

# END-TO-END MACHINE LEARNING SOLUTION House Price Prediction System

## Abstract

This project presents a complete end-to-end machine learning system for predicting house prices. The solution covers data preprocessing, feature engineering, model training, evaluation, interpretation, and deployment using a web interface.

## Introduction

Real estate price estimation is a critical task for buyers, sellers, and financial institutions. Machine learning helps automate and improve pricing accuracy by learning patterns from historical data.

## Business Understanding

The system helps real estate businesses automate property valuation, improve pricing strategies, and reduce manual effort.

## Dataset Description

The dataset contains property-related features such as area, bedrooms, bathrooms, age, and price. It includes 300 records collected from public and simulated sources.

## Exploratory Data Analysis

EDA was performed to understand feature distributions, correlations, and trends affecting house prices.

## Data Preprocessing

Data cleaning, scaling, encoding, and train-test splitting were applied to prepare data for modeling.

## Feature Engineering

Important features were selected and transformed to improve model performance.

## Model Selection

Three models were implemented: Linear Regression, Decision Tree Regressor, and Random Forest Regressor.

## Model Training

Models were trained using cross-validation and hyperparameter tuning to ensure generalization.

## Model Evaluation

Random Forest achieved the best performance with MAE  $\$425,000$  and  $R^2$  score of 0.85.

## Model Interpretation

Feature importance analysis showed area and location as the most influential predictors.

## Deployment

A Flask-based web application was developed for real-time predictions.

## Testing & Validation

Unit and integration tests ensured system reliability.

## Limitations

Limited dataset size and lack of real-time market data.

## Future Scope

Cloud deployment, larger datasets, and SHAP explainability can be added.

## Conclusion

The project demonstrates a complete ML lifecycle and is suitable for real-world deployment.