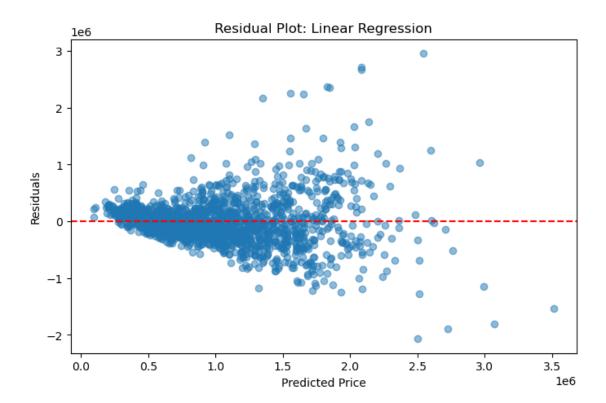
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June 4, 2025

```
import pandas as pd
 [4]: # Load data
      data = pd.read_csv('melb_data.csv')
      # Drop rows with missing values (simple approach for now)
      data = data.dropna()
[19]: # Take a look at the data
      data.describe()
[19]:
                    Rooms
                                   Price
                                              Distance
                                                            Postcode
                                                                          Bedroom2
             6196.000000
                                                        6196.000000
                                                                      6196.000000
                           6.196000e+03
                                          6196.000000
      count
      mean
                 2.931407
                           1.068828e+06
                                              9.751097
                                                        3101.947708
                                                                          2.902034
      std
                 0.971079
                           6.751564e+05
                                              5.612065
                                                           86.421604
                                                                          0.970055
      min
                 1.000000
                           1.310000e+05
                                              0.000000
                                                        3000.000000
                                                                          0.000000
      25%
                           6.200000e+05
                                                        3044.000000
                 2.000000
                                              5.900000
                                                                          2.000000
      50%
                 3.000000
                           8.800000e+05
                                              9.000000
                                                        3081.000000
                                                                          3.000000
                                                        3147.000000
      75%
                 4.000000
                           1.325000e+06
                                             12.400000
                                                                          3.000000
                           9.000000e+06
                 8.000000
                                             47.400000
                                                        3977.000000
                                                                          9.000000
      max
                 Bathroom
                                    Car
                                             Landsize
                                                        BuildingArea
                                                                          YearBuilt
      count
             6196.000000
                           6196.000000
                                           6196.000000
                                                          6196.000000
                                                                       6196.000000
                 1.576340
                               1.573596
                                           471.006940
                                                           141.568645
                                                                       1964.081988
      mean
      std
                 0.711362
                               0.929947
                                           897.449881
                                                            90.834824
                                                                          38.105673
                 1.000000
                               0.00000
                                              0.00000
                                                             0.000000
                                                                       1196.000000
      min
      25%
                 1.000000
                               1.000000
                                           152.000000
                                                            91.000000
                                                                       1940.000000
      50%
                 1.000000
                               1.000000
                                           373.000000
                                                           124.000000
                                                                       1970.000000
      75%
                 2.000000
                                           628.000000
                                                                       2000.000000
                               2.000000
                                                           170.000000
      max
                 8.000000
                              10.000000
                                         37000.000000
                                                          3112.000000
                                                                       2018.000000
                Lattitude
                            Longtitude
                                         Propertycount
             6196.000000
                           6196.000000
                                           6196.000000
      count
      mean
               -37.807904
                             144.990201
                                           7435.489509
      std
                 0.075850
                               0.099165
                                           4337.698917
                             144.542370
      min
               -38.164920
                                             389.000000
      25%
              -37.855438
                             144.926198
                                           4383.750000
      50%
               -37.802250
                             144.995800
                                           6567.000000
```

```
75%
             -37.758200
                          145.052700
                                      10175.000000
             -37.457090
                          145.526350
                                       21650.000000
     max
[12]: # Select features and target
     y = data['Price']
     features = ['Rooms', 'Bathroom', 'Landsize', 'BuildingArea', 'YearBuilt', '
      X = data[features]
[10]: # Split the data
     from sklearn.model_selection import train_test_split
     X_train, X_test, y_train, y_test = train_test_split(X, y, random_state = 42)
[14]: # First : linear regression
     from sklearn.linear_model import LinearRegression
     linear_model = LinearRegression()
     linear_model.fit(X_train, y_train)
[14]: LinearRegression()
[30]: # Use MAE to evaluate
     from sklearn.metrics import mean_absolute_error
     linear_predictions = linear_model.predict(X_test)
     linear_mae = mean_absolute_error(y_test, linear_predictions)
     print(f"MAE: {linear_mae:.0f}")
     MAE: 293072
[31]: # Make plot
     import matplotlib.pyplot as plt
      # Residuals
     linear_residuals = y_test - linear_predictions
     plt.figure(figsize = (8, 5))
     plt.scatter(linear_predictions, linear_residuals, alpha = 0.5)
     plt.axhline(y = 0, color = 'r', linestyle = '--')
     plt.xlabel("Predicted Price")
     plt.ylabel("Residuals")
     plt.title("Residual Plot: Linear Regression")
     plt.show()
```



```
[26]: # Second : Decision Tree
from sklearn.tree import DecisionTreeRegressor

tree_model = DecisionTreeRegressor(random_state = 42)
tree_model.fit(X_train, y_train)
```

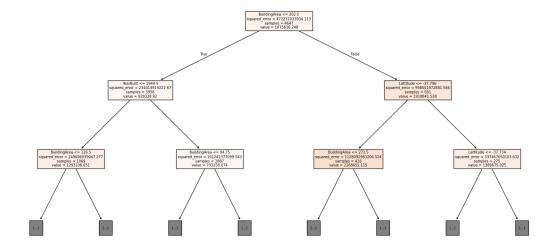
[26]: DecisionTreeRegressor(random_state=42)

```
[32]: tree_predictions = tree_model.predict(X_test)
    tree_mae = mean_absolute_error(y_test, tree_predictions)
    print(f"Decision Tree MAE: {tree_mae:.0f}")
```

Decision Tree MAE: 247902

```
[35]: # Make plot
from sklearn.tree import plot_tree

plt.figure(figsize = (20, 10))
plot_tree(tree_model, feature_names = features, filled = True, max_depth = 2)
plt.show()
```



```
[37]: # Try to make it better
pruned_tree = DecisionTreeRegressor(max_depth = 5, random_state = 42)
pruned_tree.fit(X_train, y_train)

pruned_predictions = pruned_tree.predict(X_test)
pruned_mae = mean_absolute_error(y_test, pruned_predictions)
print(f"Pruned Tree MAE: {pruned_mae:.0f}")
```

Pruned Tree MAE: 260739