

Housing Prices Prediction

$$h_0(x) = \theta_0 + \theta_1 \underbrace{\text{frontage}}_{x_1} + \theta_2 \underbrace{\text{depth}}_{x_2}$$

by linear regression



new feature frontage

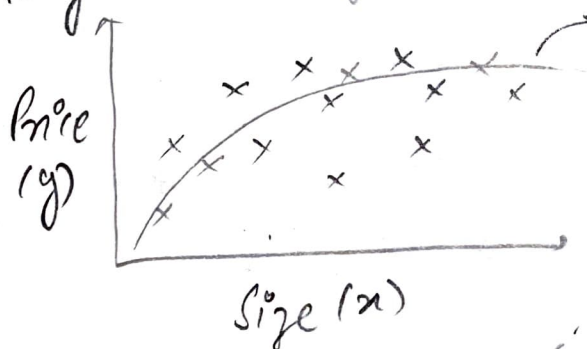
$$\text{Area} = x = \text{frontage} \times \text{depth}$$

$$h_0(x) = \theta_0 + \theta_1 x = \theta_0 + \theta_1 \underbrace{\text{Area}}_x$$

this new feature formed using two given features of training data set.

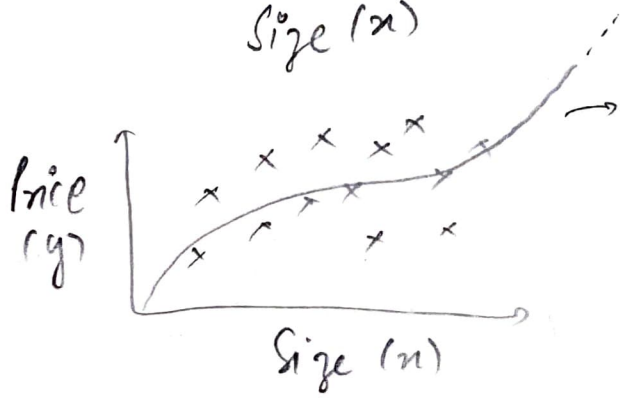
∴ only two parameters instead of three

Polynomial Regression



$$h_0(x) = \theta_0 + \theta_1 x + \theta_2 x^2$$

but, this funcⁿ moves down with incⁿ ↑ in x (size) which doesn't make sense



$$h_0(x) = \theta_0 + \theta_1 x + \theta_2 x^2 + \theta_3 x^3$$

this funcⁿ incⁿ ↑ with incⁿ ↑ in size (x) which does make sense