

Should I Buy That House or Nah?

DALEY HOMES REALTY

Introduction

Objective

 Help you identify an emerging market (via zip code) to purchase your first investment real estate property

Goals

- · Show you our classification model that predicts the market's real estate demand
- Identify top markets in Illinois

Real Estate Data

US Inventory Data from Realtor.com

- ° 6 years of data
- ∘ >30 Features:
 - Supply
 - Demand
 - Listing Price
 - ∘ Etc..

Filtered by Illinois Markets (zip code)



Model

LOGISTIC REGRESSION MODEL

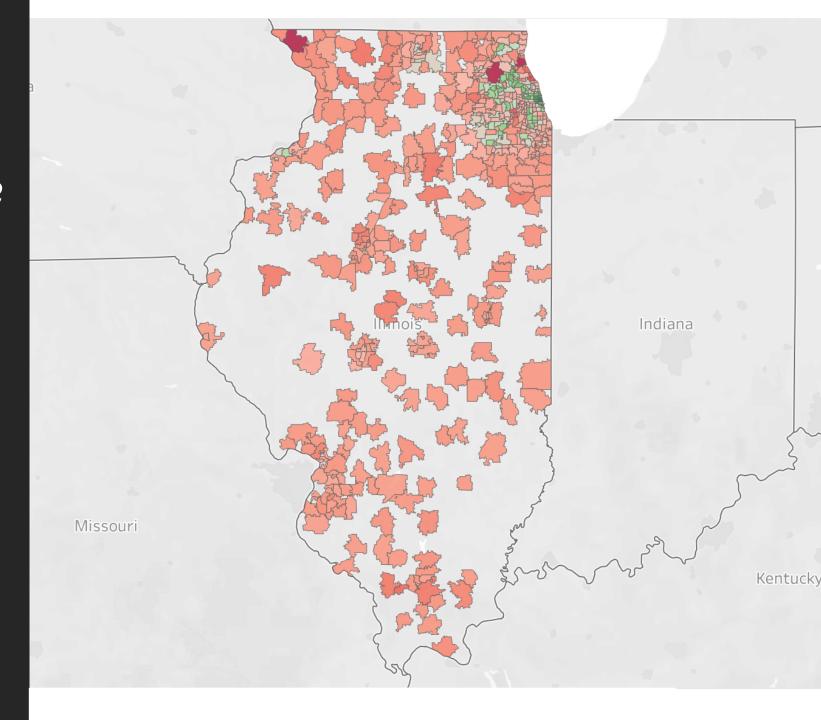
Accuracy score of 87%

MOST IMPORTANT FEATURES

- Average listing price
- Total listing count
- Active listing count
- New listing count
- Price decrease count

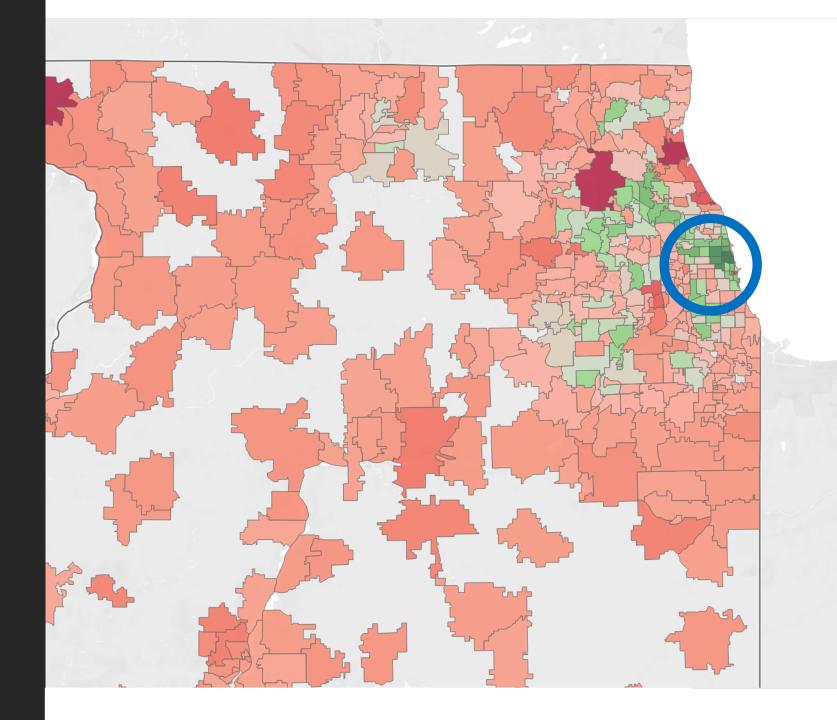
Where should I Invest?

Markets (via zip code)identified to have a high demand in Illinois



Recommendations

- ∘ 60657 Chi, IL (Lake View)
- ∘ 60614 Chi, IL (Lincoln Park)
- 60622 Chi, IL (Wicker Park)
- 60618 Chi, IL (Avondale)
- ∘ 60647 -- Chi, IL (Logan Square)



Conclusion

 Markets (zip codes) surrounding and inside of Chicago are more markets with higher demand

 Markets (zip codes) near the Wisconsin/Illinois border have high demand

Thank you!

Appendix

Next Steps

Incorporate additional data:

- Population
- demographic profile
- home value
- local economics data
- Property types

View all markets in the US



Top 5 Markets

– Steger, IL

60097 – Wonder Lake, IL

– Oak Lawn, IL

– Elgin, IL

– Alsip, IL

