



Housing Price Prediction

Submitted by:

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ACKNOWLEDGMENT

INTRODUCTION

- **Business Problem Framing**

To predict the price and build the model with available independent variables which will help the management to understand how exactly prices vary with the

variables. Even in the real world it is important to understand the prices variation in different scenario in real estate to get the maximum profit.

- **Conceptual Background of the Domain Problem**

In real estate, prices varies with different parameters, doesn't matter the size of the apartment. Like, Zones, Pool facing etc decides the prices.

- **Review of Literature**

The price prediction is done on the basis of the factors like zones, pool facing, utilities etc. Its price varies from factor to factor.

- **Motivation for the Problem Undertaken**

As India is a developing country, real estate is in boom. Because as the increasing globalisation many foreigners and even Indians are investing in real estate.

Analytical Problem Framing

- **Mathematical/ Analytical Modeling of the Problem**

Histogram and Countplot is used in this problem to get the insights of data. Data was present in categorical and continuous type. Correlation is used to see the changes between the two data.

- Data Sources and their formats

The image displays two screenshots of a Jupyter Notebook titled "Housing Price Prediction".

Top Screenshot:

- Code Cell [291]:** `df=df[(z<3)].all(axis=1)`
- Output [291]:** A table with 447 rows and 79 columns. The columns are: Id, MSSubClass, MSZoning, LotFrontage, LotArea, Street, Alley, LotShape, LandContour, LotConfig, ..., ScreenPorch, PoolQC, Fence, MiscFeature, M. The table shows various housing attributes for different properties.
- Code Cell [292]:** `Data_loss=((1168-447)/1168)*100`
- Output [292]:** 61.72945205479452

Bottom Screenshot:

- Code Cell [295]:** `df1=df1[(z<3)].all(axis=1)`
- Output [295]:** A table with 131 rows and 78 columns. The columns are: Id, MSSubClass, MSZoning, LotFrontage, LotArea, Street, Alley, LotShape, LandContour, Utilities, ..., EnclosedPorch, 3SsnPorch, ScreenPorch, Fence. This table represents the data after removing rows that did not meet the criteria.
- Code Cell [296]:** `Data_loss1=((292-131)/292)*100`
- Output [296]:** 55.13698630136986

Almost more than 50% data is removed to get the best output result.

- Data Preprocessing Done
 - 1- Used histogram and Countplot to get the insights of the data.
 - 2- Described the data and uses Correlation to get the result between two data
 - 3- Checked the outliers and skewness
 - 4- Removed the skewness using zscore
 - 5- Uses power transform to transform the data
 - 6- Scale the data as ML works much better in scaled data.
- Data Inputs- Logic- Output Relationships

In this problem, the output which is price of the house is depended on the parameters like Pool, land, etc. Output is directly proportional to input.
- State the set of assumptions (if any) related to the problem under consideration

No such assumptions.
- Hardware and Software Requirements and Tools Used

Hardware :- Macbook Air- i5 9th gen,8gb ram.
Software :-Jupyter Notebook and the libraries – Numpy, Pandas, Scikit, Scipy , power_transform ,Standard Scaler.

Model/s Development and Evaluation

- Identification of possible problem-solving approaches (methods)

Firstly, we had seen the insights and cleaned the data using various techniques and finally used the Linear regression model as the label is continuous data.

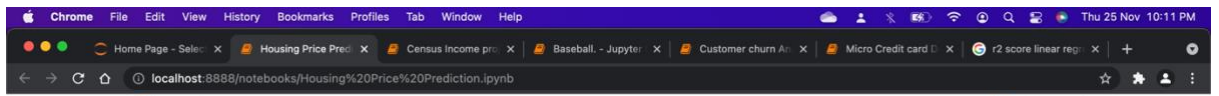
Coefficient of evaluate score(r^2_score) was used to evaluate the performance of linear regression model.

- Testing of Identified Approaches (Algorithms)

Linear Regression

R^2_score

- Run and Evaluate selected models



Model Selection

```
In [309]: from sklearn.linear_model import LinearRegression
lr=LinearRegression()
from sklearn.metrics import r2_score
from sklearn.model_selection import train_test_split

In [311]: for i in range(0,100):
x_train,x_test,y_train,y_test=train_test_split(x,y,random_state=i)
lr.fit(x_train,y_train)
pred_train=lr.predict(x_train)
pred_test=lr.predict(x_test)
print(f'At random state{i}, the training accuracy is :- {r2_score(y_train,pred_train)}')
print(f'At random state{i}, the testing accuracy is :- {r2_score(y_test,pred_test)}')
print('\n')
```

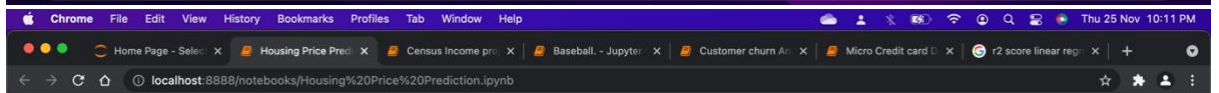
```
At random state0, the training accuracy is :- 0.914330460374951
At random state0, the testing accuracy is :- 0.8813846738041211

At random state1, the training accuracy is :- 0.9129543893643324
At random state1, the testing accuracy is :- -7.875069459853597e+17

At random state2, the training accuracy is :- 0.9005201119677728
At random state2, the testing accuracy is :- -2.5626942193319622e+23

At random state3, the training accuracy is :- 0.925922052168659
At random state3, the testing accuracy is :- 0.8254182751886743

At random state4, the training accuracy is :- 0.9102679053998776
```



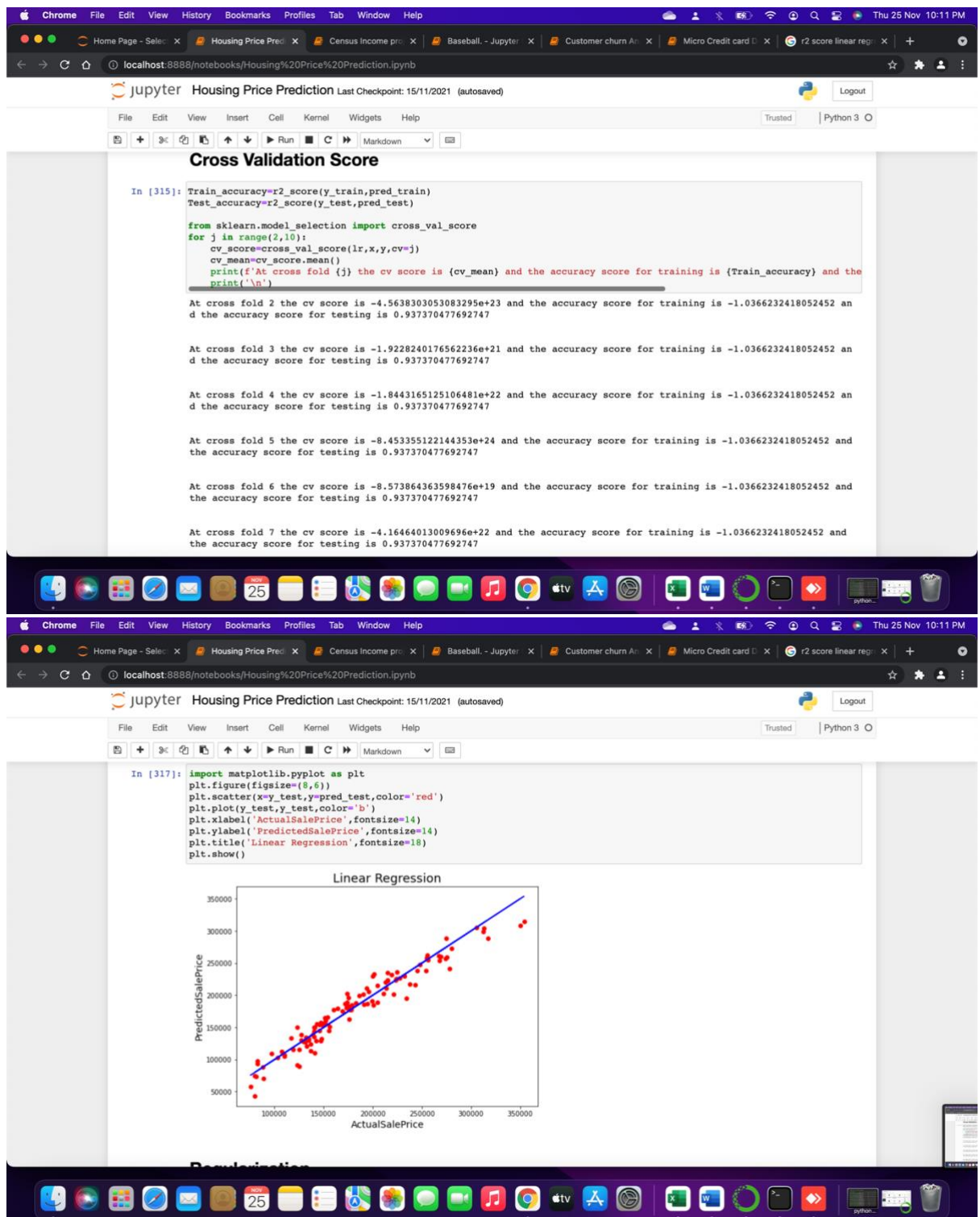
```
In [313]: pred_test=lr.predict(x_test)
pred_test

Out[313]: array([154671.01108124, 157898.70440166, 128624.03835684, 288965.63092345,
253530.14751811, 261724.95156109, 129841.21324756, 314274.17125271,
217573.90238145, 202458.37816783, 225443.06532276, 288384.32155682,
164442.25761742, 237630.16703559, 258782.9227616, 133317.2617061,
73291.73483964, 220519.42112117, 177569.07762646, 144769.93184014,
149974.62968977, 229526.7385955, 186302.51028843, 272604.82100334,
89565.16566705, 105187.64673382, 179419.38853523, 58199.96590544,
107045.65960445, 199628.8820897, 153087.90462776, 115177.52268668,
258053.34473523, 188656.09627778, 187614.716715, 144762.21850285,
196352.52338305, 108826.91722442, 120308.46853553, 305113.04832122,
215578.19515935, 87966.81922156, 135789.34926077, 138721.09193862,
184762.70547357, 91203.83969544, 298832.78794088, 155287.7516135,
112900.81703433, 201048.44020065, 184145.50985699, 134013.59190055,
215747.22188946, 205586.5955744, 123545.19075417, 237727.2923575,
223080.315357, 191325.79549942, 186179.39594237, 138709.5835384,
149738.99650211, 211263.61617777, 223963.88429619, 241297.20954794,
210722.89841089, 256818.56870429, 222238.48604357, 157417.28323183,
259761.06078158, 149712.95289261, 129655.54295726, 70416.3552683,
235292.36173003, 194635.76733483, 43158.31853756, 110269.50961982,
180127.0488793, 304068.69708219, 131872.91310637, 93952.23933871,
308589.75261262, 175030.52195565, 186308.2507388, 127625.51934184,
230233.21670416, 236507.27331652, 183080.37685457, 129231.86051537,
255183.46572308, 151077.12958477, 188868.53381481, 231692.09424003,
160576.30587515, 226383.12519562, 126768.28510469, 261163.67600765,
102620.92788967, 97800.80420213, 184995.46705036, 247828.48966941,
162877.80267792, 143842.66898677, 132364.32366002, 232550.8400195,
201537.59344315, 165736.83965948, 202385.39745978, 111920.90246415,
74311.80875084, 177293.79970453, 115623.44143623, 177134.25826506])

In [314]: print(r2_score(y_test,pred_test))

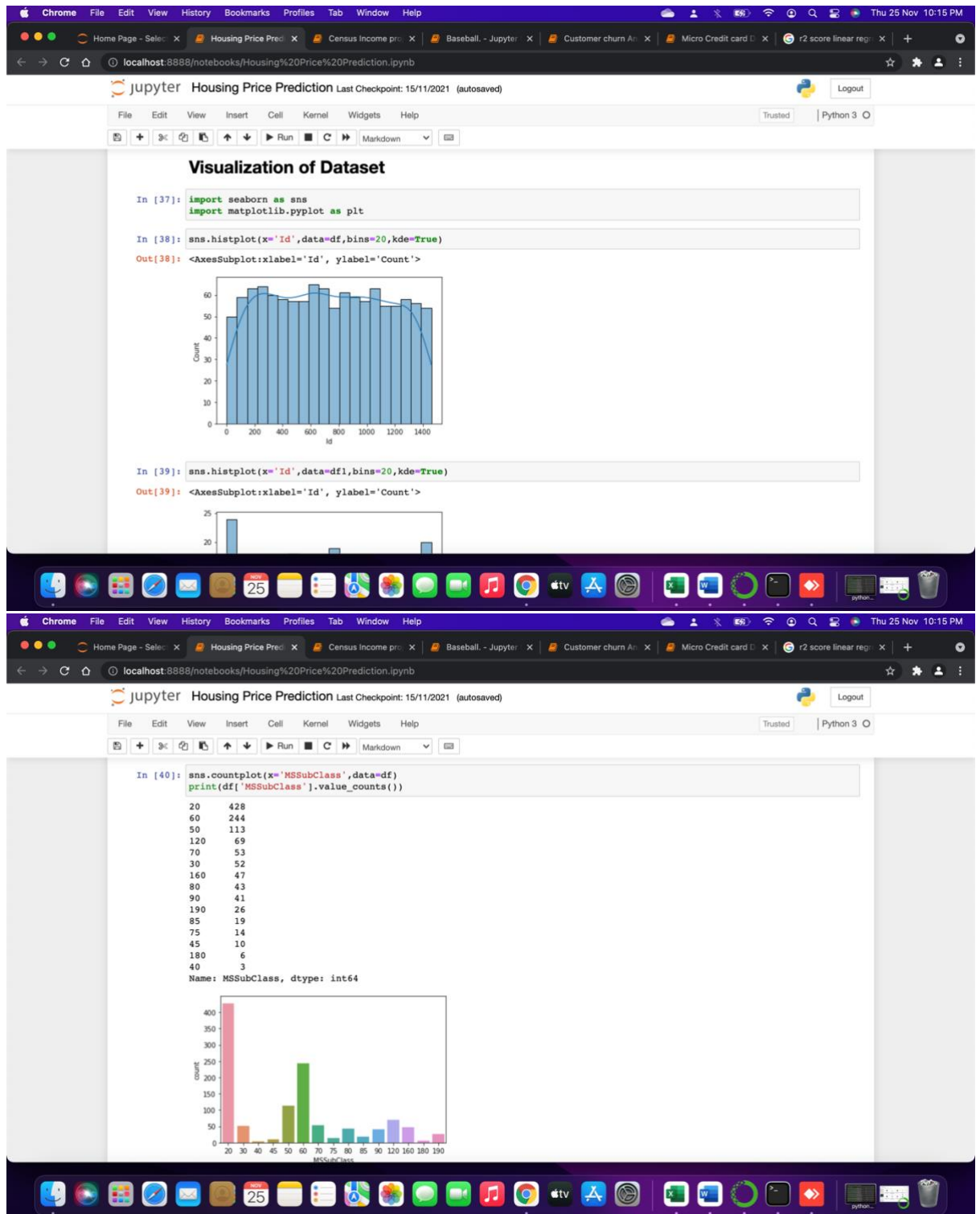
0.937370477692747
```

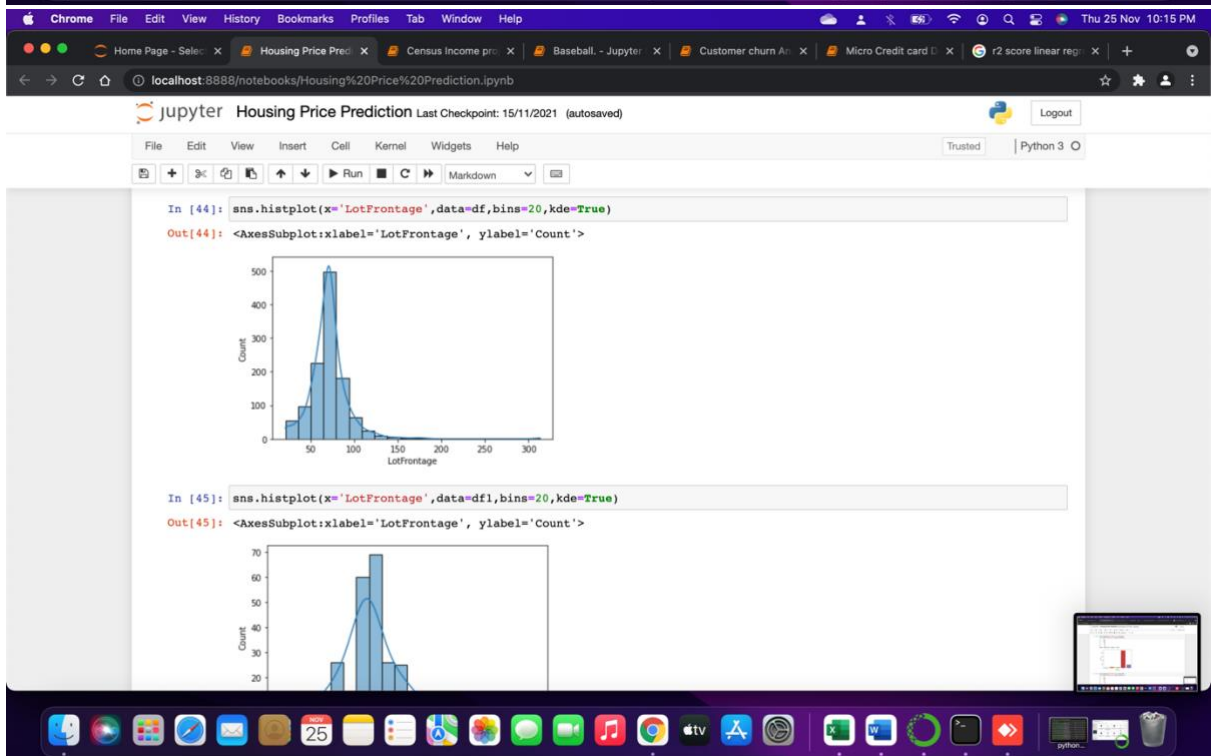
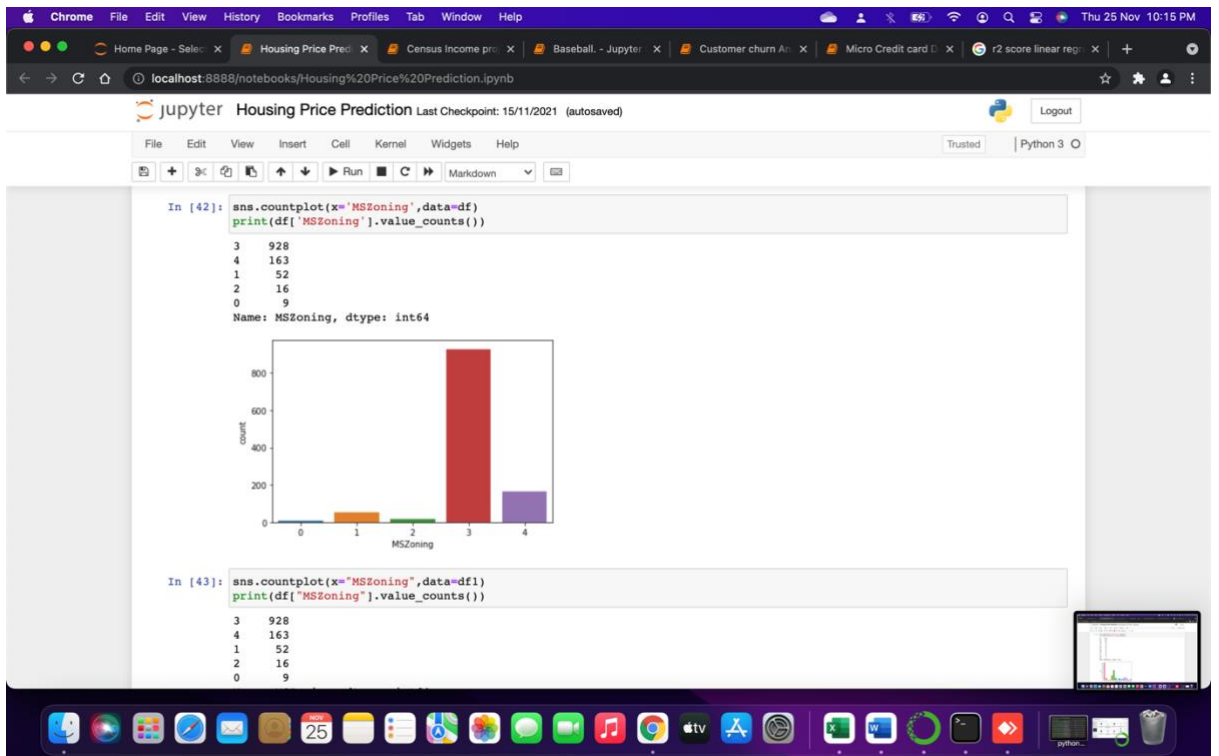


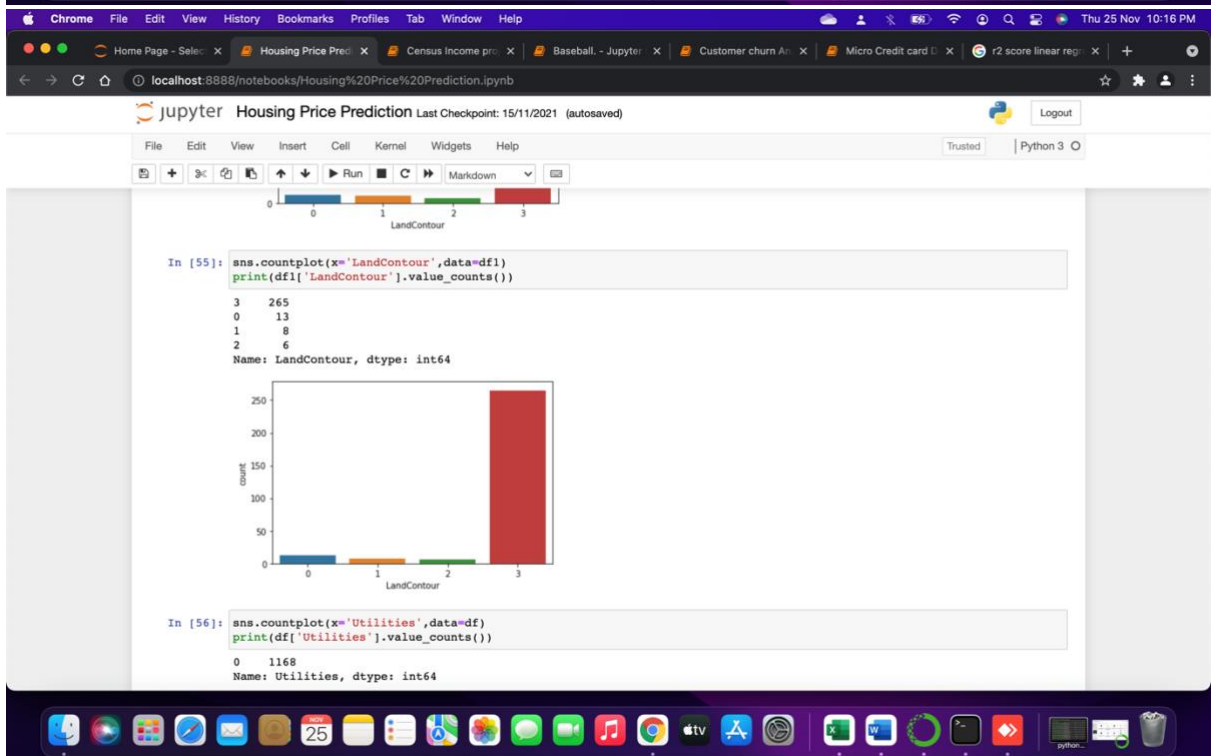
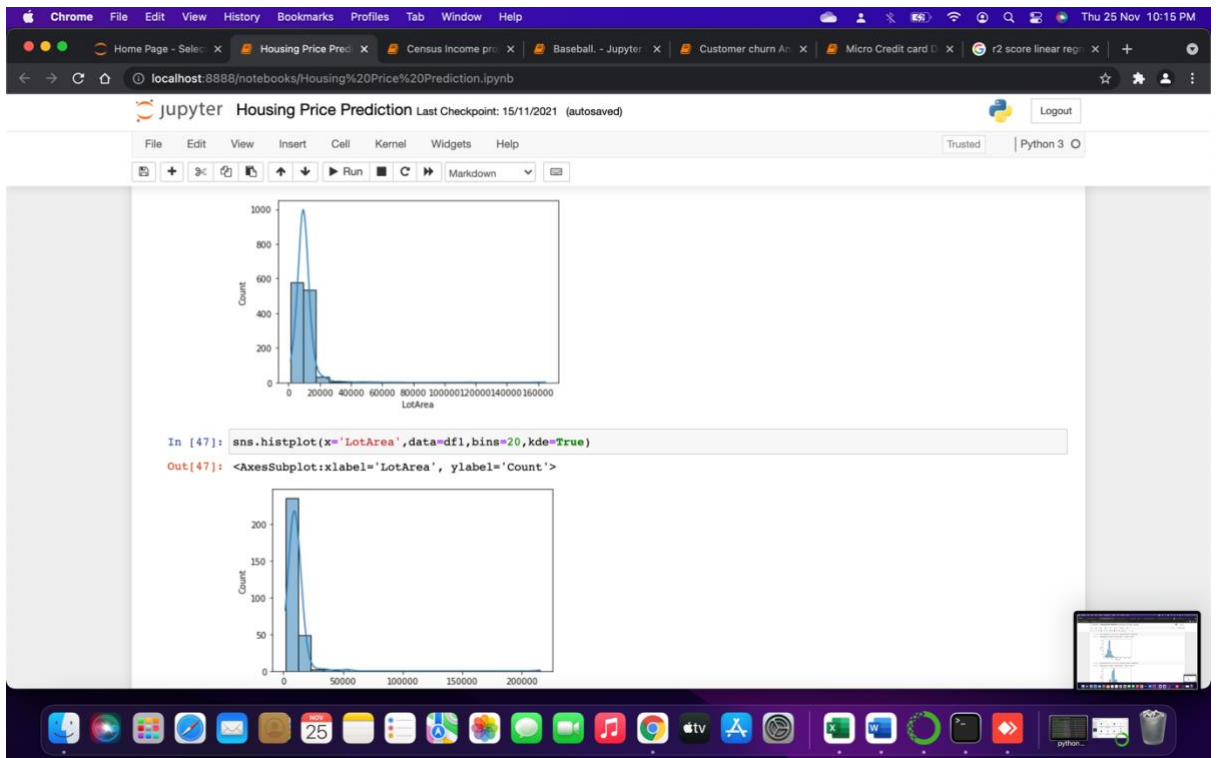


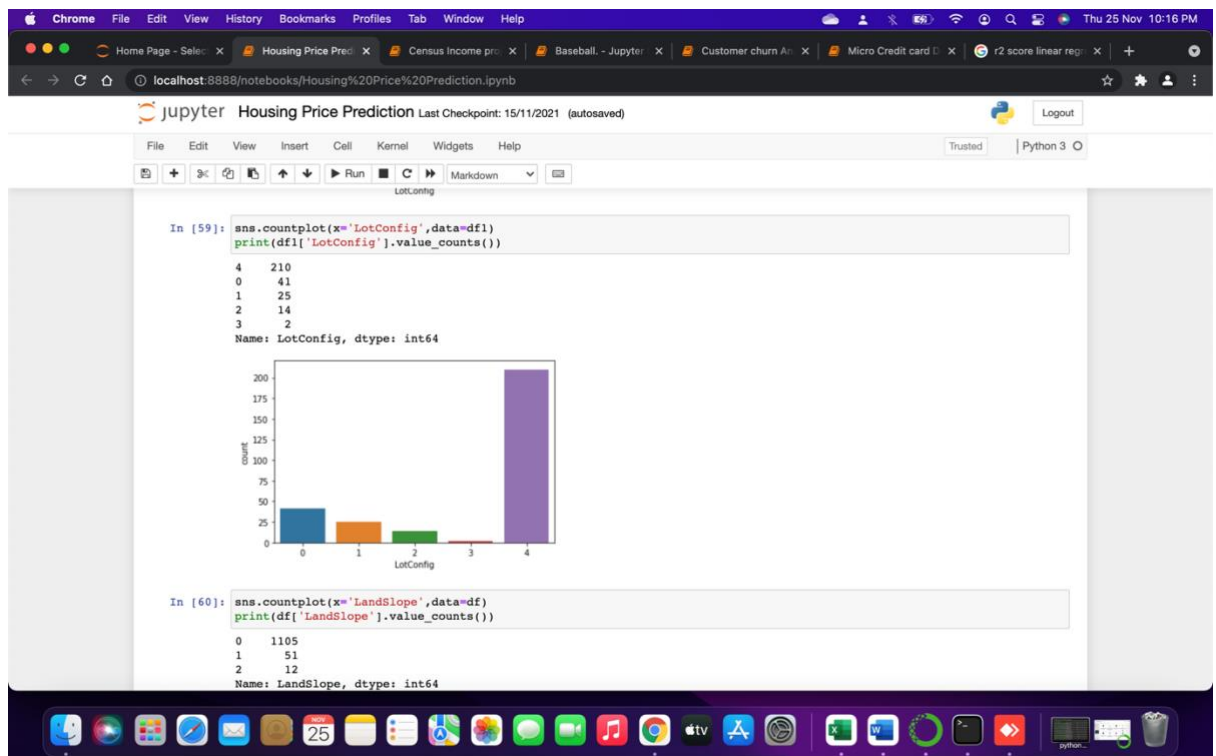
- Key Metrics for success in solving problem under consideration
R2_score metrics is used.
- Visualizations
- Interpretation of the Results

There are many visualization plots in the project, it is difficult to put them all so only few images are displayed rest can be interpreted from inside the programm.









Give a summary of what results were interpreted from the visualizations, preprocessing and modelling.

From the visualizations we can make out the exact insights of the data and can decide on how to remove the outliers and clean up the data. From the model itself we can get the accuracy of the data.

CONCLUSION

- Key Findings and Conclusions of the Study
Model is working good and giving the best results from our assumptions.
- Learning Outcomes of the Study in respect of Data Science
Before visualization it is very difficult to come to the conclusion just by seeing the data, as it is very huge. But

using visualization it shows the insights which we cannot assume and further there are many unwanted data which should be removed so using the data cleaning it makes it pure and gives the best results. It is like finding the needle in grass using a magnet. Data cleaning works as a magnet.

- Limitations of this work and Scope for Future Work
It doesn't give the 100% result so a slight dicey for the company to invest a huge amount or not. But yes gave a satisfactory result where the loss would be very less.