

```
In [1]: import pandas as pd
import matplotlib.pyplot as plt
from sklearn.model_selection import train_test_split
```

```
In [2]: df= pd.read_csv('insurance.csv')
```

```
In [3]: df
```

```
Out[3]:
```

	age	sex	bmi	children	smoker	region	charges
0	19	female	27.900	0	yes	southwest	16884.92400
1	18	male	33.770	1	no	southeast	1725.55230
2	28	male	33.000	3	no	southeast	4449.46200
3	33	male	22.705	0	no	northwest	21984.47061
4	32	male	28.880	0	no	northwest	3866.85520
...	...	...	...	...	...	...	...
1333	50	male	30.970	3	no	northwest	10600.54830
1334	18	female	31.920	0	no	northeast	2205.98080
1335	18	female	36.850	0	no	southeast	1629.83350
1336	21	female	25.800	0	no	southwest	2007.94500
1337	61	female	29.070	0	yes	northwest	29141.36030

1338 rows × 7 columns

## converting categorical values to numeric values

```
In [4]: df['sex'] = df['sex'].astype('category')
df['sex'] = df['sex'].cat.codes
```

In [5]: df

Out[5]:

	age	sex	bmi	children	smoker	region	charges
0	19	0	27.900	0	yes	southwest	16884.92400
1	18	1	33.770	1	no	southeast	1725.55230
2	28	1	33.000	3	no	southeast	4449.46200
3	33	1	22.705	0	no	northwest	21984.47061
4	32	1	28.880	0	no	northwest	3866.85520
...	...	...	...	...	...	...	...
1333	50	1	30.970	3	no	northwest	10600.54830
1334	18	0	31.920	0	no	northeast	2205.98080
1335	18	0	36.850	0	no	southeast	1629.83350
1336	21	0	25.800	0	no	southwest	2007.94500
1337	61	0	29.070	0	yes	northwest	29141.36030

1338 rows × 7 columns

```
In [6]: df['smoker'] = df['smoker'].astype('category')
df['smoker'] = df['smoker'].cat.codes
df['region'] = df['region'].astype('category')
df['region'] = df['region'].cat.codes
```

In [7]: df

Out[7]:

	age	sex	bmi	children	smoker	region	charges
0	19	0	27.900	0	1	3	16884.92400
1	18	1	33.770	1	0	2	1725.55230
2	28	1	33.000	3	0	2	4449.46200
3	33	1	22.705	0	0	1	21984.47061
4	32	1	28.880	0	0	1	3866.85520
...	...	...	...	...	...	...	...
1333	50	1	30.970	3	0	1	10600.54830
1334	18	0	31.920	0	0	0	2205.98080
1335	18	0	36.850	0	0	2	1629.83350
1336	21	0	25.800	0	0	3	2007.94500
1337	61	0	29.070	0	1	1	29141.36030

1338 rows × 7 columns

```
In [8]: df.isnull().sum()
```

```
Out[8]: age      0
sex        0
bmi        0
children   0
smoker     0
region     0
charges    0
dtype: int64
```

```
In [14]: x = df.drop(columns='charges')
```

```
In [15]: x
```

```
Out[15]:
```

	age	sex	bmi	children	smoker	region
0	19	0	27.900	0	1	3
1	18	1	33.770	1	0	2
2	28	1	33.000	3	0	2
3	33	1	22.705	0	0	1
4	32	1	28.880	0	0	1
...	...	...	...	...	...	...
1333	50	1	30.970	3	0	1
1334	18	0	31.920	0	0	0
1335	18	0	36.850	0	0	2
1336	21	0	25.800	0	0	3
1337	61	0	29.070	0	1	1

1338 rows × 6 columns

```
In [21]: y = df['charges']
```

In [19]:

x

Out[19]:

	age	sex	bmi	children	smoker	region
0	19	0	27.900	0	1	3
1	18	1	33.770	1	0	2
2	28	1	33.000	3	0	2
3	33	1	22.705	0	0	1
4	32	1	28.880	0	0	1
...	...	...	...	...	...	...
1333	50	1	30.970	3	0	1
1334	18	0	31.920	0	0	0
1335	18	0	36.850	0	0	2
1336	21	0	25.800	0	0	3
1337	61	0	29.070	0	1	1

1338 rows × 6 columns

In [22]:

y

Out[22]:

```
0      16884.92400
1      1725.55230
2      4449.46200
3      21984.47061
4       3866.85520
...
1333   10600.54830
1334    2205.98080
1335    1629.83350
1336    2007.94500
1337    29141.36030
```

Name: charges, Length: 1338, dtype: float64

In [23]:

xtrain, xtest, ytrain, ytest = train\_test\_split(x, y, test\_size = 0.3, random\_state = 0)

In [24]:

from sklearn.linear\_model import LinearRegression

In [25]:

lr= LinearRegression ()

In [26]:

lr.fit(xtrain,ytrain)

Out[26]:

```
LinearRegression
LinearRegression()
```

In [27]:

c = lr.intercept\_

In [28]: c

Out[28]: -11827.733141795678

In [29]: m = lr.coef\_

In [30]: m

Out[30]: array([ 256.5772619 , -49.39232379, 329.02381564, 479.08499828,  
23400.28378787, -276.31576201])

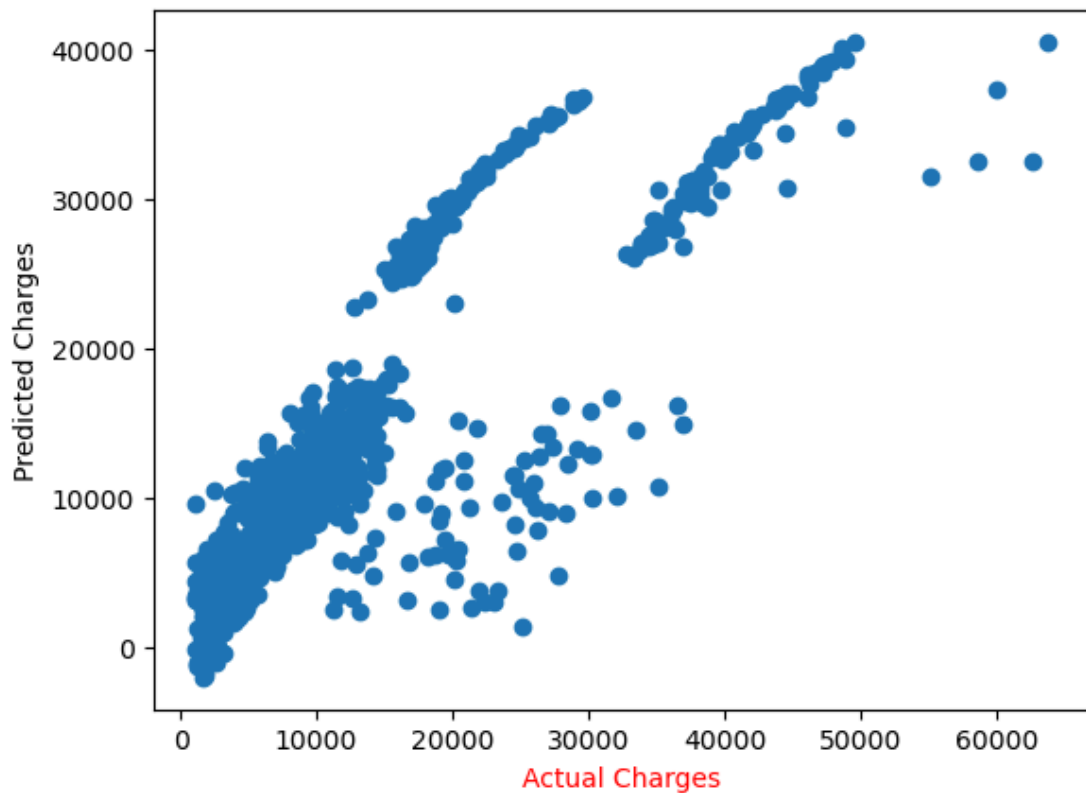
In [31]: *# here in the above output , six coefficients for our six training features*

In [32]: y\_pred\_train = lr.predict(xtrain)

In [33]: y\_pred\_train

```
2001.33432109, 11337.143009 , 130.44770737, 8123.2434040,  
1080.53148314, 14633.39591662, 14243.30696952, 10577.01100155,  
3684.11562875, 29818.68446151, 32645.16083099, 6814.62074089,  
17990.69760509, 9501.45430502, 13096.05168663, 10131.77648372,  
10314.27461209, 3059.58352207, 10947.36144854, 9175.55641866,  
5794.96602322, 26970.5619884 , 10579.87748415, 5935.06772785,  
32505.66662638, 13113.41966313, 2006.18837709, 15066.19364927,  
10464.17148585, 7117.77806354, 2075.48695532, 5444.3979288 ,  
26309.98534611, 498.36583523, -53.00017083, 31878.55790341,  
843.33151719, 13535.24091903, 6425.419617 , 9657.95890588,  
36864.03879134, 937.11209112, 40474.11036389, 11641.54038524,  
14929.85130408, 33731.88094337, 10630.82488483, 4602.14460222,  
3285.00775314, 31519.53149568, 14184.46131254, 3881.66997242,  
2535.01446757, 13891.6193726 , 26794.30663013, 31193.2623816 ,  
7345.51499093, 6130.80303308, 13096.25777931, 12925.94625636,  
12765.64430125, 11624.73866694, 37091.3776533 , 10040.56284824,  
12742.06373425, 5025.10451419, 10661.09402373, 5348.7667013 ,  
7593.42274582, 28002.53724231, 5122.59866875, 13176.62524711,  
14542.75739319, 983.29805392, 23236.94762067, 3614.95052669,  
11139.64465512, 6085.25078246, 4411.74291809, 2376.39480234])
```

```
In [35]: import matplotlib.pyplot as plt
plt.scatter(ytrain,y_pred_train)
#plt.xlabel('Actual Charges')
#plt.ylabel('Predicted Charges')
plt.xlabel('Actual Charges', color='red')
plt.ylabel('Predicted Charges', color='black')
plt.show()
```



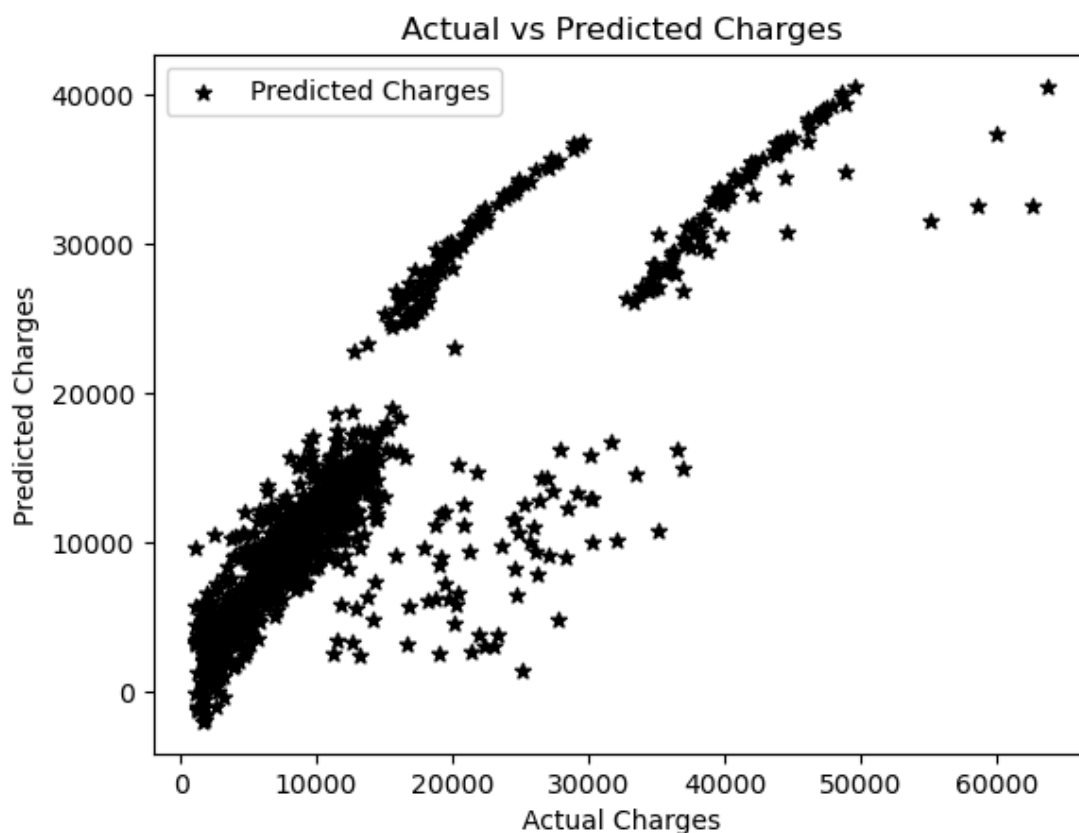
```
In [50]: # Plot 'ytrain' using '*'
# plt.scatter(ytrain, ytrain, marker='*', Label='Actual Charges', color='blue')

# Plot 'y_pred_train' using '+'
plt.scatter(ytrain, y_pred_train, marker='*', label='Predicted Charges', color='black')

plt.xlabel('Actual Charges')
plt.ylabel('Predicted Charges')
plt.title('Actual vs Predicted Charges')

# Add Legend to differentiate between actual and predicted charges
plt.legend()

plt.show()
```



```
In [47]: from sklearn.metrics import r2_score
r2_score(ytrain, y_pred_train)
```

Out[47]: 0.7306840408360218

```
In [48]: y_pred_test = lr.predict(xtest)
```

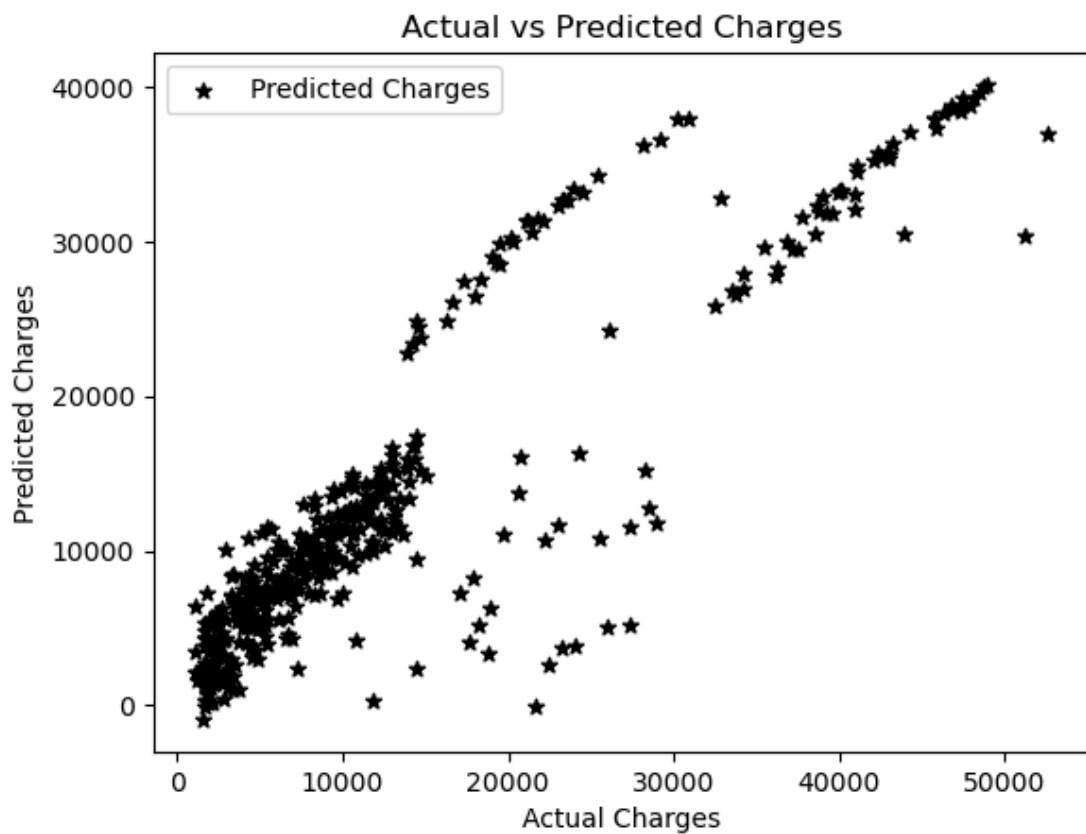
```
In [49]: # Plot 'ytest' using '*'
# plt.scatter(ytest, ytest, marker='*', label='Actual Charges', color='blue')

# Plot 'y_pred_train' using '+'
plt.scatter(ytest, y_pred_test, marker='*', label='Predicted Charges', color='black')

plt.xlabel('Actual Charges')
plt.ylabel('Predicted Charges')
plt.title('Actual vs Predicted Charges')

# Add Legend to differentiate between actual and predicted charges
plt.legend()

plt.show()
```



```
In [51]: r2_score(ytest, y_pred_test)
```

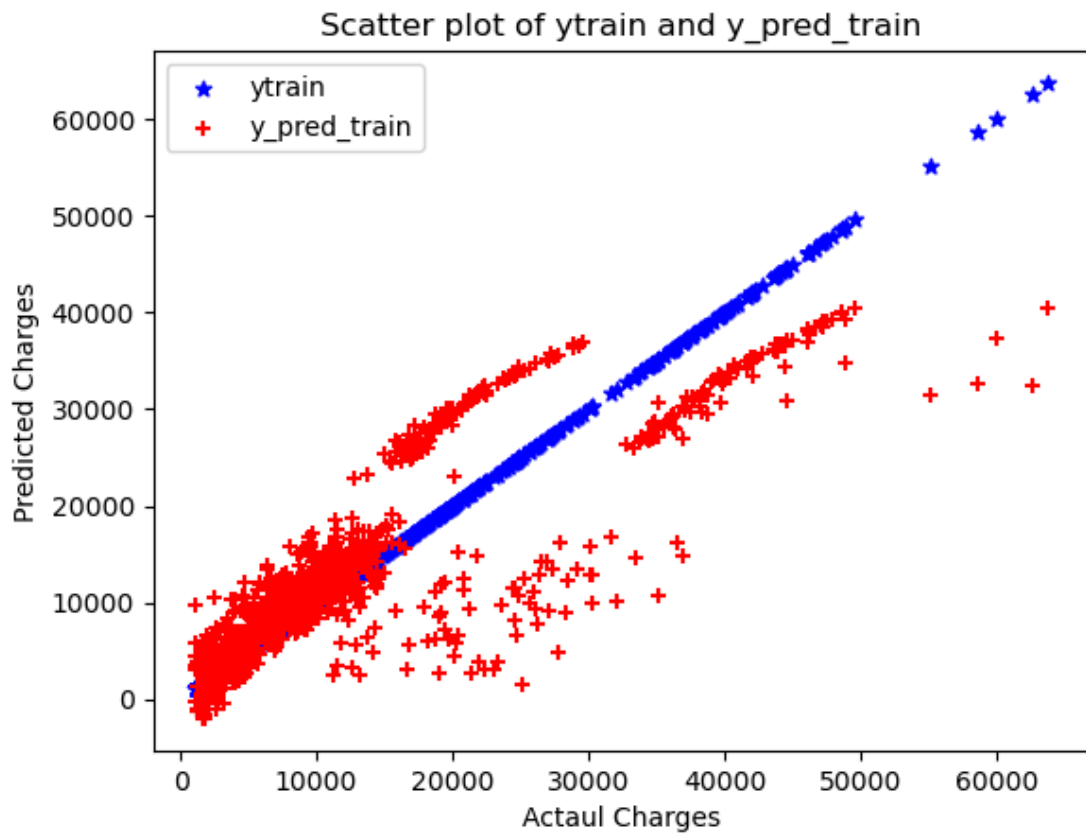
```
Out[51]: 0.7911113876316933
```



```
In [53]: # Create scatter plot
plt.scatter(ytrain, ytrain, marker='*', label='ytrain', color='blue') # ytrain w
plt.scatter(ytrain, y_pred_train, marker='+', label='y_pred_train', color='red') # y_

# Add Labels and Legend
plt.xlabel('Actaul Charges')
plt.ylabel('Predicted Charges')
plt.title('Scatter plot of ytrain and y_pred_train')
plt.legend()

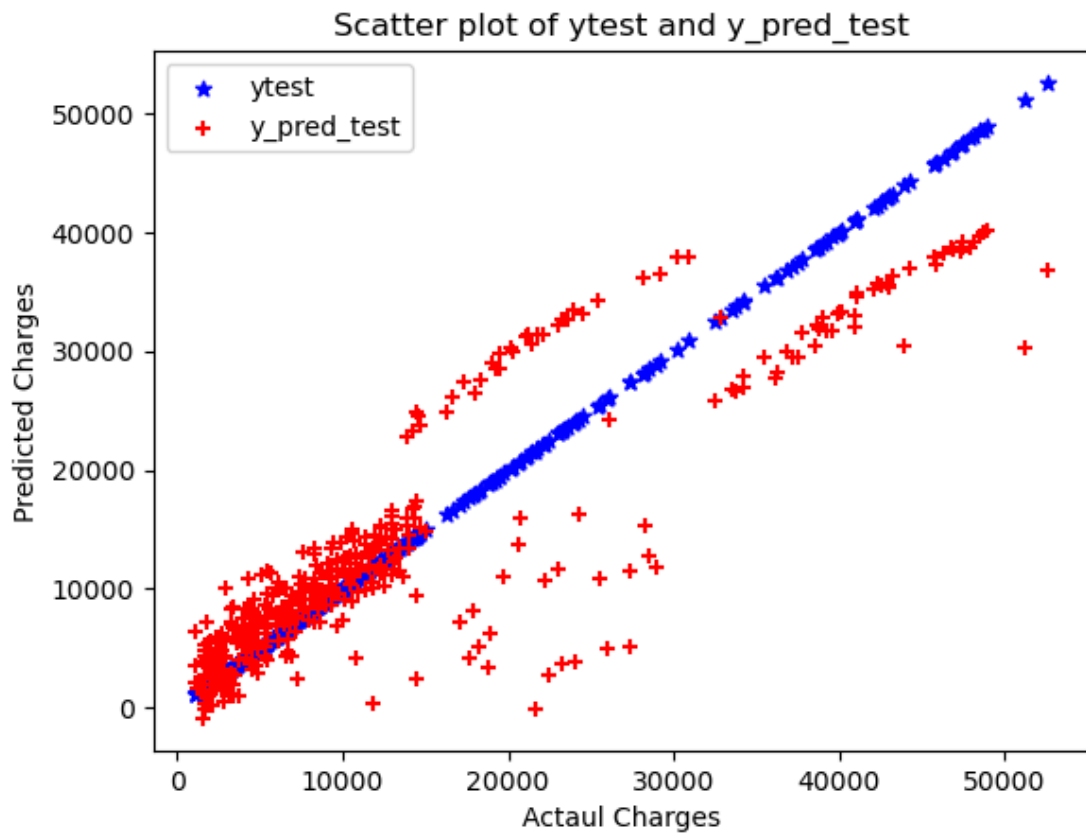
# Show plot
plt.show()
```



```
In [54]: # Create scatter plot
plt.scatter(ytest, ytest, marker='*', label='ytest', color='blue') # ytrain with
plt.scatter(ytest, y_pred_test, marker='+', label='y_pred_test', color='red') # y_pre

# Add Labels and Legend
plt.xlabel('Actaul Charges')
plt.ylabel('Predicted Charges')
plt.title('Scatter plot of ytest and y_pred_test')
plt.legend()

# Show plot
plt.show()
```



In [ ]: