Diamond Price Prediction

July 8, 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

```
[]: 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

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

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


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

[]: 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
dtyp	object(3)		

memory usage: 16.2+ MB

[]: df.head()

```
[]:
        id
            carat
                          cut color clarity
                                              depth
                                                      table
                                                                X
                                                                       у
                                                                             z price
             1.52
                      Premium
                                   F
                                         VS2
                                               62.2
                                                       58.0
                                                             7.27
                                                                    7.33 4.55
         0
                                                                                13619
             2.03
                                               62.0
     1
         1
                    Very Good
                                   J
                                         SI2
                                                       58.0
                                                             8.06
                                                                    8.12
                                                                          5.05
                                                                                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
             1.70
                                   G
         4
                      Premium
                                         VS2
                                               62.6
                                                       59.0
                                                             7.65
                                                                   7.61 4.77
                                                                                14453
```

• Lets drop the id column

```
[]: df=df.drop(labels=['id'],axis=1)
    df.head()
```

```
[]:
        carat
                     cut color clarity depth table
                                                                       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
```

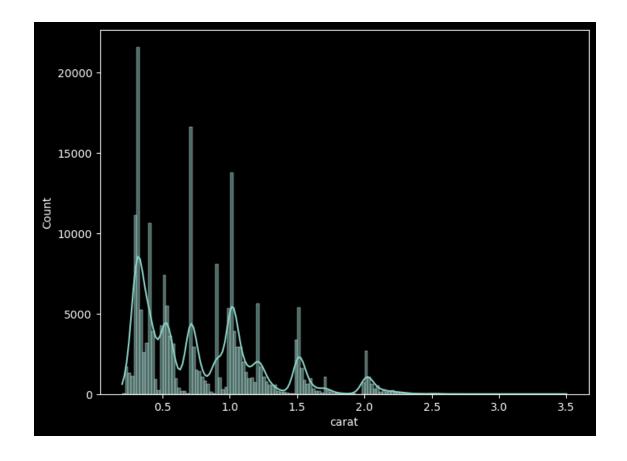
```
3
         0.32
                   Ideal
                             G
                                    VS1
                                          61.6
                                                 56.0 4.38 4.41 2.71
                                                                            666
     4
         1.70
                 Premium
                             G
                                    VS2
                                          62.6
                                                 59.0 7.65 7.61 4.77
                                                                          14453
       • check for duplicated records
[]: df.duplicated().sum()
[]: 0
    segregate numerical and categorical columns
[]: 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')
[]: df[categorical_columns].describe()
[]:
                      color clarity
                cut
     count
             193573
                     193573
                            193573
     unique
                  5
                          7
                                  8
                          G
                                SI1
     top
              Ideal
              92454
                      44391
                              53272
     freq
[]: df['cut'].value_counts()
[]: Ideal
                  92454
     Premium
                  49910
     Very Good
                  37566
     Good
                  11622
                   2021
    Fair
     Name: cut, dtype: int64
[]: df['color'].value_counts()
[]: G
          44391
     Ε
          35869
     F
          34258
    Η
          30799
    D
          24286
     Ι
          17514
     J
           6456
     Name: color, dtype: int64
[]: df['clarity'].value_counts()
```

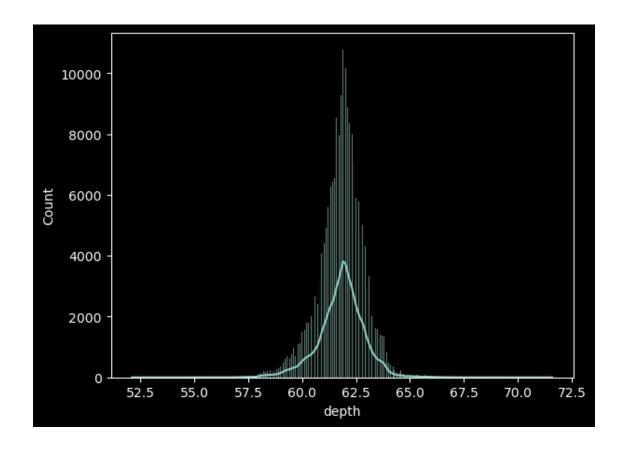
```
[]: SI1
             53272
     VS2
             48027
    VS1
             30669
     SI2
             30484
    VVS2
             15762
    VVS1
             10628
     IF
              4219
     Ι1
               512
    Name: clarity, dtype: int64
```

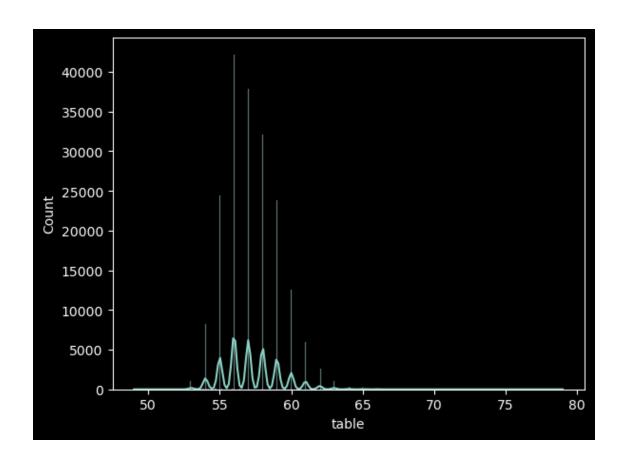
5 4.0. Data Visualization

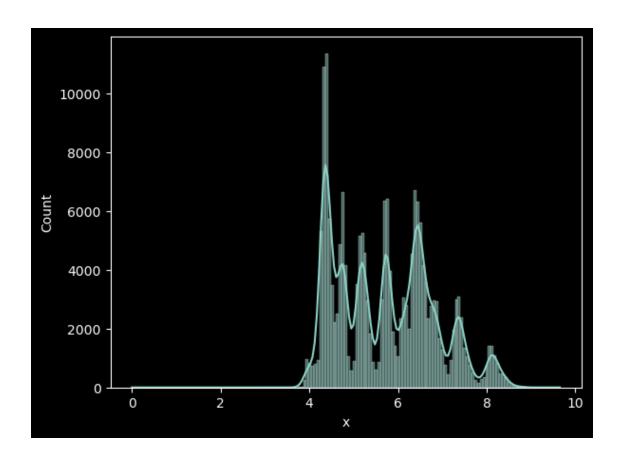
```
[]: plt.style.use('dark_background')

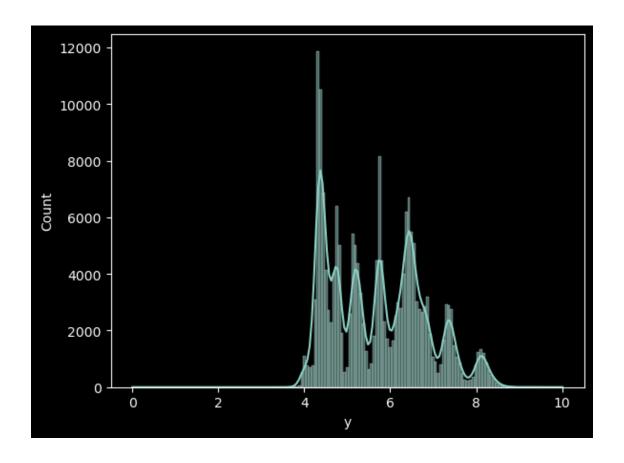
[]: plt.figure(figsize=(8,6))
    x=0
    for i in numerical_columns:
        sns.histplot(data=df,x=i,kde=True)
        print('\n')
        plt.show()
```

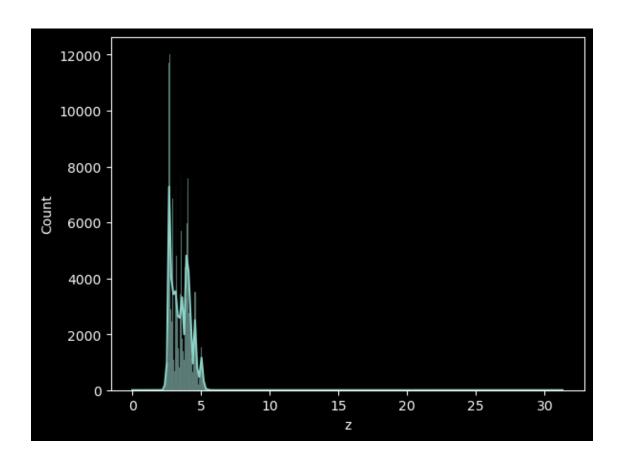


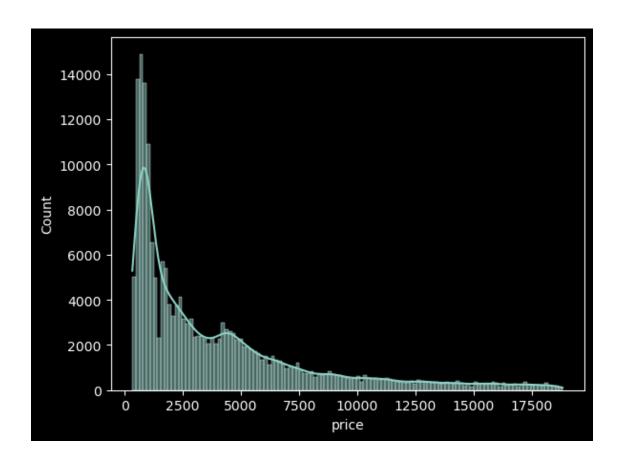






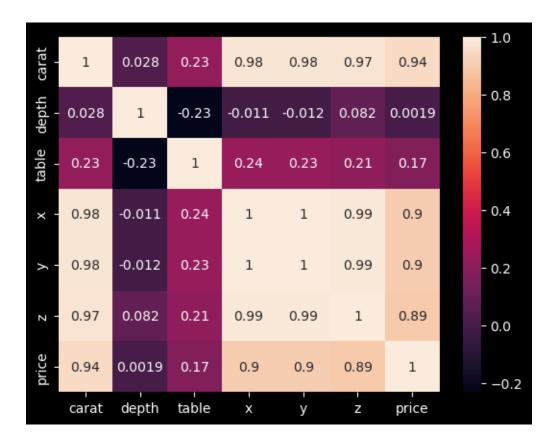






```
[]:  ## correlation
sns.heatmap(df[numerical_columns].corr(),annot=True)
```

[]: <AxesSubplot: >



6 5.0. Feature Selection

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

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

```
3 666

4 14453

... ...

193568 1130

193569 2874

193570 3036

193571 681

193572 2258

[193573 rows x 1 columns]
```

7.0.1 Segregating and categorical variables

```
[]: 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

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

7.0.3 Numerical Pipeline

```
[]: num_pipeline=Pipeline(
         steps=[
         ('imputer', SimpleImputer(strategy='median')),
         ('scaler', StandardScaler())
         ]
     )
     # Categorigal Pipeline
     cat_pipeline=Pipeline(
         steps=[
         ('imputer', SimpleImputer(strategy='most_frequent')),
      →('ordinalencoder',OrdinalEncoder(categories=[cut_categories,color_categories,clarity_catego
         ('scaler',StandardScaler())
     )
     preprocessor=ColumnTransformer([
     ('num_pipeline',num_pipeline,numerical_cols),
     ('cat_pipeline',cat_pipeline,categorical_cols)
```

1)

7.0.4 Train test split

```
[]: 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)
[]: 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())
[]: X_train.head()
[]:
        num_pipeline__carat num_pipeline__depth num_pipeline__table \
                  -0.975439
                                       -0.849607
                                                             -0.121531
     1
                   0.235195
                                        1.833637
                                                             -0.121531
     2
                                                              0.399800
                   0.494617
                                        0.815855
     3
                  -1.018676
                                        0.260701
                                                              0.921131
                  -0.953821
                                       -0.664555
                                                             -0.642862
     4
        num pipeline x num pipeline y num pipeline z cat pipeline cut \
                               -1.080970
     0
              -1.042757
                                                 -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
     1
                  -0.935071
                                         -0.646786
     2
                   0.296826
                                          0.686225
                   0.296826
     3
                                          0.019720
     4
                   2.144670
                                          1.352731
[]: ## Model Training
     from sklearn.linear_model import LinearRegression, Lasso, Ridge, ElasticNet
     from sklearn.metrics import r2_score,mean_absolute_error,mean_squared_error
[]: regression=LinearRegression()
     regression.fit(X_train,y_train)
```

[]: LinearRegression()

7.0.5 Train multiple models

7.0.6 Model Ecaluation

```
[]: 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!