

# **An Example Problem**

Let's assume we want to <u>estimate real-estate prices in Taiwan</u>



### **Loading the Data**

#### We have data about this problem in a csv file in the data directory

```
In [10]: data = pd.read csv(os.path.join('..', 'data', 'real estate.csv'), sep=',')
           data.head()
Out[10]:
                                                   longitude price per area
               house age dist to MRT #stores
                                           latitude
            0 14.8
                        393.2606
                                          24.96172 121.53812 7.6
                        6488.0210
                                          24.95719 121.47353 11.2
            1 17.4
            2 16.0
                        4066.5870 0
                                          24.94297 121.50342 11.6
            3 30.9
                        6396.2830
                                          24.94375 121.47883 12.2
            4 16.5
                        4082.0150 0
                                          24.94155 121.50381 12.8
```

The first 4 columns contain easy-to-obtain quantities, the last does not

#### Obtaining price information requires actual houses to be sold and bought

- Therefore, it might be useful to learn a machine model
- ...That can estimate the price based on the easily available information

### **Using Histograms**

#### Since our goal is roughly defined, it's a good idea to inspect the dataset

We will start by using histograms, i.e. plots with:

- On the x-axis: values for one attribute
- On the y-axis: occurrency count in the dataset

They are useful to display the distribution of each column

#### Some comments:

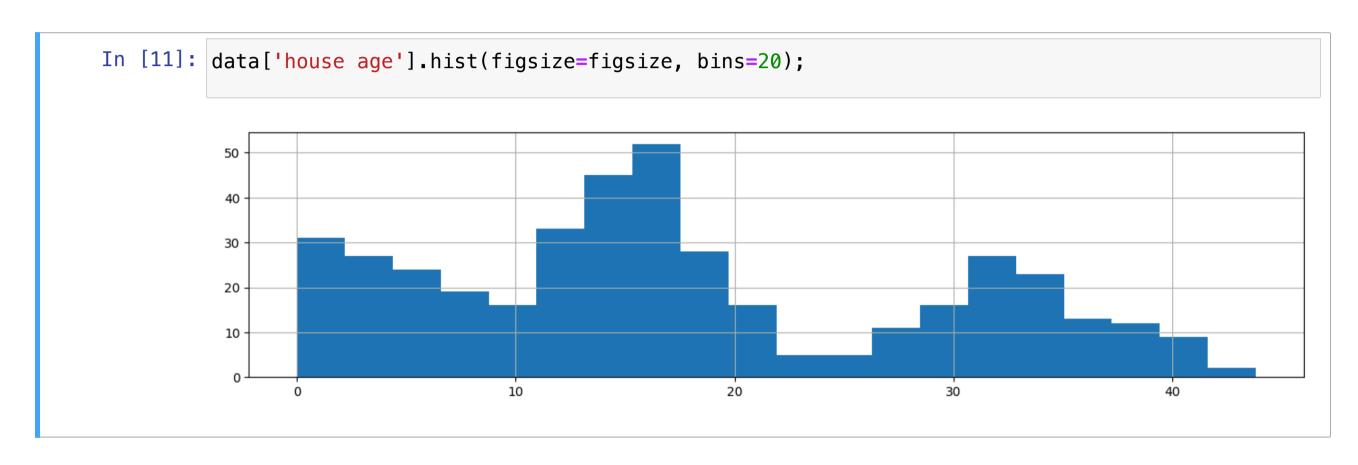
- Continuous attributes are typically discretized (i.e. binned) first
- The counts can be normalized to obtain frequencies

#### Histograms can be built directly from pandas

- ...By using the <u>hist</u> method.
- matplotlib is used behind the scens and can be employed to add details
- ...Or as an alernative, if we need a more complex plot

## **Dataset Inspection via Histograms**

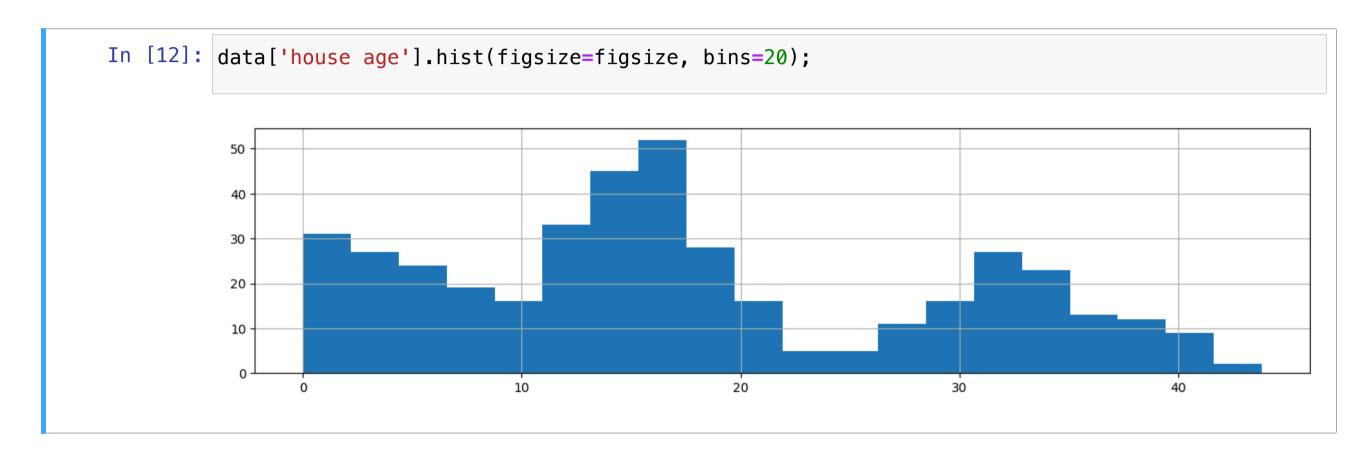
#### Let's inspect the "house age" attribute



What can you say about that?

## **Using Histograms**

#### Let's inspect the "house age" attribute



- There seems to be two main clusters, roughly normally distributed
- Lower age values are roughly uniformly likely

#### Now, try building histograms for the other columns

### **Dataset Inspection via Cartesian Plots**

#### We can obtain information about the distribution of each column

...By using statistics. For example we can call:

[13]: dat	data.describe()						
ut[13]:		house age	dist to MRT	#stores	latitude	longitude	price per area
cou	ınt	414.000000	414.000000	414.000000	414.000000	414.000000	414.000000
me	an	17.712560	1083.885689	4.094203	24.969030	121.533361	37.980193
std		11.392485	1262.109595	2.945562	0.012410	0.015347	13.606488
mir	1	0.000000	23.382840	0.000000	24.932070	121.473530	7.600000
259	%	9.025000	289.324800	1.000000	24.963000	121.528085	27.700000
509	%	16.100000	492.231300	4.000000	24.971100	121.538630	38.450000
759	%	28.150000	1454.279000	6.000000	24.977455	121.543305	46.600000
ma	X	43.800000	6488.021000	10.000000	25.014590	121.566270	117.500000

- Statistics are a very compact way to convey information
- ...But they are also less rich than using a histogram

### **Dataset Inspection via Scatter Plots**

#### The fourth tool we'll use for dataset inspection

...Is given by scatter plots, which have:

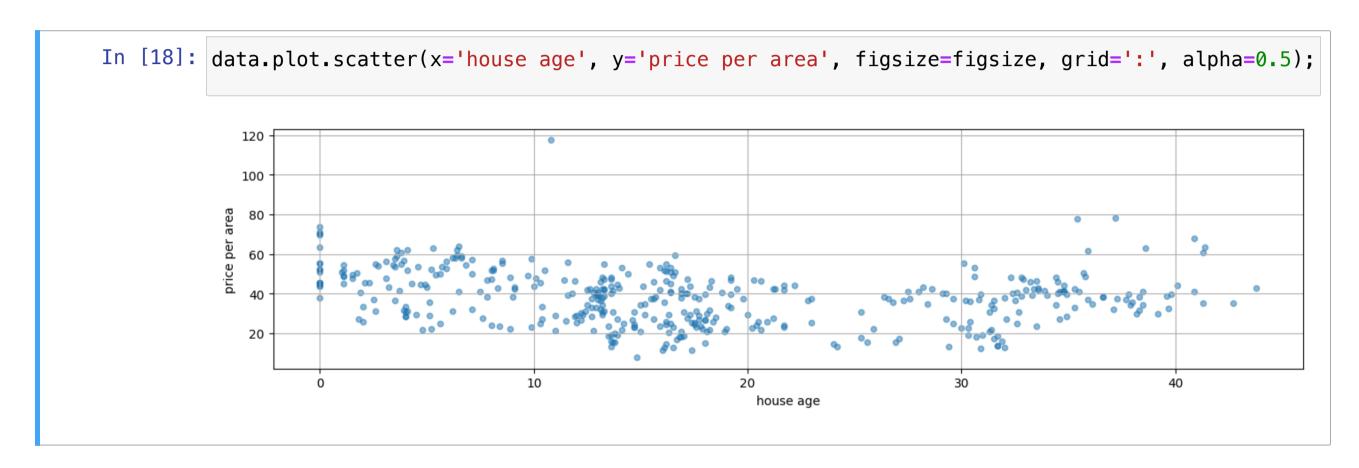
- On the x-axis: the values for one attribute
- On the y-axis: the values for anotehr attribute (usually the target)
- Points in scatter plot are not connected by a line

#### Some comments:

- These are great for the visual identification of correlations
- By looking at the shape of the "cloud of points"
- ...It is possible to get insight on how the attributes are connected

### **Using Scatter Plots**

### Let's inspect how "house age" and the target are linked



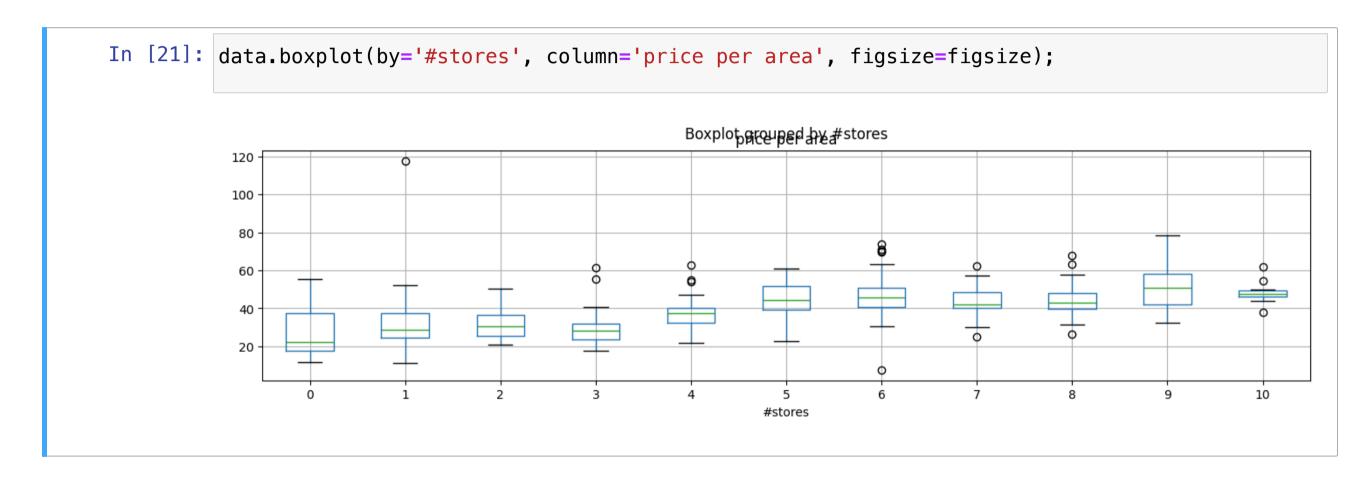
- There does not seem to be a strong correlation here
- ...But it's worth checking other columns, too



- We have one box per value of an attribute
- $\blacksquare$  On the y axis, we have a second attribute (usually the target)



- The box boundaries are the 1st and 3rd quartile
- The green line represents the mean



- The "whiskers" extend for 1.5 the inter-quartile range
- Values outside the whiskers are plotted directly



- lacktriangle Box plots are great to see how the distribution of a y depends on x
- They can be used with continuous attributes, if we first discretize them