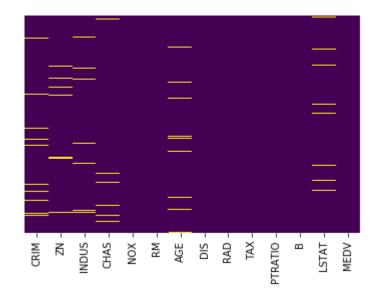
In [2]: #import data using the pandas libraries.
boston_data = pd.read_csv("HousingData.csv")
boston_data.head()

Out[2]:

	CRIM	ZN	INDUS	CHAS	NOX	RM	AGE	DIS	RAD	TAX	PTRATIO	В	LSTA
0	0.00632	18.0	2.31	0.0	0.538	6.575	65.2	4.0900	1	296	15.3	396.90	4.9
1	0.02731	0.0	7.07	0.0	0.469	6.421	78.9	4.9671	2	242	17.8	396.90	9.1
2	0.02729	0.0	7.07	0.0	0.469	7.185	61.1	4.9671	2	242	17.8	392.83	4.0
3	0.03237	0.0	2.18	0.0	0.458	6.998	45.8	6.0622	3	222	18.7	394.63	2.9
4	0.06905	0.0	2.18	0.0	0.458	7.147	54.2	6.0622	3	222	18.7	396.90	Na
4													•

In [3]: #Heatmap to check the missig values
sns.heatmap(boston_data.isnull(),yticklabels=False,cbar=False,cmap='viridis')

Out[3]: <matplotlib.axes._subplots.AxesSubplot at 0x1c34fc5f0c8>



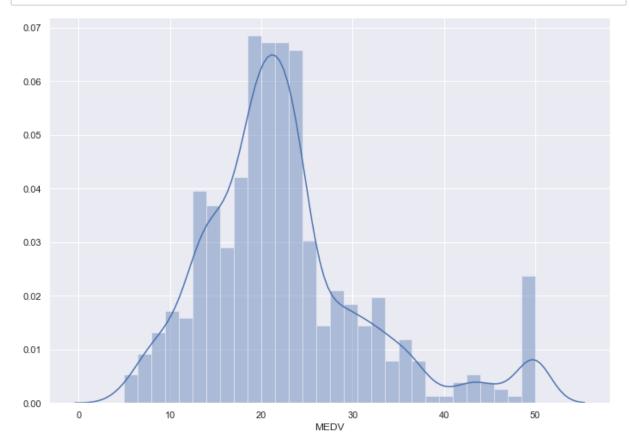
In [4]: #Yellow color shows that values are missing.
Handling missing values by replacing them by their mean values
boston_data=boston_data.fillna(boston_data.mean())
Now checking again the count of missing/null values
boston_data.isnull().sum()

Out[4]: CRIM 0 ΖN 0 **INDUS** 0 CHAS 0 NOX 0 RM0 AGE 0 DIS RAD 0 0 TAX **PTRATIO** 0 **LSTAT** MEDV dtype: int64

In [5]: #All count 0, shows no any missing value present.

#Now, we need to perform Exploratory Data Analysis. It is a very important step before training the model.

#In this section, we will use some visualizations to understand the relationsh ip of the target variable with other features.



In [7]: #This shows that values of MEDV are distributed normally with few outlier.

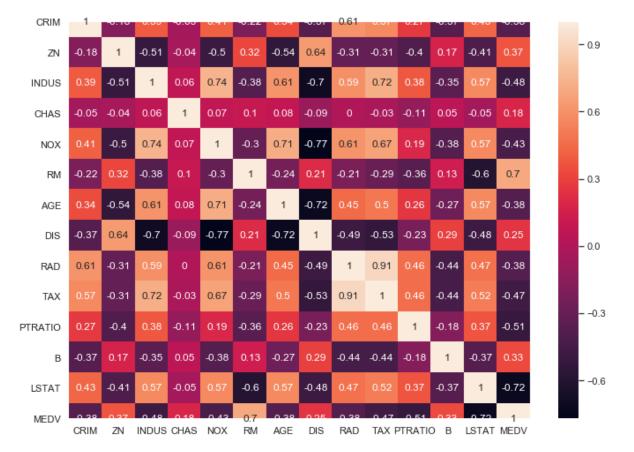
In [8]: # create a correlation matrix that measures the linear relationships between the variables.

#The correlation matrix can be formed by using the corr function from the pand as dataframe library.

#We will use the heatmap function from the seaborn library to plot the correlation matrix

In [9]: correlation_matrix = boston_data.corr().round(2)
annot = True to print the values inside the square
sns.heatmap(data=correlation_matrix, annot=True)

Out[9]: <matplotlib.axes._subplots.AxesSubplot at 0x1c34ffa0dc8>



In [10]: ''

Feature selection using correlation matrix:

To fit a linear regression model, we select those features which have a high correlation with our target variable MEDV.

By looking at the correlation matrix we can see that RM has a strong positive correlation with MEDV (0.7)

where as LSTAT has a high negative correlation with MEDV(-0.72).

An important point in selecting features for a linear regression model is to c heck for multi-co-linearity.

The features RAD, TAX have a correlation of 0.91. These feature pairs are strongly correlated to each other.

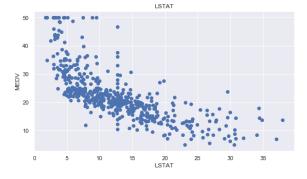
We should not select both these features together for training the model. Check this for an explanation.

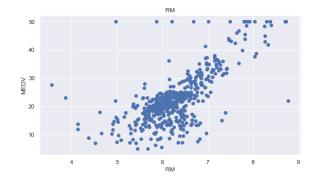
Same goes for the features DIS and AGE which have a correlation of -0.75

Out[10]: '\nFeature selection using correlation matrix:\n\nTo fit a linear regression model, we select those features which have a high correlation with our target variable MEDV. \nBy looking at the correlation matrix we can see that RM has a strong positive correlation with MEDV (0.7) \nwhere as LSTAT has a high neg ative correlation with MEDV(-0.72).\nAn important point in selecting features for a linear regression model is to check for multi-co-linearity. \nThe features RAD, TAX have a correlation of 0.91. These feature pairs are strongly cor related to each other.\nWe should not select both these features together for training the model. Check this for an explanation. \nSame goes for the features DIS and AGE which have a correlation of -0.75\n'

```
In [11]: #Using a scatter plot let's see how these features vary with MEDV.
plt.figure(figsize=(20, 5))
features = ['LSTAT', 'RM']
target = boston_data['MEDV']

for i, col in enumerate(features):
    plt.subplot(1, len(features), i+1)
    x = boston_data[col]
    y = target
    plt.scatter(x, y, marker='o')
    plt.title(col)
    plt.xlabel(col)
    plt.ylabel('MEDV')
```





```
In [12]: #The prices increase as the value of RM increases linearly. There are few outliers and the data seems to be capped at 50.
#The prices tend to decrease with an increase in LSTAT. Though it doesn't look to be following exactly a linear line.
```

In [14]: #Preprocessing data to implement Linear Regression using gradient descent

```
In [15]: #spliting data in training and test set
#To train the model with 70% of the samples and test with the remaining 30%.
n = int(len(boston_data)*0.70)
df_train, df_test = boston_data.iloc[:n, :], boston_data.iloc[n:, :]
```

```
In [16]: # Initial Coefficients
B = np.array([0, 0, 0]) #Weights array
alpha = 0.0001 # Learning rate

#Spliting the training and testing data in X,Y train and test sets.
m = len(df_train.iloc[:,:-1])
x0 = np.ones(m)
Xtrain = np.array([x0, df_train['LSTAT'],df_train['RM']]).T
ytrain = np.array(df_train['MEDV'])

m = len(df_test.iloc[:,:-1])
x0 = np.ones(m)
Xtest= np.array([x0, df_test['LSTAT'], df_test['RM']]).T
ytest= np.array(df_test['MEDV'])
```

```
In [17]: #Cost function
    def cost_function(X, Y, B):
        m = len(Y)
        J = np.sum((X.dot(B) - Y) ** 2)/(2 * m)
        return J
```

```
Boston housing dataset LinearRegression
In [18]: | #mplementation of linear regression for the given numbers of iterations.
          def gradient_descent(X, Y, B, alpha, iterations):
              cost history = [0] * iterations
              m = len(Y)
              for iteration in range(iterations):
                  # Hypothesis Values
                  h = X.dot(B)
                  # Difference b/w Hypothesis and Actual Y
                  loss = h - Y
                  # Gradient Calculation
                  gradient = X.T.dot(loss) / m
                  # Changing Values of B using Gradient
                  B = B - alpha * gradient
                  # New Cost Value
                  cost = cost function(X, Y, B)
                  cost_history[iteration] = cost
              return B, cost_history
In [19]: #evaluating our model using RMSE and R2-score.
          def rmse(Y, Y_pred):
              rmse = np.sqrt(sum((Y - Y pred) ** 2) / len(Y))
              return rmse
          # Model Evaluation - R2 Score
```

```
def r2 score(Y, Y pred):
   mean_y = np.mean(Y)
    ss tot = sum((Y - mean y) ** 2)
    ss res = sum((Y - Y pred) ** 2)
    r2 = 1 - (ss_res / ss_tot)
    return r2
```

```
In [20]: newB, cost history = gradient descent(Xtrain,ytrain, B, alpha, 10000)
        # New Values of B
        Y pred = Xtrain.dot(newB)
        print("The model performance for training set")
        print("-----")
        print('RMSE is {}'.format(rmse(ytrain, Y_pred)))
        print('R2 score is {}'.format(r2 score(ytrain, Y pred)))
        print("\n")
```

```
The model performance for training set
-----
RMSE is 4.595985333999296
R2 score is 0.7024382135848406
```

```
In [21]: #newB, cost_history = gradient_descent(Xtest,ytest, B, alpha, 10000)
    Y_pred = Xtest.dot(newB)
    print("The model performance for test set")
    print("-----")
    print('RMSE is {}'.format(rmse(ytest, Y_pred)))
    print('R2 score is {}'.format(r2_score(ytest, Y_pred)))
    print("\n")
```

In []:	
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