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Section: 4A

**Task:** 02

**Subject:** Programming For AI (lab)

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https://www.kaggle.com/code/alijatt1/house-price-prediction?scriptVersionId=224648643

#### Introduction

The **House Price Prediction** dataset is used for **regression tasks**, where the goal is to predict the price of houses based on various features. This report explains the structure of the Jupyter Notebook, key terms, and its applications.

#### Overview of the Notebook

The notebook consists of the following steps:

- Data loading and preprocessing
- Exploratory Data Analysis (EDA)
- Feature selection and engineering
- Model training using machine learning algorithms
- Predictions and evaluation

### **Key Terms and Their Definitions**

- 1. **NumPy (numpy)** A library for numerical computations, useful for handling arrays and mathematical operations.
- 2. **Pandas (pandas)** A data manipulation library for reading, modifying, and analyzing tabular data.
- 3. Matplotlib (matplotlib.pyplot) & Seaborn (seaborn) Libraries used for data visualization.
- 4. **Scikit-Learn (sklearn)** A machine learning library that provides tools for data preprocessing, model training, and evaluation.
- 5. **XGBoost (XGBRegressor)** A powerful machine learning algorithm used for regression tasks.
- 6. **Regression Task** A type of machine learning problem where the goal is to predict continuous numerical values (e.g., house prices).
- 7. **Model Training** The process of teaching a machine learning model to recognize patterns in data.
- 8. **Evaluation Metrics** Measures such as RMSE (Root Mean Squared Error) and R<sup>2</sup> Score used to assess model performance.

# **Code Explanation**

### 1. Importing Libraries

The notebook begins by importing essential Python libraries:

# Importing Pandas and NumPy for data handling

import pandas as pd

import numpy as np

import matplotlib.pyplot as plt

import seaborn as sns

These libraries help with data manipulation and visualization.

# 2. Importing Machine Learning Libraries

import sklearn.datasets

from sklearn.model\_selection import train\_test\_split

from sklearn.base import BaseEstimator, RegressorMixin

from xgboost import XGBRegressor

from sklearn import metrics

- **sklearn.datasets** Loads datasets.
- **train test split** Splits the data into training and testing sets.
- **XGBRegressor** The machine learning model used for price prediction.
- **metrics** Evaluates model performance.

### 3. Loading the Dataset

house price dataset = sklearn.datasets.fetch california housing()

This loads the California Housing Dataset, a well-known dataset for house price prediction.

### 4. Exploring the Dataset

print(house price dataset)

This prints the dataset's **features and target values** (house prices).

house\_price\_dataframe = pd.DataFrame(house\_price\_dataset.data, columns=house price dataset.feature names)

The dataset is converted into a **Pandas DataFrame** for easier manipulation.

## 5. Feature Engineering & Preprocessing

- Adding the Target Column (House Prices)
- house price dataframe['Price'] = house price dataset.target

This adds the **house price** column to the dataset.

• Checking for Missing Values

• house price dataframe.isnull().sum()

Identifies missing values in the dataset.

- Visualizing Feature Distributions
- sns.pairplot(house\_price\_dataframe)
- plt.show()

This creates pair plots to visualize relationships between features and house prices.

# 6. Splitting the Data

# Splitting dataset into training and testing sets

X = house price dataframe.drop(columns='Price', axis=1)

y = house\_price\_dataframe['Price']

X\_train, X\_test, y\_train, y\_test = train\_test\_split(X, y, test\_size=0.2, random\_state=42)

- X: Input features (all columns except "Price").
- y: Target variable (house prices).
- train\_test\_split: Splits the data into 80% training and 20% testing for model evaluation.

### 7. Training the Machine Learning Model

# Training an XGBoost Regression model

```
model = XGBRegressor()
```

model.fit(X train, y train)

- XGBRegressor() Initializes the XGBoost model.
- fit(X train, y train) Trains the model using training data.

### 8. Making Predictions

y pred = model.predict(X test)

• predict(X test) – Predicts house prices for the test dataset.

### 9. Evaluating Model Performance

from sklearn.metrics import mean absolute error, mean squared error, r2 score

```
mae = mean_absolute_error(y_test, y_pred)
mse = mean_squared_error(y_test, y_pred)
rmse = np.sqrt(mse)
r2 = r2_score(y_test, y_pred)
print(f"Mean Absolute Error: {mae}")
print(f"Mean Squared Error: {mse}")
print(f"Root Mean Squared Error: {rmse}")
print(f"R² Score: {r2}")
```

- **Mean Absolute Error (MAE):** Measures the average absolute difference between actual and predicted prices.
- Mean Squared Error (MSE): Measures the average squared difference.
- Root Mean Squared Error (RMSE): A lower value indicates better model performance.
- R<sup>2</sup> Score: Measures how well the model explains the variance in house prices.

#### **Applications of the Notebook**

This notebook is useful for **house price prediction** and other real estate applications:

- Real Estate Pricing Models: Predicting house prices based on location, size, and other features.
- **Property Valuation:** Estimating property value based on historical data.
- Market Analysis: Understanding trends in the housing market.
- Investment Decision Making: Helping investors make informed decisions.

#### **Conclusion**

The **House Price Prediction** notebook demonstrates how to solve a **regression problem** using **XGBoost**. The key steps include:

- Loading and preprocessing data
- Exploratory Data Analysis (EDA)
- Feature engineering
- Training an XGBoost regression model
- Evaluating model performance using regression metrics

```
import pandas as pd
          import numpy as np
           import matplotlib.pyplot as plt
           import seaborn as sns
          import sklearn.datasets
           from sklearn.model_selection import train_test_split
          from \ sklearn.base \ import \ Base Estimator, \ Regressor \texttt{Mixin}
           from xgboost import XGBRegressor
           from sklearn import metrics
         house_price_dataset = sklearn.datasets.fetch_california_housing()
, 6.23813708, ..., 2.10984183,

, 8.28813559, ..., 2.80225989,
                ..., [ 1.7 , 17. , 5.20554273, ..., 2.3256351 , 39.43 , -121.22 ], [ 1.8672 , 18. , 5.32951289, ..., 2.12320917, 39.43 , -121.32 ],
                                                                                           , 5.25471698, ..., 2.61698113, ]]), 'target': array([4.526, 3.585, 3.521, ..., 0.923, 0.847, 0.894]), 'frame': None, 'target_names': ['MedHouseVal'], 'feature_names': ['MedInc', 'HedInc', 'HedInc'
        MedInc HouseAge AveRooms AveBedrms Population AveOccup Latitude Longitude

    52.0
    5.817352
    1.073059

    52.0
    6.281853
    1.081081

    558.0
    2.547945
    37.85

    565.0
    2.181467
    37.85

 4 3.8462
                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   Python
                  house price dataframe.head()
                     MedInc HouseAge AveRooms AveBedrms Population AveOccup Latitude Longitude price

    21.0
    6.238137
    0.971880

    52.0
    8.288136
    1.073446

    2401.0
    2.109842
    37.86
    -122.22
    3.585

    496.0
    2.802260
    37.85
    -122.24
    3.521

    558.0
    2.547945
    37.85
    -122.25
    3.413

                                                                                                                                                                                                                    -122.25 3.422
                    print("Number of rows are: ",house_price_dataframe.shape[0])
print("Number of columns are: ",house_price_dataframe.shape[1])
            Number of rows are: 20640
Number of columns are: 9
```

```
house_price_dataframe.info()
... <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 20640 entries, 0 to 20639
    Data columns (total 9 columns):
                    Non-Null Count Dtype
     # Column
                     20640 non-null float64
     0 MedInc
         HouseAge
                     20640 non-null float64
                     20640 non-null float64
        AveRooms
         AveBedrms 20640 non-null float64
         Population 20640 non-null
                                    float64
                     20640 non-null float64
         Ave0ccup
         Latitude
                     20640 non-null float64
        Longitude 20640 non-null float64
        price
                     20640 non-null float64
    dtypes: float64(9)
    memory usage: 1.4 MB
     house_price_dataframe.isnull().sum
  <bound method DataFrame.sum of</pre>
                                     MedInc HouseAge AveRooms AveBedrms Population AveOccup Latitude \
         False
                  False
                           False
                                      False
                                                 False
                                                          False
                                                                    False
          False
                   False
                            False
                                      False
                                                 False
                                                          False
                                                                    False
   20636
                                                                    False
   20637
          False
                   False
                            False
                                      False
                                                 False
                                                          False
                                                                    False
   20638
   20639
         Longitude price
             False False
   0
             False False
             False False
   20635
   20636
             False False
             False False
   20638
             False False
   20639
   [20640 rows x 9 columns]>
```

```
house_price_dataframe.columns
Index(['MedInc', 'HouseAge', 'AveRooms', 'AveBedrms', 'Population', 'AveOccup',
        'Latitude', 'Longitude', 'price'],
       dtype='object')
    house_price_dataframe.describe(include='all').round(2)
         MedInc HouseAge AveRooms AveBedrms Population AveOccup
                                                                              Latitude Longitude
                                                                                                       price
 count 20640.00
                    20640.00
                                20640.00
                                             20640.00
                                                         20640.00
                                                                    20640.00 20640.00
                                                                                          20640.00 20640.00
 mean
            3.87
                       28.64
                                    5.43
                                                          1425.48
                                                                        3.07
                                                                                 35.63
                                                                                           -119.57
            1.90
                                                          1132.46
                                                                       10.39
   std
                       12.59
                                    2.47
                                                 0.47
                                                                                  2.14
                                                                                              2.00
                                                                                                        1.15
            0.50
                                    0.85
                                                             3.00
                                                                        0.69
                                                                                 32.54
                                                                                           -124.35
                        1.00
            2.56
                                    4.44
                                                           787.00
                                                                                 33.93
                                                                                           -121.80
  25%
                       18.00
                                                 1.01
                                                                        2.43
                                                                                                        1.20
  50%
                       29.00
                                    5.23
                                                          1166.00
                                                                                 34.26
                                                                                           -118.49
                                                                                                        1.80
            4.74
  75%
                       37.00
                                    6.05
                                                 1.10
                                                          1725.00
                                                                        3.28
                                                                                 37.71
                                                                                           -118.01
                                                                                                        2.65
            15.00
                       52.00
                                                34.07
                                                         35682.00
                                                                     1243.33
                                                                                           -114.31
                                                                                                        5.00
   for i in house_price_dataframe.columns.tolist():
       print("No of unique Values in", i ,"is", house_price_dataframe[i].nunique())
No of unique Values in MedInc is 12928
No of unique Values in HouseAge is 52
No of unique Values in AveRooms is 19392
No of unique Values in AveBedrms is 14233
No of unique Values in Population is 3888
No of unique Values in AveOccup is 18841
No of unique Values in Latitude is 862
No of unique Values in Longitude is 844
No of unique Values in price is 3842
   X = house_price_dataframe.drop(['price'], axis = 1)
   Y = house_price_dataframe['price']
```

```
print(X,Y)
        MedInc HouseAge AveRooms AveBedrms Population AveOccup Latitude \
        8.3252
                   41.0 6.984127 1.023810
                                                 322.0 2.555556
       8.3014
                   21.0 6.238137 0.971880
                                                 2401.0 2.109842
                                                                     37.86
                   52.0 8.288136
                                   1.073446
                                                 496.0 2.802260
                                                                     37.85
                                                 558.0 2.547945
        5.6431
                   52.0 5.817352
                                   1.073059
                                                                     37.85
        3.8462
                   52.0 6.281853 1.081081
                                                 565.0 2.181467
                                                                     37.85
                   25.0 5.045455
                                  1.133333
                                                845.0 2.560606
                                                                     39.48
 20635 1.5603
 20636 2.5568
                   18.0 6.114035
                                   1.315789
                                                 356.0 3.122807
                                                                     39.49
 20637 1.7000
                   17.0 5.205543
                                   1.120092
                                                 1007.0 2.325635
                                                                     39.43
                   18.0 5.329513 1.171920
                                                 741.0 2.123209
 20638 1.8672
                                                                     39.43
 20639 2.3886
                  16.0 5.254717 1.162264
                                                1387.0 2.616981
                                                                     39.37
        Longitude
          -122.23
          -122.22
         -122.24
          -122.25
          -122.25
         -121.09
 20635
 20636
          -121.21
 20637
          -121.22
 20638
          -121.32
 20639
          -121.24
          0.923
 20637
 20638
 20639
          0.894
 Name: price, Length: 20640, dtype: float64
 Output is truncated. View as a <u>scrollable element</u> or open in a <u>text editor</u>. Adjust cell output <u>settings</u>...
   X_train, X_test, Y_train, Y_test = train_test_split(X,Y, test_size=0.25, random_state=2)
   print(X.shape, X_train.shape, X_test.shape)
(20640, 8) (15480, 8) (5160, 8)
   model = XGBRegressor()
   model.fit(X_train, Y_train)
                                    XGBRegressor
XGBRegressor(base_score=None, booster=None, callbacks=None,
              colsample_bylevel=None, colsample_bynode=None,
              colsample_bytree=None, device=None, early_stopping_rounds=None,
              enable_categorical=False, eval_metric=None, feature_types=None,
              gamma=None, grow_policy=None, importance_type=None,
              interaction_constraints=None, learning_rate=None, max_bin=None,
              max_cat_threshold=None, max_cat_to_onehot=None,
              max delta step=None, max depth=None, max leaves=None,
              min child weight=None, missing=nan, monotone constraints=None,
              multi_strategy=None, n_estimators=None, n_jobs=None,
              num_parallel_tree=None, random_state=None, ...)
```

```
training_data_prediction = model.predict(X_train)

print(training_data_prediction)

[23]

... [2.527071 0.6174013 1.1158092 ... 1.8347801 1.7563723 0.7643776]

score_1 = metrics.r2_score(Y_train, training_data_prediction)
score_2 = metrics.mean_absolute_error(Y_train, training_data_prediction)
print("R Squared Error: ", score_1)
print("Mean Absolute Error: ", score_2)

[24]

R Squared Error: 0.9492539821379308
Mean Absolute Error: 0.18398371071249137
```

```
plt.scatter(Y_train, training_data_prediction)
plt.xlabel("Actaul Price")
plt.ylabel("Predicted Price")
plt.title("Actual Price vs Predicted Price")
plt.show()
```

