CHAPTER I: INTRODUCTION

1.1 Predictive Analytics

Predictive analytics is the use of advanced analytic techniques that leverage historical data to uncover real-time insights and to predict future events. The use of predictive analytics is a key milestone on your analytics journey - a point of confluence where classical statistical analysis meets the new world of Artificial Intelligence (AI).

- Growing volumes and types of data, and more interest in using data to produce valuable insights.
- Faster, cheaper computers.
- Easier-to-use software.
- Tougher economic conditions and a need for competitive differentiation.

Any industry can use predictive analytics to reduce risks, optimize operations and increase revenue. With predictive analytics, you can go beyond learning what happened and why to discovering insights about the future.

1.2 OVERVIEW

House price index represents the summarized price changes of residential housing. While for a single family house price predication, it needs more accurate method based on location, house type, size and some other factors which could affect house demand and supply. With limited dataset and data features, a practical and composite data pre-processing, creative feature engineering method is examined in this paper.

The dataset consists of samples collected from IIM, Bangalore. The paper proposes a random forest and boosting model to predict individual house price.

Chapter II: Gathering Data

2.1 Data description:

Pune is IT capital of India. Every software engineer from India wanted to work in this city. So many apartments has rented.

I wanted to predict rent for both.

- 1. for owner who wanted to rent their home/ apartment
- 2. for customers who wanted to find home on rent

My aim is that predict home rent price on given data. This dataset has 10884 rows and 30 columns.

*	bedroom ‡	bathrooms ‡	area	furnishing ‡	avalable_for	address	floor_number [‡]	facing [‡]	floor_type	gate_community ÷	corner_pro
1	2	2	1050.00	Unfurnished	All	Sadguru hights, Pingale Wasti, , Pune, Maharashtra	5	West	Marble	Yes	No
2	2	2	760.0	Unfurnished	All	Manav Silver Springs, Wagholi, , Pune, Maharashtra	5	East	Vitrified	Yes	Yes
3	3	3	0.0	Semifurnished	All	Saarrthi Souvenir, Mahalunge, , Pune, Maharashtra	1	South-West	Vitrified	Yes	No
4	1	1	628.00	Furnished	Family Only	Dhan Residency, Wanowrie, , Pune, Maharashtra	3	East	Mosaic	Yes	No
5	2	2	668.00	Semifurnished	Family , Bachelors (Men Only)	Saptsiddhi Savali Homes, Uruli Devachi, , Pune, Maharashtra	6	South	Polished concrete	Yes	Yes
6	2	2	950.00	Semifurnished	Family Only	Vimal Apartment, Baner, , Pune, Maharashtra	1	No Direction	Ceramic	No	No
7	3	3	1530.00	Semifurnished	Family Only	Atul Westernhills, Baner-Sus, , Pune, Maharashtra	2	East	Vitrified	Yes	No
8	2	2	900.00	Unfurnished	All	SRK Herambh, Pashan-Sus Road, , Pune, Maharashtra	1	No Direction	Not provided	No	No
9	3	3	0.0	Semifurnished	Family Only	Tuscan Estate Signature Meadows, Kharadi, , Pune, Maharas	7	North	Not provided	Yes	No
10	3	3	1400.0	Unfurnished	All	Magarpatta City Roystonea, Magarpatta, , Pune, Maharashtra	2	North-West	Vitrified	Yes	No
11	2	2	0.0	Semifurnished	Family Only	On Request, Bibwewadi Kondhwa Road, , Pune, Maharashtra	3	South-East	Not provided	Yes	No
12	2	2	1000.0	Unfurnished	All	Supriya Gardens, Aundh, , Pune, Maharashtra	2	North-East	Mosaic	Yes	Yes
13	3	3	1500.00	Semifurnished	All	Erande Arora Residency, Kharadi, , Pune, Maharashtra	1	East	Not provided	Yes	No
14	2	2	0.0	Unfurnished	All	SBM West Wind Park, Hinjewadi, , Pune, Maharashtra	2	No Direction	Not provided	No	No
15	1	1	0.0	Unfurnished	Family Only	On Request, Bibwewadi, , Pune, Maharashtra	0	West	Not provided	No	No
16	1	1	0.0	Unfurnished	Family Only	Sai vilasita Apartment wakad, Bhumkar Nagar, , Pune, Mahar	1	No Direction	Not provided	Yes	No
17	1	1	0.0	Unfurnished	All	maurya housing society, Pimpri Chinchwad, , Pune, Maharas	1	No Direction	Not provided	Yes	No
18	1	1	445.0	Semifurnished	All	Puraniks Aldea, Baner, , Pune, Maharashtra	1	East	Vitrified	Yes	No
19	2	2	836.00	Unfurnished	All	Anita Residency, Katraj Kondhwa Road, , Pune, Maharashtra	8	North-East	Not provided	Yes	Yes
20	1	2	590.00	Semifurnished	Family Only	Geeta Golden Palms, Bhukum, , Pune, Maharashtra	6	No Direction	Ceramic	Yes	No
11	3	3	1350.00	Semifurnished	Family Only	Paranjape Blue Ridge, Hinjewadi, , Pune, Maharashtra	1	No Direction	Vitrified	Yes	No

This data frame contains the following columns:

Bedroom

count of bedrooms

Bathrooms

count of bathrooms

Area

area of the property in sq.feet

Furnishing

furnishing status of the house (Furnished, Semifurnished, Unfurnished)

Available_for

to whom the property is available for:- family, men, female, bachelors

Address

destination of location

Floor_ number

floor number of apartment

Facing

direction of door (this is due to India has spiritual background & facing of our house is matter)

Floor_type

types of floor material used ex. marble etc.

Gate_community

date security available or not (Yes, No)

Corner_ pro

corner property column indicate is property belongs to corner location (Yes, No)

Parking

how much vehicles can park

Wheelchairadption

wheel chair adaption facility available or not (Yes, None)

Petfacility

pet facility available or not (Yes, None)

AggDur

agreement duration in month/year

NoticeDur

duration of notice period in month/year

Lightbill

bill separated for included or not (1 - Yes, 0 - No)

Powerbackup

power backup facility count

Propertyage

age of property in years

No room

availability of no rooms(1 - Yes, 0 - No)

Pooja_room

separate room for pooja(1 - Yes, 0 - No)

Study_room

availability of study room(1 - Yes, 0 - No)

Others

number of other rooms (1 - Yes, 0 - No)

Servant_room

separate room for servants(1 - Yes, 0 - No)

Store_room

separate room to store items(1 - Yes, 0 - No)

Maintenance amt

charges for maintenance

Brok_amt

brokerage charges amount

Deposit_amt

deposit amount for house

Mnt_amt

maintanence charges

Rent

rent of the house in INR

The "Rent" is the response variable. Other above variables are predictor variables.

2.2 Data understanding

After loading the data, it's a good practice to see if there are any missing values in the data.

```
> ### To check whether dataset contains missing values or not
> if(is.na(rent_data)){
+    print("Missing values")
+ } else {
+    print("No missing values")
+ }
[1] "No missing values"
```

The above output shows that the dataset has no missing value.

This module explains data understanding. This dataset consist of different columns. Each and every columns we should find the summary() function. This function is used to calculate the average value and determine the maximum, minimum of the column in a dataframe.

The following code has been executed in R studio to read the entire dataset named rent.csv from the working directory .

```
setwd("C:/Users/PAVITRA/Desktop/Predictive Analytics/Project")
getwd()
rent_data=read.csv("Rent.csv")
View(rent_data)
dim(rent_data)
summary(rent_data)
summary(rent_data)
summary(rent_data$area)
summary(rent_data$parking)
summary(rent_data$bedroom)
summary(rent_data$deposit_amt)
```

BEDROOM

It is a numeric variable. It gives number of bedroom in a house. It is a room situated within a residential or accommodation unit characterized by it usage for sleeping. Except in bungalows, ranch style homes, bedrooms are usually on one of the floors of a dwelling that is above ground level.

Mean(Average)

mean(rent data\$bedroom,na.rm=FALSE)

The average value of bedroom is 1.797868

Max(Highest)

max(rent data\$bedroom,na.rm=FALSE)

The Maximum value of crime rate is 22.

Min(lowest)

Min(rent_data\$bedroom,na.rm=FALSE)

The minimum value of bathrooms is 1.

Summary(rent_data\$bedroom)

```
> summary(rent_data$bedroom)
Min. 1st Qu. Median Mean 3rd Qu. Max.
1.000 1.000 2.000 1.798 2.000 22.000
```

By using plyr package, execute the count() command to know how many observations drop in this range.

```
rent_data%>%count(bedroom)
 bedroom
             n
       1 4219
       2 4936
       3 1504
           202
       5
            17
       6
             1
       7
      10
             1
      20
             1
      22
             1
```

The below code presents the result of filtering command applied on the variable bedroom. Greater than or equal to condition is used for this data to collect the record. Totally 10861 records are observed while the bedroom is greater than 2.

BATHROOM

It is a numeric variable. It gives the number of bathrooms in a house. It is a room, typically in a home or other residential building, that contains either a bathtub or a shower (or both). In India, a toilet is typically included in the bathroom; in others, the toilet is a typically given a dedicated room separate from the one allocated for personal hygiene.

Summary(rent_data\$bathrooms)

```
      summary(rent_data$bathrooms)

      Min. 1st Qu. Median Mean 3rd Qu. Max.

      1.00 1.00 2.00 1.78 2.00 22.00
```

From the above output, it has been cleared that the Average bathrooms value is 1.78. The maximum value is 22.00. The minimum value is 1.00. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable bathroom. Greater than 2 is used for this data to collect the record. Totally 1518 records are observed while the bathrooms is greater than 2.

```
br = rent_data %>% filter(bathrooms>2)
head(br)
bedroom bathrooms area
                         furnishing avalable_for
                    0 Semifurnished
                                     Family Only
               3 1530 Semifurnished
      3
               3 0 Semifurnished
                                     Family Only
               3 1400 Unfurnished
      3
                                             A11
               3 1500 Semifurnished
                                             A11
               3 1350 Semifurnished Family Only
```

AREA

It is a continuous variable. It gives the area of a house in terms of square feet. A land is bifurcated into residential plots after making the necessary provision for roads, parks, schools, hospitals, markets and other amenities. In case of a residential property, the area is usually given in the form of Square Feet (Sq.ft).

Summary(rent_data\$area)

```
summary(rent_data$area)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0 0.0 510.0 528.6 840.0 72775.0
```

From the above output, it has been cleared that the Average area value is 528.6. The maximum value is 72775.0. The minimum value is 0.0. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable area. Greater than 500 is used for this data to collect the record. Totally 5462 records are observed while the area is greater than 500.

```
ar = rent_data %>% filter(area>500)
head(ar)
bedroom bathrooms area
                          furnishing
                                                       avalable_for
     2
               2 1050
                         Unfurnished
                                                                A11
                         Unfurnished
      2
                2 760
                                                                A11
                1
                           Furnished
                                                        Family Only
                   628
                2 668 Semifurnished Family , Bachelors (Men Only)
      2
                2 950 Semifurnished
                                                       Family Only
                3 1530 Semifurnished
                                                       Family Only
```

FURNISHING

It is categorical variable. The whole dataset categorized into the values are Furnished, Unfurnished and Semi furnished. The furnishing of a room or house are the furniture, curtains, carpets and decorations such as pictures. The definitions are usually in plural, the instrumentalities (furniture and appliances and other movable accessories) that make a home livable.

The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(furnishing)
cr
furnishing n
Furnished 1861
Semifurnished 4261
Unfurnishe 4
Unfurnished 4758
```

The below code presents the result of filtering command applied on the variable furnishing. The house which is furnished used for this data to collect the record. Totally 1861 records are observed while the furnishing status is furnished.

AVALABLE FOR

It is categorical variable. The whole dataset categorized into the values are Family Only, Family, Bachelors (Men Only), Family, Bachelors (Women Only), Bachelors (Men/Women), Bachelors (Women Only), Bachelors (Men Only), None. It depends on the owner's personal preference.

The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(avalable_for)
cr

avalable_for n
All 5391

Bachelors (Men Only) 94

Bachelors (Men/women) 121

Bachelors (Women Only) 75

Family , Bachelors (Men Only) 277

Family , Bachelors (Women Only) 447

Family Only 4449

None 30
```

The below code presents the result of filtering command applied on the variable available for. The house which is family only used for this data to collect the record. Totally 4449 records are observed while the available for family only.

```
avl = rent_data %>% filter(avalable_for=="Family Only")
head(av1)
                          furnishing avalable_for
bedroom bathrooms area
                  628
                          Furnished
                                     Family Only
     1
               1
      2
               2 950 Semifurnished
                                     Family Only
      3
               3 1530 Semifurnished
                                     Family Only
                                     Family Only
               3 0 Semifurnished
      3
      2
                    0 Semifurnished
                                     Family Only
      1
                    0
                         Unfurnished
                                     Family Only
```

ADDRESS

It is a categorical variable. It shows the destination address, city and of the house. The dataset has address in Pune city in Maharashtra State.

The below code presents the result of filtering command applied on the variable address. The house which is in particular address used for this data to collect the record.

```
- add = rent_data %>% filter(address=="Dhan Residency, Wanowrie,,Pune,Maharashtra")
head(add)
[1] bedroom
                       bathrooms
                                                             furnishina
                                                                                avalable for
                                          area
[6] address
[11] corner_pro
                       floor_number
                                                             floor_type
                                          facing
                                                                                gate_community
                                          wheelchairadption petfacility
                       parking
                                                                                aggDur
[16] noticeDur
                       lightbill
                                          powerbackup propertyage
                                                                                no_room
[21] pooja_room
                       study_room
                                                             servant_room
                                                                                store_room
                                          others
[26] maintenance_amt
                       brok_amt
                                          deposit_amt
(0 rows> (or 0-length row.names)
```

The result tells that the particular address occurs at once.

FLOOR NUMBER

It is a numeric variable. It tells the floor number of the house in the apartment.

Summary(rent_data\$floor_number)

```
> summary(rent_data$floor_number)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.000 1.000 3.000 3.062 5.000 9.000
```

From the above output, it has been cleared that the Average floor number value is 3.062. The maximum value is 9.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable floor number. The house which is greater than 5 used for this data to collect the record. Totally 1881 records are observed while the floor number greater than 5.

```
fn = rent_data %>% filter(floor_number>5)
head(fn)
bedroom bathrooms area
                     668 Semifurnished Family , Bachelors (Men Only)
                                                             Family only
                 3
                       0 Semifurnished
                    836
                          Unfurnished
                                                                      A11
                                                             Family Only
                    590 Semifurnished
                   870
                          Unfurnished
                 2 1000
                             Furnished
                                                             Family Only
                                                            address floor_number
                                                                                          facing
Saptsiddhi Savali Homes, Uruli Devachi, , Pune, Maharashtra
Tuscan Estate Signature Meadows, Kharadi, , Pune, Maharashtra
                                                                                           South
                                                                                           North
    Anita Residency, Katraj Kondhwa Road, , Pune, Maharashtra
               Geeta Golden Palms, Bhukum, , Pune, Maharashtra
                                                                                 6 No Direction
                        AG West One, Wakad, ,
                                                Pune, Maharashtra
                                                                                            West
                    Green valley, Wanowrie, , Pune, Maharashtra
                                                                                            East
```

FACING

It is a categorical variable. The values are categorized into West, East, South-West, South, North, North-West, South-East, North-East and No Direction. It shows the direction of the house or is the direction you face, while coming out of the house. The direction of the main entrance as per Vastu, is the most important aspect, while taking a rental home.

The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(facing)
      facing
        East 3963
No Direction 3521
       North
              713
  North-East
               553
  North-West
              269
       South
              377
  South-East
              244
  South-West
              240
        West 1004
```

The below code presents the result of filtering command applied on the variable facing. The house which having East direction used for this data to collect the record. Totally 3963 records are observed where the house facing is East.

```
fc = rent_data %>% filter(facing=="East")
head(fc)
bedroom bathrooms area
                           furnishing aval
      2
                2
                   760
                          Unfurnished
      1
                1
                   628
                            Furnished
      3
                3 1530 Semifurnished
                                       Fam
      3
                3 1500 Semifurnished
                1 445 Semifurnished
                1 350 Semifurnished
      1
floor_number facing
                     floor_type gate_com
                        Vitrified
           5
               East
           3
               East
                          Mosaic
                       Vitrified
           2
               East
           1
               East Not provided
               East
                        Vitrified
                       Vitrified
               East
```

FLOOR TYPE

It is a categorical variable. The values are categorized into Marble, Vitrified, Mosaic, Polished concrete, Ceramic, Wood, Stone, Spartex, Granite, Vinyl, Concrete, Cement, IPSFinish, Others and Not provided. It tells about the type of the floor of the house. It refers to the lower enclosing surface of spaces within buildings. Typically, it is a permanent covering laid over the floor.

The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(floor_type)
       floor_type
           Cement
                     26
          Ceramic 1036
         Concrete
                    65
          Granite 165
        IPSFinish
           Marble
           Mosaic
     Not provided 4344
           Others 208
Polished concrete
          Spartex
            Stone
                    12
20
             vinv1
        Vitrified 3668
             Wood
```

The below code presents the result of filtering command applied on the variable floor type. The house which having floor type as Marble used for this data to collect the record. Totally 804 records are observed where the floor type is Marble.

```
ft = rent_data %>% filter(floor_type=="Marble")
head(ft)
bedroom bathrooms area
                                  furnishing avalable_fo
             2 1050 Unfurnished
       2
                   2 1000 Furnished Family On
2 1400 Furnished A
2 470 Unfurnished A
3 1200 Semifurnished Family On
       3
                  2 1070 Unfurnished Family on facing floor_type gate_communit
floor_number
             5
                      West Marble
                       East Marble
East Marble
East Marble
Fast Marble
              3
              1
                                                             Υŧ
              5 South-East
                                    Marble
                                                             Υŧ
addur noticeDur lighthill newerbackun
```

GATE COMMUNITY

It is a categorical variable. The values are categorized into Yes and No. It is a residential community or housing property having a name and exact geographic demarcation as set apart by the boundaries and gates that exact control access to the area. One can spot gated communities in any location including cities, towns and even outskirts.

The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable gate community. The house which having gate community used for this data to collect the record. Totally 6366 records are observed which houses are having gate community value as yes.

```
gc = rent_data %>% filter(gate_community=="Yes")
head(gc)
bedroom bathrooms area
                                  furnishing
                     2 1050
                                 Unfurnished
                        760
                                 Unfurnished
                            0 Semifurnished
                     1 628
                                   Furnished
                         668 Semifurnished Family , Ba
                     3 1530 Semifurnished
            Sadguru hights, Pingale Wasti, ,
Manav Silver Springs, Wagholi, ,
Saarrthi Souvenir, Mahalunge, ,
                                                        Pune.
                                                        Pune.
Dhan Residency, Wanowrie, ,
Saptsiddhi Savali Homes, Uruli Devachi, ,
Atul Westernhills, Baner-Sus, ,
gate_community corner_pro parking wheelchairadpt
                              No
              Yes
                             Yes
               Yes
                             No
                                                               Ν
               Yes
                              No
               Yes
                              No
```

CORNER PRO

It is a categorical variable. The values are categorized into Yes and No. House on corner plots always offer a clear view of the street. While most house owners have windows and balconies overlooking their own front yard or the neighbour's lawn.

The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable corner property. The house which is corner property used for this data to collect the record. Totally 1531 records are observed which houses are having corner property value as yes.

```
cp = rent_data %>% filter(corner_pro=="Yes")
head(cp)
bedroom bathrooms
                               furnishing
                      area
                    760.00
                              Unfurnished
      2
                    668.00 Semifurnished Family
      2
                 2 1000.00 Unfurnished
      2
                   836.00
                              Unfurnished
                     53.44 Semifurnished
                 3 1450.00
                                Furnished
Manav Silver Springs, Wagholi, , Pune,
Saptsiddhi Savali Homes, Uruli Devachi, , Pune,
                Supriya Gardens, Aundh, , Pune,
  Anita Residency, Katraj Kondhwa Road, , Pune,
                   The Leaf, Yewalewadi, , Pune,
             Geras Song Of Joy, Kharadi, , Pune,
       floor_type gate_community corner_pro par
        Vitrified
                               Yes
                                           Yes
Polished concrete
                               Yes
                                           Yes
           Mosaic
                               Yes
                                           Yes
     Not provided
                               Yes
                                           Yes
             Wood
                               Yes
                                           Yes
        Vitrified
                              Yes
                                           Yes
```

PARKING

It is a numerical variable. It is the act of stopping a vehicle and leaving it unoccupied. Parking on one or both sides of a road is often permitted, though sometimes with restrictions. Some buildings have parking facilities for use of the buildings users. In apartments, parking facilities allocated for each house.

Summary(rent_data\$parking)

```
summary(rent_data$parking)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 1.0000 1.0000 0.8847 1.0000 9.0000
```

From the above output, it has been cleared that the Average area value is 0.8847. The maximum value is 9.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable parking. The house which is greater than 1 used for this data to collect the record. Totally 700 records are observed which houses are greater than 1.



WHEELCHAIRADPTION

It is categorical variable. The values are categorized into Yes and None. It shows whether it has facility of wheel chair adaption or not. It is a facility a stairlift or a banister on the stairs, adding a bath lift, walk-in shower or a rail hold to pull person themselves out of bath widening doorways, lowering kitchen worktops.

The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(wheelchairadption)
cr
wheelchairadption n
None 8940
Yes 1944
```

The below code presents the result of filtering command applied on the variable wheel chair adaption. The house which having wheel chair adaption used for this data to collect the record. Totally 1944 records are observed which houses are having wheel chair adaption value as yes.

parking	wheelchairadption	petfacility	aggDur	noticeDur	lightbill	powerbackup	Ŧ
2	Yes	Yes	11	1	0		_
1	Yes	Yes	24	1	0		
1	Yes	Yes	22	1	0		
0	Yes	Yes	24	2	0		
2	Yes	Yes	12	1	0		
1	Yes	Yes	11	1	0		

PETFACILITY

It is a categorical variable. The values are categorized into None and Yes. Some property owners who restrict pets at their properties are losing out on significant rental income in the form of shorter-term leases.

The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable pet facility. The house which having pet facility used for this data to collect the record. Totally 2426 records are observed which houses are having pet facility value as yes.

```
pets=rent_data %>%
filter(petfacility=="Yes")
View(head(pets))
'
```

÷	petfacility $^{\scriptsize \scriptsize $	aggDur [‡]	noticeDur [‡]	lightbill [‡]	powerbackup	propertyage [‡]	no_room [‡]
	Yes	11	1	0	2	1 to 5 Year Old	0
	Yes	0	1	0	2	5 to 10 Year Old	1
	Yes	11	1	1	1	0 to 1 Year Old	0
	Yes	11	1	0	0	1 to 5 Year Old	1
	Yes	24	1	0	0	1 to 5 Year Old	0
	Yes	22	1	0	1	10+ Year Old	0

AGGDUR

It is a numerical variable. It tells the duration of agreement in month. If the person have ever put a property on rent or have lived on a rented house, they must have signed a rent agreement. Most of the rent agreements are signed for 11 months so that they can avoid stamp duty and other charges.

Summary(rent_data\$aggDur)

```
summary(rent_data$aggDur)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.000 0.000 11.000 7.424 11.000 36.000
```

From the above output, it has been cleared that the Average agreement duration value is 11.000. The maximum value is 36.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable agreement duration. The house which is equal to 12 used for this data to collect the record. Totally 852 records are observed which houses are equal to 12.

```
agg_dur=rent_data %>%
filter(aggDur==12)
View(head(agg_dur))
```

adption [‡]	petfacility [‡]	aggDur [‡]	noticeDur [‡]	lightbill [‡]	powerbackup [‡]	prope
	None	12	1	1	1	1 to 5
	None	12	2	0	0	10+ Ye
	None	12	1	0	2	5 to 10
	Yes	12	1	0	2	1 to 5
	None	12	0	0	2	5 to 10
	None	12	1	0	1	1 to 5

NOTICEDUR

It is a numerical variable. It tells the duration of notice period in months. The notice period duration specifies in lock-in period. If the notice period is two months, person will have to give a two month notice to landlord in case of plan to vacate the house. The notice period is typically not valid during the lock-in period for either party.

Summary(rent_data\$aggDur)

```
summary(rent_data$noticeDur)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 0.0000 1.0000 0.7223 1.0000 6.0000
```

From the above output, it has been cleared that the Average notice period duration value is 0.7223. The maximum value is 6.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable notice period duration. The house which is greater than 2 used for this data to collect the record. Totally 194 records are observed which houses are greater than 2.

```
not_dur=rent_data %>%
  filter(noticeDur>2)
view(head(not_dur))
```

petfacility ⁼	aggDur [‡]	noticeDur [‡]	lightbill [‡]	powerbackup [‡]	prope
None	0	3	1	0	1 to 5
None	36	6	0	0	0 to 1
None	12	3	0	0	5 to 10
None	0	3	1	0	1 to 5
None	23	3	0	0	0 to 1
None	11	3	1	0	5 to 10

LIGHTBILL

It is a numerical variable. The values fall into either 0 or 1. It tells about whether the electricity bill was included or not. It is a bill for money owed for electricity used. The bill that a local utility issues to a consumer for the electricity that their home consumes. Anytime people turn on a light, plug in a device, or let our refrigerator run, people are utilizing electricity that has been generated for their use by a company.

Summary(rent_data\$lightbill)

```
- summary(rent_data$lightbill)
   Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 0.0000 0.0000 0.1726 0.0000 1.0000
```

From the above output, it has been cleared that the Average light value is 0.1726. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable lightbill. The house which having no light bill used for this data to collect the record. Totally 194 records are observed which houses are light bill value as 0.

```
lbill=rent_data %>%
filter(lightbill==0)
view(head(lbill))
```

aggDur Ů	noticeDur [‡]	lightbill [‡]	powerbackup [‡]	propertyage [‡]	n
11	2	0	2	5 to 10 Year Old	
11	1	0	2	1 to 5 Year Old	
11	1	0	2	1 to 5 Year Old	
11	1	0	0	10+ Year Old	
11	1	0	2	1 to 5 Year Old	
0	0	0	0	1 to 5 Year Old	

POWERBACKUP

It is a numerical variable. The values fall into either 0 or 1. It is used to provide energy when the primary source fails. This is very important since an uninterruptible power supply is crucial for any operation. The current backup systems include batteries, and generators which operate on diesel, propel or gasoline. One of the most power backup options to install in an apartment society is the fixed generator through which AC loads, electrical appliances and essential lights can work.

For example, If the apartment has 3 bedrooms, a 5000 watt generator would be a perfect power backup option.

Summary(rent_data\$powerbackup)

```
> summary(rent_data$powerbackup)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 0.0000 0.0000 0.7124 2.0000 2.0000
```

From the above output, it has been cleared that the Average power backup value is 0.7124. The maximum value is 2.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(powerbackup)
cr
powerbackup n
0 5879
1 2256
2 2749
```

The below code presents the result of filtering command applied on the variable power backup. The house which having equal to 2 used for this data to collect the record. Totally 2749 records are observed which houses are equal to 2.

```
powbckp=rent_data %>%
  filter(powerbackup==2)
view(head(powbckp))
```

		<u> </u>		
eDur =	lightbill [‡]	powerbackup [‡]	propertyage [‡]	no_room
2	0	2	5 to 10 Year Old	1
1	0	2	1 to 5 Year Old	1
1	0	2	1 to 5 Year Old	0
1	1	2	1 to 5 Year Old	1
1	0	2	1 to 5 Year Old	0
1	0	2	5 to 10 Year Old	0

PROPERTY AGE

It is a categorical variable. It tells the age of a property in distribution of years. It means a lot in the rent. If a property was sold by the developer who built it though, could find out its approximate age using the date of the first transfer or lease by the developer, as this date is often referred to in the register. If a property was not sold by its developer who built it, won't have any information about its age.

For example, The property was constructed about 14 years ago. However, the land area for the property 27000 square feet, which is very huge. The rate of the land would be close to Rs.40,000 per square feet and the property cost would be anywhere between Rs 1.3 crore and Rs. 1.4 crore.

The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable property age. The house which having property age is 5 to 10 year old used for this data to collect the record. Totally 3322 records are observed which houses are having pet facility value as yes.

```
prptyage=rent_data %>%
   filter(propertyage=="5 to 10 Year Old")
View(head(prptyage))
```



NO_ROOM

It is a numerical variable. The values fall into either 0 or 1. It tells whether any extra space available for extra room or not, unsuitable or unacceptance.

For example, if a person is a musician, he/ she want to extra room for practice, composing music.

Summary(rent_data\$no_room)

```
summary(rent_data$no_room)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 1.0000 1.0000 0.7503 1.0000 1.0000
```

From the above output, it has been cleared that the Average no room value is 0.7503. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable no room. The house which having no room used for this data to collect the record. Totally 8166 records are observed which houses are having no room value as 1.

noroom=rent_data %>% filter(no_room==1) View(head(noroom))



POOJA_ROOM

It is a numerical variable. The values fall into either 0 or 1. It is one of the most important aspects of any Indian household. The pooja room, also known as the prayer room is a scared

space in most Indian homes. It is a customized space dedicated to conducting spiritual activities in daily prayers, poojas etc. to worship God.

Summary(rent_data\$pooja_room)

```
> summary(rent_data$pooja_room)
   Min. 1st Qu. Median Mean 3rd Qu. Max.
   0.0000   0.0000   0.0622   0.0000   1.0000
```

From the above output, it has been cleared that the Average no room value is 0.0622. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable pooja room. The house which having 0 no room used for this data to collect the record. Totally 10207 records are observed which houses are having pooja room value as 0.

```
poojaroom=rent_data %>%
  filter(pooja_room==0)
View(head(poojaroom))
```

propertyage [‡]	no_room	pooja_room *	study_room *	others
5 to 10 Year Old	1	0	0	0
1 to 5 Year Old	1	0	0	0
1 to 5 Year Old	0	0	0	1
10+ Year Old	1	0	0	0
1 to 5 Year Old	1	0	0	0
1 to 5 Year Old	1	0	0	0

STUDY_ROOM

It is a numerical variable. The values fall into either 0 or 1. It is used for paperwork, computer work, or reading. It is reserved for use as the private office and reading room of a family father as the formal head of the household, but today studies are generally either used to operate a home business or else open to the whole family.

Summary(rent_data\$study_room)

```
> summary(rent_data$study_room)
   Min. 1st Qu. Median Mean 3rd Qu. Max.
0.00000 0.00000 0.00000 0.04814 0.00000 1.00000
```

From the above output, it has been cleared that the Average study room value is 0.04814. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable study room. The house which having study room used for this data to collect the record. Totally 524 records are observed which houses are having study room value as 1.

```
stdyroom=rent_data %>%
  filter(study_room==1)
View(head(stdyroom))
```

no_room	-	pooja_room [‡]	study_room	others [‡]	servant_room
()	0	1	0	
()	1	1	0	
()	0	1	0	
()	0	1	0	
()	0	1	0	
()	1	1	1	

OTHERS

It is a numerical variable. The values fall into either 0 or 1. It tells whether any other room facility available or not except the mention room in the dataset. Other rooms may like club house, drawing room, dining room, laundry room etc.

Summary(rent_data\$others)

```
> summary(rent_data$others)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 0.0000 0.0000 0.1245 0.0000 1.0000
```

From the above output, it has been cleared that the Average others value is 0.1245. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable others. The house which having other room used for this data to collect the record. Totally 524 records are observed which houses are having others value as 1.

```
other=rent_data %>%
filter(others==1)
View(head(other))
```

pooja_room [‡]	study_room	others [‡]	servant_room	store_room
0	0	1	0	0
0	0	1	1	0
0	0	1	0	0
0	0	1	0	0
0	0	1	0	0
0	0	1	0	0

SERVANT_ROOM

It is a numerical variable. The values fall into either 0 or 1. It is part of a building, traditionally in a private house, which contain the domestic offices and staff accommodation. From the late 17th century until the early 20th Century, they were a common feature in many large houses.

Summary(rent_data\$servant_room)

```
> summary(rent_data$servant_room)
    Min. 1st Qu. Median Mean 3rd Qu. Max.
0.00000 0.00000 0.00000 0.03216 0.00000 1.00000
```

From the above output, it has been cleared that the Average others value is 0.3216. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable servant room. The house which having no servant room used for this data to collect the record. Totally 10534 records are observed which houses are having servant room value as 0.

```
srvroom=rent_data %>%
  filter(servant_room==0)
view(head(srvroom))
```

study_room	÷	others $^{\scriptsize \scriptsize $	servant_room	store_room	maintenance_amt
	0	0	0	0	0
	0	0	0	0	0
	0	1	0	0	Maintenance 1/ (/ month
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0

STORE_ROOM

It is a numerical variable. The values fall into either 0 or 1. It is the place for storing grain, foodstuff and/or junk in the house for their ready availability and use in emergency. It is

usually near the Kitchen whereas the junk store room may under a staircase or an unused room or a closet.

Summary(rent_data\$store_room)

```
summary(rent_data$store_room)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0000 0.0000 0.0000 0.0453 0.0000 1.0000
```

From the above output, it has been cleared that the Average store room value is 0.0453. The maximum value is 1.000. The minimum value is 0.000. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable store room.

The house which having store room used for this data to collect the record. Totally 10391 records are observed which houses are having store room value as 1.

```
strroom=rent_data %>%
  filter(store_room==1)
View(head(strroom))
```

others [‡]	servant_room	store_room	maintenance_amt	brok_amt [‡]
0	0	1	Maintenance 1500/ (/ month	2
0	0	1	0	0
0	0	1	Maintenance 1500/ (/ month	37000
0	0	1	0	15000
0	0	1	0	0
0	0	1	Maintenance 5000/ (/ month	45000

MAINTENANCE_AMT

It is a categorical variable. The values fall on either 0 or other calculation. Usually housing societies levy maintenance charges as per the area of the flat or on other variables if the apartments area of same size. There are instances when for one or two years at the time of possession.

The below R code explains the range of the column frequency for using count() function cr <- rent_data%>%count(maintenance_amt)

```
head(cr)

maintenance_amt n
0 9000

Maintenance 1/ ((one time fee 42

Maintenance 1/ (/ month 180

Maintenance 1/ (/ unit 3

Maintenance 1/ (/ year 33

Maintenance 10/ (/ month 1
```

The below code presents the result of filtering command applied on the variable maintenance room. The house which having equal to 0 used for this data to collect the record. Totally 9000 records are observed which houses are having equal to 0.

```
mnamt=rent_data %>%
  filter(maintenance_amt==0)
View(head(mnamt))
```

\$ servant_room	store_room	\$	maintenance_amt	t l	brok_amt	÷	deposit_amt
0	0	0			0		3
0	0	0			0		40000
0	0	0			0		40000
0	0	0			0		20
0	0	0			0		50000
0	0	0			28000		3

BROK_AMT

It is a numerical variable. It tells the amount for real estate broker. It is type of real estate broker who acts as the middleman between prospective tenants and property owners or management companies of rental properties. Think of an apartment broker is similar concept to a real estate agent when buying a home.

Summary(rent_data\$brok_amt)

From the above output, it has been cleared that the Average brokerage amount value is 7075. The maximum value is 275000. The minimum value is 0. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable brokerage amount. The house which having greater than or equal to average value 7075 used for this data to collect the record. Totally 2766 records are observed which houses are having brokerage value greater than or equal to 7075.

```
brkamt=rent_data %>%
  filter(brok_amt>=7075)
View(head(brkamt))
```

store_room	maintenance_amt	brok_amt [‡]	deposit_amt	mnt_amt [‡]
0	Maintenance 1/ (/ month	23000	6e+04	1
0	0	28000	3e+00	0
0	0	36000	2e+05	0
0	0	25000	6e+04	0
0	0	17000	5e+04	0
0	Maintenance 1/ (/ month	15000	5e+04	1

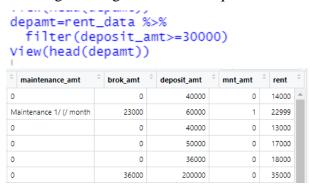
DEPOSIT AMT

It is numerical variable. The amount collected as a security deposit usually varies from city to city. While renting out any premises, a landlord expects a deposit amount which is usually certain months of rent.

Summary(rent_data\$deposit_amt)

From the above output, it has been cleared that the Average deposit amount value is 30000. The maximum value is 1500000. The minimum value is 0. The below R code explains the range of the column frequency for using count() function

The below code presents the result of filtering command applied on the variable deposit amount. The house which having greater than or equal to average value 30000 used for this data to collect the record. Totally 5652 records are observed which houses are having brokerage value greater than or equal to 30000.



MNT AMT

It is a numerical variable. The values falls on either 0 or 1. It tells whether the house has maintenance amount or not according to the value maintenance_amount in 26th column of this dataset.

Summary(rent_data\$mnt_amt)

```
> summary(rent_data$mnt_amt)
Min. 1st Qu. Median Mean 3rd Qu. Max.
0.0 0.0 0.0 257.5 0.0 40000.0
```

From the above output, it has been cleared that the Average maintenance amount value is 257.5. The maximum value is 40000.0. The minimum value is 0.0. The below R code explains the range of the column frequency for using count() function

```
head(cr)

mnt_amt n

0.00000000 9000

0.08333333 33

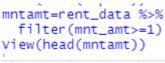
1.00000000 225

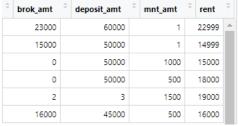
2.00000000 11

4.00000000 3

5.00000000 1
```

The below code presents the result of filtering command applied on the variable maintenance amount. The house which having greater than or equal to 1 used for this data to collect the record. Totally 1851 records are observed which houses are having maintenance value greater than or equal to 1.





RENT

It is a numeric variable. It tells the rent of the house for the features provided in the remaining variables. It is the response variable. It is the value to be predict with the remaining predictors.

Summary(rent data\$rent)

```
    summary(rent_data$rent)

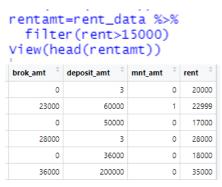
    Min.
    1st Qu.
    Median
    Mean
    3rd Qu.
    Max.

    1600
    10500
    15000
    28559
    21000
    123456789
```

From the above output, it has been cleared that the Average rent value is 28559. The maximum value is 123456789. The minimum value is 1600. The below R code explains the range of the column frequency for using count() function

```
cr <- rent_data%>%count(rent)
head(cr)
rent n
1600 1
2000 3
2200 2
2300 1
2400 1
2500 4
```

The below code presents the result of filtering command applied on the variable rent amount. The house which having greater than middle value 15000 used for this data to collect the record. Totally 1851 records are observed which houses are having rent value greater than 15000.



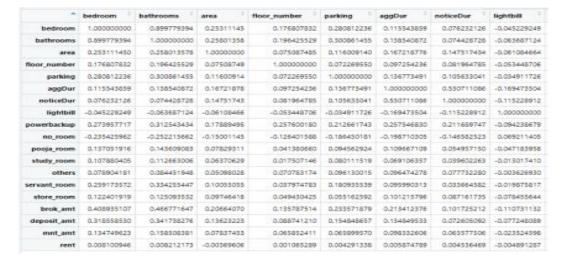
This section examines the nature of all variables available in the given dataset and the values, its count and range in a deep way using R studio.

CHAPTER III: Exploratory Data Analysis

Exploratory data analysis (**EDA**) is used to analyze and investigate **data** sets and summarize their main characteristics, often employing **data** visualization methods. It can also help to determine if the statistical techniques that are considering for **data** analysis are appropriate. Summary() function helps to see the summary of all the variables and a raw information about the values in a single view.

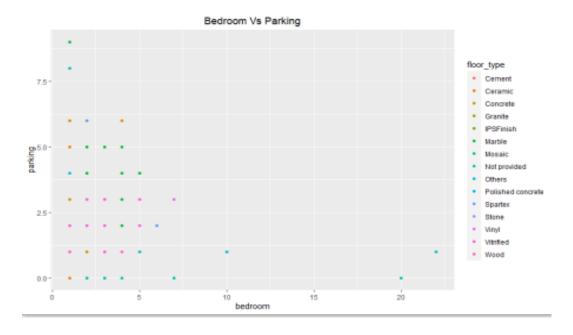
```
> summary(rent_data)
                        bathrooms
    bedroom
                                              area
                                                               furnishina
         : 1.000
Min. : 1.000
1st Qu.: 1.000
                     Min. : 1.00
1st Qu.: 1.00
                                        Min. :
1st Qu.:
                                                      0.0
                                                              Length:10884
                                                       0.0
                                                              class :character
 Median : 2.000
Mean : 1.798
                     Median : 2.00
                                        Median :
                                                    510.0
                                                              Mode
                                                                     :character
                                                    528.6
                     Mean
                                        Mean
 3rd Qu.: 2.000
                     3rd Qu.: 2.00
                                        3rd Qu.:
                                                    840.0
                                        Max. :72//s.
floor_number
          :22.000
 мах.
                     Max.
 avalable_for
                          address
                                                                  facing
Length:10884
 Length:10884
                        Length:10884
                                              Min. :0.000
1st Qu.:1.000
 Class :character
Mode :character
                        Class :character
Mode :character
                                                                  Class :character
                                               Median :3.000
                                               Mean
                                                      :3.062
                                               3rd Qu.:5.000
                                               Max.
 floor_type
Length:10884
                        gate_community
                                                corner pro
                                                                         parking
n. :0.0000
                                                                     Min. :0.0000
1st Qu.:1.0000
                        Length:10884
                                               Length:10884
 class :character
Mode :character
                        class :character
Mode :character
                                              class :character
Mode :character
                                                                     Mean
                                                                             :0.8847
                                                                      3rd Qu.:1.0000
                                              aggDur
Min.
15
                                                                     мах.
                       petfacility
 wheelchairadption
                                                                     noticeDur
                                              Min. : 0.000
1st Qu.: 0.000
                                                                   Min. :0.0000
1st Qu.:0.0000
                        Length:10884
 Length:10884
 Class :character
Mode :character
                       Class :character
Mode :character
                                               Median :11.000
Mean : 7.424
                                                                   Median :1.0000
                                                                   Mean
                                                                           :0.7223
                                               3rd Qu.:11.000
                                                                   3rd Qu.:1.0000
                                                       :36.000
                                                                           :6.0000
                                              Max.
                                                                   Max.
   lightbill
                   powerbackup
                                    propertyage
                                                          no_room
                                                                           poota_room
 мin.
                                                                         Min.
       :0.0000
                  Min. :0.0000
                                    Length:10884
                                                       Min. :0.0000
                                                                               :0.0000
 1st Qu.:0.0000
                  1st Qu.: 0.0000
                                    Class :character
                                                       1st Qu.: 1.0000
                                                                         1st Qu.: 0.0000
 Median :0.0000
                  Median :0.0000
                                    Mode :character
                                                       Median :1.0000
                                                                         Median :0.0000
 Mean :0.1726
                  Mean :0.7124
                                                       Mean :0.7503
                                                                         Mean :0.0622
 3rd Qu.:0.0000
                  3rd Qu.: 2.0000
                                                       3rd Qu.:1.0000
                                                                         3rd Qu.:0.0000
       :1.0000
                  Max. :2.0000
                                                       Max. :1.0000
                                                                         Max. :1.0000
 Max.
   study_room
                       others
                                      servant_room
                                                         store_room
 Min. :0.00000
                  Min. :0.0000
                                    Min. :0.00000
                                                       Min. :0.0000
 1st Qu.:0.00000
                   1st Qu.:0.0000
                                     1st Qu.:0.00000
                                                       1st Qu.:0.0000
 Median :0.00000
                   Median :0.0000
                                     Median :0.00000
                                                       Median :0.0000
 Mean :0.04814
                   Mean :0.1245
                                     Mean :0.03216
                                                       Mean :0.0453
 3rd Qu.:0.00000
                   3rd Qu.:0.0000
                                     3rd Qu.:0.00000
                                                        3rd Qu.:0.0000
       :1.00000
                                            :1.00000
 Max.
                   Max.
                          :1.0000
                                     Max.
                                                       Max. :1.0000
 maintenance_amt
                        brok_ant
                                      deposit_amt
                                                           mnt_ant
                                                        Min. :
 Length:10884
                    Min. :
                                  Ō
                                      Min.
                                                        1st Qu.: 0.0
 class :character
                    1st Qu.:
                                 0
                                      1st Qu.:
 Mode :character
                    Median :
                                  Ō
                                      Median : 30000
                                                        Median :
                    Mean : 7075
                                      Mean : 36709
                                                        Mean : 257.5
                    3rd Qu.: 9000
                                      3rd Qu.: 50000
                                                        3rd Ou.:
                                                                    0.0
                          :275000
                                                               :40000.0
                                            :1500000
                    Max.
                                      Max.
                                                        Max.
     rent
 Min.
              1600
 1st Ou.:
             10500
 Median :
             15000
 Mean :
             28559
 3rd Qu.:
             21000
 Max. :123456789
```

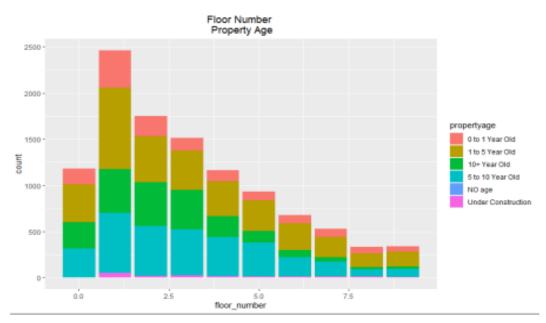
To see the relationship between the numeric variables by using cor() function. $cor(rent_data[,-c(4,5,6,8,9,10,11,13,14,19,26)])$

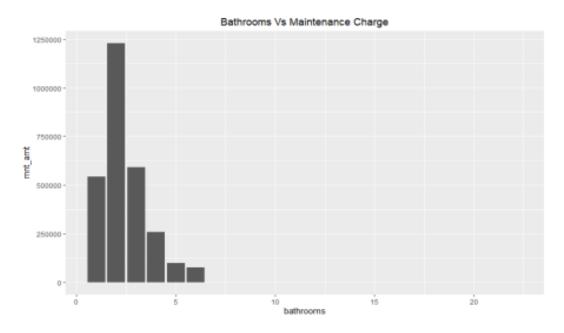


This correlation matrix gives an overview of the correlations for all combinations of two variables. This matrix results variables except pooja room, study room, others, store room, mnt amt, lightbill has positive correlated with the response variable rent.

The following figures depicts the relationship among the variables in the dataset.

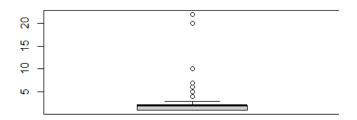






From the Bedroom vs Parking figure, shows that there was an outlier in bedroom variable. Boxplot helps to show the presence of outlier in the particular variable.

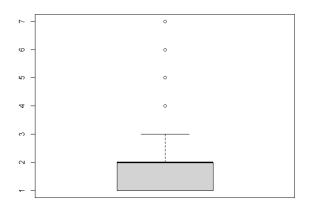
boxplot(rentdata\$bedroom)



Here, the values above the third quartile, a black line out of the box are considered as Outliers.

Now, filter command is used to filter the outlier values and assign it into a different variable.

bed4 <- rentdata%>%filter(bedroom<=8)
boxplot(bed4\$bedroom)</pre>



In this case, there may a chance of accuracy is low, if removing the outliers 4 to 7, many of the observations were removed because amount of observations lies is large. So here the values of outliers keep as it is and assign to the variable bed4.

The following summary() function is to see the summary of the new dataset bed4.

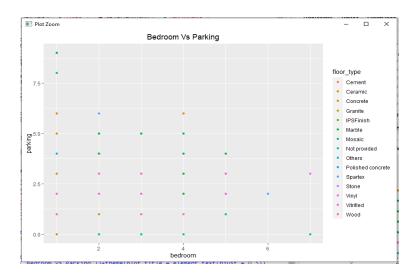
> summary(bed4)				
bedroom	bathrooms	area f	urnishing	avalable_for
			ngth:10878	Length:10878
			ass :character	Class :character
			de :character	Mode :character
	Mean :1.776 Me			
3rd Qu.:2.000	3rd Qu.:2.000 3r	d Qu.: 840.0		
Max. :7.000 M	иах. :7.000 ма	x. :10000.0		
address	floor_number	facing	floor_type	
Length:10878	Min. :0.000		Lenath:10878	
Class :character		Class :character		er
Mode :character	Median :3.000			
Mode .character		Mode .Character	Mode .Charact	ei .
	Mean :3.062			
	3rd Qu.:5.000			
	Max. :9.000			
gate_community	corner_pro	parking	wheelchairadp	tion
Length:10878	Length:10878	Min. :0.0000	Length:10878	
Class :character	Class :characte	r 1st Qu.:1.0000) Class:charac	ter
Mode :character	Mode :characte			ter
		Mean :0.8847		
		3rd Ou.:1.0000		
		Max. :9.0000		
petfacility	aggDur	noticeDur	, lightbill	powerbackup
Length:10878	Min. : 0.000	Min. :0.0000	Min. :0.0000	Min. :0.0000
Class :character		1st Qu.:0.0000	1st Qu.:0.0000	
Mode :character	Median :11.000	Median :1.0000	Median :0.0000	Median :0.0000
	Mean : 7.425	Mean :0.7218	Mean :0.1726	Mean :0.7124
	3rd Qu.:11.000	3rd Qu.:1.0000	3rd Qu.:0.0000	
	Max. :36.000	Max. :6.0000	Max. :1.0000	Max. :2.0000
			,	
	no_room	pooja_room	study_room	
Length:10878	Min. :0.0000	Min. :0.00000		
Class :character	1st Qu.:1.0000	1st Qu.:0.00000	1st Qu.:0.00000	
Mode :character	Median :1.0000	Median :0.00000	Median :0.00000	Median :0.0000
	Mean :0.7503	Mean :0.06224	Mean :0.04817	Mean :0.1244
	3rd Qu.:1.0000	3rd Qu.:0.00000	3rd Qu.:0.00000	3rd Qu.:0.0000
	Max. :1.0000	Max. :1.00000	Max. :1.00000	Max. :1.0000
servant_room	store_room	maintenance_amt	brok_amt	deposit_amt
Min. :0.00000	Min. :0.00000	Length:10878	Min. : 0	Min. : 0
1st Qu.:0.00000	1st Qu.:0.00000	class :character	1st Qu.: 0	
Median :0.00000	Median :0.00000	Mode :character	Median: 0	
Mean :0.03218	Mean :0.04532		Mean : 7076	
3rd Qu.:0.00000	3rd Qu.:0.00000		3rd Qu.: 9000	
Max. :1.00000	Max. :1.00000		Max. :275000	Max. :1500000
mnt_amt	rent		12/3000	1300000
Min. : 0.0	Min. : 1600			
1st Qu.: 0.0	1st Qu.: 10500			
Median : 0.0	Median : 15000			
Mean : 257.6	Mean : 28564			
	3rd Qu.: 21000			
	Max. :123456789			
>				

The following cor() is to see the relationship between the combination of all numeric variables for the response variable in the dataset bed4.

```
bathrooms
            0.0086753693
area -0.0059727164
floor_number 0.0010651148
parking
            0.0042920519
            0.0058762270
aggDur
noticeDur
            0.0045537602
lightbill
           -0.0048933828
powerbackup
           0.0171551591
0.0033287797
no_room
pooja_room
           -0.0012680556
study_room
           -0.0011770648
-0.0029159312
others
servant_room 0.0008293510
store_room -0.0010855141
1.0000000000
rent
```

The above result shows that except area, lightbill, pooja_room, study_room, others, store_room, mnt_amt all the remaining variables has positive correlated with the response variable rent.

The following figures with the same axis for bed4 dataset, which after removing some outliers.



Chapter IV: Model Building

4.1 Algorithm

Random Forest is a powerful tool used machine learning algorithm extensively across a multitude of fields. It is a way of averaging multiple deep decision trees. It is an ensemble learning method for regression that operate by constructing a lot of decision trees. It comes at the expense of a some loss of interpretability, but generally greatly boosts the performance of the final model. Every observation is fed into every decision tree. The most common outcome for each observation is used as the final output. An error estimate is made for the cases which were not used while building the tree. That is called an OOB (Out-Of-Bag) error estimate which is mentioned as a percentage. The R package "randomForest" is used to create random forests.

The term 'Boosting' refers to a family of algorithms which converts weak learner to strong learners. It is a general ensemble method. This is done by building a model from the training data, then creating a second model that attempts to correct the errors from the first model. Models are added until the training set is predicted perfectly or a maximum number of

models are added. The learners are trained sequentially, in order to be able to perform the task of data weighting or filtering. The R package "gbm" is used to create boosting.

This section describes the model building using Random Forest and Boosting algorithms with the given dataset. Create models using randomForest() and gbm() functions in R and comparing the two models. This function creates model between the predictor and the response variable.

4.2 Training and test dataset

This project with the rent dataset. The goal of the dataset is to predict the house price rate of individuals based on different independent variables. Split the dataset into training set and testing set before the model building. The 60% data will be split into training set and 40% data will be split into testing set.

Analysis Services randomly samples the data to help ensure that the testing and training sets are similar. By using similar data for training and testing, it can minimize the effects of data discrepancies and better understand the characteristics of the model. After a model has been processed by using the training set, test the model by making predictions against the test set. Because the data in the testing set already contains known values for the attribute that to predict, it is easy to determine whether the model's guesses are correct.

```
#### Chapter 4 ####
####Split Train and Test data
train_data=sample(1:nrow(bed4),nrow(bed4)*0.60)
train1=bed4[train_data,]
test_data=bed4[-train_data,]
```

4.3 Model

Once the dataset splitted into training and test dataset, build a model with training dataset. The following R code has been implemented the random forest and the boosting model, and predict the target variable Rent.

In this analysis, build two different models for predicting the target variable Rent. For the both model consider all features as predictors and pass the training dataset. By analysing the summary of model it is observed that how the predictors and target variables are related.

Let's try with the random forest model based on all variables vs rent.

```
####Random Forest###
library(randomForest)
set.seed(1)
bag_model=randomForest(rent~.,bed4,mtry=10,importance=TRUE)
bag_model
importance(bag_model)
```

The above R code built a model with the default characteristics as shown in the following figure.

From the above summary, the main variable is mtry = 10, the value which is used to number of variables tried at each split, calculated by p/3, p is the number of predictors. The negative value of explained variance which is also called R^2 tells that the model has worse fit. Build different models based on the variables as pre-processed below and will try to find out the best model fit for the data and compare it with the already built model.

```
####Boosting###
library(gbm)
set.seed(1)
train1[sapply(train1,is.character)]<-lapply(train1[sapply(train1,is.character)], as.factor)
train1=train1[,-c(6)]
str(train1)
names(train1)
Boost_model=gbm(rent~.,distribution = "gaussian",train1)
Boost_model</pre>
```

Boosting is used to create a model only for the non-numeric variables. Here the changing the data type of character into factor was done. But the variable "address" has length, so data type conversion is not possible. So, the above R code was built by removing the variable "address".

From the above summary, the three variables "facing", "furnishing", "wheelchairadption" influencing non-zero. The three variables are factor type. So, approximately the rent of the house might be based on this three variables among all the variables.

This chapter built 2 different models and assess its summary with various aspects.

CHAPTER V: Evaluation of model

5.1 Model Evaluation

Evaluating algorithm is an essential part of any project. The model may give satisfying results when evaluated using a metric accuracy score but may give poor results when evaluated against the model which is not suited for the data. The performance measure is the way to evaluate a solution to the problem. It is the measurement that will make of the predictions made by a trained model on the test model. Performance measures are typically specialized to the class of problem that are working with, for example classification, regression and clustering. Many standard performance measures will give a score that is meaningful to the problem domain.

Since this project is related to regression model, the commonly used performance measure is Mean Squared Error (MSE). It measures the average of the squares – that is, the average squared difference between the estimated values and what is estimated. It is a risk function, corresponding to the expected value of the square error loss. The fact that the MSE is almost always strictly positive (and not zero) is because of randomness or because the estimator does not account for information that could produce a more accurate estimate. The next measure is Residual Sum of Squares (RSS) is a statistical technique used to measure the amount of variance in a dataset that is not explained by a regression model itself. Instead, it estimates the variance in the residuals or error term. Before evaluate the test error, apply the Built model to the test data.

```
predict_model=predict(bag_model,test_data)
```

The above code predicts the house price for test data by using the random forest model that has been built in the previous chapter. Now, let's look at the first few values of prediction.

```
18631.250 13795.894
                                                   19130.345
                         24862.051
                                      17713.490
                                                                                           10601.152
                       25
9274.201
 22 23
8573.886 13859.823
                                     26 28
16378.188 26999.317
                                                                20540.840
                                                                                           9191.813
38013.370 15633.693 3577414.156 19123.549 11105.470
00 69 71
13229.370 16734.116 10263.207
                                      74 75 76 85
23498.793 15596.941 16222.449 10554.516
                                                                                            6103.279
                                                                104
22469.972
88 94
29974.288 14401.817
                          96
9937.104
                                      100
16185.707
                                                   103
11646.797
                         115
40694.705
          114
13437.909
                                                    120
9756,427
                                     17637.110
131 135
14849.018 17499.395
```

Range

Range function in R returns a vector containing the minimum and maximum of predictions

produced for test data.

```
range(predict_model)
L] 4064.627 13652641.982
```

The model built in the analysis predicts the value of rent of the house varies from 4064.62 to 13652641.98.

RSS

It measures the amount of error remaining between the regression function and the dataset after the model has been run. The smaller the RSS value, the better the model fits for data.

```
err <- mean((predict_model - test_data$rent)^2)
err
tss <- mean((test_data$rent-mean(test_data$rent))^2)
tss
rss <- 1-(err/tss)
rss
    predict_model-predict_model - test_data$rent)^2)
    err
err
[1] 3.225366e+12
> tss <- mean((test_data$rent-mean(test_data$rent))^2)
> tss
[1] 5.6e+12
> rss <- 1-(err/tss)
> rss
[1] 0.4240418
```

From the above analysis, 42% of model fits for the data.

```
yhat.boost=predict(Boost_model,newdata=bed4[-train_data,])
head(yhat.boost,50)
```

The above code predicts the house price for test data by using the boosting model that has been built in the previous chapter. Now, let's look at the first few values of prediction.

```
> head(yhat.boost,50)
[1] 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 32729.63 3272
```

RSS

It measures the amount of error remaining between the regression function and the dataset after the model has been run. The smaller the RSS value, the better the model fits for data.

```
err1 <- mean((test_data$rent - yhat.boost)^2)
err1
tss1 <- mean((mean(test_data$rent) - test_data$rent)^2)
tss1
rss1 <- 1 -err/tss
rss1</pre>
```

```
> err1 <- mean((test_data$rent - yhat.boost)^2)
> err1
[1] 342130463
> tss1 <- mean((mean(test_data$rent) - test_data$rent)^2)
> tss1
[1] 105376168
> rss1 <- 1 -(err/tss)
> rss1
[1] 0
```

From the above analysis, the value of RSS is 0. That is 100% the above model is perfect fit for the data.

CHAPTER VI: CONCLUSION

The built model predicts the rent of the house of the given dataset named rent_data, with following conclusions.

- The RSS value of random forest model is 0.42.
- The RSS value of boosting model is 0.
- Comparing the two values, RSS value of boosting model is small and zero.
- As truth, RSS value of zero means your model is a perfect fit for the data.
- Therefore, the final conclusion is Boosting Model is perfect fit for the data.