

Predicting House Prices in Bengaluru

Dataset: Predicting-House-Prices-In-Bengaluru

The train and test data will consist of various features that describe that property in Bengaluru. This is an actual data set that is curated over months of primary & secondary research by our team. Each row contains fixed size object of features. There are 9 features and each feature can be accessed by its name.

Features

1. Area_type - describes the area
2. Availability - when it can be possessed or when it is ready(categorical and time-series)
3. Location - where it is located in Bengaluru
4. Price - Value of the property in lakhs(INR)
5. Size - in BHK or Bedroom (1-10 or more)
6. Society - to which society it belongs
7. Total_sqft - size of the property in sq.ft
8. Bath - No. of bathrooms
9. Balcony - No. of the balcony

Code to build a Model:

#Loading training data to build model

```
> prices_train = read.csv(file.choose())
```

#checking the dimension of train data

```
> dim(prices_train)
```

```
[1] 13320      9
```

#looking top 5 rows

```
> head(prices_train,5)
```

	area_type	availability	location	size	society	total_sqft	bath	balcony	price
1	Super built-up Area	19-Dec	Electronic City Phase II	2 BHK	Coomee	1056	2	1	39.07
2	Plot Area	Ready To Move	Chikka Tirupathi	4 Bedroom	Theanmp	2600	5	3	120.00
3	Built-up Area	Ready To Move	Uttarahalli	3 BHK		1440	2	3	62.00
4	Super built-up Area	Ready To Move	Lingadheeranahalli	3 BHK	Soiewre	1521	3	1	95.00
5	Super built-up Area	Ready To Move	Kothanur	2 BHK		1200	2	1	51.00

#Data Cleaning

```
> summary(prices_train)
```

	area_type	availability	location	size	society
Built-up Area	:2418	Ready To Move:10581	Whitefield	: 540	2 BHK :5199
Carpet Area	: 87	18-Dec : 307	Sarjapur Road	: 399	3 BHK :4310
Plot Area	:2025	18-May : 295	Electronic City	: 302	4 Bedroom: 826
Super built-up Area	:8790	18-Apr : 271	Kanakpura Road	: 273	4 BHK : 591
		18-Aug : 200	Thanisandra	: 234	3 Bedroom: 547
		19-Dec : 185	Yelahanka	: 213	1 BHK : 538
		(other) : 1481	(other)	:11359	(other) :1309
					(other):7488

	total_sqft	bath	balcony	price
1200	: 843	Min. : 1.000	Min. :0.000	Min. : 8.0
1100	: 221	1st Qu.: 2.000	1st Qu.:1.000	1st Qu.: 50.0
1500	: 205	Median : 2.000	Median :2.000	Median : 72.0
2400	: 196	Mean : 2.693	Mean :1.584	Mean : 112.6
600	: 180	3rd Qu.: 3.000	3rd Qu.:2.000	3rd Qu.: 120.0
1000	: 172	Max. :40.000	Max. :3.000	Max. :3600.0
(other)	:11503	NA's :73	NA's :609	

```
#Predictors/features matrix
```

```
> x = prices_train[,c(1:8)]
```

```
#Response Vector
```

```
> y = prices_train[,9]
```

```
> unique(x$area_type)
```

```
[1] Super built-up Area Plot Area Built-up Area Carpet Area
```

```
Levels: Built-up Area Carpet Area Plot Area Super built-up Area
```

#There are four different area types and can be converted to numerical representation for calculation purpose

```
#Built-up Area = 1
```

```
#Carpet Area = 2
```

```
#Plot Area = 3
```

```
#Super built-up Area = 4
```

```
> x$area_type = as.numeric(x$area_type)
```

```
> unique(x$size)
```

#As size shows the number of bedrooms – as BHK and Bedroom both shows the number of rooms, so created a column as # of bedroom

```
> x$bedroom = 0
```

```
> for (i in c(1:13320)){
```

```
+ x$bedroom[i] = as.numeric(strsplit(as.character(x$size), " ")[[i]][1])
```

```
+ }
```

#removing size column as it is no longer needed as it is replaced by bedroom column

```
> x = x[,-4]
```

#As number of NAs are less so it can be replaced by mean value of bedroom

```
> mu_bedroom = mean(x$bedroom, na.rm = TRUE)
```

```
> x$bedroom[is.na(x$bedroom)] = mu_bedroom
```

```
> unique(x$bath)
```

```
[1] 2 5 3 4 6 1 9 NA 8 7 11 10 14 27 12 16 40 15 13 18
```

#As number of NAs are less so it can be replaced by mean value of bath

```
> mu_bath = mean(x$bath, na.rm = TRUE)
```

```
> x$bath[is.na(x$bath)] = mu_bath
```

```
> unique(x$bath)
```

```
[1] 2.00000 5.00000 3.00000 4.00000 6.00000 1.00000 9.00000 2.69261  
8.00000 7.00000 11.00000 10.00000
```

```
[13] 14.00000 27.00000 12.00000 16.00000 40.00000 15.00000 13.00000 18.00000
```

```
> unique(x$balcony)
```

```
[1] 1 3 NA 2 0
```

#As number of NAs are less so it can be replaced by mean value of balcony

```
> mu_balcony = mean(x$balcony, na.rm = TRUE)
```

```
> x$balcony[is.na(x$balcony)] = mu_balcony
```

```
> unique(x$balcony)
```

```
[1] 1.000000 3.000000 1.584376 2.000000 0.000000
```

```
> unique(x$total_sqft)
```

#As some of the rows in the total_sqft shows the range, so taking the mean of them for calculation purpose.

```
> x$total_sqfts = 0
> for (i in c(1:13320)){
+   x$total_sqfts[i] = mean(as.numeric(strsplit(as.character(x$total_sqft), "-")[[i]]))
+ }
```

#removing total_sqft column as it is no longer needed as it is replaced by total_sqfts column

```
> x = x[,-5]
```

#As number of NAs are less so it can be replaced by mean value of total_sqfts

```
> mu_total_sqfts = mean(x$total_sqfts, na.rm = TRUE)
> x$total_sqfts[is.na(x$total_sqfts)] = mu_total_sqfts
```

#Feature Scaling

#Calculating mean and range for each feature to normalize them

```
> mu_area_type = mean(x$area_type)
> ran_area_type = max(x$area_type)-min(x$area_type)
> mu_bath = mean(x$bath)
> ran_bath = max(x$bath)-min(x$bath)
> mu_balcony = mean(x$balcony)
> ran_balcony = max(x$balcony)-min(x$balcony)
> mu_bedroom = mean(x$bedroom)
> ran_bedroom = max(x$bedroom)-min(x$bedroom)
> mu_total_sqfts = mean(x$total_sqfts)
> ran_total_sqfts = max(x$total_sqfts)-min(x$total_sqfts)
```

#Normalizing the features

```
> area_type_nor = (x$area_type - mu_area_type)/ran_area_type
> bath_nor = (x$bath - mu_bath)/ran_bath
> balcony_nor = (x$balcony - mu_balcony)/ran_balcony
> bedroom_nor = (x$bedroom - mu_bedroom)/ran_bedroom
> total_sqfts_nor = (x$total_sqfts - mu_total_sqfts)/ran_total_sqfts
> x_zero = 1
> x_norm = data.frame(x_zero, area_type_nor, bath_nor, balcony_nor, bedroom_nor, total_sqfts_nor)
```

#finding feature coefficients for linear regression i.e. theta

#Initializing theta with zero values

```
> theta = matrix(0,9,1)
```

#Converting y into matrix

```
> y = as.matrix(y)
> x_norm = as.matrix(x_norm)
```

#Using gradient Descent to minize the cost function J.

```
> alpha = 0.01
> num_iter = 400
> j_vals = matrix(0,1,401)
> m = length(y)
```

```

> j_vals[1] = (sum((x_norm%%theta - y)^2))/(2*m)

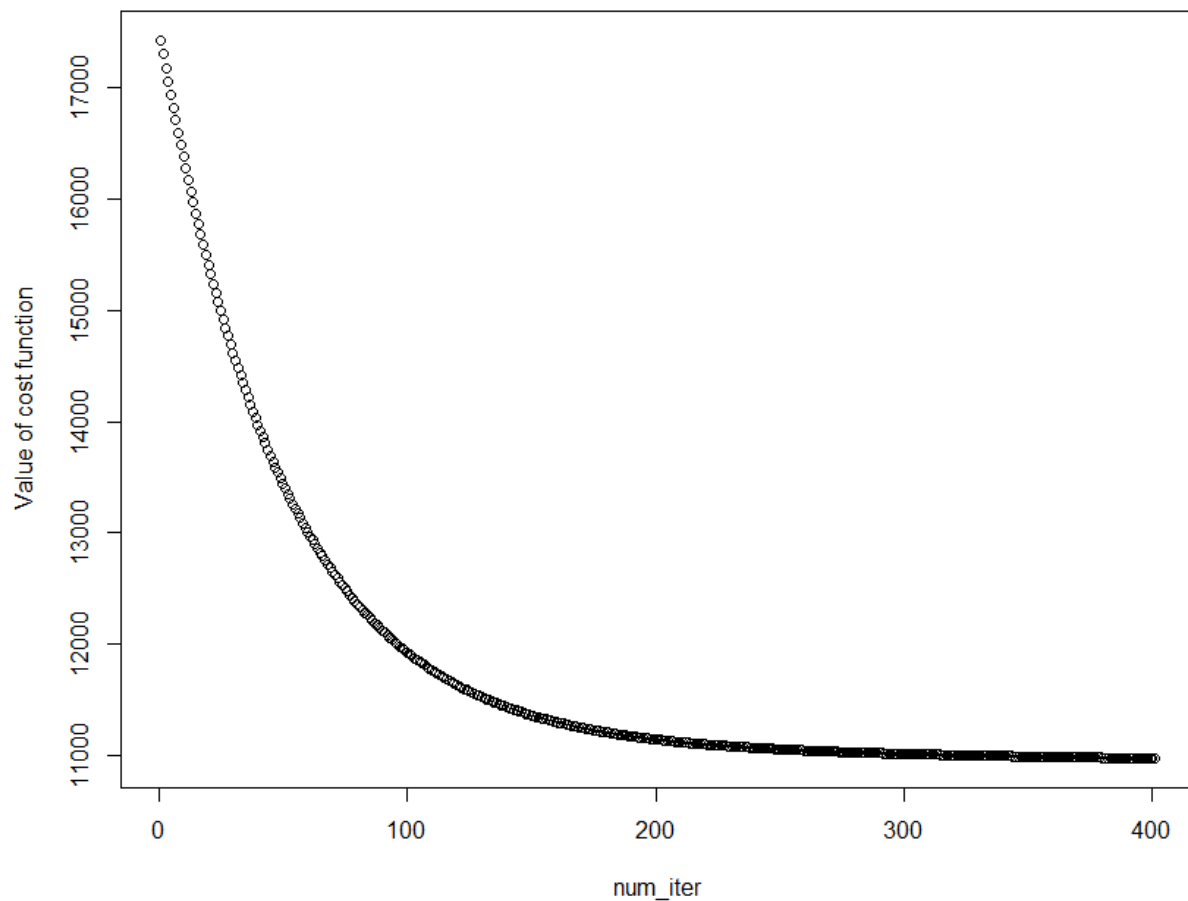
> for (i in c(2:401)){
+   delta = (colSums((as.vector(x_norm%%theta - y))*x_norm))/m
+   delta_transpose = as.matrix(delta)
+   theta = theta - (alpha*delta_transpose)
+   j_vals[i] = (sum((x_norm%%theta - y)^2))/(2*m)
+ }

> theta
      [,1]
x_zero    110.545011
area_type_nor -10.084483
bath_nor     9.187752
balcony_nor  14.496869
bedroom_nor   7.200320
total_sqfts_nor 8.048063

> j_vals = as.vector(j_vals)
> plot(j_vals,xlab = 'num_iter',ylab = 'value of cost function',
+ main = 'Convergence Graph for Gradient descent')

```

Convergence Graph for Gradient descent



Predicting the prices for test data:

#Loading test data to predict the prices

```
> prices_test = read.csv(file.choose())
```

#checking the dimension of test data

```
> dim(prices_test)
```

```
[1] 1480    9
```

#looking top 5 rows

```
> head(prices_test,5)
```

	area_type	availability	location	size	society	total_sqft	bath	balcony	price
1	Super built-up	Area Ready To Move	Brookefield	2 BHK	Roeekbl	1225	2	2	NA
2	Plot	Area Ready To Move	Akshaya Nagar	9 Bedroom		2400	9	2	NA
3	Plot	Area 18-Apr	Hennur Road	4 Bedroom	Saandtt	1650	5	2	NA
4	Super built-up	Area Ready To Move	Kodichikkanahalli	3 BHK	winerri	1322	3	1	NA
5	Super built-up	Area Ready To Move	Konanakunte	2 BHK	Amagesa	1161	2	1	NA

#Data Cleaning

```
> summary(prices_test)
```

#Predictors/features matrix

```
> x_test = prices_test[,c(1:8)]
```

```
> x_test$area_type = as.numeric(x_test$area_type)
```

```
> x_test$bedroom = 0
```

```
> for (i in c(1:1480)){
```

```
+ x_test$bedroom[i] = as.numeric(strsplit(as.character(x_test$size)," ")[[i]]
```

```
[1])
```

```
+ }
```

#removing size column as it is no longer needed as it is replaced by bedroom column

```
> x_test = x_test[,-4]
```

```
> mu_bedroom_test = mean(x_test$bedroom, na.rm = TRUE)
```

```
> x_test$bedroom[is.na(x_test$bedroom)] = mu_bedroom_test
```

```
> mu_bath_test = mean(x_test$bath, na.rm = TRUE)
```

```
> x_test$bath[is.na(x_test$bath)] = mu_bath_test
```

```
> mu_balcony_test = mean(x_test$balcony, na.rm = TRUE)
```

```
> x_test$balcony[is.na(x_test$balcony)] = mu_balcony_test
```

```
> x_test$total_sqfts = 0
```

```
> for (i in c(1:1480)){
```

```
+ x_test$total_sqfts[i] = mean(as.numeric(strsplit(as.character(x_test$total_
```

```
sqft),"-")[[i]]))
```

```
+ }
```

```
> x_test = x_test[,-5]
```

```
> mu_total_sqfts_test = mean(x_test$total_sqfts, na.rm = TRUE)
```

```
> x_test$total_sqfts[is.na(x_test$total_sqfts)] = mu_total_sqfts_test
```

#Feature Scaling for test data

#Normalizing the features

```
> area_type_nor_test = (x_test$area_type - mu_area_type)/ran_area_type
> bath_nor_test = (x_test$bath - mu_bath)/ran_bath
> balcony_nor_test = (x_test$balcony - mu_balcony)/ran_balcony
> bedroom_nor_test = (x_test$bedroom - mu_bedroom)/ran_bedroom
> total_sqfts_nor_test = (x_test$total_sqfts - mu_total_sqfts)/ran_total_sqfts
> x_zero_test = 1
> x_norm_test = data.frame(x_zero_test, area_type_nor_test, bath_nor_test, balcony_nor_test, bedroom_nor_test, total_sqfts_nor_test)

> predicted_price = as.matrix(x_norm_test)%*%theta
> predicted_price = as.vector(predicted_price)

> write.csv(predicted_price, "./house_price.csv", row.names = FALSE)
```