

```
#Importing necessary libraries
```

```
import pandas as pd
```

```
import numpy as np
```

```
import seaborn as sns
```

```
import matplotlib.pyplot as plt
```

```
from sklearn.preprocessing import StandardScaler
```

```
from sklearn.model_selection import train_test_split
```

```
from sklearn.linear_model import LinearRegression, LogisticRegression
```

```
from sklearn.model_selection import GridSearchCV
```

```
from sklearn.metrics import root_mean_squared_error, r2_score, accuracy_score, precision_score,  
recall_score, f1_score, mean_absolute_error
```

```
# Importing the dataset
```

```
df = pd.read_excel('real_estate_valuation.xlsx', index_col=0)
```

```
df
```

```
#Analyzing the dataset
```

```
df.shape
```

```
df.describe()
```

```
df.info()
```

```
#Finding missing values
```

```
df.isna().sum()
```

```
#Extracting transaction year and dropping transaction date
```

```
df['transaction year'] = df['X1 transaction date'].apply(lambda x: int(x))
```

```
df = df.drop(columns = 'X1 transaction date')  
df.info()
```

#Histogram plot to visualize distribution of data

```
plt.figure(figsize=(15, 10))
```

```
for i, j in enumerate(df.columns, 1):  
    plt.subplot(4, 2, i)  
    sns.histplot(df[j], kde=True, bins=30)  
    plt.title(f'Distribution of {j}')  
    plt.xlabel(j)  
    plt.ylabel('Frequency')
```

```
plt.tight_layout()
```

```
plt.show()
```

#Boxplot for better visualization of outliers in features and their spread

```
plt.figure(figsize=(15, 10))
```

```
for i, j in enumerate(df.columns):  
    plt.subplot(3, 3, i+1)  
    sns.boxplot(x=df[j])  
    plt.title(f'Boxplot for {j}')
```

```
plt.tight_layout()
```

```
plt.show()
```

#Logarithmic transformation of 'distance to nearest MRT station' to counteract skewness and handle outliers

```
df['X3 distance to the nearest MRT station'] = np.log1p(df['X3 distance to the nearest MRT station'])
df['X3 distance to the nearest MRT station'].hist(bins=50)
sns.boxplot(x=df['X3 distance to the nearest MRT station'])
```

```
#Forming a correlation matrix and generating a heatmap
```

```
corr_matrix = df.corr()
sns.heatmap(corr_matrix, annot=True, cmap='coolwarm')
plt.show()
```

```
#splitting data into 75-25% training and test set
```

```
X = df.drop(columns = 'Y house price of unit area')
Y = df['Y house price of unit area']
```

```
X_train, X_test, Y_train, Y_test = train_test_split(X,Y,
                                                    test_size = 0.25,
                                                    random_state = 42)
```

```
#Normalization of the features using StandardScaler
```

```
scaler = StandardScaler()
X_train_scaled = scaler.fit_transform(X_train)
X_test_scaled = scaler.transform(X_test)
```

```
#Using GridSearch to find the optimal parameters for linear regression
```

```
linear_regression_params = {
    'fit_intercept': [True, False],
    'copy_X': [True, False]
```

```
}
```

```
linear_regression_grid = GridSearchCV(estimator=LinearRegression(),  
param_grid=linear_regression_params,  
scoring='r2', cv=5, n_jobs=-1)
```

```
linear_regression_grid.fit(X_train_scaled, Y_train)  
best_lr_model = linear_regression_grid.best_estimator_  
best_lr_params = linear_regression_grid.best_params_
```

```
print("Best Linear Regression Parameters:", best_lr_params)
```

```
#Linear regression with optimal parameters
```

```
lin_reg = LinearRegression() #default hyperparameter settings are found to be the best  
lin_reg.fit(X_train_scaled, Y_train)  
y_pred_linear = lin_reg.predict(X_test_scaled)
```

```
#Evaluation of linear regression model
```

```
linear_rmse = root_mean_squared_error(Y_test, y_pred_linear)  
linear_r2 = r2_score(Y_test, y_pred_linear)  
linear_mae = mean_absolute_error(Y_test, y_pred_linear)
```

```
print(f'Root Mean Squared Error : {linear_rmse}\nR2-score : {linear_r2}\nMean Absolute Error :  
{linear_mae}')
```

```
#Binarization of target value
```

```
median_price = Y_train.median()  
y_train_binary = (Y_train >= median_price).astype(int)  
y_test_binary = (Y_test >= median_price).astype(int)
```

```
#Using GridSearch to find optimal parameters for logistic regression model
```

```
logistic_regression_params = {  
    'max_iter' : [1000, 5000, 10000]  
}
```

```
logistic_regression_grid = GridSearchCV(estimator=LogisticRegression(random_state = 42),  
    param_grid=logistic_regression_params,  
    scoring='accuracy', cv=5, n_jobs=-1)
```

```
logistic_regression_grid.fit(X_train_scaled, y_train_binary)  
best_log_model = logistic_regression_grid.best_estimator_  
best_log_params = logistic_regression_grid.best_params_  
print("Best Linear Regression Parameters:", best_log_params)
```

```
#Logistic regression with optimal parameters
```

```
log_reg = LogisticRegression(max_iter=1000, class_weight = 'balanced', random_state=42)  
log_reg.fit(X_train_scaled, y_train_binary)  
y_pred_logistic = log_reg.predict(X_test_scaled)
```

```
#Evaluation of logistic regression model
```

```
logistic_accuracy = accuracy_score(y_test_binary, y_pred_logistic)  
logistic_precision = precision_score(y_test_binary, y_pred_logistic)  
logistic_recall = recall_score(y_test_binary, y_pred_logistic)  
logistic_f1 = f1_score(y_test_binary, y_pred_logistic)
```

```
print(f'Accuracy : {logistic_accuracy}\nPrecision : {logistic_precision}\nRecall : {logistic_recall}\nF1-  
score : {logistic_f1}')
```

#Printing results of both models in table format

```
performance_results = {  
    'Metric': [  
        'Root Mean Squared Error',  
        'Mean Absolute Error',  
        'R^2 Score',  
        'Accuracy',  
        'Precision',  
        'Recall',  
        'F1 Score'  
    ],  
    'Linear Regression': [  
        linear_rmse,  
        linear_mae,  
        linear_r2,  
        None, # No value for linear regression metrics  
        None,  
        None,  
        None  
    ],  
    'Logistic Regression': [  
        None, # No value for logistic regression metrics  
        None,  
        None,  
        logistic_accuracy,  
        logistic_precision,  
        logistic_recall,  
        logistic_f1  
    ]  
}
```

```
results_df = pd.DataFrame(performance_results)
```

```
results_df
```