AI/ML Project: House Price Prediction

Author: Bhagya Sri Romala

★ Project Overview

This project demonstrates a simple Machine Learning (ML) model that predicts house prices based on the size of the house (in square feet).

It uses **Linear Regression**, one of the most fundamental ML algorithms.

Objectives

- Learn how to apply Linear Regression in a real-world scenario.
- Train a model to understand the relationship between **house size** and **price**.
- Evaluate the accuracy of the model using standard metrics.

Dataset

The dataset is **manually created** for demonstration purposes and contains:

- **House Size** (sqft) \rightarrow Feature (input variable)
- **Price** (\$1000s) → Target (output variable)

Example:

House Size (sqft) Price (\$1000s)

750 150 1000 190 1500 275

★ Tools & Libraries

- Python
- **Pandas & NumPy** → Data handling
- **Matplotlib & Seaborn** → Visualization
- Scikit-learn → Machine Learning model

Q Methodology

- 1. Import libraries and dataset.
- 2. Visualize data (scatterplot).
- 3. Split dataset into training & testing sets.
- 4. Train a Linear Regression model.
- 5. Evaluate performance using:
 - o Mean Squared Error (MSE)
 - o R² Score (accuracy)
- 6. Predict house prices for new input values.

Results

- The model shows a **strong positive correlation** between house size and price.
- Example Prediction:
 - o Input: 1250 sqft house
 - Predicted Price \approx \$245,000

***** Conclusion

This project demonstrates how **Machine Learning** can be used for simple predictive tasks. While the dataset is small and created manually, the same approach can be applied to larger real-world housing datasets.

Future Enhancements

- Use a larger, real-world dataset (e.g., Kaggle housing datasets).
- Add more features (e.g., number of bedrooms, location, age of house).
- Try advanced ML models (e.g., Random Forest, XGBoost).