

Interpreting statsmodel Results

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                        OLS Regression Results
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Dep. Variable:          y      R-squared:          0.933
Model:                  OLS    Adj. R-squared:      0.928
Method:                 Least Squares    F-statistic:      211.8
Date:                  Mon, 03 Nov 2014    Prob (F-statistic): 6.30e-27
Time:                  14:45:06    Log-Likelihood:    -34.438
No. Observations:      50    AIC:              76.88
Df Residuals:          46    BIC:              84.52
Df Model:              3
Covariance Type:       nonrobust
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| | coef | std err | t | P> t | [95.0% Conf. Int.] | |
|-------|---------|---------|--------|-------|--------------------|--------|
| x1 | 0.4687 | 0.026 | 17.751 | 0.000 | 0.416 | 0.522 |
| x2 | 0.4836 | 0.104 | 4.659 | 0.000 | 0.275 | 0.693 |
| x3 | -0.0174 | 0.002 | -7.507 | 0.000 | -0.022 | -0.013 |
| const | 5.2058 | 0.171 | 30.405 | 0.000 | 4.861 | 5.550 |

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Omnibus:                0.655    Durbin-Watson:          2.896
Prob(Omnibus):          0.721    Jarque-Bera (JB):        0.360
Skew:                   0.207    Prob(JB):                0.835
Kurtosis:               3.026    Cond. No.:               221.
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| Element | Description |
|--------------------|---|
| Dep. Variable | Which variable is the response in the model. |
| Model | What model you are using in the fit. |
| Method | How the parameters of the model were calculated. |
| No. Observations | The number of observations (examples). |
| DF Residuals | Degrees of freedom of the residuals. Number of observations – number of parameters. |
| DF Model | Number of parameters in the model (not including the constant term if present). |
| R-squared | The coefficient of determination . A statistical measure of how well the regression line approximates the real data points. |
| Adj. R-squared | The above value adjusted based on the number of observations and the degrees-of-freedom of the residuals. |
| F-statistic | A measure how significant the fit is. The mean squared error of the model divided by the mean squared error of the residuals. |

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| Element | Description |
|-------------------------------|--|
| Prob (F-statistic) | The probability that you would get the above statistic, given the null hypothesis that they are unrelated. |
| Log-likelihood | The log of the likelihood function. |
| AIC | The Akaike Information Criterion . Adjusts the log-likelihood based on the number of observations and the complexity of the model. |
| BIC | The Bayesian Information Criterion . Similar to the AIC, but has a higher penalty for models with more parameters. |
| coef | The estimated value of the coefficient. |
| std err | The basic standard error of the estimate of the coefficient. More sophisticated errors are also available. |
| t | The t-statistic value. This is a measure of how statistically significant the coefficient is. |
| P > t | P-value that the null-hypothesis that the coefficient = 0 is true. If it is less than the confidence level, often 0.05, it indicates that there is a statistically significant relationship between the term and the response. |
| [95.0% Conf. Interval] | The lower and upper values of the 95% confidence interval. |
| Skewness | A measure of the symmetry of the data about the mean. Normally-distributed errors should be symmetrically distributed about the mean (equal amounts above and below the line). |
| Kurtosis | A measure of the shape of the distribution. Compares the amount of data close to the mean with those far away from the mean (in the tails). |
| Omnibus | D'Angostino's test. It provides a combined statistical test for the presence of skewness and kurtosis. |
| Prob(Omnibus) | The above statistic turned into a probability. |
| Jarque-Bera | A different test of the skewness and kurtosis. |
| Prob (JB) | The above statistic turned into a probability. |
| Durbin-Watson | A test for the presence of autocorrelation (that the errors are not independent.) Often important in time-series analysis. |
| Cond. No | A test for multicollinearity (if in a fit with multiple parameters, the parameters are related with each other). |