

Introduction



Due to the information gap about house prices and the difference in house prices from one neighborhood to another, the individual may face a problem estimating house prices and may be subject to deception by real estate owners.

Therefore, we will build a model that predicts house prices in various neighborhoods in Saudi Arabia's capital Riyadh based on several features.

	Price	Size	n_rooms	n_bathroom	Districts
0	ريال 750,000	م² 240	7	5	Aldar-Albaida
1	ريال 6,500,000	م² 1237	7	5	Alhamra
2	ريال 1,650,000	م² 375	5	5	street
3	ريال 6,000,000	م² 625	5	5	Almalga
4	ريال 1,100,000	م² 325	5	5	Okath
			•		
21973	ريال 1,400,000	م² 510	5	5	Alrawdah
21974	يال 2,000,000	م² 623	7	4	Alrawdah
21975	ريال 1,110,000	م² 330	5	5	NaN
21976	ريال 800,000	م200 م	1	1	Aljaradeh
21977	ريال 1,300,000	م² 235	5	5	NaN

21978 rows × 5 columns

We have 21978 rows and 5 columns

Data Structure

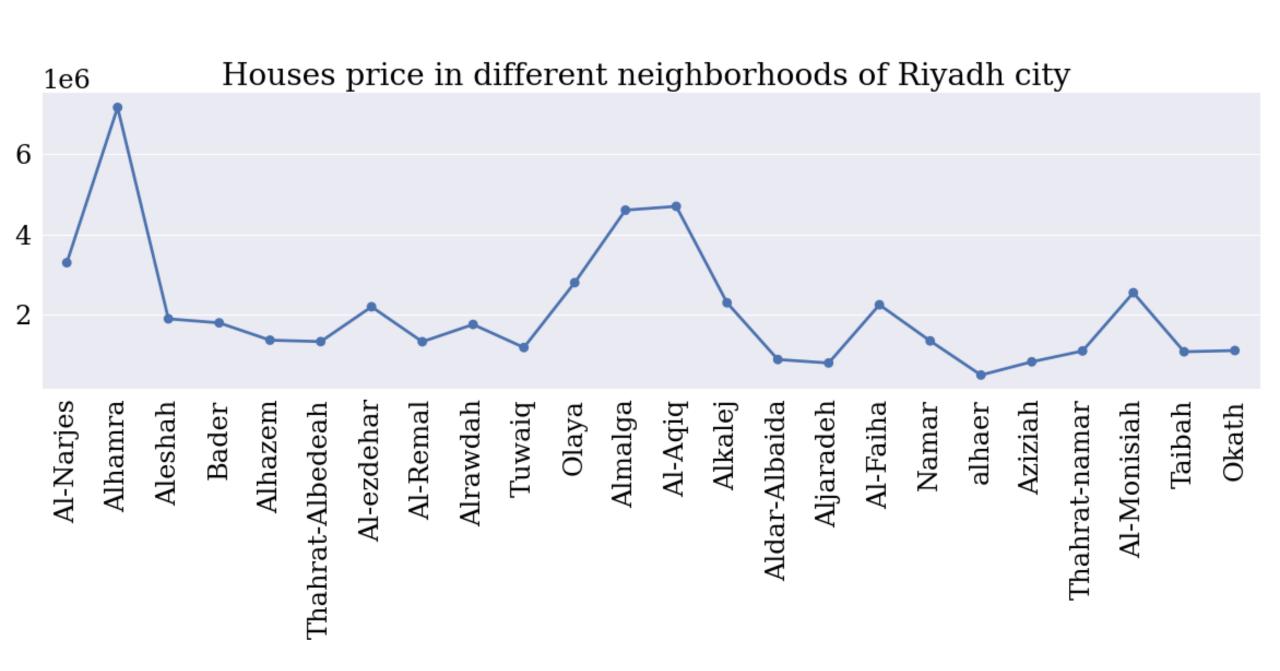
	Price	Size	n_rooms	n_bathroom	Districts
5754	4000100.0	525.0	7	5	Al-Narjes
11379	8000000.0	1185.0	7	5	Alhamra
12981	1900000.0	355.0	3	3	Aleshah
21309	1800000.0	1050.0	7	5	Bader
6978	1400000.0	312.0	5	5	Alhazem
16850	800000.0	200.0	1	1	Aljaradeh
6265	1200000.0	250.0	5	5	Tuwaiq
11284	800000.0	200.0	1	1	Aljaradeh
5390	4700000.0	500.0	5	5	Almalga
15795	1400000.0	330.0	5	3	Al-Remal

11073 rows × 5 columns

We have 11073 rows and 5 columns
After cleaning In Training set

Correlation







Before Converting categorical values

Linear mean cv r^2: 0.643114 +- 0.020 Ridge mean cv r^2: 0.643114 +- 0.020 poly mean cv r^2: 0.697513 +- 0.018



After Converting categorical values

Linear mean cv r^2: 0.977385 +- 0.000 Ridge mean cv r^2: 0.977383 +- 0.000 poly mean cv r^2: 0.999262 +- 0.000

Then we have 11073 rows and 27 columns



After Adding Log for Price

Linear mean cv r^2: 0.993010 +- 0.000 Ridge mean cv r^2: 0.993009 +- 0.000 poly mean cv r^2: 0.999976 +- 0.000

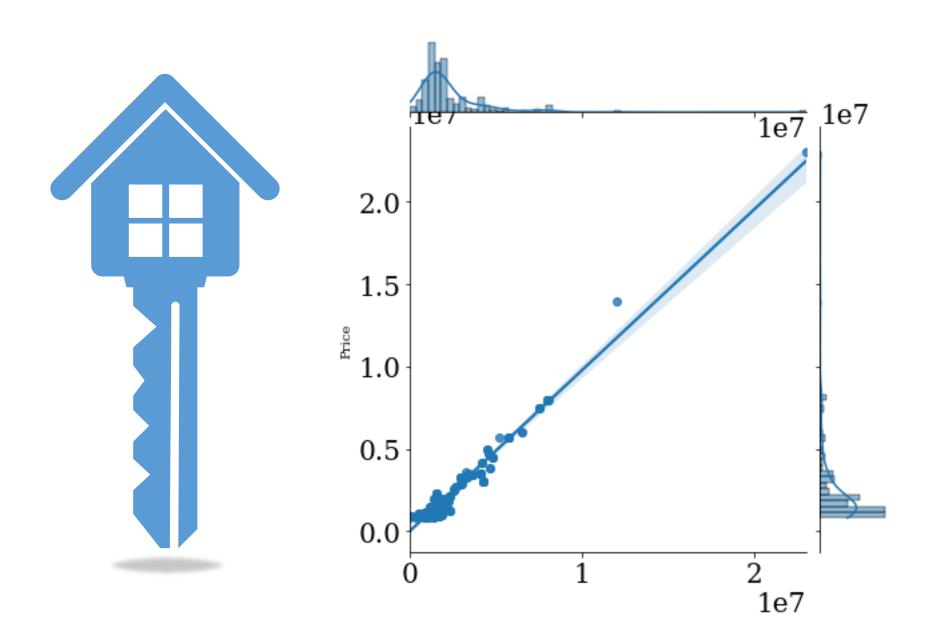


After Adding more feature in another data set

Linear mean cv r^2: 0.960574 +- 0.020 Ridge mean cv r^2: 0.960662 +- 0.020 poly mean cv r^2: 1.000000 +- 0.000

Price	Districts	Area	Front	Bedrooms	Salon	Street_width	Age
650000.0	AlArid	200.0	north	7	1	20.0	5.0
270000.0	AlRemal	285.0	west	4	1	5.0	20.0
250000.0	AlKaleej	560.0	north	5	3	3.0	18.0
0.00000	Al-Hamra	1185.0	west	7	1	5.0	25.0
0.00000	AlRemal	378.0	north	7	2	5.0	15.0
350000.0	Al-Naseem	312.0	east	7	3	5.0	10.0
300000.0	Al-Muraba	498.0	south-east	6	5	10.0	35.0
270000.0	AlRemal	285.0	west	4	1	5.0	20.0
0.00000	AlDarAlbaida	230.0	south-west	7	3	20.0	0.0
0.00000	Al-Rawdah	623.0	north	7	2	5.0	36.0
	250000.0 250000.0 250000.0 250000.0 250000.0 250000.0 270000.0	650000.0 AlArid 270000.0 AlRemal 250000.0 Al-Hamra 000000.0 Al-Hamra Al-Naseem 800000.0 Al-Muraba 270000.0 AlRemal 270000.0 AlRemal	AlArid 200.0 AlArid 200.0 AlRemal 285.0 AlKaleej 560.0 Al-Hamra 1185.0 AlRemal 378.0 Al-Naseem 312.0 Al-Muraba 498.0 Al-Muraba 285.0	AlArid 200.0 north 270000.0 AlRemal 285.0 west 250000.0 AlKaleej 560.0 north 2000000.0 Al-Hamra 1185.0 west 2000000.0 AlRemal 378.0 north	AlArid 200.0 north 7 Al70000.0 AlRemal 285.0 west 4 Al70000.0 AlKaleej 560.0 north 5 Al700000.0 Al-Hamra 1185.0 west 7 Al7000000.0 Al-Hamra 378.0 north 7 Al700000.0 Al-Naseem 312.0 east 7 Al700000.0 Al-Muraba 498.0 south-east 6 Al70000.0 AlRemal 285.0 west 4 Al700000.0 AlRemal 285.0 west 7	850000.0 AlArid 200.0 north 7 1 270000.0 AlRemal 285.0 west 4 1 250000.0 AlKaleej 560.0 north 5 3 200000.0 Al-Hamra 1185.0 west 7 1 2000000.0 AlRemal 378.0 north 7 2 2000000.0 Al-Naseem 312.0 east 7 3 200000.0 Al-Muraba 498.0 south-east 6 5 270000.0 AlRemal 285.0 west 4 1 2000000.0 AlDarAlbaida 230.0 south-west 7 3	850000.0 AlArid 200.0 north 7 1 20.0 270000.0 AlRemal 285.0 west 4 1 5.0 250000.0 AlKaleej 560.0 north 5 3 3.0 200000.0 Al-Hamra 1185.0 west 7 1 5.0 2000000.0 AlRemal 378.0 north 7 2 5.0 250000.0 Al-Naseem 312.0 east 7 3 5.0 200000.0 Al-Muraba 498.0 south-east 6 5 10.0 270000.0 AlRemal 285.0 west 4 1 5.0 2000000.0 AlRemal 285.0 west 4 1 5.0 2000000.0 AlDarAlbaida 230.0 south-west 7 3 20.0

1336 rows × 8 columns



Lasso

Train set evaluation: 0.8931568405641584

ElasticNet

Train set evaluation: 0.9264798241758878



1e6 1e6 8 6 ₽ 1 1 2 6 1e6

Select final model

Linear regression

Linear Regression test R^2: 0.978

MAE	MSE	RMSE	R2 Square
118017.869849	5.161332e+10	227185.657678	0.97808

Select final model

Linear regression

```
\begin{array}{l} \text{y}_{\text{pred}} = \text{f}(x) = & -1460096.21 + 5514.50 \ x_{1} + 6483.28 \ x_{2} + 101744.14 \ x_{3} + 2682497.17 \ x_{4} + 1320239.07 \ x_{5} \\ + & 907483.44 \ x_{6} + 1581892.75 \ x_{7} + 303360.36 \ x_{8} - 470147.26 \ x_{9} - 25533.42 \ x_{10} + 904065.02 \ x_{11} + \\ 969432.84 \ x_{12} + 342552.06 \ x_{13} + 991067.99 \ x_{14} + 567318.40 \ x_{15} + 2614178.97 \ x_{16} - 813003.84 \ x_{17} + \\ 356558.27 \ x_{18} + -3489536.64 \ x_{19} + 196341.31 \ x_{20} + 1903874.45 \ x_{21} - 294238.84 \ x_{22} + 344079.80 \ x_{23} + \\ 622834.53 \ x_{24} + 205039.35 \ x_{25} - 2329375.57 \ x_{26} \end{array}
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Conclusion

We have made a model capable of predicting house prices at a high accuracy, which will help everyone who wants to settle in the capital, Riyadh. We will develop the model with more features by increasing the number of rows to be an excellent model

