diamond-price-prediction

November 15, 2023

1 Problem Statements: Diamond Price Prediction

1.1 Description:

- Diamonds are the hardest naturally occurring substance known to man. They are made of pure carbon, arranged in a crystal structure called diamond cubic.
- Diamonds are found in volcanic rock, called kimberlite, which is formed when the Earth's mantle melts and rises to the surface.
- Diamonds can be colorless, or they can have a variety of colors, including yellow, brown, pink, blue, green, and red. The color of a diamond is determined by the impurities that are present in the carbon atoms.
- Diamonds are used in jewelry and in industrial applications. In jewelry, diamonds are prized for their beauty, durability, and rarity. In industry, diamonds are used for cutting, drilling, and polishing.
- The four Cs of diamonds are color, cut, clarity, and carat. These are the factors that determine the value of a diamond.

2 1.0. Importing Libraries

```
[3]: import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns

from sklearn.impute import SimpleImputer ## HAndling Missing Values
from sklearn.preprocessing import StandardScaler # HAndling Feature Scaling
from sklearn.preprocessing import OrdinalEncoder # Ordinal Encoding
## pipelines
from sklearn.pipeline import Pipeline
from sklearn.compose import ColumnTransformer
```

3 2.0. The Datasets

3.1 2.1. Reading Datasets

```
[4]: ## Data Ingestions step
df=pd.read_csv('data/gemstone.csv')
df.head()
```

```
[4]:
                            cut color clarity
                                                 depth
         id
             carat
                                                         table
                                                                                     price
                                                                           У
                                                                                  z
     0
          0
              1.52
                                     F
                                                  62.2
                                                           58.0
                                                                 7.27
                                                                        7.33
                                                                               4.55
                       Premium
                                            VS2
                                                                                     13619
                                                  62.0
                                                                               5.05
     1
          1
              2.03
                     Very Good
                                     J
                                            SI2
                                                           58.0
                                                                 8.06
                                                                        8.12
                                                                                     13387
     2
          2
              0.70
                         Ideal
                                     G
                                            VS1
                                                  61.2
                                                          57.0
                                                                 5.69
                                                                        5.73
                                                                               3.50
                                                                                       2772
     3
          3
              0.32
                         Ideal
                                     G
                                            VS1
                                                  61.6
                                                          56.0
                                                                 4.38
                                                                        4.41
                                                                               2.71
                                                                                        666
     4
                                                                       7.61
              1.70
                       Premium
                                     G
                                            VS2
                                                  62.6
                                                          59.0
                                                                 7.65
                                                                             4.77
                                                                                     14453
```

3.2 2.2. Datasets Infromation:

3.2.1 Introduction About the Data:

The dataset The goal is to predict price of given diamond (Regression Analysis).

There are 10 independent variables (including id):

- id: unique identifier of each diamond
- carat : Carat (ct.) refers to the unique unit of weight measurement used exclusively to weigh gemstones and diamonds.
- cut : Quality of Diamond Cut
- color : Color of Diamond
- clarity: Diamond clarity is a measure of the purity and rarity of the stone, graded by the visibility of these characteristics under 10-power magnification.
- depth: The depth of diamond is its height (in millimeters) measured from the culet (bottom tip) to the table (flat, top surface)
- table: A diamond's table is the facet which can be seen when the stone is viewed face up.
- x : Diamond X dimension
- y: Diamond Y dimension
- x : Diamond Z dimension

Target variable: * price: Price of the given Diamond.

Dataset Source Link: https://www.kaggle.com/competitions/playground-series-s3e8/data?select=train.csv

4 3.0. Data Exploration

```
color 0
clarity 0
depth 0
table 0
x 0
y 0
z 0
price 0
dtype: int64
```

[6]: df.info()

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 193573 entries, 0 to 193572

Data columns (total 11 columns):

| # | Column | Non-Null Count | Dtype |
|-------|------------|----------------------|-----------|
| | | | |
| 0 | id | 193573 non-null | int64 |
| 1 | carat | 193573 non-null | float64 |
| 2 | cut | 193573 non-null | object |
| 3 | color | 193573 non-null | object |
| 4 | clarity | 193573 non-null | object |
| 5 | depth | 193573 non-null | float64 |
| 6 | table | 193573 non-null | float64 |
| 7 | X | 193573 non-null | float64 |
| 8 | у | 193573 non-null | float64 |
| 9 | Z | 193573 non-null | float64 |
| 10 | price | 193573 non-null | int64 |
| dtype | es: floate | 64(6), int $64(2)$, | object(3) |

memory usage: 16.2+ MB

[7]: df.head()

- [7]: id carat cut color clarity depth table z price Х У 1.52 Premium F VS2 62.2 58.0 7.27 7.33 4.55 13619 1 2.03 Very Good J SI2 62.0 58.0 8.06 8.12 5.05 13387 1 2 2 0.70 Ideal G VS1 61.2 57.0 5.69 5.73 3.50 2772 0.32 VS1 3 3 Ideal G 61.6 56.0 4.38 4.41 2.71 666 4 4 1.70 Premium G VS2 62.6 59.0 7.65 7.61 4.77 14453
 - Lets drop the id column
- [8]: df=df.drop(labels=['id'],axis=1)
 df.head()
- [8]: carat cut color clarity depth table x y z price 0 1.52 Premium F VS2 62.2 58.0 7.27 7.33 4.55 13619

```
0.32
      3
                    Ideal
                               G
                                     VS1
                                           61.6
                                                   56.0 4.38
                                                               4.41
                                                                     2.71
                                                                              666
          1.70
                  Premium
                               G
                                     VS2
                                           62.6
                                                   59.0 7.65 7.61 4.77
                                                                            14453
        • check for duplicated records
 [9]: df.duplicated().sum()
 [9]: 0
     segregate numerical and categorical columns
[10]: numerical_columns=df.columns[df.dtypes!='object']
      categorical_columns=df.columns[df.dtypes=='object']
      print("Numerical columns:",numerical_columns)
      print('Categorical Columns:',categorical_columns)
     Numerical columns: Index(['carat', 'depth', 'table', 'x', 'y', 'z', 'price'],
     dtype='object')
     Categorical Columns: Index(['cut', 'color', 'clarity'], dtype='object')
[11]: df[categorical_columns].describe()
[11]:
                 cut
                        color clarity
              193573
                      193573
                              193573
      count
      unique
                   5
                            7
                                    8
      top
               Ideal
                            G
                                  SI1
      freq
               92454
                        44391
                                53272
[12]: df['cut'].value_counts()
[12]: Ideal
                   92454
      Premium
                   49910
      Very Good
                   37566
      Good
                   11622
      Fair
                    2021
      Name: cut, dtype: int64
[13]: df['color'].value_counts()
[13]: G
           44391
      E
           35869
      F
           34258
           30799
      Η
      D
           24286
      Ι
           17514
      J
            6456
```

1

2

0.70

2.03 Very Good

Ideal

J

G

SI2

VS1

62.0

61.2

58.0 8.06 8.12 5.05

57.0 5.69 5.73

13387

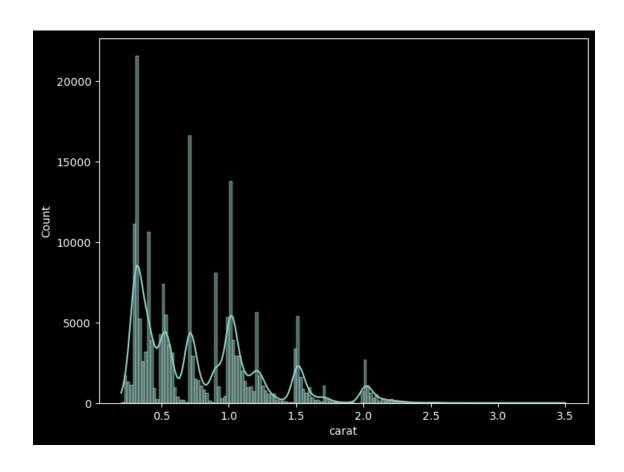
2772

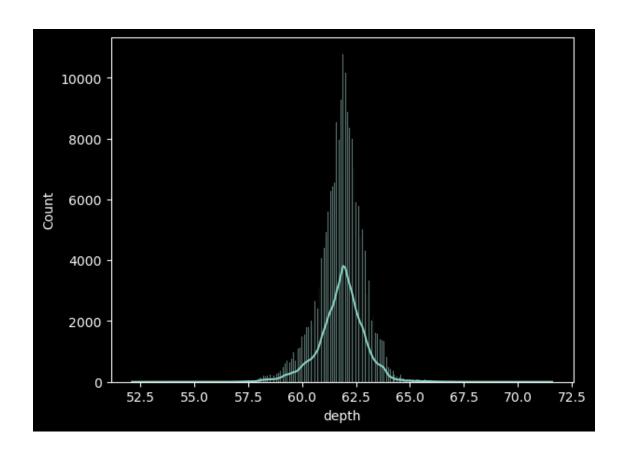
3.50

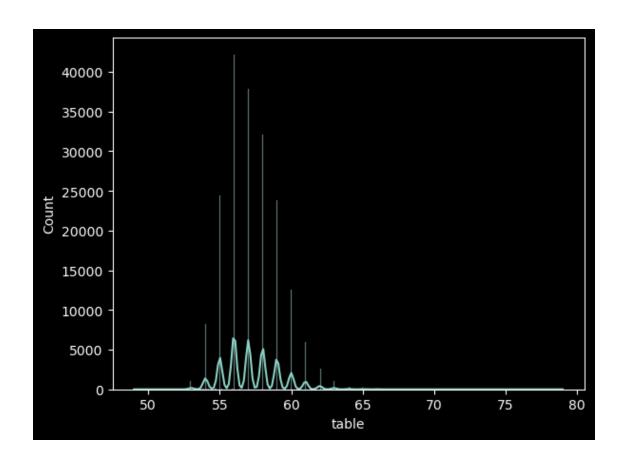
```
Name: color, dtype: int64
```

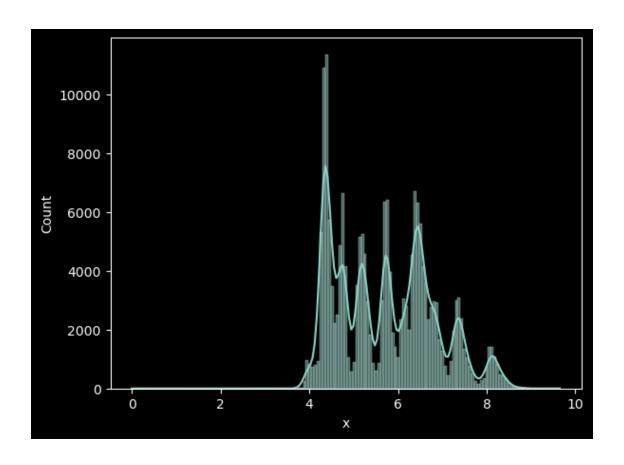
```
[14]: df['clarity'].value_counts()
[14]: SI1
              53272
      VS2
              48027
      VS1
              30669
      SI2
              30484
      VVS2
              15762
      VVS1
              10628
      IF
               4219
                512
      Ι1
      Name: clarity, dtype: int64
```

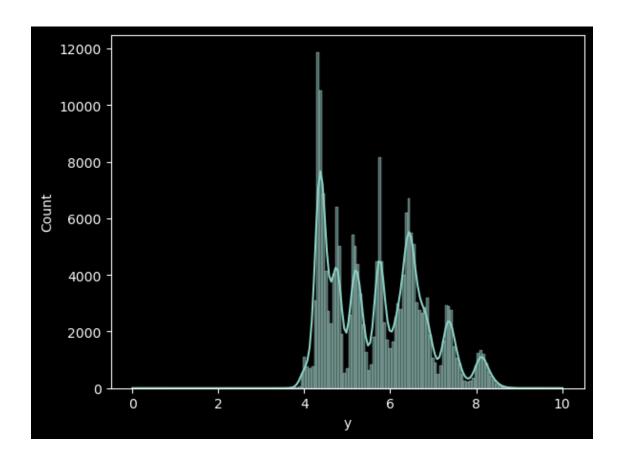
5 4.0. Data Visualization

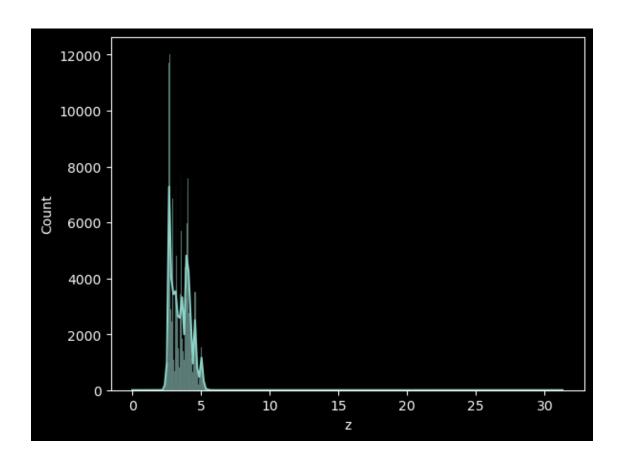


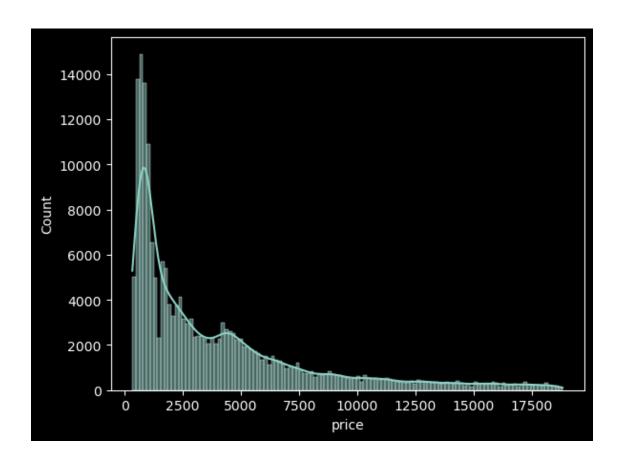






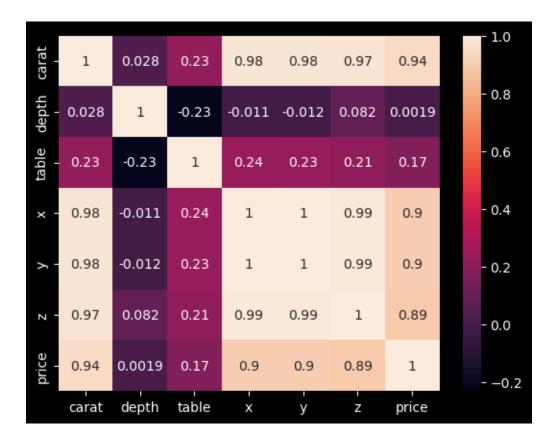






```
[17]: ## correlation
sns.heatmap(df[numerical_columns].corr(),annot=True)
```

[17]: <AxesSubplot: >



6 5.0. Feature Selection

```
[18]: df.head()
[18]:
                      cut color clarity depth table
         carat
                                                                          price
                                                            Х
                                                                  У
                                                                        z
      0
          1.52
                  Premium
                               F
                                     VS2
                                           62.2
                                                  58.0 7.27
                                                              7.33
                                                                     4.55
                                                                           13619
      1
          2.03
                Very Good
                               J
                                     SI2
                                           62.0
                                                  58.0 8.06
                                                               8.12
                                                                     5.05
                                                                           13387
      2
          0.70
                    Ideal
                               G
                                     VS1
                                           61.2
                                                  57.0
                                                        5.69
                                                               5.73
                                                                     3.50
                                                                            2772
      3
          0.32
                    Ideal
                               G
                                     VS1
                                           61.6
                                                  56.0
                                                        4.38
                                                               4.41
                                                                     2.71
                                                                              666
      4
          1.70
                  Premium
                               G
                                     VS2
                                           62.6
                                                   59.0 7.65
                                                               7.61
                                                                     4.77
                                                                           14453
[19]: df['cut'].unique()
[19]: array(['Premium', 'Very Good', 'Ideal', 'Good', 'Fair'], dtype=object)
[20]: cut_map={"Fair":1, "Good":2, "Very Good":3, "Premium":4, "Ideal":5}
[21]: df['clarity'].unique()
[21]: array(['VS2', 'SI2', 'VS1', 'SI1', 'IF', 'VVS2', 'VVS1', 'I1'],
            dtype=object)
```

```
[22]: df['clarity'].unique()
[22]: array(['VS2', 'SI2', 'VS1', 'SI1', 'IF', 'VVS2', 'VVS1', 'I1'],
            dtype=object)
[23]: df['clarity'].unique()
[23]: array(['VS2', 'SI2', 'VS1', 'SI1', 'IF', 'VVS2', 'VVS1', 'I1'],
            dtype=object)
[24]: df['color'].unique()
[24]: array(['F', 'J', 'G', 'E', 'D', 'H', 'I'], dtype=object)
      color_map = {"D":1 ,"E":2 ,"F":3 , "G":4 ,"H":5 , "I":6, "J":7}
[27]:
     df.head()
                cut color clarity depth
[27]:
         carat
                                         table
                                                                    price
                                                     X
                                                           У
                                                                 Z
      0
          1.52
                  4
                        F
                              VS2
                                    62.2
                                           58.0 7.27 7.33
                                                             4.55
                                                                    13619
      1
          2.03
                  3
                        J
                              SI2
                                    62.0
                                           58.0 8.06 8.12 5.05
                                                                    13387
      2
          0.70
                        G
                              VS1
                                    61.2
                                           57.0 5.69 5.73
                  5
                                                              3.50
                                                                     2772
      3
          0.32
                  5
                        G
                              VS1
                                           56.0 4.38 4.41 2.71
                                                                      666
                                    61.6
      4
          1.70
                        G
                              VS2
                                    62.6
                                           59.0 7.65 7.61 4.77
                                                                    14453
         5.0. Model Training
     7
[32]: df2 = pd.read_csv('./data/gemstone.csv')
      df.head()
[32]:
                      cut color clarity depth table
         carat
                                                                       z price
                                                           Х
                                                                 У
      0
          1.52
                  Premium
                              F
                                    VS2
                                          62.2
                                                 58.0 7.27
                                                              7.33
                                                                    4.55
                                                                          13619
          2.03
                Very Good
                              J
                                    SI2
                                          62.0
                                                 58.0 8.06
      1
                                                              8.12
                                                                   5.05
                                                                          13387
                                    VS1
      2
          0.70
                    Ideal
                              G
                                          61.2
                                                 57.0 5.69
                                                              5.73
                                                                    3.50
                                                                           2772
      3
          0.32
                    Ideal
                              G
                                    VS1
                                          61.6
                                                 56.0 4.38
                                                              4.41
                                                                    2.71
                                                                            666
          1.70
                                    VS2
                  Premium
                              G
                                          62.6
                                                 59.0 7.65 7.61 4.77
                                                                          14453
[33]: df2=df2.drop(labels=['id'],axis=1)
      ## Independent and dependent features
      X = df.drop(labels=['price'],axis=1)
      Y = df[['price']]
[33]:
              price
      0
              13619
      1
              13387
```

```
3 666

4 14453

... ...

193568 1130

193569 2874

193570 3036

193571 681

193572 2258

[193573 rows x 1 columns]
```

2772

2

7.0.1 Segregating and categorical variables

```
[34]: categorical_cols = X.select_dtypes(include='object').columns
numerical_cols = X.select_dtypes(exclude='object').columns
```

7.0.2 Define the custom ranking for each ordinal variable

```
[35]: cut_categories = ['Fair', 'Good', 'Very Good', 'Premium', 'Ideal'] color_categories = ['D', 'E', 'F', 'G', 'H', 'I', 'J'] clarity_categories = ['I1', 'SI2', 'SI1', 'VS2', 'VS1', 'VVS2', 'VVS1', 'IF']
```

7.0.3 Numerical Pipeline

```
('num_pipeline', num_pipeline, numerical_cols),
      ('cat_pipeline',cat_pipeline,categorical_cols)
      ])
     7.0.4 Train test split
[37]: from sklearn.model_selection import train_test_split
      X_train, X_test, y_train, y_test=train_test_split(X,Y,test_size=0.
       →30,random_state=30)
[38]: X_train=pd.DataFrame(preprocessor.fit_transform(X_train),columns=preprocessor.
      ⇒get feature names out())
      X_test=pd.DataFrame(preprocessor.transform(X_test),columns=preprocessor.

¬get_feature_names_out())
[39]: X train.head()
[39]:
         num_pipeline_carat num_pipeline_depth num_pipeline_table \
      0
                   -0.975439
                                        -0.849607
                                                             -0.121531
                                                             -0.121531
      1
                    0.235195
                                         1.833637
      2
                    0.494617
                                         0.815855
                                                               0.399800
      3
                   -1.018676
                                         0.260701
                                                               0.921131
                   -0.953821
                                                             -0.642862
                                        -0.664555
         num_pipeline_x num_pipeline_y num_pipeline_z cat_pipeline_cut \
      0
               -1.042757
                                -1.080970
                                                 -1.123150
                                                                     0.874076
      1
                0.318447
                                 0.279859
                                                  0.485354
                                                                     -2.144558
      2
                0.570855
                                 0.606458
                                                  0.673737
                                                                     -0.132136
      3
               -1.214034
                                -1.244270
                                                 -1.195605
                                                                     -0.132136
               -1.069801
                                -1.044681
                                                 -1.094168
                                                                     0.874076
         cat_pipeline__color cat_pipeline__clarity
      0
                    1.528722
                                           1.352731
                   -0.935071
                                          -0.646786
      1
      2
                    0.296826
                                           0.686225
      3
                    0.296826
                                           0.019720
                    2.144670
                                           1.352731
[40]: ## Model Training
```

[41]: regression=LinearRegression() regression.fit(X_train,y_train)

from sklearn.linear_model import LinearRegression,Lasso,Ridge,ElasticNet
from sklearn.metrics import r2 score,mean absolute error,mean squared error

```
[41]: LinearRegression()
[42]: regression.coef_
[42]: array([[ 6433.66003594, -132.75843566,
                                                -70.42922179, -1720.30971463,
                                                72.44537247, -460.41604642,
               -499.29302619,
                                -63.39317848,
                650.76431652]])
[43]: regression.intercept_
[43]: array([3970.76628955])
[44]: def evaluate_model(true, predicted):
          mae = mean_absolute_error(true, predicted)
          mse = mean_squared_error(true, predicted)
          rmse = np.sqrt(mean_squared_error(true, predicted))
          r2_square = r2_score(true, predicted)
          return mae, rmse, r2_square
```

7.0.5 Train multiple models

7.0.6 Model Ecaluation

```
[45]: models={
          'LinearRegression':LinearRegression(),
          'Lasso':Lasso(),
          'Ridge':Ridge(),
          'Elasticnet':ElasticNet()
      trained_model_list=[]
      model_list=[]
      r2_list=[]
      for i in range(len(list(models))):
          model=list(models.values())[i]
          model.fit(X_train,y_train)
          #Make Predictions
          y_pred=model.predict(X_test)
          mae, rmse, r2_square=evaluate_model(y_test,y_pred)
          print(list(models.keys())[i])
          model_list.append(list(models.keys())[i])
          print('Model Training Performance')
          print("RMSE:",rmse)
```

```
print("MAE:",mae)
print("R2 score",r2_square*100)

r2_list.append(r2_square)

print('='*35)
print('\n')
```

LinearRegression

Model Training Performance RMSE: 1013.9047094344002 MAE: 674.025511579685 R2 score 93.68908248567512

Lasso

Model Training Performance RMSE: 1013.8784226767013 MAE: 675.0716923362162 R2 score 93.68940971841704

Ridge

Model Training Performance RMSE: 1013.9059272771628 MAE: 674.0555800798244 R2 score 93.6890673250594

Elasticnet

Model Training Performance RMSE: 1533.4162456064048 MAE: 1060.7368759154729 R2 score 85.56494831165182

8 Reference:

PWSKILLS

9 Thank You!