# Nulogy\_DataScience\_Pricing\_Assignment

### August 22, 2019

#### 0.1 Instructions

- Please complete the following assignment using (preferrably) Python. I am using Python 3.7
   v.
- If you feel like you have the time and skill set to complete all 2 exercises, feel free to do so.
- Please push the assignment onto a free, publicly available repository for review (e.g. GitHub or Gitlab).
- You are free to use any open source library or package to complete the exercises.

### 0.2 Assumptions

- Since there is no one 'price' column in the formulation of the problem + dataset, I am defining the 'price' target variable as being the mean of amountMin and amountMax prices, both converted to USD. ~0.03% of rows in the dataset have amountMin!= amountMax, therefore it was a reasonable assumption to make. i.e. we are assuming that the bias introduced by the currency conversion of the price is negligeable. Furthermore, I left the currency column in the model as an categorical variable to see if it has much feature importance on the target variable, price.
- Assuming that each row represents a product-price\_range per set of listing URLs: more
  explicitly each row represents a range of prices, captured by prices.amountMin and
  prices.amountMax, which were each seen on the prices.sourceURLs of that row (there may
  be multiple sources on which those prices were seen).

### 1 Introduction

Given the time constraint of this assignment, the focus of this exercise was on using a simple but reliable model to generate a reasonably good performance (using MSE, RMSE, R2 as my evaluation metric(s)) and comparing it to a more complex supervised learning model. The accuracy of the model saw the greatest improvement by developing the "Data Cleaning", "Feature Engineering" and "Model Implementation" sections.

This notebook outlines the following components of my analysis:

- 1) Read Data
- 2) Data Cleaning
- 3) Feature Engineering
- 4) EDA

```
5) Benchmarking
6) Model Implementation (LightGBM)
7) Future Improvements
In [1]: # import libraries required for analysis
        import os
        import sys
        import pandas as pd
        import numpy as np
        import matplotlib.pyplot as plt
        import seaborn as sns
        import math
        import datetime as dt
        from dateutil.relativedelta import relativedelta
        import tldextract as tldextract
        # from currency_converter import CurrencyConverter
        import category_encoders as ce
        from sklearn.preprocessing import MinMaxScaler
        from sklearn.model_selection import train_test_split
        from sklearn.model_selection import GridSearchCV
        from sklearn.metrics import confusion_matrix
        from imblearn.over_sampling import SMOTE
        from bayes_opt import BayesianOptimization
        from sklearn import metrics
        from sklearn.model_selection import KFold
        from sklearn.decomposition import PCA
        from sklearn.linear_model import LinearRegression
```

import lightgbm as lgb

/anaconda3/lib/python3.7/site-packages/lightgbm/\_\_init\_\_.py:46: UserWarning: Starting from very This means that in case of installing LightGBM from PyPI via the ``pip install lightgbm`` common Instead of that, you need to install the OpenMP library, which is required for running LightGBM You can install the OpenMP library by the following command: ``brew install libomp``.

"You can install the OpenMP library by the following command: ``brew install libomp``.", Use:

### 2 1. Read Data

3

NaN

• Investigate problematic rows at import (hypothesizing that it's JSON column foratting interfering with column splitting).

```
In [3]: # limits # of rows to read (None to read entire dataset)
        nRowsRead = None
        data = pd.read_csv('product_data_schema.csv', nrows = nRowsRead, low_memory = False,
                            error_bad_lines = False)
        print('Dataset dimensions:', data.shape)
        data.head()
Dataset dimensions: (19387, 48)
Out [3]:
                              id asins
                                                        brand \
                                                        Josmo
           AVpfHrJ6ilAPnD_xVXOI
                                   {\tt NaN}
        1
          AVpfHrJ6ilAPnD_xVXOI
                                   NaN
                                                        Josmo
        2 AVpfHsWP1cnluZ0-eVZ7
                                        SERVUS BY HONEYWELL
                                   {\tt NaN}
        3 AVpfHsWP1cnluZ0-eVZ7
                                         SERVUS BY HONEYWELL
                                   {\tt NaN}
        4 AVpfHsWP1cnluZ0-eVZ7
                                   NaN
                                         SERVUS BY HONEYWELL
                                             categories colors
                                                                 count
          Clothing, Shoes, Men's Shoes, All Men's Shoes
        0
                                                            NaN
                                                                   NaN
          Clothing, Shoes, Men's Shoes, All Men's Shoes
        1
                                                            NaN
                                                                   NaN
        2 All Men's Shoes, Shoes, Men's Shoes, Clothing
                                                            NaN
                                                                   NaN
        3 All Men's Shoes, Shoes, Men's Shoes, Clothing
                                                            NaN
                                                                   NaN
        4 All Men's Shoes, Shoes, Men's Shoes, Clothing
                                                            NaN
                                                                   NaN
                                            dateUpdated
                       dateAdded
           2016-11-07T00:45:12Z 2016-11-07T00:45:12Z
        0
          2016-11-07T00:45:12Z
                                  2016-11-07T00:45:12Z
        1
        2 2016-06-14T04:29:57Z 2016-07-09T20:26:48Z
        3 2016-06-14T04:29:57Z 2016-07-09T20:26:48Z
        4 2016-06-14T04:29:57Z 2016-07-09T20:26:48Z
                                                  descriptions dimension
           [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
        0
                                                                      NaN
           [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
        1
                                                                      {\tt NaN}
          [{"dateSeen":["2016-07-09T20:26:48Z"],"sourceU...
                                                                      {\tt NaN}
          [{"dateSeen":["2016-07-09T20:26:48Z"],"sourceU...
                                                                      {\tt NaN}
           [{"dateSeen":["2016-07-09T20:26:48Z"], "sourceU...
                                                                      {	t NaN}
          prices.warranty quantities reviews sizes
                                                        skus
        0
                       NaN
                                  NaN
                                            NaN
                                                  NaN
                                                         NaN
        1
                       NaN
                                  NaN
                                            NaN
                                                  NaN
                                                         NaN
        2
                       NaN
                                  {\tt NaN}
                                            NaN
                                                  NaN
                                                         NaN
```

NaN

 ${\tt NaN}$ 

NaN

NaN

```
4
              NaN
                         NaN
                                   NaN
                                         NaN
                                               NaN
                                           sourceURLs
                                                                 upc vin \
 https://www.walmart.com/ip/Josmo-8190-Plain-In...
                                                       699302044036 NaN
  https://www.walmart.com/ip/Josmo-8190-Plain-In...
                                                       699302044036 NaN
  http://www.walmart.com/ip/Studs-Shoe-Large-Pr-...
                                                                 NaN NaN
  http://www.walmart.com/ip/Studs-Shoe-Large-Pr-...
                                                                 NaN NaN
  http://www.walmart.com/ip/Studs-Shoe-Large-Pr-...
                                                                 NaN NaN
  websiteIDs weight
0
                NaN
         NaN
1
                NaN
         NaN
2
         NaN
                NaN
3
         NaN
                NaN
4
         NaN
                NaN
```

[5 rows x 48 columns]

# 3 2. Data Cleaning

### 3.0.1 Data Type and Missing Data Cleaning

In [4]: data.dtypes

Out[4]:	id	object
	asins	object
	brand	object
	categories	object
	colors	object
	count	float64
	dateAdded	object
	dateUpdated	object
	descriptions	object
	dimension	object
	ean	object
	features	object
	flavors	float64
	imageURLs	object
	isbn	float64
	keys	object
	manufacturer	object
	manufacturerNumber	object
	merchants	object
	name	object
	<pre>prices.amountMin</pre>	float64
	<pre>prices.amountMax</pre>	float64
	<pre>prices.availability</pre>	object
	prices.color	object

```
object
prices.condition
prices.count
                         object
prices.currency
                         object
prices.dateAdded
                         object
                         object
prices.dateSeen
                         object
prices.flavor
prices.isSale
                         object
prices.merchant
                         object
prices.offer
                         object
prices.returnPolicy
                         object
prices.shipping
                         object
prices.size
                         object
prices.source
                        float64
prices.sourceURLs
                         object
prices.warranty
                        float64
                        float64
quantities
reviews
                         object
sizes
                         object
                         object
skus
sourceURLs
                         object
upc
                         object
                        float64
vin
websiteIDs
                        float64
weight
                         object
dtype: object
```

First, start by verifying if there are any duplicated rows in the data and remove them:

Remove non-ASCII char entries from dataset:

Find columns with no data (i.e. number of missing values == number of rows of dataset) and remove them:

```
In [7]: # find columns with entirely missing data
    null_sums_per_col = data.isna().sum()
    null_columns = list(null_sums_per_col[null_sums_per_col == data.shape[0]].index)
    print(null_columns)
```

```
['count', 'flavors', 'isbn', 'prices.source', 'prices.warranty', 'quantities', 'vin', 'website
In [8]: # remove these null columns from the dataset
        data1 = data.drop(null_columns, 'columns')
        print(data1.shape)
(19383, 40)
  Determine how much data (quantity and proportion) is missing per column:
In [9]: # print quantity/ratio of missing values
        missing_data_metrics = {'missing_quantity': data1.isnull().sum(),
            'missing_ratio': data1.isnull().sum() * 100 / len(data1)}
        missing_data_metrics_df = pd.DataFrame(data = missing_data_metrics)
        print(missing_data_metrics_df.sort_values(by = ['missing_ratio'], ascending = False))
                     missing_quantity missing_ratio
                                 19371
                                            99.938090
prices.count
prices.flavor
                                 19356
                                            99.860703
prices.availability
                                 19314
                                            99.644018
prices.size
                                 18730
                                            96.631068
prices.color
                                 18610
                                            96.011969
weight
                                 18526
                                            95.578600
prices.returnPolicy
                                            94.711861
                                 18358
reviews
                                 17709
                                            91.363566
asins
                                 16815
                                            86.751277
                                 16369
                                            84.450291
dimension
                                 13682
                                            70.587628
prices.shipping
sizes
                                 13391
                                            69.086313
                                 13329
                                            68.766445
prices.offer
manufacturer
                                 12684
                                            65.438787
                                            54.877986
skus
                                 10637
descriptions
                                  9493
                                            48.975907
ean
                                  9381
                                            48.398081
                                  8605
                                            44.394573
upc
colors
                                  8366
                                            43.161533
                                  6735
                                            34.746943
prices.condition
                                  5542
prices.merchant
                                            28.592065
features
                                  5415
                                            27.936852
merchants
                                  5346
                                            27.580870
                                  4213
                                            21.735541
manufacturerNumber
imageURLs
                                  1072
                                             5.530620
                                   258
                                             1.331063
brand
prices.amountMax
                                    52
                                             0.268276
prices.dateSeen
                                    52
                                             0.268276
                                    52
                                             0.268276
prices.isSale
```

```
46
                                               0.237321
prices.sourceURLs
                                     32
sourceURLs
                                               0.165093
                                     27
                                               0.139297
keys
dateUpdated
                                     27
                                               0.139297
prices.amountMin
                                     25
                                               0.128979
prices.dateAdded
                                     25
                                               0.128979
prices.currency
                                     11
                                               0.056751
categories
                                      0
                                               0.000000
dateAdded
                                      0
                                               0.00000
name
                                      0
                                               0.000000
                                      0
                                               0.00000
id
```

```
In [10]: f'There are {len(missing_data_metrics_df[missing_data_metrics_df.missing_ratio >= 45]
Out[10]: 'There are 17 of 40 features missing 45% or more of their data.'
```

Many of these columns (including some of the ones with less missing data) will likely end up being dropped from the analysis in the interest of time. See 'Future Improvements' for further analysis that could be done to some of said columns given additional time.

Unisex Adults

Men, Women

#### 3.0.2 Gender

Filter out any Female Gender products erroneously in the data (given we want only Men's Shoe Prices). - By assumption, we will keep the Unisex products.

```
In [12]: data1['gender'] = data1.features.str.split(pat='"key":"Gender","value":\["',expand=Tr
         data1['gender'] = data1['gender'].str.replace("'","")
         data1['gender'] = data1['gender'].str.replace('"','')
         data1['gender'] = data1['gender'].str.strip()
         data1['gender'].value_counts()
Out[12]: Men
                                  7520
         Unisex
                                  1144
         Boys
                                   144
         Male
                                   142
         Women
                                   105
         Mens
                                   102
         Girls
                                    71
         Women, Men
                                    15
         Male, Men
                                    11
         Men, Unisex
                                    11
```

10

9

```
Men, Mens
                                      8
                                      7
         Men,Boys
                                      7
         Adult Unisex
         Unisex, Mens, Womens
                                      6
         Women, Men
                                      6
         Men / Women
                                      5
         Female
                                      4
         Mens, Womens, Unisex
                                      4
         Boys, Men
                                      3
         Men, Adult Unisex
                                      3
                                      3
         Male, Mens
                                      2
         Men, mens
                                      2
         Unisex Adult
                                      2
         Womens
         Women, Unisex
                                      1
         Mens Womens
                                      1
         Does not apply
                                      1
         Name: gender, dtype: int64
In [13]: # remove rows that are not Mens, Boys or Unisex
         data1 = data1.loc[(data1.gender!='Womens') & (data1.gender!='Girls') & (data1.gender!=
         print(data1.shape)
(19201, 41)
In [14]: # map to fewer encodings based on description
         gender_map = {
              'Male':'Men',
              'Mens':'Men',
              'Women , Men':'Unisex',
              'Men, Unisex': 'Unisex',
              'Male, Men': 'Men',
              'Unisex Adults':'Unisex',
              'Men, Women': 'Unisex',
              'Men, Mens': 'Men',
              'Men,Boys':'Men',
              'Adult Unisex':'Unisex',
              'Unisex, Mens, Womens':'Unisex',
              'Women, Men': 'Unisex',
              'Men / Women': 'Unisex',
              'Mens, Womens, Unisex': 'Unisex',
              'Men, Adult Unisex': 'Unisex',
              'Male, Mens': 'Men',
              'Boys, Men': 'Men',
              'Men,mens':'Men',
              'Unisex Adult':'Unisex',
              'Mens Womens':'Unisex',
```

```
'Women,Unisex':'Unisex'
}
data1['gender'] = data1['gender'].replace(gender_map)
# upon inspection, remove since *not* men's shoes
index = data1['gender'] == 'Does not apply'
data1 = data1[-index]
```

### 3.0.3 Categories

Sanity-check that the data contains 'Shoes' in Categories (and not other Category products).

### 3.0.4 isSale Flag

Upon close inspection, this flag does accurately show whether a particular line price has been discounted or not. We will simply encode the binary feature. Since the percentage of missing values for prices.isSale col is small, we will impute the missing values with the categorical mode (notably, isSale = False).

```
'prices.color', 'prices.condition', 'prices.count', 'prices.currency',
'prices.dateAdded', 'prices.dateSeen', 'prices.flavor',
'prices.merchant', 'prices.offer', 'prices.returnPolicy',
'prices.shipping', 'prices.size', 'prices.sourceURLs', 'reviews',
'sizes', 'skus', 'sourceURLs', 'upc', 'weight', 'gender', 'isSale'],
dtype='object')
```

#### 3.0.5 Date Features

- Convert any date-time columns to appropriate date-time type.
- Extract Month and Year from Date variables of interest; in particular, prices.dateSeen. Remove rows with missing dates considered using an average date between min and max, but formatting errors exist in other rows for these data points (i.e. safer to remove them).

```
In [19]: # remove NA prices.dateSeen rows and rename 'dateSeen' col with it
         index = data1['prices.dateSeen'].isna()
         data1 = data1[-index]
         data1 = data1.drop(['dateAdded','dateUpdated','prices.dateAdded'],'columns')
         data1['dateSeen'] = data1['prices.dateSeen']
         data1 = data1.drop(['prices.dateSeen'],'columns')
         data1.columns
Out[19]: Index(['id', 'asins', 'brand', 'categories', 'colors', 'descriptions',
                'dimension', 'ean', 'features', 'imageURLs', 'keys', 'manufacturer',
                'manufacturerNumber', 'merchants', 'name', 'prices.amountMin',
                'prices.amountMax', 'prices.availability', 'prices.color',
                'prices.condition', 'prices.count', 'prices.currency', 'prices.flavor',
                'prices.merchant', 'prices.offer', 'prices.returnPolicy',
                'prices.shipping', 'prices.size', 'prices.sourceURLs', 'reviews',
                'sizes', 'skus', 'sourceURLs', 'upc', 'weight', 'gender', 'isSale',
                'dateSeen'],
               dtype='object')
In [20]: # convert dateSeen to date-time format
         data1 = data1.assign(
             dateSeen = pd.to_datetime(pd.to_datetime(data1.dateSeen).dt.date)
         print(data1.shape)
(19148.38)
```

#### 3.0.6 Currency (cleaning)

Filter out erroneous currencies (it's imperative to have correct currencies for prices - desired target variable - to make sense).

```
In [21]: data1['prices.currency'].value_counts()
```

```
Out [21]: USD
                18379
         AUD
                  337
                   303
         CAD
         EUR
                   107
         GBP
                    22
         Name: prices.currency, dtype: int64
In [22]: curr = list(['USD','AUD','CAD','GBP','EUR'])
         data1 = data1[data1['prices.currency'].isin(curr)]
         print(data1.shape)
         data1['prices.currency'].value_counts()
(19148, 38)
Out [22]: USD
                18379
                   337
         AUD
         CAD
                   303
         EUR.
                   107
         GBP
                   22
         Name: prices.currency, dtype: int64
```

### **3.0.7** Brands

• This could potentially be made more intelligent using techniques like fuzzy string matching, but in the interest of time, I made a map for the cases I could detect visually.

```
In [23]: data1['brand'] = data1['brand'].str.strip().str.lower()
         data1['brand'].value_counts().sort_values(ascending=False)
Out[23]: nike
                                          1763
         ralph lauren
                                           700
         puma
                                           651
         vans
                                           386
         new balance
                                           364
         reebok
                                           271
         adidas
                                           255
         jordan
                                           193
         superior glove works
                                           187
         fuse lenses
                                           174
         fossa apparel
                                           174
         skechers
                                           164
                                           144
         converse
         dickies
                                           144
         unique bargains
                                           142
         unbranded
                                           140
         berne apparel
                                           126
         asics
                                           122
                                           120
         crocs
```

```
national safety apparel inc
                                          107
         under armour
                                          105
                                          103
         gameday boots
         carhartt
                                           99
         stacy adams
                                           98
         scully
                                           96
         georgia boot
                                           94
         carrera
                                           93
                                           92
         polo ralph lauren
         concepts sports
                                             1
         ridge footwear
                                             1
         greatlookz fashion
         hulkamania
                                             1
         tailian
                                             1
         jbw
                                             1
         under armour outerwear
                                             1
         deroyal
                                             1
         wood n stream
                                             1
         silver lilly
                                             1
         gitzo
                                             1
         onitsuka tiger by asics
                                             1
         e2 sport balance
                                             1
         emu
                                             1
         miko lotti
                                             1
         jed north
                                             1
         msa
         soda
         calcutta
                                             1
         carrera sole
                                             1
         adidas crazy1 kobe bb shoes
                                             1
         elastogel
                                             1
         navali
                                             1
         eros
         wilsons leather
                                             1
         akadema
         us toy
                                             1
         basics
                                             1
         shock doctor
                                             1
         earrings-midwestjewellery
         Name: brand, Length: 1805, dtype: int64
In [24]: # brand names to change (note: must be certain of brand mapping fixes)
         brand_map = {
             '3drose llc':'3drose',
             '3n2':'3n2 sports',
```

110108

kinco

toms

```
'3m (formerly aearo)':'3m',
'academie gear': 'academie',
'adidas outdoors':'adidas',
'adidas performance': 'adidas',
'adidas crazy1 kobe bb shoes':'adidas',
'adidas crazy 8 ny knicks': 'adidas',
'aearo':'3m',
'alexander mcqueen by puma': 'alexander mcqueen',
'alexanders costumes': 'alexanders',
'american eagle outfitters': 'american eagle',
'and 1': 'and1',
'augusta sportswear': 'augusta',
'baffin inc': 'baffin',
'berne apparel': 'berne',
'blackhawk!':'blackhawk',
'boss hugo boss': 'hugo boss',
'california costume':'california costumes',
'calvin klein jeans':'calvin klein',
'champ':'champion',
'cufflink aficionado':'cufflinks',
'cufflink inc':'cufflinks',
'dan post boots': 'dan post',
'dc shoes':'dc',
'diamondback fitness': 'diamondback',
'diesel black gold': 'diesel',
'dije california': 'dije',
'dolce e gabbana': 'dolce gabbana',
'dolce & gabbana': 'dolce gabbana',
'dr. martens air wair': 'dr. martens',
'dr. martens work': 'dr. martens',
'ellie shoes':'ellie',
'fitflop.':'fitflop',
'forever collectibles': 'forever collectible',
'fox outdoor products':'fox outdoor',
'franco american novelties':'franco',
'ganesha handicrafts': 'ganesha handicraft',
'ganeshahandicraft': 'ganesha handicraft',
"Ganesha Handicraft \", \"Clothing, Shoes & Accessories, Men's Accessories, Backpack
'gearonic tm': 'gearonic',
'generic': 'unbranded',
'generic / unbranded': 'unbranded',
'generic surplus': 'surplus',
'genuine dickies': 'dickies',
'georgia boot':'georgia',
'gifts infinity':'gifts',
'gola classics':'gola',
'handmadecart': 'handmadecraft',
'hao_bo': 'hao-bo',
```

```
'holloway sportswear': 'holloway',
"hot chilly's": 'hot chillys',
'hugo by hugo boss': 'hugo boss',
'incharacter costumes': 'incharacter',
'j`s awake':"j's awake",
'jewelrywe':'jewelryweb',
"joe's":'joes',
'justin boots':'justin',
'justin original work boots':'justin',
'justin original workboots':'justin',
'k- swiss':'k-swiss',
'kenneth cole new yor': 'kenneth cole',
'kenneth cole new york': 'kenneth cole',
'kenneth cole ny': 'kenneth cole',
'key apparel':'key',
'lacrosse footwear': 'lacrosse',
'lauren ralph lauren': 'ralph lauren',
'levi strauss & co.':'levis',
'levi strauss':'levis',
"levi's": 'levis',
"levy's": 'levis',
'magid glove and safety (industrial)': 'magid glove and safety',
'majestic glove': 'majestic',
'mancini leather goods': 'mancini leather',
'marc new york by andrew marc': 'marc new york',
'marc ny': 'marc new york',
'maui jim 142-10': 'maui jim',
'mg:dakota':'mg',
'mg:gn':'mg',
'michael michael kors': 'michael kors',
'micro flex': 'microflex',
'milkoloti': 'miko lotti',
'milwaukee electric tool': 'milwaukee',
'minnetonka men': 'minnetonka',
'minnetonka moccasin company, inc.': "minnetonka",
'minx nyamp44 inc': 'minx ny',
'mln':'mlb',
'muck boot team j': 'muck boot',
'muck boots':'muck boot',
'muckboot': 'muck boot',
'national safety apparel inc': 'national safety apparel',
'new balance numeric': 'new balance',
'newbalance': 'new balance',
'nike - kobe':'nike',
'nike air jordan i': 'nike air jordan',
'nike jordan future low': 'nike air jordan',
'nike lunarglide 7': 'nike',
'nike sb': 'nike',
```

```
'norcross safety':'norcross',
'norcross safety prod': 'norcross',
'norcross safety products': 'norcross',
'north safety / honeywell': 'honeywell',
"o'neill": "o'neal",
'onguard industries':'onguard',
'original s.w.a.t.':'original swat',
'otto:dakota':'otto',
'otto:gn':'otto',
'palmbeach jewelry': 'palm beach jewelry',
'pearl izumi - run': 'pearl izumi',
'perry ellis portfolio': 'perry ellis',
'pf-flyers': 'pf flyers',
'polaroid sunglasses': 'polaroid',
'polo ralph lauren golf': 'polo ralph lauren',
'polo sport ralph lauren': 'polo ralph lauren',
'prada sport':'prada',
'principle plastics inc': 'principle plastics',
'propet': 'proper',
'ralph lauren black label': 'ralph lauren',
'ralph lauren polo': 'ralph lauren',
'ralph lauren purple label': 'ralph lauren',
'ralph lauren rlx': 'ralph lauren',
'ralph lauren rrl': 'ralph lauren',
'ralph lauren yacht': 'ralph lauren',
'ranger by honeywell': 'ranger',
'ray-ban': 'rayban',
'ray ban': 'rayban',
'reaction kenneth cole':'kenneth cole reaction',
'red wing heritage':'red wing',
'red wing shoes':'red wing',
'reebok nfl equipment':'reebok',
'reef footwear': 'reef',
'ridge footwear': 'ridge',
'ridge outdoors':'ridge',
'river city clocks': 'river city',
'river city garments': 'river city',
'rockport works': 'rockport',
'rockport xcs':'rockport',
'salomon, salomon': 'salomon',
'serengeti eyewear':'serengeti',
'signature by levi strauss & co.':'levis',
'signature by levi strauss & amp; co':'levis',
'slipperooz by deer stags':'slipperooz',
"smiffy's":'smiffys',
'solo, solo':'solo',
'sondooongmart':'sondoongmart',
'sperry top sider':'sperry',
```

```
'team beans, 1.1.c': 'team beans',
             'the original muck boot co.':'the original muck boot company',
             'the original swat footwear co': 'the original swat footwear',
             'timberland boot company': 'timberland',
             'tingley rubber corp.':'tingley rubber',
             'toms footwear': 'toms',
             'tony lama boot co.':'tony lama',
             'totes isotoner':'totes',
             'u.s polo assn.':'u.s. polo assn.',
             'u.s. polo assn. classic': 'u.s. polo assn.',
             'u.s. polo association': 'u.s. polo assn.',
             'ugg australia':'ugg',
             'ugg mens':'ugg',
             'unbrand': 'unbranded',
             'unbranded/generic': 'unbranded',
             'under armour': 'under armor',
             'under armour outerwear': 'under armor',
             'us polo':'u.s. polo assn.',
             'us polo assn': 'u.s. polo assn.',
             'vans av78':'vans',
             'vans footwear': 'vans',
             'vasque footwear':'vasque',
             'venum':'venom',
             'vionic by orthaheel':'vionic',
             'vionic with orthaneel technology':'vionic',
             'vogue code':'vogue',
             'vonzipper':'von zipper',
             'walleva (not an oakley product)':'walleva',
             'westchester':'west chester',
             'wings & horns':'wings + horns',
             "wood n' stream": 'wood n stream',
             'wrangler riggs':'wrangler',
             'zoot sports':'zoot'
         }
         data1['brand_clean'] = data1.brand.replace(brand_map)
         data1['brand_clean'].value_counts()
Out [24]: nike
                                      1767
         ralph lauren
                                       712
                                       651
         puma
         vans
                                       394
         new balance
                                       371
                                       273
         reebok
         adidas
                                       259
                                       193
         jordan
```

'sperry top-sider':'sperry',

gunorior glovo vorka	
superior glove works	187
unbranded	184
fuse lenses	174
fossa apparel	174
skechers	164
dickies	154
converse	144
unique bargains	142
justin	141
berne	137
asics	122
crocs	120
national safety apparel	119
kinco	110
toms	110
under armor	107
onguard	103
gameday boots	103
kenneth cole	100
carhartt	99
georgia	98
stacy adams	98
	• • •
sga	1
zlyc	1
rcs	1
rcs ballcap buddy	1 1
	_
ballcap buddy	1
ballcap buddy whose lemon alleson athletic	1
ballcap buddy whose lemon alleson athletic cubavera	1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland	1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic	1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton	1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over	1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph	1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca	1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness	1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair	1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes	1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics	1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes	1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics	1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares	1 1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares lyceem	1 1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares lyceem iceblink	1 1 1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares lyceem iceblink loro piana	1 1 1 1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares lyceem iceblink loro piana croft & barrow (kohl's) j'colour	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
ballcap buddy whose lemon alleson athletic cubavera deadman wonderland tempur-pedic seven color cotton walk over randolph c1rca mitchell & ness pentair otz shoes dc comics aristocrat homewares lyceem iceblink loro piana croft & barrow (kohl's)	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1

```
mountain gear 1
d555 1
party favors plus 1
montblanc 1
snickers next generation 1
Name: brand_clean, Length: 1633, dtype: int64

In [25]: index = data1['brand'].isna()
data1 = data1[-index]
data1.shape

Out[25]: (18890, 39)
```

# 4 3. Feature Engineering

For feature engineering, I'll attempt to create additional features from the existing data that I believe will assist in my model's performance. Some additional cleaning and/or imputing may be required along the way.

### 4.0.1 freeShipping Flag

• 1 for offers free shipping and/or returns, 0 for doesn't; 2 for 'missing' flag

Note: I've lumped free Shipping and free Returns together, could be improved on in 'Future Improvements'.

### 4.0.2 isBid Flag

• 1 for whether the purchase was a winning bid, 0 for wasn't; 2 for 'missing' flag

### 4.0.3 isNew Flag

• 1 for whether the purchase was new, 0 for wasn't; 2 for 'missing' flag

```
In [28]: # create categorical variable for isNew or not; include a missing flag
         data1['prices.condition'] = data1['prices.condition'].str.strip().str.lower()
         index = data1['prices.condition'] == 'amazon.com'
         data1 = data1[-index]
         data1['isNew'] = data1['prices.condition'].fillna('missing')
         condition_map = {
             'brand new': 'new',
             'new with box':'new',
             'new with tags':'new',
             'new without box': 'new',
             'new without tags': 'new',
             'pre-owned':'used'
         }
         data1['isNew'] = data1['isNew'].replace(condition_map)
         data1['isNew'].value_counts()
Out[28]: new
                             12013
                              6664
         missing
         used
                               164
         new with defects
                                49
         Name: isNew, dtype: int64
```

### 4.0.4 withBox Flag

• 1 for whether the purchase had a box, 0 for didn't; 2 for 'missing' flag

### 4.0.5 with Tags Flag

• 1 for whether the purchase had tags, 0 for didn't; 2 for 'missing' flag

#### 4.0.6 Datetime Features

Create the following new features from the 'dateSeen' column (i.e. when a particular price was seen): - duration\_since\_dateSeen\_month: Duration in months since a particular price (row) was seen. - dateSeen\_wear: Year when a particular price (row) was seen. - dateSeen\_year: Year when a particular price (row) was seen.

```
In [31]: # create new Date Features
         data1 = data1.assign(
             duration_since_dateSeen_month = ((dt.datetime.now() - data1.dateSeen)/np.timedelta
             dateSeen_month = data1.dateSeen.dt.month,
             dateSeen_year = data1.dateSeen.dt.year
         )
         data1.head()
Out [31]:
                               id asins
                                                       brand \
            AVpfHrJ6ilAPnD_xVXOI
                                    NaN
                                                       josmo
         1 AVpfHrJ6ilAPnD_xVXOI
                                    NaN
                                                       josmo
         2 AVpfHsWP1cnluZ0-eVZ7
                                    {\tt NaN}
                                         servus by honeywell
         3 AVpfHsWP1cnluZ0-eVZ7
                                    NaN
                                         servus by honeywell
         4 AVpfHsWP1cnluZ0-eVZ7
                                    NaN
                                         servus by honeywell
                                             categories colors
          clothing, shoes, men's shoes, all men's shoes
                                                           NaN
         1 clothing, shoes, men's shoes, all men's shoes
                                                           NaN
         2 all men's shoes, shoes, men's shoes, clothing
                                                           NaN
         3 all men's shoes, shoes, men's shoes, clothing
                                                           NaN
         4 all men's shoes, shoes, men's shoes, clothing
                                                           NaN
                                                  descriptions dimension
                                                                                     ean
          [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
                                                                      NaN
                                                                           0699302044036
         1 [{"dateSeen": ["2016-11-07T00:45:12Z"], "sourceU...
                                                                           0699302044036
                                                                      NaN
         2 [{"dateSeen":["2016-07-09T20:26:48Z"],"sourceU...
                                                                      NaN
                                                                                     NaN
         3 [{"dateSeen":["2016-07-09T20:26:48Z"], "sourceU...
                                                                      NaN
                                                                                     NaN
         4 [{"dateSeen":["2016-07-09T20:26:48Z"],"sourceU...
                                                                      NaN
                                                                                     NaN
                                                      features \
           [{"key":"Gender","value":["Men"]},{"key":"Shoe...
           [{"key":"Gender","value":["Men"]},{"key":"Shoe...
         2 [{"key":"Gender","value":["Men"]},{"key":"Colo...
         3 [{"key":"Gender", "value": ["Men"]}, {"key": "Colo...
         4 [{"key":"Gender","value":["Men"]},{"key":"Colo...
                                                     imageURLs
                                                                                dateSeen \
                                                                              2016-11-05
           https://i5.walmartimages.com/asr/13ac3d61-003c...
         1 https://i5.walmartimages.com/asr/13ac3d61-003c...
                                                                              2016-11-05
         2 http://i5.walmartimages.com/dfw/dce07b8c-5844/...
                                                                              2016-03-08
         3 http://i5.walmartimages.com/dfw/dce07b8c-5844/...
                                                                              2015-11-30
         4 http://i5.walmartimages.com/dfw/dce07b8c-5844/...
                                                                              2016-04-29
                    brand_clean freeShipping isBid
                                                       isNew withBox
                                                                        withTags
         0
                          josmo
                                            2
                                                  0
                                                     missing
                                                              missing
                                                                         missing
                                            2
         1
                          josmo
                                                  0
                                                              missing
                                                                         missing
                                                         new
                                            2
                                                  2
          servus by honeywell
                                                         new
                                                              missing
                                                                         missing
                                            2
            servus by honeywell
                                                  2
                                                         new
                                                              missing
                                                                         missing
```

```
4 servus by honeywell
                                   2
                                          2
                                                 new missing
                                                                 missing
  duration_since_dateSeen_month dateSeen_month dateSeen_year
0
                       33.534298
                                              11
1
                       33.534298
                                              11
                                                          2016
2
                       41.485180
                                               3
                                                          2016
3
                       44.737814
                                              11
                                                          2015
4
                       39.776726
                                                           2016
[5 rows x 47 columns]
```

# 4.0.7 URL Features

Using basic string manipulations, I want to see whether I can extract some meaningful categorical labels for websites on which the stored prices were seen. - A discount store like Walmart or a bidding site like eBay (often used goods) might price products lower than a luxury fashion retailer like SSENSE. - I'm also curious to see just how many different sources (base URLs) are being scraped for prices.

```
In [32]: data1['sourceURLs'] = data1['sourceURLs'].fillna('missing')
         data1['prices.sourceURLs'] = data1['prices.sourceURLs'].fillna('missing')
         conditions = [
             data1['sourceURLs'] != 'missing',
             data1['prices.sourceURLs'] != 'missing']
         choices = [data1['sourceURLs'],data1['prices.sourceURLs']]
         data1['URL_clean'] = np.select(conditions, choices, default='missing')
         data1['URL_domain_clean'] = data1['URL_clean'].apply(lambda url: tldextract.extract(u
         data1['URL_domain_clean'].value_counts()
Out[32]: walmart
                                                                           8648
         ebay
                                                                           3578
         sears
                                                                           3471
                                                                           1916
         amazon
                                                                            674
         ralphlauren
         sportsauthority
                                                                            169
         nordstrom
                                                                            110
         newegg
                                                                             68
                                                                             58
         macys
         shoes
                                                                             48
         puma
                                                                             40
                                                                             33
         gandermountain
         kmart
                                                                             20
         overstock
                                                                             17
         sunglassesshop
                                                                             16
         lowes
                                                                              10
         homedepot
                                                                              7
```

```
calvinklein
                                                                              4
                                                                              2
         missing
          Please use a view that flattens this field to see this data
                                                                               1
         Name: URL_domain_clean, dtype: int64
In [33]: # upon close inspection, remove sunglasses anomalies
         index = data1['URL_domain_clean'] == 'sunglassesshop'
         data1 = data1[-index]
In [34]: index = data1['URL_domain_clean'] == 'missing'
         data1[index]
Out [34]:
                                  id
                                                       asins
                                                                 brand \
               AVpfCauiilAPnD_xTlFQ
                                     B009E2JPBK,B009E2JK8S
                                                              burberry
               AVpfCauiilAPnD_xTlFQ
                                      B009E2JPBK,B009E2JK8S
                                                        categories colors descriptions
               accessories, sunglasses, men, shoes, clothing, sho...
                                                                      NaN
                                                                                    NaN
               accessories, sunglasses, men, shoes, clothing, sho...
                                                                      NaN
                                                                                    NaN
              dimension ean features
         1390
                    NaN
                         NaN
                                   NaN
         1392
                    {\tt NaN}
                         {\tt NaN}
                                   NaN
                                                         imageURLs
                                                                                      \
         1390 http://ecx.images-amazon.com/images/I/31PBPB8N...
         1392 http://ecx.images-amazon.com/images/I/31PBPB8N...
              freeShipping isBid
                                     isNew withBox withTags
         1390
                         0
                                2 missing missing missing
         1392
                         0
                                2 missing missing missing
               duration_since_dateSeen_month dateSeen_month dateSeen_year URL_clean \
         1390
                                    41.419471
                                                             3
                                                                        2016
                                                                               missing
         1392
                                    41.386616
                                                             3
                                                                        2016
                                                                               missing
              URL_domain_clean
         1390
                       missing
         1392
                       missing
         [2 rows x 49 columns]
```

Since both missing URLs are Burberry brand products, let's see what domain sells the most Burberry brand (i.e. mode).

```
ebay
         Name: URL_domain_clean, dtype: int64
In [36]: # replace the missing URL domain with the mode for brand 'Burberry'
         URL_map = {
             'missing':'amazon'
         }
         data1['URL_domain_clean'] = data1['URL_domain_clean'].replace(URL_map)
   Out of curiosity, let's see what domains have 'winning bids' for prices.
In [37]: # check what websites you can bid on
         cond one = data1['isBid'] == 1
         data1[cond_one]['URL_domain_clean'].value_counts()
Out [37]: ebay
                    1215
         walmart
                       27
         sears
                        2
         amazon
```

As expected, most of the 'winning bid' prices were on eBay. Unsure of whether the rest are just anomalous, but will leave them in for the time being (another 'Future Improvement' to investigate).

Name: URL\_domain\_clean, dtype: int64

### 4.0.8 Currency (conversion)

For this analysis, we will convert all prices to USD - i.e. use USD price as target variable. - Alternative would be to predict prices in each currency, at which point the target variable would be imbalanced in the dataset since there is an overwhelming majority of USD price data points in the dataset. (Added to 'Future Improvements' section.)

```
In [38]: from currency_converter import CurrencyConverter
    EUR = CurrencyConverter().convert(1, currency= 'EUR', new_currency= 'USD');
    CAD = CurrencyConverter().convert(1, currency= 'CAD', new_currency= 'USD');
    AUD = CurrencyConverter().convert(1, currency= 'AUD', new_currency= 'USD');
    GBP = CurrencyConverter().convert(1, currency= 'GBP', new_currency= 'USD');

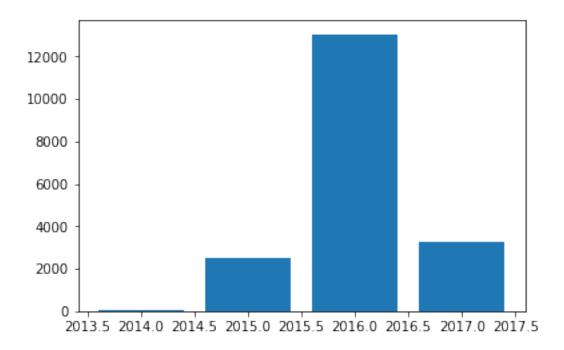
# just to have a conversion column
    data1['conversion'] = pd.DataFrame(np.ones(data1.shape[1]))
    for index, row in data1.iterrows():
        if (data1['prices.currency'][index]=='EUR'): data1['conversion']= EUR
        if (data1['prices.currency'][index]=='CAD'): data1['conversion']= CAD
        if (data1['prices.currency'][index]=='AUD'): data1['conversion']= AUD
        if (data1['prices.currency'][index]=='GBP'): data1['conversion']= GBP
In [39]: f"{EUR},{CAD},{AUD},{GBP}"
Out [39]: '1.1209,0.7434009815625414,0.7039944730561486,1.2951643653590617'
```

## 5 4. Exploratory Data Analysis

Note that the EDA for this Notebook was performed before (as well as in tandem with) the previous Feature Engineering step. I found myself cycling between steps 2, 3 and 4, which is fairly common place.

### 5.0.1 Temporal Exploration

```
In [41]: year_counts = (data1['dateSeen_year'].value_counts()
                             .reset_index()
                             .sort_values(by=['index'], ascending=True)
                             .rename(columns={'index': 'year', 'dateSeen_year': 'count'})
         print('These are the following counts by year:')
         print(year_counts)
         plt.bar(year_counts['year'], year_counts['count'])
These are the following counts by year:
  year count
3 2014
            27
2 2015
          2505
0 2016 13049
1 2017
          3293
Out[41]: <BarContainer object of 4 artists>
```

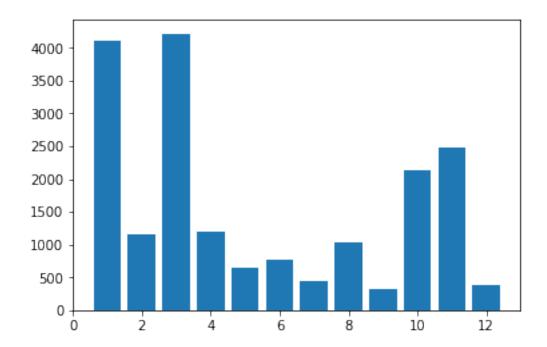


The majority of prices were collected during the year of 2016. For 'Further Investigation', it might be worth looking (at least high level) at whether any macroeconomic trends (e.g. recession) may have affected prices (per region) during that year with respect to the others, notably 2014, 2015 and 2017.

In [42]: month\_counts = (data1['dateSeen\_month'].value\_counts()

```
.reset_index()
                              .sort_values(by=['index'], ascending=True)
                              .rename(columns={'index': 'month', 'dateSeen_month': 'count'})
                          )
         print('These are the following counts by month:')
         print(month_counts)
         plt.bar(month_counts['month'], month_counts['count'])
These are the following counts by month:
    month count
        1
            4113
1
5
        2
            1153
        3
0
            4215
4
        4
            1187
        5
             648
8
7
        6
             776
9
        7
             445
6
        8
            1033
11
        9
             318
3
       10
            2125
```

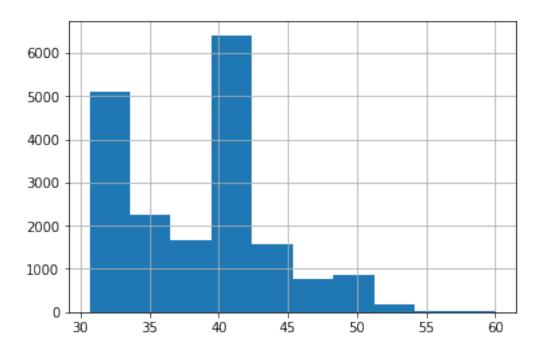
Out[42]: <BarContainer object of 12 artists>



The distribution of months during which prices were collected is highly non-uniform, with peaks in January and March, as well as growth in October and November (possibly coinciding with festive/sales events such as Christmas/New Years, Black Friday, etc). That being said, following that train of thought, one might expect more price-tracking in July and December, so it's best not to assume anything other than a non-uniform collection of data points temporally.

In [43]: data1['duration\_since\_dateSeen\_month'].hist()

Out[43]: <matplotlib.axes.\_subplots.AxesSubplot at 0x1a166b2550>



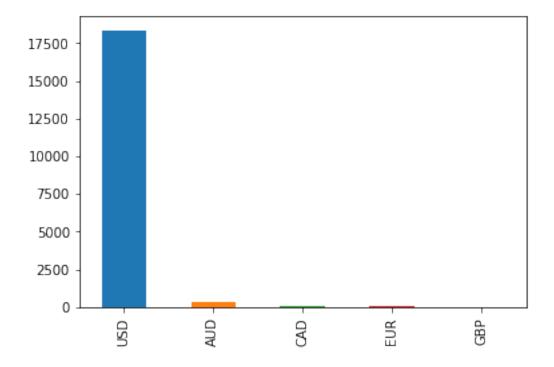
## 5.0.2 Currency Exploration

There are 5 different currencies in this dataset.

USD 18348 AUD 335 CAD 103 EUR 66 GBP 22

Name: prices.currency, dtype: int64

Out[44]: <matplotlib.axes.\_subplots.AxesSubplot at 0x1a173e1240>



The prices in the dataset are clearly dominated by USD pricing. It would probably make sense to convert all prices to USD (as done in 'Feature Engineering' section), since there just wouldn't be a lot of data points for the model to learn to predict in different currencies (+ possible bias in the target variable).

Even if prices are converted, it might still be worth encoding currencies as a categorical variable in case pricing differs per country/currency, even after converting the prices to USD. Time permitted (see 'Further Improvements'), I would try building out *both* models - 1) for predicting prices converted to USD, and 2) for predicting prices based on the currency of interest.

### 5.0.3 Price Exploration

This section deep-dives into the disparity between prices.amountMin and prices.amount Max, as well as possible outliers therein. - As outlined in the introduction, each row represents a product-price tuple: each product can occur in multiple rows if it is listed at multiple different prices on different website listings (sourceURLs). - Furthermore, the prices on those listings can change over time (temporal element), so: 1. prices.amountMin = MINIMUM price listed for the product on those same sourceURLs 2. prices.amountMax = MAXIMUM price listed for the product on those same sourceURLs

*Note: all values of prices.amountMin are indeed < prices.amountMax.* 

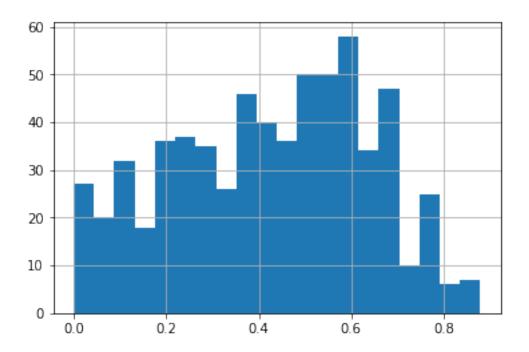
There are 640 rows with amountMin < amountMax
These rows represent 0.03390908127582918 of the data.

Create a new column to investigate the percentage difference between amountMin and amountMax when they differ.

```
In [47]: data1['percent_difference'] = (data1['prices.amountMax'] - data1['prices.amountMin'])
In [48]: amountMin_less_than_amountMax = data1[data1['prices.amountMin'] < data1['prices.amountMin']</pre>
         amountMin_less_than_amountMax[['id','isSale','prices.offer','prices.amountMin','price
Out [48]:
                                     isSale prices.offer prices.amountMin \
         109 AVpfEdjqLJeJML431trL
                                          0
                                                                      84.85
                                                 missing
                                          0
         189 AVpfG4VH1cnluZ0-eEOn
                                                                      96.44
                                                 missing
         190 AVpfG4VH1cnluZ0-eEOn
                                          0
                                                 missing
                                                                     109.00
         191 AVpfG4VH1cnluZ0-eEOn
                                          0
                                                 missing
                                                                     103.01
         192 AVpfG4VH1cnluZ0-eEOn
                                          0
                                                 missing
                                                                     110.00
         236 AVpfCDi91cnluZ0-cabr
                                          0
                                                                      34.99
                                                 missing
         417 AVpe-HGdilAPnD_xSDuY
                                          0
                                                 missing
                                                                      28.95
         465 AVpfDlggLJeJML431aAm
                                          0
                                                 missing
                                                                     114.99
         466 AVpfDlggLJeJML431aAm
                                          0
                                                 missing
                                                                     114.99
         471 AVpfDYmVLJeJML431VWs
                                          0
                                                                      29.50
                                                 missing
              prices.amountMax
         109
                         179.99
                         165.00
         189
         190
                         179.99
         191
                         165.00
         192
                         179.99
         236
                         42.00
         417
                         37.95
         465
                         175.00
         466
                         174.95
         471
                         45.00
```

In [49]: amountMin\_less\_than\_amountMax['percent\_difference'].hist(bins=20)

Out[49]: <matplotlib.axes.\_subplots.AxesSubplot at 0x1a1d7fd9b0>



The distribution of the percent difference between amountMin and amountMax (for the products where they're not equal) is actually "somewhat" normal, albeit a bit right skewed. We will proceed nevertheless with using the mean of USD prices as the target variable in our model (since the potentially biased data points represent less than 1% of the data points in the dataset).

	date	Italiait prices.amount	min ] ( datail pi	ices.a	mountmax	11.1	ieau()	
Out[50]:		id		asins	brand	\		
	109	AVpfEdjqLJeJML431trL	B0024	2PMIC	jordan			
	189	AVpfG4VH1cnluZ0-eEOn	B005DXAS2E,B005D	XBOLM	geox			
	190	AVpfG4VH1cnluZ0-eEOn	B005DXAS2E,B005D	XBOLM	geox			
	191	AVpfG4VH1cnluZ0-eEOn	B005DXAS2E,B005D	XBOLM	geox			
	192	AVpfG4VH1cnluZ0-eEOn	B005DXAS2E,B005D	XBOLM	geox			
				categ	ories co	lors	descriptions	\
	109	shoes, clothing, shoes	s & jewelry,men,at	hletic	,t	NaN	NaN	
	189	loafers & slip-ons,me	en, shoes, clothing,	shoes	&	NaN	NaN	
	190	loafers & slip-ons,me	en, shoes, clothing,	shoes	&	NaN	NaN	
	191	loafers & slip-ons,me	en, shoes, clothing,	shoes	&	NaN	NaN	
	192	loafers & slip-ons,me	en, shoes, clothing,	shoes	&	NaN	NaN	
		dimension ean feature	es \					
	109	NaN NaN Na	aN					
	189	NaN NaN Na	aN					
	190	NaN NaN Na	aN					

```
191
               NaN
                         NaN
          NaN
192
          {\tt NaN}
               NaN
                         NaN
                                                                            \
                                                imageURLs
     http://ecx.images-amazon.com/images/I/41dfRe0b...
189
                                                       NaN
190
                                                       NaN
                                                                 . . .
191
                                                       NaN
192
                                                       NaN
                                                                 . . .
    duration_since_dateSeen_month dateSeen_month dateSeen_year
109
                         45.559186
                                                 11
                                                              2015
189
                          45.756315
                                                 10
                                                              2015
190
                         50.027450
                                                  6
                                                              2015
191
                         45.822025
                                                 10
                                                              2015
192
                         47.629044
                                                  9
                                                              2015
                                                URL_clean URL_domain_clean
109
     http://www.amazon.com/Jordan-Rising-White-Infr...
                                                                      amazon
     http://www.amazon.com/Geox-Monet-Plain-Vamp-Le...
                                                                      amazon
     http://www.amazon.com/Geox-Monet-Plain-Vamp-Le...
                                                                      amazon
     http://www.amazon.com/Geox-Monet-Plain-Vamp-Le...
                                                                      amazon
     http://www.amazon.com/Geox-Monet-Plain-Vamp-Le...
                                                                      amazon
     conversion prices.amountMin_converted prices.amountMax_converted
109
                                         84.85
       0.743401
                                                                     179.99
189
       0.743401
                                         96.44
                                                                     165.00
190
       0.743401
                                        109.00
                                                                     179.99
       0.743401
191
                                        103.01
                                                                     165.00
192
       0.743401
                                        110.00
                                                                     179.99
    percent_difference mean_price_usd
109
               0.528585
                                132.420
189
               0.415515
                                130.720
190
               0.394411
                                144.495
191
               0.375697
                                134.005
              0.388855
192
                                144.995
[5 rows x 54 columns]
```

### 5.0.4 Names and Categories

Do some preliminary string cleaning on names and categories (i.e. basic string manipulations - ideally should be lemmatizing and stemming).

```
data1['name'] = data1['name'].str.replace("shoes", "shoe")
data1['name'] = data1['name'].str.replace("boots", "boot")
data1['name'] = data1['name'].str.replace("sandals", "sandal")
data1['name'] = data1['name'].str.replace("sneakers", "sneaker")
data1['name'] = data1['name'].str.replace("loafers", "loafer")
data1['name'] = data1['name'].str.replace("slippers", "slipper")

data1['categories'] = data1['categories'].str.replace("shoes", "shoe")
data1['categories'] = data1['categories'].str.replace("sandals", "sandal")
data1['categories'] = data1['categories'].str.replace("sneakers", "sneaker")
data1['categories'] = data1['categories'].str.replace("loafers", "loafer")
data1['categories'] = data1['categories'].str.replace("slippers", "slipper")
```

Use TF-iDF to try extracting a score for relevant category in the product name. *Note: 'Future Improvement'*, *compare the performance when using CountVectorizer for name as well.* 

Use Count Vectorization to try extracting a score for relevant category in the product name.

```
Out [54]: (18874, 9)
In [55]: data1.reset_index(drop=True,inplace=True)
         nlp_name.reset_index(drop=True,inplace=True)
         nlp_categories.reset_index(drop=True,inplace=True)
         data1 = pd.concat([data1, nlp_name, nlp_categories],axis=1)
In [56]: data1.shape
Out [56]: (18874, 72)
   Define the shoe_name_score to be the NLP-generated column that most closely (max score)
matches the name in the data.
In [57]: data1['shoe_name_score'] = data1[nlp_name.columns].max(axis=1)
         data1['shoe_name_score'] = data1['shoe_name_score'].fillna(0)
         data1.head(2)
Out [57]:
                               id asins brand
                                                                               categories \
                                         josmo
         O AVpfHrJ6ilAPnD_xVXOI
                                    {\tt NaN}
                                                 clothing, shoe, men's shoe, all men's shoe
         1 AVpfHrJ6ilAPnD_xVXOI
                                                 clothing, shoe, men's shoe, all men's shoe
                                    NaN josmo
           colors
                                                          descriptions dimension \
                    [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
         0
              NaN
                                                                              NaN
                   [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
                                                                              NaN
                            [{"key":"Gender","value":["Men"]},{"key":"Shoe...
         0 0699302044036
                            [{"key": "Gender", "value": ["Men"]}, {"key": "Shoe...
         1 0699302044036
                                                                                  \
                                                      imageURLs
         0 https://i5.walmartimages.com/asr/13ac3d61-003c...
         1 https://i5.walmartimages.com/asr/13ac3d61-003c...
           nlp_cat_boot nlp_cat_shoe nlp_cat_footwear nlp_cat_sandal nlp_cat_sneaker
         0
                                                      0
                       0
                                    3
                                                      0
                                                                     0
                                                                                      0
         1
                            nlp_cat_slipper nlp_cat_moccasin nlp_cat_running
            nlp_cat_loafer
         0
                          0
                                           0
                          0
                                           0
                                                             0
                                                                              0
           shoe_name_score
                   0.14022
                   0.14022
         1
         [2 rows x 73 columns]
```

Define the shoe\_cat\_score to be the NLP-generated column that most closely (max score) matches the category in the data.

```
In [58]: data1['shoe_cat_score'] = data1[nlp_categories.columns].max(axis=1)
         data1['shoe_cat_score'] = data1['shoe_cat_score'].fillna(0)
         data1.head(2)
Out [58]:
                               id asins brand
                                                                                categories
         O AVpfHrJ6ilAPnD_xVXOI
                                    NaN
                                          josmo
                                                 clothing, shoe, men's shoe, all men's shoe
         1 AVpfHrJ6ilAPnD_xVXOI
                                                 clothing, shoe, men's shoe, all men's shoe
                                    NaN
                                          josmo
                                                          descriptions dimension \
           colors
                    [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
         0
              {\tt NaN}
                                                                               NaN
                    [{"dateSeen":["2016-11-07T00:45:12Z"],"sourceU...
         1
              NaN
                                                                              NaN
                                                                       features
                       ean
                            [{"key":"Gender", "value": ["Men"]}, {"key": "Shoe...
           0699302044036
            0699302044036
                            [{"key": "Gender", "value": ["Men"]}, {"key": "Shoe...
                                                      imageURLs
                                                                                  \
         0 https://i5.walmartimages.com/asr/13ac3d61-003c...
         1 https://i5.walmartimages.com/asr/13ac3d61-003c...
           nlp_cat_shoe nlp_cat_footwear nlp_cat_sandal nlp_cat_sneaker nlp_cat_loafer
                       3
                                                        0
                                                                         0
         0
                                                                                         0
                       3
                                                         0
                                                                         0
                                                                                         0
         1
            nlp_cat_slipper nlp_cat_moccasin nlp_cat_running shoe_name_score
                                                                         0.14022
         0
                           0
                                              0
                                                               0
                                                                         0.14022
         1
           shoe_cat_score
         0
                         3
         [2 rows x 74 columns]
In [59]: cond_1 = data1['shoe_name_score'] < 0.20</pre>
         cond 2 = data1['shoe cat score'] <= 1</pre>
         data1[['categories', 'name', 'shoe_name_score', 'shoe_cat_score']][cond_1 & cond_2].head
Out [59]:
                                                      categories
             clothing, shoe, accessories, bags, briefcases, m...
         18
             men's halloween costumes, adult halloween costu...
             men's halloween costumes, adult halloween costu...
             men's halloween costumes, adult halloween costu...
         25 clothing, shoe & accessories, men's clothing, un...
         32
             clothing, shoe & accessories, men's clothing, sh...
         35
                   clothing, shoe, accessories, men's sunglasses
```

```
36 clothing, shoe & accessories, men's clothing, sh...
37 all men's clothing, men's clothing, men's outerw...
38 all men's clothing, men's clothing, men's outerw...
                                                  name shoe_name_score
18 men's faux leather business handbag messenger ...
                                                                     0.0
22 rubies costume adult mens regency plush santa ...
                                                                     0.0
23 rubies costume adult mens regency plush santa ...
                                                                    0.0
24 rubies costume adult mens regency plush santa ...
                                                                    0.0
   men boxer underwear shorts modal male underpan...
                                                                    0.0
32 american fighter by affliction north creek boa...
                                                                    0.0
35 polarized sunglasses maui jim bamboo forest 41...
                                                                    0.0
36 venum men's koi compression pants spats mma bl...
                                                                    0.0
37 azzuro cozy fit notched lapel long sleeve blaz...
                                                                    0.0
   azzuro cozy fit notched lapel long sleeve blaz...
                                                                    0.0
    shoe_cat_score
18
22
                 1
23
                 1
24
25
32
                 1
35
                 1
36
                 1
37
                 1
38
                 1
```

In [60]: data1['shoe\_name\_score'].isna().sum()

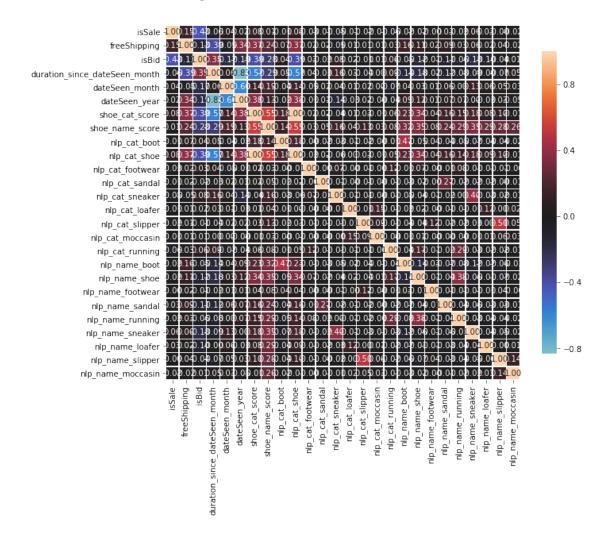
### Out[60]: 0

At first glance, some of these NLP scores are problematic because some data points which are clearly shoes (i.e. contain the words that we're defining to be part of the 'shoe' bag of words). I will utilize the scores as features derived from the 'categories' and 'name' columns, and input them into the model as is, but they clearly need more tweaking (see 'Future Improvements').

#### 5.0.5 Correlation of Features

```
'isNew','withTags','withBox','shoe_cat_score','shoe_name_score']
correlation_columns = correlation_columns + nlp_categories.columns.tolist() + nlp_name
```

correlation\_heatmap(data1[correlation\_columns])



The most problematic columns with respect to correlation are 'dateSeen\_year' and 'nlp\_cat\_shoe'. We will consider removing these features to avoid colinearity in the model (will test to see difference in model's performance with and without them present).

## 6 5. Benchmarking

I will use both a *measure of central tendency comparison* and *linear regression model* as benchmarks to compare my final model to. A linear regression model is arguably the most basic/displaying of the least competitive accuracy in comparison to other more complex supervised machine learning regression algorithms, so it is a worthy option as a benchmark. It will be contrasted to the worse-case benchmark of using mean and/or median of the target variable as predictions.

**Preprocessing Data for Linear Model** I will select specific features from the existing + engineered ones in the dataset, and scale them using MinMaxScaler for the linear model. The model will be split into train and test sets respectively. I will use cross validation (GridSearchcv) on the train set to pick the best K fold. Then, I will run predictions on the test set using the model, and compare the predictions to the true values in the test set to get the benchmarking metrics.

**Model Performance** MSE, RMSE and R2 will be used to evaluate model performance.

### 6.1 Pre-processing

### 6.1.1 Feature Selection

X.head(2)

The following features were used as inputs for the linear model:

```
In [62]: data1.columns
Out[62]: Index(['id', 'asins', 'brand', 'categories', 'colors', 'descriptions',
                'dimension', 'ean', 'features', 'imageURLs', 'keys', 'manufacturer',
                'manufacturerNumber', 'merchants', 'name', 'prices.amountMin',
                'prices.amountMax', 'prices.availability', 'prices.color',
                'prices.condition', 'prices.count', 'prices.currency', 'prices.flavor',
                'prices.merchant', 'prices.offer', 'prices.returnPolicy',
                'prices.shipping', 'prices.size', 'prices.sourceURLs', 'reviews',
                'sizes', 'skus', 'sourceURLs', 'upc', 'weight', 'gender', 'isSale',
                'dateSeen', 'brand_clean', 'freeShipping', 'isBid', 'isNew', 'withBox',
                'withTags', 'duration_since_dateSeen_month', 'dateSeen_month',
                'dateSeen_year', 'URL_clean', 'URL_domain_clean', 'conversion',
                'prices.amountMin_converted', 'prices.amountMax_converted',
                'percent_difference', 'mean_price_usd', 'nlp_name_boot',
                'nlp_name_shoe', 'nlp_name_footwear', 'nlp_name_sandal',
                'nlp_name_running', 'nlp_name_sneaker', 'nlp_name_loafer',
                'nlp_name_slipper', 'nlp_name_moccasin', 'nlp_cat_boot', 'nlp_cat_shoe',
                'nlp_cat_footwear', 'nlp_cat_sandal', 'nlp_cat_sneaker',
                'nlp_cat_loafer', 'nlp_cat_slipper', 'nlp_cat_moccasin',
                'nlp_cat_running', 'shoe_name_score', 'shoe_cat_score'],
               dtype='object')
In [63]: input_features = ['brand_clean', 'gender', 'prices.currency', 'isSale', 'freeShipping
                     'duration_since_dateSeen_month', 'URL_domain_clean', 'dateSeen_month',
                     'isNew', 'withTags', 'withBox', 'shoe_cat_score', 'shoe_name_score']
         target_feature = ['mean_price_usd']
         X = data1[input_features]
         y = data1[target_feature]
```

```
Out [63]:
           brand_clean gender prices.currency
                                                 isSale
                                                         freeShipping
                                                                        isBid
         0
                  josmo
                           Men
                                            USD
                                                      1
                                                                     2
                                                                             0
                                                                             0
         1
                                            USD
                                                      0
                                                                     2
                  josmo
                           Men
            duration_since_dateSeen_month URL_domain_clean dateSeen_month
                                                                                  isNew
         0
                                 33.534298
                                                     walmart
                                                                               missing
         1
                                 33.534298
                                                     walmart
                                                                           11
                                                                                    new
           withTags withBox
                                                shoe name score
                               shoe_cat_score
         O missing missing
                                             3
                                                         0.14022
                                                         0.14022
         1 missing missing
                                             3
```

**Note:** I've explicitly removed 'dateSeen\_year' column due to high correlation with columns 'dateSeen\_month' and 'duration\_since\_dateSeen\_month'. Further, I've omitted most of the NLP columns safe for the MAX scores due to significant negative impact on the linear model performance; 'nlp\_cat\_shoe' column in particular due to its perfect correlation with the 'shoe\_cat\_score' column (to be expected giving the cleaning I did in sections 2. and 3.).

### **6.1.2** Preprocessing Features

- one hot encode object features EXCEPT 'brand\_clean' (high cardinality categorical feature)
- for 'brand\_clean', we will use hash encoding since its a nominal feature with high cardinality

```
In [64]: X_dummies = pd.get_dummies(X[X.columns.difference(['brand_clean'])])
         X_dummies = X_dummies.drop('URL_domain_clean_ Please use a view that flattens this fix
         X dummies.head(2)
Out [64]:
                             duration_since_dateSeen_month
                                                              freeShipping
            dateSeen_month
                                                                             isBid
                                                                                    isSale
         0
                         11
                                                  33.534298
                                                                         2
                                                                                 0
                                                                                         1
                                                                                 0
         1
                         11
                                                  33.534298
                                                                                         0
            shoe_cat_score
                             shoe_name_score URL_domain_clean_amazon
         0
                          3
                                      0.14022
         1
                          3
                                      0.14022
                                                                      0
            URL_domain_clean_calvinklein URL_domain_clean_ebay
         0
                                                                 0
         1
                                         0
                                                                 0
                                  prices.currency_EUR
                                                        prices.currency_GBP
            prices.currency_CAD
         0
                               0
                                                     0
                                                                           0
                               0
                                                     0
                                                                           0
         1
            prices.currency_USD
                                  withBox_missing
                                                    withBox_with_box
         0
                               1
                               1
                                                 1
                                                                    0
         1
            withBox_without_box
                                 withTags_missing
                                                    withTags_with_tags
         0
                               0
                                                                       0
                                                  1
```

```
1
                                                                                                                                            1
                                   withTags_without_tags
                          0
                          1
                                                                                             0
                           [2 rows x 42 columns]
In [65]: brand_clean_hash = ce.HashingEncoder(cols = ['brand_clean'])
                          brand_clean_encoded = brand_clean_hash.fit_transform(X['brand_clean'], y)
                          brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_' + str(col) for col in brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_' + str(col) for col in brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_' + str(col) for col in brand_clean_encoded.columns = ['brand_clean_' + str(col) for col in brand_clean_' + str(col) for col in brand_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_clean_
                          brand_clean_encoded.head(2)
Out [65]:
                                   brand_clean_col_0 brand_clean_col_1 brand_clean_col_2 brand_clean_col_3 \
                                                                                 1
                          1
                                                                                                                                                                                                                                                        0
                                   brand_clean_col_4 brand_clean_col_5 brand_clean_col_6 brand_clean_col_7
                          0
                                                                                                                                        0
                                                                                 0
                                                                                                                                         0
                                                                                                                                                                                                0
                          1
                                                                                                                                                                                                                                                        0
In [66]: X_dummies = pd.concat([X_dummies,brand_clean_encoded],axis=1)
                          X_dummies.head(2)
Out [66]:
                                   dateSeen_month duration_since_dateSeen_month freeShipping isBid isSale
                                                                                                                                            33.534298
                          0
                                                                      11
                                                                                                                                                                                                                                 0
                                                                                                                                                                                                                                                        1
                          1
                                                                      11
                                                                                                                                            33.534298
                                                                                                                                                                                                                                                        0
                                   shoe_cat_score
                                                                                 shoe_name_score URL_domain_clean_amazon
                          0
                                                                         3
                                                                                                         0.14022
                                                                         3
                          1
                                                                                                                                                                                                   0
                                                                                                         0.14022
                                   URL_domain_clean_calvinklein URL_domain_clean_ebay
                          0
                          1
                                                                                                                  0
                                                                                                                                                                                     0
                                   withTags_with_tags withTags_without_tags brand_clean_col_0
                          0
                                                                                    0
                                                                                    0
                          1
                                   brand_clean_col_1 brand_clean_col_2 brand_clean_col_3 brand_clean_col_4 \
                          0
                          1
                                                                                 0
                                                                                                                                        0
                                                                                                                                                                                                0
                                                                                                                                                                                                                                                        0
                                  brand_clean_col_5 brand_clean_col_6 brand_clean_col_7
                          0
                          1
                                                                                 0
                                                                                                                                         0
                                                                                                                                                                                                0
```

[2 rows x 50 columns]

Use MinMaxScaler on the feature set to standardize the input data.

```
In [67]: scaler = MinMaxScaler()
         X_scaled = pd.DataFrame(scaler.fit_transform(X_dummies), columns=X_dummies.columns)
         X_scaled.head(2)
Out [67]:
            dateSeen_month duration_since_dateSeen_month freeShipping
                                                                          isBid
                                                                                  isSale
                  0.909091
                                                  0.098324
                                                                             0.0
                                                                      1.0
                                                                                     1.0
         1
                  0.909091
                                                  0.098324
                                                                      1.0
                                                                             0.0
                                                                                     0.0
            shoe_cat_score shoe_name_score URL_domain_clean_amazon \
                  0.333333
                                   0.192687
                                                                  0.0
         0
                                                                  0.0
         1
                  0.333333
                                   0.192687
            URL_domain_clean_calvinklein URL_domain_clean_ebay
         0
                                      0.0
                                                             0.0
                                                                         . . .
         1
                                      0.0
                                                             0.0
            withTags_with_tags withTags_without_tags brand_clean_col_0 \
         0
                           0.0
                                                   0.0
                                                                       1.0
         1
                           0.0
                                                   0.0
                                                                      1.0
            brand_clean_col_1 brand_clean_col_2 brand_clean_col_3 brand_clean_col_4 \
         0
                          0.0
                                              0.0
                                                                 0.0
                                                                                     0.0
                          0.0
                                              0.0
                                                                 0.0
                                                                                     0.0
         1
            brand_clean_col_5 brand_clean_col_6 brand_clean_col_7
         0
                          0.0
                                              0.0
                          0.0
                                              0.0
                                                                 0.0
         1
         [2 rows x 50 columns]
In [68]: y = np.array(y).ravel()
         y.shape
Out[68]: (18874,)
In [69]: X_train, X_test, y_train, y_test = train_test_split(X_scaled, y, test_size=0.20, rand)
         print('Shape of training set is:', X_train.shape)
         print('Shape of testing set is:', X_test.shape)
Shape of training set is: (15099, 50)
Shape of testing set is: (3775, 50)
```

### 6.1.3 Train Linear Regression model

- Use gridsearchev to try out different ranges of k on the training set.
- NOTE: There was ultimately no real reason to use GridSearchCV since there were no LinearRegression parameters that I felt needed iterating through. I could've instead used a more basic cross-validation method/function to see how splitting the data affected the mean score (GridSearchCV is a bit overkill in this scenario), but if it was another type of problem say classification it may still have come in hand.

```
In [70]: linear_model = LinearRegression()
        linear_model_params = {}
In [71]: %%time
        linear_model_cv = GridSearchCV(linear_model, param_grid = linear_model_params, cv=4,
        linear_model_cv.fit(X_train,y_train)
Fitting 4 folds for each of 1 candidates, totalling 4 fits
[CV] ...
[CV] ..., score=0.205, total=
                                0.0s
[CV] ...
[CV] ..., score=0.071, total=
                                0.0s
[CV] ...
[CV] ..., score=0.271, total=
                                0.0s
[CV] ...
[CV] ..., score=0.077, total= 0.0s
CPU times: user 179 ms, sys: 93.9 ms, total: 273 ms
Wall time: 84.7 ms
[Parallel(n_jobs=1)]: Using backend SequentialBackend with 1 concurrent workers.
[Parallel(n_jobs=1)]: Done 1 out of 1 | elapsed: 0.0s remaining:
                                                                         0.0s
[Parallel(n_jobs=1)]: Done 2 out of
                                       2 | elapsed:
                                                       0.0s remaining:
                                                                         0.0s
                                                       0.1s finished
[Parallel(n_jobs=1)]: Done 4 out of
                                     4 | elapsed:
In [72]: print('The best R2 / variance score is:', linear model_cv.best_score_)
        print('The best k value is:', linear_model_cv.best_params_) # overkill for linear re
The best R2 / variance score is: 0.1560419756604791
The best k value is: {}
In [73]: # compare model performance to simply using the average of y_t
        y_mean = y_train.mean()
        y_median = np.median(y_train)
        y_mean_predicted = pd.Series(np.tile(y_mean, len(y_test)))
        # compute RMSE and R2
        mse = metrics.mean_squared_error(y_test, y_mean_predicted)
```

```
r2 = metrics.r2_score(y_test, y_mean_predicted)
         # printing values
         print('Mean squared error: ', mse)
         print('Root mean squared error: ', math.sqrt(mse))
         print('R2 score: ', r2)
Mean squared error: 104964.15278670496
Root mean squared error: 323.9817167475735
R2 score: -1.404270285831899e-06
In [74]: # have a quick peek at y_mean_pred vs y_test side-by-side
         pd.DataFrame({'y_test_true':y_test,'y_mean_predicted':y_mean_predicted}).head(10)
Out [74]:
           y_test_true y_mean_predicted
         0
             160.000000
                               113.032981
             59.220000
         1
                               113.032981
         2
             110.000000
                               113.032981
         3
           110.730000
                               113.032981
         4
             49.272573
                               113.032981
         5
             74.690000
                               113.032981
         6
           17.990000
                               113.032981
         7
             17.650000
                               113.032981
         8
             74.990000
                               113.032981
         9
             82.990000
                               113.032981
```

As expected, using metrics of central tendency as y-value baseline predictions (mean and median alike) gives an **R2 score near 0**, i.e. your regression is no better than taking the mean value and you are **not using any information from the other variables**.

Furthermore, the mean squared error score (metric used for scoring our linear regression model) is on the order of 10<sup>5</sup>, RMSE on the order of 10<sup>2</sup>. Since RMSE is measured in the units of the target variables (USD), it represents a dollar amount by which our baseline predictions are off.

At least we can rest easy knowing that the basic linear model, however poor its performance, is still performing better than using just a measure of central tendency! Granted, all signs point to the fact that more work likely needs to be done on the feature engineering front.

## 6.1.4 Testing Linear model

• Apply the linear model on full test set and evaluate the model performance using evaluation metrics MSE, RMSE and R2.

## 6.1.5 Results Summary

R2: 0.08758421312594278

Unfortunately, it appears the basic linear model **doesn't perform much better than our worse-case measure of central tendency comparison**; notably, R2 is still very low (close to 0, although a bit greater than without the features' information) and the RMSE score is of the same order of magnitude (10^2 in USD).

Though I won't due to time constraints, it's also worth **checking adjusted R2** to make sure the small improvements we're seeing in evaluation metrics (R2 in particular) are simply due to adding new features.

Although I will proceed with trying a more complex supervised regression model, this is usually a sign we need to re-evaluate our input features + try deriving more valuable features from the data that we have; or alternatively, try reframing the task/problem itself given the data that we have.

## 7 6.0 Model Implementation (LightGBM)

I will try using a boosting (LightGBM) model for the following reasons: - Efficient on a large datasets (note on this in 'Future Improvements') - Handles categorical variables without the need to encode - Better performance from an evaluation perspective compared to Random Forest and SVM; also less computation intensive than neural networks - There are many parameters that can be tuned to improve evaluation performance

```
'shoe_cat_score','shoe_name_score']
         nlp_cat_subset = ['nlp_cat_boot',
          'nlp_cat_shoe',
          'nlp_cat_sneaker']
         nlp_name_subset = ['nlp_name_boot',
          'nlp_name_shoe',
          'nlp_name_sandal',
          'nlp_name_running',
          'nlp_name_sneaker',
          'nlp_name_loafer',
          'nlp_name_slipper',
          'nlp_name_moccasin']
         numeric_features = numeric_features + nlp_cat_subset + nlp_name_subset
         categorical_features = ['brand_clean', 'gender', 'isNew', 'withTags', 'withBox',
                                 'prices.currency', 'URL_domain_clean']
         target_feature = ['mean_price_usd']
         y = data1[target_feature]
In [79]: numerical_data = data1[numeric_features]
         scaler = MinMaxScaler()
         numerical_data_scaled = pd.DataFrame(scaler.fit_transform(numerical_data), columns = :
In [80]: categorical_data = data1[categorical_features]
         for col in categorical_data.columns:
              categorical_data[col] = categorical_data[col].astype('category')
         print('Converting object variables to type category for lightgbm: ')
         categorical_data.dtypes
/anaconda3/lib/python3.7/site-packages/ipykernel_launcher.py:3: SettingWithCopyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row_indexer,col_indexer] = value instead
See the caveats in the documentation: http://pandas.pydata.org/pandas-docs/stable/indexing.htm
 This is separate from the ipykernel package so we can avoid doing imports until
Converting object variables to type category for lightgbm:
Out[80]: brand_clean
                             category
         gender
                             category
```

```
isNew
                             category
         withTags
                             category
         withBox
                             category
         prices.currency
                             category
         URL_domain_clean
                             category
         dtype: object
In [81]: X_lgbm = pd.concat([numerical_data_scaled.reset_index(drop=True), categorical_data.re
         print('Features selected for lightgbm model based on feature importance and trial and
         X lgbm.columns
Features selected for lightgbm model based on feature importance and trial and error:
Out[81]: Index(['isSale', 'freeShipping', 'isBid', 'duration_since_dateSeen_month',
                'dateSeen_month', 'shoe_cat_score', 'shoe_name_score', 'nlp_cat_boot',
                'nlp_cat_shoe', 'nlp_cat_sneaker', 'nlp_name_boot', 'nlp_name_shoe',
                'nlp_name_sandal', 'nlp_name_running', 'nlp_name_sneaker',
                'nlp_name_loafer', 'nlp_name_slipper', 'nlp_name_moccasin',
                'brand_clean', 'gender', 'isNew', 'withTags', 'withBox',
                'prices.currency', 'URL_domain_clean'],
               dtype='object')
In [82]: X_data, X_test, y_data, y_test = train_test_split(X_lgbm, y, test_size=0.2, random_state
         print('Shape of train set is:', X_data.shape)
         print('Shape of testing set is:', X_test.shape)
Shape of train set is: (15099, 25)
Shape of testing set is: (3775, 25)
In [83]: def lgbm_model(X_data, y_data, params, n_folds):
             n_folds = KFold(n_splits=n_folds)
             X_data = X_data.reset_index(drop=True)
             y_data = y_data.reset_index(drop=True)
             train_mse = []
             train_rmse = []
             train_r2 = []
             validation_mse = []
             validation_rmse = []
             validation_r2 = []
             for train_index, validate_index in n_folds.split(X_data):
                 X_train, X_validate = X_data.iloc[train_index], X_data.iloc[validate_index]
                 y_train, y_validate = y_data.iloc[train_index], y_data.iloc[validate_index]
```

```
# train the model
                 lgb_model.fit(X_train, y_train, early_stopping_rounds=50,
                               eval_set=(X_validate, y_validate), eval_metric='12')
                 # get train rmse and r2
                 y_train_pred = lgb_model.predict(X_train, num_iteration=lgb_model.best_iterat
                 # get validation rmse and r2
                 y_pred = lgb_model.predict(X_validate, num_iteration=lgb_model.best_iteration
                 train_mse.append(metrics.mean_squared_error(y_train, y_train_pred))
                 train_rmse.append(math.sqrt(metrics.mean_squared_error(y_train, y_train_pred)
                 train_r2.append(metrics.r2_score(y_train, y_train_pred))
                 validation_mse.append(metrics.mean_squared_error(y_validate, y_pred))
                 validation_rmse.append(math.sqrt(metrics.mean_squared_error(y_validate, y_pre
                 validation_r2.append(metrics.r2_score(y_validate, y_pred))
             return [pd.DataFrame(train_mse).mean().values[0],
                     pd.DataFrame(train_rmse).mean().values[0],
                     pd.DataFrame(train_r2).mean().values[0],
                     pd.DataFrame(validation_mse).mean().values[0],
                     pd.DataFrame(validation_rmse).mean().values[0],
                     pd.DataFrame(validation_r2).mean().values[0]], lgb_model
In [84]: params = {'learning_rate':0.08,
                  'boosting_type': 'gbdt',
                  'num_leaves':20,
                  'objective': 'regression',
                  'metric': '11',
                  'max_depth': 4,
                  'max_bin': 50,
                  'feature_fraction': 0.5,
                  'reg_alpha': 0.5,
                  'reg_lambda': 0.5,
                  'min_gain_to_split': 0.2,
                  'n_estimators': 100,
                  'num_iterations': 90,
                  'min_split_gain': 0.08,
                  'min_child_samples': 5}
In [85]: model_eval, result_model = lgbm_model(X_data, y_data,params, 5)
[1]
           valid_0's 12: 39403.5
                                        valid_0's l1: 86.3906
```

lgb\_model = lgb.LGBMRegressor(\*\*params, n\_jobs=5)

```
Training until validation scores don't improve for 50 rounds.
[2]
           valid_0's 12: 37833.7
                                         valid_0's 11: 83.8002
[3]
           valid_0's 12: 36299.4
                                         valid_0's 11: 81.2633
[4]
           valid 0's 12: 35055.7
                                         valid 0's 11: 79.6185
[5]
           valid 0's 12: 34138
                                       valid 0's 11: 78.46
[6]
           valid 0's 12: 33267.5
                                         valid 0's 11: 77.2665
[7]
           valid 0's 12: 32392
                                       valid 0's l1: 75.1701
[8]
           valid_0's 12: 31749.7
                                         valid 0's 11: 74.2724
[9]
           valid 0's 12: 31261.3
                                         valid 0's 11: 73.2828
[10]
            valid_0's 12: 30704.8
                                          valid_0's 11: 72.3628
[11]
            valid_0's 12: 30101.2
                                          valid_0's 11: 70.6852
[12]
            valid_0's 12: 29558
                                        valid_0's l1: 69.1741
[13]
            valid_0's 12: 29171
                                        valid_0's l1: 68.198
            valid_0's 12: 28818.5
[14]
                                          valid_0's 11: 67.2476
[15]
            valid_0's 12: 28642.3
                                          valid_0's l1: 66.9385
[16]
            valid_0's 12: 28447.5
                                          valid_0's l1: 66.3351
[17]
            valid_0's 12: 28302.2
                                          valid_0's 11: 65.976
[18]
            valid_0's 12: 28103
                                        valid_0's 11: 65.3637
[19]
            valid 0's 12: 27864.4
                                          valid 0's 11: 64.6103
[20]
            valid 0's 12: 27628.3
                                          valid 0's 11: 64.012
                                          valid 0's 11: 63.4101
[21]
            valid 0's 12: 27418.8
[22]
            valid 0's 12: 27380.1
                                          valid 0's 11: 63.3069
[23]
            valid_0's 12: 27226.1
                                          valid_0's 11: 62.7823
[24]
            valid_0's 12: 27072.9
                                          valid_0's l1: 62.5697
[25]
            valid_0's 12: 26901.2
                                          valid_0's 11: 62.3202
[26]
                                          valid_0's l1: 61.9807
            valid_0's 12: 26777.1
            valid_0's 12: 26722.3
[27]
                                          valid_0's 11: 61.837
[28]
            valid_0's 12: 26628.6
                                          valid_0's 11: 61.582
[29]
            valid_0's 12: 26560.1
                                          valid 0's 11: 61.4005
[30]
            valid_0's 12: 26513.9
                                          valid_0's l1: 61.2665
[31]
            valid_0's 12: 26445.8
                                          valid_0's l1: 61.0992
[32]
            valid_0's 12: 26411.1
                                          valid_0's 11: 60.8439
[33]
            valid_0's 12: 26394.6
                                          valid_0's 11: 60.7637
[34]
            valid 0's 12: 26348.3
                                          valid 0's 11: 60.5823
            valid 0's 12: 26301.2
                                          valid 0's 11: 60.4341
[35]
[36]
            valid 0's 12: 26228.2
                                          valid 0's 11: 60.1348
            valid 0's 12: 26176.8
                                          valid 0's 11: 59.9299
[37]
[38]
            valid 0's 12: 26128.7
                                          valid 0's 11: 59.6945
[39]
            valid_0's 12: 26074.4
                                          valid_0's l1: 59.5054
[40]
            valid_0's 12: 26081.4
                                          valid_0's 11: 59.4722
[41]
            valid_0's 12: 26045.1
                                          valid_0's l1: 59.3395
[42]
            valid_0's 12: 26007.9
                                          valid_0's 11: 59.1907
[43]
            valid_0's 12: 25979.7
                                          valid_0's 11: 59.0821
[44]
            valid_0's 12: 25954
                                        valid_0's 11: 58.9777
[45]
            valid_0's 12: 25916.2
                                          valid_0's 11: 58.8466
[46]
            valid_0's 12: 25899.3
                                          valid_0's 11: 58.738
            valid_0's 12: 25927.4
[47]
                                          valid_0's 11: 58.6148
[48]
            valid_0's 12: 25915.8
                                          valid_0's 11: 58.5201
```

```
[49]
            valid_0's 12: 25923
                                        valid_0's 11: 58.5147
[50]
            valid_0's 12: 25903.3
                                          valid_0's l1: 58.4177
                                          valid_0's 11: 58.3402
[51]
            valid_0's 12: 25888.6
[52]
            valid_0's 12: 25873.6
                                          valid_0's 11: 58.2381
            valid 0's 12: 25903.1
                                          valid 0's 11: 58.2372
[53]
[54]
            valid_0's 12: 25878.3
                                          valid 0's 11: 58.11
[55]
            valid 0's 12: 25871
                                         valid 0's 11: 58.0461
[56]
            valid_0's 12: 25847.9
                                          valid_0's 11: 57.8845
[57]
            valid_0's 12: 25832.4
                                          valid 0's 11: 57.7872
[58]
            valid_0's 12: 25812.2
                                          valid_0's 11: 57.6656
                                          valid_0's 11: 57.6354
[59]
            valid_0's 12: 25801.6
[60]
            valid_0's 12: 25782.8
                                          valid_0's l1: 57.5686
[61]
                                          valid_0's 11: 57.5294
            valid_0's 12: 25773.8
            valid_0's 12: 25795.4
[62]
                                          valid_0's l1: 57.495
                                          valid_0's 11: 57.3613
[63]
            valid_0's 12: 25775.1
[64]
            valid_0's 12: 25797.2
                                          valid_0's l1: 57.35
[65]
            valid_0's 12: 25790.3
                                          valid_0's 11: 57.2414
[66]
            valid_0's 12: 25811.7
                                          valid_0's 11: 57.2305
            valid_0's 12: 25869
[67]
                                        valid_0's 11: 57.2777
[68]
            valid 0's 12: 25856.3
                                          valid 0's 11: 57.2048
                                          valid 0's 11: 57.1627
[69]
            valid 0's 12: 25840.4
            valid 0's 12: 25826.8
                                          valid 0's 11: 57.1193
[70]
                                          valid_0's l1: 57.0477
[71]
            valid_0's 12: 25811.4
[72]
            valid_0's 12: 25803.9
                                          valid_0's l1: 57.0059
[73]
            valid_0's 12: 25834.8
                                          valid_0's 11: 57.0282
                                          valid_0's 11: 57.0123
[74]
            valid_0's 12: 25831.2
[75]
            valid_0's 12: 25816.6
                                          valid_0's 11: 56.9837
                                         valid_0's l1: 56.9171
[76]
            valid_0's 12: 25802
[77]
            valid_0's 12: 25788.8
                                          valid_0's 11: 56.8434
[78]
            valid_0's 12: 25751.8
                                          valid_0's 11: 56.8064
[79]
            valid_0's 12: 25746
                                        valid_0's l1: 56.7877
                                          valid_0's 11: 56.7273
[80]
            valid_0's 12: 25733.7
[81]
            valid_0's 12: 25727.6
                                          valid_0's 11: 56.6834
            valid_0's 12: 25714.2
[82]
                                          valid_0's l1: 56.6507
            valid 0's 12: 25704.4
                                          valid 0's 11: 56.5988
[83]
[84]
            valid 0's 12: 25703.9
                                          valid 0's 11: 56.5755
            valid 0's 12: 25697.1
                                          valid 0's 11: 56.5508
[85]
[86]
            valid_0's 12: 25690
                                        valid 0's 11: 56.4977
            valid_0's 12: 25683.9
                                          valid_0's l1: 56.4767
[87]
                                          valid_0's 11: 56.4303
[88]
            valid_0's 12: 25675.9
[89]
            valid_0's 12: 25669.9
                                          valid_0's 11: 56.3944
[90]
            valid_0's 12: 25666
                                        valid_0's 11: 56.3639
Did not meet early stopping. Best iteration is:
[90]
            valid_0's 12: 25666
                                        valid_0's 11: 56.3639
```

/anaconda3/lib/python3.7/site-packages/lightgbm/engine.py:118: UserWarning: Found `num\_iteration warnings.warn("Found `{}` in params. Will use it instead of argument".format(alias))

```
[1]
           valid_0's 12: 117195
                                         valid_0's 11: 88.9688
Training until validation scores don't improve for 50 rounds.
           valid_0's 12: 115830
                                        valid_0's l1: 86.5413
[2]
[3]
           valid_0's 12: 114322
                                        valid 0's 11: 83.9777
[4]
           valid_0's 12: 113159
                                        valid_0's 11: 82.3151
[5]
           valid_0's 12: 112191
                                        valid 0's 11: 81.122
[6]
           valid_0's 12: 111418
                                         valid_0's l1: 80.0316
[7]
           valid_0's 12: 110619
                                         valid_0's l1: 77.9809
[8]
           valid_0's 12: 109908
                                         valid_0's 11: 76.9983
[9]
           valid_0's 12: 109358
                                         valid_0's l1: 75.9764
                                          valid_0's 11: 74.9903
[10]
            valid_0's 12: 108802
[11]
            valid_0's 12: 108272
                                          valid_0's l1: 73.3814
[12]
            valid_0's 12: 107779
                                          valid_0's l1: 72.0775
            valid_0's 12: 107362
                                          valid_0's l1: 71.2055
[13]
[14]
            valid_0's 12: 107037
                                          valid_0's l1: 70.1954
[15]
            valid_0's 12: 106662
                                          valid_0's l1: 69.7819
                                          valid_0's l1: 69.0633
[16]
            valid_0's 12: 106423
[17]
            valid_0's 12: 106119
                                          valid_0's 11: 68.694
            valid_0's 12: 105879
                                          valid_0's l1: 67.9948
[18]
[19]
            valid_0's 12: 105691
                                          valid_0's l1: 67.2697
[20]
            valid 0's 12: 105477
                                          valid 0's 11: 66.653
            valid_0's 12: 105294
[21]
                                          valid_0's 11: 66.0782
[22]
            valid_0's 12: 105138
                                          valid_0's 11: 65.9248
                                          valid_0's 11: 65.4203
[23]
            valid_0's 12: 105004
[24]
            valid_0's 12: 104830
                                          valid_0's l1: 65.0985
[25]
                                          valid_0's l1: 64.7622
            valid_0's 12: 104670
[26]
            valid_0's 12: 104552
                                          valid_0's l1: 64.3157
[27]
            valid_0's 12: 104417
                                          valid_0's 11: 64.0382
[28]
            valid_0's 12: 104272
                                          valid_0's l1: 63.7261
[29]
            valid_0's 12: 104198
                                          valid_0's 11: 63.5494
[30]
            valid_0's 12: 104138
                                          valid_0's 11: 63.3609
            valid_0's 12: 104031
                                          valid_0's l1: 63.1323
[31]
[32]
            valid_0's 12: 103948
                                          valid_0's l1: 62.7927
                                          valid_0's l1: 62.7462
[33]
            valid_0's 12: 103716
            valid_0's 12: 103658
                                          valid_0's l1: 62.539
[34]
[35]
            valid_0's 12: 103588
                                          valid_0's 11: 62.3468
[36]
            valid_0's 12: 103525
                                          valid_0's l1: 61.9963
[37]
            valid_0's 12: 103481
                                          valid_0's l1: 61.7257
[38]
            valid_0's 12: 103428
                                          valid_0's l1: 61.4617
[39]
            valid_0's 12: 103389
                                          valid_0's l1: 61.2943
[40]
            valid_0's 12: 103347
                                          valid_0's l1: 61.2145
[41]
            valid_0's 12: 103317
                                          valid_0's l1: 61.0673
[42]
            valid_0's 12: 103271
                                          valid_0's l1: 60.9092
                                          valid_0's l1: 60.768
[43]
            valid_0's 12: 103234
```

```
[44]
            valid_0's 12: 103222
                                          valid_0's 11: 60.6892
            valid_0's 12: 103190
                                          valid_0's l1: 60.5751
[45]
[46]
            valid_0's 12: 103165
                                          valid_0's l1: 60.4569
[47]
            valid 0's 12: 102997
                                          valid 0's 11: 60.3727
            valid 0's 12: 102984
                                          valid 0's 11: 60.2767
[48]
[49]
            valid 0's 12: 102975
                                          valid 0's 11: 60.2482
[50]
            valid 0's 12: 102943
                                          valid 0's 11: 60.1248
[51]
            valid_0's 12: 102877
                                          valid 0's 11: 60.07
[52]
            valid_0's 12: 102872
                                          valid 0's 11: 59.9455
[53]
            valid_0's 12: 102832
                                          valid_0's 11: 59.9383
                                          valid_0's 11: 59.8933
[54]
            valid_0's 12: 102826
            valid_0's 12: 102813
                                          valid_0's l1: 59.7941
[55]
[56]
            valid_0's 12: 102800
                                          valid_0's l1: 59.6851
[57]
            valid_0's 12: 102770
                                          valid_0's l1: 59.5544
[58]
            valid_0's 12: 102735
                                          valid_0's l1: 59.4557
[59]
            valid_0's 12: 102698
                                          valid_0's l1: 59.4111
[60]
            valid_0's 12: 102630
                                          valid_0's l1: 59.377
[61]
            valid_0's 12: 102615
                                          valid_0's l1: 59.3471
[62]
            valid_0's 12: 102611
                                          valid 0's 11: 59.2866
[63]
            valid 0's 12: 102537
                                          valid 0's 11: 59.0907
[64]
            valid 0's 12: 102515
                                          valid 0's 11: 59.0713
            valid 0's 12: 102475
[65]
                                          valid 0's 11: 58.9417
[66]
            valid_0's 12: 102467
                                          valid_0's 11: 58.8839
[67]
                                          valid_0's l1: 58.8127
            valid_0's 12: 102462
[68]
            valid_0's 12: 102438
                                          valid_0's l1: 58.7114
[69]
            valid_0's 12: 102416
                                          valid_0's 11: 58.6706
[70]
            valid_0's 12: 102369
                                          valid_0's 11: 58.6384
[71]
            valid_0's 12: 102350
                                          valid_0's 11: 58.5883
[72]
            valid_0's 12: 102291
                                          valid 0's 11: 58.5544
[73]
            valid_0's 12: 102276
                                          valid_0's l1: 58.5176
[74]
            valid_0's 12: 102270
                                          valid_0's 11: 58.4222
[75]
            valid_0's 12: 102262
                                          valid_0's 11: 58.3906
[76]
            valid_0's 12: 102120
                                          valid_0's 11: 58.3972
[77]
            valid_0's 12: 102104
                                          valid 0's 11: 58.3334
            valid 0's 12: 102098
                                          valid 0's 11: 58.2571
[78]
[79]
            valid 0's 12: 102086
                                          valid 0's 11: 58.2021
            valid 0's 12: 102069
                                          valid_0's l1: 58.1334
[80]
[81]
            valid_0's 12: 102054
                                          valid 0's 11: 58.0666
            valid_0's 12: 102042
                                          valid_0's 11: 58.0223
[82]
[83]
            valid_0's 12: 102017
                                          valid_0's l1: 58.0033
[84]
            valid_0's 12: 102009
                                          valid_0's l1: 57.9829
[85]
            valid_0's 12: 101988
                                          valid_0's l1: 57.9491
[86]
            valid_0's 12: 101984
                                          valid_0's l1: 57.9291
                                          valid_0's l1: 57.8909
[87]
            valid_0's 12: 101976
[88]
            valid_0's 12: 101980
                                          valid_0's 11: 57.9179
[89]
            valid_0's 12: 101982
                                          valid_0's 11: 57.8453
[90]
            valid_0's 12: 101970
                                          valid_0's l1: 57.8121
Did not meet early stopping. Best iteration is:
```

```
[90]
            valid_0's 12: 101970
                                         valid_0's 11: 57.8121
[1]
           valid_0's 12: 29981.5
                                         valid_0's 11: 81.6252
Training until validation scores don't improve for 50 rounds.
[2]
           valid_0's 12: 28753.6
                                         valid_0's 11: 78.9882
[3]
           valid 0's 12: 27549.8
                                         valid_0's 11: 76.5825
[4]
           valid_0's 12: 26605.6
                                         valid_0's 11: 75.0281
[5]
                                         valid_0's l1: 73.9985
           valid 0's 12: 25913.3
[6]
           valid_0's 12: 25181.1
                                         valid_0's 11: 73.0122
[7]
           valid_0's 12: 24424
                                       valid_0's 11: 70.9432
[8]
           valid_0's 12: 23927.3
                                         valid_0's 11: 70.2026
[9]
           valid_0's 12: 23403.8
                                         valid_0's l1: 69.3796
[10]
            valid_0's 12: 22955.8
                                          valid_0's 11: 68.4613
[11]
            valid_0's 12: 22484.8
                                          valid_0's l1: 66.9474
                                          valid_0's 11: 65.7493
[12]
            valid_0's 12: 22095.7
            valid_0's 12: 21753
                                        valid_0's l1: 64.8116
[13]
[14]
            valid_0's 12: 21454.7
                                          valid_0's l1: 63.819
[15]
            valid_0's 12: 21328
                                        valid_0's l1: 63.613
[16]
            valid_0's 12: 21112.8
                                          valid_0's 11: 62.8831
[17]
            valid_0's 12: 21013.5
                                          valid_0's 11: 62.6332
[18]
            valid 0's 12: 20793.1
                                          valid 0's 11: 61.9384
                                          valid_0's l1: 61.294
[19]
            valid 0's 12: 20610.9
[20]
            valid 0's 12: 20456.1
                                          valid 0's 11: 60.7655
[21]
            valid_0's 12: 20278.3
                                          valid_0's l1: 60.1708
[22]
            valid_0's 12: 20234.9
                                          valid_0's l1: 60.1244
[23]
            valid_0's 12: 20111.2
                                          valid_0's 11: 59.6372
            valid_0's 12: 19968.2
[24]
                                          valid_0's 11: 59.3043
[25]
            valid_0's 12: 19826.6
                                          valid_0's 11: 58.9368
                                          valid_0's 11: 58.5692
[26]
            valid_0's 12: 19731.8
[27]
            valid_0's 12: 19661.1
                                          valid_0's l1: 58.3891
[28]
            valid_0's 12: 19621.2
                                          valid_0's l1: 58.191
                                          valid_0's 11: 58.0341
[29]
            valid_0's 12: 19572.1
[30]
            valid_0's 12: 19544.7
                                          valid_0's l1: 57.927
```

/anaconda3/lib/python3.7/site-packages/lightgbm/engine.py:118: UserWarning: Found `num\_iteration warnings.warn("Found `{}` in params. Will use it instead of argument".format(alias))
/anaconda3/lib/python3.7/site-packages/lightgbm/engine.py:118: UserWarning: Found `num\_iteration warnings.warn("Found `{}` in params. Will use it instead of argument".format(alias))

```
[31]
            valid_0's 12: 19480
                                        valid_0's l1: 57.7295
[32]
            valid_0's 12: 19407.8
                                          valid_0's l1: 57.4764
            valid 0's 12: 19377.9
                                          valid 0's 11: 57.542
[33]
[34]
            valid_0's 12: 19338.9
                                          valid_0's 11: 57.3846
            valid 0's 12: 19282
                                        valid_0's l1: 57.1718
[35]
[36]
            valid_0's 12: 19211.6
                                          valid_0's 11: 56.8603
[37]
            valid_0's 12: 19163.8
                                          valid_0's l1: 56.6155
[38]
            valid_0's 12: 19116.6
                                          valid_0's 11: 56.3982
```

```
[39]
            valid_0's 12: 19084.1
                                           valid_0's l1: 56.2535
            valid_0's 12: 19096.8
[40]
                                           valid_0's 11: 56.2189
[41]
            valid_0's 12: 19079.6
                                           valid_0's l1: 56.1215
[42]
            valid 0's 12: 19038.5
                                           valid 0's 11: 55.9586
            valid 0's 12: 19006.2
                                           valid 0's 11: 55.8479
[43]
[44]
            valid 0's 12: 18987.8
                                           valid 0's 11: 55.7297
[45]
            valid 0's 12: 18966.5
                                           valid 0's 11: 55.6579
[46]
            valid_0's 12: 18955.2
                                           valid_0's l1: 55.5718
[47]
            valid_0's 12: 18934
                                         valid 0's 11: 55.476
[48]
            valid_0's 12: 18921.7
                                           valid_0's l1: 55.4187
[49]
            valid_0's 12: 18912.5
                                           valid_0's l1: 55.3407
[50]
            valid_0's 12: 18883.7
                                           valid_0's 11: 55.2195
[51]
            valid_0's 12: 18903
                                         valid_0's l1: 55.271
            valid_0's 12: 18887.5
[52]
                                           valid_0's l1: 55.1602
[53]
            valid_0's 12: 18900.9
                                           valid_0's 11: 55.2413
[54]
            valid_0's 12: 18878.2
                                           valid_0's l1: 55.1542
[55]
            valid_0's 12: 18866.6
                                           valid_0's 11: 55.0818
[56]
            valid_0's 12: 18838
                                         valid_0's 11: 54.9349
[57]
            valid 0's 12: 18823.8
                                           valid_0's 11: 54.8522
[58]
            valid 0's 12: 18814.3
                                           valid 0's 11: 54.7644
[59]
            valid 0's 12: 18814.9
                                           valid 0's 11: 54.7501
            valid 0's 12: 18812.5
                                           valid 0's 11: 54.7281
[60]
[61]
            valid_0's 12: 18805.4
                                           valid_0's l1: 54.7197
[62]
                                           valid 0's 11: 54.6899
            valid_0's 12: 18790.8
[63]
            valid_0's 12: 18749.3
                                           valid_0's 11: 54.5614
                                           valid_0's 11: 54.5014
[64]
            valid_0's 12: 18739.9
[65]
            valid_0's 12: 18712.7
                                           valid_0's l1: 54.3791
[66]
            valid_0's 12: 18707.4
                                           valid_0's l1: 54.3178
            valid_0's 12: 18918.2
                                           valid_0's l1: 54.4743
[67]
[68]
            valid_0's 12: 18914
                                         valid_0's l1: 54.4538
[69]
            valid_0's 12: 18904.1
                                           valid_0's 11: 54.3812
[70]
            valid_0's 12: 18911
                                         valid_0's l1: 54.3855
[71]
            valid_0's 12: 18898.2
                                           valid_0's l1: 54.317
[72]
            valid_0's 12: 18893.2
                                           valid 0's 11: 54.2916
            valid 0's 12: 18911.3
                                           valid 0's 11: 54.313
[73]
[74]
            valid 0's 12: 18908.2
                                           valid 0's 11: 54.2932
                                           valid_0's 11: 54.3615
[75]
            valid 0's 12: 18980.4
[76]
            valid_0's 12: 18975.7
                                           valid 0's 11: 54.3363
[77]
            valid_0's 12: 18961.4
                                           valid_0's 11: 54.2976
[78]
            valid_0's 12: 18955
                                         valid_0's 11: 54.2481
[79]
            valid_0's 12: 18997.7
                                           valid_0's 11: 54.3619
[80]
            valid_0's 12: 18983.3
                                           valid_0's l1: 54.3105
[81]
            valid_0's 12: 18980.6
                                           valid_0's 11: 54.2766
            valid_0's 12: 18979.2
                                           valid_0's l1: 54.2669
[82]
[83]
            valid_0's 12: 18970.2
                                           valid_0's l1: 54.2211
[84]
            valid_0's 12: 18964.5
                                           valid_0's l1: 54.1828
            valid_0's 12: 18959.8
[85]
                                           valid_0's 11: 54.1507
[86]
            valid_0's 12: 18963.6
                                           valid_0's l1: 54.1319
```

```
[87]
            valid_0's 12: 18957.4
                                          valid_0's 11: 54.1187
[88]
            valid_0's 12: 18959.4
                                          valid_0's 11: 54.0854
            valid_0's 12: 19026.1
                                          valid_0's 11: 54.1243
[89]
[90]
            valid 0's 12: 19022.5
                                          valid 0's l1: 54.1001
Did not meet early stopping. Best iteration is:
[66]
            valid 0's 12: 18707.4
                                          valid 0's 11: 54.3178
[1]
           valid 0's 12: 41752.2
                                         valid_0's 11: 85.6906
Training until validation scores don't improve for 50 rounds.
           valid 0's 12: 40345.8
                                         valid 0's 11: 83.1183
[2]
[3]
                                         valid_0's 11: 80.5966
           valid_0's 12: 39013.7
[4]
           valid_0's 12: 37954.3
                                         valid_0's 11: 78.9442
[5]
           valid_0's 12: 37141.6
                                         valid_0's l1: 77.7644
[6]
           valid_0's 12: 36194.5
                                         valid_0's l1: 76.5962
[7]
                                       valid_0's 11: 74.5304
           valid_0's 12: 35401
[8]
           valid_0's 12: 34734.9
                                         valid_0's 11: 73.5535
[9]
           valid_0's 12: 34026.9
                                         valid_0's l1: 72.5069
[10]
            valid_0's 12: 33567.1
                                          valid_0's 11: 71.4836
[11]
            valid_0's 12: 33011.5
                                          valid_0's l1: 69.9816
[12]
            valid 0's 12: 32579.2
                                          valid 0's 11: 68.7463
[13]
            valid 0's 12: 32187.8
                                          valid 0's l1: 67.7977
                                          valid 0's 11: 66.7604
[14]
            valid 0's 12: 31823.4
            valid 0's 12: 31627.1
                                          valid 0's 11: 66.5051
[15]
[16]
            valid_0's 12: 31391
                                        valid_0's 11: 65.8094
[17]
            valid 0's 12: 31223.8
                                          valid 0's 11: 65.4631
[18]
            valid_0's 12: 30997.6
                                          valid_0's 11: 64.7727
[19]
            valid_0's 12: 30785.9
                                          valid_0's l1: 64.0169
[20]
            valid_0's 12: 30619.4
                                          valid_0's l1: 63.5559
[21]
            valid_0's 12: 30470.8
                                          valid_0's l1: 62.9804
            valid_0's 12: 30339.7
[22]
                                          valid 0's 11: 62.7967
[23]
            valid_0's 12: 30199.9
                                          valid_0's 11: 62.2812
[24]
            valid_0's 12: 30080
                                        valid_0's l1: 62.0171
                                          valid_0's 11: 61.8242
[25]
            valid_0's 12: 29972.1
[26]
            valid_0's 12: 29897.4
                                          valid_0's l1: 61.4284
[27]
            valid 0's 12: 29842.6
                                          valid 0's 11: 61.242
            valid 0's 12: 29786.5
                                          valid 0's 11: 61.0057
[28]
                                          valid 0's 11: 60.8515
[29]
            valid 0's 12: 29730.2
            valid 0's 12: 29689.7
                                          valid 0's 11: 60.7213
[30]
[31]
            valid 0's 12: 29643.4
                                          valid 0's 11: 60.6032
[32]
            valid_0's 12: 29582.6
                                          valid_0's l1: 60.3093
                                          valid_0's l1: 60.2474
[33]
            valid_0's 12: 29482.9
[34]
            valid_0's 12: 29457.9
                                          valid_0's l1: 60.1152
[35]
            valid_0's 12: 29418.1
                                          valid_0's 11: 59.9809
[36]
            valid_0's 12: 29365.4
                                          valid_0's l1: 59.7827
            valid_0's 12: 29321.6
                                          valid_0's 11: 59.5878
[37]
                                          valid_0's 11: 59.3585
[38]
            valid_0's 12: 29269.8
[39]
            valid_0's 12: 29251.4
                                          valid_0's 11: 59.214
[40]
            valid_0's 12: 29260.9
                                          valid_0's 11: 59.1861
[41]
            valid_0's 12: 29243.5
                                          valid_0's 11: 59.0823
```

```
[42]
            valid_0's 12: 29212.2
                                          valid_0's l1: 58.9476
            valid_0's 12: 29189.6
[43]
                                          valid_0's 11: 58.7556
[44]
            valid_0's 12: 29148.4
                                          valid_0's l1: 58.6155
            valid 0's 12: 29119.8
                                          valid 0's 11: 58.5287
[45]
            valid 0's 12: 29097
                                        valid 0's 11: 58.4442
[46]
[47]
            valid 0's 12: 29096.5
                                          valid 0's 11: 58.347
[48]
            valid 0's 12: 29071.2
                                          valid 0's 11: 58.2065
[49]
            valid_0's 12: 29061.2
                                          valid 0's 11: 58.159
[50]
            valid_0's 12: 29035.7
                                          valid 0's 11: 58.0624
[51]
            valid_0's 12: 29009.9
                                          valid_0's 11: 58.0142
[52]
            valid_0's 12: 29019.7
                                          valid_0's 11: 57.9443
            valid_0's 12: 29008.8
                                          valid_0's 11: 57.9722
[53]
[54]
            valid_0's 12: 29001.9
                                          valid_0's 11: 57.906
                                          valid_0's 11: 57.8046
[55]
            valid_0's 12: 28983.5
[56]
            valid_0's 12: 28954.8
                                          valid_0's l1: 57.6935
[57]
            valid_0's 12: 28940.1
                                          valid_0's l1: 57.6274
[58]
            valid_0's 12: 28908.7
                                          valid_0's 11: 57.5442
[59]
            valid_0's 12: 28884.5
                                          valid_0's l1: 57.4833
[60]
            valid 0's 12: 28883.2
                                          valid 0's 11: 57.4409
[61]
            valid 0's 12: 28877.7
                                          valid 0's 11: 57.466
            valid 0's 12: 28879.2
[62]
                                          valid 0's 11: 57.4117
                                          valid 0's 11: 57.3158
[63]
            valid 0's 12: 28850.2
[64]
            valid_0's 12: 28834.8
                                          valid_0's 11: 57.2416
[65]
            valid_0's 12: 28830.3
                                          valid_0's l1: 57.1923
[66]
            valid_0's 12: 28816
                                        valid_0's 11: 57.131
[67]
                                          valid_0's l1: 57.12
            valid_0's 12: 28836.2
[68]
            valid_0's 12: 28824.9
                                          valid_0's l1: 57.0742
[69]
            valid_0's 12: 28794.2
                                          valid_0's l1: 57.0454
            valid_0's 12: 28784.2
[70]
                                          valid_0's l1: 57.0421
[71]
            valid_0's 12: 28781.3
                                          valid_0's l1: 57.0357
[72]
            valid_0's 12: 28763.5
                                          valid_0's l1: 57.0064
[73]
            valid_0's 12: 28756.8
                                          valid_0's 11: 56.9854
[74]
            valid_0's 12: 28735.2
                                          valid_0's l1: 56.9617
[75]
            valid_0's 12: 28725.8
                                          valid 0's 11: 56.9685
            valid 0's 12: 28690.9
                                          valid 0's 11: 56.9552
[76]
[77]
            valid 0's 12: 28683.9
                                          valid 0's 11: 56.9091
                                          valid 0's 11: 56.9083
[78]
            valid 0's 12: 28685.3
[79]
            valid_0's 12: 28665.8
                                          valid 0's 11: 56.8626
[80]
            valid_0's 12: 28650.4
                                          valid_0's 11: 56.8077
[81]
            valid_0's 12: 28645.5
                                          valid_0's l1: 56.7785
[82]
            valid_0's 12: 28637.6
                                          valid_0's l1: 56.7421
[83]
            valid_0's 12: 28619.7
                                          valid_0's l1: 56.7259
[84]
            valid_0's 12: 28616.3
                                          valid_0's l1: 56.7169
[85]
            valid_0's 12: 28600.4
                                          valid_0's 11: 56.6804
[86]
            valid_0's 12: 28589.7
                                          valid_0's l1: 56.6199
[87]
            valid_0's 12: 28584.6
                                          valid_0's l1: 56.6002
            valid_0's 12: 28563.9
[88]
                                          valid_0's l1: 56.5225
[89]
            valid_0's 12: 28549
                                        valid_0's l1: 56.4659
```

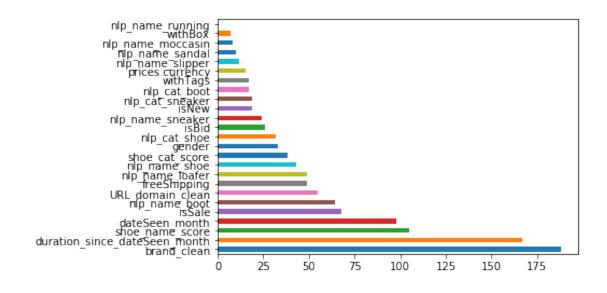
```
[90]
            valid_0's 12: 28540.8
                                          valid_0's 11: 56.4127
Did not meet early stopping. Best iteration is:
[90]
            valid_0's 12: 28540.8
                                          valid_0's 11: 56.4127
[1]
           valid 0's 12: 121648
                                        valid 0's 11: 88.8191
Training until validation scores don't improve for 50 rounds.
[2]
           valid 0's 12: 120039
                                        valid 0's 11: 86.1705
[3]
           valid 0's 12: 118553
                                        valid 0's 11: 83.6374
[4]
           valid 0's 12: 117149
                                        valid 0's 11: 81.8754
[5]
           valid 0's 12: 115988
                                        valid 0's 11: 80.205
[6]
           valid_0's 12: 115064
                                        valid_0's 11: 78.8404
[7]
           valid_0's 12: 114218
                                        valid_0's l1: 76.7041
[8]
           valid_0's 12: 113543
                                        valid_0's l1: 75.7138
[9]
           valid_0's 12: 112950
                                        valid_0's l1: 74.5385
[10]
            valid_0's 12: 112352
                                         valid_0's 11: 73.4136
[11]
            valid_0's 12: 111795
                                         valid_0's l1: 71.7969
[12]
            valid_0's 12: 111335
                                         valid_0's l1: 70.6119
[13]
            valid_0's 12: 110800
                                         valid_0's 11: 69.5058
[14]
            valid_0's 12: 110338
                                         valid_0's l1: 68.4691
[15]
            valid 0's 12: 110045
                                         valid 0's 11: 67.9732
[16]
            valid 0's 12: 109821
                                         valid 0's 11: 67.288
[17]
            valid 0's 12: 109581
                                         valid 0's 11: 66.8752
            valid 0's 12: 109281
                                         valid_0's l1: 66.1579
[18]
[19]
            valid_0's 12: 109097
                                         valid_0's 11: 65.5323
[20]
            valid_0's 12: 108840
                                         valid_0's l1: 64.9738
[21]
            valid_0's 12: 108697
                                         valid_0's 11: 64.4101
[22]
                                         valid_0's l1: 64.1669
            valid_0's 12: 108466
[23]
            valid_0's 12: 108348
                                         valid_0's l1: 63.6795
[24]
            valid_0's 12: 108131
                                         valid_0's 11: 63.3258
[25]
            valid_0's 12: 107972
                                         valid 0's 11: 63.0708
[26]
            valid_0's 12: 107914
                                         valid_0's 11: 62.7983
[27]
            valid_0's 12: 107721
                                         valid_0's l1: 62.569
[28]
            valid_0's 12: 107436
                                         valid_0's 11: 62.2431
[29]
            valid_0's 12: 107345
                                         valid_0's 11: 62.0238
            valid_0's 12: 107285
[30]
                                         valid 0's 11: 61.892
            valid 0's 12: 107218
                                         valid 0's 11: 61.716
[31]
[32]
            valid 0's 12: 107129
                                         valid 0's 11: 61.4247
            valid 0's 12: 106880
                                         valid 0's 11: 61.313
[33]
[34]
            valid 0's 12: 106801
                                         valid 0's 11: 61.0407
[35]
            valid_0's 12: 106724
                                         valid_0's 11: 60.8532
[36]
            valid_0's 12: 106689
                                         valid_0's 11: 60.6233
[37]
            valid_0's 12: 106647
                                         valid_0's 11: 60.4282
[38]
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                                         valid_0's 11: 60.2063
[39]
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                                         valid_0's l1: 60.0964
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[41]
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                                         valid_0's l1: 59.8037
[42]
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                                         valid_0's l1: 59.7034
[43]
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                                         valid_0's 11: 59.609
[44]
            valid_0's 12: 106403
                                         valid_0's 11: 59.4786
```

```
[45]
            valid_0's 12: 106377
                                          valid_0's l1: 59.3857
            valid_0's 12: 106355
                                          valid_0's 11: 59.2843
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[47]
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            valid 0's 12: 106325
                                          valid 0's 11: 59.1402
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                                          valid 0's 11: 59.0641
[49]
[50]
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                                          valid 0's 11: 59.0063
[51]
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                                          valid 0's 11: 58.9772
[52]
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[54]
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                                          valid_0's 11: 58.8088
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            valid_0's 12: 106020
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[58]
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[60]
            valid_0's 12: 105959
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[62]
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                                          valid_0's l1: 58.4153
            valid 0's 12: 105903
                                          valid 0's 11: 58.3075
[63]
[64]
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                                          valid 0's 11: 58.2923
                                          valid 0's 11: 58.1982
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            valid 0's 12: 105862
            valid 0's 12: 105809
[66]
                                          valid 0's 11: 58.1576
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                                          valid_0's l1: 58.1249
[68]
                                          valid_0's 11: 58.0687
            valid_0's 12: 105787
[69]
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[70]
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[72]
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                                          valid_0's 11: 57.7893
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[76]
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                                          valid_0's l1: 57.7289
[77]
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                                          valid 0's 11: 57.6026
[79]
[80]
            valid 0's 12: 105580
                                          valid 0's 11: 57.595
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            valid 0's 12: 105571
                                          valid 0's 11: 57.5783
[82]
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                                          valid 0's 11: 57.5816
            valid_0's 12: 105571
                                          valid_0's l1: 57.5457
[83]
[84]
            valid_0's 12: 105565
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[85]
            valid_0's 12: 105550
                                          valid_0's l1: 57.4917
            valid_0's 12: 105544
                                          valid_0's l1: 57.4686
[86]
[87]
            valid_0's 12: 105505
                                          valid_0's l1: 57.4586
[88]
            valid_0's 12: 105457
                                          valid_0's 11: 57.426
[89]
            valid_0's 12: 105412
                                          valid_0's l1: 57.4114
[90]
            valid_0's 12: 105405
                                          valid_0's 11: 57.3677
Did not meet early stopping. Best iteration is:
            valid_0's 12: 105405
[90]
                                          valid_0's 11: 57.3677
```

```
/anaconda3/lib/python3.7/site-packages/lightgbm/engine.py:118: UserWarning: Found `num_iteratic warnings.warn("Found `{}` in params. Will use it instead of argument".format(alias))
```

Feature importance barplot:

Out[87]: <matplotlib.axes.\_subplots.AxesSubplot at 0x1a1fd0d898>



### 7.0.1 Model Implementation Summary

In summary, the performance of the LightGBM model as implemented **did not yield the low error** (MSE, RMSE)/high explanation of variance (R2 score) result that an applicant like myself might have hoped for. It did demonstrate a *small improvement in performance over the baseline model* (*linear regression model*) and the *worse-case scenario analysis* (*measure of central tendency comparison*) in the test fitting.

Train, validation and test set MSE, RMSE and R2 are (54152, 231 USD, 25%), (56058, 222 USD, 29%) and (88788, 298, 15%)

Listed below are some of the pros and cons of the LightGBM mode as currently implemented:

### Pros

- The test set predictions vs true test values' R2 score explained a meager 7% more of the variance in the data than the test set using the linear model (and that's before considering R2). That's also 15% more than the worse case scenario (R2 of ~0).
- Similarly, the RMSE of the LightGBM model's performance was reduced by **11.50 USD** from the RMSE of the linear model's performance (noting that RMSE is in USD, the units of the target variable). Given that the average value of the target variable (y\_test) is ~**113 USD**, that's a favorable dollar value decrease in error with respect to the average price of test set products however, it is nowhere near the dollar value of RMSE error.
- (Similar results apply for MSE, however the units are in USD squared arguably less intuitive if there's a need for explainability to a stakeholder or client.)
- As discussed in 'Cons', I was not able to programatically optimize the hyperparameter tuning of the model (say, using Bayesian Optimization). This can also be a pro as it means the performance of the model can still improve with additional hyperparameter tweaking.
- Although LightGBM typically performs better on larger datasets than the one at hand (say, 100K+ rows of data points), the model still demonstrated a minute increase with respect to the baseline model (both the linear and worse case).

#### Cons

- The model is clearly overfitting the training data despite my attempts to tweak the regularization parameters in LightGBM (L1, L2 costs). This is arguably the biggest problem with the model at the moment due in part to using such a complex supervised learning model that can be prone to overfitting. Perhaps comparing the current evaluation metrics to those of other techniques (ensemble methods, for example) would be worth a shot. On the training and validation sets, the model can perform as well as explaining 50% of the variance in the data (be careful, needs to be sanity-checked with adjusted\_R2) and brings the RMSE down to the order of 10^1 USD. For those values, the model did not generalize to similar evaluation metrics on the test set, however.
- Additional hyperparameter tuning is needed to fully leverage the power of the current modelling technique + improve its performance (discussed in 'Future Improvements' as well).
- The performance is still not ideal given that the order of magnitude of test set RMSE is on par with that of the average target variable value. Although the R2 score already doesn't look immediately appealing, the RMSE score confirms that the dollar-value error is too large for this model to confidently predict men's shoe prices to a reasonable confidence level.
- Furthermore, given more time, I would also evaluate adjusted\_R2; which is a function of the number of independent variables in the model. It's possible that the percentage of variance in the data explained by the model will decrease once the number of independent features are accounted for. That being said, the current model does not suffer from worryingly high dimensionality, so it would likely not decrease dramatically in explained variance.

### 7.0.2 Conclusion

Ultimately, I would not advise using this model for men's shoe prices' predictions in production in its current implementation.

# **8 Future Improvements**

- 1. Additional **data cleaning** for missing and erroneous values
- 2. Free shipping and free returns currently lumped together
- 3. Predicting any currency price as opposed to predicting USD-converted mean price
- 4. Improve (currently rudimentary) NLP modelling
- 5. **Increase dataset size** + supplement with 3rd party data; additional (clean) data points should theoretically improve LightGBM's evaluation metric performance
- 6. More explicit hyperparameter tuning (Bayesian Optimization)
- 7. Better leverage of the **prices.offer column** for discount data.
- 1. I know for a fact that there are still non-men's shoe products contained within the dataset that may or may not be skewing the distribution of prices + introducing biases. Additional cleaning is required, in particular in the name and categories columns to be explicit, removing rows/data points (products in particular) whose category is not part of men's shoes. (Recall the apriori assumption that we would include all men's footwear in this analysis; mocassins, slippers,

- etc). This might in turn improve the NLP performance of the nlp\_cat\_score and nlp\_name\_score columns.
- **2.** I would hypothesize that this improvement would have little impact on the model's performance overall, but free shipping and free returns are currently being encoded together in the same categorical column. The suggested improvement would be to make separate encodings for each field: increases dimensionality and sparseness (possibly for little payoff), but worth revisiting. Low priority improvement.
- **3.** Currently, the model is training and testing on prices converted entirely to USD. It could be worth seeing how the model performs keeping the mean prices in their original listing currencies (granted, it would introduce additional complications like assessing RMSE of a target variable that is theoretically in different units). Would likely involve having to reformulate the problem itself.
- **4.** The NLP modelling of the name and category columns completed so far has been very basic given the time constraint of the project, but already some of the feature-engineered columns demonstrate high importance in the model's performance. With a more thorough NLP assessment of those two columns (and other high cardinality ordinal columns like brand, among others), I believe NLP-based "binning" of the products will greatly improve the model's ability to discern product segmentation with respect to price.
- 5. LightGBM is a complex supervised learning model that usually works best when supplemented with large amounts of data (due to the bias-variance tradeoff, there is an inherent danger of overfitting the training set). Acquiring more data points for the model may help with performance emphasis is on help since, as I previously mentioned, the model would benefit most from either re-engineering the input features, or reframing the target of the problem. Furthermore, we can try supplementing the existing data with external 3rd party data. For example, we can join Amazon Product Advertising API data on the ASIN column (granted, there is a lot of missing data in the column currently), which could add additional features like SalesRank for measuring the relative popularity of a product on Amazon's platform to other products in its 'category'. My recommendation would still be to improve the model performance first (by improving the feature engineering process) before trying to throw more data at it.
- **6.** More explicit hyperparameter tuning (which would benefit in optimization performance from the increase in dataset row-size from 5). A common method utilized in tandem with Light-GBM for parameter optimization is Bayesian Optimization, a technique I did not have time to implement given the time constraint. It may be worth trying in the future to see if it improves performance at all and solves the issue of overfitting the training set.
- 7. I hypothesize that better leveraging the 'prices.offer' column of the dataset could lead to a significant improvement in performance via additional feature engineering that I was unable to tap into given the assignment time constraint. As far as columns of Strings go in the dataset, it is arguably one of the best formatted and easiest to extract valuable information from using simple string manipulation. I should have prioritized feature engineering from this column over some of the other categorical encoding variables that I spent time on (like withTags which ended up having a low feature importance, etc). Given more time, I would attempt to extract columns for a USD dollar amount of discount and percentage discount respectively using string manipulations (maybe NLP if necessary, but don't think it would be at first sight).