```
In [ ]: import pandas as pd
        import numpy as np
        import matplotlib.pyplot as plt
        import seaborn as sns
        import plotly.express as px
        from sklearn.tree import DecisionTreeRegressor
        from sklearn.ensemble import RandomForestRegressor, GradientBoostingRegressor
        from xgboost import XGBRegressor
        from catboost import CatBoostRegressor
        from sklearn.linear model import LinearRegression, Ridge, Lasso, ElasticNet
        from sklearn.neural network import MLPRegressor
        from sklearn.model selection import train test split, cross val score
        from sklearn.metrics import r2 score, mean absolute error, mean absolute percentage error
In [2]: car data = pd.read csv('car sales data.csv', header = 0, sep=',')
        car data.head()
Out[2]:
           Manufacturer
                             Model Engine size Fuel type Year of manufacture Mileage Price
                                                                              127300
         0
                    Ford
                              Fiesta
                                            1.0
                                                    Petrol
                                                                        2002
                                                                                       3074
                 Porsche 718 Cayman
                                            4.0
                                                   Petrol
                                                                               57850 49704
        1
                                                                        2016
        2
                    Ford
                            Mondeo
                                            1.6
                                                   Diesel
                                                                               39190 24072
                                                                        2014
```

210814

127869

1705

4101

1988

2006

3

4

Out[3]: (50000, 7)

In [3]: car data.shape

In [4]: car\_data.isnull().sum()

Toyota

VW

RAV4

Polo

1.8

1.0

Hybrid

Petrol

```
Out[4]: Manufacturer 0
Model 0
Engine size 0
Fuel type 0
Year of manufacture 0
Mileage 0
Price 0
dtype: int64
```

In [5]: car\_data.loc[car\_data.duplicated()]

## Out[5]: Model Engine size Fuel type Year of manufacture Mileage Manufacturer Price VW Polo 8024 1.2 10000 5426 Petrol 2003 9862 Ford Mondeo 1.4 Diesel 1987 224569 883 14745 **BMW** Z4 2.4 Petrol 1999 12000 13410 19020 Toyota Yaris 1.0 Petrol 1996 13500 5087 19337 VW Polo 1.0 Petrol 2000 11500 5950 23927 VW Polo 1.2 Petrol 2021 1000 27901 25368 VW Golf 1.2 Diesel 2011 6000 17401 28576 VW Polo 1.2 Petrol 2003 10000 8024 34246 VW 2.0 Diesel 2003 10000 16087 Passat 35647 39636 Ford Focus 1.6 Petrol 2019 2000 41536 VW Passat 1.8 Diesel 1996 13500 9394 45904 1.2 2003 124092 3691 Fiesta Petrol Ford

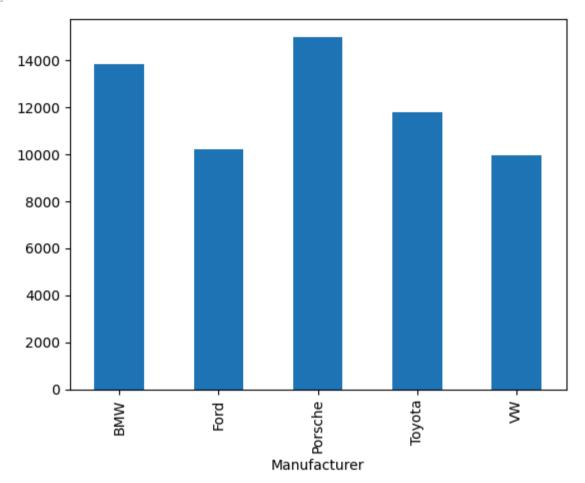
```
In [6]: car_data = car_data.drop_duplicates()
```

In [7]: car\_data.duplicated().sum()

Out[7]: np.int64(0)

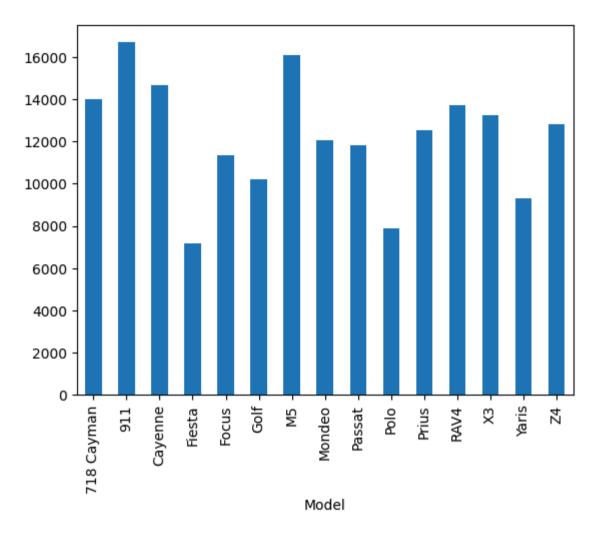
In [8]: car\_data.shape

```
Out[8]: (49988, 7)
 In [9]: car data.head()
 Out[9]:
             Manufacturer
                               Model Engine size Fuel type Year of manufacture Mileage
                                                                                         Price
          0
                     Ford
                                Fiesta
                                             1.0
                                                     Petrol
                                                                         2002
                                                                                127300
                                                                                         3074
         1
                  Porsche 718 Cayman
                                              4.0
                                                     Petrol
                                                                         2016
                                                                                 57850 49704
          2
                     Ford
                              Mondeo
                                             1.6
                                                     Diesel
                                                                         2014
                                                                                 39190 24072
          3
                   Toyota
                                RAV4
                                              1.8
                                                     Hybrid
                                                                         1988
                                                                                210814
                                                                                         1705
          4
                     VW
                                 Polo
                                             1.0
                                                     Petrol
                                                                         2006
                                                                                127869
                                                                                         4101
         car data.info()
In [10]:
        <class 'pandas.core.frame.DataFrame'>
        Index: 49988 entries, 0 to 49999
        Data columns (total 7 columns):
             Column
                                  Non-Null Count Dtype
             Manufacturer
                                  49988 non-null object
             Model
                                  49988 non-null object
         1
         2
             Engine size
                                  49988 non-null float64
             Fuel type
                                  49988 non-null object
             Year of manufacture 49988 non-null int64
             Mileage
                                  49988 non-null int64
             Price
                                  49988 non-null int64
        dtypes: float64(1), int64(3), object(3)
        memory usage: 3.1+ MB
In [11]: Q1 = car data['Price'].quantile(0.25)
         Q3 = car_data['Price'].quantile(0.75)
         IQR = Q3 - Q1
         lower bound = Q1 - 1.5*IQR
         upper bound = Q3 + 1.5*IQR
         car_data = car_data[(car_data['Price']>= lower_bound) & (car_data['Price'] <= upper_bound)]</pre>
In [12]: car_data.groupby('Manufacturer')['Price'].mean().plot(kind = 'bar')
```



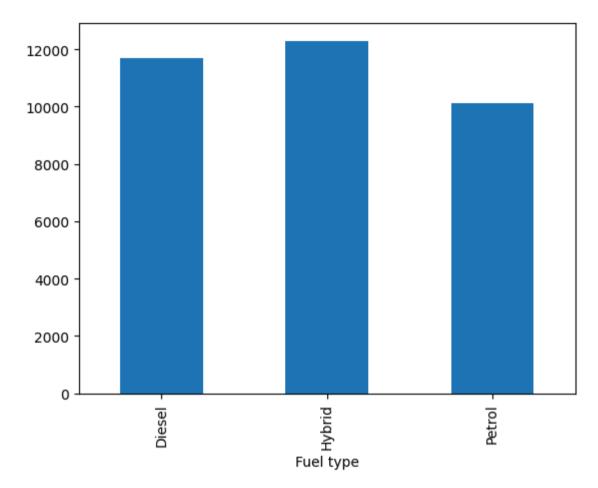
```
In [13]: car_data.groupby('Model')['Price'].mean().plot(kind = 'bar')
```

Out[13]: <Axes: xlabel='Model'>



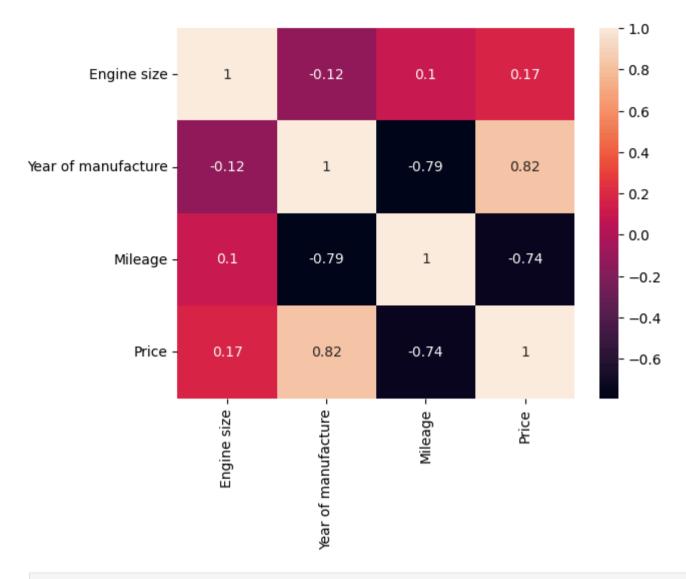
```
In [14]: car_data.groupby('Fuel type')['Price'].mean().plot(kind = 'bar')
```

Out[14]: <Axes: xlabel='Fuel type'>



```
In [15]: corr_matrix = car_data.corr(numeric_only=True)
sns.heatmap(data = corr_matrix, annot = True)
```

Out[15]: <Axes: >



In [16]: car\_data.head()

Out[16]: Manufacturer Model Engine size Fuel type Year of manufacture Mileage Price 0 Ford Fiesta 1.0 Petrol 2002 127300 3074 2 Ford Mondeo 1.6 Diesel 2014 39190 24072 RAV4 Hybrid 3 Toyota 1.8 1988 210814 1705 VW Polo 1.0 Petrol 2006 127869 4101 4 5 Ford Focus 1.4 Petrol 2018 33603 29204

In [17]: manufacturer = pd.get\_dummies(car\_data['Manufacturer'], drop\_first=True, dtype = int)
manufacturer

Out[17]:

	Ford	Porsche	Toyota	VW
0	1	0	0	0
2	1	0	0	0
3	0	0	1	0
4	0	0	0	1
5	1	0	0	0
•••				
49993	1	0	0	0
49994	0	0	1	0
49996	0	0	1	0
49998	1	0	0	0
49999	0	0	0	1

47339 rows × 4 columns

```
In [18]: model = pd.get_dummies(car_data['Model'], drop_first=True, dtype = int)
    model
```

out[18]:		911	Cayenne	Fiesta	Focus	Golf	M5	Mondeo	Passat	Polo	Prius	RAV4	Х3	Yaris	<b>Z</b> 4
	0	0	0	1	0	0	0	0	0	0	0	0	0	0	0
	2	0	0	0	0	0	0	1	0	0	0	0	0	0	0
	3	0	0	0	0	0	0	0	0	0	0	1	0	0	0
	4	0	0	0	0	0	0	0	0	1	0	0	0	0	0
	5	0	0	0	1	0	0	0	0	0	0	0	0	0	0
	•••														
	49993	0	0	0	0	0	0	1	0	0	0	0	0	0	0
	49994	0	0	0	0	0	0	0	0	0	0	1	0	0	0
	49996	0	0	0	0	0	0	0	0	0	1	0	0	0	0
	49998	0	0	0	1	0	0	0	0	0	0	0	0	0	0
	49999	0	0	0	0	1	0	0	0	0	0	0	0	0	0

47339 rows × 14 columns

```
In [19]: fuel_type = pd.get_dummies(car_data['Fuel type'], drop_first=True, dtype = int)
fuel_type
```

Out[19]:		Hybrid	Petrol
	0	0	1
	2	0	0
	3	1	0
	4	0	1
	5	0	1
	•••		
	49993	0	1
	49994	1	0
	49996	1	0
	49998	0	0
	49999	0	0

47339 rows × 2 columns

```
In [20]: car_data = pd.concat([car_data, manufacturer, model, fuel_type], axis = 1)
    car_data
```

	F 7	
()11+	1 7) (2) [	
UUL	ILVI	

•		Manufacturer	Model	Engine size	Fuel type	Year of manufacture	Mileage	Price	Ford	Porsche	Toyota	•••	Mondeo	Passat	Polo	Prius F
	0	Ford	Fiesta	1.0	Petrol	2002	127300	3074	1	0	0		0	0	0	0
	2	Ford	Mondeo	1.6	Diesel	2014	39190	24072	1	0	0		1	0	0	0
	3	Toyota	RAV4	1.8	Hybrid	1988	210814	1705	0	0	1		0	0	0	0
	4	VW	Polo	1.0	Petrol	2006	127869	4101	0	0	0		0	0	1	0
	5	Ford	Focus	1.4	Petrol	2018	33603	29204	1	0	0		0	0	0	0
	•••	<b></b>														
499	993	Ford	Mondeo	1.8	Petrol	2003	120969	6654	1	0	0		1	0	0	0
499	994	Toyota	RAV4	1.8	Hybrid	2002	101634	10639	0	0	1		0	0	0	0
499	996	Toyota	Prius	1.8	Hybrid	2003	105120	9430	0	0	1		0	0	0	1
499	998	Ford	Focus	1.0	Diesel	2016	26468	23630	1	0	0		0	0	0	0
499	999	VW	Golf	1.4	Diesel	2012	109300	10400	0	0	0		0	0	0	0

47339 rows × 27 columns

```
In [21]: car_data = car_data.drop(['Manufacturer','Model','Fuel type'], axis = 1)
    car_data
```

1]:		Engine size	Year of manufacture	Mileage	Price	Ford	Porsche	Toyota	vw	911	Cayenne	•••	Mondeo	Passat	Polo	Prius	RAV4	Х3	•
	0	1.0	2002	127300	3074	1	0	0	0	0	0		0	0	0	0	0	0	
	2	1.6	2014	39190	24072	1	0	0	0	0	0		1	0	0	0	0	0	
	3	1.8	1988	210814	1705	0	0	1	0	0	0		0	0	0	0	1	0	
	4	1.0	2006	127869	4101	0	0	0	1	0	0		0	0	1	0	0	0	
	5	1.4	2018	33603	29204	1	0	0	0	0	0		0	0	0	0	0	0	
	•••																		
	49993	1.8	2003	120969	6654	1	0	0	0	0	0		1	0	0	0	0	0	
	49994	1.8	2002	101634	10639	0	0	1	0	0	0		0	0	0	0	1	0	
	49996	1.8	2003	105120	9430	0	0	1	0	0	0		0	0	0	1	0	0	
	49998	1.0	2016	26468	23630	1	0	0	0	0	0		0	0	0	0	0	0	
	49999	1.4	2012	109300	10400	0	0	0	1	0	0		0	0	0	0	0	0	

47339 rows × 24 columns

```
In [22]: y = car_data['Price']
X = car_data.drop('Price', axis = 1)
In [23]: X.head()
```

Out[23]:		Engine size	Year of manufacture	Mileage	Ford	Porsche	Toyota	vw	911	Cayenne	Fiesta	•••	Mondeo	Passat	Polo	Prius	RAV4	Х3	Yaris
	0	1.0	2002	127300	1	0	0	0	0	0	1		0	0	0	0	0	0	0
	2	1.6	2014	39190	1	0	0	0	0	0	0		1	0	0	0	0	0	0
	3	1.8	1988	210814	0	0	1	0	0	0	0		0	0	0	0	1	0	0
	4	1.0	2006	127869	0	0	0	1	0	0	0		0	0	1	0	0	0	0
	5	1.4	2018	33603	1	0	0	0	0	0	0		0	0	0	0	0	0	0

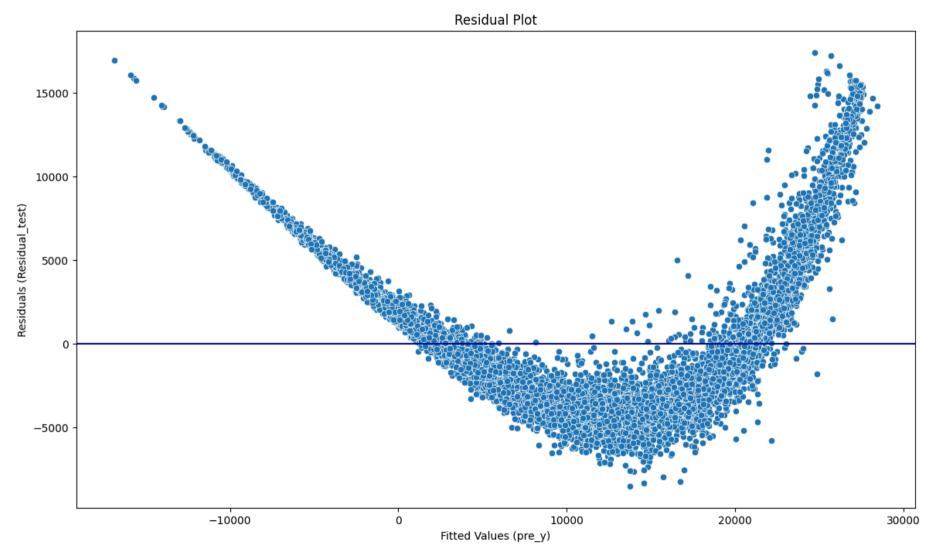
5 rows × 23 columns

```
Using Linear Regression Model.
In [24]: X_train, X_test, y_train, y_test = train_test_split(X,y, test_size=0.2, random_state=1)
         price_model = LinearRegression()
         price model.fit(X train, y train)
         pre_y = price_model.predict(X_test)
In [25]: r2_score = r2_score(y_test, pre_y)
         r2_score
Out[25]: 0.808185698127409
In [26]: mae = mean_absolute_error(y_test, pre_y)
         mae
Out[26]: 3561.330915345473
In [27]: residual_test = y_test - pre_y
         fig = px.scatter(x = pre_y, y = residual_test, title = 'Residual Plot')
         fig.add_hline(y = 0, line_color = 'darkblue')
         fig.update_layout(xaxis_title = 'Fitted Values(pre_y)', yaxis_title = 'Residual (Residual_test)')
         fig.show()
```

```
In [28]: plt.figure(figsize = (14,8))
sns.scatterplot(x = pre_y, y =residual_test)
```

```
plt.axhline(y = 0, color = 'darkblue')
plt.title('Residual Plot')
plt.xlabel('Fitted Values (pre_y)')
plt.ylabel('Residuals (Residual_test)')
```

Out[28]: Text(0, 0.5, 'Residuals (Residual\_test)')



As per the above calculations, R Squared is closer to 1. That means, regression relation is strong. In other words, the feature variables are largely contributes to the price of a car. But here, the Mean Absolute Error is higher. We can see by looking at the Residual plot. It having a pattern between y\_test and pre\_y. It indicates eventhough it had higher R Squared value, Linear Regression model is not suitable here. Since, the relationship is not linear, the models such as Ridge, Lasso and ElasticNet also not suit here.

Using Random Forest Regressor

```
In [35]: model2 = RandomForestRegressor()
    model2.fit(X_train,y_train)
    pre_y2 = model2.predict(X_test)

In [30]: mae2 = mean_absolute_error(y_test,pre_y2)
    mae2

Out[30]: 246.15752217997465

In [31]: mape2 = mean_absolute_percentage_error(y_test,pre_y2)*100
    mape2
```

Out[31]: 3.0332078100578395

Random Forest Regressor model is biased to overfitting. That means it can be perfect for the train data set, but not for the test data set. Then it can give wrong predictions which can lead to desaster. Therefore I have checked the Mean Absolute Error for train data set as well. it indicates there is no huge difference between train data predictions and test data predictions.

```
In [32]: pred_y_train = model2.predict(X_train)
    mae2_1 = mean_absolute_error(y_train, pred_y_train)
    mae2_1
```

Out[32]: 92.27049193314144

We can also use cross validation score for this.

```
In [ ]: scores = cross_val_score(model2, X, y, scoring = "neg_mean_absolute_error", cv=5)
print("CV MAE: ",-np.mean(scores))
```

CV MAE: 241.93655576304485

In here, the Train MAE is less than the Test MAE significantly. Therefore there is a overfitting exists. That means, eventhough the RandomForestRegressor model is best fit for Train dataset, it can make significant error in pricing for new data. Therefore, RandomForestRegressor model is not suitable for this data set.

Using XGBRegressor

```
In [ ]: model3 = XGBRegressor()
         model3.fit(X train, y train)
         pre y3 = model3.predict(X test)
In [ ]: mae3 = mean absolute error(y test, pre y3)
         mae3
 Out[]: 291.56622314453125
         Cat Boost Regressor
        model4 = CatBoostRegressor(verbose=0)
In [52]:
         model4.fit(X train, y train)
         pre y4 = model4.predict(X test)
In [ ]: mae4 = mean absolute error(y test, pre y4)
         mae4
Out[]: 114.24390050325427
In [ ]: pred y train4 = model4.predict(X train)
         mae4 train = mean absolute error(y train, pred y train4 )
         mae4 train
Out[]: 103.7946137725905
In [53]: score4 = cross val score(model4, X, y, scoring = "neg mean absolute error", cv = 5, verbose=0)
         mae scores = -score4
         mean mae = mae scores.mean()
         std mae = mae scores.std()
         print("Mean MAE: ",round(mean_mae,3))
         print("STD MAE: ",round(std mae,3))
        Mean MAE: 111.769
```

This shows CV MAE is closer to the test data MAE. Therefore we can conclude there is no overfitting at all. This can be confirmes by looking at the cross validation scores.

STD MAE: 1.706

```
In [ ]: model5 = DecisionTreeRegressor()
         model5.fit(X train,y train)
         pre y5 = model5.predict(X test)
        mae5 = mean absolute error(y test,pre y5)
         mae5
Out[]: 400.06738487536967
In [ ]: mape5 = mean_absolute_percentage_error(y_test, pre_y5)*100
         mape5
Out[]: 5.043911029984973
         Gradient Boosting regressor
        model6 = GradientBoostingRegressor()
In [47]:
         model6.fit(X train, y train)
         pre y6 = model6.predict(X test)
In [48]: mae6 = mean_absolute_error(y_test, pre_y6)
         mae6
Out[48]: 851.1376058007393
In [50]: model7 = MLPRegressor(max iter = 500)
         model7.fit(X train, y train)
         pre y7 = model7.predict(X test)
In [51]: mae7 = mean absolute error(y test, pre y7)
         mae7
Out[51]: 2898.446006154152
```

In Conclution, Cat Boost Regressor is the best model that fit to this data set. It has lower and closer Train and Test Mean Absolute Error, and also low mean MAE and low standard deviated MAE.