Project Report

On

Linear Model To Predict Car Price Submitted for the requirement of

Project course

BACHELOR OF ENGINEERING

COMPUTER SCIENCE & ENGINEERING



Submitted to: Ms. Parampreet kaur Submitted By: Dharmendra Yadav-21BCS11791 Riya Battu-21BCS729

DEPARTMENT OF COMPUTER SCIENCE & ENGINEERING CHANDIGARH UNIVERSITY, GHARUAN November 2023 **CERTIFICATE**

This is to certify that the work embodied in this Project Report entitled "

LINEAR MODEL TO PREDICT CAR PRICE " being submitted by "

21BCS11791" "Dharmendra Yadav", 5th Semester for partial fulfillment of

the requirement for the degree of "Bachelor of Engineering in Computer

Science & Engineering "discipline in "Chandigarh University" during the

academic session Aug-Dec 2021 is a record of bonafide piece of work, carried

out by student under my supervision and guidance in the " Department of

Computer Science & Engineering ", Chandigarh University.

APPROVED & GUIDED BY:

Ms. Parampreet Kaur

E10366

DECLARATION

I, student of Bachelor of Engineering in Computer Science & Engineering, 5th Semester, session: Jan – June 2021, Chandigarh University, hereby declare that the work presented in this Project Report entitled "LINEAR MODEL TO PREDICT CAR PRICE" is the outcome of my own work, is bona fide and correct to the best of my knowledge and this work has been carried out taking care of Engineering Ethics. The work presented does not infringe any patented work and has not been submitted to any other university or anywhere else for the award of any degree or any professional diploma.

Student details and Signature

SN.	<u>Name</u>	<u>UID</u>	Contact
1.	Riya Batu	21BCS11729	8756342190
2.	Dharmendra yadav	21BCS11791	7766080235

APPROVED & GUIDED BY:

MS. Parampreet kaur

E10366

Synopsis for Linear Model to Predict Car Price

1. Introduction:

Linear module to predict car price is somehow interesting and popular. Car price predictions involves expert knowledge, because price usually depends on many distinctive features and factors. Typically, most significant ones are brand and model, age, horsepower and mileage. The fuel type used in the car as well as fuel consumption per mile highly affect price of a car due to a frequent changes in the price of a fuel. Different features like exterior color, door number, type of transmission, dimensions, safety, air condition, interior, whether it has navigation or not will also influence the car price. And this module is used mostly in car companies. In this project we are using machine learning and linear regression in order to achieve higher precision of car price prediction.

This project is made in the following manner:

First we import necessary libraries on Jupyter notebook which is required in this project, then collect the valid dataset with maximum number of data which can be useful in implementing this project. After the collected data is being analyzed. And then we build our Linear Regression Module and after module is being prepared we create a dataframe. And at last after creating the dataframe finally we implement the project.

2. Feasibility Study:

As we know feasibility study introducts on cost ,budget ,and technology wise. This case of study clearly Estimates cost and budget required for project implementation. It makes Estimation of cost of requirement and budget needed to utilize in order to development of project. If we are trying to build big project then we need lot of teams member And need to have paid software which is tremendously increases budget for the project. Incase there will be less team member budget will decrease.

3. Need of LINEAR MODULE TO PREDICT CAR PRICE:

- Helps the management to understand how exactly the prices vary with the independent variables
- Manipulate the design of the cars, the business strategy etc. to meet certain price levels.
- Helps the developers to use datasets and build more modules and develop projects.

4. Methodology/ Planning of work:

- 1. The project contains Number of components, modules and libraries to make coding easier and it will make developer easy to understand.
- 2. The project will be developed using the existing dataset collected from anywhere which is valid.
- 3. It uses Linear module Regression to create dataframe.
- 4. The module of this project will be deployed in some type of car business website.

5. Innovations in Project:

Generally, We are building Linear Module to Predict car price using linear regression and enhance its functionality and improve in performance. We would likely to implement complex module which can perform well in real world and there wouldn't be any technical error. Also, we are likely to deploy this module in the website where it can be implemented efficiently.

5. Software and Hardware Requirements:

Hardware	Туре
Processor	Intel Core Processor or better
	performance
Primary Memory	1 GB or more
Secondary Memory	3 GB or more
	Not Specified
Graphics	Not Required
Printer	Not Required

Software	Туре
Operating System	Windows and Linux Operating System
Compiler	Anaconda(Jupyter Notebook)

Bibliography

- https://towardsdatascience.com/predicting-car-price-using-machine-learning-8d2df3898f16
- https://www.kaggle.com/ngawangchoeda/linear-models-to-predict-car-price

Teamwise distribution of work

By Rupa kumari-19BCS2271

- Data collection along with teammate
- Data analysis
- Data cleansing
- Coding database for data interpretation

By Nitesh Kumar sah-19BCS2271

- Data collection along with teammate
- Data preprocessing'
- Building the models
- Coding in the models to find out the accuracy and statistical value

As this project is all about coding line by line and getting the output, more than doing the work separate, the work is done together by both member. At first, playing with the data is needed which is to be done by both and in the further process too, each other needs to know the output and can change according to the requirement as the project is all about getting the statistical accuracy. One's task is to completely known and understood by the other work.

ABSTRACT

As in this modern world with the advancement of modern technologies especially in the field of transport, the price of vehicles is on hype and there are lot of issue in detecting and predicting the price of vehicle especially those of which are second hand and is to be compared. Our project, Linear Model to predict the car price is all about building a models and comparing all models and find out which model is so accurate to predict the price by its features analysis and giving more accuracy. Playing with the data is much more important here that the more changes and accuracy in the data helps in giving the more proper statistical value and accuracy of the models.

Example of this model in real life: If a person goes to buy or sell the second hand car, there might be difficulty in predicting the actual price. So, the models build here will help to compare the feature of that car with the new one and detect how the features are working and according to the correlation of features, the price will be predicted.

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1. INTRODUCTION:

1.1 Introduction

Linear module to predict car price is somehow interesting and popular. Car price predictions involves expert knowledge, because price usually depends on many distinctive features and factors. Typically, most significant ones are brand and model, age, horsepower and mileage. The fuel type used in the car as well as fuel consumption per mile highly affect price of a car due to a frequent changes in the price of a fuel. Different features like exterior color, door number, type of transmission, dimensions, safety, air condition, interior, whether it has navigation or not will also influence the car price. And this module is used mostly in car companies. In this project we are using machine learning and linear regression in order to achieve higher precision of car price prediction.

This project is made in the following manner:

First we import necessary libraries on Jupyter notebook which is required in this project, then collect the valid dataset with maximum number of data which can be useful in implementing this project. After the collected data is being analyzed. And then we build our Linear Regression Module and after module is being prepared we create a dataframe. And at last after creating the dataframe finally we implement the project.

The project is being prepared with data science, Python programming language and some specification of database management system.

Data Science: Data science is the process of building, cleaning, and structuring datasets to analyze and extract meaning. It's not to be confused with data analytics, which is the act of analyzing and interpreting data. These processes share many similarities and are both valuable in the workplace. Data science requires you to Form hypotheses, Run experiments to gather data, Assess data's quality, Clean and streamline dataset and Organize and structure data for analysis. Data science can be used to gain knowledge about behaviors and processes, write algorithms that process large amounts of information quickly and efficiently, increase security and privacy of sensitive data, and guide data-driven decision-making. Data science uses techniques such as machine learning and artificial intelligence to extract meaningful information and to predict future patterns and behaviors. Advances in technology, the internet, social media, and the use of technology have all increased access to big data. The field of data science is growing as technology advances and big data

collection and analysis techniques become more sophisticated. Data is drawn from different sectors, channels, and platforms, including cell phones, social media, e-commerce sites, healthcare surveys, and internet searches. The increase in the amount of data available opened the door to a new field of study based on big data—the massive data sets that contribute to the creation of better operational tools in all sectors. The continually increasing access to data is possible due to advancements in technology and collection techniques. Individuals buying patterns and behavior can be monitored and predictions made based on the information gathered. However, the ever-increasing data is unstructured and requires parsing for effective decision-making. This process is complex and time-consuming for companies—hence, the emergence of data science.

Python: Python is an interpreted, high-level and general-purpose programming language. Python's design philosophy emphasizes code readability with its notable use of significant indentation. Its language constructs and object-oriented approach aim to help programmers write clear, logical code for small and large-scale projects. Python is dynamically- typed and garbage - collected. It supports multiple programming paradigms, including structured (particularly, procedural), object-oriented and functional programming. It is often described as a "batteries included" language due to its comprehensive standard library. As Python continues to grow in popularity and as the number of data scientists continues to increase, the use of Python for data science will inevitably continue to grow. As we advance machine learning, deep learning, and other data science tasks, we'll likely see these advancements available for our use as libraries in Python. Python has been well-maintained and continuously growing in popularity for years, and many of the top companies use Python today. With its continued popularity and growing support, Python will be used in the industry for years to come.

Database: A database is a data structure that stores organized information. Most databases contain multiple tables, which may each include several different fields. For example, a company database may include tables for products, employees, and financial records. Each of these tables would have different fields that are relevant to the information stored in the table. Nearly all e-commerce sites uses databases to store product inventory and customer information. These sites use a database management system (or DBMS), such as Microsoft Access, FileMaker Pro, or MySQL as the "back end" to the website. By storing website data in a database, the data can be easily searched, sorted, and updated. This flexibility is important for e-commerce sites and other types of dynamic websites. Early databases were relatively "flat," which means they were limited to simple rows and columns, like

a spreadsheet. (See also "flat file database"). However, today's relational databases allow users to access, update, and search information based on the relationship of data stored in different tables. Relational databases can also run queries that involve multiple databases. While early databases could only store text or numeric data, modern databases also let users store other data types such as sound clips, pictures, and videos.

Objectives:

- Helps the management to understand how exactly the prices vary with the independent variables
- the design of the cars, the business strategy etc. to meet certain price levels.
- Helps the developers to use datasets and build more modules and develop projects.

Scope:

- The project and this model can be deployed in website of the same field.
- Vehicles showrooms can use this model to predict the acual price without and difficulty
- It will make impact on trading of vehicles by making easy to predict price.

1.2 Problem introduction

As this project is all about getting the statistical value as a result, there were lots of problem to carry on this project and after the building of the project too, there might be several issues as discussed below:

- Variation in the dataset used: one project developer might be one dataset where as another might use another. So, the variation in the dataset plays a vital role in giving the accuracy of the project. According to our dataset, we got the result but if other uses more valid dataset than us, they might get the better result. The problem we faced is making a appropriate dataset and collecting it to get a better result which took more time.
- Including the features: As mentioned above in dataset, the features included in dataset also plays a vital role. Different feature contribute in different way to build a model and if the major feature is missed, then there will be huge error in the result.

- Analysis of dataset: Data analysis and data cleansing was a quite difficult task to do. At first, we must make a proper tree of dataset either by including or excluding the features or other requirement.
- **Plotting the graph and comparing**: After the building of model, the hard task is to compare the models according to their trained score, testing score, coefficient correlation of features and graph.

1.3 Libraries Used

There are countless libraries like NumPy, Pandas, and Matplotlib available in Python to make data cleaning, <u>data analysis</u>, data visualization, and machine learning tasks easier. Some of the most popular libraries in this project include:

- **NumPy**: NumPy is a Python library that provides support for many mathematical tasks on large, multidimensional arrays and matrices.
- **Pandas**: The Pandas library is one of the most popular and easy-to-use libraries available. It allows for easy manipulation of tabular data for data cleaning and data analysis.
- Matplotlib: This library provides simple ways to create static or interactive boxplots, scatterplots, line graphs, and bar charts. It's useful for simplifying your data visualization tasks.
- **Seaborn**: Seaborn is another data visualization library built on top of Matplotlib that allows for visually appealing statistical graphs. It allows you to easily visualize beautiful confidence intervals, distributions, and other graphs.
- Statsmodels: This statistical modeling library builds all of your statistical models and statistical tests including linear regression, generalized linear models, and time series analysis models.
- Scikit-learn: This popular machine learning library is a one-stop-shop for all of your
 machine learning needs with support for both supervised and unsupervised tasks.
 Some of the machine learning algorithms available are logistic regression, k-nearest
 neighbors, support vector machine, random forest, gradient boosting, k-means,
 DBSCAN, and principal component analysis.
- **Tensorflow**: Tensorflow is a high-level library for building neural networks. Since it was mostly written in C++, this library provides us with the simplicity of Python without sacrificing power and performance. However, working with raw Tensorflow is not suited for beginners.

2. REQUIREMENT SPECIFICATION

2.1- INTRODUCTION: To be used efficiently, all computer software needs certain hardware components or the other software resources to be present on a computer. These pre-requisites are known as(computer) system requirements and are often used as a guideline as opposed to an absolute rule. Most software defines two sets of system requirements: minimum and recommended. With increasing demand for higher processing power and resources in newer versions of software, system requirements tend to increase over time. Industry analysts suggest that this trend plays a bigger part in driving upgrades to existing computer systems than technological advancements.

2.2-HARDWARE REQUIREMENTS: The most common set of requirements defined by any operating system or software application is the physical computer resources, also known as hardware. A hardware requirements list is often accompanied by a hardware compatibility list (HCL), especially in case of operating systems. An HCL lists tested, compatibility and sometimes incompatible hardware devices for a particular operating system or application. The following subsections discuss the various aspects of hardware requirements.

HARDWARE REQUIREMENTS FOR PRESENT PROJECT:

Hardware	Туре
Processor	Intel Core Processor or better performance
Primary Memory	1 GB or more
Secondary Memory	3 GB or more
	Not Specified
Graphics	Not Required
Printer	Not Required

2.3 SOFTWARE REQUIREMENTS: Software Requirements deal with defining software resource requirements and pre-requisites that need to be installed on a computer to provide optimal functioning of an application. These requirements or pre-requisites are generally not included in the software installation package and need to be installed separately before the software is installed.

SOFTWARE REQUIREMENTS FOR PRESENT PROJECT

Software	Туре
Operating System	Windows and Linux Operating System
Compiler	Anaconda(Jupyter Notebook)
Language	Python, Database

3. ANALYSIS

3.1 Existing system

There might be lots of projects and models based on predicting the car price. The existing models might be different in comparisons to others. As we have discussed above, this model is completely dependent upon the type of dataset used. If the developers had used better dataset, then the accuracy and statistical result might be appropriate of the existing models. As researched by us, the developers building this model lags behind the proper dataset used but their statistical values are very good as they had cleansed the data so appropriately though the data was improper.

3.2 Proposed System

We have proposed to build our model appropriate which can give us the fruitful result. We have tried to prepare a proper appropriate dataset than the existing models. We cleansed the data properly and have got a proper accuracy and statistical values better than most of the existing developers.

3.3 Feasibility study

As we know feasibility study introducts on cost ,budget, and technology wise. This case of study clearly Estimates cost and budget required for project implementation. It makes Estimation of cost of requirement and budget needed to utilize in order to development of project. If we are trying to build big project then we need lot of teams member And need to have paid software which is tremendously increases budget for the project. In case there will be less team member budget will decrease.

4. DESIGN

4.1 system Design

We are building Linear Module to Predict car price using linear regression and enhance its functionality and improve in performance. We would likely to implement complex module which can perform well in real world and there wouldn't be any technical error. Linear model to predict car price is a project designed under the linear model. With the models, it contains number of packages like matplotlib, seaborn, sklearn, etc from which different modules are imported. The project is designed as per the discussed algorithm below as it does not have any kinds of DFDs and UMLs. The innovative idea in this project is that the more huge and validate dataset has been used with more various features which will make impact on the accuracy and statistical output of this model. As the linear regression model with Ridge and Lasso are used here, more comparisions among the features can be made and the proper features are taken out which makes the high impact on the output.

Instead of DFDs, UML and flowchart, this model can be described with its algorithm in a effective way. The algorithm is discussed below:

- 1. Start
- 2. Import libraries from packages
- 3. Input

Here, we input the collected valid dataset which is the most required in this model.

4. Exploratory Data Analysis(EDA)

Here, the data is being analysed like how many features does it contains with its rows and columns. Its shows the information regarding the datasets. Also, from this analysis we can differentiate the independent and dependent data used here.

5. Data Cleansing

We can differentiate the independent and dependent data used here by cleaning the data and its related to EDA.

6. Data Preprocessing

Here, the data is being separated as the numeric data and the categorical data also called the string data. The string data is being converted into the numeric through binary process and then concatenate with numeric data.

7. Model Building

Three linear models are being built called Linear Regression, ridge and Lasso and those models are regularized and plotted into the graph which shows the statistical data.

8. Training Model

The data is being trained with the help of ridge modelwhich is being further analysed and tested.

9. Testing Model

After the data is trained, it is tested with the help of lasso model which make the impact on output.

10. Output(form of accuracy of the model)

This model can also be deployed in any kinds of related website and used in the practical life.

4.2 Modules in project

Linear model to predict car price is a project designed under the linear model. With the models, it contains number of packages like matplotlib, seaborn, sklearn, etc from which different modules are imported. In this project, we have used three linear models imported from sklearn.linear_model which are Linear Regression(), Ridge() and Lasso(). These three models are discussed below:

• Linear Regression()

Linear regression is a linear approach for modelling the relationship between a scalar response and one or more explanatory variables. The case of one explanatory variable is called simple linear regression and for more than one is called multiple linear Regression. In this project where the statistical values are to be calculated, linear representation of data is much needed. Linear Regression is an attractive model because the representation is simple. The representation is an linear equation that

combines a specific set of input values (x) the solution to which is the predicted output for that set of input values(y). **Linear Regression(aka ordinary least squares):** Simplest & most classic linear method for regression. It finds the parameters w & b that minimize the mean square error between predicted value and true value.

y=wx+b

w->Weights associated with individual independent features(Slope of a line)

b->y intercept

• Ridge()

Ridge Regression is a model tuning method that is used to analyse any data that suffers from multicollinearity. This method performs L2 regularization. When the issue of multicollinearity occurs, least-squares are unbiased, and variances are large, this results in predicted values to be far away from the actual values. For any type of Ridge Regression machine learning models, the usual regression equation forms the base which is written as:

$$Y = XB + e$$

Where Y is the dependent variable, X represents the independent variables, B is the regression coefficients to be estimated, and e represents the errors are residuals. It is a linear model which uses **L2 regularization** technique.

Regularization techniques explicitly restricts a model to aviod overfitting. **LinearRegression()** does not allow us to control its complexity so its very likely that it will overfit the models when the dataset is relatively small. **12 regularization** reduces the coefficient of the independent features to small magnitude as possible i.e all entries of w should be close to zero. Ridge have alpha parameter which makes a trade-off between the simplicity of the model and its performance on training set & hence tuning it will yield different model performance.

• Lasso()

The word "LASSO" stands for Least Absolute Shrinkage and Selection Operator. It is a statistical formula for the regularisation of data models and feature selection. Lasso regression is a regularization technique. It is used over regression methods for a more accurate prediction. This model uses shrinkage. Shrinkage is where data values are shrunk towards a central point as the mean. The lasso procedure encourages simple, sparse models (i.e. models with fewer parameters). This particular type of regression is well-suited for models showing high levels of multicollinearity or when you want to automate certain parts of model selection, like variable selection/parameter elimination. It is a linear model which uses L1 however unlike Ridge it reduces magnitude of some of the features to zero. Hence it neglects some of the features completely. Hence it is also used for automatic feature selection as it ignores some of the features. Lasso also have alpha parameter which makes a trade-off between the simplicity of the model and its perfomance on training set & hence tuning it will yeild different model performance.

Comparing with the others existing models of this project, the models are quite similar but the project is whole dependent in the accuracy of the dataset used and how much the accuracy we can get as a output. Here, we have tried to use the huge and validate dataset through which the statistical accuracy and results can be more efficient than the existing ones. If the project give the proper statistical value and in the end result if more accuracy is obtained, the project can be deployed in at any kinds of website of relatable field.

5. SYSTEM IMPLEMENTATION

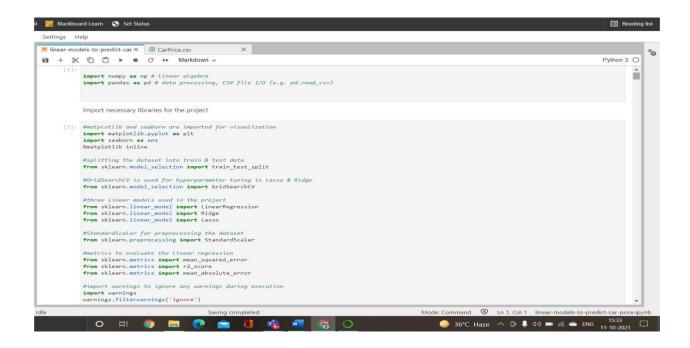
5.1 Introduction

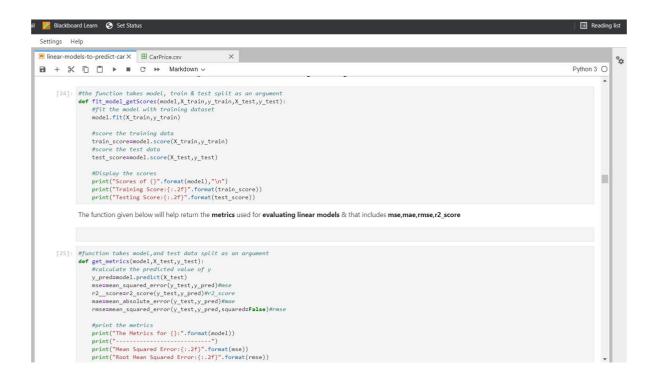
As the project is built on jupyter lab, after every code and line there is output. The codes are ran on jupyter lab because the model has to give a statistical value and it must change according to the developers change in dataset .

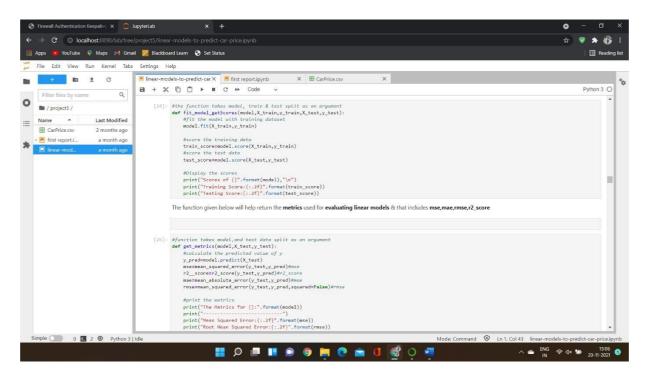
5.2 Sample Code

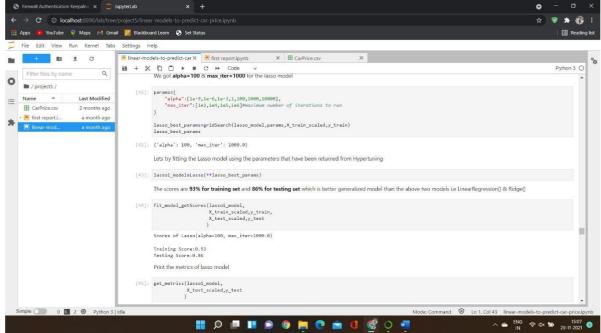
As there is no particular single set of code, after every code there is some result, so the code is shown in screenshots in the below section.

The samples of some are below:

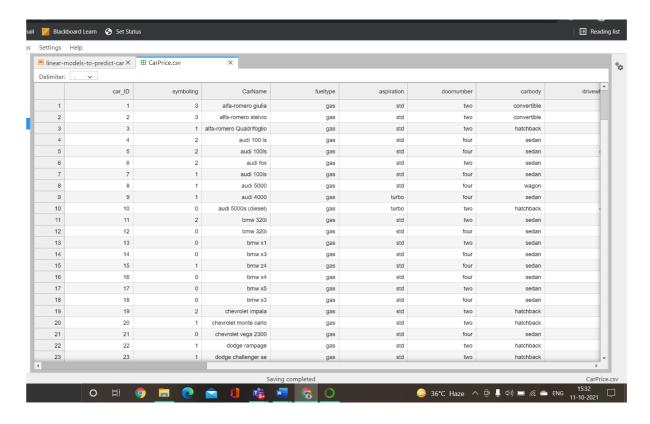




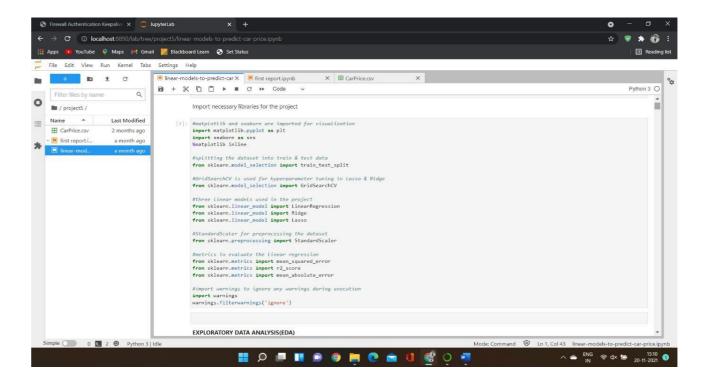




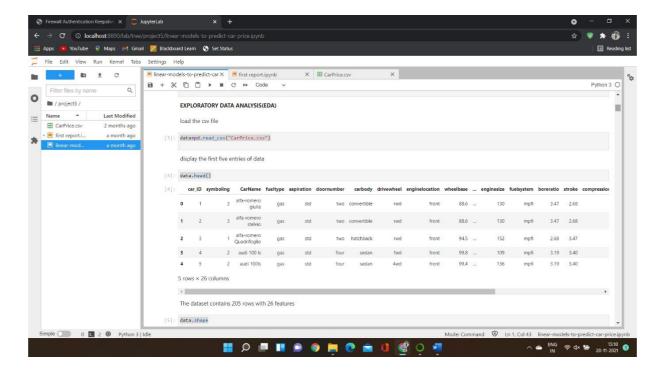
6. SAMPLE SCREESHOTS WITH EXPLANATION



This is the type of dataset being used in this model. It contains 11 rows and 26 columns. This dataset contains different features which can be used in predicting the car price after building the model. It is somewhere appropriate dataset which includes the proper values and requirements used in the project.

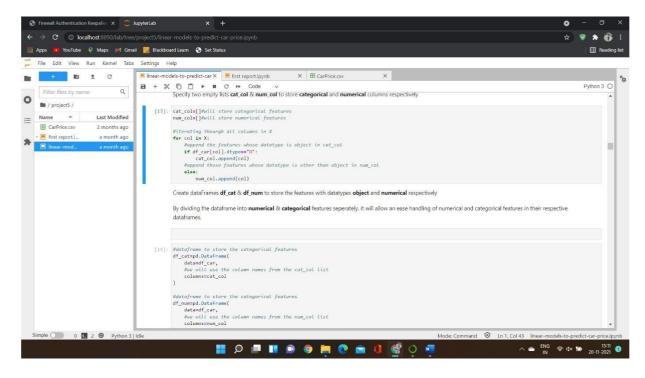


Different libraries such as matplotlib, seaborn, linear regression, ridge, lasso and more are imported from the packages.

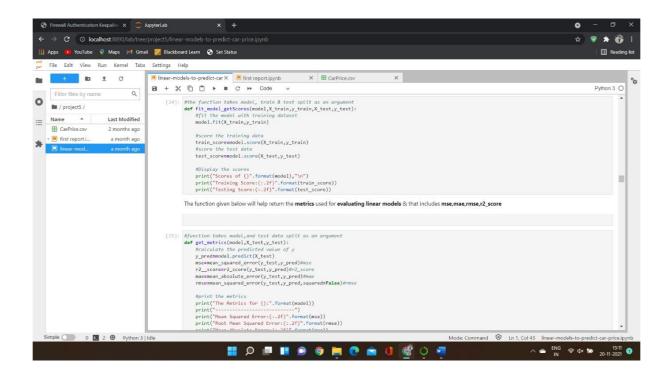


Exploratory data analysis, the dataset used is analysed and cleansed. Data analysis like, the number of rows and column present in dataset, the required columns and rows. Data cleansing means to get the appropriate rows and

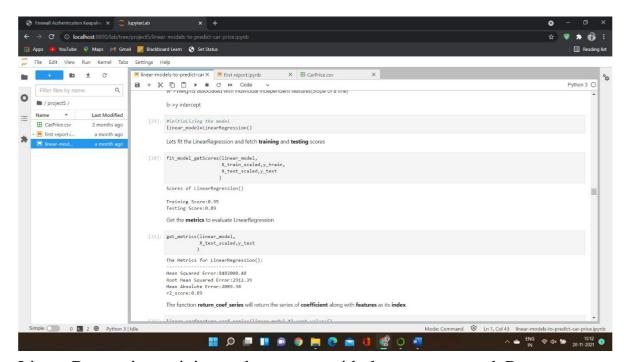
columns which are genuinely required for building the models and the rows columns which doesnot make impact on the building model are ignored.



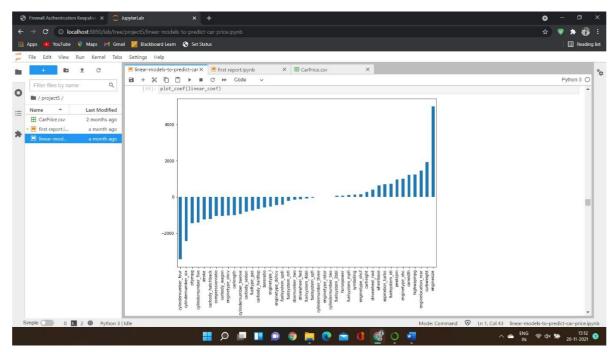
The shown code above is the code for data framing. Data framing means to get the every data in same language. The data includes the features which might be of character value as well as numerical values. All the values are converted to binary form and then concatenated so that the further process can go on.



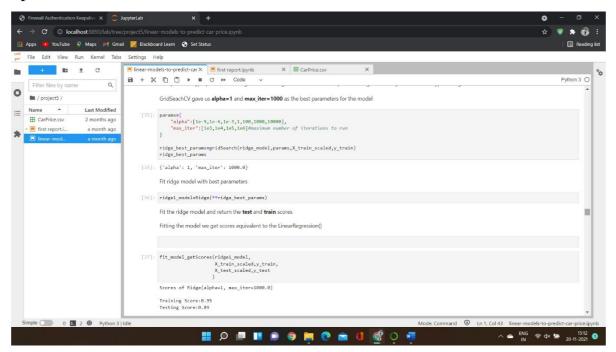
The above code is to analyse and get the training and test score of the data of different models . more the training and test score, the more fruitful in building the accurate model.



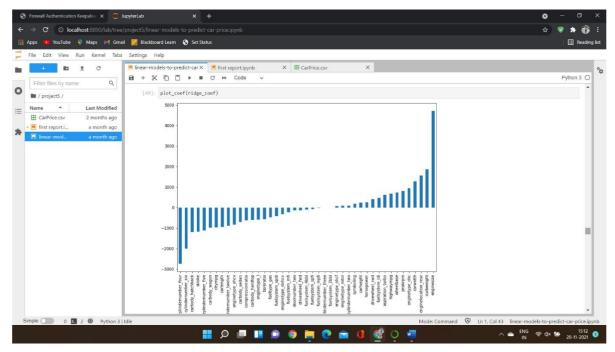
Linear Regression training and test score with the mean squared, Root mean squared and mean absolute error which is evaluated from the metrices.



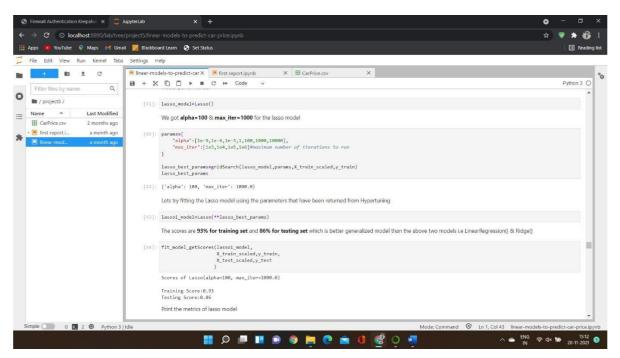
Statistical graph generated from the linear regression model which is dependent upon the correlation coefficient of the features of dataset.



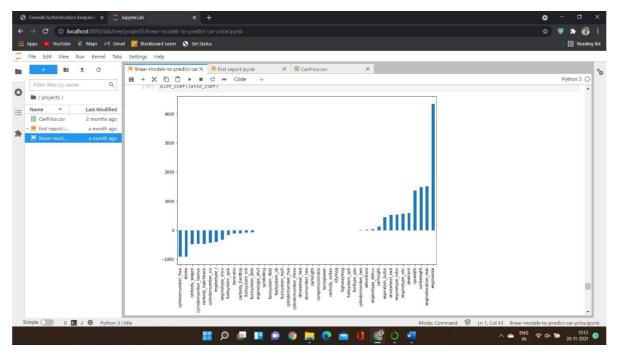
Ridge training and test score with the mean squared, Root mean squared and mean absolute error which is evaluated from the metrices



Statistical graph generated from Ridge model which is dependent upon the correlation coefficient of the features of dataset.



Lasso training and test score with the mean squared, Root mean squared and mean absolute error which is evaluated from the metrices



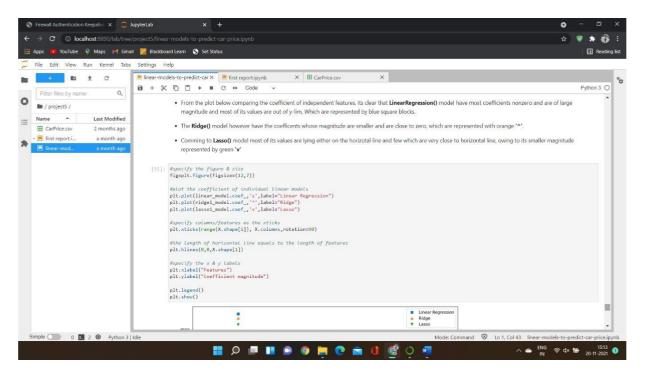
Statistical graph generated from the Lasso model which is dependent upon the correlation coefficient of the features of dataset.

As in the above 6 snaps, there is shown the training test scores, metrices evaluation and the generated graph of the all 3 models which are Linear Regression, Ridge and lasso.

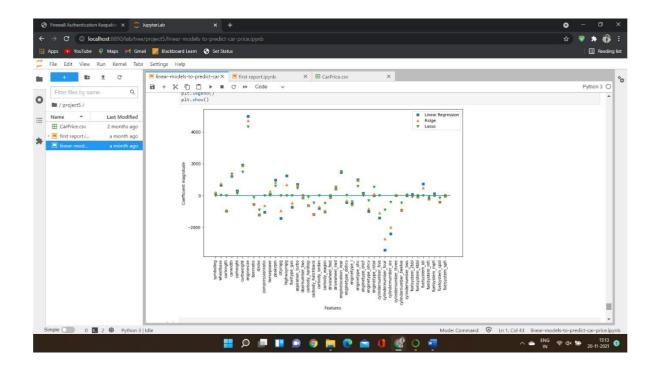
Training and test score: It is autogenerated from the dataset being used and analysed. The data is first trained and then tested. The more the training and test score, the more appropriate result will be shown with proper accuracy.

Metrices: Metrices are evaluated to find out the mean squared error, root mean squared error, mean absolute error and R2 error. It describes the performance of the model. The lesser the error, more the accuracy in building the model. Here, it may be seem like the error is more but as we are dealing with car price which varies between thousands, it is lesser and can be considered.

Generated Graphs: The graph is generated from the correlation coefficient of features. Greater the magnitude of linear coefficient, better the correlation of features with the accuracy. In the graphs we can see that which features impacts much more in the model and which features impacts less and the unused features are negligible.



The above shown code is to plot the coefficient of individual linear models.



In the above graph, it can be seen there is three shapes with different color on every features. The three shapes are of three different model called linear regression, ridge and Lasso. It shows in which feature, with how much magnitude of coefficient the three models are making the impact and in this way it can be compared that which model is suitable to be deployed and used in predicting the car price.

7. CONCLUSION

The project, linear model to predict the Car price is the project based on data science using python programming and Database. The output of this project is in the form of statistical value as we detect the accuracy of the models being built here. We collected the data set and build the model as it is based on data science. This model being prepared can be further deployed online in any kinds of related website and can be used in a physical life nut unfortunately we are not able to deploy this project as the data set was not enough though it was proper. It requires a huge amount of dataset which dioesnot create any error after being deployed in any websites.

8.BIBLIOGRAPHY

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