

Real Estate Prediction Model

By Hakeem Lawrence

Dataset link: <https://www.kaggle.com/code/shreayan98c/boston-house-price-prediction/data>

Importing Modules

```
In [1]: import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.model_selection import train_test_split
from xgboost import XGBRegressor
from sklearn import metrics
```

Importing the dataset

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

```
Out[2]:
```

	0.00632	18	2.31	0	0.538	6.575	65.2	4.09	1	296	15.3	396.9	4.98	24
0	0.02731	0.0	7.07	0	0.469	6.421	78.9	4.9671	2	242	17.8	396.90	9.14	21.6
1	0.02729	0.0	7.07	0	0.469	7.185	61.1	4.9671	2	242	17.8	392.83	4.03	34.7
2	0.03237	0.0	2.18	0	0.458	6.998	45.8	6.0622	3	222	18.7	394.63	2.94	33.4
3	0.06905	0.0	2.18	0	0.458	7.147	54.2	6.0622	3	222	18.7	396.90	5.33	36.2
4	0.02985	0.0	2.18	0	0.458	6.430	58.7	6.0622	3	222	18.7	394.12	5.21	28.7

Turning header row into first row

```
In [3]: housing = pd.concat([housing.columns.to_frame().T, housing], ignore_index=True)
```

Replacing column names with acronyms from data dictionary

```
In [4]: housing.columns = ['CRIM', 'ZN', 'INDUS', 'CHAS', 'NOX', 'RM', 'AGE', 'DIS', 'RAD', 'TAX', 'PTRAT
```

```
In [5]: housing.head()
```

```
Out[5]:
```

	CRIM	ZN	INDUS	CHAS	NOX	RM	AGE	DIS	RAD	TAX	PTRATIO	B	LSTAT	Target Price
0	0.00632	18	2.31	0	0.538	6.575	65.2	4.09	1	296	15.3	396.9	4.98	24
1	0.02731	0.0	7.07	0	0.469	6.421	78.9	4.9671	2	242	17.8	396.9	9.14	21.6
2	0.02729	0.0	7.07	0	0.469	7.185	61.1	4.9671	2	242	17.8	392.83	4.03	34.7
3	0.03237	0.0	2.18	0	0.458	6.998	45.8	6.0622	3	222	18.7	394.63	2.94	33.4
4	0.06905	0.0	2.18	0	0.458	7.147	54.2	6.0622	3	222	18.7	396.9	5.33	36.2

Checking for missing values and duplicated rows

```
In [6]: housing.isna().sum().sum()
```

```
Out[6]: 0
```

```
In [7]: housing.duplicated().sum()
```

```
Out[7]: 0
```

```
In [8]: housing.shape
```

```
Out[8]: (506, 14)
```

Inspecting the dataframe

```
In [9]: housing.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 506 entries, 0 to 505
Data columns (total 14 columns):
#   Column          Non-Null Count  Dtype
---  -
0   CRIM            506 non-null   object
1   ZN              506 non-null   object
2   INDUS           506 non-null   object
3   CHAS            506 non-null   object
4   NOX             506 non-null   object
5   RM              506 non-null   object
6   AGE            506 non-null   object
7   DIS            506 non-null   object
8   RAD            506 non-null   object
9   TAX            506 non-null   object
10  PTRATIO         506 non-null   object
11  B              506 non-null   object
12  LSTAT          506 non-null   object
13  Target Price    506 non-null   object
dtypes: object(14)
memory usage: 55.5+ KB
```

Changing object datatypes to floats

```
In [11]: housing = housing.astype(float)
```

```
In [13]: housing.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 506 entries, 0 to 505
Data columns (total 14 columns):
#   Column          Non-Null Count  Dtype
---  -
0   CRIM            506 non-null   float64
1   ZN              506 non-null   float64
2   INDUS           506 non-null   float64
3   CHAS            506 non-null   float64
4   NOX             506 non-null   float64
5   RM              506 non-null   float64
6   AGE            506 non-null   float64
7   DIS            506 non-null   float64
8   RAD            506 non-null   float64
```

```
9    TAX      506 non-null    float64
10   PTRATIO  506 non-null    float64
11   B        506 non-null    float64
12   LSTAT    506 non-null    float64
13   Target Price 506 non-null    float64
dtypes: float64(14)
memory usage: 55.5 KB
```

Running descriptive statistics on the dataframe

```
In [14]: housing.describe()
```

```
Out[14]:
```

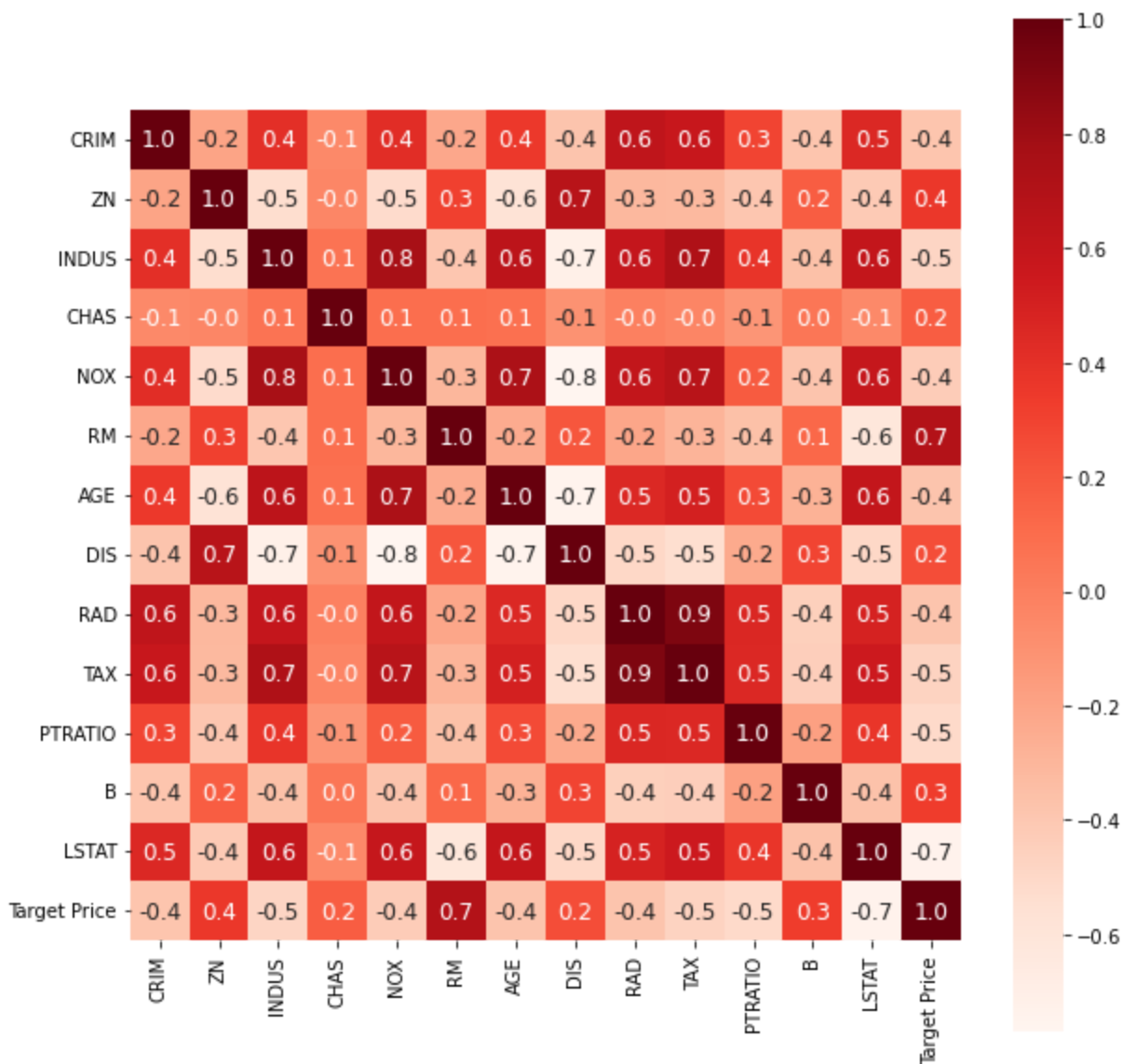
	CRIM	ZN	INDUS	CHAS	NOX	RM	AGE	DIS	RAD
count	506.000000	506.000000	506.000000	506.000000	506.000000	506.000000	506.000000	506.000000	506.000000
mean	3.613524	11.363636	11.136779	0.069170	0.554695	6.284634	68.574901	3.795043	9.549407
std	8.601545	23.322453	6.860353	0.253994	0.115878	0.702617	28.148861	2.105710	8.707259
min	0.006320	0.000000	0.460000	0.000000	0.385000	3.561000	2.900000	1.129600	1.000000
25%	0.082045	0.000000	5.190000	0.000000	0.449000	5.885500	45.025000	2.100175	4.000000
50%	0.256510	0.000000	9.690000	0.000000	0.538000	6.208500	77.500000	3.207450	5.000000
75%	3.677083	12.500000	18.100000	0.000000	0.624000	6.623500	94.075000	5.188425	24.000000
max	88.976200	100.000000	27.740000	1.000000	0.871000	8.780000	100.000000	12.126500	24.000000

Understanding Correlation between variables

```
In [15]: correlation = housing.corr()
```

```
In [19]: plt.figure(figsize = (10,10))
sns.heatmap(correlation, cbar=True, square=True, fmt='.1f', annot=True, annot_kws={'size
```

```
Out[19]: <AxesSubplot:>
```



Creating data model

```
In [22]: X = housing.drop(['Target Price'], axis=1)
Y = housing['Target Price']

# print(X)
# print(Y)
```

```
In [23]: X_train, X_test, Y_train, Y_test = train_test_split(X, Y, test_size = 0.2, random_state
```

```
In [24]: print(X.shape, X_train.shape, X_test.shape)

(506, 13) (404, 13) (102, 13)
```

Training the model

```
In [30]: model = XGBRegressor()
model.fit(X_train, Y_train)
```

Out[30]:

```
XGBRegressor
XGBRegressor(base_score=0.5, booster='gbtree', callbacks=None,
              colsample_bylevel=1, colsample_bynode=1, colsample_bytree=1,
              early_stopping_rounds=None, enable_categorical=False,
              eval_metric=None, gamma=0, gpu_id=-1, grow_policy='depthwise',
              importance_type=None, interaction_constraints='',
              learning_rate=0.300000012, max_bin=256, max_cat_to_onehot=4,
              max_delta_step=0, max_depth=6, max_leaves=0, min_child_weight=1,
              missing=nan, monotone_constraints='()', n_estimators=100, n_jobs=0,
              num_parallel_tree=1, predictor='auto', random_state=0, reg_alpha=0,
              reg_lambda=1, ...)
```

Prediction for training data

```
In [32]: train_data_predict = model.predict(X_train)
```

```
In [34]: print(train_data_predict) #values are in thousands
```

```
[23.147501  20.99463  20.090284  34.69053  13.903663  13.510157
 21.998634  15.1940975 10.899711  22.709627  13.832816  5.592794
 29.810236  49.99096  34.89215  20.607384  23.351097  19.23555
 32.695698  19.641418  26.991022  8.401829  46.00729  21.708961
 27.062933  19.321356  19.288303  24.809872  22.61626  31.70493
 18.542515  8.697379  17.395294  23.700663  13.304856  10.492197
 12.688369  25.016556  19.67495  14.902088  24.193798  25.007143
 14.900281  16.995798  15.6009035 12.699232  24.51537  14.999952
 50.00104  17.525454  21.184624  31.998049  15.613355  22.89754
 19.325378  18.717896  23.301125  37.222923  30.09486  33.102703
 21.00072  49.999332  13.405827  5.0280113 16.492886  8.405072
 28.64328  19.499939  20.586452  45.402164  39.79833  33.407326
 19.83506  33.406372  25.271482  50.001534  12.521657  17.457413
 18.61758  22.602625  50.002117  23.801117  23.317268  23.087355
 41.700035  16.119293  31.620516  36.069206  7.0022025 20.3827
 19.996452  11.986318  25.023014  49.970123  37.881588  23.123034
 41.292133  17.596548  16.305374  30.034231  22.860699  19.810343
 17.098848  18.898268  18.96717  22.606049  23.141363  33.183487
 15.010934  11.693824  18.78828  20.80524  17.99983  19.68991
 50.00332  17.207317  16.404053  17.520426  14.593481  33.110855
 14.508482  43.821655  34.939106  20.381636  14.655634  8.094332
 11.7662115 11.846876  18.69599  6.314154  23.983706  13.084503
 19.603905  49.989143  22.300608  18.930315  31.197134  20.69645
 32.21111  36.15102  14.240763  15.698188  49.99381  20.423601
 16.184978  13.409128  50.01321  31.602146  12.271495  19.219482
 29.794909  31.536846  22.798779  10.189648  24.08648  23.710463
 21.991894  13.802495  28.420696  33.181534  13.105958  18.988266
 26.576572  36.967175  30.794083  22.77071  10.201246  22.213818
 24.483162  36.178806  23.09194  20.097307  19.470194  10.786644
 22.671095  19.502405  20.109184  9.611871  42.799637  48.794792
 13.097208  20.28583  24.793974  14.110478  21.701134  22.217012
 33.003544  21.11041  25.00658  19.122992  32.398567  13.605098
 15.1145315 23.088867  27.474783  19.364998  26.487135  27.499458
 28.697094  21.21718  18.703201  26.775208  14.010719  21.692347
 18.372562  43.11582  29.081839  20.289959  23.680176  18.308306
 17.204844  18.320065  24.393475  26.396057  19.094141  13.3019905
 22.15311  22.185797  8.516214  18.894428  21.792608  19.331121
 18.197924  7.5006843 22.406403  20.004215  14.412416  22.503702
 28.53306  21.591028  13.810223  20.497831  21.898977  23.104464
 49.99585  16.242056  30.294561  50.001595  17.771557  19.053703
 10.399217  20.378187  16.49973  17.183376  16.70228  19.495337
 30.507633  28.98067  19.528809  23.148346  24.391027  9.521643
 23.886024  49.995125  21.167099  22.597813  19.965279  13.4072275]
```

19.948694	17.087479	12.738807	23.00453	15.222122	20.604322
26.207253	18.09243	24.090246	14.105	21.689667	20.08065
25.010437	27.874954	22.92366	18.509727	22.190847	24.004797
14.788686	19.89675	24.39812	17.796036	24.556297	31.970308
17.774675	23.356768	16.134794	13.009915	10.98219	24.28906
15.56895	35.209793	19.605724	42.301712	8.797891	24.400295
14.086652	15.408639	17.301126	22.127419	23.09363	44.79579
17.776684	31.50014	22.835577	16.888603	23.925127	12.097476
38.685944	21.388391	15.98878	23.912495	11.909485	24.960499
7.2018585	24.696215	18.201897	22.489008	23.03332	24.260433
17.101519	17.805563	13.493165	27.105328	13.311978	21.913465
20.00738	15.405392	16.595737	22.301016	24.708412	21.422579
22.878702	29.606575	21.877811	19.900253	29.605219	23.407152
13.781474	24.454706	11.897682	7.2203646	20.521074	9.725295
48.30087	25.19501	11.688618	17.404732	14.480284	28.618876
19.397131	22.468653	7.0117908	20.602013	22.970919	19.719397
23.693787	25.048244	27.977154	13.393578	14.513882	20.309145
19.306028	24.095829	14.894031	26.382381	33.298378	23.61644
24.591206	18.514652	20.900269	10.406055	23.303423	13.092017
24.675085	22.582184	20.502762	16.820635	10.220605	33.81239
18.608067	49.999187	23.775583	23.909609	21.192276	18.805798
8.502987	21.50807	23.204473	21.012218	16.611097	28.100965
21.193024	28.419638	14.294126	49.99958	30.988504	24.991066
21.433628	18.975573	28.991457	15.206939	22.817244	21.765755
19.915497	23.7961				

```
In [41]: #R squared error

score_1 = metrics.r2_score(Y_train, train_data_predict)

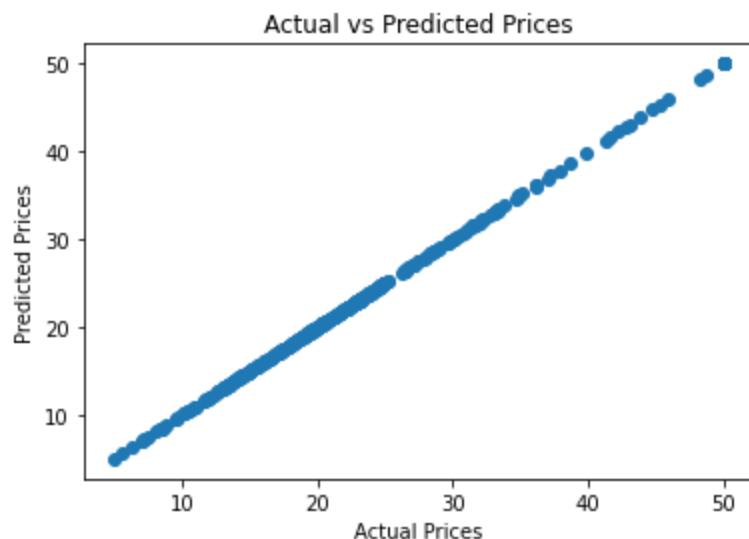
# Mean Absolute Error

score_2 = metrics.mean_absolute_error(Y_train, train_data_predict)

print('R squared error:', score_1, '\n', 'Mean Absolute Error:', score_2)
```

R squared error: 0.9999948236320982
Mean Absolute Error: 0.0145848437110976

```
In [46]: plt.scatter(Y_train, train_data_predict)
plt.xlabel("Actual Prices")
plt.ylabel('Predicted Prices')
plt.title('Actual vs Predicted Prices')
plt.show()
```



Predictions for test data

```
In [44]: test_data_predict = model.predict(X_test)
```

```
In [45]: score_1 = metrics.r2_score(Y_test, test_data_predict)

# Mean Absolute Error

score_2 = metrics.mean_absolute_error(Y_test, test_data_predict)

print('R squared error:', score_1, '\n', 'Mean Absolute Error:', score_2)
```

```
R squared error: 0.8711660369151691
```

```
Mean Absolute Error: 2.2834744154238233
```