

HOUSE PRICE PREDICTION

USING MACHINE LEARNING TECHNIQUES



Importing All the necessary Libraries

```
In [1]: import pandas as pd
import numpy as np

import matplotlib.pyplot as plt
%matplotlib inline

import seaborn as sns
sns.set_style('darkgrid')

from sklearn.model_selection import train_test_split

from sklearn.preprocessing import StandardScaler

from sklearn.metrics import r2_score, mean_absolute_error, mean_squared_error

from sklearn.linear_model import LinearRegression
from sklearn.linear_model import Lasso
from sklearn.ensemble import RandomForestRegressor
from sklearn.svm import SVR
import xgboost as xg

import warnings
warnings.filterwarnings("ignore")
```

Loading the Dataset

```
In [2]: dataset = pd.read_csv('USA_Housing.csv')
dataset.head()
```

Out[2]:

	Avg. Area Income	Avg. Area House Age	Avg. Area Number of Rooms	Avg. Area Number of Bedrooms	Area Population	Price	Address
0	79545.458574	5.682861	7.009188	4.09	23086.800503	1.059034e+06	208 Michael Ferry Apt. 674\nLaurabury, NE 3701...
1	79248.642455	6.002900	6.730821	3.09	40173.072174	1.505891e+06	188 Johnson Views Suite 079\nLake Kathleen, CA...
2	61287.067179	5.865890	8.512727	5.13	36882.159400	1.058988e+06	9127 Elizabeth Stravenue\nDanieltown, WI 06482...
3	63345.240046	7.188236	5.586729	3.26	34310.242831	1.260617e+06	USS Barnett\nFPO AP 44820
4	59982.197226	5.040555	7.839388	4.23	26354.109472	6.309435e+05	USNS Raymond\nFPO AE 09386

Data Exploration

```
In [3]: # Shape:
dataset.shape
```

Out[3]: (5000, 7)

```
In [4]: # Columns:
dataset.columns
```

Out[4]: Index(['Avg. Area Income', 'Avg. Area House Age', 'Avg. Area Number of Rooms', 'Avg. Area Number of Bedrooms', 'Area Population', 'Price', 'Address'], dtype='object')

```
In [5]: dataset.info()

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 5000 entries, 0 to 4999
Data columns (total 7 columns):
#   Column                                Non-Null Count  Dtype
---  -
0   Avg. Area Income                     5000 non-null   float64
1   Avg. Area House Age                  5000 non-null   float64
2   Avg. Area Number of Rooms            5000 non-null   float64
3   Avg. Area Number of Bedrooms         5000 non-null   float64
4   Area Population                      5000 non-null   float64
5   Price                               5000 non-null   float64
6   Address                             5000 non-null   object
dtypes: float64(6), object(1)
memory usage: 273.6+ KB
```

```
In [6]: dataset.describe()
```

Out[6]:

	Avg. Area Income	Avg. Area House Age	Avg. Area Number of Rooms	Avg. Area Number of Bedrooms	Area Population	Price
count	5000.000000	5000.000000	5000.000000	5000.000000	5000.000000	5.000000e+03
mean	68583.108984	5.977222	6.987792	3.981330	36163.516039	1.232073e+06
std	10657.991214	0.991456	1.005833	1.234137	9925.650114	3.531176e+05
min	17796.631190	2.644304	3.236194	2.000000	172.610686	1.593866e+04
25%	61480.562388	5.322283	6.299250	3.140000	29403.928702	9.975771e+05
50%	68804.286404	5.970429	7.002902	4.050000	36199.406689	1.232669e+06
75%	75783.338666	6.650808	7.665871	4.490000	42861.290769	1.471210e+06
max	107701.748378	9.519088	10.759588	6.500000	69621.713378	2.469066e+06

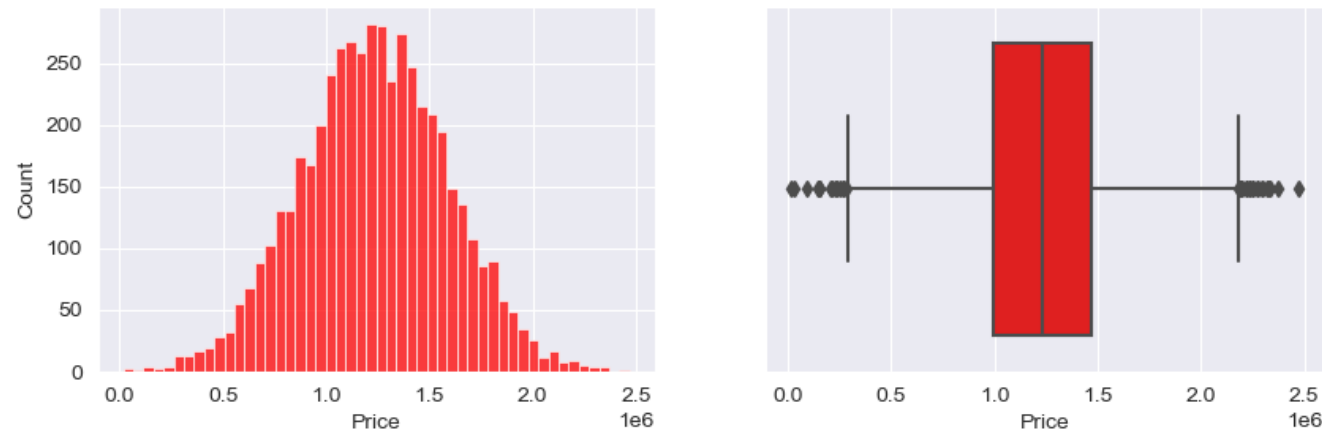
EDA and Pre-Processing of Data

Distribution of Price column

```
In [7]: plt.figure(figsize=(10,3))

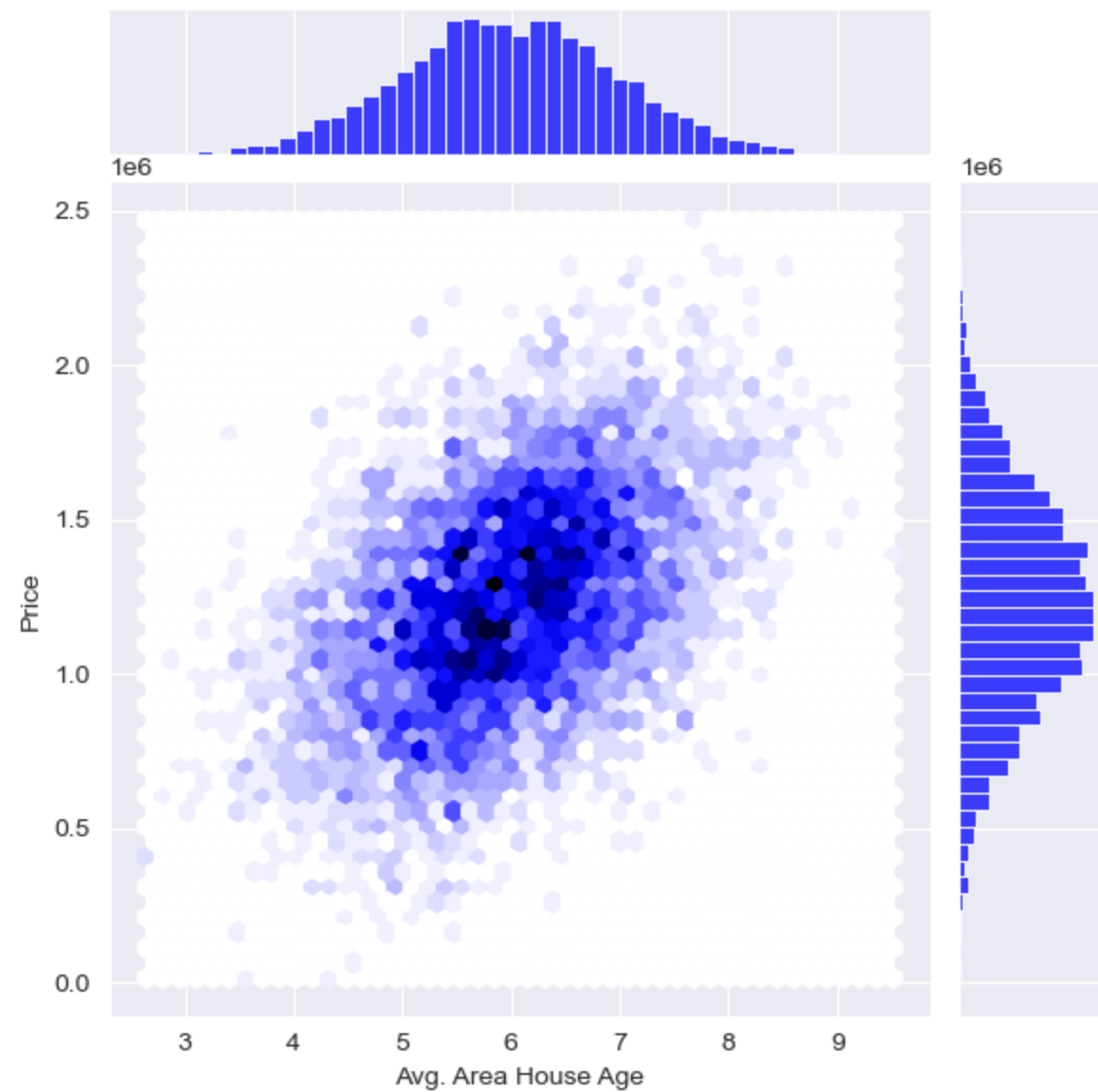
plt.subplot(121)
sns.histplot(dataset, x='Price', bins=50, color='r')

plt.subplot(122)
sns.boxplot(dataset, x='Price', color='r');
```



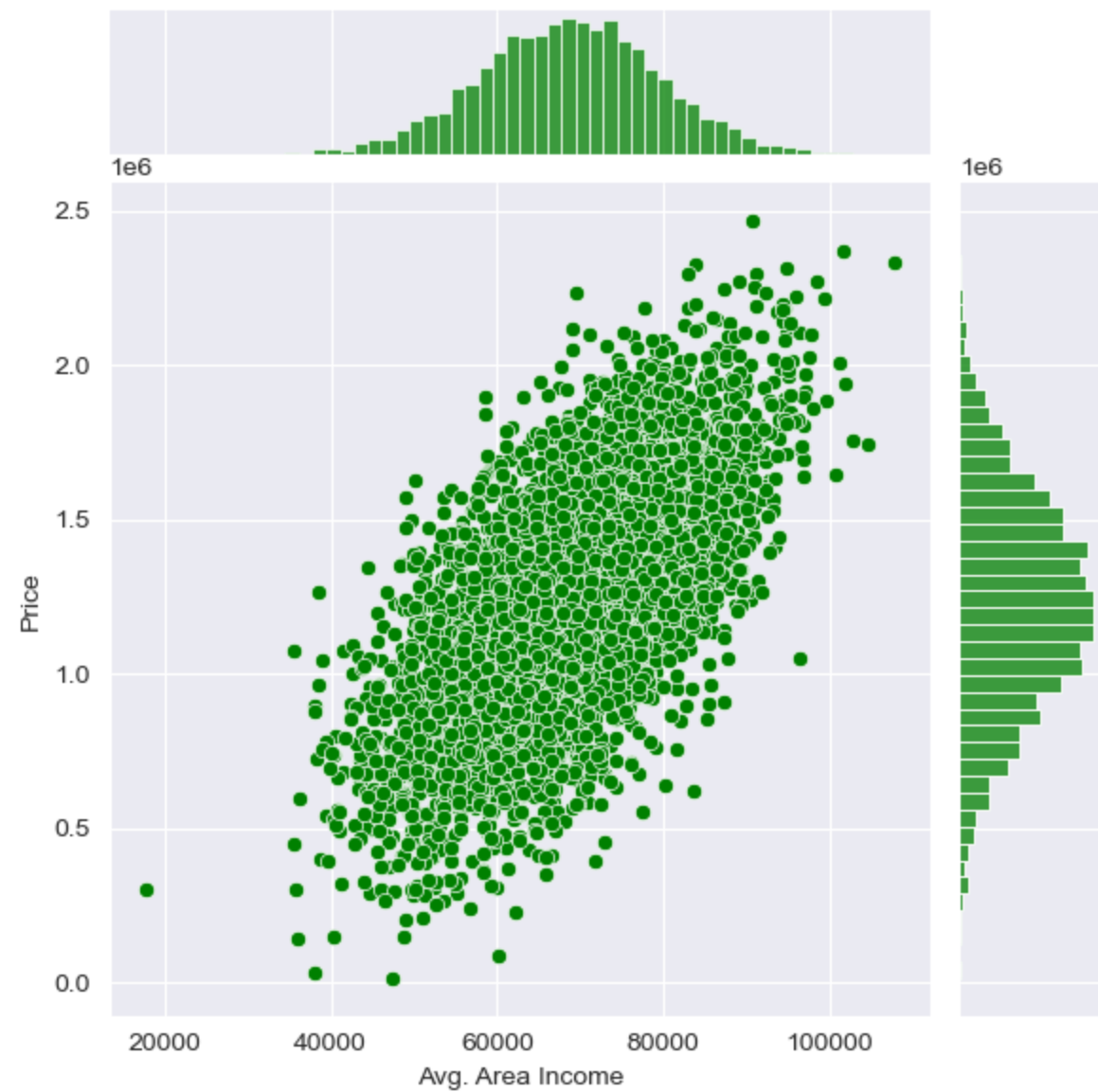
Avg. Area House Age Vs Price

```
In [8]: sns.jointplot(dataset, x='Avg. Area House Age', y='Price', kind='hex', color='b');
```



Avg. Area Income Vs Price

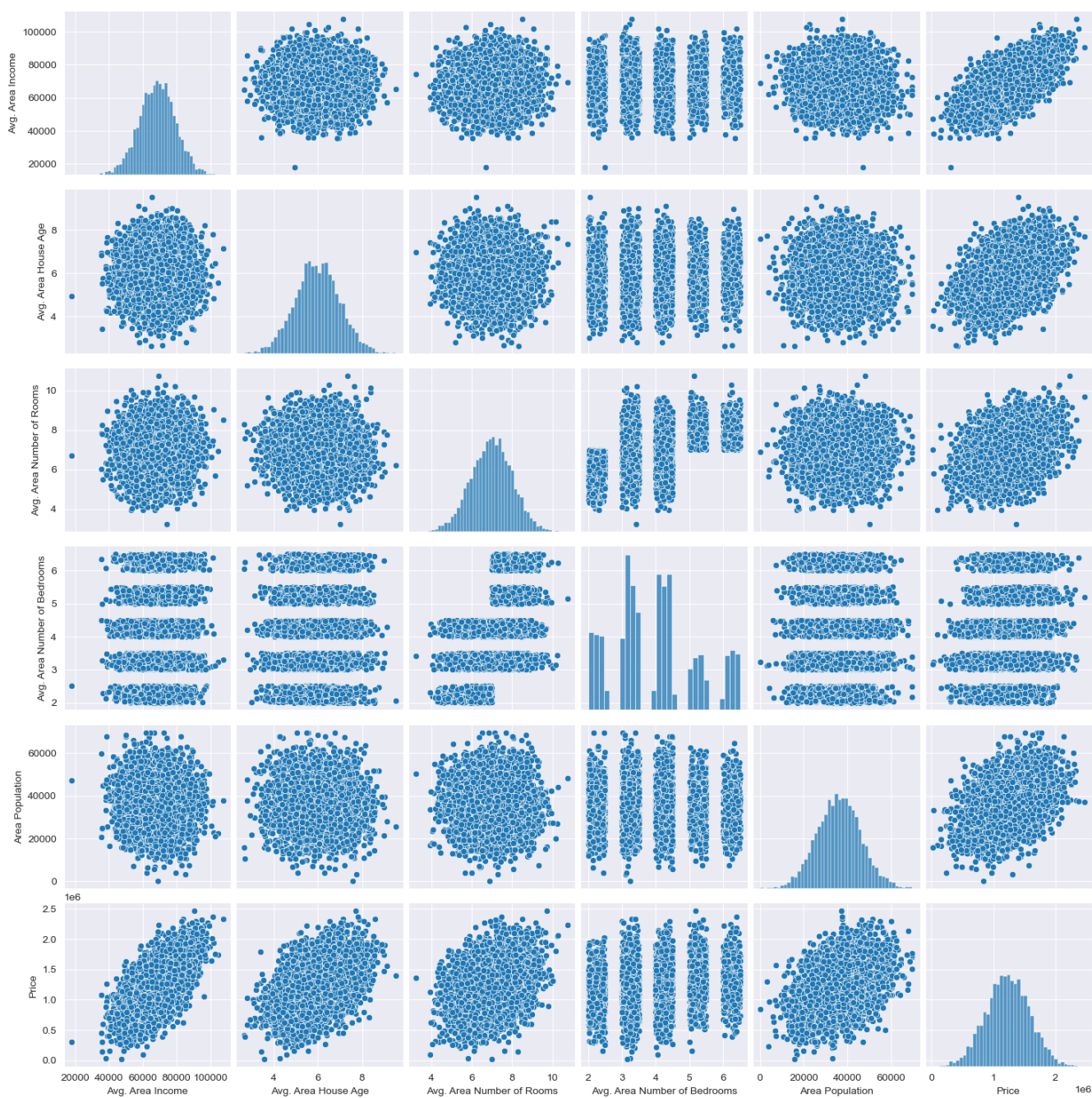
```
In [9]: sns.jointplot(dataset, x='Avg. Area Income', y='Price', color='g');
```



Correlation among all the columns

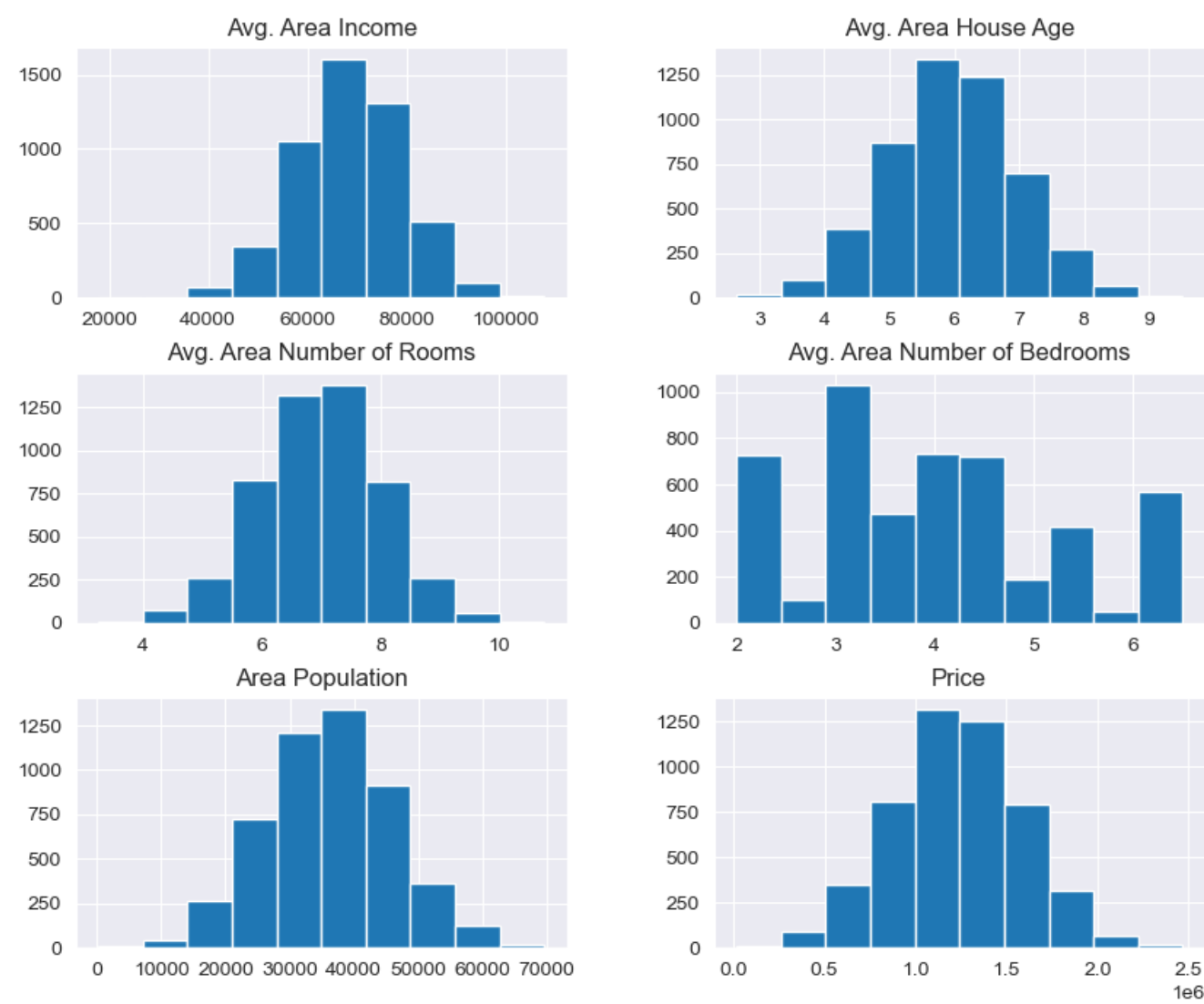
```
In [10]: plt.figure(figsize=(12,8))
sns.pairplot(dataset);
```

<Figure size 1200x800 with 0 Axes>



Distribution of all the columns

```
In [11]: dataset.hist(figsize=(10,8));
```



Visualising Correlation

```
In [12]: dataset.corr(numeric_only=True)
```

Out[12]:

	Avg. Area Income	Avg. Area House Age	Avg. Area Number of Rooms	Avg. Area Number of Bedrooms	Area Population	Price
Avg. Area Income	1.000000	-0.002007	-0.011032	0.019788	-0.016234	0.639734
Avg. Area House Age	-0.002007	1.000000	-0.009428	0.006149	-0.018743	0.452543
Avg. Area Number of Rooms	-0.011032	-0.009428	1.000000	0.462695	0.002040	0.335664
Avg. Area Number of Bedrooms	0.019788	0.006149	0.462695	1.000000	-0.022168	0.171071
Area Population	-0.016234	-0.018743	0.002040	-0.022168	1.000000	0.408556
Price	0.639734	0.452543	0.335664	0.171071	0.408556	1.000000

```
In [13]: plt.figure(figsize=(10,5))
sns.heatmap(dataset.corr(numeric_only = True), annot=True);
```



Dividing Dataset in to features and target variable

```
In [14]: X = dataset[['Avg. Area Income', 'Avg. Area House Age', 'Avg. Area Number of Rooms',
                    'Avg. Area Number of Bedrooms', 'Area Population']]
Y = dataset['Price']
```

Split the dataset into train and test

```
In [15]: X_train, X_test, Y_train, Y_test = train_test_split(X, Y, test_size=0.2, random_state=10)
```

```
In [16]: Y_train.head()
```

Out[16]: 3413 1.305210e+06
1610 1.400961e+06
3459 1.048640e+06
4293 1.231157e+06
1039 1.391233e+06
Name: Price, dtype: float64

```
In [17]: Y_train.shape
```

Out[17]: (4000,)

```
In [18]: Y_test.head()
```

Out[18]: 1718 1.251689e+06
2511 8.730483e+05
345 1.696978e+06
2521 1.063964e+06
54 9.487883e+05
Name: Price, dtype: float64

```
In [19]: Y_test.shape
```

Out[19]: (1000,)

Standardizing the data

```
In [20]: sc = StandardScaler()
X_train_scal = sc.fit_transform(X_train)
X_test_scal = sc.fit_transform(X_test)
```

```
In [21]: X_train_scal
```

```
Out[21]: array([[ 0.05569623,  0.65886183, -0.86300913,  0.29911519,  0.06391981],
                [-0.05545523, -0.58559522,  2.37598858,  1.2000951 ,  0.69883088],
                [-1.11165023, -0.48032202,  0.13621855,  1.73581289,  1.14379364],
                ...,
                [-1.20704442, -2.26895761, -0.11765963, -1.34862286,  2.71900465],
                [-0.50898477, -0.03604344, -1.07361484,  0.11242565, -0.34813857],
                [ 0.62279188,  1.69958661,  1.456617 ,  0.29911519,  2.01048875]])
```

```
In [22]: X_test_scal
```

```
Out[22]: array([[ -0.21555096, -0.281372 ,  0.77408385,  0.20931536,  0.07088885],
                [-0.64310056, -1.06017806,  0.41824478,  1.74293863, -1.01812409],
                [ 0.42413203,  0.75165241,  1.2987239 , -0.58171138,  0.71366541],
                ...,
                [ 0.25042527, -0.08048033,  0.40212954, -0.04897908,  0.15625295],
                [ 1.69352407, -0.96166121,  0.18304551,  1.07298741, -2.88549085],
                [ 0.11007237, -0.14440016, -0.20680012, -1.2920211 , -0.80666516]])
```

Till now we have completed all the Data Pre-Processing steps. Now the data is ready for model building

```
In [ ]:
```