

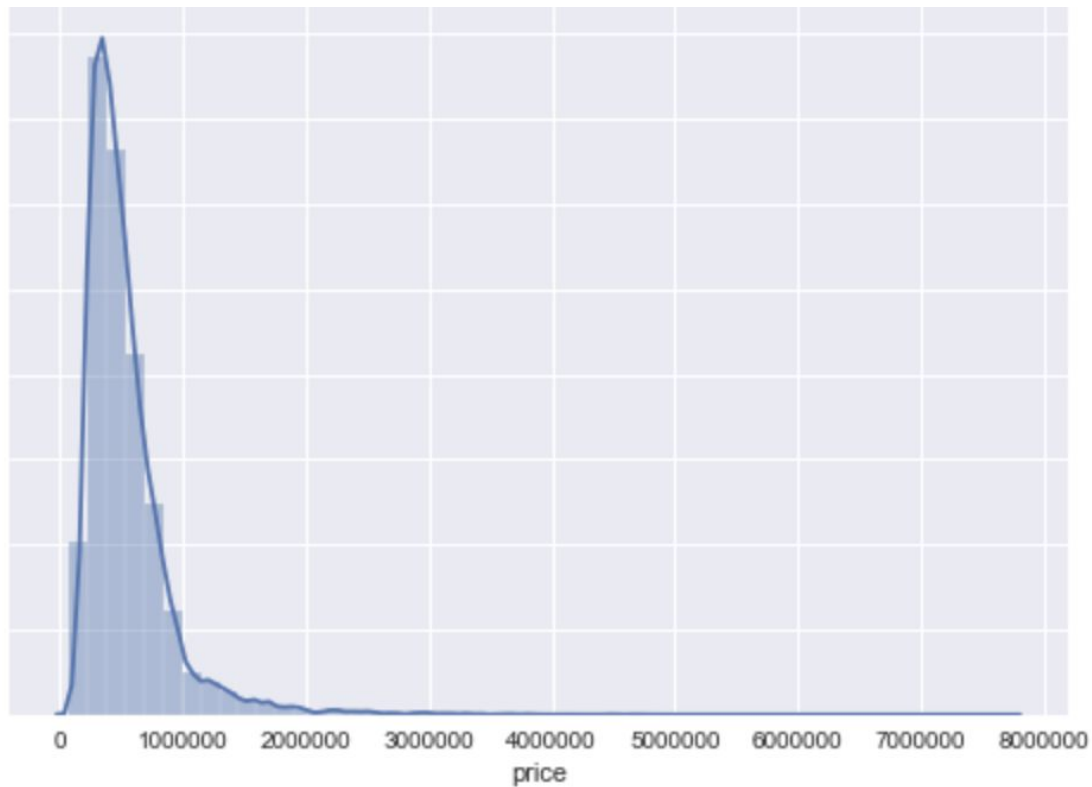
Predict King County House Sales

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House Price - Distribution





Predicted Model

OLS Regression Results:

Dep. Variable: log_price

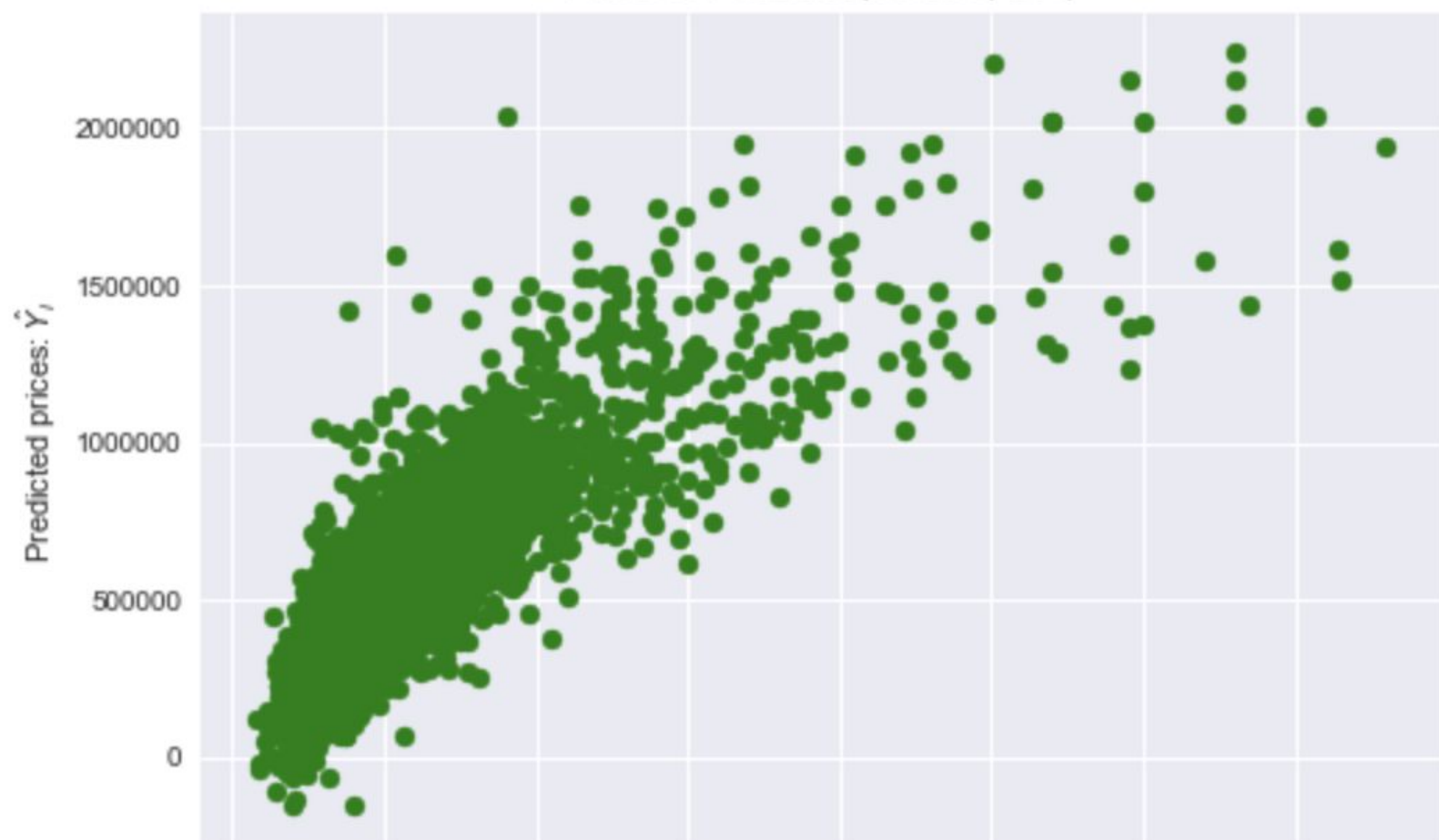
Model: OLS

Adj. R-squared: 0.771

Method: Least Squares

Prob (F-statistic): 0.00

Prices vs Predicted prices: Y_i vs \hat{Y}_i





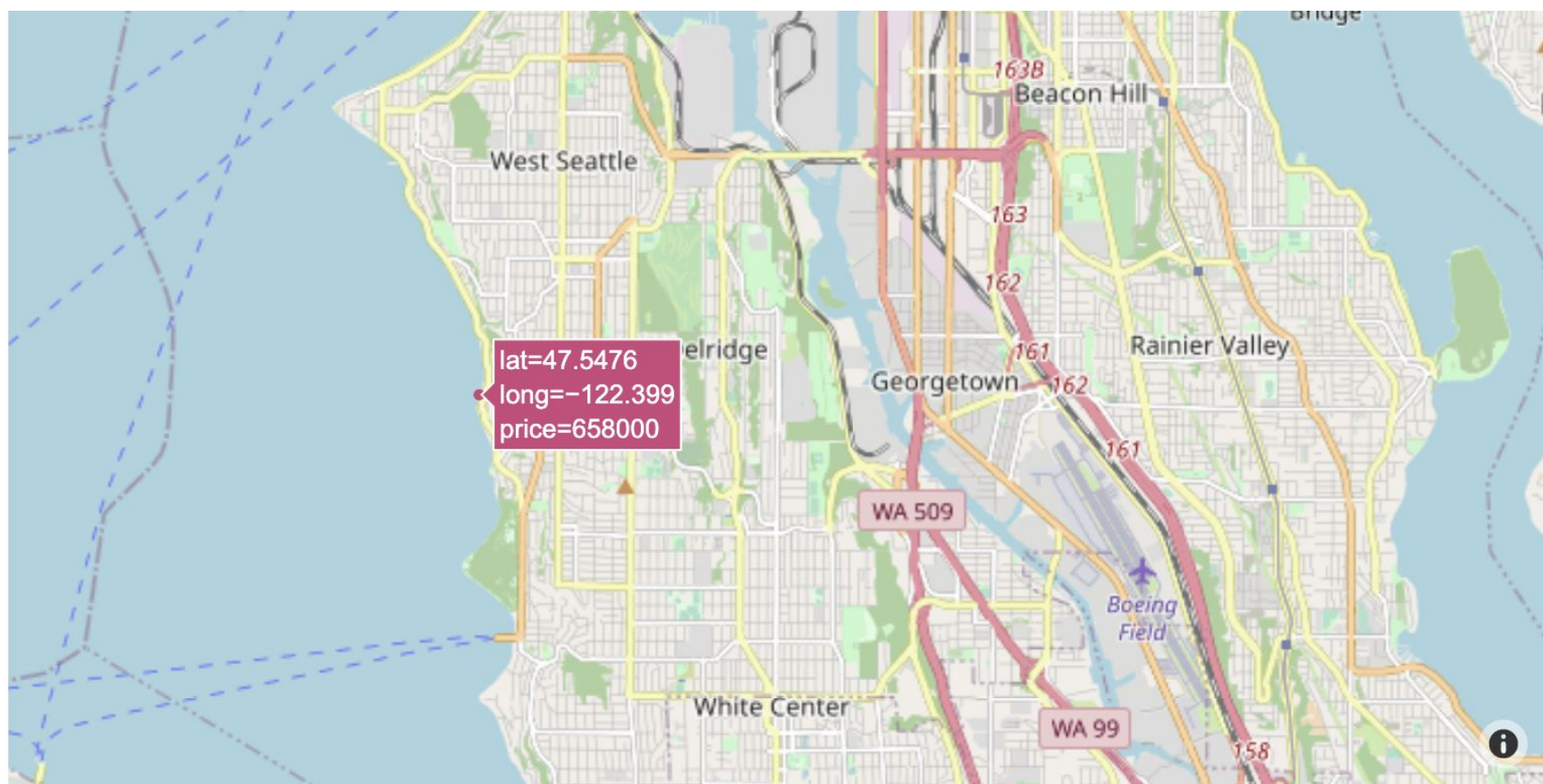
Recommendations for house buyers

- 1) low price house
- 2) high price house
- 3) 'get most of your money' house



First recommendation

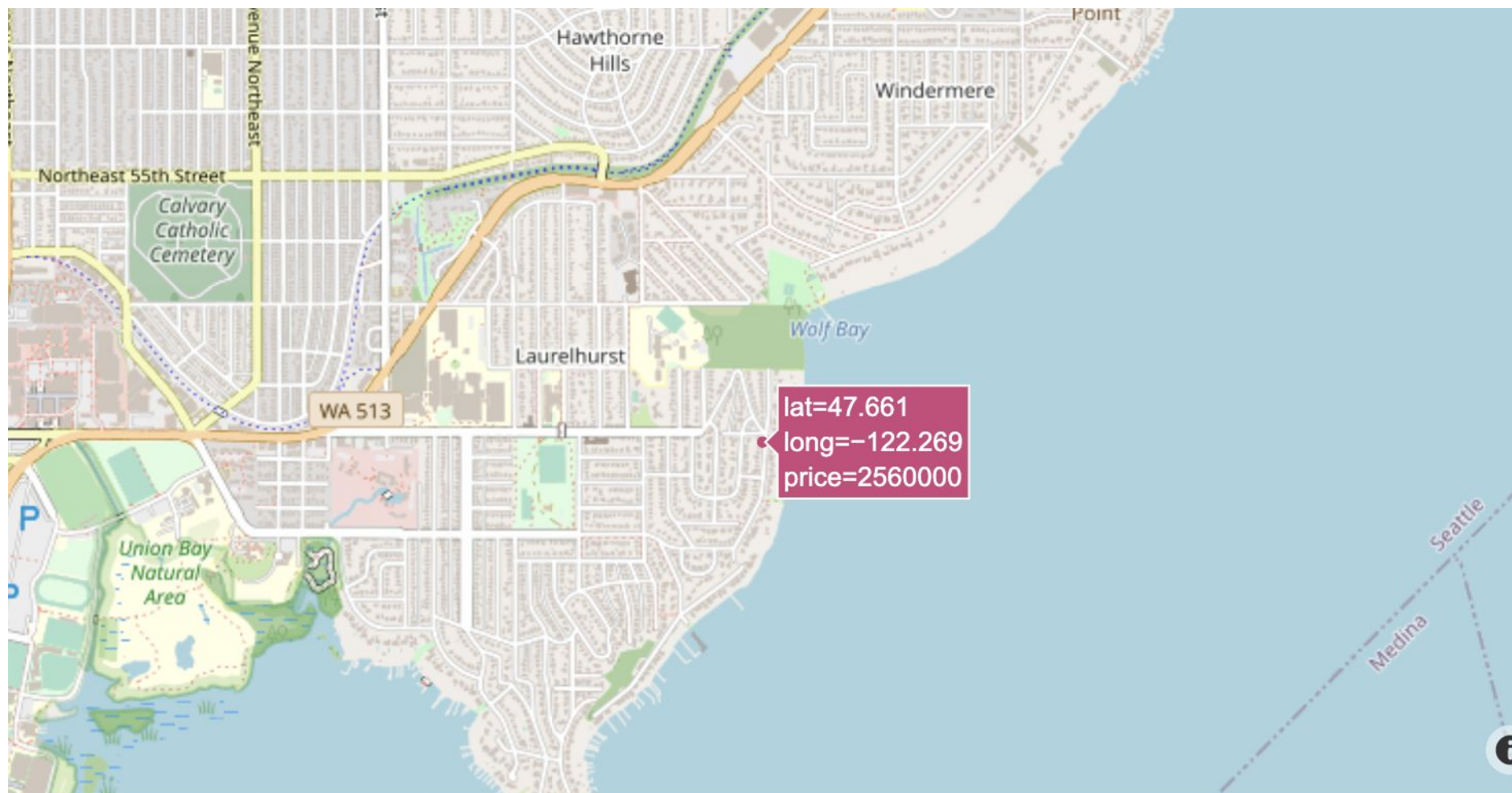
- **perfect view & location: waterfront**
 - **Low Price Building: 658.000\$ (Low 1%)**
 - **low condition of house**
- > buy it, renovate it, sell it**





Second recommendation

- perfect view & location: waterfront**
 - High Price Building: 2.560.000\$ (Top 1%)**
 - low condition of house**
- > buy it, renovate it, sell it**





Third recommendation: **BARGAIN \$\$\$**

Highest difference between predicted value and 'real value'

```
delta = y_pred - y_test
```

```
delta.min() = -2133577.8853400666
```

-> save about 2.133.578 \$ by buying this bargain



**Unfortunately: no further information
about this house**



Thank You for your attention



It's Free Real Estate