_error(y_test,predictions)))
        lm = smf.ols(formula="Sales ~ TV + Radio + Newspaper", data=adv_data).fit()
In [ ]:
        lm.conf int()
        lm.summary()
In [ ]: | lm = smf.ols(formula="Sales ~ TV + Radio", data=adv_data).fit()
        lm.rsquared
        lm = smf.ols(formula="Sales ~ TV + Radio+ Newspaper", data=adv data).fit()
In [ ]:
        lm.rsquared
```

Let's fit a new cateogorical variable size