```
import pandas as pd
import numpy as np
import seaborn as sns
df=pd.read_csv(r"C:\Users\HP\Downloads\insurance.csv")
df.head()
```

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

```
In [2]: df.info()
```

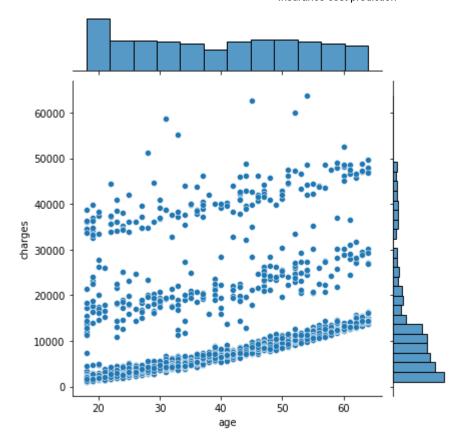
```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 1338 entries, 0 to 1337
Data columns (total 7 columns):
 #
     Column
               Non-Null Count Dtype
               1338 non-null
                               int64
 0
     age
               1338 non-null
                               object
 1
     sex
 2
     bmi
               1338 non-null
                               float64
 3
     children 1338 non-null
                               int64
 4
     smoker
               1338 non-null
                               object
 5
               1338 non-null
                               object
     region
 6
               1338 non-null
                               float64
     charges
dtypes: float64(2), int64(2), object(3)
memory usage: 57.6+ KB
```

In [3]: df.describe()

Out[3]:		age	bmi	children	charges
	count	1338.000000	1338.000000	1338.000000	1338.000000
	mean	39.207025	30.663397	1.094918	13270.422265
	std	14.049960	6.098187	1.205493	12110.011237
	min	18.000000	15.960000	0.000000	1121.873900
	25%	27.000000	26.296250	0.000000	4740.287150
	50%	39.000000	30.400000	1.000000	9382.033000
	75%	51.000000	34.693750	2.000000	16639.912515
	max	64.000000	53.130000	5.000000	63770.428010

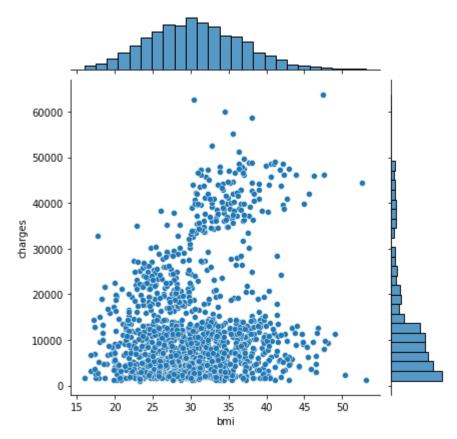
```
In [4]: sns.jointplot(x='age', y='charges',data=df)
```

Out[4]: <seaborn.axisgrid.JointGrid at 0x1ac541f0>



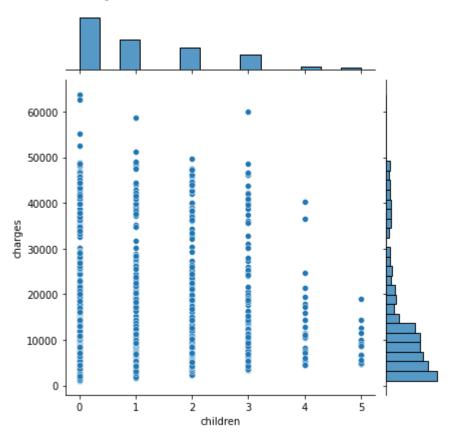
In [5]: sns.jointplot(x='bmi', y='charges',data=df)

Out[5]: <seaborn.axisgrid.JointGrid at 0x106df958>



In [6]: sns.jointplot(x='children', y='charges',data=df)

Out[6]: <seaborn.axisgrid.JointGrid at 0x1070ea18>



```
df['sex'] = pd.get_dummies(df['sex'])
 In [7]:
           df['smoker'] = pd.get_dummies(df['smoker'])
 In [8]:
           from sklearn.preprocessing import LabelEncoder
 In [9]:
           label_encoder = LabelEncoder()
           df['region']= label_encoder.fit_transform(df['region'])
In [10]:
           df.head()
Out[10]:
             age sex
                        bmi children smoker region
                                                         charges
          0
              19
                   1 27.900
                                                     16884.92400
              18
                   0 33.770
                                                      1725.55230
              28
                   0 33.000
                                                      4449.46200
              33
                   0 22.705
                                                     21984.47061
              32
                   0 28.880
                                                      3866.85520
In [17]:
           x = df.drop('charges', axis=1)
           y = df['charges']
           import statsmodels.api as sm
In [12]:
```

x_cons = sm.add_constant(x)

In [14]:

```
Insurance cost prediction
            x_cons.head()
In [15]:
Out[15]:
                                   bmi children smoker region
               const age
                           sex
           0
                 1.0
                       19
                              1 27.900
                                                0
                                                         0
                                                                 3
           1
                 1.0
                       18
                              0
                                33.770
                                                1
                                                         1
                                                                 2
           2
                                                                  2
                 1.0
                       28
                                33.000
                                                3
                                                         1
                                22.705
           3
                 1.0
                       33
                              0
                                                0
                                                         1
                                                                  1
           4
                 1.0
                       32
                              0
                                28.880
                                                0
                                                         1
                                                                  1
            x_sm = sm.OLS(y,x_cons).fit()
In [18]:
            x sm.summary()
In [19]:
                                  OLS Regression Results
Out[19]:
               Dep. Variable:
                                        charges
                                                       R-squared:
                                                                        0.751
                      Model:
                                           OLS
                                                   Adj. R-squared:
                                                                        0.750
                     Method:
                                  Least Squares
                                                       F-statistic:
                                                                        668.1
                        Date: Thu, 19 Nov 2020
                                                                         0.00
                                                Prob (F-statistic):
                       Time:
                                       21:04:01
                                                  Log-Likelihood:
                                                                      -13548.
           No. Observations:
                                          1338
                                                             AIC: 2.711e+04
                Df Residuals:
                                          1331
                                                             BIC: 2.715e+04
                   Df Model:
                                              6
             Covariance Type:
                                     nonrobust
                            coef
                                    std err
                                                               [0.025
                                                                          0.975]
                                                  t P>|t|
                      1.187e+04
                                  1009.703
                                             11.760 0.000
                                                             9893.088
                                                                        1.39e+04
              const
                                             21.647 0.000
                age
                       257.2881
                                    11.886
                                                              233.971
                                                                         280.605
                       131.1106
                                   332.811
                                              0.394 0.694
                                                              -521.780
                                                                         784.001
                sex
               bmi
                       332.5701
                                    27.722
                                             11.997 0.000
                                                              278.186
                                                                         386.954
           children
                       479.3694
                                   137.644
                                              3.483 0.001
                                                              209.346
                                                                         749.393
            smoker
                     -2.382e+04
                                   411.843
                                           -57.839
                                                     0.000
                                                            -2.46e+04
                                                                        -2.3e+04
             region
                       -353.6400
                                   151.927
                                             -2.328 0.020
                                                             -651.682
                                                                         -55.598
```

Prob(Omnibus):

Omnibus: 299.003

Skew:

Kurtosis:

0.000

1.207

5.642

Durbin-Watson:

Jarque-Bera (JB):

Cond. No.

2.088

316.

713.975

Prob(JB): 9.17e-156

```
Notes:
         [1] Standard Errors assume that the covariance matrix of the errors is correctly specified.
          from sklearn.model selection import train test split
In [20]:
          x_train, x_test, y_train, y_test = train_test_split(x, y, test_size=0.2, random_state=0
In [21]:
In [22]:
          print(x_train.shape, x_test.shape, y_train.shape, y_test.shape)
          (1070, 6) (268, 6) (1070,) (268,)
          from sklearn.linear model import LinearRegression
In [23]:
          lr = LinearRegression().fit(x,y)
In [24]:
          y_test_pred = lr.predict(x_test)
In [25]:
          y train pred = lr.predict(x train)
In [26]:
          from sklearn.metrics import r2_score, mean_squared_error
In [27]:
In [28]:
          r2_score(y_test, y_test_pred)
Out[28]: 0.8012066600423946
          r2_score(y_train, y_train_pred)
In [29]:
Out[29]: 0.7366647054302722
In [30]:
          from sklearn.linear model import Lasso
          from sklearn import preprocessing
In [31]:
          scaler = preprocessing.StandardScaler().fit(x train)
In [32]:
          x train s = scaler.transform(x train)
          x_test_s = scaler.transform(x_test)
          lr_las = Lasso(alpha = 0.4)
In [33]:
          lr_las.fit(x_train_s, y_train)
In [34]:
Out[34]: Lasso(alpha=0.4)
          r2_score(y_test, lr_las.predict(x_test_s))
In [35]:
Out[35]: 0.7998662953803359
          from sklearn.linear_model import SGDRegressor
In [36]:
```

Out[37]: SGDRegressor()

lm_sgd

In [37]:

lm sgd = SGDRegressor()

```
In [38]:
          lm_sgd.fit(x_train_s, y_train)
Out[38]: SGDRegressor()
In [39]:
          lm_sgd.coef_
         array([ 3626.75329112,
                                    44.46570878,
                                                  2039.67251463,
                                                                   533.51336301,
Out[39]:
                 -9521.98921599,
                                 -277.5422736 ])
          r2_score(y_test, lm_sgd.predict(x_test_s))
In [40]:
Out[40]: 0.8000146853583883
In [41]:
          from sklearn import tree
          regtree = tree.DecisionTreeRegressor()
In [42]:
          regtree.fit(x_train, y_train)
In [43]:
Out[43]: DecisionTreeRegressor()
In [44]:
          y_train_pred = regtree.predict(x_train)
          y_test_pred = regtree.predict(x_test)
In [45]:
In [46]:
          mean_squared_error(y_test, y_test_pred)
         51553290.25653334
Out[46]:
In [47]:
          r2_score(y_test, y_test_pred)
Out[47]: 0.6760302742221833
In [48]:
          r2_score(y_train, y_train_pred)
Out[48]: 0.9982963931606104
          from sklearn.ensemble import RandomForestRegressor
In [49]:
          regtree = tree.DecisionTreeRegressor()
In [50]:
          rf reg = RandomForestRegressor(n estimators=50,n jobs=-1 ,random state=42)
In [51]:
In [52]:
          rf_reg.fit(x_train, y_train)
         RandomForestRegressor(n_estimators=50, n_jobs=-1, random_state=42)
Out[52]:
          mean_squared_error(y_test, rf_reg.predict(x_test))
In [53]:
Out[53]: 20008345.623353824
In [54]:
          r2_score(y_train, rf_reg.predict(x_train))
```

```
Out[54]: 0.9730862438086345
          r2_score(y_test, rf_reg.predict(x_test))
In [55]:
         0.8742641214050496
Out[55]:
In [56]:
          from sklearn.ensemble import GradientBoostingRegressor
In [57]:
          gbc_reg = GradientBoostingRegressor()
In [58]:
          gbc_reg.fit(x_train, y_train)
Out[58]: GradientBoostingRegressor()
          r2_score(y_test, gbc_reg.predict(x_test))
In [59]:
Out[59]:
         0.89815294289773
          r2_score(y_train, gbc_reg.predict(x_train))
In [60]:
Out[60]: 0.897352642499688
          from sklearn.ensemble import AdaBoostRegressor
In [61]:
          ada_reg = AdaBoostRegressor(learning_rate = 0.02, n_estimators = 5000)
In [62]:
In [63]:
          ada_reg.fit(x_train, y_train)
Out[63]: AdaBoostRegressor(learning_rate=0.02, n_estimators=5000)
          r2_score(y_train, ada_reg.predict(x_train))
In [64]:
Out[64]: 0.8333118910804627
          r2_score(y_test, ada_reg.predict(x_test))
In [65]:
         0.869906245310401
Out[65]:
 In [ ]:
```