```
import numpy as np
import pandas as pd
from sklearn.model_selection import train_test_split
from sklearn.linear_model import LinearRegression
from sklearn import metrics
```

insurance_dataset = pd.read_csv('/content/insurance.csv')

insurance_dataset.head()

→		age	sex	bmi	children	smoker	region	charges
	0	19	female	27.900	0	yes	southwest	16884.92400
	1	18	male	33.770	1	no	southeast	1725.55230
	2	28	male	33.000	3	no	southeast	4449.46200
	3	33	male	22.705	0	no	northwest	21984.47061
	4	32	male	28.880	0	no	northwest	3866.85520

insurance_dataset.shape

→ (1338, 7)

insurance_dataset.info()

```
<pr
    RangeIndex: 1338 entries, 0 to 1337
    Data columns (total 7 columns):
                Non-Null Count Dtype
    # Column
        -----
                 -----
                 1338 non-null int64
    0
        age
     1
        sex
                 1338 non-null
                               object
     2
        bmi
                 1338 non-null
                               float64
     3
        children 1338 non-null
                              int64
        smoker
                 1338 non-null
                               object
                 1338 non-null
        region
                               object
                1338 non-null
        charges
                              float64
    dtypes: float64(2), int64(2), object(3)
memory usage: 73.3+ KB
```

Categorical Features:

- Sex
- Smoker
- Region

checking for missing values
insurance_dataset.isnull().sum()



Data Analysis

statistical Measures of the dataset
insurance_dataset.describe()



Encoding the categorical features

insurance_dataset.head()

		age	sex	bmi	children	smoker	region	charges
	0	19	1	27.900	0	0	1	16884.92400
	1	18	0	33.770	1	1	0	1725.55230
	2	28	0	33.000	3	1	0	4449.46200
	3	33	0	22.705	0	1	3	21984.47061
	4	32	0	28.880	0	1	3	3866.85520

Splitting the Features and Target

```
X = insurance_dataset.drop(columns='charges', axis=1)
```

Y = insurance_dataset['charges']

print(X)

\overline{z}		age	sex	bmi	children	smoker	region
	0	19	1	27.900	0	0	1
	1	18	0	33.770	1	1	0
	2	28	0	33.000	3	1	0
	3	33	0	22.705	0	1	3
	4	32	0	28.880	0	1	3
	1333	50	0	30.970	3	1	3
	1334	18	1	31.920	0	1	2
	1335	18	1	36.850	0	1	0
	1336	21	1	25.800	0	1	1
	1337	61	1	29.070	0	0	3

[1338 rows x 6 columns]

print(Y)

_ _	0	16884.92400
	1	1725.55230
	2	4449.46200
	3	21984.47061
	4	3866.85520
	1333	10600.54830

```
1334
             2205,98080
     1335
             1629.83350
     1336
             2007.94500
            29141.36030
     1337
     Name: charges, Length: 1338, dtype: float64
Splitting the data into Training data & Testing Data
X_train, X_test, Y_train, Y_test = train_test_split(X, Y, test_size=0.2, random_state=2)
print(X.shape, X_train.shape, X_test.shape)
→ (1338, 6) (1070, 6) (268, 6)
Model Training
# loading the Linear Regression model
regressor = LinearRegression()
regressor.fit(X_train, Y_train)
    ▼ LinearRegression (1) ??
     LinearRegression()
Model Evaluation
# prediction on training data
training_data_prediction =regressor.predict(X_train)
# R squared value
r2_train = metrics.r2_score(Y_train, training_data_prediction)
print('R squared vale : ', r2_train)
R squared vale : 0.751505643411174
# prediction on test data
test_data_prediction =regressor.predict(X_test)
# R squared value
r2_test = metrics.r2_score(Y_test, test_data_prediction)
print('R squared vale : ', r2_test)
R squared vale : 0.7447273869684076
input_data = (31,1,25.74,1,1,0)
# changing input_data to a numpy array
input_data_as_numpy_array = np.asarray(input_data)
# reshape the array
input_data_reshaped = input_data_as_numpy_array.reshape(1,-1)
print(input_data_reshaped)
prediction = regressor.predict(input_data_reshaped)
print(prediction)
print('The insurance cost is USD ', prediction[0])
→ [[31.
             1.
                  25.74 1.
                               1.
                                     0. ]]
     [4340.35495946]
     The insurance cost is USD 4340.354959456534
     /usr/local/lib/python3.10/dist-packages/sklearn/base.py:493: UserWarning: X does not have valid feature names, but LinearRegression
       warnings.warn(
Training the Random Forest Model
# Assuming 'charges' is the target variable and others are features
X = insurance_dataset.drop('charges', axis=1) # Features (all columns except target)
y = insurance_dataset['charges'] # Target (the 'charges' column)
```

X = pd.get_dummies(X, drop_first=True) # Drop the first category to avoid multicollinearity

Handling categorical variables using one-hot encoding

```
# Checking the preprocessed features
X.head()
```

→		age	sex	bmi	children	smoker	region
	0	19	1	27.900	0	0	1
	1	18	0	33.770	1	1	0
	2	28	0	33.000	3	1	0
	3	33	0	22.705	0	1	3
	4	32	0	28.880	0	1	3
	1						

Splitting the data

```
# Splitting the data into training and testing sets (80% train, 20% test)

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

# Checking the shape of the splits to verify
print(f"Training data shape: X_train = {X_train.shape}, y_train = {y_train.shape}")
print(f"Testing data shape: X_test = {X_test.shape}, y_test = {y_test.shape}")

Training data shape: X_train = (1070, 6), y_train = (1070,)
Testing data shape: X_test = (268, 6), y_test = (268,)

from sklearn.ensemble import RandomForestRegressor # For regression tasks

# Creating a RandomForestRegressor model
rf_model = RandomForestRegressor(n_estimators=100, random_state=42)

# Training the model on the training data
rf_model.fit(X_train, y_train)

The RandomForestRegressor(random_state=42)

# RandomForestRegressor(random_state=42)
```

```
Making Predictions
# Predicting the target variable on the test data
y_pred = rf_model.predict(X_test)
# Showing the first few predictions to get a sense of the output
y_pred[:10]
\Rightarrow array([ 9964.4411712, 5614.908105 , 28122.751816 , 12317.3170911,
            34592.244544, 8330.8161489, 2185.8946415, 14516.191212, 5719.9984878, 10166.264253])
EValuate the model
# Calculating the Mean Squared Error and Root Mean Squared Error
mse = metrics.mean_squared_error(y_test, y_pred)
rmse = np.sqrt(mse)
# Printing the evaluation metrics
print(f"Mean Squared Error: {mse}")
print(f"Root \ Mean \ Squared \ Error: \ \{rmse\}")
    Mean Squared Error: 20605006.150018733
     Root Mean Squared Error: 4539.273746979657
# Getting the feature importances from the trained model
feature_importances = rf_model.feature_importances_
# Creating a DataFrame to display feature names and their importance
importance_df = pd.DataFrame({
```

'Feature': X.columns,

'Importance': feature_importances

```
# Sorting the features by importance in descending order
importance_df = importance_df.sort_values(by='Importance', ascending=False)
# Displaying the feature importance
print(importance_df)
<del>_</del>→
                     Feature Importance
                                                0.608618
                       smoker
            2
                             bmi
                                                0.216403
            0
                              age
                                                0.134356
            3 children
                                                0.019627
                                                0.014326
                       region
                                               0.006670
                              sex
# Assuming the trained RandomForest model is stored in 'rf model'
input_data = (31, 1, 25.74, 1, 1, 0) # Example input data
# Converting the input_data into a numpy array
input_data_as_numpy_array = np.asarray(input_data)
# Reshaping the array to match the model input format (1 row, multiple columns)
input_data_reshaped = input_data_as_numpy_array.reshape(1, -1)
# Printing the reshaped input data for reference
print(input_data_reshaped)
# Using the trained Random Forest model to make a prediction
prediction = rf_model.predict(input_data_reshaped)
# Printing the predicted insurance cost
print(f'The predicted insurance cost is USD {prediction[0]}')
→ [[31.
                                1. 25.74 1. 1.
                                                                                          0. ]]
            The predicted insurance cost is USD 4878.8846039
            /usr/local/lib/python 3.10/dist-packages/sklearn/base.py: 493: \ UserWarning: X \ does \ not \ have \ valid \ feature \ names, \ but \ Random Forest Regression \ Regression \ Regression \ Random Forest Regression \ Regressio
                warnings.warn(
          4
import pickle
import joblib
filename='InsuranceCostPredictor.pkl'
joblib.dump(rf_model, filename)

    ['InsuranceCostPredictor.pkl']
```