**Aim** - Build a simple linear regression model to predict house prices based on features like the number of bedrooms and square footage

# **Import Statements and Their Purposes**

1. import numpy as np

**Purpose**: Provides support for large, multi-dimensional arrays and matrices, along with a collection of mathematical functions to operate on these arrays.

2. import pandas as pd

**Purpose**: Used for data manipulation and analysis, including reading data from files like CSV and handling DataFrameoperations.

3. import matplotlib.pyplot as plt

Purpose: Essential for creating visualizations such as line charts, scatter plots, and histograms.

4. from sklearn.model\_selection import train\_test\_split

**Purpose**: Provides a method to split the dataset into training and testing subsets, ensuring a controlled and reproducible division.

5. from sklearn.preprocessing import StandardScaler

**Purpose**: Used for feature scaling, ensuring all numerical features have the same scale, typically necessary for machine learning algorithms sensitive to feature magnitudes.

6. from sklearn.linear\_model import LinearRegression

**Purpose**: Contains the implementation of linear regression, a simple and widely-used predictive modeling algorithm.

7. import seaborn as sns

**Purpose**: Used for creating visually appealing statistical plots, such as scatter plots with regression lines or heatmaps.

# **Functions Used and Their Purposes**

- 1. pd.read\_csv()
- Reads a CSV file into a Pandas DataFrame.
- Allows for easy manipulation and analysis of structured data.
- 2. dataset.iloc[:,:-1].values
- Extracts all columns except the last one (independent variables) as a NumPy array.
- $\circ$  This isolates the features (X).

## 3. dataset.iloc[:, -1].values

• Extracts the last column (dependent variable or target variable) as a NumPy array (y).

## 4. train test split(X, y, test size=0.2, random state=42)

- Splits the dataset into training (80%) and testing (20%) sets.
- The random state ensures reproducibility of the split.

#### 5. StandardScaler()

• Initializes the standard scaler, which normalizes features by removing the mean and scaling to unit variance.

#### 6. sc.fit transform(X train)

• Computes the scaling parameters (mean and standard deviation) from the training set and applies scaling to it.

#### 7. sc.transform(X test)

• Applies the scaling parameters (computed from training data) to the test data, ensuring consistent scaling.

#### 8. LinearRegression()

• Initializes the linear regression model.

#### 9. regressor.fit(X train, y train)

• Trains the linear regression model on the training data (X train and y train).

#### 10. regressor.predict(X test)

• Uses the trained model to predict outcomes for the test data.

## 11. plt.figure(figsize=(10, 6))

• Initializes a new figure for the plot with specified dimensions.

#### 12. sns.scatterplot()

• Creates a scatter plot to visualize the relationship between the actual and predicted prices.

## 13. **plt.plot()**

 $\circ$  Plots a reference line representing perfect prediction (y = x).

## 14. plt.title(), plt.xlabel(), plt.ylabel(), plt.grid()

• Adds a title, axis labels, and gridlines to the plot for better readability.

## 15. sc.transform(test input)

• Scales the new input data using the same parameters as the training data.

## 16. regressor.predict(scaled input)

• Predicts the house price for the scaled input.

## 17. **print()**

• Outputs the predicted price in a human-readable format.

# Why Each Step is Necessary

## 1. Data Reading and Preparation:

• Essential for loading and isolating the features and target variables for analysis.

#### 2. Splitting the Dataset:

• Ensures the model is evaluated on unseen data, avoiding overfitting.

#### 3. Feature Scaling:

• Brings all features to the same scale, crucial for ensuring the algorithm performs optimally and weights features appropriately.

#### 4. Training the Model:

• Builds the predictive relationship between features (X train) and the target variable (y train).

#### 5. Prediction and Visualization:

o Provides insights into the model's performance and allows you to predict new, unseen values.

## 6. Single Input Prediction:

• Demonstrates how to use the trained model to make predictions for custom data.