## Idea: Predicting House Prices with Linear Regression

### Description:

The objective of this project is to build a predictive model using linear regression to estimate a numerical outcome based on a dataset with relevant features. Linear regression is a fundamental machine learning algorithm, and this project provides hands-on experience in developing, evaluating, and interpreting a predictive model

```
#Importing necessary libraries
import numpy as np
import pandas as pd
import warnings
warnings.filterwarnings("ignore")
import seaborn as sns
import matplotlib.pyplot as plt
from scipy.stats import pointbiserialr
from google.colab import drive
drive.mount('/content/drive')
     Mounted at /content/drive
```

## Loading data

```
# Access the CSV file with the path STEP1 LOAD DATA
path="/content/drive/MyDrive/OASIS/Housing.csv"
df = pd.read_csv(path, na_values=["NA", "NaN", "", "?", "Not Available"])
df.head()
```

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	hotwater
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	
4									<b>&gt;</b>

Next steps:

View recommended plots

# Data Inspection, Exploration and cleaning

```
df.columns
     Index(['price', 'area', 'bedrooms', 'bathrooms', 'stories', 'mainroad',
             guestroom', 'basement', 'hotwaterheating', 'airconditioning',
            'parking', 'prefarea', 'furnishingstatus'],
           dtype='object')
df.dtypes
     price
                          int64
     area
                          int64
     bedrooms
                          int64
     bathrooms
                          int64
     stories
                          int64
     mainroad
                         object
     guestroom
                         object
                         object
     basement
     hotwaterheating
                         object
     airconditioning
                         object
     parking
                         int64
     prefarea
                         object
     furnishingstatus
                         object
     dtype: object
df.shape
     (545, 13)
# Handle missing values (e.g., impute or drop rows/columns based on analysis)
(df.isnull().sum())
     price
                         0
     area
                         0
     bedrooms
     bathrooms
                         0
     stories
     mainroad
     guestroom
     basement
     hotwaterheating
     airconditioning
     parking
     prefarea
                         0
     furnishingstatus
     dtype: int64
```

#Checking column types
df.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

#### df.nunique()

```
price
                    219
area
                    284
bedrooms
                      6
bathrooms
                      4
stories
                      4
mainroad
                      2
guestroom
                      2
                      2
basement
                      2
hotwaterheating
airconditioning
                      2
                      4
parking
prefarea
                      2
furnishingstatus
                      3
```

dtype: int64

```
print("Duplicates:", df.duplicated().sum())
```

Duplicates: 0

# Drop rows with missing values
df.dropna(inplace=True)

df.shape

(545, 13)

```
#first fetch all the categorical columns with Yes and NO
categorical = ['mainroad', 'guestroom', 'basement', 'hotwaterheating', 'airconditioning', '
#write a function to change yes to 1 and no to 0
def binary_map(x):
    return x.map({'yes': 1, "no": 0})

# now replace yes and no with 1 and 0 in our dataset
df[categorical] = df[categorical].apply(binary_map)
```

df.head()

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	hotwater
0	13300000	7420	4	2	3	1	0	0	
1	12250000	8960	4	4	4	1	0	0	
2	12250000	9960	3	2	2	1	0	1	
3	12215000	7500	4	2	2	1	0	1	
4	11410000	7420	4	1	2	1	1	1	
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Next steps:



Dummy variables: Dummy Variables - Now the last column(furnishingstatus) has 3 categories i.e. furnished, semi-furnished and unfurnished. We need to convert this to numbers as well

table = pd.get\_dummies(df['furnishingstatus']) #add the column into table variable
table.head()

<b>=</b>	unfurnished	semi-furnished	furnished	
ılı	0	0	0 1	0
	0	0	<b>1</b> 1	1
	0	1	<b>2</b> 0	2
	0	0	<b>3</b> 1	3
	0	0	4 1	4

Next steps:



table = pd.get\_dummies(df['furnishingstatus'], drop\_first = True) #recreate table but now c
table.head()

	semi-furnished	unfurnished	
0	0	0	ılı
1	0	0	
2	1	0	
3	0	0	
4	0	0	

df = pd.concat([df, table], axis = 1) #attach the other two columns to our data set
df.head()

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	hotwater
0	13300000	7420	4	2	3	1	0	0	
1	12250000	8960	4	4	4	1	0	0	
2	12250000	9960	3	2	2	1	0	1	
3	12215000	7500	4	2	2	1	0	1	
4									•

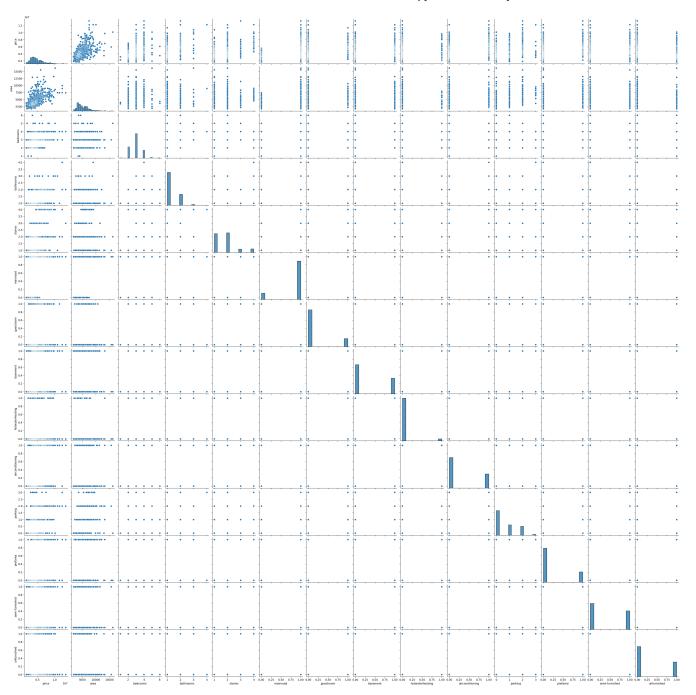
df.drop(['furnishingstatus'], axis = 1, inplace = True) #drop the old column from the datase
df.head()

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	hotwater
0	13300000	7420	4	2	3	1	0	0	
1	12250000	8960	4	4	4	1	0	0	
2	12250000	9960	3	2	2	1	0	1	
3	12215000	7500	4	2	2	1	0	1	
4									<b>&gt;</b>

Next steps: View recommended plots

# Plots and graphs

sns.pairplot(df)
plt.show()



### Split data into training and testing data

```
from sklearn.model_selection import train_test_split
np.random.seed(0) #so data can have same values
df_train, df_test = train_test_split(df, train_size = 0.7, test_size = 0.3, random_state = 1
df_train.head()
```

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	hotwate
359	3710000	3600	3	1	1	1	0	0	
19	8855000	6420	3	2	2	1	0	0	
159	5460000	3150	3	2	1	1	1	1	
35	8080940	7000	3	2	4	1	0	0	
4									•

Next steps: View recommended plots

Scaling Training Data: MinMaxScaler

from sklearn.preprocessing import MinMaxScaler #to make all the numbers to the same scale scaler = MinMaxScaler()

```
var_to_scale = ['area', 'bedrooms', 'bathrooms', 'stories', 'parking','price']
df_train[var_to_scale] = scaler.fit_transform(df_train[var_to_scale])
```

df\_train.head()

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom	basement	ho
359	0.169697	0.155227	0.4	0.0	0.000000	1	0	0	
19	0.615152	0.403379	0.4	0.5	0.333333	1	0	0	
159	0.321212	0.115628	0.4	0.5	0.000000	1	1	1	
35	0.548133	0.454417	0.4	0.5	1.000000	1	0	0	
4									•

Next steps:



View recommended plots

df\_train.describe()

	price	area	bedrooms	bathrooms	stories	mainroad	guestroom
count	381.000000	381.000000	381.000000	381.000000	381.000000	381.000000	381.000000
mean	0.260333	0.288710	0.386352	0.136483	0.268591	0.855643	0.170604
std	0.157607	0.181420	0.147336	0.237325	0.295001	0.351913	0.376657
min	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
25%	0.151515	0.155227	0.200000	0.000000	0.000000	1.000000	0.000000
50%	0.221212	0.234424	0.400000	0.000000	0.333333	1.000000	0.000000
75%	0.345455	0.398099	0.400000	0.500000	0.333333	1.000000	0.000000
max	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000	1.000000

```
y_train = df_train.pop('price')
```

 $x_{train} = df_{train}$ 

y\_train.head()

<sup>359</sup> 0.169697

<sup>19</sup> 0.615152

159

0.321212

```
35
            0.548133
     28
            0.575758
     Name: price, dtype: float64
using lineat regression
from sklearn.linear_model import LinearRegression
lm=LinearRegression()
lm.fit(x_train,y_train)
      ▼ LinearRegression
     LinearRegression()
lm.coef_
     array([ 0.23466354, 0.04673453, 0.19082319, 0.10851563, 0.05044144,
             0.03042826, 0.02159488, 0.08486327,
                                                    0.06688093, 0.06073533,
             0.05942788, 0.00092052, -0.03100561])
#values from 0 to 1
#0 model explain None of the variability
#1 model explain Entire of the variability
lm.score(x_train,y_train)
     0.6814893088451202
var_to_scale = ['area', 'bedrooms', 'bathrooms', 'stories', 'parking', 'price']
df_test[var_to_scale] = scaler.fit_transform(df_test[var_to_scale])
Run model using test data
y_test = df_test.pop('price')
x_test = df_test
predictions = lm.predict(x_test)
from sklearn.metrics import r2 score
r2_score(y_test, predictions)
     0.5995575338728529
```

```
#AttributeError: 'Series' object has no attribute 'flatten' --to avoid this error in the nex
y_test.shape
y_test_matrix = y_test.values.reshape(-1,1)

#load actual and predecited values side by side
dframe=pd.DataFrame({'actual':y_test_matrix.flatten(),'Predicted':predictions.flatten()})
#flatten toget single axis of data (1 dimension only)
```

dframe.head(15)

	actual	Predicted	$\blacksquare$
0	0.247651	0.202410	ılı
1	0.530201	0.374464	
2	0.328859	0.305654	
3	0.261745	0.293786	
4	0.245638	0.258827	
5	0.275168	0.189463	
6	0.644295	0.499099	
7	0.328859	0.297637	
8	0.087248	0.122528	
9	0.395973	0.316860	
10	0.177852	0.085304	
11	0.463087	0.370193	
12	0.053691	0.219748	
13	0.395302	0.419331	
14	0.362416	0.325773	

#### plotting graph

```
#using scatter plot compare the actual and predicted data
fig = plt.figure()
plt.scatter(y_test,predictions)
```