		price	lotsize	bedrooms	bathrms	stories	driveway	recroom	fullbase	ga
	541	91500.0	4800	3	2	four	yes	yes	no	
	542	94000.0	6000	3	2	four	yes	no	no	
	543	103000.0	6000	3	2	four	yes	yes	no	
	544	105000.0	6000	3	2	two	yes	yes	no	
	545	105000.0	6000	3	1	two	yes	no	no	
4										▶

#Access any random row from data
columns=data.columns
data["price"][2]

49500.0

data[["price","lotsize","airco"]]

	price	lotsize	airco
0	42000.0	5850	no
1	38500.0	4000	no
2	49500.0	3060	no
3	60500.0	6650	no
4	61000.0	6360	no
541	91500.0	4800	yes
542	94000.0	6000	yes
543	103000.0	6000	yes
544	105000.0	6000	yes
545	105000.0	6000	yes

546 rows × 3 columns

```
# what happens in data ?
import matplotlib.pyplot as plt
plt.scatter(data["lotsize"],data["price"],color="black")
plt.xlabel("lot size(Area of house)")
plt.ylabel("house prices(Area of house)")
plt.title("house prices vs lotsize")
```

Text(0.5, 1.0, 'house prices vs lotsize')



#why did it happens?

data.corr() #calculate correlations

	price	lotsize	bedrooms	bathrms	garagepl	1
price	1.000000	0.535796	0.366447	0.516719	0.383302	
lotsize	0.535796	1.000000	0.151851	0.193833	0.352872	
bedrooms	0.366447	0.151851	1.000000	0.373769	0.139117	
bathrms	0.516719	0.193833	0.373769	1.000000	0.178178	
garagepl	0.383302	0.352872	0.139117	0.178178	1.000000	

data.head(3)

	price	lotsize	bedrooms	bathrms	stories	driveway	recroom	fullbase	gashw
0	42000.0	5850	3	1	two	yes	no	yes	no
1	38500.0	4000	2	1	one	yes	no	no	no
2	49500.0	3060	3	1	one	yes	no	no	no
4									•

# Start

import pandas as pd

data = pd.read\_csv("/Housing\_Modified (1).csv")

data.head(3)

	price	lotsize	bedrooms	bathrms	stories	driveway	recroom	fullbase	gashw
0	42000.0	5850	3	1	two	yes	no	yes	no
1	38500.0	4000	2	1	one	yes	no	no	no
2	49500.0	3060	3	1	one	yes	no	no	no •

- # stage 1 Selection
- # selection a dependent and independent variables
- # check the influence

print(data.columns)

data.corr()

	price	lotsize	bedrooms	bathrms	garagepl	11+
price	1.000000	0.535796	0.366447	0.516719	0.383302	
lotsize	0.535796	1.000000	0.151851	0.193833	0.352872	
bedrooms	0.366447	0.151851	1.000000	0.373769	0.139117	
bathrms	0.516719	0.193833	0.373769	1.000000	0.178178	
garagepl	0.383302	0.352872	0.139117	0.178178	1.000000	

```
data.columns
```

temp\_data=data[["stories","driveway","recroom","fullbase","gashw","airco","prefarea"]]

temp\_data.head(3)

print("stories" ,temp\_data["stories"].unique())

print("driveway", temp\_data["driveway"].unique())

data\_clean

```
stories ['two' 'one' 'three' 'four']
driveway ['yes' 'no']

# stage 2 - preprocessing
# a.missing Data
# b.convert text to Numbers

#check Missing data
data.isna()
```

```
price lotsize bedrooms bathrms stories driveway recroom fullbase gash
      False
 0
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
 1
       False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                False
                                                                                        False
 2
       False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                False
                                                                                        False
 3
       False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
 4
       False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                        False
                                                                                 False
541
      False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                False
                                                                                        False
542
      False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
543
      False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
                            False
                                      False
                                                False
544
      False
                 False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
545 False
                 False
                            False
                                      False
                                                False
                                                           False
                                                                     False
                                                                                 False
                                                                                        False
546 rows × 12 columns
```

```
# what to do if data is missing ?
# a. drop the null values
data_withoutNA =data.dropna()
# b. fil missing values with mean,median,max,min
# check the mean, median,max and min value of bedrooms
print("max of bedrooms",data["bedrooms"].max())
print("min of bedrooms",round(data["bedrooms"].mean()))
print("mean of bedrooms",round(data["bedrooms"].median()))

    max of bedrooms 6
    min of bedrooms 1
    mean of bedrooms 3
    median of bedrooms 3

# fill the missing value with max,min,mean,median
data_clean= data.fillna(data["bedrooms"].mean())
```

	price	lotsize	bedrooms	bathrms	stories	driveway	recroom	fullbase	ga
0	42000.0	5850	3	1	two	yes	no	yes	
1	38500.0	4000	2	1	one	yes	no	no	
2	49500.0	3060	3	1	one	yes	no	no	
3	60500.0	6650	3	1	two	yes	yes	no	
4	61000.0	6360	2	1	one	yes	no	no	
					•••		•••		
541	91500.0	4800	3	2	four	yes	yes	no	
542	94000.0	6000	3	2	four	yes	no	no	
543	103000.0	6000	3	2	four	yes	yes	no	
544	105000.0	6000	3	2	two	yes	yes	no	
545	105000.0	6000	3	1	two	yes	no	no	
546 rc	ws × 12 col	umns							

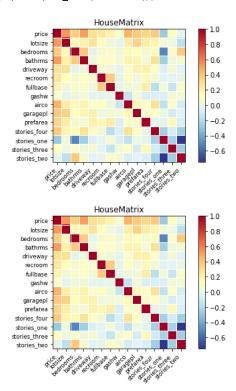
```
# convert data into numbers
# a.convert binary category to number(0/1)
# label Binarizer
import sklearn.preprocessing as pp
print(temp_data.columns)
lb =pp.LabelBinarizer()
data.driveway =lb.fit_transform(data.driveway)
data.recroom =lb.fit_transform(data.recroom)
data.fullbase =lb.fit transform(data.fullbase)
data.gashw =lb.fit_transform(data.gashw)
data.airco =lb.fit_transform(data.airco)
data.prefarea =lb.fit_transform(data.prefarea)
data.head(3)
    Index(['stories', 'driveway', 'recroom', 'fullbase', 'gashw', 'airco',
            'prefarea'],
          dtype='object')
          price lotsize bedrooms bathrms stories driveway recroom fullbase gashw
     0 42000.0
                   5850
                               3
                                        1
                                              two
                                                                  0
                                                                            1
                                                                                  0
     1 38500.0
                               2
                                                                            0
                                                                                  0
                   4000
                                        1
                                              one
                                                                  0
     2 49500.0
                   3060
                               3
                                                                  O
                                                                            n
                                                                                  0
                                        1
                                              one
                                                          1
#convert n-category into numbers using one Hot Encoding
stories_data = pd.get_dummies(data["stories"],prefix="stories")
data=pd.concat([data,stories_data],axis=1)
data.head(3)
          price lotsize bedrooms bathrms stories driveway recroom fullbase gashw
     0 42000.0
                   5850
                               3
                                        1
                                              two
                                                                   0
                                                                            1
                                                                                  0
     1 38500.0
                               2
                                                                  0
                                                                            0
                                                                                  0
                   4000
                                        1
                                              one
                                                          1
     2 49500.0
                   3060
                               3
                                                                  0
                                                                            0
                                                                                  0
                                        1
                                              one
     1
    4
data.columns
    dtype='object')
print("before delete",data.columns)
# delete stories columns
del data["stories"]
print("after delete", data.columns)
    dtype='object')
    after delete Index(['price', 'lotsize', 'bedrooms', 'bathrms', 'driveway', 'recroom', 'fullbase', 'gashw', 'airco', 'garagepl', 'prefarea', 'stories_four',
          'stories_one', 'stories_three', 'stories_two'],
dtype='object')
# check rhe correlation
data.corr()
```

	price	lotsize	bedrooms	bathrms	driveway	recroom	fullbase
price	1.000000	0.535796	0.366447	0.516719	0.297167	0.254960	0.186218
lotsize	0.535796	1.000000	0.151851	0.193833	0.288778	0.140327	0.047487
bedrooms	0.366447	0.151851	1.000000	0.373769	-0.011996	0.080492	0.097201
bathrms	0.516719	0.193833	0.373769	1.000000	0.041955	0.126892	0.102791
driveway	0.297167	0.288778	-0.011996	0.041955	1.000000	0.091959	0.043428
recroom	0.254960	0.140327	0.080492	0.126892	0.091959	1.000000	0.372434
fullbase	0.186218	0.047487	0.097201	0.102791	0.043428	0.372434	1.000000
gashw	0.092837	-0.009201	0.046028	0.067365	-0.011942	-0.010119	0.004677
airco	0.453347	0.221765	0.160412	0.184955	0.106290	0.136626	0.045248
garagepl	0.383302	0.352872	0.139117	0.178178	0.203682	0.038122	0.052524
prefarea	0.329074	0.234782	0.078953	0.064013	0.199378	0.161292	0.228651

# create a correlation maxtrix(color Grid)

import statsmodels.api as sm

sm.graphics.plot\_corr(data.corr(),xnames=data.columns,title="HouseMatrix")



# create a correlation maxtrix using seaborn
import seaborn as sb
import matplotlib.pyplot as plt
fig, ax =plt.subplots(figsize=(10,10))
sb.heatmap(data.corr(),annot =True,ax =ax)

```
<matplotlib.axes._subplots.AxesSubplot at 0x7f86cabaf040>
                                                                                             - 1.0
                       0.19 0.29 0.14 0.0470.00920.22 0.35 0.23 0.18 0.0540.021 0.16
            lotsize
                                                                                             -08
                                0.37 -0.012 0.08 0.097 0.046 0.16 0.14 0.079 0.15 <mark>-0.51</mark> 0.099 0.38
         bedrooms
                                    .042 0.13 0.1 0.067 0.18 0.18 0.064 0.28 <mark>-0.25</mark> 0.036 0.081
                                                                                             - 0.6
          bathrms
                   0.3 0.29 -0.012 0.042
          driveway
                                                                                             - 0.4
                  0.25 0.14 0.08 0.13 0.092 1
                                             0.37 -0.01 0.14 0.038 0.16 0.068-0.0230.0390.006
          recroom
                  0.19 0.047 0.097 0.1 0.043 0.37
                                                  .00470.045 0.053 0.23 -0.17 0.059 -0.13 0.099
          fullbase
                                                                                             0.2
                  0.0930.00920.046 0.067-0.012 -0.01 0.0047 1
                                                      -0.13 0.068-0.059-0.062-0.06 0.073 0.055
                   0.45 0.22 0.16 0.18 0.11 0.14 0.045 -0.13
                                                                                             0.0
data.plot()
print("Price ranges from", data.price.min(), "-", data.price.max())
print("Bedroom ranges from", data.bedrooms.min(), "-", data.bedrooms.max())
      Price ranges from 25000.0 - 190000.0
     Bedroom ranges from 1 - 6
      175000
                                                    lotsize
                                                    bedrooms
      150000
                                                    bathrms
                                                    driveway
      125000
                                                     recroom
       100000
                                                     fullbase
                                                     gashw
                                                     airco
                                                    garagepl
        50000
                                                    prefarea
        25000
                                                    stories four
                                                    stories one
                                                    stories three
                               200
                                                    stories_two
# Transformation using Standardization
# Formula = (X - Xmean) / Xstd
X = data["price"]
Xmean = X.mean()
print("Mean of price is", Xmean)
Xstd = X.std()
print('Standard deviation is', Xstd)
Xnorm = (X - Xmean) / Xstd
print("Normalized price is", Xnorm)
     Mean of price is 68121.59706959708
     Standard deviation is 26702.670925794933
     Normalized price is 0
                                   -0.978239
     1
            -1.109312
            -0.697368
     2
      3
            -0.285425
            -0.266700
             0.875508
      541
      542
             0.969132
      543
             1.306177
      544
             1.381075
      545
             1.381075
     Name: price, Length: 546, dtype: float64
# Standardization of data using Standard Score
standard_data = (data - data.mean())/data.std()
# Plot standardized values
standard_data.plot(figsize=(300, 2))
      <matplotlib.axes._subplots.AxesSubplot at 0x7f86dba5bcd0>
```

```
plt.scatter(data["bedrooms"],data["price"])
```

```
<matplotlib.collections.PathCollection at 0x7f86c8c99ca0>
```

```
175000 -
150000 -
100000 -
75000 -
25000 -
1 2 3 4 5 6
```

```
ss = pp.StandardScaler()
ss.fit_transform(data)
```

```
array([[-0.97913617, 0.32302806, 0.0472349 , ..., -0.84356313, -0.28116078, 1.13759292],

[-1.11032939, -0.53101296, -1.31014696, ..., 1.18544774, -0.28116078, -0.87904907],

[-0.69800783, -0.96495812, 0.0472349 , ..., 1.18544774, -0.28116078, -0.87904907],

...,

[ 1.30737434, 0.39227462, 0.0472349 , ..., -0.84356313, -0.28116078, -0.87904907],

[ 1.3823419 , 0.39227462, 0.0472349 , ..., -0.84356313, -0.28116078, 1.13759292],

[ 1.3823419 , 0.39227462, 0.0472349 , ..., -0.84356313, -0.28116078, 1.13759292])
```

```
# Transfrom using min - max scaler
# xnorm = (x-xmin)/ (xmax-xmin)
norm_data = (data - data.min()) / (data.max()-data.min())
norm_data
```

	price	lotsize	bedrooms	bathrms	driveway	recroom	fullbase	gashw	aiı
0	0.103030	0.288660	0.4	0.000000	1.0	0.0	1.0	0.0	
1	0.081818	0.161512	0.2	0.000000	1.0	0.0	0.0	0.0	
2	0.148485	0.096907	0.4	0.000000	1.0	0.0	0.0	0.0	
3	0.215152	0.343643	0.4	0.000000	1.0	1.0	0.0	0.0	
4	0.218182	0.323711	0.2	0.000000	1.0	0.0	0.0	0.0	
541	0.403030	0.216495	0.4	0.333333	1.0	1.0	0.0	0.0	
542	0.418182	0.298969	0.4	0.333333	1.0	0.0	0.0	0.0	
543	0.472727	0.298969	0.4	0.333333	1.0	1.0	0.0	0.0	
544	0.484848	0.298969	0.4	0.333333	1.0	1.0	0.0	0.0	
545	0.484848	0.298969	0.4	0.000000	1.0	0.0	0.0	0.0	

546 rows × 15 columns



```
# print min max ranges from price and bedrooms
print("price ranges", norm_data["price"].min(),norm_data["price"].max())
print("bedrooms ranges", norm_data["bedrooms"].min(),norm_data["bedrooms"].max())

price ranges 0.0 1.0
bedrooms ranges 0.0 1.0

plt.scatter(data["lotsize"],data["price"])
plt.xlabel("X-axis lotsize(independent variableS)")
plt.ylabel("Y-axis price(dependent variable)")
```

```
Text(0, 0.5, 'Y-axis price(dependent variable)')
```

```
175000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 150000 - 150000 - 150000 - 150000 - 150000 - 150000 - 1500000 - 1500000 - 15000000 - 15000000 - 1500000 - 1500000 - 1500000
```

Y = data["price"]

Y # dependent variable

X = data #independent variables

del X["price"]

regression = sm.OLS(Y, X) # refression equation /model

- # train the model
- # calculate the value of attribute using actual values of
- # dependent and independent variables
- # for regrrssion-caclulate the value of coefficient and
- $\mbox{\tt\#}$  intercept using the actual values of X and Y

model = regression.fit() # train the model

model.summary()

## OLS Regression Results

Dep. Variable:	price	R-squared:	0.674
Model:	OLS	Adj. R-squared:	0.666
Method:	Least Squares	F-statistic:	84.47
Date:	Mon, 16 Jan 2023	Prob (F-statistic):	4.12e-120
Time:	11:27:49	Log-Likelihood:	-6033.7
No. Observations:	546	AIC:	1.210e+04
Df Residuals:	532	BIC:	1.216e+04
Df Model:	13		

Covariance Type: nonrobust

	coef	std err	t	P> t	[0.025	0.975]
lotsize	3.4853	0.357	9.760	0.000	2.784	4.187
bedrooms	2207.4007	1126.826	1.959	0.051	-6.174	4420.976
bathrms	1.423e+04	1501.004	9.479	0.000	1.13e+04	1.72e+04
driveway	6744.5906	2049.077	3.292	0.001	2719.317	1.08e+04
recroom	4452.7280	1905.476	2.337	0.020	709.547	8195.909
fullbase	5611.2079	1602.026	3.503	0.000	2464.134	8758.281
gashw	1.298e+04	3244.074	4.002	0.000	6610.754	1.94e+04
airco	1.246e+04	1568.474	7.944	0.000	9379.277	1.55e+04
garagepl	4207.8472	847.752	4.964	0.000	2542.495	5873.200
prefarea	9339.4245	1695.216	5.509	0.000	6009.286	1.27e+04
stories_four	2.265e+04	5140.674	4.406	0.000	1.25e+04	3.27e+04
stories_one	2381.0771	3517.544	0.677	0.499	-4528.903	9291.057
tories_three	1.512e+04	4848.135	3.119	0.002	5596.507	2.46e+04
stories_two	7666.2541	4153.290	1.846	0.065	-492.606	1.58e+04

 Omnibus:
 98.599
 Durbin-Watson:
 1.603

 Prob(Omnibus):
 0.000
 Jarque-Bera (JB):
 266.624

 Skew:
 0.891
 Prob(JB):
 1.27e-58

 Kurtosis:
 5.923
 Cond. No.
 7.07e+04

## Notes

- [1] Standard Errors assume that the covariance matrix of the errors is correctly specified.
- [2] The condition number is large, 7.07e+04. This might indicate that there are strong multicollinearity or other numerical problems.

data["predictedprice"]=model.predict()

data

	lotsize	bedrooms	bathrms	driveway	recroom	fullbase	gashw	airco	garage
0	5850	3	1	1	0	1	0	0	
1	4000	2	1	1	0	0	0	0	
2	3060	3	1	1	0	0	0	0	
3	6650	3	1	1	1	0	0	0	
4	6360	2	1	1	0	0	0	0	
541	4800	3	2	1	1	0	0	1	
542	6000	3	2	1	0	0	0	1	
543	6000	3	2	1	1	0	0	1	
544	6000	3	2	1	1	0	0	1	
545	6000	3	1	1	0	0	0	1	

546 rows × 15 columns



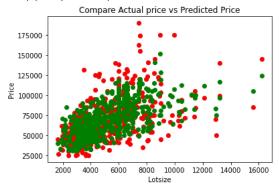
data["price"] = Y
data[["price", "lotsize", "predictedprice"]]

	price	lotsize	predictedprice
0	42000.0	5850	65469.387145
1	38500.0	4000	41709.888312
2	49500.0	3060	40641.075980
3	60500.0	6650	62891.326583
4	61000.0	6360	49935.274323
541	91500.0	4800	98113.739019
542	94000.0	6000	97843.410668
543	103000.0	6000	106503.985852
544	105000.0	6000	91522.232970
545	105000.0	6000	72841.418102

546 rows × 3 columns

```
# Comparing Actual prices vs predicted prices
plt.scatter(data["lotsize"], data["price"], color="red")
plt.scatter(data["lotsize"], data["predictedprice"], color="green")
plt.title("Compare Actual price vs Predicted Price")
plt.xlabel("Lotsize")
plt.ylabel("Price")
```

Text(0, 0.5, 'Price')



```
del X["predictedprice"]
del X["price"]
# Create an AI Console App
user_data = {}
for column in X.columns:
temp_val = int(input("Enter "+column+": "))
  user_data[column] = temp_val
user_data
input_data = pd.DataFrame(data = user_data, index=[0])
output = model.predict(input_data)
print("Price of the house is USD", output)
 Enter lotsize: 2000
     Enter bedrooms: 3
     Enter bathrms: 4
     Enter driveway: 1
     Enter recroom: 0
     Enter fullbase: 0
     Enter gashw: 0
     Enter airco: 1
     Enter garagepl: 0
     Enter prefarea: 0
     Enter stories_four: 1
Enter stories_one: 0
     Enter stories_three: 0
     Enter stories_two: 0
Price of the house is USD 0
                                    112358.252144
     dtype: float64
```

✓ 1m 22s completed at 4:59 PM