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[3]: # =====
# Linear Regression Implementation
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# Import 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
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[4]: # Load and explore the dataset
df = pd.read_csv(r"D:\mydata\Elevate Labs\Housing.csv")
print("Dataset Shape:", df.shape)
print("Dataset Info:\n")
print(df.info())
print("\n Missing values:\n", df.isnull().sum())
print("\n Sample data:\n", df.head())
```

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Dataset Shape: (545, 13)
Dataset Info:

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 545 entries, 0 to 544
Data columns (total 13 columns):
#   Column                Non-Null Count  Dtype  
---  -
0   price                  545 non-null   int64  
1   area                   545 non-null   int64  
2   bedrooms               545 non-null   int64  
3   bathrooms              545 non-null   int64  
4   stories                545 non-null   int64  
5   mainroad               545 non-null   object  
6   guestroom              545 non-null   object  
7   basement               545 non-null   object  
8   hotwaterheating        545 non-null   object  
9   airconditioning        545 non-null   object  
10  parking                545 non-null   int64  
11  prefarea                545 non-null   object  
12  furnishingstatus       545 non-null   object  
dtypes: int64(6), object(7)
memory usage: 55.5+ KB
None

Missing values:
price          0
area           0
bedrooms       0
bathrooms      0
stories        0
mainroad       0
guestroom      0
basement       0
hotwaterheating 0
airconditioning 0
parking        0
prefarea       0
furnishingstatus 0
dtype: int64

Sample data:
   price  area  bedrooms  bathrooms  stories  mainroad  guestroom  basement \
0  13300000  7420         4          2         3      yes         no         no
1  12250000  8960         4          4         4      yes         no         no
2  12250000  9960         3          2         2      yes         no         yes
3  12215000  7500         4          2         2      yes         no         yes
4  11410000  7420         4          1         2      yes         yes         yes

   hotwaterheating  airconditioning  parking  prefarea  furnishingstatus
0                no                yes        2      yes      furnished
1                no                yes        3      no      furnished
2                no                no        2      yes  semi-furnished
3                no                yes        3      yes      furnished
4                no                yes        2      no      furnished
```

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[5]: # Encode categorical variables (if any)
df = pd.get_dummies(df, drop_first=True)

# Define features (X) and target (y)
# Assuming the target column is 'price' - adjust if different in your dataset
y = df['price']
X = df.drop('price', axis=1)

# Split data into training & testing sets
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

# Fit Linear Regression Model
model = LinearRegression()
model.fit(X_train, y_train)

# Predict
y_pred = model.predict(X_test)

# Evaluate Model
mae = mean_absolute_error(y_test, y_pred)
mse = mean_squared_error(y_test, y_pred)
r2 = r2_score(y_test, y_pred)

print("\n Model Evaluation:")
print(f"Mean Absolute Error (MAE): {mae:.2f}")
print(f"Mean Squared Error (MSE): {mse:.2f}")
print(f"R² Score: {r2:.4f}")
```

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Model Evaluation:
Mean Absolute Error (MAE): 970043.40
Mean Squared Error (MSE): 1754318687330.66
R² Score: 0.6529
```

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[6]: # Coefficients interpretation
coeff_df = pd.DataFrame(model.coef_, X.columns, columns=['Coefficient'])
print("\n Coefficients:\n", coeff_df)
print(f"Intercept: {model.intercept_:.2f}")

# Plot regression line for Simple Regression (Example: area vs price)
# Only meaningful if one numerical predictor like 'area' exists
if 'area' in df.columns:
    plt.figure(figsize=(8,6))
    plt.scatter(df['area'], df['price'], color='blue', alpha=0.5)
    plt.plot(df['area'], model.predict(df.drop('price', axis=1)), color='red', linewidth=2)
    plt.title("Simple Linear Regression: Area vs Price")
    plt.xlabel("Area (sqft)")
    plt.ylabel("Price")
    plt.show()
```

```
Coefficients:
          area  2.359688e+02
        bedrooms  7.677870e+04
        bathrooms  1.094445e+06
         stories  4.074766e+05
         parking  2.248419e+05
    mainroad_yes  3.679199e+05
    guestroom_yes  2.316100e+05
    basement_yes  3.902512e+05
hotwaterheating_yes  6.846499e+05
airconditioning_yes  7.914267e+05
    prefarea_yes  6.298906e+05
furnishingstatus_semi-furnished -1.268818e+05
furnishingstatus_unfurnished -4.136451e+05
Intercept: 260032.36
```

