Flight Fare Prediction

October 29, 2025

1 Flight Fare Prediction

1.1 Importing Libraries

[1]: import numpy as np

3

IndiGo

12/05/2019

import pandas as pd

```
import seaborn as sns
     import matplotlib.pyplot as plt
     import warnings
     warnings.filterwarnings('ignore')
     sns.set_style('whitegrid')
     sns.set_context('notebook')
     plt.rcParams['figure.figsize'] = (10,6)
[2]: pd.set_option('display.max_columns', None) #displays max number of cols
    1.2 Data Insepction
[3]: df=pd.read_excel("Data_Train.xlsx")
[4]: df.columns
[4]: Index(['Airline', 'Date_of_Journey', 'Source', 'Destination', 'Route',
            'Dep_Time', 'Arrival_Time', 'Duration', 'Total_Stops',
            'Additional_Info', 'Price'],
           dtype='object')
    df.shape
[5]: (10683, 11)
[6]:
    df.head()
[6]:
            Airline Date_of_Journey
                                        Source Destination
                                                                             Route
     0
             IndiGo
                         24/03/2019
                                     Banglore
                                                 New Delhi
                                                                        BLR → DEL
     1
          Air India
                          1/05/2019
                                      Kolkata
                                                  Banglore
                                                            CCU → IXR → BBI → BLR
     2
        Jet Airways
                          9/06/2019
                                        Delhi
                                                    Cochin
                                                            DEL → LKO → BOM → COK
```

Banglore

Kolkata

CCU → NAG → BLR

```
4
             IndiGo
                         01/03/2019 Banglore
                                                 New Delhi
                                                                  BLR → NAG → DEL
       Dep_Time
                 Arrival_Time Duration Total_Stops Additional_Info
          22:20
                 01:10 22 Mar
                                 2h 50m
                                           non-stop
                                                            No info
                                                                       3897
          05:50
                        13:15
                                7h 25m
                                            2 stops
                                                            No info
                                                                       7662
     1
     2
          09:25
                 04:25 10 Jun
                                    19h
                                            2 stops
                                                            No info
                                                                      13882
     3
          18:05
                        23:30
                                5h 25m
                                             1 stop
                                                            No info
                                                                       6218
     4
          16:50
                        21:35
                                 4h 45m
                                             1 stop
                                                            No info
                                                                     13302
[7]: df.info()
    <class 'pandas.core.frame.DataFrame'>
    RangeIndex: 10683 entries, 0 to 10682
    Data columns (total 11 columns):
         Column
                           Non-Null Count Dtype
         ____
                           _____
     0
         Airline
                           10683 non-null object
     1
         Date_of_Journey
                          10683 non-null
                                           object
     2
                           10683 non-null object
         Source
     3
         Destination
                           10683 non-null object
     4
         Route
                           10682 non-null object
     5
         Dep_Time
                           10683 non-null object
     6
         Arrival_Time
                           10683 non-null object
         Duration
     7
                           10683 non-null object
     8
         Total_Stops
                           10682 non-null
                                           object
     9
         Additional_Info
                          10683 non-null
                                           object
     10 Price
                           10683 non-null int64
    dtypes: int64(1), object(10)
    memory usage: 918.2+ KB
[8]: df.describe()
[8]:
                   Price
            10683.000000
     count
    mean
             9087.064121
     std
             4611.359167
    min
             1759.000000
     25%
             5277.000000
     50%
             8372.000000
     75%
            12373.000000
            79512.000000
    max
[9]: df.describe(include = 'object')
[9]:
                 Airline Date_of_Journey Source Destination
                                                                         Route
     count
                   10683
                                    10683
                                           10683
                                                       10683
                                                                         10682
     unique
                                               5
                              18/05/2019
                                          Delhi
                                                      Cochin DEL → BOM → COK
     top
             Jet Airways
```

	freq	3849	504	4537	4537	2376				
	Dep_Time count 10683 unique 222 top 18:58 freq 233	3 10683 2 1343 5 19:00	10683 368 2h 50m	10682 5 1 stop	Additional_Info 10683 10 No info 8345					
	1.3 Data Cleaning									
[10]:	[10]: df.isnull().sum()									
[10]:	Airline Date_of_Journey Source Destination Route	0 0 1								
	Dep_Time Arrival_Time	0								
	Duration	0								
	Total_Stops	1								
	Additional_Info	0								
	Price	0								
	dtype: int64									
[11]:]: df.duplicated().sum()									
[11]:	1]: np.int64(220)									
[12]:	<pre>: df = df.drop_duplicates()</pre>									
[13]:	3]: df.dropna(inplace = True)									
[14]:	[14]: df['Price'].skew() ## Right Skew									
[14]: np.float64(1.8574899082173875)										
[15]:	[15]: df.nunique().sort_values(ascending = True)									
[15]:	Source Total_Stops Destination Additional_Info Airline Date_of_Journey Route	12								
	Dep_Time	222								
	Duration	222								

Duration

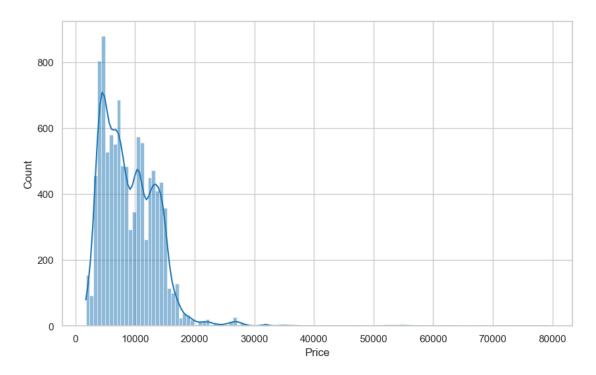
Arrival_Time 1343 Price 1870

dtype: int64

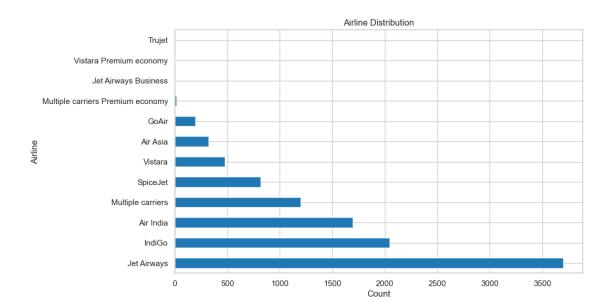
1.4 Data Preprocessing & EDA

```
[16]: sns.histplot(x ='Price', data = df, kde = True)
```

[16]: <Axes: xlabel='Price', ylabel='Count'>

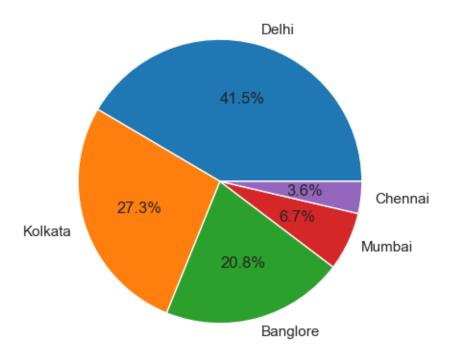


```
[17]: # Calculate counts by Airline
    df['Airline'].value_counts().plot(kind='barh')
    plt.xlabel("Count")
    plt.title("Airline Distribution")
    plt.show()
```



```
[18]: # Calculate counts by Source
Source_var = df['Source'].value_counts()
plt.pie(Source_var, labels=Source_var.index, autopct='%1.1f%%', radius=0.8)
plt.title('Source')
plt.show()
```

Source

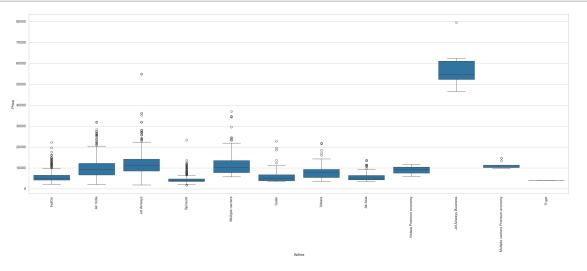


```
df.drop(["Dep_Time"], axis=1, inplace=True)
[22]: # Extract hour and minute from Arrival Time
      df["Arrival_hour"] = pd.to_datetime(df["Arrival_Time"]).dt.hour
      df["Arrival_min"] = pd.to_datetime(df["Arrival_Time"]).dt.minute
      # Drop the original Arrival_Time column
      df.drop(["Arrival_Time"], axis=1, inplace=True)
[23]: df.drop(["Route"], axis=1, inplace=True)
[24]: df.drop(['Additional_Info'], axis = 1, inplace=True)
[25]: df['Journey_year'].value_counts()
[25]: Journey_year
      2019
              10462
      Name: count, dtype: int64
[26]: df.drop(["Journey_year"], axis=1, inplace = True)
[27]: # Fill missing hours/minutes and split Duration
      duration = df["Duration"].str.replace('h', 'h').str.replace(' ', '')
      duration = duration.apply(lambda x: x if 'h' in x else 'Oh ' + x)
      duration = duration.apply(lambda x: x if 'm' in x else x + ' 0m')
      df["Duration_hours"] = duration.str.extract(r'(\d+)h').astype(int)
      df["Duration_mins"] = duration.str.extract(r'(\d+)m').astype(int)
[28]: df.drop(["Duration"], axis=1, inplace=True)
[29]: df.replace({"non-stop": 0, "1 stop": 1, "2 stops": 2, "3 stops": 3, "4 stops": u
       →4}, inplace=True)
[30]: df['Airline'].value_counts().sort_values(ascending = True)
[30]: Airline
      Trujet
                                              1
      Vistara Premium economy
                                              3
      Jet Airways Business
                                              6
      Multiple carriers Premium economy
                                             13
      GoAir
                                            194
      Air Asia
                                            319
                                            478
      Vistara
      SpiceJet
                                            815
     Multiple carriers
                                           1196
     Air India
                                           1694
      IndiGo
                                           2043
```

Jet Airways 3700

Name: count, dtype: int64

```
[31]: # Price by Airline
plt.figure(figsize = (30,10))
sns.boxplot(x="Airline", y="Price", data=df)
plt.xticks(rotation=90)
plt.show()
```



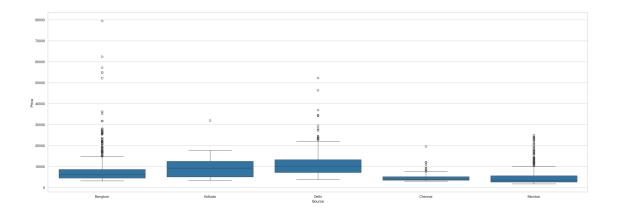
```
[32]: df['Source'].value_counts().sort_values(ascending = True)
```

[32]: Source

Chennai 381 Mumbai 697 Banglore 2179 Kolkata 2860 Delhi 4345

Name: count, dtype: int64

```
[33]: # Source vs Price
plt.figure(figsize=(30,10))
sns.boxplot(y = df["Price"], x = df["Source"])
plt.show()
```



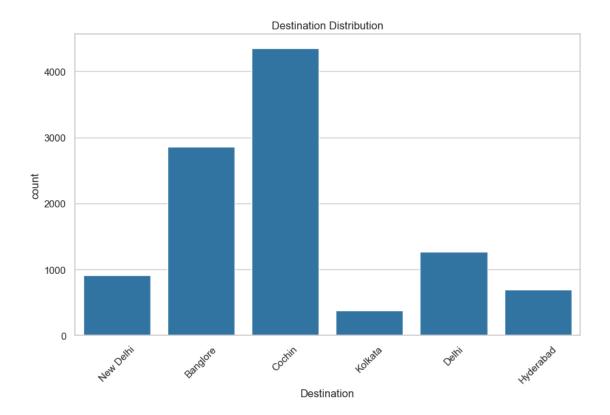
```
[34]: df['Destination'].value_counts().sort_values(ascending = True)
```

[34]: Destination

Kolkata 381 Hyderabad 697 New Delhi 914 Delhi 1265 Banglore 2860 Cochin 4345

Name: count, dtype: int64

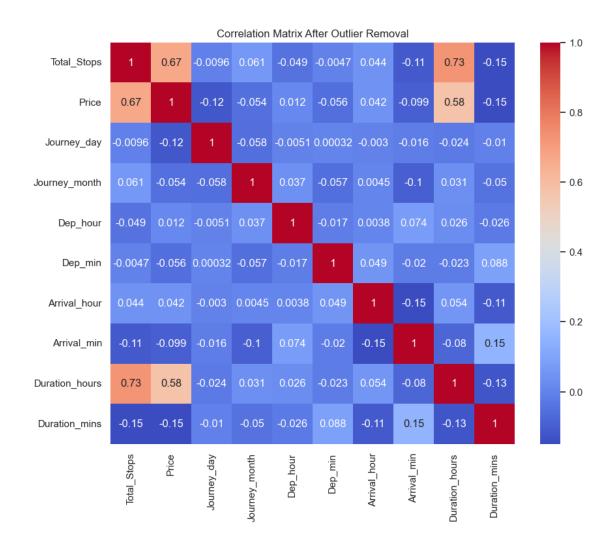
[35]: sns.countplot(x="Destination", data=df) plt.title("Destination Distribution") plt.xticks(rotation=45) plt.show()



1.4.1 Outliers Detection

1.4.2 Correlation

```
[37]: numeric_cols = df_outliers_removed.select_dtypes(include='number')
    corr_matrix = numeric_cols.corr()
    plt.figure(figsize=(10,8))
    sns.heatmap(corr_matrix, annot=True, cmap='coolwarm')
    plt.title('Correlation Matrix After Outlier Removal')
    plt.show()
```



	= df_outlier .head()	s_removed					
	Airline	Source	Destination	Total_Stops	Price	Journey_day	\
0	IndiGo	Banglore	New Delhi	0	3897	24	
1	Air India	Kolkata	Banglore	2	7662	1	
2	Jet Airways	Delhi	Cochin	2	13882	9	
3	IndiGo	Kolkata	Banglore	1	6218	12	
4	IndiGo	Banglore	New Delhi	1	13302	1	
	Journey_mont	h Dep_hou	ır Dep_min	Arrival_hour	Arriva	l_min \	
0	;	3 2	22 20	1		10	
1	!	5	5 50	13		15	
2		6	9 25	4		25	
3	!	5 1	.8 5	23		30	
4	;	3 1	.6 50	21		35	

```
Duration_hours Duration_mins
0
                  2
                                  50
                  7
                                  25
1
2
                 19
                                   0
                  5
                                  25
3
4
                  4
                                  45
```

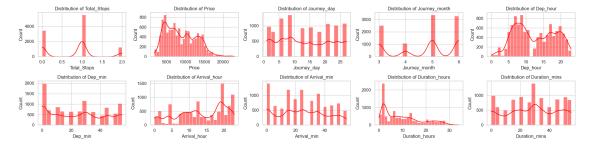
1.4.3 OneHot Encoding

```
[39]: categorical_cols = df.select_dtypes(include='object').columns

# Apply one-hot encoding using get_dummies
df = pd.get_dummies(df, columns=categorical_cols, drop_first=True)
```

```
[40]: numeric_cols = df.select_dtypes(include='number').columns[:10]
    cols = 5
    rows = 2

plt.figure(figsize=(20, 5))
    for i, col in enumerate(numeric_cols):
        plt.subplot(rows, cols, i+1)
        sns.histplot(df[col], color='red', kde=True)
        plt.title(f'Distribution of {col}')
    plt.tight_layout()
    plt.show()
```

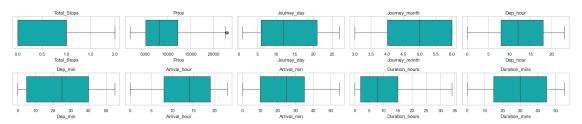


```
[41]: plt.figure(figsize=(20, 5))
numeric_cols = df.select_dtypes(include='number').columns

for i, col in enumerate(numeric_cols[:10]):
    ax = plt.subplot(2, 5, i + 1)
    sns.boxplot(x=df[col], ax=ax, color='c')
    ax.set_title(col)
plt.suptitle('Box Plot of Continuous Variables', fontsize=20)
```

```
plt.tight_layout(rect=[0, 0.03, 1, 0.95])
plt.show()
```

Box Plot of Continuous Variables



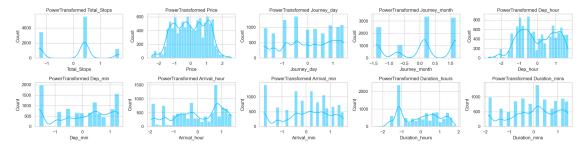
1.4.4 Power Transformer

```
[42]: from sklearn.preprocessing import PowerTransformer
```

```
[43]: numeric_cols = df.select_dtypes(include='number').columns

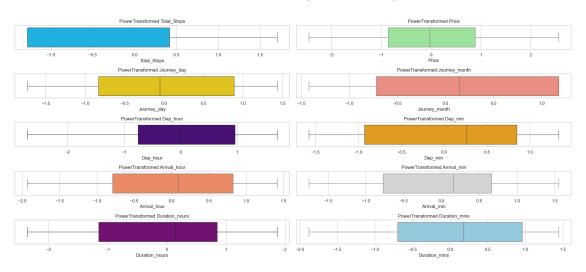
pt = PowerTransformer()
   df_transformed = df.copy()
   df_transformed[numeric_cols] = pt.fit_transform(df[numeric_cols])
```

```
[44]: cols = 5
  rows = 2
  plt.figure(figsize=(20, 5))
  for i, col in enumerate(numeric_cols[:cols*rows]):
      plt.subplot(rows, cols, i+1)
      sns.histplot(df_transformed[col], color='deepskyblue', kde=True)
      plt.title(f'PowerTransformed {col}')
  plt.tight_layout()
  plt.show()
```



```
[45]: plt.figure(figsize=(20, 10))
```

Box Plot of Continuous Variables (After PowerTransformer)



dtype='object')

```
[49]: df.head()
[49]:
                                                                         Dep_min
         Total_Stops
                         Price
                                 Journey_day
                                              Journey_month Dep_hour
      0
           -1.279796 -1.341609
                                    1.165861
                                                  -1.419075 1.553919
                                                                        0.029354
      1
            1.701334 -0.129416
                                                   0.144376 -1.366553
                                   -1.734038
                                                                        1.181361
      2
            1.701334 1.197707
                                   -0.421134
                                                   1.176325 -0.561804
                                                                        0.261548
      3
            0.417439 -0.534557
                                   -0.054377
                                                   0.417439
                     1.093037
                                   -1.734038
                                                   -1.419075
                                                             0.641055
                                                                        1.181361
                       Arrival_min Duration_hours
         Arrival_hour
                                                    Duration_mins
      0
            -1.792980
                         -0.770154
                                          -1.153004
                                                           1.204606
      1
            -0.058930
                         -0.428486
                                          -0.006545
                                                          -0.098596
      2
            -1.365973
                          0.157025
                                           1.130917
                                                          -1.877946
      3
             1.414746
                          0.418743
                                          -0.350235
                                                          -0.098596
      4
             1.118798
                          0.665869
                                          -0.564826
                                                           0.959172
         Airline_Air India Airline_GoAir Airline_IndiGo
                                                            Airline_Jet Airways
      0
                     False
                                     False
                                                                           False
                                                       True
                                     False
                                                                           False
      1
                      True
                                                      False
                                     False
      2
                                                                            True
                     False
                                                      False
      3
                     False
                                     False
                                                      True
                                                                           False
      4
                     False
                                     False
                                                       True
                                                                           False
         Airline_Multiple carriers
                                     Airline_Multiple carriers Premium economy
      0
                              False
                                                                          False
      1
                              False
                                                                          False
      2
                              False
                                                                          False
                                                                          False
      3
                              False
      4
                              False
                                                                          False
         Airline_SpiceJet
                           Airline_Trujet
                                            Airline_Vistara
      0
                    False
                                     False
                                                       False
                    False
                                     False
                                                       False
      1
      2
                    False
                                     False
                                                      False
      3
                    False
                                     False
                                                      False
      4
                    False
                                     False
                                                      False
                                           Source_Chennai
         Airline_Vistara Premium economy
                                                            Source_Delhi
      0
                                    False
                                                    False
                                                                   False
      1
                                    False
                                                    False
                                                                   False
      2
                                    False
                                                    False
                                                                    True
      3
                                    False
                                                    False
                                                                   False
      4
                                    False
                                                    False
                                                                   False
         Source_Kolkata Source_Mumbai Destination_Cochin Destination_Delhi \
```

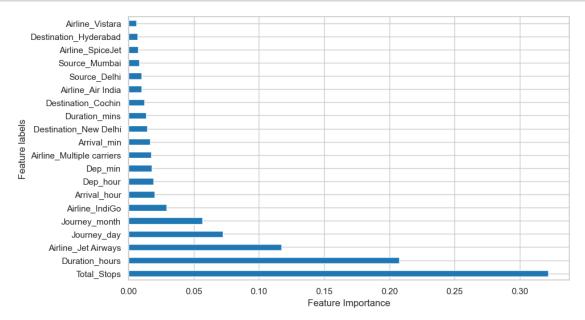
```
0
                  False
                                 False
                                                      False
                                                                          False
                                 False
                                                      False
      1
                   True
                                                                          False
      2
                  False
                                 False
                                                       True
                                                                          False
      3
                   True
                                 False
                                                      False
                                                                          False
      4
                  False
                                 False
                                                      False
                                                                          False
         Destination_Hyderabad Destination_Kolkata Destination_New Delhi
                         False
      0
                                               False
                                                                        True
      1
                         False
                                               False
                                                                       False
      2
                         False
                                               False
                                                                       False
      3
                         False
                                               False
                                                                       False
      4
                         False
                                               False
                                                                        True
[50]: X = df.drop("Price", axis=1)
[51]: y = df["Price"]
     1.5 Feature Selection
[52]: from sklearn.feature_selection import SelectKBest
      from sklearn.feature_selection import r_regression # Correlation
[53]: | rs = SelectKBest(score_func=r_regression, k='all')
      rs.fit(X, y)
[53]: SelectKBest(k='all', score_func=<function r_regression at 0x000001C408942480>)
[54]: feature_scores = pd.Series(rs.scores_, index=X.columns)*100
      print(feature_scores.sort_values(ascending=False))
     Total_Stops
                                                   71.638619
     Duration_hours
                                                   71.345716
     Airline_Jet Airways
                                                   45.419042
     Source_Delhi
                                                    35.365598
     Destination_Cochin
                                                   35.365598
     Airline_Multiple carriers
                                                    18.576788
     Destination_New Delhi
                                                    11.344666
     Airline_Air India
                                                     6.782248
     Source_Kolkata
                                                     6.302605
     Arrival hour
                                                     6.054419
     Airline_Multiple carriers Premium economy
                                                    2.549822
     Dep hour
                                                     1.288436
     Airline_Vistara Premium economy
                                                    0.244035
     Airline_Trujet
                                                    -1.227814
     Journey_month
                                                    -2.999336
     Airline_Vistara
                                                   -3.968974
     Dep_min
                                                   -8.728755
     Airline_GoAir
                                                   -10.221739
```

```
Journey_day
                                                   -10.415706
     Arrival_min
                                                   -11.225003
     Duration_mins
                                                   -15.623295
     Destination_Kolkata
                                                   -21.245660
     Source Chennai
                                                   -21.245660
     Destination_Hyderabad
                                                   -32.215020
     Source Mumbai
                                                  -32.215020
     Destination_Delhi
                                                   -34.286294
     Airline_SpiceJet
                                                   -36.705815
     Airline_IndiGo
                                                   -38.958689
     dtype: float64
[55]: from sklearn.ensemble import ExtraTreesRegressor
      selection = ExtraTreesRegressor()
      selection.fit(X, y)
[55]: ExtraTreesRegressor()
[56]: feature_importances = pd.Series(selection.feature_importances_, index=X.columns)
[57]: print(feature_importances.sort_values(ascending=False))
     Total_Stops
                                                   0.321978
     Duration hours
                                                   0.207699
     Airline_Jet Airways
                                                   0.117053
     Journey day
                                                   0.072339
     Journey_month
                                                   0.056649
     Airline_IndiGo
                                                   0.028906
     Arrival hour
                                                   0.019820
     Dep_hour
                                                   0.018950
     Dep_min
                                                   0.017983
     Airline_Multiple carriers
                                                   0.017511
     Arrival_min
                                                   0.016376
     Destination_New Delhi
                                                   0.014258
     Duration_mins
                                                   0.013298
     Destination_Cochin
                                                   0.012037
     Airline Air India
                                                   0.009931
     Source Delhi
                                                   0.009874
     Source Mumbai
                                                   0.008007
     Airline_SpiceJet
                                                   0.007439
     Destination_Hyderabad
                                                   0.007003
     Airline_Vistara
                                                   0.006088
     Destination_Delhi
                                                   0.005941
     Source_Kolkata
                                                   0.005351
     Airline_GoAir
                                                   0.002172
     Airline_Multiple carriers Premium economy
                                                   0.001191
     Source_Chennai
                                                   0.000912
     Destination_Kolkata
                                                   0.000864
```

Airline_Trujet 0.000200 Airline_Vistara Premium economy 0.000169

dtype: float64

```
[58]: feature_importances.nlargest(20).plot(kind='barh')
    plt.ylabel("Feature labels")
    plt.xlabel("Feature Importance")
    plt.show()
```



```
[59]: top_features = feature_importances.nlargest(20).index
X1 = X[top_features]
```

[60]: X1.columns

1.6 Model Building

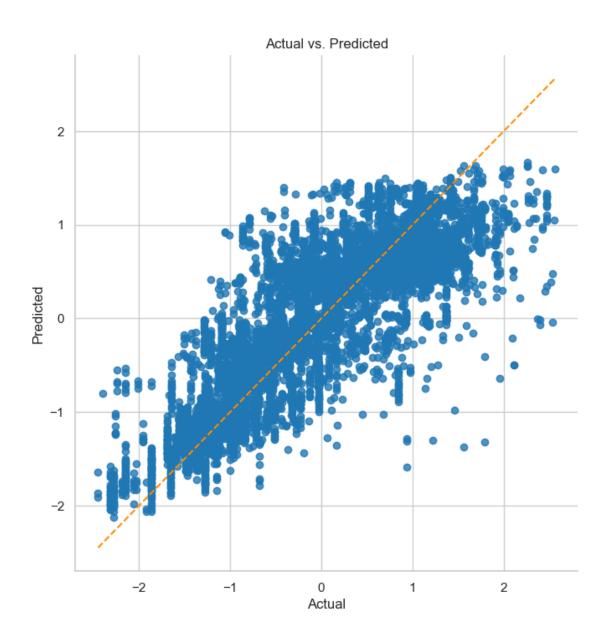
```
[62]: from sklearn.model_selection import train_test_split
from sklearn.ensemble import RandomForestRegressor
from sklearn.linear_model import LinearRegression
from sklearn.tree import DecisionTreeRegressor
```

```
from sklearn import metrics
      from sklearn.metrics import r2_score
      from sklearn.metrics import mean_squared_error
      from sklearn.metrics import mean_absolute_error
      from math import sqrt
      from sklearn.model_selection import GridSearchCV
      from sklearn.model_selection import RandomizedSearchCV
[63]: X_train, X_test, y_train, y_test = train_test_split(X1, y, test_size = 0.2,__
       \rightarrowrandom state = 42)
[64]: model_comparison={}
     1.7 Linear Regression
[65]: lr = LinearRegression()
      lr.fit(X_train, y_train)
[65]: LinearRegression()
[66]: y_pred_lr = lr.predict(X_test)
[67]: print("R2 Score:", r2_score(y_test, y_pred_lr))
      print("MSE:", mean_squared_error(y_test, y_pred_lr))
      print("RMSE:",np.sqrt(mean_squared_error(y_test, y_pred_lr)))
      print("MAE:", mean_absolute_error(y_test, y_pred_lr))
     R2 Score: 0.6996677932341544
     MSE: 0.2894823923034944
     RMSE: 0.5380356793963523
     MAE: 0.41351684471712313
[68]: |model_comparison['LinearRegression'] = {
          'R2': r2_score(y_test, y_pred_lr),
          'MSE': mean_squared_error(y_test, y_pred_lr),
          'RMSE': np.sqrt(mean_squared_error(y_test, y_pred_lr)),
          'MAE': mean_absolute_error(y_test, y_pred_lr)
      }
     Checking linearity assumption
[69]: def calculate residuals(lr, features, label):
          # Creates predictions on the features with the model and calculates \Box
       \hookrightarrow residuals
          predictions = lr.predict(features)
          df_results = pd.DataFrame({'Actual': label, 'Predicted': predictions})
          df_results['Residuals'] = df_results['Actual'] - df_results['Predicted']
          return df_results
```

```
[71]: linear_assumption(lr, X_train, y_train)
```

Assumption 1: Linear Relationship between the Target and the Feature

Checking with a scatter plot of actual vs. predicted. Predictions should follow the diagonal line.



Normality assumption

```
[72]: from statsmodels.stats.diagnostic import normal_ad
```

```
[73]: def normal_errors_assumption(lr, X_train, y_train, p_value_thresh=0.05):

"""

Checks normality of residuals for linear regression using Anderson-Darling

→ test,

and plots the residual distribution.

"""

y_pred = lr.predict(X_train)

residuals = y_train - y_pred
```

```
print('Assumption 2: The error terms are normally distributed\n')
  print('Using the Anderson-Darling test for normal distribution...')
  # Perform Anderson-Darling test
  p_value = normal_ad(residuals)[1]
  print('p-value from the test - below 0.05 generally means non-normal:', u
→p_value)
  if p_value < p_value_thresh:</pre>
      print('Residuals are NOT normally distributed')
      print('Assumption NOT satisfied')
      print('Confidence intervals will likely be affected.')
      print('Try performing nonlinear transformations on variables.')
      print('Residuals are normally distributed')
      print('Assumption satisfied')
  plt.figure(figsize=(12, 6))
  plt.title('Distribution of Residuals')
  sns.histplot(residuals, kde=True)
  plt.xlabel('Residuals')
  plt.ylabel('Frequency')
  plt.show()
```

[74]: normal_errors_assumption(lr, X_train, y_train)

Assumption 2: The error terms are normally distributed

Using the Anderson-Darling test for normal distribution...

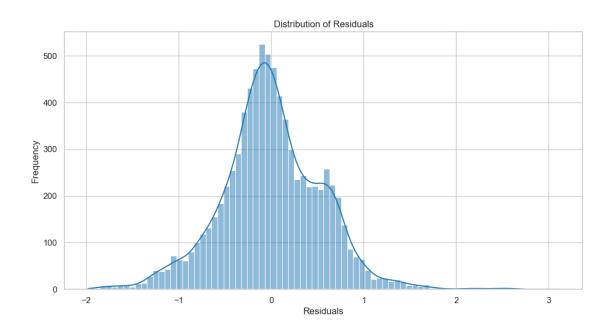
p-value from the test - below 0.05 generally means non-normal: 0.0

Residuals are NOT normally distributed

Assumption NOT satisfied

Confidence intervals will likely be affected.

Try performing nonlinear transformations on variables.



Multicollinearity assumption

```
[75]: from statsmodels.stats.outliers_influence import variance_inflation_factor
```

```
[77]: vif_result = calc_vif(X_train)
print(vif_result)
```

```
variables VIF

Total_Stops 3.523610

Duration_hours 3.560112

Journey_day 1.004596

Journey_month 1.023563
```

```
4
          Arrival_hour 1.048141
     5
              Dep_hour 1.018130
     6
               Dep_min 1.020159
     7
           Arrival_min 1.088331
         Duration mins 1.080899
     Autocorrelation assumption
[78]: from statsmodels.stats.stattools import durbin_watson
[79]: def autocorrelation_assumption(lr, X_train, y_train):
          Checks autocorrelation of residuals using Durbin-Watson test.
          Assumes the residuals should not be correlated for classical linear \Box
       \hookrightarrow regression.
          11 11 11
          y_pred = lr.predict(X_train)
          residuals = y_train - y_pred
          print('Assumption 4: No Autocorrelation\n')
          print('Performing Durbin-Watson Test')
          print('Values between 1.5 and 2.5 generally show no autocorrelation')
          print('0 - 1.5: positive autocorrelation')
          print('2.5 - 4: negative autocorrelation')
          print('----')
          dw_value = durbin_watson(residuals)
          print('Durbin-Watson:', dw_value)
          if dw_value < 1.5:</pre>
              print('Signs of positive autocorrelation\nAssumption not satisfied')
          elif dw_value > 2.5:
             print('Signs of negative autocorrelation\nAssumption not satisfied')
          else:
              print('Little to no autocorrelation\nAssumption satisfied')
[80]: autocorrelation_assumption(lr, X_train, y_train)
     Assumption 4: No Autocorrelation
     Performing Durbin-Watson Test
     Values between 1.5 and 2.5 generally show no autocorrelation
     0 - 1.5: positive autocorrelation
     2.5 - 4: negative autocorrelation
     Durbin-Watson: 2.0240255305437818
     Little to no autocorrelation
     Assumption satisfied
```

Homoscedasticity assumption

```
[81]: def homoscedasticity_assumption(lr, X_train, y_train):
    """
    Checks for constant variance in residuals (homoscedasticity) for linear_
    regression.
    """
    y_pred = lr.predict(X_train)
    residuals = y_train - y_pred

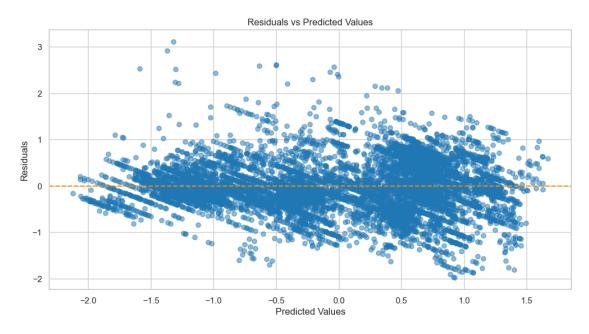
    print('Assumption 5: Homoscedasticity of Error Terms\n')
    print('Residuals should show constant variance.')

    plt.figure(figsize=(12, 6))
    plt.scatter(y_pred, residuals, alpha=0.5)
    plt.axhline(0, color='darkorange', linestyle='--')
    plt.ylabel('Predicted Values')
    plt.ylabel('Residuals')
    plt.title('Residuals vs Predicted Values')
    plt.show()
```

[82]: homoscedasticity_assumption(lr, X_train, y_train)

Assumption 5: Homoscedasticity of Error Terms

Residuals should show constant variance.

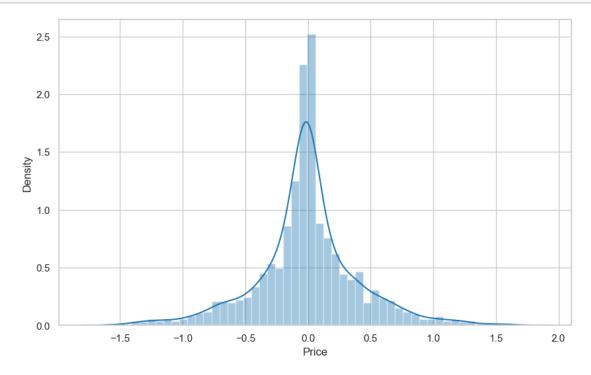


1.8 DecisionTree

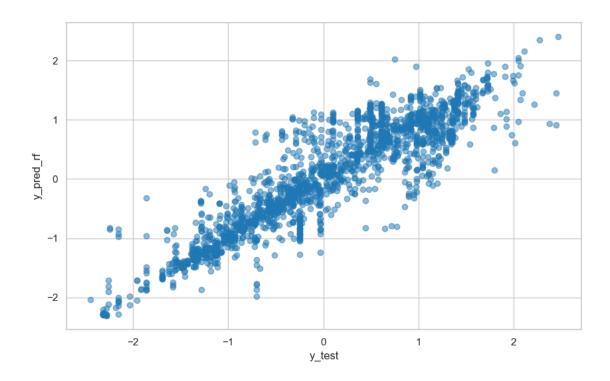
```
[83]: dt = DecisionTreeRegressor(random_state = 0)
      dt.fit(X_train,y_train)
[83]: DecisionTreeRegressor(random_state=0)
[84]: y_pred_dt = dt.predict(X_test)
[85]: print("R2 Score:", r2_score(y_test, y_pred_dt))
      print("MSE:", mean_squared_error(y_test, y_pred_dt))
      print("RMSE:", np.sqrt(mean_squared_error(y_test, y_pred_dt)))
      print("MAE:", mean_absolute_error(y_test, y_pred_dt))
     R2 Score: 0.7294295241083384
     MSE: 0.26079583502304704
     RMSE: 0.5106817355487143
     MAE: 0.32367563608328814
[86]: model_comparison['DecisionTree'] = {
          'R2': r2_score(y_test, y_pred_dt),
          'MSE': mean_squared_error(y_test, y_pred_dt),
          'RMSE': np.sqrt(mean_squared_error(y_test, y_pred_dt)),
          'MAE': mean_absolute_error(y_test, y_pred_dt)
      }
     1.9 Random Forest
     linearity assumption is violated so random forest(non-linear data) is used
[87]: rf = RandomForestRegressor()
      rf.fit(X_train, y_train)
[87]: RandomForestRegressor()
[88]: y_pred_rf = rf.predict(X_test)
[89]: print("R2 Score:", r2_score(y_test, y_pred_rf))
      print("MSE:", mean_squared_error(y_test, y_pred_rf))
      print("RMSE:", np.sqrt(mean_squared_error(y_test, y_pred_rf)))
      print("MAE:", mean_absolute_error(y_test, y_pred_rf))
     R2 Score: 0.8285372103248156
     MSE: 0.1652685174217815
     RMSE: 0.406532307967991
     MAE: 0.274294791564093
[90]: model comparison['Random Forest'] = {
          'R2': r2_score(y_test, y_pred_rf),
```

```
'MSE': mean_squared_error(y_test, y_pred_rf),
'RMSE': np.sqrt(mean_squared_error(y_test, y_pred_rf)),
'MAE': mean_absolute_error(y_test, y_pred_rf)
}
```

```
[91]: sns.distplot(y_test-y_pred_rf)
plt.show()
```



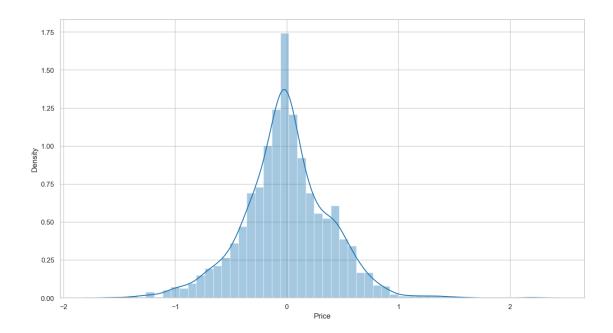
```
[92]: plt.scatter(y_test, y_pred_rf, alpha = 0.5)
    plt.xlabel("y_test")
    plt.ylabel("y_pred_rf")
    plt.show()
```



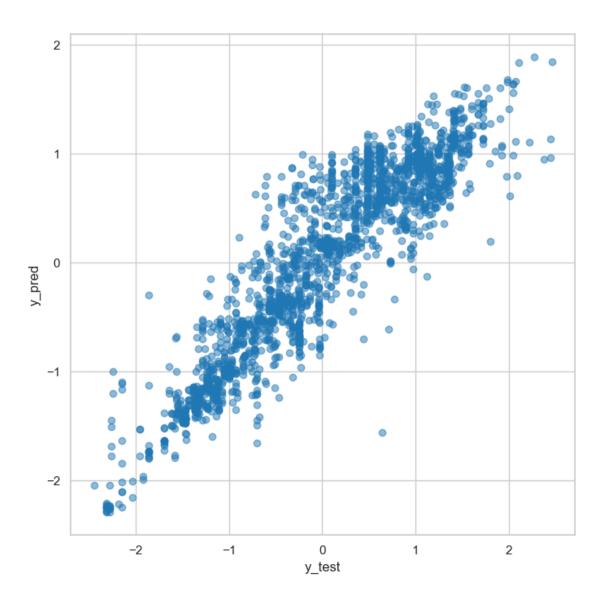
1.10 Hyperparameter Tuning

```
[93]: n_estimators = [int(x) for x in np.linspace(start=100, stop=1200, num=12)]
      max_features = ['sqrt', 'log2']
      max_depth = [int(x) for x in np.linspace(5, 30, num=6)]
      max_depth.append(None)
      min_samples_split = [2, 5, 10, 15, 100]
      min_samples_leaf = [1, 2, 5, 10]
      random_grid = {
          'n_estimators': n_estimators,
          'max_features': max_features,
          'max_depth': max_depth,
          'min_samples_split': min_samples_split,
          'min_samples_leaf': min_samples_leaf
[94]: rf_random = RandomizedSearchCV(
          estimator= rf,
          param_distributions=random_grid,
          n iter=100,
          scoring='neg_mean_squared_error',
```

```
cv=5,
          verbose=2,
          random_state=0,
          n_jobs=-1
[95]: rf_random.fit(X_train, y_train)
     Fitting 5 folds for each of 100 candidates, totalling 500 fits
[95]: RandomizedSearchCV(cv=5, estimator=RandomForestRegressor(), n_iter=100,
                         n_jobs=-1,
                         param_distributions={'max_depth': [5, 10, 15, 20, 25, 30,
                                                             None],
                                               'max_features': ['sqrt', 'log2'],
                                               'min_samples_leaf': [1, 2, 5, 10],
                                               'min_samples_split': [2, 5, 10, 15,
                                                                     100],
                                               'n_estimators': [100, 200, 300, 400,
                                                                500, 600, 700, 800,
                                                                900, 1000, 1100,
                                                                1200]},
                         random_state=0, scoring='neg_mean_squared_error', verbose=2)
[96]: rf_random.best_params_
[96]: {'n_estimators': 1200,
       'min_samples_split': 10,
       'min_samples_leaf': 1,
       'max_features': 'sqrt',
       'max_depth': None}
[97]: prediction = rf_random.predict(X_test)
[98]: plt.figure(figsize = (15,8))
      sns.distplot(y_test-prediction)
      plt.show()
```



```
[99]: plt.figure(figsize = (8,8))
  plt.scatter(y_test, prediction, alpha = 0.5)
  plt.xlabel("y_test")
  plt.ylabel("y_pred")
  plt.show()
```



```
[100]: print("R2 Score:", r2_score(y_test, prediction))
    print("MSE:", mean_squared_error(y_test, prediction))
    print("RMSE:", np.sqrt(mean_squared_error(y_test, prediction)))
    print("MAE:", mean_absolute_error(y_test, prediction))

R2 Score: 0.8450821434477532
    MSE: 0.14932128727785154
    RMSE: 0.38642112685236496
    MAE: 0.2864533781987897

[101]: model_comparison['R F After Tunning'] = {
        'R2': r2_score(y_test, prediction),
        'MSE': mean_squared_error(y_test, prediction),
```

```
'RMSE': np.sqrt(mean_squared_error(y_test, prediction)),
'MAE': mean_absolute_error(y_test, prediction)
}
```

1.11 Gradient Boosting

```
[103]: from sklearn.ensemble import GradientBoostingRegressor
[104]: gb = GradientBoostingRegressor()
       gb.fit(X_train, y_train)
[104]: GradientBoostingRegressor()
[105]: gb_pred = gb.predict(X_test)
[106]: print("R2 Score:", r2 score(y test, gb pred))
       print("MSE:", mean_squared_error(y_test, gb_pred))
       print("RMSE:", np.sqrt(mean_squared_error(y_test, gb_pred)))
       print("MAE:", mean_absolute_error(y_test, gb_pred))
      R2 Score: 0.804530790509146
      MSE: 0.1884076802632153
      RMSE: 0.434059535390268
      MAE: 0.3399156002433246
[107]: model_comparison['Gradient Boosting'] = {
           'R2': r2_score(y_test, gb_pred),
           'MSE': mean_squared_error(y_test, gb_pred),
           'RMSE': np.sqrt(mean_squared_error(y_test, gb_pred)),
           'MAE': mean_absolute_error(y_test, gb_pred)
       }
```

1.12 XGboost

```
monotone_constraints=None, multi_strategy=None, n_estimators=None,
n_jobs=None, num_parallel_tree=None, ...)
```

```
[111]: | xgb_pred = xgbr.predict(X_test)
[112]: print("R2 Score:", r2_score(y_test, xgb_pred))
       print("MSE:", mean_squared_error(y_test, xgb_pred))
       print("RMSE:", np.sqrt(mean_squared_error(y_test, xgb_pred)))
       print("MAE:", mean_absolute_error(y_test, xgb_pred))
      R2 Score: 0.8598120469312733
      MSE: 0.13512351693304991
      RMSE: 0.3675915082439336
      MAE: 0.2618111561175429
[113]: model_comparison['XGBoost'] = {
           'R2': r2_score(y_test, xgb_pred),
           'MSE': mean_squared_error(y_test, xgb_pred),
           'RMSE': np.sqrt(mean_squared_error(y_test, xgb_pred)),
           'MAE': mean_absolute_error(y_test, xgb_pred)
       }
[114]: param_grid = {
           'n_estimators': [100, 200, 300],
           'max_depth': [3, 5, 7, 10],
           'learning_rate': [0.01, 0.05, 0.1, 0.2],
           'subsample': [0.6, 0.8, 1.0],
           'colsample_bytree': [0.6, 0.8, 1.0]
       }
[115]: grid_search = GridSearchCV(estimator=xgbr,
                                  param_grid=param_grid,
                                  scoring='neg_mean_squared_error',
                                  cv=3,
                                  verbose=2.
                                  n_{jobs=-1}
       grid_search.fit(X_train, y_train)
      Fitting 3 folds for each of 432 candidates, totalling 1296 fits
[115]: GridSearchCV(cv=3,
                    estimator=XGBRegressor(base_score=None, booster=None,
                                            callbacks=None, colsample_bylevel=None,
                                            colsample bynode=None,
                                            colsample_bytree=None, device=None,
                                           early_stopping_rounds=None,
                                            enable_categorical=False, eval_metric=None,
                                            feature_types=None, feature_weights=None,
```

```
gamma=None, grow_policy=None,
                                           importance_type=None,
                                           interaction_constraints=None...
                                           min_child_weight=None, missing=nan,
                                           monotone_constraints=None,
                                           multi_strategy=None, n_estimators=None,
                                           n_jobs=None, num_parallel_tree=None, ...),
                    n_{jobs}=-1,
                    param_grid={'colsample_bytree': [0.6, 0.8, 1.0],
                                'learning_rate': [0.01, 0.05, 0.1, 0.2],
                                'max_depth': [3, 5, 7, 10],
                                'n_estimators': [100, 200, 300],
                                'subsample': [0.6, 0.8, 1.0]},
                    scoring='neg_mean_squared_error', verbose=2)
[120]: print("Best parameters:", grid_search.best_params_)
       best_xgbr = grid_search.best_estimator_
       xgb_tuned_pred = best_xgbr.predict(X_test)
       print("R2 Score:", r2 score(y test, xgb tuned pred))
       print("MSE:", mean_squared_error(y_test, xgb_tuned_pred))
       print("RMSE:", np.sqrt(mean_squared_error(y_test, xgb_tuned_pred)))
       print("MAE:", mean_absolute_error(y_test, xgb_tuned_pred))
      Best parameters: {'colsample_bytree': 0.6, 'learning_rate': 0.1, 'max_depth': 5,
      'n_estimators': 300, 'subsample': 1.0}
      R2 Score: 0.8682099711306163
      MSE: 0.1270289765113342
      RMSE: 0.3564112463311648
      MAE: 0.2655487590505811
[122]: model_comparison['XgBoost After Tunning'] = {
           'R2': r2 score(y test, xgb tuned pred),
           'MSE': mean_squared_error(y_test, xgb_tuned_pred),
           'RMSE': np.sqrt(mean_squared_error(y_test, xgb_tuned_pred)),
           'MAE': mean_absolute_error(y_test, xgb_tuned_pred)
       }
      1.13 Model Comparision
[123]: df_model_comparison = pd.DataFrame(model_comparison).T
       df_model_comparison
                                                                 MAF.
[123]:
                                    R.2
                                             MSE
                                                      RMSE
      LinearRegression
                              0.699668 0.289482 0.538036 0.413517
       DecisionTree
                              0.729430 0.260796 0.510682 0.323676
       Random Forest
                              0.828537 0.165269 0.406532 0.274295
```

R F After Tunning	0.845082	0.149321	0.386421	0.286453
Gradient Boosting	0.804531	0.188408	0.434060	0.339916
XGBoost	0.859812	0.135124	0.367592	0.261811
XgBoost After Tunning	0.868210	0.127029	0.356411	0.265549