# **House Prices Regression Task**

# Matthew Loh

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import pandas as pd
import numpy as np
<pre>import matplotlib.pyplot as plt</pre>
import seaborn as sns
<pre>from sklearn.model_selection import train_test_split, GridSearchCV</pre>
from sklearn.preprocessing import StandardScaler, LabelEncoder
from sklearn.metrics import (
mean_squared_error,
mean_absolute_error,
r2_score,
accuracy_score,
from sklearn.linear_model import LinearRegression, Ridge, Lasso, ElasticNet
from sklearn.ensemble import RandomForestRegressor
import lightgbm as lgb
import xgboost as xgb
import catboost as cbt

## **Data Loading and Exploratory Data Analysis**

```
# Load the data
train = pd.read_csv("train.csv")
test = pd.read_csv("test.csv")
# Display basic information about the dataset
print(train.info())
# Display summary statistics
print(train.describe())
# Plot distribution of target variable
plt.figure(figsize=(10, 6))
sns.histplot(train["SalePrice"], kde=True)
plt.title("Distribution of Sale Prices")
plt.show()
# Scatter plot of GrLivArea vs SalePrice
plt.figure(figsize=(10, 6))
plt.scatter(train["GrLivArea"], train["SalePrice"], alpha=0.5)
plt.title("GrLivArea vs SalePrice")
plt.xlabel("GrLivArea (Above ground living area)")
plt.ylabel("SalePrice")
plt.show()
# Box plot of SalePrice by OverallQual
plt.figure(figsize=(12, 6))
sns.boxplot(x="OverallQual", y="SalePrice", data=train)
plt.title("SalePrice by Overall Quality")
plt.show()
# Identify numeric columns
numeric_columns = train.select_dtypes(include=[np.number]).columns
# Correlation matrix of numerical features
corr_matrix = train[numeric_columns].corr()
```

```
plt.figure(figsize=(12, 10))
sns.heatmap(corr_matrix, cmap="coolwarm", annot=False)
plt.title("Correlation Matrix of Numerical Features")
plt.show()
# Top 10 features correlated with SalePrice
top_corr = corr_matrix["SalePrice"].sort_values(ascending=False).head(11)
plt.figure(figsize=(10, 6))
sns.barplot(x=top_corr.index[1:], y=top_corr.values[1:])
plt.title("Top 10 Features Correlated with SalePrice")
plt.xticks(rotation=45, ha="right")
plt.tight_layout()
plt.show()
# Scatter plot of top correlated feature vs SalePrice
top_feature = top_corr.index[1]
plt.figure(figsize=(10, 6))
sns.scatterplot(x=train[top_feature], y=train["SalePrice"])
plt.title(f"{top_feature} vs SalePrice")
plt.show()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 1460 entries, 0 to 1459
Data columns (total 81 columns):

	#	Column	Non-Null Count	Dtype
-				
	0	Id	1460 non-null	int64
	1	MSSubClass	1460 non-null	int64
	2	MSZoning	1460 non-null	object
	3	${ t LotFrontage}$	1201 non-null	float64
	4	LotArea	1460 non-null	int64
	5	Street	1460 non-null	object
	6	Alley	91 non-null	object
	7	LotShape	1460 non-null	object
	8	LandContour	1460 non-null	object
	9	Utilities	1460 non-null	object
	10	LotConfig	1460 non-null	object
	11	LandSlope	1460 non-null	object
	12	Neighborhood	1460 non-null	object
	13	Condition1	1460 non-null	object
	14	Condition2	1460 non-null	object
	15	BldgType	1460 non-null	object

16	HouseStyle	1460 non-null	object
17	OverallQual	1460 non-null	int64
18	OverallCond	1460 non-null	int64
19	YearBuilt	1460 non-null	int64
20	YearRemodAdd	1460 non-null	int64
21	RoofStyle	1460 non-null	object
22	RoofMatl	1460 non-null	object
23	Exterior1st	1460 non-null	object
24	Exterior2nd	1460 non-null	object
25	${ t MasVnrType}$	588 non-null	object
26	MasVnrArea	1452 non-null	float64
27	ExterQual	1460 non-null	object
28	ExterCond	1460 non-null	object
29	Foundation	1460 non-null	object
30	BsmtQual	1423 non-null	object
31	BsmtCond	1423 non-null	object
32	BsmtExposure	1422 non-null	object
33	BsmtFinType1	1423 non-null	object
34	BsmtFinSF1	1460 non-null	int64
35	BsmtFinType2	1422 non-null	object
36	BsmtFinSF2	1460 non-null	int64
37	${\tt BsmtUnfSF}$	1460 non-null	int64
38	TotalBsmtSF	1460 non-null	int64
39	Heating	1460 non-null	object
40	${\tt HeatingQC}$	1460 non-null	object
41	CentralAir	1460 non-null	object
42	Electrical	1459 non-null	object
43	1stFlrSF	1460 non-null	int64
44	2ndFlrSF	1460 non-null	int64
45	${\tt LowQualFinSF}$	1460 non-null	int64
46	GrLivArea	1460 non-null	int64
47	${\tt BsmtFullBath}$	1460 non-null	int64
48	${\tt BsmtHalfBath}$	1460 non-null	int64
49	FullBath	1460 non-null	int64
50	HalfBath	1460 non-null	int64
51	${\tt BedroomAbvGr}$	1460 non-null	int64
52	KitchenAbvGr	1460 non-null	int64
53	KitchenQual	1460 non-null	object
54	${\tt TotRmsAbvGrd}$	1460 non-null	int64
55	Functional	1460 non-null	object
56	Fireplaces	1460 non-null	int64
57	FireplaceQu	770 non-null	object
58	${\tt GarageType}$	1379 non-null	object

```
GarageYrBlt
                     1379 non-null
                                      float64
 59
 60
     GarageFinish
                     1379 non-null
                                      object
 61
     GarageCars
                     1460 non-null
                                      int64
 62
     GarageArea
                     1460 non-null
                                      int64
     GarageQual
 63
                     1379 non-null
                                      object
     GarageCond
 64
                     1379 non-null
                                      object
 65
     PavedDrive
                     1460 non-null
                                      object
 66
     WoodDeckSF
                     1460 non-null
                                      int64
     OpenPorchSF
                                      int64
 67
                     1460 non-null
 68
     EnclosedPorch
                     1460 non-null
                                      int64
     3SsnPorch
 69
                     1460 non-null
                                      int64
 70
     ScreenPorch
                     1460 non-null
                                      int64
 71
     PoolArea
                     1460 non-null
                                      int64
 72
     PoolQC
                     7 non-null
                                      object
 73
     Fence
                     281 non-null
                                      object
     MiscFeature
                     54 non-null
                                      object
 75
     MiscVal
                     1460 non-null
                                      int64
 76
     MoSold
                     1460 non-null
                                      int64
 77
     YrSold
                     1460 non-null
                                      int64
 78
     SaleType
                     1460 non-null
                                      object
     SaleCondition
 79
                     1460 non-null
                                      object
 80
     SalePrice
                     1460 non-null
                                      int64
dtypes: float64(3), int64(35), object(43)
memory usage: 924.0+ KB
None
                                   LotFrontage
                                                                 OverallQual
                 Ιd
                      MSSubClass
                                                       LotArea
       1460.000000
                                   1201.000000
                                                                 1460.000000
count
                     1460.000000
                                                   1460.000000
mean
        730.500000
                       56.897260
                                     70.049958
                                                  10516.828082
                                                                    6.099315
std
        421.610009
                       42.300571
                                     24.284752
                                                   9981.264932
                                                                    1.382997
min
           1.000000
                       20.000000
                                     21.000000
                                                   1300.000000
                                                                    1.000000
25%
                       20.000000
        365.750000
                                     59.000000
                                                   7553.500000
                                                                    5.000000
50%
        730.500000
                       50.000000
                                     69.000000
                                                   9478.500000
                                                                    6.000000
                                                  11601.500000
75%
       1095.250000
                       70.000000
                                     80.00000
                                                                    7.000000
       1460.000000
                      190.000000
                                    313.000000
                                                 215245.000000
                                                                   10.000000
max
       OverallCond
                       YearBuilt
                                   YearRemodAdd
                                                   MasVnrArea
                                                                 BsmtFinSF1
                                                                                   \
count
       1460.000000
                     1460.000000
                                    1460.000000
                                                  1452.000000
                                                                1460.000000
           5.575342
                     1971.267808
                                                   103.685262
                                                                 443.639726
mean
                                    1984.865753
std
           1.112799
                       30.202904
                                      20.645407
                                                   181.066207
                                                                 456.098091
min
           1.000000
                     1872.000000
                                    1950.000000
                                                     0.000000
                                                                   0.000000
25%
          5.000000
                     1954.000000
                                    1967.000000
                                                     0.000000
                                                                   0.000000
50%
                     1973.000000
                                    1994.000000
           5.000000
                                                     0.000000
                                                                 383.500000
```

2004.000000

166.000000

712.250000

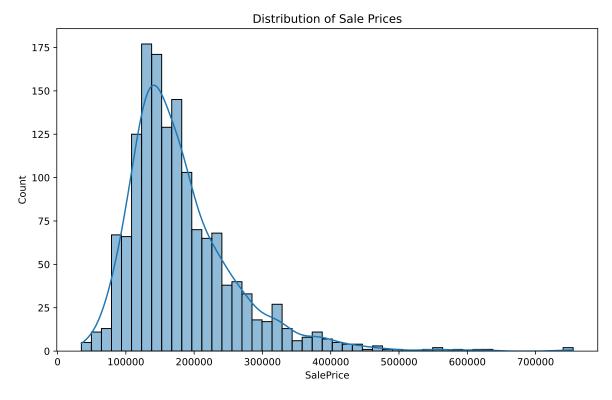
75%

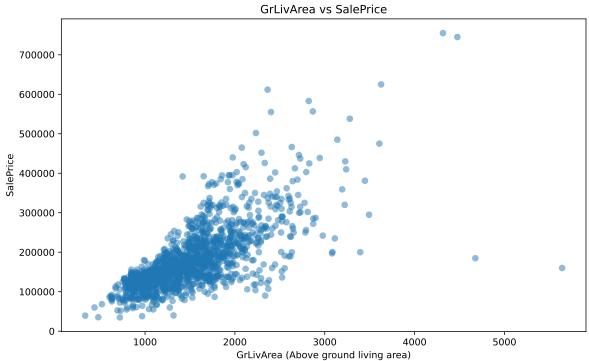
6.000000

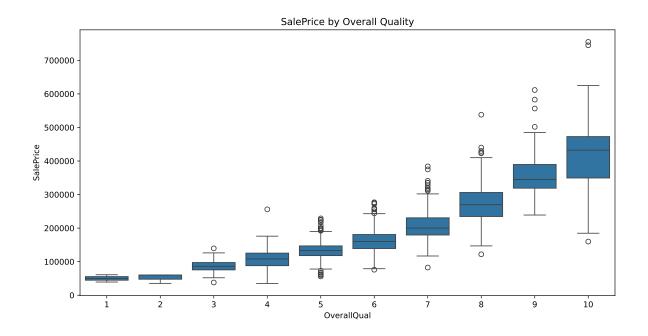
2000.000000

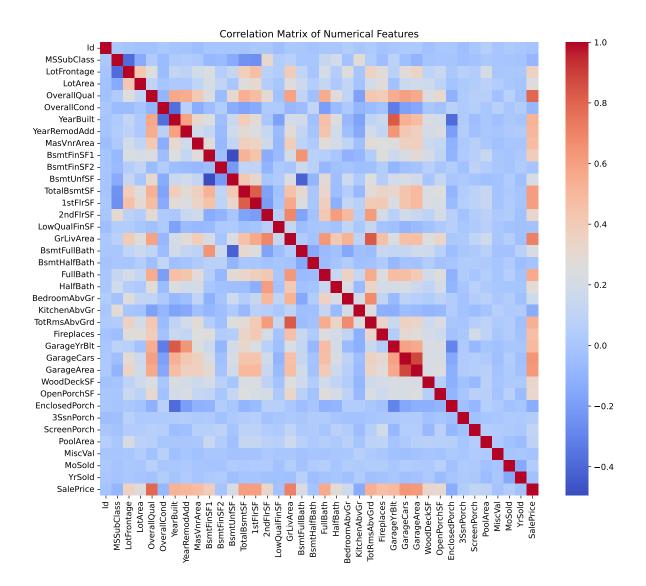
max	9.000000	2010.000000	2010.000000	1600.000000	5644.000000 .	
	WoodDeckSF	OpenPorchSF	EnclosedPorch	3SsnPorch	ScreenPorch	\
count	1460.000000	1460.000000	1460.000000	1460.000000	1460.000000	
mean	94.244521	46.660274	21.954110	3.409589	15.060959	
std	125.338794	66.256028	61.119149	29.317331	55.757415	
min	0.000000	0.000000	0.000000	0.000000	0.000000	
25%	0.000000	0.000000	0.000000	0.000000	0.000000	
50%	0.000000	25.000000	0.000000	0.000000	0.000000	
75%	168.000000	68.000000	0.000000	0.000000	0.000000	
max	857.000000	547.000000	552.000000	508.000000	480.000000	
	PoolArea	MiscVal	MoSold	YrSold	SalePrice	
count	1460.000000	1460.000000	1460.000000	1460.000000	1460.000000	
mean	2.758904	43.489041	6.321918	2007.815753	180921.195890	
std	40.177307	496.123024	2.703626	1.328095	79442.502883	
min	0.000000	0.000000	1.000000	2006.000000	34900.000000	
25%	0.000000	0.000000	5.000000	2007.000000	129975.000000	
50%	0.000000	0.000000	6.000000	2008.000000	163000.000000	
75%	0.000000	0.000000	8.000000	2009.000000	214000.000000	
max	738.000000	15500.000000	12.000000	2010.000000	755000.000000	

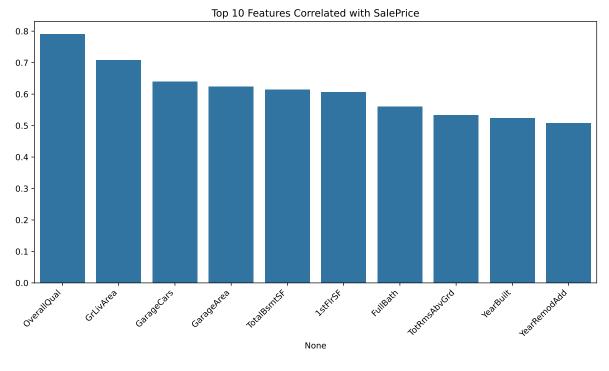
[8 rows x 38 columns]

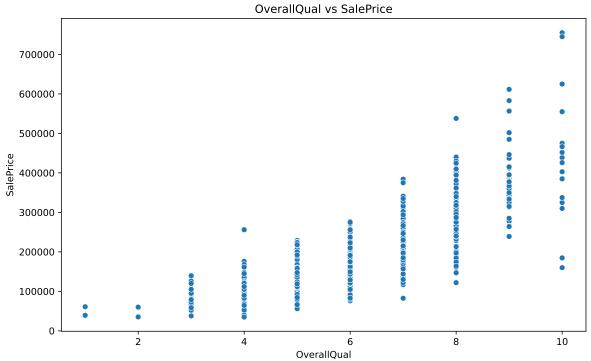












#### **Data Preprocessing**

```
def preprocess_data(df):
   # Handle missing values
    for col in df.columns:
        if df[col].dtype != "object":
            df[col] = df[col].fillna(df[col].median())
        else:
            df[col] = df[col].fillna(df[col].mode()[0])
    # Encode categorical variables
    le = LabelEncoder()
    for col in df.select_dtypes(include=["object"]).columns:
        df[col] = le.fit_transform(df[col].astype(str))
    return df
# Preprocess train and test data
X = preprocess_data(train.drop("SalePrice", axis=1))
y = np.log1p(
   train["SalePrice"]
) # Log transform the target variable to handle skewed distribution
test_processed = preprocess_data(test)
scaler = StandardScaler() # To standardize the features
X_scaled = scaler.fit_transform(X)
test_processed_scaled = scaler.transform(test_processed)
print("Processed data shape:", X.shape)
```

Processed data shape: (1460, 80)

#### **Model Training and Evaluation**

```
def train_and_evaluate(model, X, y, test_data, model_name):
    X_train, X_val, y_train, y_val = train_test_split(
        X, y, test_size=0.2, random_state=42
)
```

```
model.fit(X_train, y_train)
   train pred = model.predict(X train)
    val_pred = model.predict(X_val)
    train_mse = mean_squared_error(y_train, train_pred)
    train rmse = np.sqrt(train mse)
    train_mae = mean_absolute_error(y_train, train_pred)
    train_r2 = r2_score(y_train, train_pred)
    val_mse = mean_squared_error(y_val, val_pred)
   val_rmse = np.sqrt(val_mse)
   val_mae = mean_absolute_error(y_val, val_pred)
   val_r2 = r2_score(y_val, val_pred)
   print(f"{model_name} Results:")
   print(f"Train RMSE: {train_rmse:.4f}")
   print(f"Train MAE: {train mae:.4f}")
    print(f"Train R2 Score: {train_r2:.4f}")
    print(f"Validation RMSE: {val rmse:.4f}")
   print(f"Validation MAE: {val_mae:.4f}")
   print(f"Validation R2 Score: {val r2:.4f}")
    print("\n")
    return model, (y_train, train_pred, y_val, val_pred)
# Linear models
linear models = {
    "Linear Regression": LinearRegression(),
    "Ridge": Ridge(), # also known as L2 regularization
    "Lasso": Lasso(), # also known as L1 regularization
    "ElasticNet": ElasticNet(),
}
linear results = {}
for name, model in linear_models.items():
    linear_results[name] = train_and_evaluate(
        model, X_scaled, y, test_processed_scaled, name
# Lasso looks weird
# ElasticNet looks weird
```

Linear Regression Results:

Train RMSE: 0.1306
Train MAE: 0.0894
Train R2 Score: 0.8882
Validation RMSE: 0.1553
Validation MAE: 0.1061

Validation R2 Score: 0.8708

Ridge Results:

Train RMSE: 0.1306 Train MAE: 0.0894 Train R2 Score: 0.8881 Validation RMSE: 0.1553 Validation MAE: 0.1061

Validation R2 Score: 0.8708

Lasso Results: Train RMSE: 0.3904 Train MAE: 0.3034 Train R2 Score: 0.0000 Validation RMSE: 0.4332 Validation MAE: 0.3371

Validation R2 Score: -0.0058

ElasticNet Results: Train RMSE: 0.3904 Train MAE: 0.3034

Train R2 Score: 0.0000 Validation RMSE: 0.4332 Validation MAE: 0.3371

Validation R2 Score: -0.0058

Random Forest Results: Train RMSE: 0.0535

Train MAE: 0.0361

Train R2 Score: 0.9812 Validation RMSE: 0.1458 Validation MAE: 0.0986

Validation R2 Score: 0.8861

[LightGBM] [Info] Auto-choosing col-wise multi-threading, the overhead of testing was 0.0006. You can set `force\_col\_wise=true` to remove the overhead.

[LightGBM] [Info] Total Bins 3364

[LightGBM] [Info] Number of data points in the train set: 1168, number of used features: 73

[LightGBM] [Info] Start training from score 12.030658

LightGBM Results: Train RMSE: 0.0420 Train MAE: 0.0256

Train R2 Score: 0.9884 Validation RMSE: 0.1413 Validation MAE: 0.0934

Validation R2 Score: 0.8930

XGBoost Results: Train RMSE: 0.0050 Train MAE: 0.0035

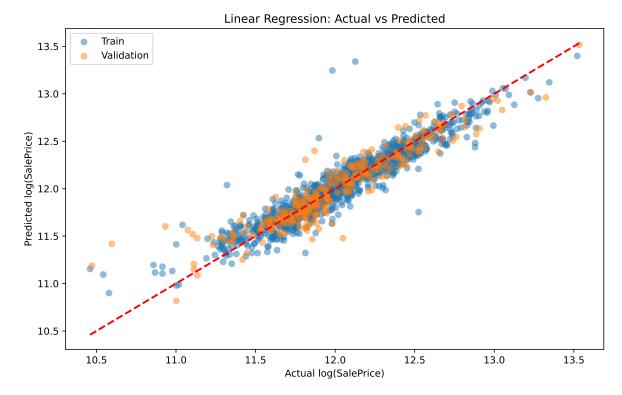
Train R2 Score: 0.9998 Validation RMSE: 0.1514

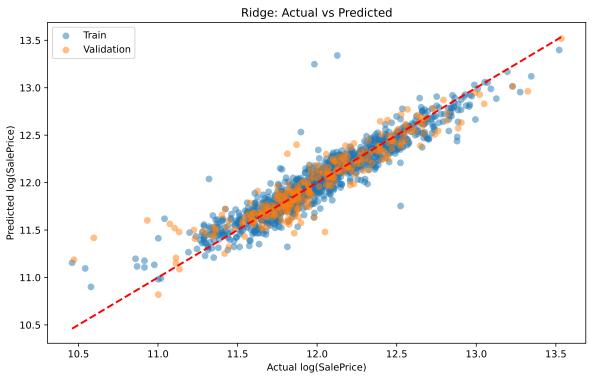
Validation MAE: 0.1022 Validation R2 Score: 0.8772

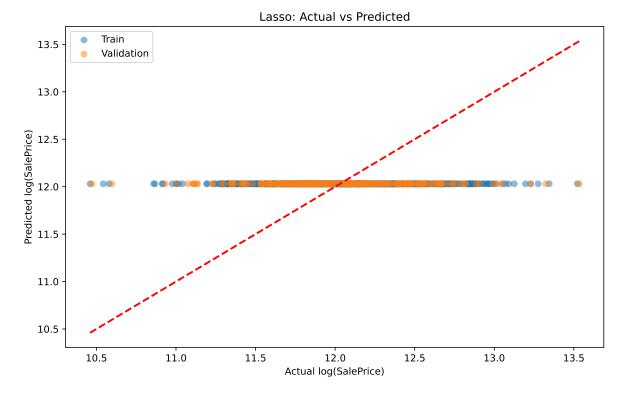
CatBoost Results: Train RMSE: 0.0322 Train MAE: 0.0246 Train R2 Score: 0.9932 Validation RMSE: 0.1329 Validation MAE: 0.0866 Validation R2 Score: 0.9053

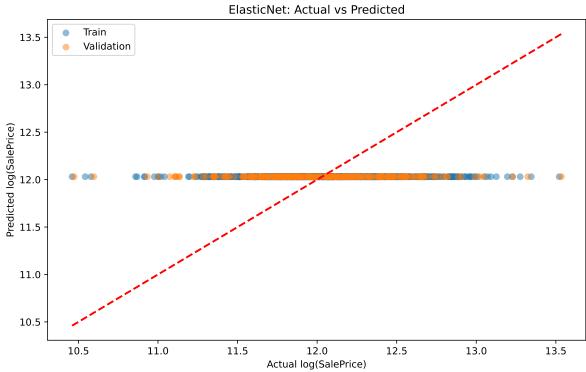
#### Model Performance Visualization

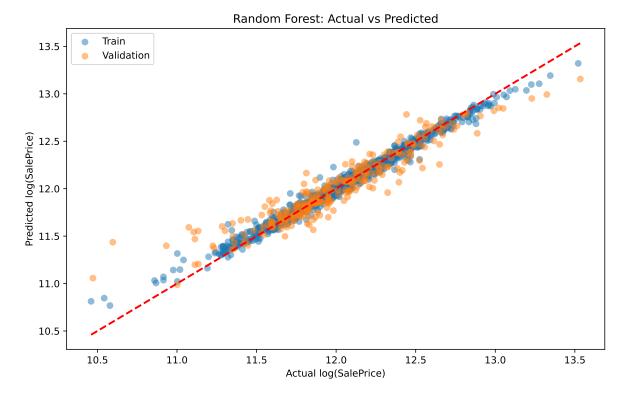
```
def plot_actual_vs_predicted(results, model_name):
   y_train, train_pred, y_val, val_pred = results
   plt.figure(figsize=(10, 6))
   plt.scatter(y_train, train_pred, alpha=0.5, label="Train")
   plt.scatter(y_val, val_pred, alpha=0.5, label="Validation")
   plt.plot([y.min(), y.max()], [y.min(), y.max()], "r--", lw=2)
   plt.xlabel("Actual log(SalePrice)")
   plt.ylabel("Predicted log(SalePrice)")
   plt.title(f"{model_name}: Actual vs Predicted")
   plt.legend()
   plt.show()
# Plot for each model
for name, (model, results) in linear_results.items():
    plot_actual_vs_predicted(results, name)
plot_actual_vs_predicted(rf_results, "Random Forest")
plot_actual_vs_predicted(lgb_results, "LightGBM")
plot_actual_vs_predicted(xgb_results, "XGBoost")
plot_actual_vs_predicted(cbt_results, "CatBoost")
```

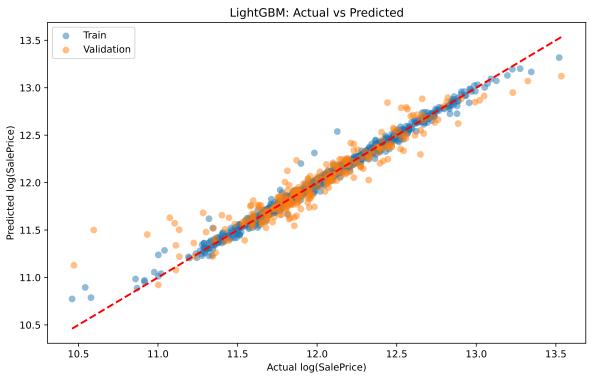


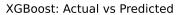


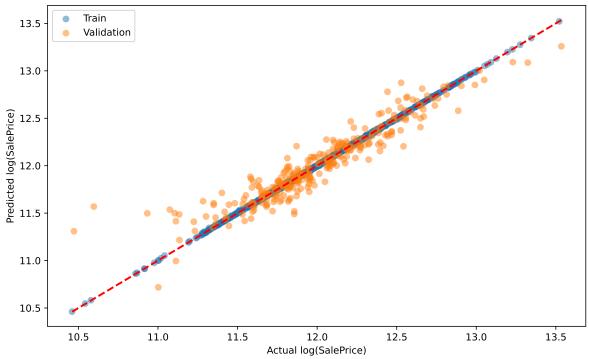




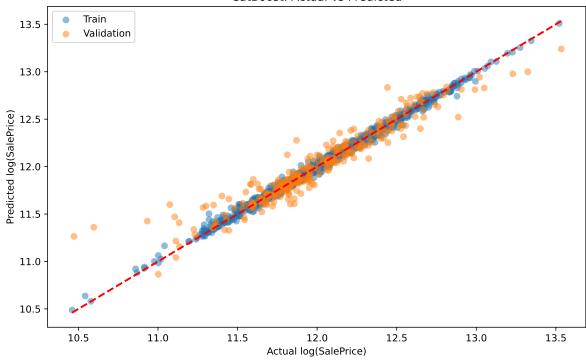






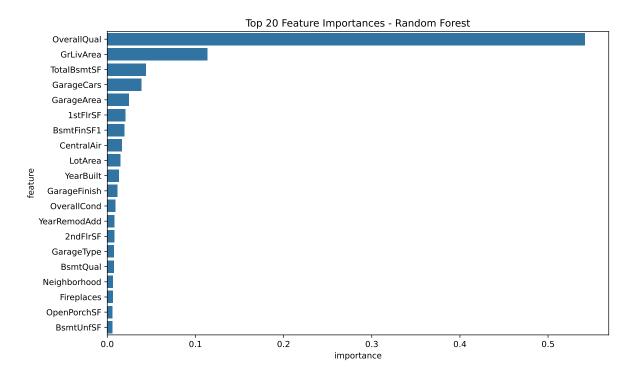


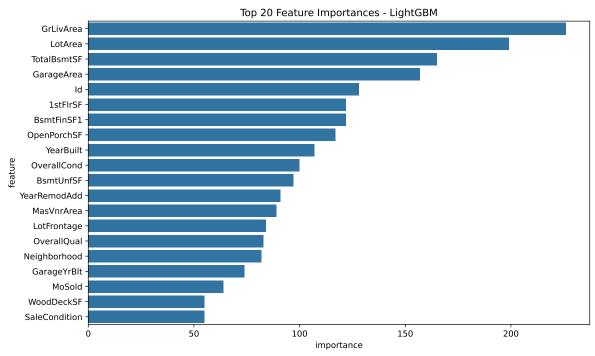
## CatBoost: Actual vs Predicted

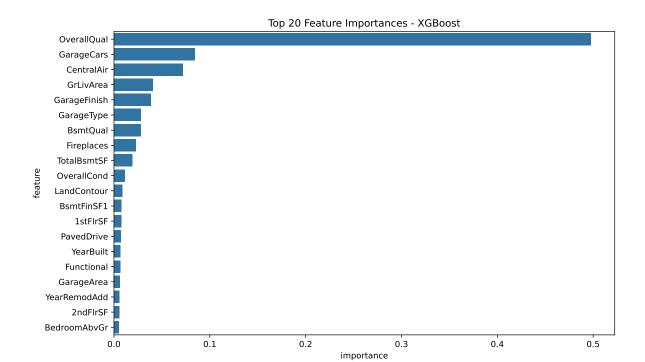


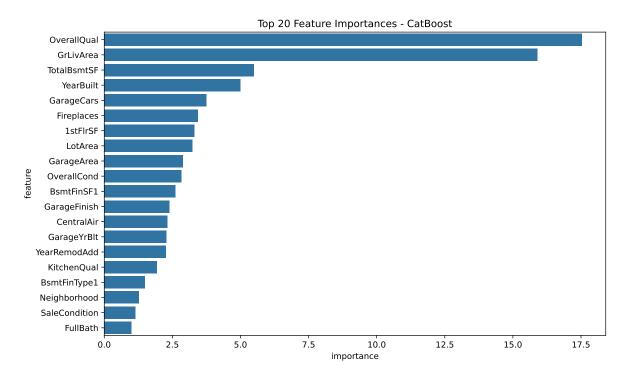
# **Feature Importance**

```
def plot_feature_importance(model, X, model_name):
    if hasattr(model, "feature_importances_"):
        importances = model.feature_importances_
    elif hasattr(model, "feature_importance"):
        importances = model.feature_importance()
    else:
        print(f"Feature importance not available for {model_name}")
        return
    feature_imp = pd.DataFrame({"feature": X.columns, "importance": importances})
    feature_imp = feature_imp.sort_values("importance", ascending=False).head(20)
   plt.figure(figsize=(10, 6))
    sns.barplot(x="importance", y="feature", data=feature_imp)
    plt.title(f"Top 20 Feature Importances - {model_name}")
    plt.tight_layout()
    plt.show()
plot_feature_importance(rf_trained, X, "Random Forest")
plot_feature_importance(lgb_trained, X, "LightGBM")
plot_feature_importance(xgb_trained, X, "XGBoost")
plot_feature_importance(cbt_trained, X, "CatBoost")
```









#### **Hyperparameter Tuning**

```
def tune_hyperparameters(model, param_grid, X, y, model_name):
    grid_search = GridSearchCV(
        estimator=model,
        param_grid=param_grid,
        scoring="neg_mean_squared_error",
        verbose=1,
        n_{jobs=-1},
    grid_search.fit(X, y)
    print(f"Best parameters for {model_name}:")
    print(grid_search.best_params_)
    print(f"Best RMSE: {np.sqrt(-grid_search.best_score_):.4f}")
    print("\n")
    return grid_search.best_estimator_
# Random Forest hyperparameter tuning
rf_param_grid = {
    "n_estimators": [100, 200],
    "max_depth": [None, 10],
    "min_samples_split": [2, 5],
}
rf_tuned = tune_hyperparameters(
    RandomForestRegressor(random state=42), rf param grid, X, y, "Random Forest"
)
# LightGBM hyperparameter tuning
lgb_param_grid = {
    "num_leaves": [31, 127],
    "learning rate": [0.01, 0.1],
    "n_estimators": [100, 200],
    "verbosity": [-1],
lgb_tuned = tune_hyperparameters(
    lgb.LGBMRegressor(random_state=42), lgb_param_grid, X, y, "LightGBM"
)
```

```
# XGBoost hyperparameter tuning
xgb_param_grid = {
    "max_depth": [3, 6],
    "learning_rate": [0.01, 0.1],
    "n_estimators": [100, 200],
}
xgb_tuned = tune_hyperparameters(
    xgb.XGBRegressor(random_state=42), xgb_param_grid, X, y, "XGBoost"
# CatBoost hyperparameter tuning
cbt_param_grid = {
    "depth": [6, 8],
    "learning_rate": [0.01, 0.1],
    "iterations": [100, 200],
}
cbt_tuned = tune_hyperparameters(
    cbt.CatBoostRegressor(random_state=42, verbose=False),
    cbt_param_grid,
   Х,
   у,
    "CatBoost",
Fitting 5 folds for each of 8 candidates, totalling 40 fits
Best parameters for Random Forest:
{'max_depth': None, 'min_samples_split': 5, 'n_estimators': 200}
Best RMSE: 0.1423
Fitting 5 folds for each of 8 candidates, totalling 40 fits
Best parameters for LightGBM:
{'learning_rate': 0.1, 'n_estimators': 100, 'num_leaves': 127, 'verbosity': -1}
Best RMSE: 0.1338
Fitting 5 folds for each of 8 candidates, totalling 40 fits
Best parameters for XGBoost:
{'learning_rate': 0.1, 'max_depth': 3, 'n_estimators': 200}
Best RMSE: 0.1271
```

```
Fitting 5 folds for each of 8 candidates, totalling 40 fits Best parameters for CatBoost: {'depth': 6, 'iterations': 200, 'learning_rate': 0.1} Best RMSE: 0.1248
```

#### **Final Model Evaluation**

```
print("Final Model Evaluation:")
rf_final, rf_final_results = train_and_evaluate(
    rf_tuned, X, y, test_processed, "Random Forest (Tuned)"
)
lgb_final, lgb_final_results = train_and_evaluate(
    lgb_tuned, X, y, test_processed, "LightGBM (Tuned)"
)
xgb_final, xgb_final_results = train_and_evaluate(
    xgb_tuned, X, y, test_processed, "XGBoost (Tuned)"
)
cbt_final, cbt_final_results = train_and_evaluate(
    cbt_tuned, X, y, test_processed, "CatBoost (Tuned)"
)

# Plot final model performances
plot_actual_vs_predicted(rf_final_results, "Random Forest (Tuned)")
plot_actual_vs_predicted(xgb_final_results, "LightGBM (Tuned)")
plot_actual_vs_predicted(xgb_final_results, "XGBoost (Tuned)")
plot_actual_vs_predicted(cbt_final_results, "CatBoost (Tuned)")
```

Final Model Evaluation: Random Forest (Tuned) Results: Train RMSE: 0.0597

Train MAE: 0.0395
Train R2 Score: 0.9766
Validation RMSE: 0.1463
Validation MAE: 0.0984
Validation R2 Score: 0.8853

LightGBM (Tuned) Results: Train RMSE: 0.0381

Train MAE: 0.0192

Train R2 Score: 0.9905 Validation RMSE: 0.1410 Validation MAE: 0.0921

Validation R2 Score: 0.8935

XGBoost (Tuned) Results:

Train RMSE: 0.0622 Train MAE: 0.0456

Train R2 Score: 0.9746 Validation RMSE: 0.1372 Validation MAE: 0.0919

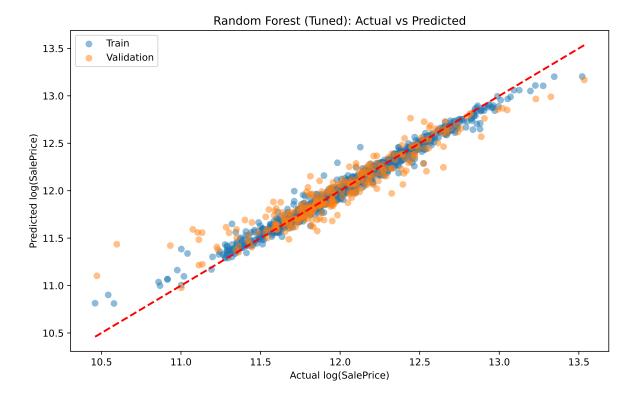
Validation R2 Score: 0.8991

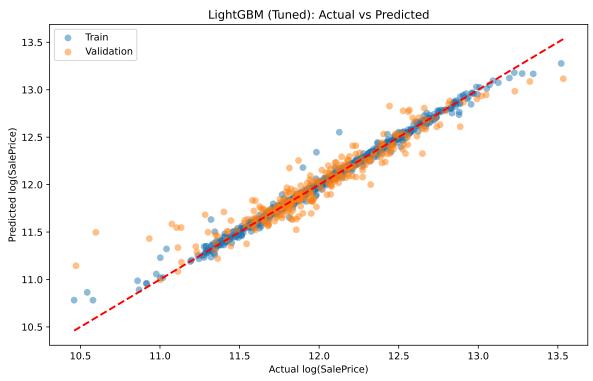
CatBoost (Tuned) Results:

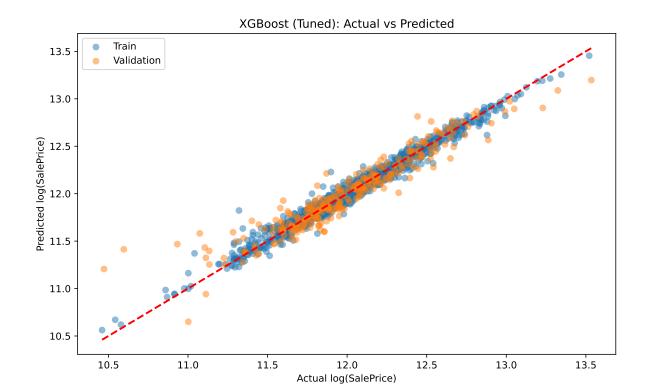
Train RMSE: 0.0606 Train MAE: 0.0450

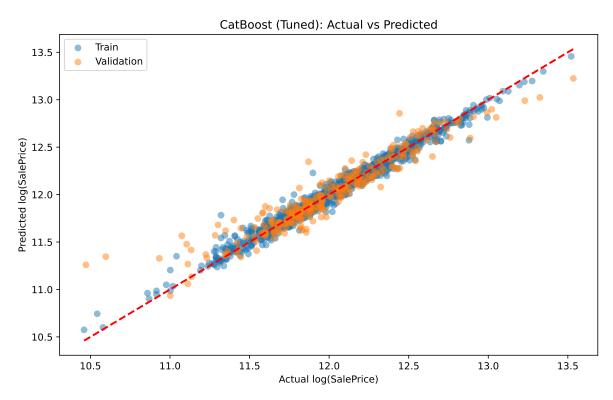
Train R2 Score: 0.9759 Validation RMSE: 0.1334 Validation MAE: 0.0871

Validation R2 Score: 0.9047







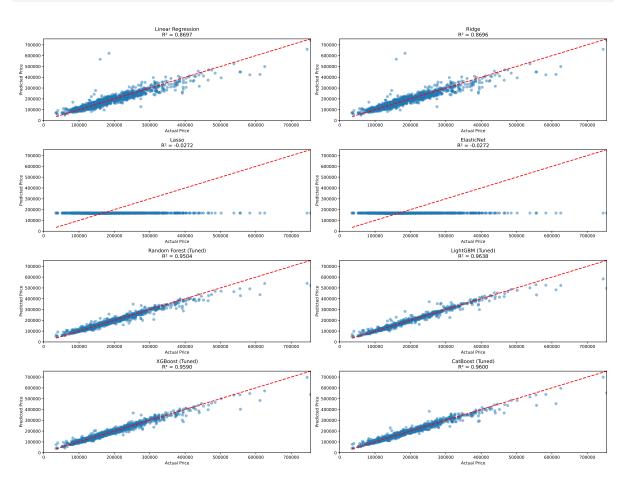


# **Actual vs Predicted Price Comparison**

```
import matplotlib.pyplot as plt
from sklearn.metrics import r2_score
def plot_actual_vs_predicted_all_models(models_results, figsize=(20, 15)):
    n_models = len(models_results)
    fig, axes = plt.subplots(nrows=(n_models + 1) // 2, ncols=2, figsize=figsize)
    axes = axes.flatten()
    for i, (model name, results) in enumerate(models results.items()):
        y_true, y_pred = results
        # Convert from log scale back to original scale
        y_true_orig = np.expm1(y_true)
        y_pred_orig = np.expm1(y_pred)
        ax = axes[i]
        ax.scatter(y_true_orig, y_pred_orig, alpha=0.5)
        ax.plot(
            [y_true_orig.min(), y_true_orig.max()],
            [y_true_orig.min(), y_true_orig.max()],
            "r--",
            lw=2,
        )
        ax.set_xlabel("Actual Price")
        ax.set_ylabel("Predicted Price")
        ax.set_title(f"{model_name}\nR2 = {r2_score(y_true_orig, y_pred_orig):.4f}")
        # Set axis limits
        ax.set_xlim(0, max(y_true_orig.max(), y_pred_orig.max()))
        ax.set_ylim(0, max(y_true_orig.max(), y_pred_orig.max()))
    # Remove any unused subplots
    for j in range(i + 1, len(axes)):
        fig.delaxes(axes[j])
   plt.tight_layout()
    plt.show()
```

```
# Prepare results for all models
all_models_results = {
    "Linear Regression": (y, linear_results["Linear Regression"][0].predict(X_scaled)),
    "Ridge": (y, linear_results["Ridge"][0].predict(X_scaled)),
    "Lasso": (y, linear_results["Lasso"][0].predict(X_scaled)),
    "ElasticNet": (y, linear_results["ElasticNet"][0].predict(X_scaled)),
    "Random Forest (Tuned)": (y, rf_final.predict(X)),
    "LightGBM (Tuned)": (y, lgb_final.predict(X)),
    "XGBoost (Tuned)": (y, xgb_final.predict(X)),
    "CatBoost (Tuned)": (y, cbt_final.predict(X)),
}

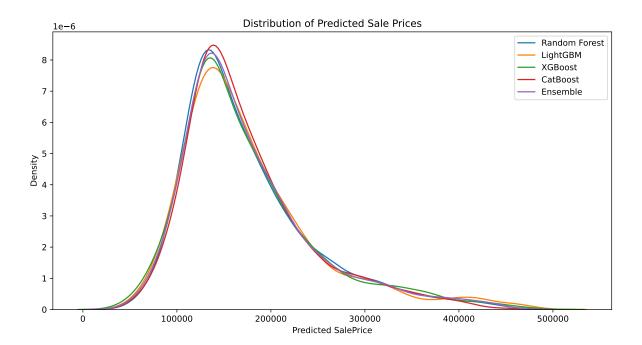
# Plot actual vs predicted for all models
plot_actual_vs_predicted_all_models(all_models_results)
```



#### **Predictions on Test Data**

```
def make predictions (model, test data):
   predictions = model.predict(test_data)
    return np.expm1(predictions) # Inverse log transform
# Make individual model predictions
rf_predictions = make_predictions(rf_final, test_processed)
lgb_predictions = make_predictions(lgb_final, test_processed)
xgb_predictions = make_predictions(xgb_final, test_processed)
cbt_predictions = make_predictions(cbt_final, test_processed)
# Ensemble predictions (simple average)
ensemble_predictions = (
   rf_predictions + lgb_predictions + xgb_predictions + cbt_predictions
# Plot distribution of predictions
plt.figure(figsize=(12, 6))
sns.kdeplot(rf_predictions, label="Random Forest")
sns.kdeplot(lgb_predictions, label="LightGBM")
sns.kdeplot(xgb_predictions, label="XGBoost")
sns.kdeplot(cbt_predictions, label="CatBoost")
sns.kdeplot(ensemble_predictions, label="Ensemble")
plt.xlabel("Predicted SalePrice")
plt.ylabel("Density")
plt.title("Distribution of Predicted Sale Prices")
plt.legend()
plt.show()
# Create submission file using the ensemble predictions
submission_ensemble = pd.DataFrame(
    {"Id": test["Id"], "SalePrice": ensemble_predictions}
submission_ensemble.to_csv("submission_ensemble.csv", index=False)
print("Submission file created successfully.")
submission_ensemble.head()
submission_rf = pd.DataFrame({"Id": test["Id"], "SalePrice": rf_predictions})
submission_rf.to_csv("submission_rf.csv", index=False)
```

```
submission_rf.head()
submission_lgb = pd.DataFrame({"Id": test["Id"], "SalePrice": lgb_predictions})
submission_lgb.to_csv("submission_lgb.csv", index=False)
submission_lgb.head()
submission_xgb = pd.DataFrame({"Id": test["Id"], "SalePrice": xgb_predictions})
submission_xgb.to_csv("submission_xgb.csv", index=False)
submission_xgb.head()
submission_cbt = pd.DataFrame({"Id": test["Id"], "SalePrice": cbt_predictions})
submission_cbt.to_csv("submission_cbt.csv", index=False)
submission_cbt.to_csv("submission_cbt.csv", index=False)
submission_cbt.head()
```



Submission file created successfully.

	Id	SalePrice
0	1461	123614.945579
1	1462	159661.736074
2	1463	178848.784997
3	1464	184858.933616

	Id	SalePrice
4	1465	189985.994257

#### Model Comparison and Best Model Selection

```
from sklearn.metrics import mean_squared_error, mean_absolute_error, r2_score
def evaluate_model(y_true, y_pred, model_name):
    mse = mean_squared_error(y_true, y_pred)
   rmse = np.sqrt(mse)
   mae = mean_absolute_error(y_true, y_pred)
   r2 = r2_score(y_true, y_pred)
    return {"Model": model_name, "RMSE": rmse, "MAE": mae, "R2": r2}
# Prepare results for all models
model_results = []
for model_name, (y_true, y_pred) in all_models_results.items():
    model_results.append(evaluate_model(np.expm1(y_true), np.expm1(y_pred), model_name))
# Convert results to DataFrame for easy comparison
results_df = pd.DataFrame(model_results)
results_df = results_df.sort_values("RMSE")
print("Model Performance Comparison:")
print(results_df)
# Identify the best model based on RMSE
best_model = results_df.iloc[0]
print("\nBest Performing Model:")
print(f"Model: {best_model['Model']}")
print(f"RMSE: {best_model['RMSE']:.4f}")
print(f"MAE: {best model['MAE']:.4f}")
print(f"R2 Score: {best_model['R2']:.4f}")
# Visualize model performance comparison
plt.figure(figsize=(12, 6))
sns.barplot(x="Model", y="RMSE", data=results_df)
plt.title("Model Performance Comparison (RMSE)")
```

```
plt.xticks(rotation=45, ha="right")
plt.tight_layout()
plt.show()
# Feature importance of the best model
best_model_name = best_model["Model"]
if best_model_name in [
    "Random Forest (Tuned)",
    "LightGBM (Tuned)",
    "XGBoost (Tuned)",
    "CatBoost (Tuned)",
]:
    model_name_map = {
        "Random Forest (Tuned)": rf_final,
        "LightGBM (Tuned)": lgb_final,
        "XGBoost (Tuned)": xgb_final,
        "CatBoost (Tuned)": cbt_final,
    }
    best_model_object = model_name_map[best_model_name]
    plot_feature_importance(best_model_object, X, best_model_name)
else:
    print(f"Feature importance not available for {best_model_name}")
# Residual analysis for the best model
y_true = np.expm1(y)
y_pred = np.expm1(all_models_results[best_model_name][1])
residuals = y_true - y_pred
plt.figure(figsize=(12, 6))
plt.scatter(y_pred, residuals, alpha=0.5)
plt.xlabel("Predicted Price")
plt.ylabel("Residuals")
plt.title(f"Residual Plot for {best_model_name}")
plt.axhline(y=0, color="r", linestyle="--")
plt.tight_layout()
plt.show()
# Distribution of residuals
plt.figure(figsize=(12, 6))
sns.histplot(residuals, kde=True)
plt.xlabel("Residuals")
plt.ylabel("Frequency")
```

```
plt.title(f"Distribution of Residuals for {best_model_name}")
plt.tight_layout()
plt.show()

print("\nModel Analytics:")
print(f"1. The best performing model is {best_model_name} based on RMSE.")
print(
    f"2. This model explains {best_model['R2']:.2%} of the variance in the target variable."
)
print(
    f"3. On average, this model's predictions deviate from the actual prices by ${best_model}
)
print(
    "4. The residual plot and distribution can help identify any patterns in the model's err.)
print(
    "5. Feature importance plot shows which features are most influential in the model's predictions.)
```

#### Model Performance Comparison:

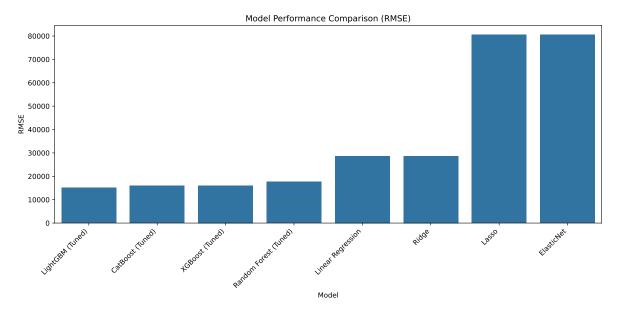
	Model	RMSE	MAE	R2
5	LightGBM (Tuned)	15110.314189	6191.016792	0.963797
7	CatBoost (Tuned)	15878.735704	9573.044451	0.960022
6	XGBoost (Tuned)	16082.677926	9731.326948	0.958988
4	Random Forest (Tuned)	17689.051733	9273.214268	0.950386
0	Linear Regression	28668.601875	16544.456320	0.869682
1	Ridge	28677.453861	16544.187325	0.869601
2	Lasso	80488.555134	55668.344525	-0.027212
3	ElasticNet	80488.555134	55668.344525	-0.027212

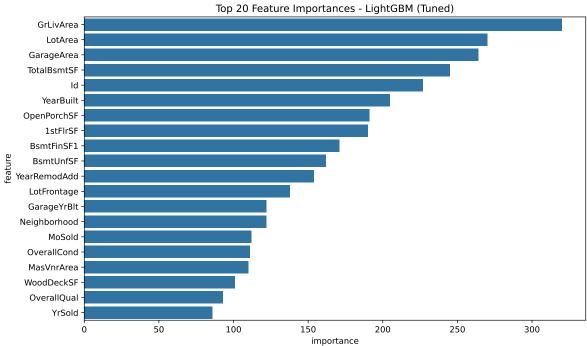
Best Performing Model:
Model: LightGBM (Tuned)

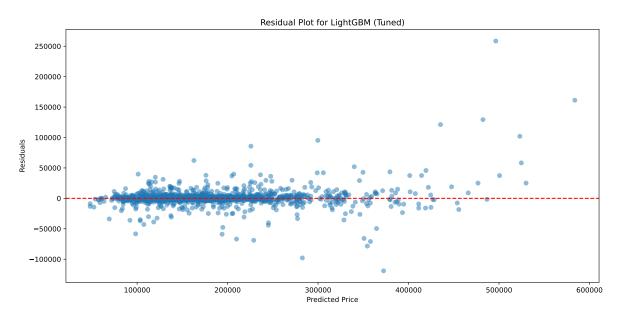
RMSE: 15110.3142 MAE: 6191.0168 R2 Score: 0.9638

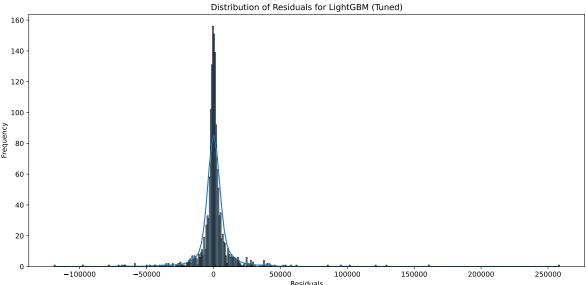
#### Model Analytics:

- 1. The best performing model is LightGBM (Tuned) based on RMSE.
- 2. This model explains 96.38% of the variance in the target variable.
- 3. On average, this model's predictions deviate from the actual prices by \$6191.02.
- 4. The residual plot and distribution can help identify any patterns in the model's errors.
- 5. Feature importance plot shows which features are most influential in the model's prediction









## Conclusion

This notebook implements a comprehensive approach to the House Prices regression task, including:

- 1. Exploratory Data Analysis (EDA) to understand the dataset
- 2. Data preprocessing, including handling missing values and encoding categorical variables by using LabelEncoder

- 3. Implementation of both basic (linear) and advanced (tree-based) regression models like LinearRegression, Ridge, Lasso, ElasticNet, RandomForestRegressor, LightGBM, XG-Boost, and CatBoost
- 4. Visualization of model performance and feature importance using scatter plots and heatmaps
- 5. Hyperparameter tuning to optimize model performance using GridSearchCV
- 6. Final model evaluation and ensemble prediction using the average of all models

Key observations: 1. The log transformation of the target variable (SalePrice) helped to handle its skewed distribution. 2. Advanced models (Random Forest, LightGBM, XGBoost, CatBoost) generally outperformed linear models. 3. Feature importance analysis revealed key predictors of house prices, which align with domain knowledge. 4. Hyperparameter tuning improved the performance of all models. 5. The ensemble of tuned models provides a robust final prediction.

Areas for further improvement: 1. More extensive feature engineering, such as creating interaction terms or domain-specific features. 2. Experimenting with more advanced ensemble methods, such as stacking. 3. Deeper analysis of residuals to identify patterns in prediction errors and potential outliers. 4. Consideration of model interpretability for stakeholder communication. 5. Using more advanced preprocessing techniques like OneHotEncoder for categorical variables. 6. Using SHAP values to explain the predictions of the final model. 7. Using Bayesian Optimization to tune hyperparameters.