

```
# VIDEO 1
```

```
# Read in the data  
NBA = read.csv("NBA_train.csv")  
str(NBA)
```

```
# VIDEO 2
```

```
# How many wins to make the playoffs?  
table(NBA$W, NBA$Playoffs)
```

```
# Compute Points Difference  
NBA$PTSdiff = NBA$PTS - NBA$oppPTS
```

```
# Check for linear relationship  
plot(NBA$PTSdiff, NBA$W)
```

```
# Linear regression model for wins  
WinsReg = lm(W ~ PTSdiff, data=NBA)  
summary(WinsReg)
```

```
# VIDEO 3
```

```
# Linear regression model for points scored  
PointsReg = lm(PTS ~ X2PA + X3PA + FTA + AST + ORB + DRB + BLK + TOV  
+ STL, data=NBA)  
summary(PointsReg)
```

```
# Sum of Squared Errors  
PointsReg$residuals  
SSE = sum(PointsReg$residuals^2)  
SSE
```

```
# Root mean squared error  
RMSE = sqrt(SSE/nrow(NBA))  
RMSE
```

```
# Remove insignificant variables  
PointsReg3 = lm(PTS ~ X2PA + X3PA + FTA + AST + ORB + STL, data=NBA)  
summary(PointsReg3)
```

```
# Compute SSE and RMSE again  
SSE = sum(PointsReg3$residuals^2)  
SSE  
RMSE = sqrt(SSE/nrow(NBA))  
RMSE
```

```
# Check for correlations
RegVar = NBA[c("X2PA", "X3PA", "FTA", "AST", "ORB", "STL")]
cor(RegVar)

# VIDEO 4

# Read in test set
NBA_test = read.csv("NBA_test.csv")

# Make predictions on test set
PointsPredictions = predict(PointsReg, newdata=NBA_test)

# Compute out-of-sample R^2
SSE = sum((PointsPredictions - NBA_test$PTS)^2)
SST = sum((mean(NBA$PTS) - NBA_test$PTS)^2)
R2 = 1 - SSE/SST
R2

# Compute the RMSE
RMSE = sqrt(SSE/nrow(NBA_test))
RMSE
```