

1. IMPORT NECESSARY PACKAGES

```
In [1]: # This Python 3 environment comes with many helpful analytics Libraries installed  
# It is defined by the kaggle/python docker image: https://github.com/kaggle/docker-python  
# For example, here's several helpful packages to load in  
  
import pandas as pd  
import numpy as np  
import seaborn as sns  
import matplotlib.pyplot as plt  
  
# Input data files are available in the "../input/" directory.  
# For example, running this (by clicking run or pressing Shift+Enter) will list all files under the input directory  
  
#import as  
#for dirname, _, filenames in os.walk('/kaggle/input'):  
    #for filename in filenames:  
        #print(os.path.join(dirname, filename))  
  
# Any results you write to the current directory are saved as output.
```

/kaggle/input/incomeexpenditure-dataset/Inc_Exp_Data.csv

2. LOAD THE FILE

```
In [2]: income_df = pd.read_csv(r'D:\Samsom - All Data\statics\Inc_Exp_Data.csv')
```

```
In [3]: income_df
```

Out[3]:

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt	Annual_HH_Income	Highest_Qualified_Member
0	5000	8000	3	2000	64200	Under-Graduate
1	6000	7000	2	3000	79920	Illiterate
2	10000	4500	2	0	112800	Under-Graduate
3	10000	2000	1	0	97200	Illiterate
4	12500	12000	2	3000	147000	Graduate
5	14000	8000	2	0	196560	Graduate
6	15000	16000	3	35000	167400	Post-Graduate
7	18000	20000	5	8000	216000	Graduate
8	19000	9000	2	0	218880	Under-Graduate
9	20000	9000	4	0	220800	Under-Graduate
10	20000	18000	4	8000	278400	Under-Graduate
11	22000	25000	6	12000	279840	Illiterate
12	23400	5000	3	0	292032	Illiterate
13	24000	10500	6	0	316800	Graduate
14	24000	10000	4	0	244800	Graduate
15	25000	12300	3	0	246000	Graduate
16	25000	20000	3	3500	261000	Graduate
17	25000	10000	6	0	258000	Under-Graduate
18	29000	6600	2	2000	348000	Graduate
19	30000	13000	4	0	385200	Graduate
20	30500	25000	5	5000	351360	Under-Graduate
21	32000	15000	4	0	445440	Professiona

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt	Annual_HH_Income	Highest_Qualified_Member
22	34000	19000	6	0	330480	Professiona
23	34000	25000	3	4000	469200	Professiona
24	35000	12000	3	0	466200	Graduate
25	35000	25000	4	0	449400	Professiona
26	39000	8000	4	0	556920	Under-Graduate
27	40000	10000	4	0	412800	Under-Graduate
28	42000	15000	4	0	488880	Graduate
29	43000	12000	4	0	619200	Graduate
30	45000	25000	6	0	523800	Graduate
31	45000	40000	6	3500	507600	Professiona
32	45000	10000	2	1000	437400	Post-Graduate
33	45000	22000	4	2500	610200	Post-Graduate
34	46000	25000	5	3500	596160	Graduate
35	47000	15000	7	0	456840	Professiona
36	50000	20000	4	0	570000	Professiona
37	50500	20000	3	0	581760	Professiona
38	55000	45000	6	12000	600600	Graduate
39	60000	10000	3	0	590400	Post-Graduate
40	60000	50000	6	10000	590400	Graduate
41	65000	20000	4	5000	647400	Illiterate
42	70000	9000	2	0	756000	Graduate
43	80000	20000	4	0	1075200	Graduate

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt	Annual_HH_Income	Highest_Qualified_Member
44	85000	25000	5	0	1142400	Under-Graduate
45	90000	48000	7	0	885600	Post-Graduate
46	98000	25000	5	0	1152480	Professiona
47	100000	30000	6	0	1404000	Graduate
48	100000	50000	4	20000	1032000	Professiona
49	100000	40000	6	10000	1320000	Post-Graduate

In [4]: `income_df.head()`

Out[4]:

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt	Annual_HH_Income	Highest_Qualified_Member
0	5000	8000	3	2000	64200	Under-Graduate
1	6000	7000	2	3000	79920	Illiterate
2	10000	4500	2	0	112800	Under-Graduate
3	10000	2000	1	0	97200	Illiterate
4	12500	12000	2	3000	147000	Graduate

3. ANALYZE THE DATA

In [5]: `income_df.info()`

```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 50 entries, 0 to 49
Data columns (total 7 columns):
 #   Column                Non-Null Count  Dtype  
---  -
 0   Mthly_HH_Income       50 non-null    int64  
 1   Mthly_HH_Expense      50 non-null    int64  
 2   No_of_Fly_Members     50 non-null    int64  
 3   Emi_or_Rent_Amt       50 non-null    int64  
 4   Annual_HH_Income      50 non-null    int64  
 5   Highest_Qualified_Member 50 non-null    object  
 6   No_of_Earning_Members 50 non-null    int64  
dtypes: int64(6), object(1)
memory usage: 2.9+ KB

```

```
In [6]: income_df.shape
```

```
Out[6]: (50, 7)
```

```
In [7]: income_df.describe().T # transpose as T
```

```
Out[7]:
```

	count	mean	std	min	25%	50%	75%	max
Mthly_HH_Income	50.0	41558.00	26097.908979	5000.0	23550.0	35000.0	50375.0	100000.0
Mthly_HH_Expense	50.0	18818.00	12090.216824	2000.0	10000.0	15500.0	25000.0	50000.0
No_of_Fly_Members	50.0	4.06	1.517382	1.0	3.0	4.0	5.0	7.0
Emi_or_Rent_Amt	50.0	3060.00	6241.434948	0.0	0.0	0.0	3500.0	35000.0
Annual_HH_Income	50.0	490019.04	320135.792123	64200.0	258750.0	447420.0	594720.0	1404000.0
No_of_Earning_Members	50.0	1.46	0.734291	1.0	1.0	1.0	2.0	4.0

```
In [8]: income_df.isna().any()
```

```
Out[8]: Mthly_HH_Income      False
        Mthly_HH_Expense    False
        No_of_Fly_Members    False
        Emi_or_Rent_Amt      False
        Annual_HH_Income     False
        Highest_Qualified_Member False
        No_of_Earning_Members False
        dtype: bool
```

No null values in the dataset

4. WHAT IS THE MEAN EXPENSE OF A HOUSEHOLD?

```
In [9]: income_df["Mthly_HH_Expense"].mean()
```

```
Out[9]: 18818.0
```

5. WHAT IS THE MEDIAN HOUSEHOLD EXPENSE?

```
In [10]: income_df["Mthly_HH_Expense"].median()
```

```
Out[10]: 15500.0
```

```
In [11]: income_df["Mthly_HH_Expense"].mode()
```

```
Out[11]: 0    25000
         Name: Mthly_HH_Expense, dtype: int64
```

6. WHAT IS THE MONTHLY EXPENSE FOR MOST OF THE HOUSEHOLDS?

```
In [12]: mth_exp_tmp = pd.crosstab(index=income_df["Mthly_HH_Expense"], columns="count")
         mth_exp_tmp.reset_index(inplace=True)
         mth_exp_tmp[mth_exp_tmp['count'] == income_df.Mthly_HH_Expense.value_counts().max()]
```

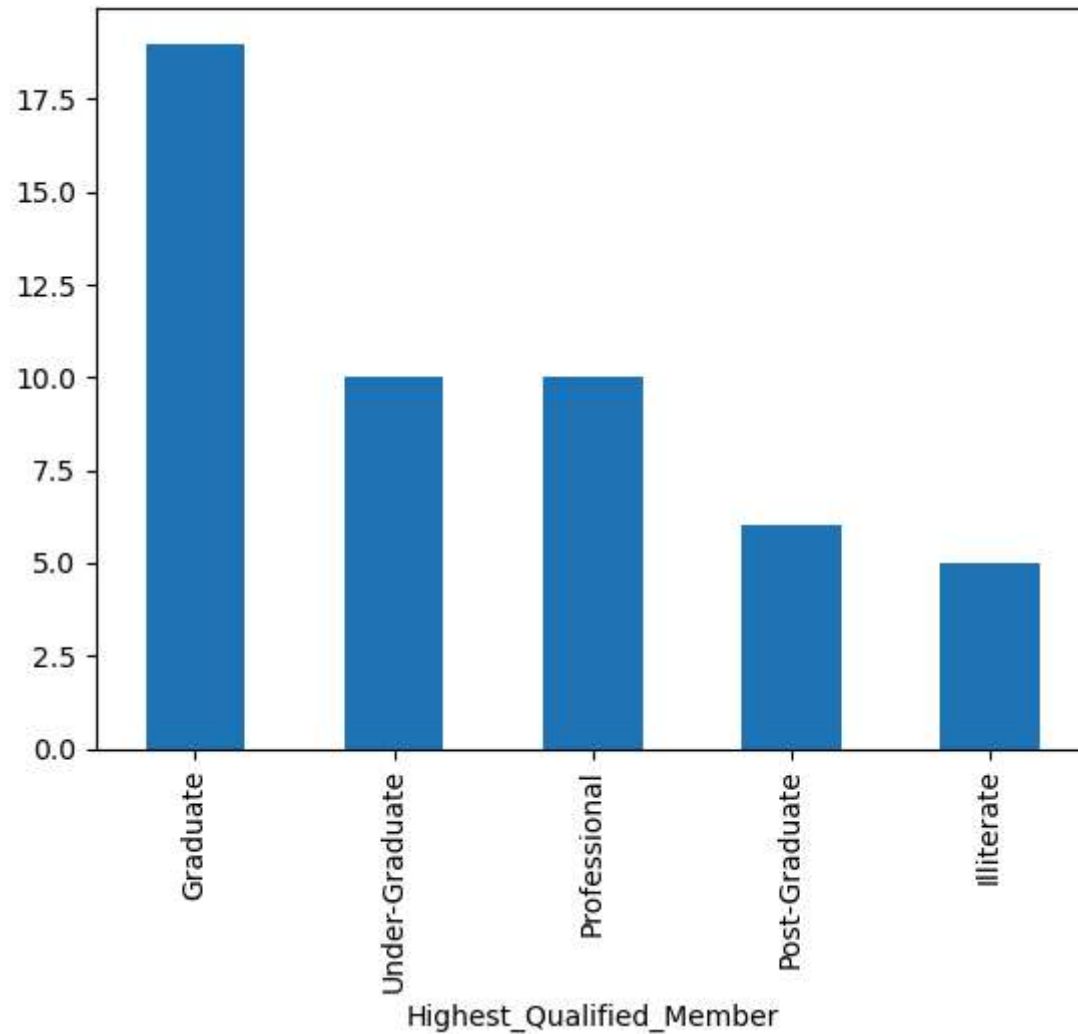
```
Out[12]: col_0  Mthly_HH_Expense  count
```

col_0	Mthly_HH_Expense	count
18	25000	8

7. PLOT THE HISTOGRAM TO COUNT THE HIGHEST QUALIFIED MEMBER

```
In [13]: income_df["Highest_Qualified_Member"].value_counts().plot(kind="bar")
```

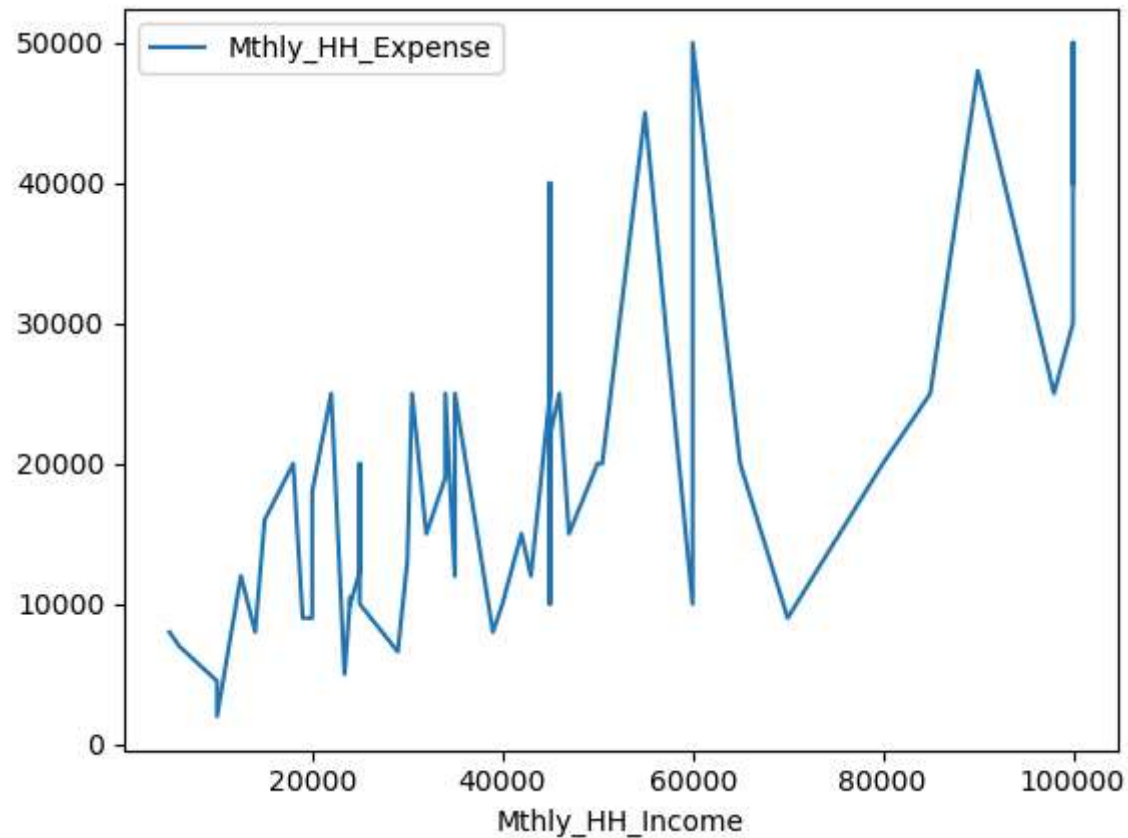
```
Out[13]: <Axes: xlabel='Highest_Qualified_Member'>
```



8. CALCULATE IQR(DIFFERENCE BETWEEN 75% AND 25% QUARTILE)

```
In [14]: income_df.plot(x="Mthly_HH_Income", y="Mthly_HH_Expense")
IQR=income_df["Mthly_HH_Expense"].quantile(0.75)-income_df["Mthly_HH_Expense"].quantile(0.25)
IQR
```

Out[14]: 15000.0



9. CALCULATE STANDARD DEVIATION FOR FIRST 4 COLUMNS.

```
In [15]: pd.DataFrame(income_df.iloc[:,0:5].std().to_frame()).T
```

```
Out[15]:
```

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt	Annual_HH_Income
0	26097.908979	12090.216824	1.517382	6241.434948	320135.792123

10. CALCULATE VARIANCE FOR FIRST 3 COLUMNS.

```
In [16]: pd.DataFrame(income_df.iloc[:,0:4].var().to_frame()).T
```

```
Out[16]:
```

	Mthly_HH_Income	Mthly_HH_Expense	No_of_Fly_Members	Emi_or_Rent_Amt
0	6.811009e+08	1.461733e+08	2.302449	3.895551e+07

11. CALCULATE THE COUNT OF HIGHEST QUALIFIED MEMBER.

```
In [17]: income_df["Highest_Qualified_Member"].value_counts().to_frame().T
```

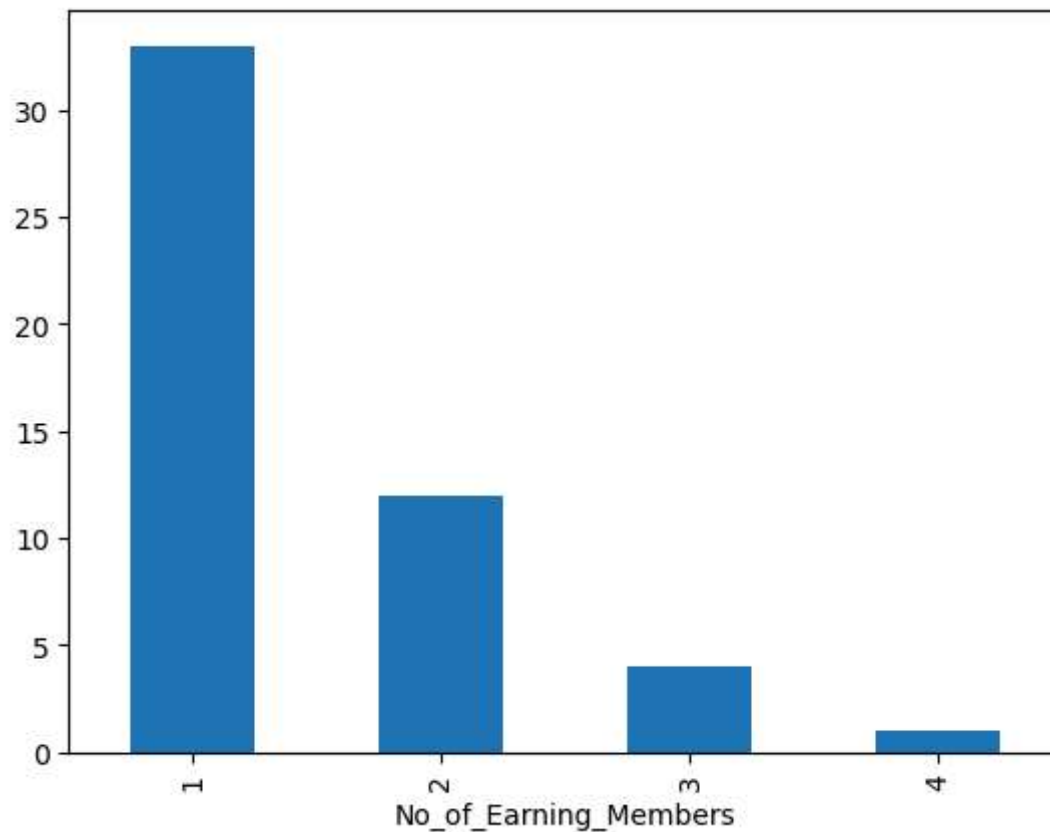
```
Out[17]:
```

Highest_Qualified_Member	Graduate	Under-Graduate	Professional	Post-Graduate	Illiterate
count	19	10	10	6	5

12. PLOT THE HISTOGRAM TO COUNT THE NO_OF_EARNING_MEMBERS

```
In [18]: income_df["No_of_Earning_Members"].value_counts().plot(kind="bar")
```

```
Out[18]: <Axes: xlabel='No_of_Earning_Members'>
```



13. Suppose you have option to invest in Stock A or Stock B. The stocks • have different expected returns and standard deviations. The expected return of Stock A is 15% and Stock B is 10%. Standard Deviation of the returns of these stocks is 10% and 5% respectively.

Which is better investment?

```
In [19]: #Here we need to calculate the coeff of variation
```

```
Coeff_of_var_StockA=10/15  
print(Coeff_of_var_StockA)  
Coeff_of_var_StockB=5/10  
print(Coeff_of_var_StockB)
```

0.6666666666666666

0.5

In []: