Command	Explanation	Notes
sb.regplot()	Plots regression line	import seaborn as sb
ss.pearsonr()	Calculates and tests correlation	import scipy.stats as ss
smf.ols()	runs OLS regression	import statsmodels.formula.api as smf
ols.summary()	summarizes regression ols	import statsmodels.formula.api as smf
ols.resid()	residuals of ols	import statsmodels.formula.api as smf
ols.fittedvalues()	fitted values of ols	import statsmodels.formula.api as smf
ols.conf_int()	confidence interval of ols	import statsmodels.formula.api as smf
ols.predict()	predictions using ols	import statsmodels.formula.api as smf

I plot some data and its regression line; test  $H_0$ :  $\rho_{xy} = 0$  against  $H_a$ :  $\rho_{xy} \neq 0$ ; show regression results, fitted values, residuals, and the 99 percent confidence intervals for  $\beta_1$  and  $\beta_2$ ; and calculate fitted value when x = 5.

```
# Read in data
   import pandas as pd
  df = pd.read_csv(r'https://www.wimivo.com/data.csv')
  # Scatter plot of the data will show at the end of script
  import matplotlib.pyplot as plt
  import seaborn as sb
  plt.title("Scatter Plot and Regression Line")
  plt.xlabel("var1")
10 | plt.ylabel("var2")
11
  sb.regplot(x='var1', y='var2', ci=None, data=df)
12
13
  # Calculate correlation, test if it's different than zero
14
  import scipy.stats as ss
  corr, pVal = ss.pearsonr(df['var1'], df['var2'])
15
  print(corr, pVal)
16 |
17
18 | # Regress var2 on var1
19 | import statsmodels.formula.api as smf
  ols = smf.ols('var2 \sim var1', data=df).fit()
21
   print(ols.summary())
22
23
   # Show residuals and fitted values
24
   olsValues = pd.DataFrame(zip(ols.resid, ols.fittedvalues),
25
                             columns=['residuals','fitted values'])
26
   print(olsValues)
27
28
   # Show 99 percent confidence interval of regression coefficients
29
   confInf = ols.conf_int(alpha=0.01)
30
  print(confInf)
31
32
  # Predicts var2 value when var1 = 5
  xPred = pd.DataFrame([5], columns=['var1'])
  yPred = ols.predict(xPred)
34
  print(yPred)
35
36
37
  # Show the scatter plot drawn earlier
  plt.show()
```