Task

Sales Prediction using Python

Sales prediction means predicting how much of a product people will buy based on factors such as the amount you spend to advertise your product, the segment of people you advertise for, or the platform you are advertising on about your product.

Import Necessary Libraries

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.model_selection import train_test_split
from sklearn.linear_model import LinearRegression
from sklearn.metrics import mean_absolute_error, mean_squared_error,
r2_score
```

Load dataset

```
df = pd.read_csv("Advertising.csv")
```

Display first few rows

```
df.head()
   Unnamed: 0
                 TV
                     Radio
                            Newspaper
                                       Sales
0
           1 230.1
                      37.8
                                 69.2
                                        22.1
           2 44.5
                      39.3
                                 45.1
1
                                        10.4
2
              17.2
                    45.9
                                 69.3
                                        9.3
3
           4 151.5 41.3
                                 58.5
                                        18.5
4
           5 180.8
                                 58.4
                                        12.9
                      10.8
```

Check for missing values

```
print(df.isnull().sum())
```

```
Unnamed: 0 0
TV 0
Radio 0
Newspaper 0
Sales 0
dtype: int64
```

Drop the unnecessary column if it exists

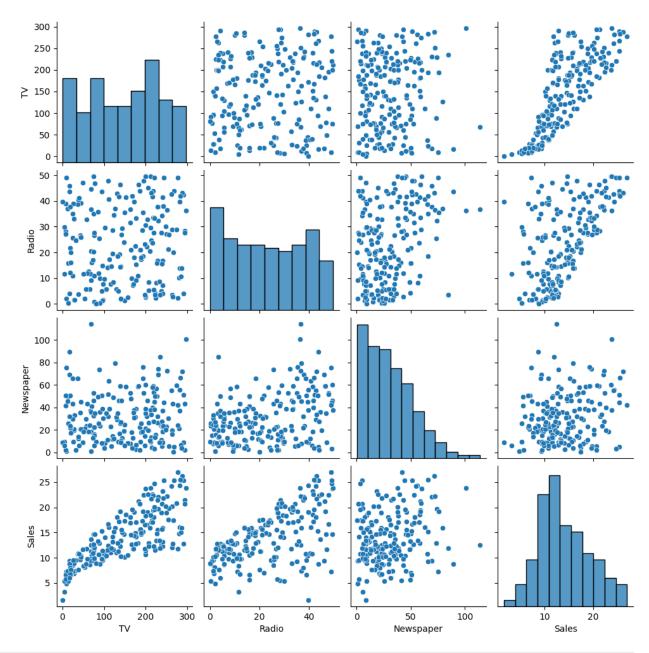
```
df.drop(columns=['Unnamed: 0'], inplace=True, errors='ignore')
```

Summary statistics

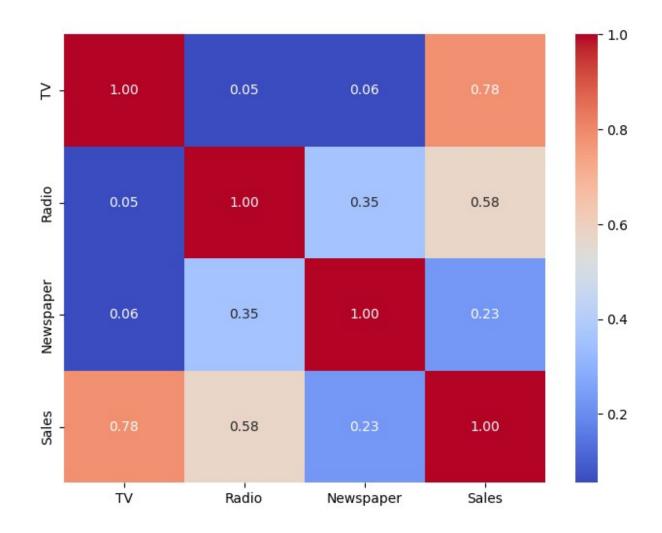
```
df.describe()
               TV
                        Radio
                                Newspaper
                                                Sales
       200.000000
                   200.000000
                               200.000000
                                           200.000000
count
       147.042500
                    23.264000
                                30.554000
                                            14.022500
mean
std
      85.854236
                    14.846809
                                21.778621
                                             5.217457
        0.700000
                     0.000000
                                0.300000
                                             1.600000
min
25%
50%
       74.375000
                     9.975000
                                12.750000
                                            10.375000
       149.750000
                                25.750000
                    22.900000
                                            12.900000
75%
       218.825000
                    36.525000
                                45.100000
                                            17.400000
       296.400000
                    49.600000
                               114.000000
                                            27.000000
max
```

Visualizing Data

```
# Pairplot to visualize relationships
sns.pairplot(df)
plt.show()
```



```
# Heatmap for correlation
plt.figure(figsize=(8, 6))
sns.heatmap(df.corr(), annot=True, cmap='coolwarm', fmt=".2f")
plt.show()
```



Define independent and dependent variables

```
X = df[['TV', 'Radio', 'Newspaper']] # Features
y = df['Sales'] # Target variable
```

Split data into training and testing sets (80% train, 20% test)

```
X_train, X_test, y_train, y_test = train_test_split(X, y,
test_size=0.2, random_state=42)
```

Train a Linear Regression Model

```
# Initialize and train the model
model = LinearRegression()
model.fit(X_train, y_train)

LinearRegression()

# Model coefficients
print("Coefficients:", model.coef_)
print("Intercept:", model.intercept_)

Coefficients: [0.04472952 0.18919505 0.00276111]
Intercept: 2.979067338122629
```

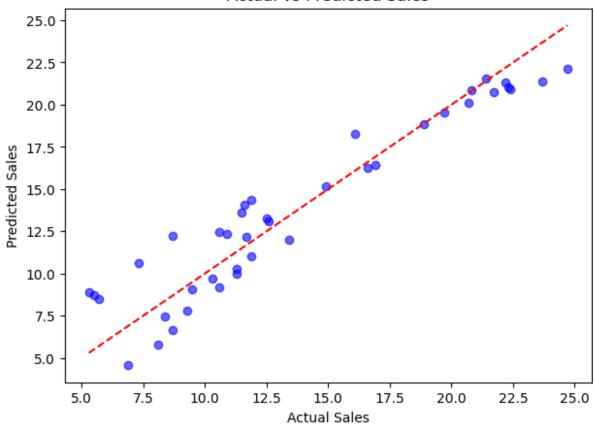
Evaluate Model Performance

```
# Predict on test set
y pred = model.predict(X test)
# Calculate evaluation metrics
mae = mean absolute error(y test, y pred)
mse = mean_squared_error(y_test, y_pred)
rmse = np.sqrt(mse)
r2 = r2 score(y test, y pred)
# Print results
print(f"Mean Absolute Error: {mae}")
print(f"Mean Squared Error: {mse}")
print(f"Root Mean Squared Error: {rmse}")
print(f"R2 Score: {r2}")
Mean Absolute Error: 1.4607567168117603
Mean Squared Error: 3.1740973539761033
Root Mean Squared Error: 1.78159966153345
R<sup>2</sup> Score: 0.899438024100912
```

Visualizing Predictions

```
# Scatter plot: Actual vs Predicted
plt.figure(figsize=(7,5))
plt.scatter(y_test, y_pred, color='blue', alpha=0.6)
plt.plot([min(y_test), max(y_test)], [min(y_test), max(y_test)],
color='red', linestyle='dashed')
plt.xlabel("Actual Sales")
plt.ylabel("Predicted Sales")
plt.title("Actual vs Predicted Sales")
plt.show()
```

Actual vs Predicted Sales



```
# Example new data for prediction
new_data = pd.DataFrame({'TV': [200], 'Radio': [50], 'Newspaper':
[30]})
predicted_sales = model.predict(new_data)
print(f"Predicted Sales: {predicted_sales[0]}")
Predicted Sales: 21.467556973825737
```

Feature Scaling

If feature magnitudes vary greatly, applying standardization may improve results:

```
from sklearn.preprocessing import StandardScaler

scaler = StandardScaler()
X_scaled = scaler.fit_transform(X)

X_train, X_test, y_train, y_test = train_test_split(X_scaled, y, test_size=0.2, random_state=42)
```

Random Forest Regressor

Random Forest is great for capturing non-linear patterns in data.

```
from sklearn.ensemble import RandomForestRegressor

rf_model = RandomForestRegressor(n_estimators=100, random_state=42)
rf_model.fit(X_train, y_train)

y_pred_rf = rf_model.predict(X_test)

# Evaluate performance
r2_rf = r2_score(y_test, y_pred_rf)
print(f"Random Forest R2 Score: {r2_rf}")

Random Forest R2 Score: 0.9812814645037053
```

Gradient Boosting Regressor

Boosting models often outperform Linear Regression, especially when relationships are non-linear.

```
from sklearn.ensemble import GradientBoostingRegressor

gb_model = GradientBoostingRegressor(n_estimators=100,
learning_rate=0.1, random_state=42)
gb_model.fit(X_train, y_train)

y_pred_gb = gb_model.predict(X_test)

r2_gb = r2_score(y_test, y_pred_gb)
print(f"Gradient Boosting R2 Score: {r2_gb}")

Gradient Boosting R2 Score: 0.9831817244706746
```

Hyperparameter Tuning

If Random Forest or Gradient Boosting works better, fine-tune hyperparameters using GridSearchCV:

```
from sklearn.model_selection import GridSearchCV

param_grid = {'n_estimators': [50, 100, 200], 'max_depth': [None, 5, 10]}
grid_search = GridSearchCV(RandomForestRegressor(), param_grid, cv=5)
```

```
grid_search.fit(X_train, y_train)
print("Best Parameters:", grid_search.best_params_)
Best Parameters: {'max_depth': 10, 'n_estimators': 50}
```

Polynomial Features (If Data is Non-Linear)

```
from sklearn.preprocessing import PolynomialFeatures

poly = PolynomialFeatures(degree=2)
X_poly = poly.fit_transform(X)

X_train, X_test, y_train, y_test = train_test_split(X_poly, y, test_size=0.2, random_state=42)

model_poly = LinearRegression()
model_poly.fit(X_train, y_train)

y_pred_poly = model_poly.predict(X_test)
print("Polynomial R² Score:", r2_score(y_test, y_pred_poly))

Polynomial R² Score: 0.9869181490609601
```

Conclusion: Sales Prediction Model Comparison & Best Approach

After testing multiple machine learning models on the sales dataset, the results indicate that Polynomial Regression achieved the best performance with an R^2 score of 0.987, followed closely by Gradient Boosting (0.983) and Random Forest (0.981). Key Findings:

Polynomial Regression (Best Performance – R^2 = 0.987)

Captured non-linear relationships effectively. Best suited for this dataset due to high accuracy.

Gradient Boosting ($R^2 = 0.983$) & Random Forest ($R^2 = 0.981$)

Performed well but slightly behind Polynomial Regression. Useful for handling complex patterns with feature importance insights.

Linear Regression ($R^2 = 0.899$)

Decent baseline but underperformed compared to advanced models.