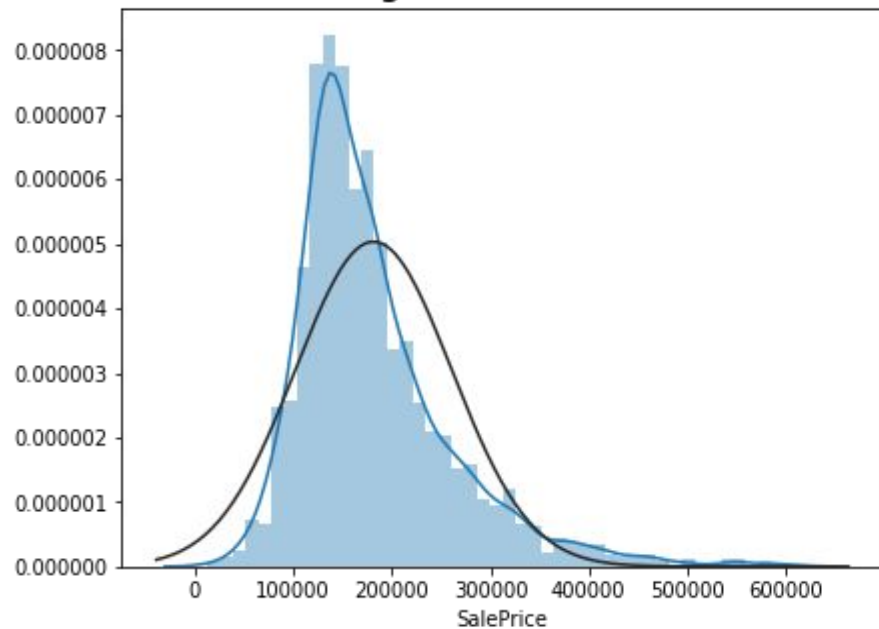


AMES HOUSING

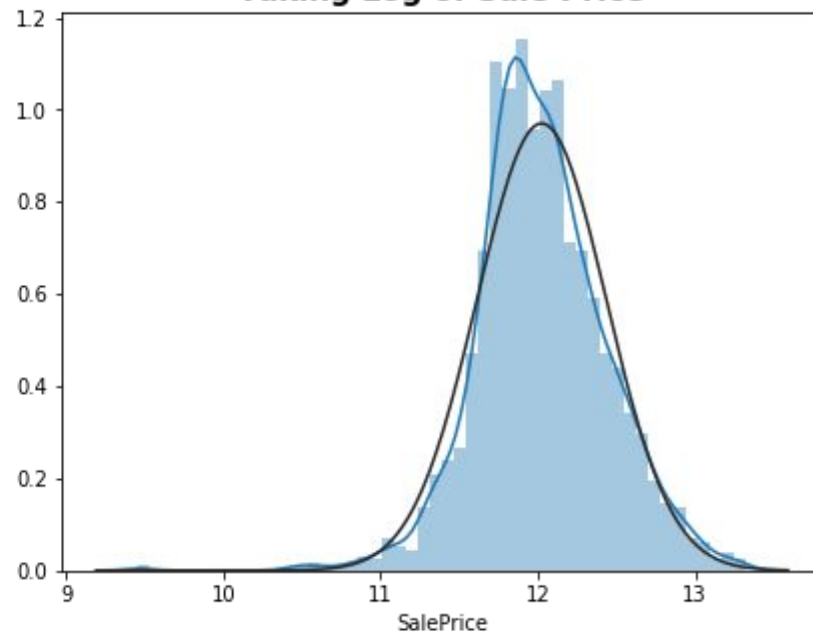
Kaggle Challenge

TARGET VARIABLE: SALE PRICE

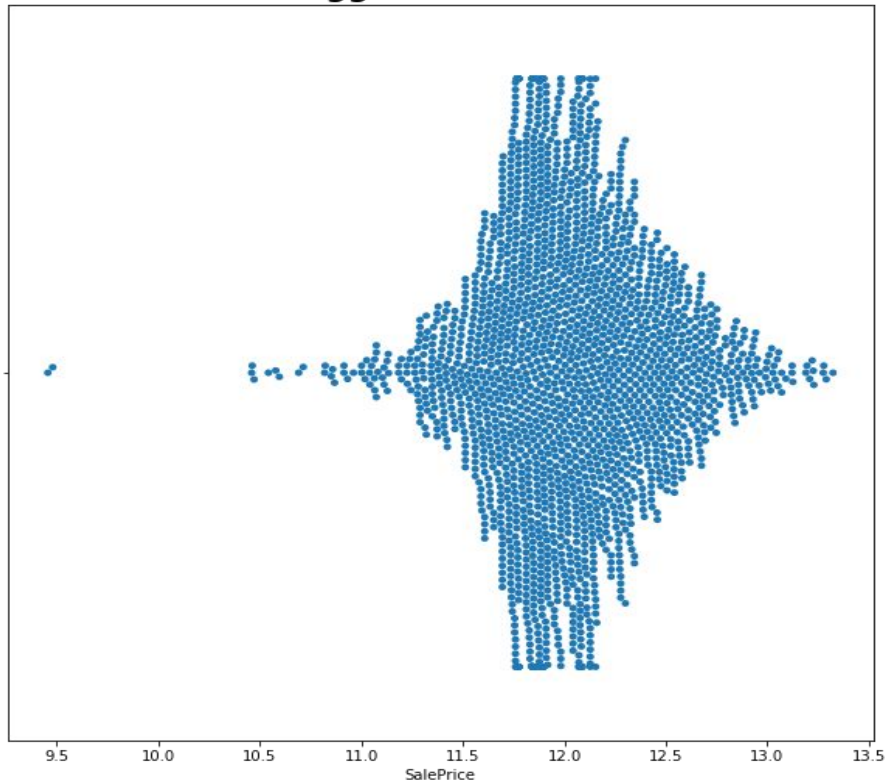
Original Distribution



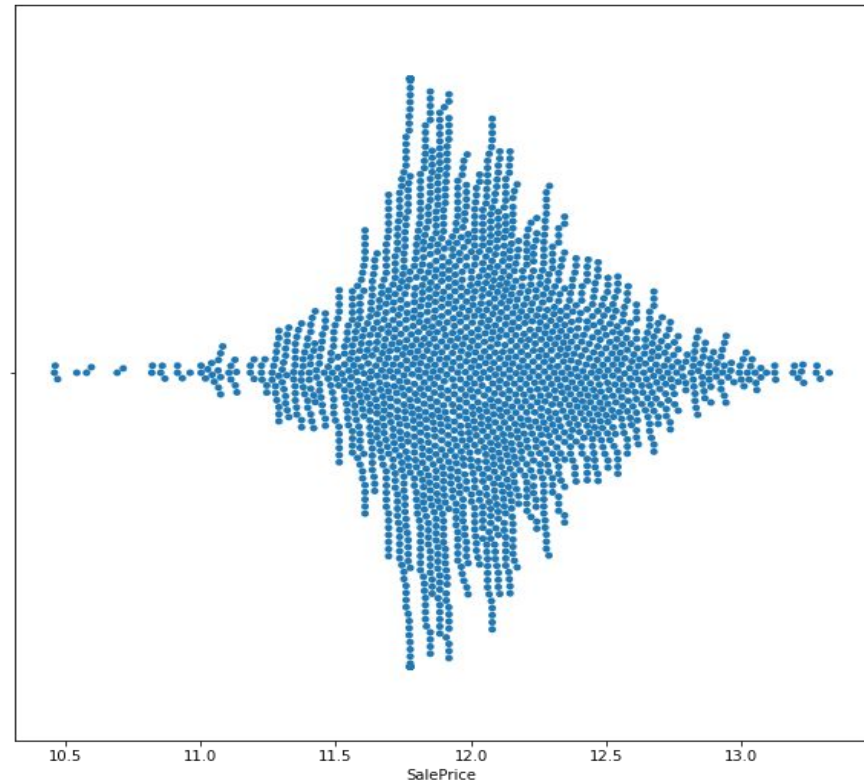
Taking Log of Sale Price



Logged Sale Price



Sale Price: outliers removed



TARGET VARIABLE OUTLIERS

Lot Frontage	330
Garage Yr Blt	114
Mas Vnr Area	22
Bsmt Half Bath	2
Bsmt Full Bath	2
Garage Cars	1
BsmtFin SF 1	1
BsmtFin SF 2	1
Bsmt Unf SF	1
Total Bsmt SF	1
Garage Area	1
Lot Area	0
dtype:	int64



Pool QC	2040
Misc Feature	1984
Alley	1909
Fence	1649
Fireplace Qu	999
Garage Cond	114
Garage Qual	114
Garage Finish	114
Garage Type	113
Bsmt Exposure	57
BsmtFin Type 2	55
BsmtFin Type 1	54
Bsmt Cond	54
Bsmt Qual	54
Mas Vnr Type	22

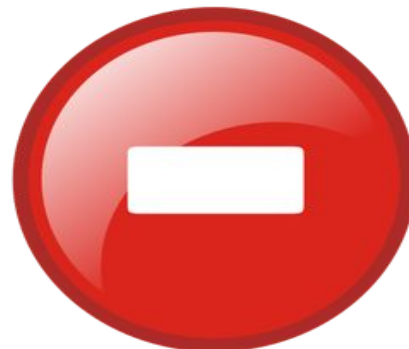
MISSING VALUES:

FEATURE ENGINEERING

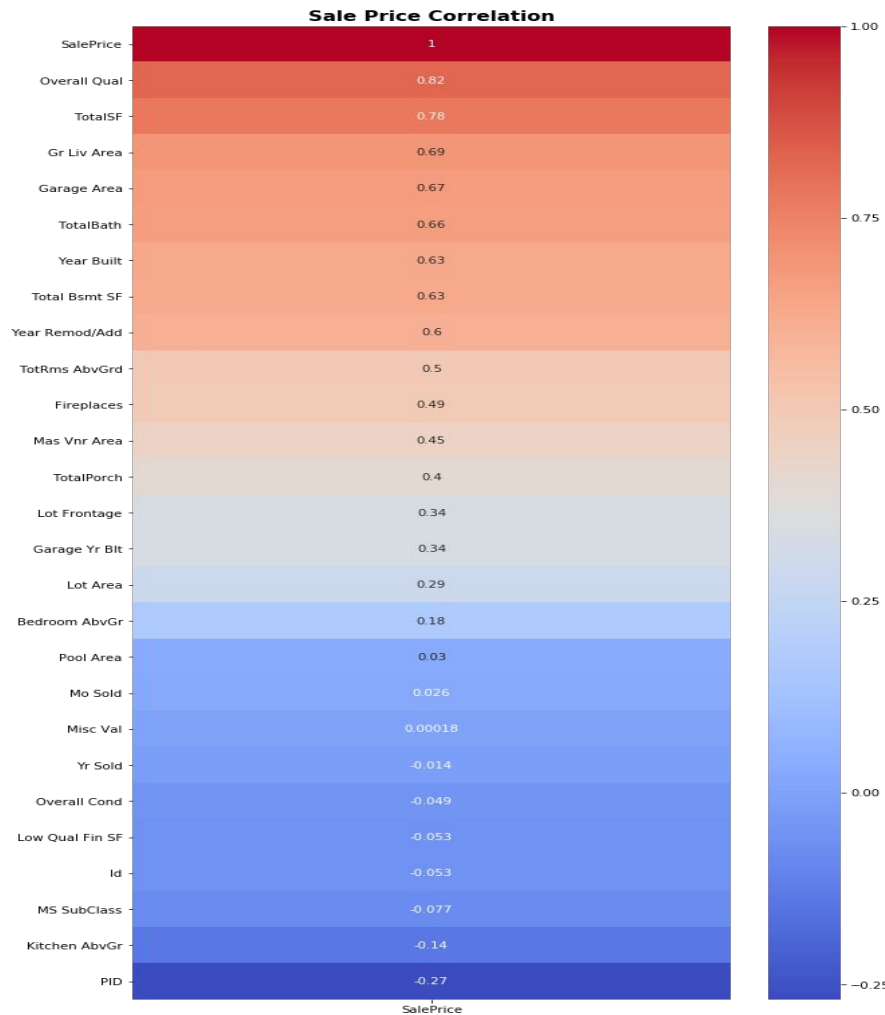
- **Total SF**
- **Total Bath**
- **Total Porch**

- 1st Flr SF
- 2nd Flr SF
- Bsmt Full Bath
- Bsmt Half Bath
- Full Bath
- Half Bath
- Wood Deck SF
- Open Porch SF
- Enclosed Porch
- 2Ssn Porch
- Screen Porch

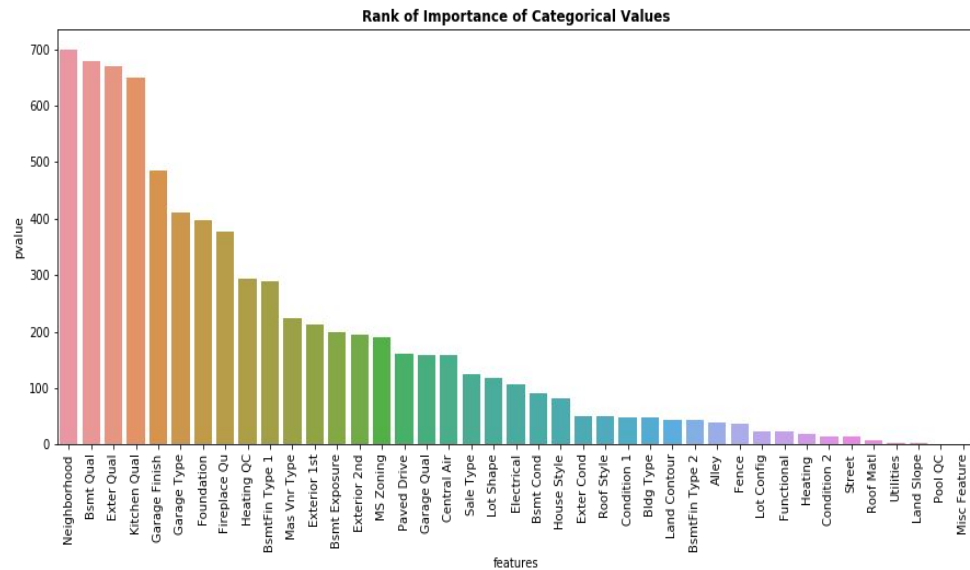
Free graphics by Lumen Design Studio
Remix by Monster Brain games



Garage Cars
BsmtFin SF 1
BsmtFin SF 2
Bsmt Unf SF
Garage Cond

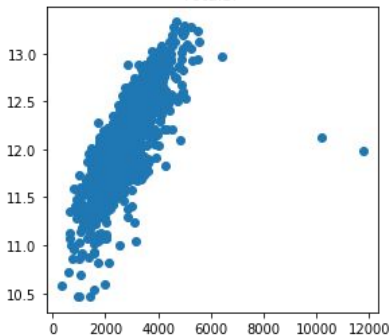


Correlation

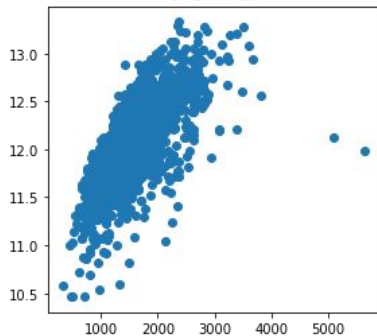


OUTLIERS:

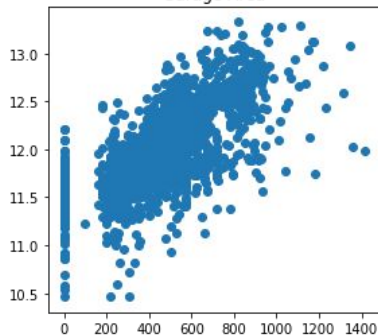
TotalSF



Gr Liv Area



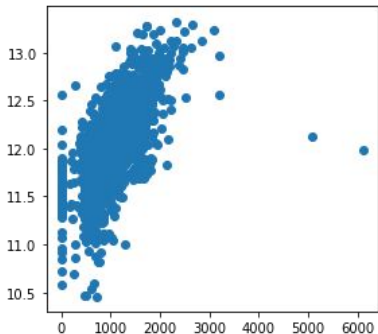
Garage Area



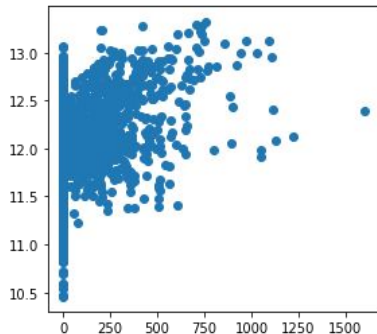
Total SF >
5949.5

Mas Vnr Area >
636.5

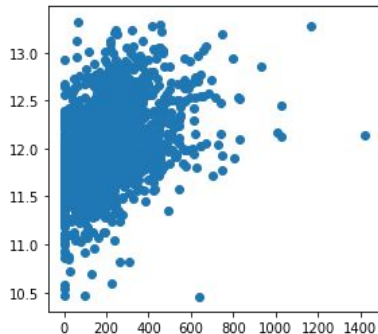
Total Bsmt SF



Mas Vnr Area



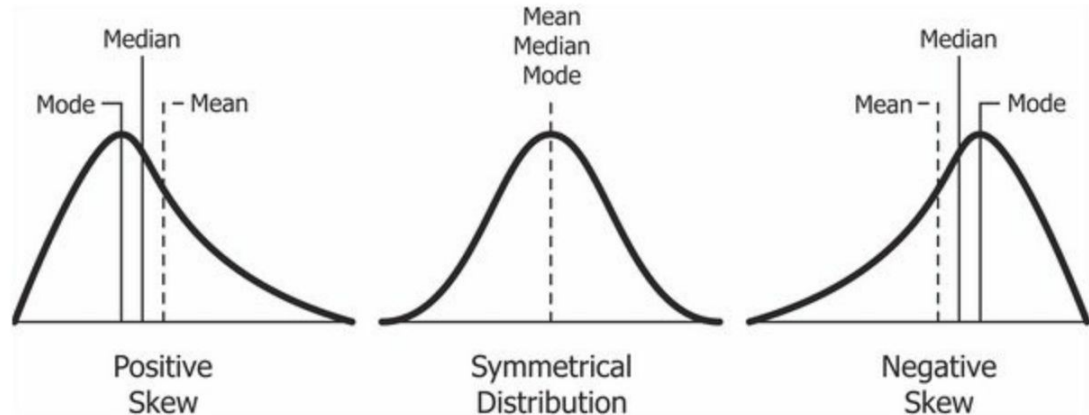
TotalPorch

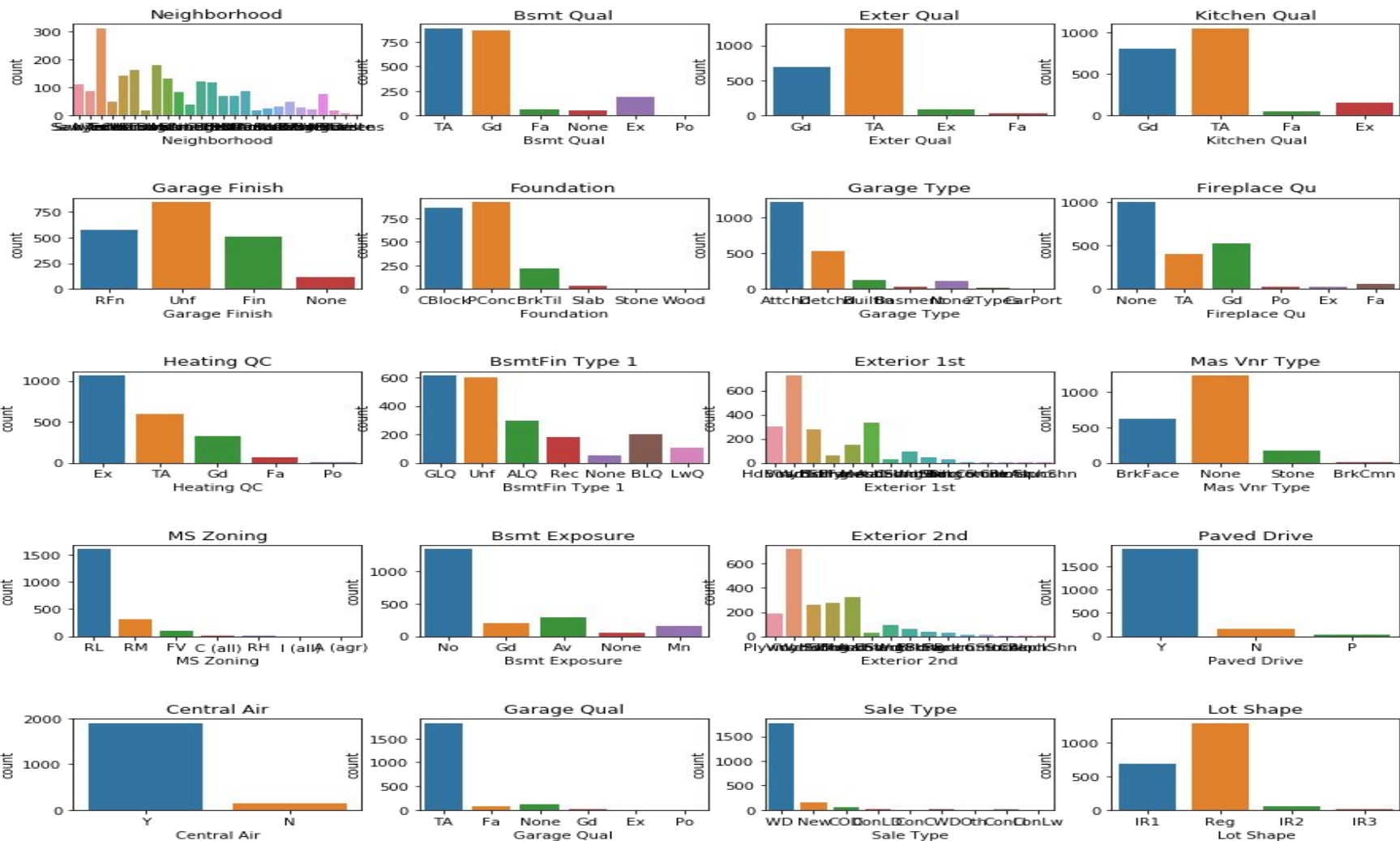


Total Porch >
924.25

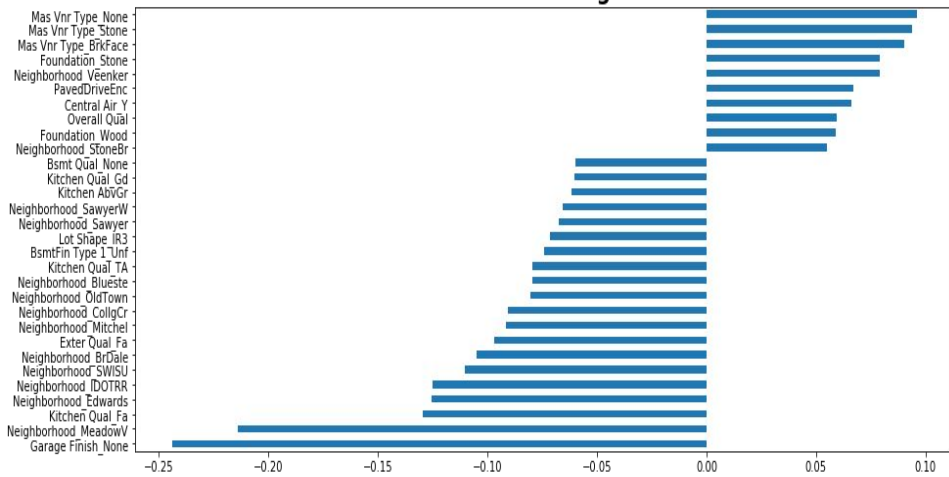
SKewed FEATURES:

Low Qual Fin SF	11.486985
Lot Area	9.202783
Kitchen AbvGr	4.342167
Mas Vnr Area	2.610229
Lot Frontage	1.835751
TotalSF	1.683826
Total Bsmt SF	1.397878
TotalPorch	1.388651
MS SubClass	1.386901
Gr Liv Area	1.281737
TotRms AbvGrd	0.842221
Fireplaces	0.725669
TotalBath	0.469416
Bedroom AbvGr	0.371753
Garage Area	0.195903
Overall Qual	0.177343
SalePrice	0.074681
PID	0.069386
Id	-0.010003
Year Remod/Add	-0.451544
Year Built	-0.607855
Garage Yr Blt	-3.857371

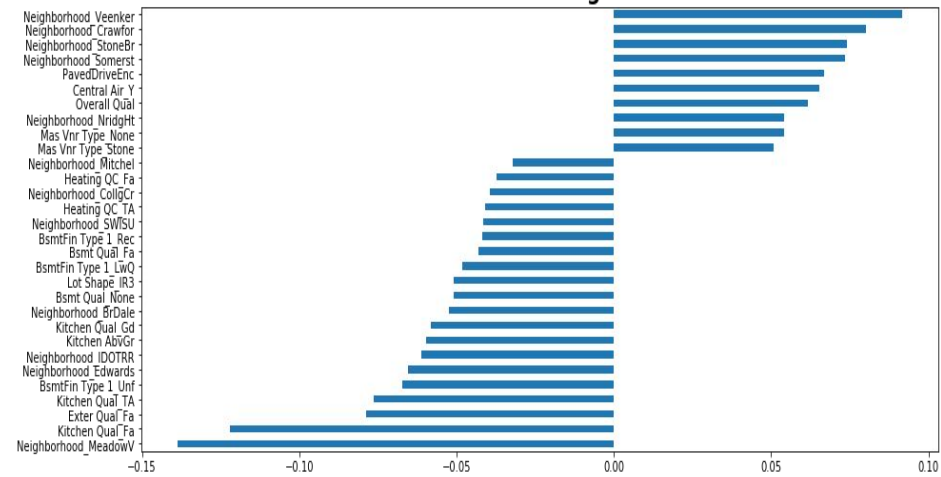




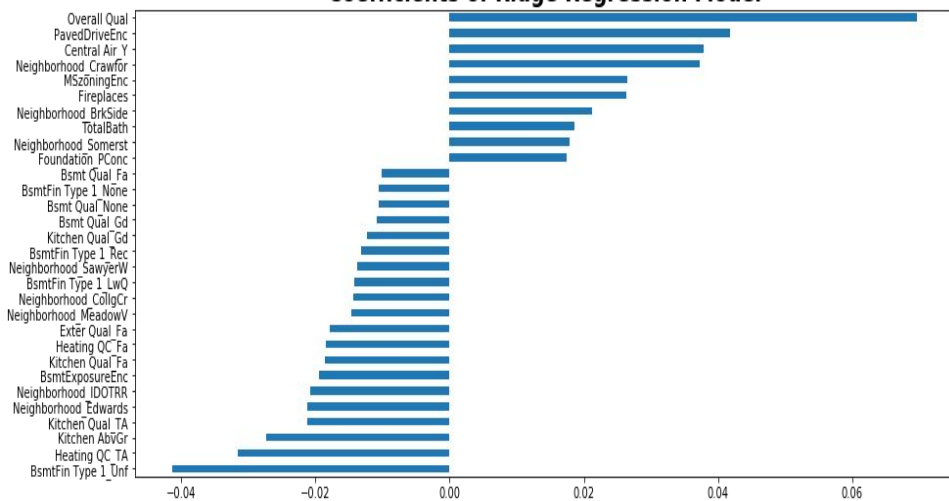
Coefficients of Linear Regression Model



Coefficients of Lasso Regression Model



Coefficients of Ridge Regression Model



Method	R ² _train	R ² _test	RMSE
Linear Regression	0.9064	0.9081	0.1176
Ridge	0.9066	0.9008	0.1221
Lasso	0.9158	0.9084	0.1174
Elastic Net	0.9084	0.9084	0.1174(a little higher than lasso)