

```
In [1]: import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
```

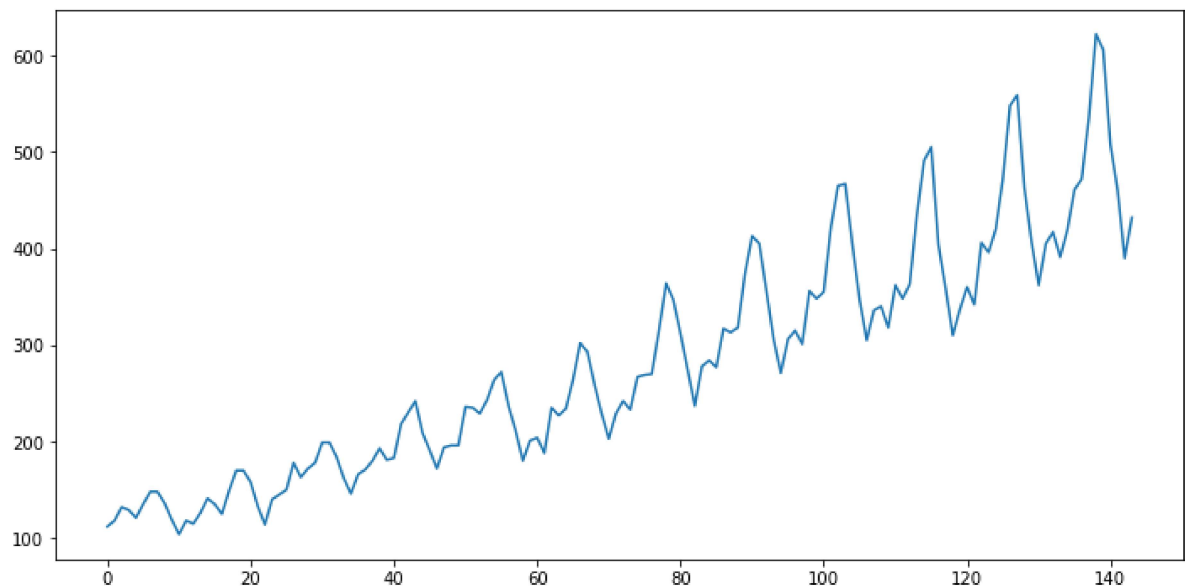
```
In [2]: data=pd.read_csv("datasets/AirPassengers.csv")
data.head()
```

Out[2]:

	Month	#Passengers
0	1949-01	112
1	1949-02	118
2	1949-03	132
3	1949-04	129
4	1949-05	121

```
In [3]: plt.rcParams.update({'figure.figsize':(12,6)})
data['#Passengers'].plot()
```

Out[3]: <AxesSubplot:>



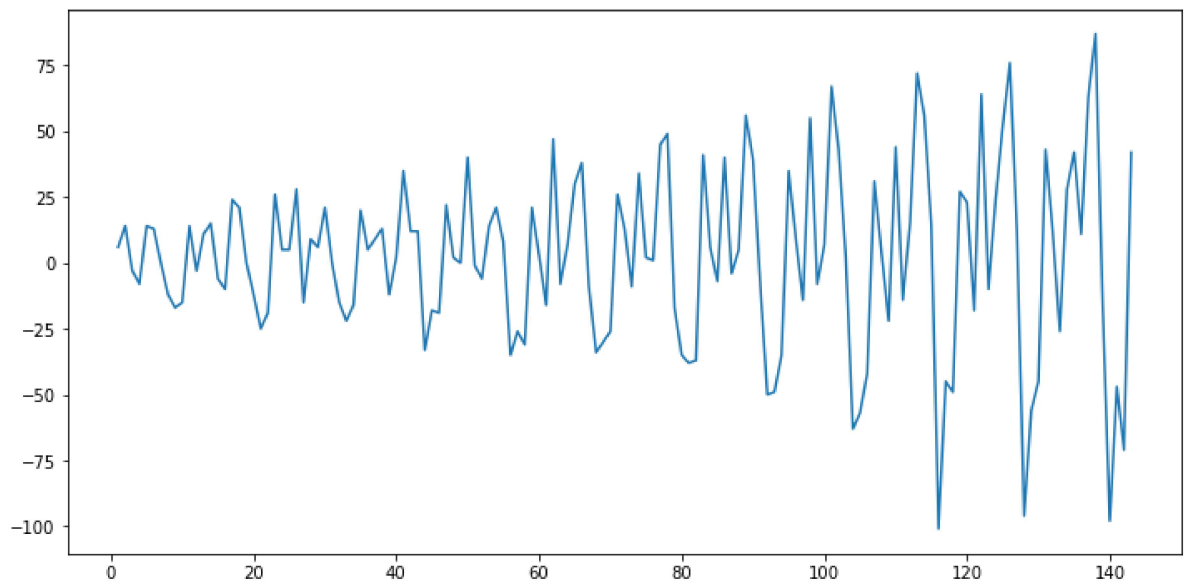
## Method 1-Differencing and Seasonal differencing

```
In [4]: #Differencing meaning  $y(t) = y(t)-y(t-1)$ 
```

```
In [5]: data['#Passengers_diff'] = data['#Passengers'] - data['#Passengers'].shift(1)
```

```
In [6]: data['#Passengers_diff'].dropna().plot()
```

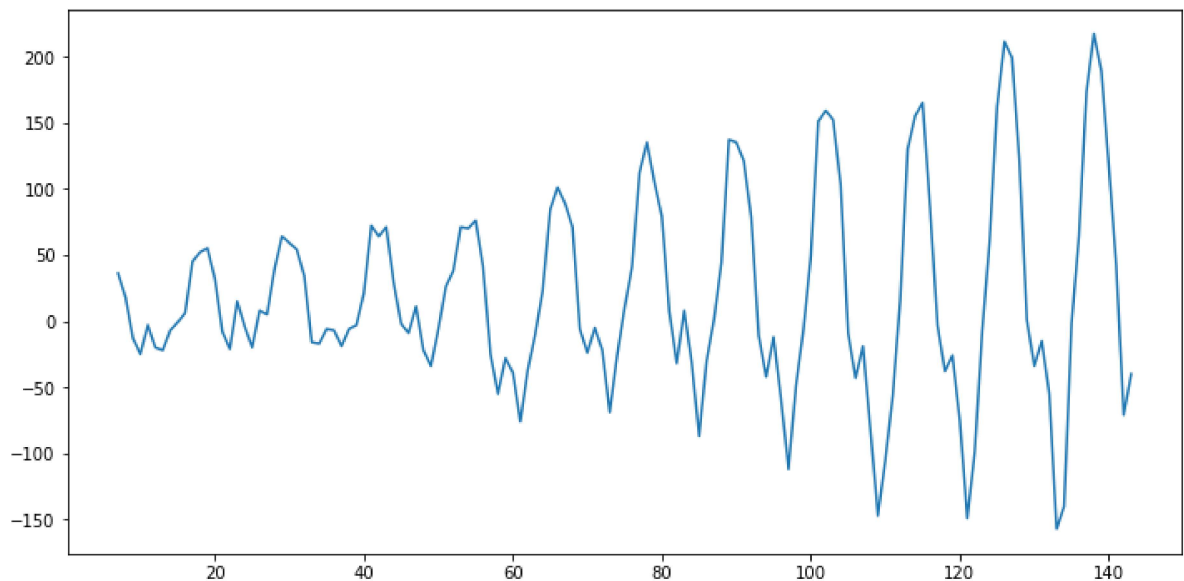
```
Out[6]: <AxesSubplot:>
```



```
In [10]: # Seasonal Differencing meaning  $y(t) = y(t) - y(t-n)$ 
```

```
In [11]: data['#Passengers_diff'] = data['#Passengers'] - data['#Passengers'].shift(7)  
data['#Passengers_diff'].dropna().plot()
```

```
Out[11]: <AxesSubplot:>
```



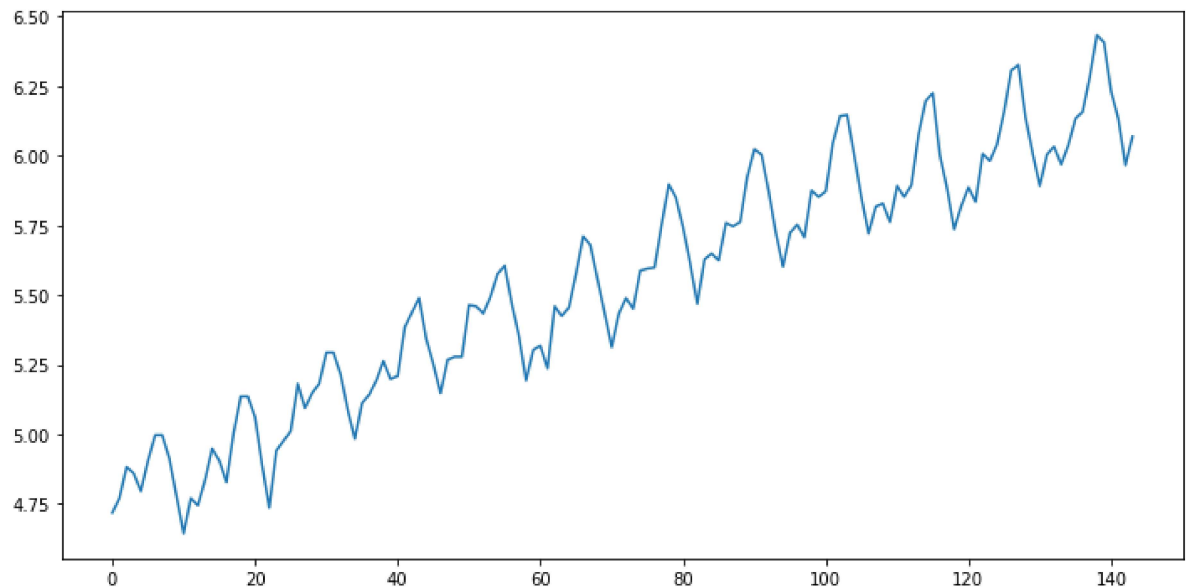
## Method 2 - Transformation

```
In [13]: #Create transformation columns
import numpy as np

#Calculate the Log
data['adj_log']=np.log(data['#Passengers'])
#Calculate the square root
data['adj_sqrt']=np.sqrt(data['#Passengers'])
#Calculate the cube root
data['adj_cbrt']=np.cbrt(data['#Passengers'])
```

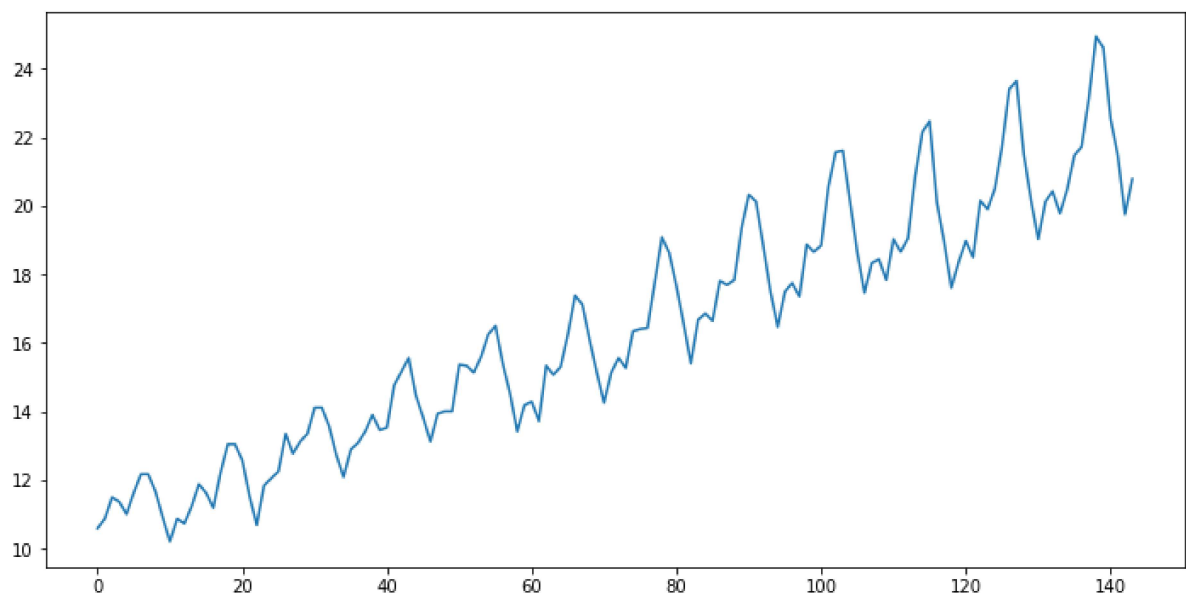
```
In [14]: data['adj_log'].dropna().plot()
```

Out[14]: <AxesSubplot:>



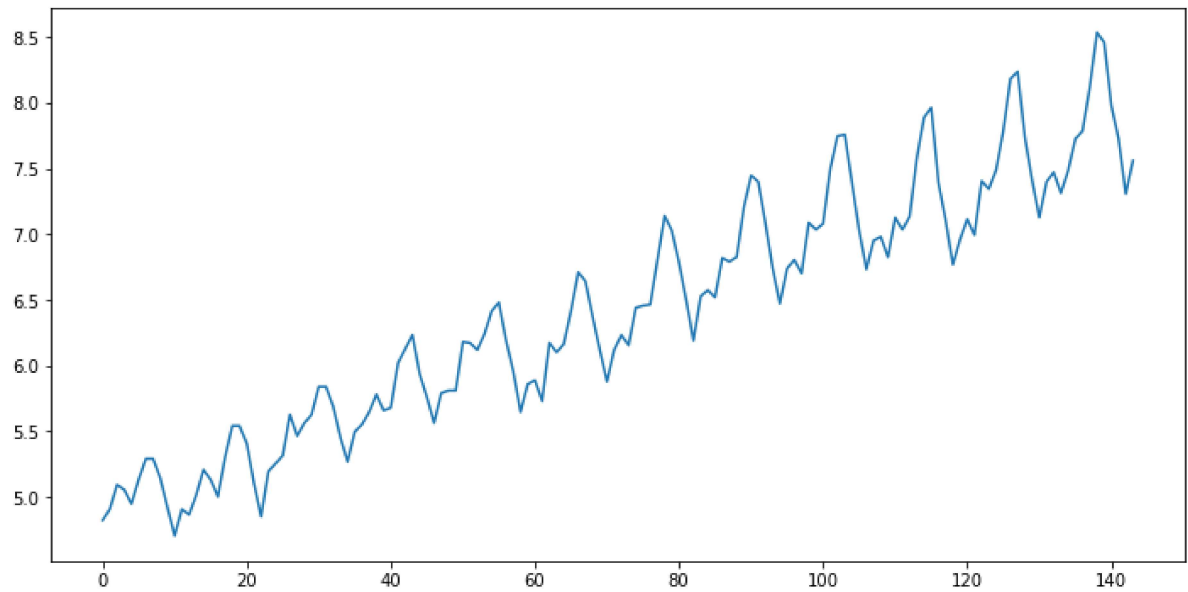
```
In [15]: data['adj_sqrt'].dropna().plot()
```

Out[15]: <AxesSubplot:>



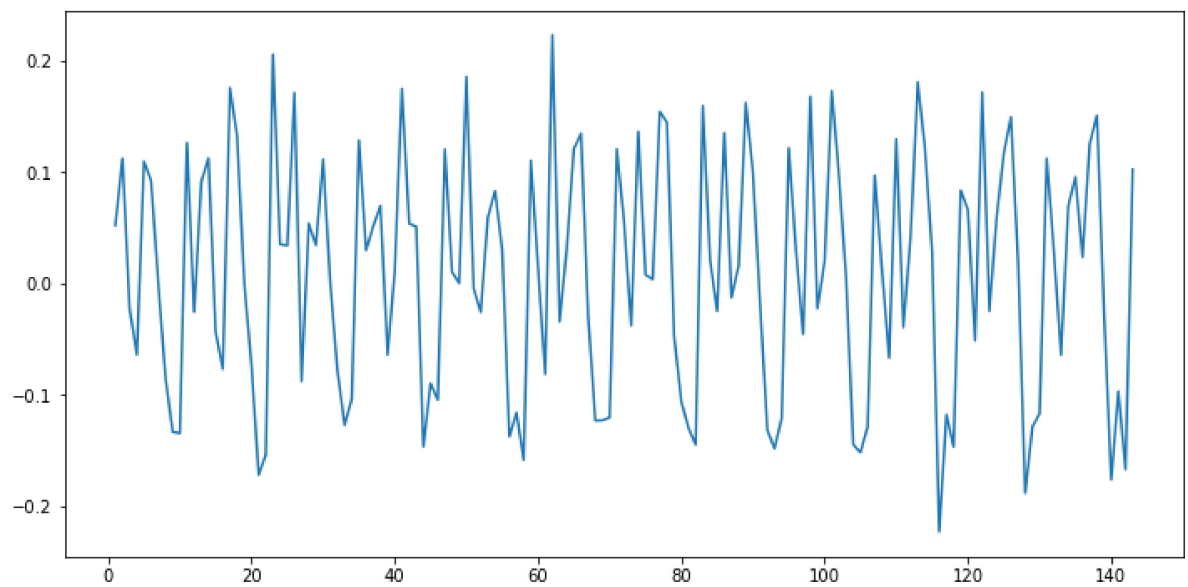
```
In [16]: data['adj_cbrt'].dropna().plot()
```

```
Out[16]: <AxesSubplot:>
```



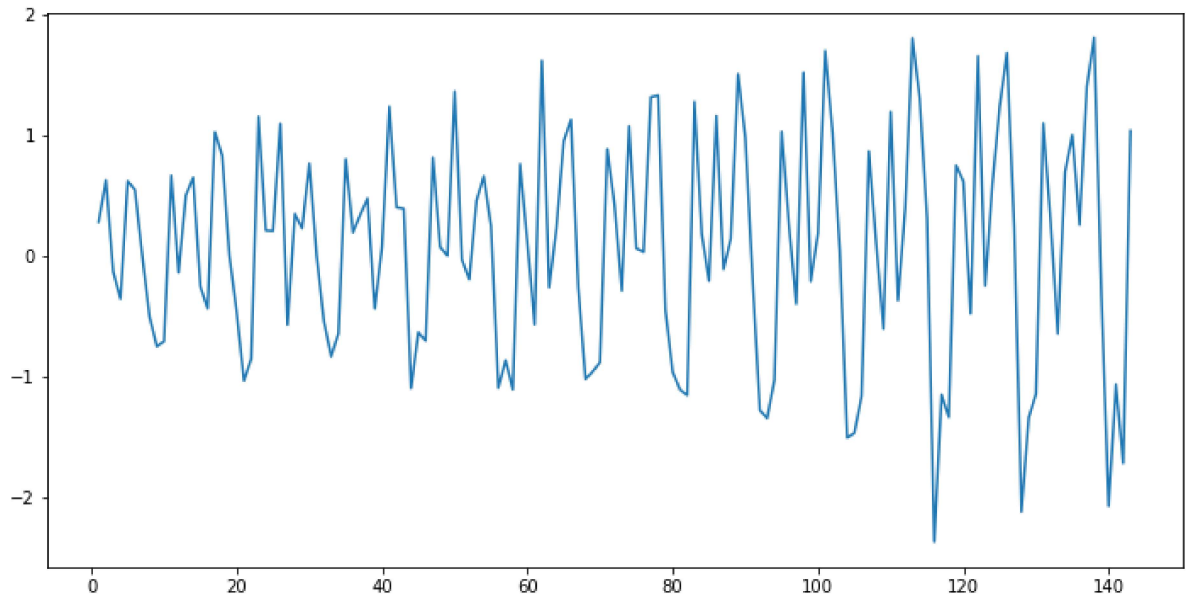
```
In [20]: data['#Passengers_log_diff'] = data['adj_log'] - data['adj_log'].shift(1)
data['#Passengers_log_diff'].dropna().plot()
```

```
Out[20]: <AxesSubplot:>
```



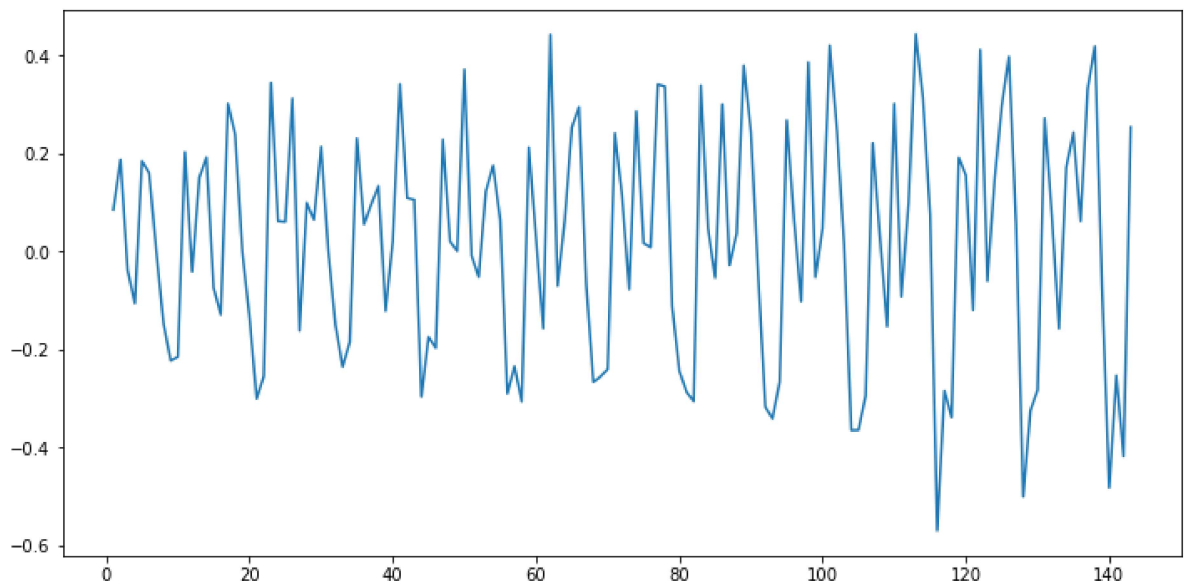
```
In [21]: data['#Passengers_sqrt_diff'] = data['adj_sqrt'] - data['adj_sqrt'].shift(1)
data['#Passengers_sqrt_diff'].dropna().plot()
```

Out[21]: <AxesSubplot:>



```
In [22]: data['#Passengers_cbrt_diff'] = data['adj_cbrt'] - data['adj_cbrt'].shift(1)
data['#Passengers_cbrt_diff'].dropna().plot()
```

Out[22]: <AxesSubplot:>



In [ ]: