## insurance-cost-prediction

## September 30, 2024

```
[]: import numpy as np
     import pandas as pd
     import matplotlib.pyplot as plt
     import seaborn as sns
[]: from google.colab import drive
     drive.mount('/content/drive')
    Mounted at /content/drive
[]: path = '/content/drive/My Drive/insurance.csv'
     data=pd.read_csv(path)
[]: data.head()
[]:
                             children smoker
        age
                sex
                        bmi
                                                 region
                                                              charges
                                              southwest
         19
            female 27.900
                                    0
                                                          16884.92400
     0
                                         yes
               male 33.770
     1
         18
                                    1
                                              southeast
                                                           1725.55230
                                          no
     2
         28
               male 33.000
                                    3
                                                           4449.46200
                                              southeast
                                          no
     3
         33
               male 22.705
                                    0
                                              northwest
                                                         21984.47061
                                          no
         32
               male 28.880
                                              northwest
                                                           3866.85520
                                          no
[]: data.isna().sum()
[]: age
                 0
                 0
     sex
    bmi
                 0
     children
     smoker
    region
                 0
     charges
                 0
     dtype: int64
[]: data.duplicated().sum()
[]:1
[]: data.drop_duplicates(inplace = True)
```

```
<class 'pandas.core.frame.DataFrame'>
    Index: 1337 entries, 0 to 1337
    Data columns (total 7 columns):
     #
         Column
                    Non-Null Count
                                     Dtype
     0
                    1337 non-null
                                     int64
          age
                    1337 non-null
     1
         sex
                                     object
     2
         bmi
                    1337 non-null
                                     float64
     3
         children 1337 non-null
                                     int64
     4
         smoker
                    1337 non-null
                                     object
     5
                    1337 non-null
                                     object
         region
          charges
                    1337 non-null
                                     float64
    dtypes: float64(2), int64(2), object(3)
    memory usage: 83.6+ KB
[]: Male = pd.get_dummies(data['sex'],dtype=int,drop_first=True)
     # Male
     data=pd.concat([data,Male],axis=1)
     data.head()
[]:
                               children smoker
                                                                          male
                         bmi
                                                    region
                                                                 charges
        age
                 sex
     0
         19
             female
                      27.900
                                      0
                                            yes
                                                 southwest
                                                             16884.92400
                                                                              0
                      33.770
                                      1
     1
         18
                male
                                                 southeast
                                                              1725.55230
                                                                              1
                                            no
     2
         28
                      33.000
                                                              4449.46200
                male
                                      3
                                            no
                                                 southeast
                                                                              1
     3
                                      0
         33
                      22.705
                                                 northwest
                                                             21984.47061
                                                                              1
                male
     4
         32
                      28.880
                                      0
                                                 northwest
                                                              3866.85520
                                                                              1
                male
     smoker=pd.get_dummies(data["smoker"],dtype=int,drop_first=True)
     data=pd.concat([data,smoker],axis=1)
     data.head()
[]:
                         bmi
                               children smoker
                                                    region
                                                                 charges
                                                                          male
                                                                                 yes
        age
                 sex
         19
             female
                      27.900
                                      0
                                                 southwest
                                                             16884.92400
                                                                              0
                                                                                   1
     0
                                            yes
     1
         18
                male
                      33.770
                                      1
                                                 southeast
                                                              1725.55230
                                                                              1
                                                                                   0
                                            no
     2
         28
                      33.000
                                      3
                                                                                   0
                male
                                            no
                                                 southeast
                                                              4449.46200
     3
         33
                male
                      22.705
                                      0
                                                 northwest
                                                             21984.47061
                                                                              1
                                                                                   0
                                            no
     4
         32
                male
                      28.880
                                      0
                                            no
                                                 northwest
                                                              3866.85520
                                                                              1
                                                                                   0
[]: data=data.rename(columns={'yes':'Smoker'})
[]: data.head()
[]:
                         bmi
                               children smoker
                                                    region
                                                                 charges
                                                                          male
                                                                                 Smoker
        age
                 sex
         19
             female
                      27.900
                                                 southwest
                                                             16884.92400
     0
                                            yes
     1
         18
                      33.770
                                      1
                                                 southeast
                                                              1725.55230
                                                                              1
                                                                                      0
                male
                                            no
```

[]: data.info()

```
male 33.000
2
    28
                                3
                                          southeast
                                                       4449.46200
                                                                              0
                                      no
3
    33
                22.705
                                0
                                                      21984.47061
                                                                      1
                                                                               0
          male
                                          northwest
          male 28.880
                                                       3866.85520
    32
                                          northwest
                                                                      1
                                                                               0
```

```
[]: data['region'].unique()
```

[]: array(['southwest', 'southeast', 'northwest', 'northeast'], dtype=object)

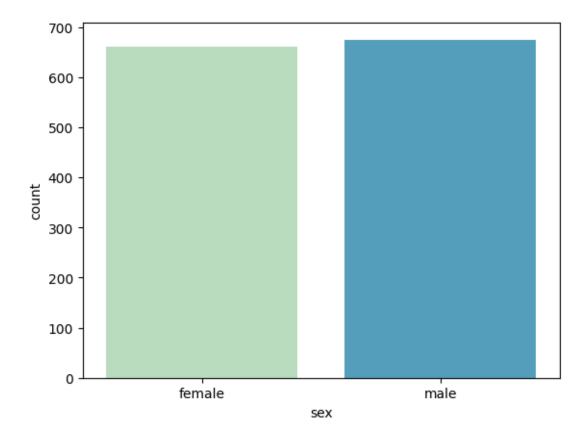
```
[]: sns.countplot(x='sex',data=data,palette="GnBu")
```

<ipython-input-29-b166ffe75fa6>:1: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

sns.countplot(x='sex',data=data,palette="GnBu")

[]: <Axes: xlabel='sex', ylabel='count'>



```
[]: data['sex'].value_counts()
```

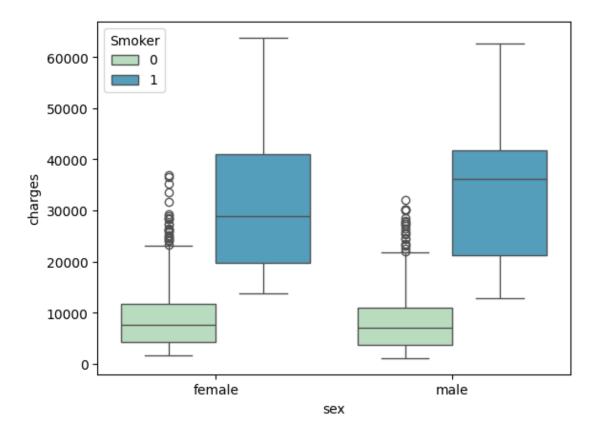
[]: sex

male 675 female 662

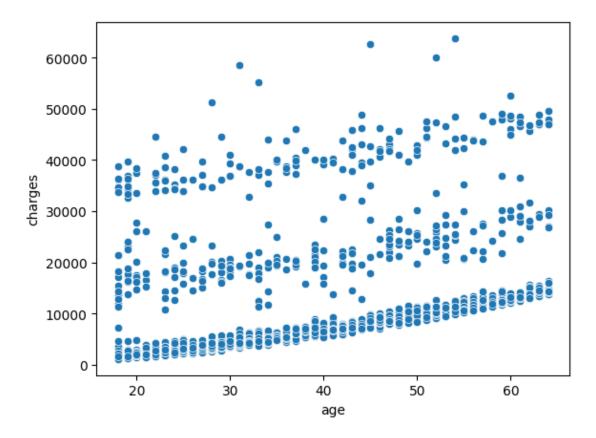
Name: count, dtype: int64

[]: sns.boxplot(x='sex',y='charges',data=data,palette="GnBu",hue="Smoker")

[]: <Axes: xlabel='sex', ylabel='charges'>

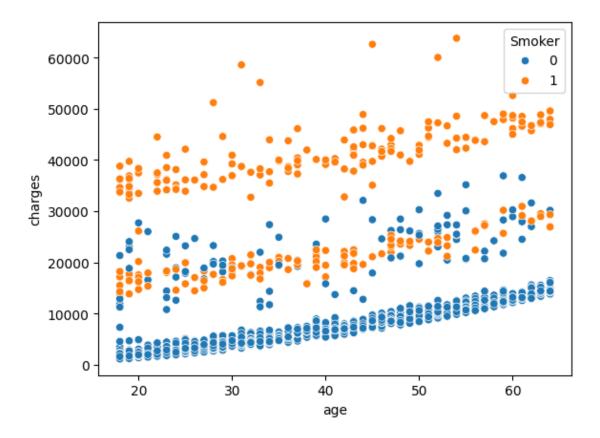


- []: sns.scatterplot(x="age",y="charges",data=data)
- []: <Axes: xlabel='age', ylabel='charges'>



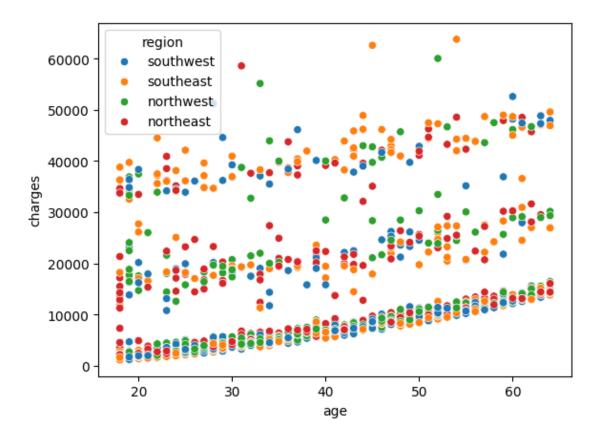
```
[]: sns.scatterplot(x="age",y="charges",data=data,hue='Smoker')
```

[]: <Axes: xlabel='age', ylabel='charges'>



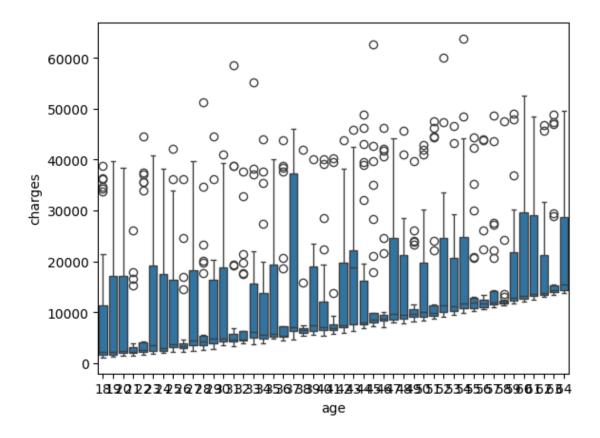
```
[]: sns.scatterplot(x="age",y="charges",data=data,hue="region")
```

[]: <Axes: xlabel='age', ylabel='charges'>



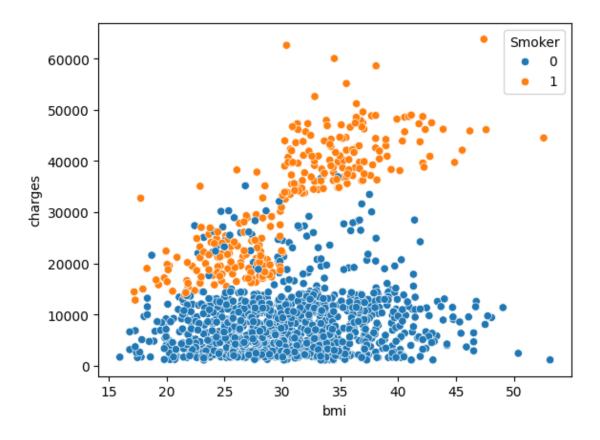
```
[]: sns.boxplot(x='age',y='charges',data=data)
```

[]: <Axes: xlabel='age', ylabel='charges'>



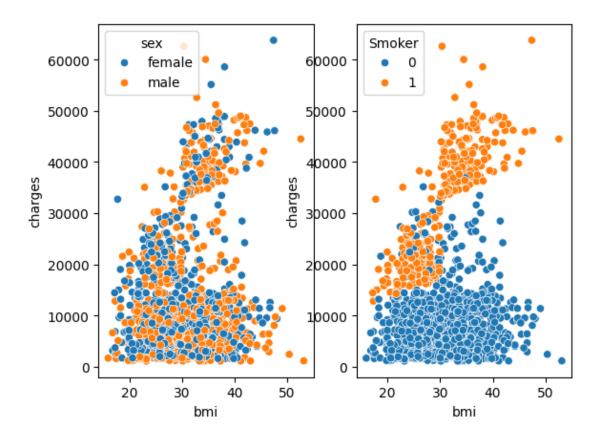
```
[]: sns.scatterplot(x="bmi",y="charges",data=data,hue="Smoker")
```

[]: <Axes: xlabel='bmi', ylabel='charges'>



```
[]: fig,ax=plt.subplots(nrows=1,ncols=2)
sns.scatterplot(x="bmi",y="charges",data=data,hue="sex",ax=ax[0])
sns.scatterplot(x="bmi",y="charges",data=data,hue="Smoker",ax=ax[1])
```

[]: <Axes: xlabel='bmi', ylabel='charges'>



] : [d	data	a.he	ad()								
]:	а	age	sex	bmi	children	smoker	region	charges	male	Smoker	
0	0	19	female	27.900	0	yes	southwest	16884.92400	0	1	
1	1	18	male	33.770	1	no	southeast	1725.55230	1	0	
2	2	28	male	33.000	3	no	southeast	4449.46200	1	0	
3	3	33	male	22.705	0	no	northwest	21984.47061	1	0	
			-	20 000	0	no	northwest	3866.85520	1	0	
3 : R	Regi data		.concat(	_	(data['reg		type=int)				
]: R	Regi data data	ion a=pd a.he	= pd.get .concat( ad()	_dummies [data,Re	(data['reg	s=1)		charges	male	Smoker	
4 ]: Fi d d	Regi data data	ion a=pd a.he	= pd.get	_dummies	(data['reggion],axis	s=1)	region	charges	male 0	Smoker	
4 ]: F d d	Regi data data	ion a=pd a.he	= pd.get .concat( ad()	_dummies [data,Re	(data['reg	s=1)		charges 16884.92400 1725.55230			
4 d d d d d d d d d d d d d d d d d d d	Regi data data a	ion a=pd a.he age	= pd.get .concat( ad() sex female	_dummies [data,Re bmi 27.900	(data['reggion],axis	smoker	region southwest	16884.92400	0	1	
4 ]: F d d d	Regidata data a 0 1	ion a=pd a he age 19	= pd.get .concat( ad()  sex female male	_dummies [data,Re bmi 27.900 33.770	(data['reggion],axis children 0 1	s=1) smoker yes no	region southwest southeast	16884.92400 1725.55230	0	1 0	

northeast northwest southeast southwest

```
0
              0
                            0
                                           0
                                                         1
1
              0
                            0
                                           1
                                                         0
2
              0
                            0
                                           1
                                                         0
3
              0
                                           0
                                                         0
4
              0
                            1
                                           0
                                                         0
```

```
[]: data.drop(['sex','smoker','region'],inplace=True,axis=1)
  data.head()
```

```
[]:
         age
                 bmi
                       children
                                       charges
                                                 male
                                                        Smoker
                                                                 northeast
                                                                             northwest
              27.900
                                                     0
     0
          19
                                   16884.92400
                                                                          0
                                                                                       0
                                                              1
                                                                          0
     1
          18
              33.770
                               1
                                    1725.55230
                                                     1
                                                              0
                                                                                       0
     2
          28
              33.000
                               3
                                                     1
                                                              0
                                                                          0
                                                                                       0
                                    4449.46200
     3
          33
              22.705
                               0
                                   21984.47061
                                                     1
                                                              0
                                                                          0
                                                                                       1
     4
          32
              28.880
                                    3866.85520
                                                     1
                                                              0
                                                                          0
                                                                                       1
```

```
southeast
                southwest
0
            0
1
             1
                          0
2
             1
                          0
3
            0
                          0
4
             0
                          0
```

```
[]: plt.figure(figsize=(16,6))
sns.heatmap(data.corr(),annot=True)
```

## []: <Axes: >



```
[]: data.corr()
```

```
[]:
                                      children
                                                  charges
                                                                male
                                                                         Smoker \
                      age
                                 bmi
                 1.000000
                           0.109344
                                                 0.298308 -0.019814 -0.025587
     age
                                      0.041536
     bmi
                 0.109344
                           1.000000
                                      0.012755
                                                 0.198401
                                                            0.046397
                                                                       0.003746
     children
                 0.041536
                           0.012755
                                      1.000000
                                                 0.067389
                                                            0.017848
                                                                       0.007331
                                      0.067389
     charges
                 0.298308
                                                 1.000000
                                                            0.058044
                                                                       0.787234
                           0.198401
     male
                -0.019814
                           0.046397
                                      0.017848
                                                 0.058044
                                                            1.000000
                                                                       0.076596
     Smoker
                -0.025587
                           0.003746
                                      0.007331
                                                 0.787234
                                                            0.076596
                                                                       1.000000
     northeast
                 0.001868 -0.138178 -0.023202
                                                 0.005945 -0.002008
                                                                       0.002597
                                      0.026044 -0.038695 -0.012482 -0.036321
     northwest
                0.001495 -0.136138
     southeast -0.012311
                          0.270057 -0.023492
                                                0.073578 0.017578
                                                                      0.068282
                 0.009415 \ -0.006211 \ \ 0.021538 \ -0.043637 \ -0.003767 \ -0.037168
     southwest
                 northeast
                            northwest
                                        southeast
                                                    southwest
                  0.001868
                              0.001495
                                        -0.012311
                                                     0.009415
     age
     bmi
                 -0.138178
                            -0.136138
                                         0.270057
                                                    -0.006211
     children
                 -0.023202
                              0.026044
                                        -0.023492
                                                     0.021538
     charges
                  0.005945
                            -0.038695
                                         0.073578
                                                    -0.043637
     male
                 -0.002008
                            -0.012482
                                         0.017578
                                                    -0.003767
     Smoker
                  0.002597
                            -0.036321
                                         0.068282
                                                    -0.037168
     northeast
                  1.000000
                            -0.319842
                                        -0.345909
                                                    -0.320493
                                        -0.345909
     northwest
                 -0.319842
                              1.000000
                                                    -0.320493
                 -0.345909
     southeast
                            -0.345909
                                          1.000000
                                                    -0.346614
     southwest
                -0.320493
                            -0.320493
                                        -0.346614
                                                     1.000000
[]: data.shape
[]: (1337, 10)
[]: x=data.drop('charges',axis=1)
     y=data['charges']
     x,y
[]:(
                          children
                                     male
                     bmi
                                            Smoker
                                                    northeast
                                                                northwest
                                                                            southeast
             age
      0
              19
                  27.900
                                  0
                                        0
                                                 1
                                                             0
                                                                         0
                                                                                     0
                                  1
                                        1
                                                 0
                                                             0
                                                                         0
      1
              18
                  33.770
                                                                                     1
      2
             28
                  33.000
                                  3
                                         1
                                                 0
                                                             0
                                                                         0
                                                                                     1
      3
             33
                  22.705
                                  0
                                         1
                                                 0
                                                             0
                                                                         1
                                                                                     0
      4
             32
                                  0
                                         1
                                                 0
                                                             0
                                                                         1
                                                                                     0
                  28.880
      1333
             50
                  30.970
                                  3
                                         1
                                                 0
                                                             0
                                                                         1
                                                                                     0
      1334
              18
                  31.920
                                  0
                                        0
                                                 0
                                                             1
                                                                         0
                                                                                     0
                                        0
                                                             0
                                                                         0
      1335
              18
                  36.850
                                  0
                                                 0
                                                                                     1
      1336
             21
                  25.800
                                  0
                                        0
                                                 0
                                                             0
                                                                         0
                                                                                     0
      1337
                  29.070
                                  0
                                        0
                                                 1
                                                             0
                                                                                     0
             61
                                                                         1
             southwest
      0
                     1
```

```
1
                    0
      2
                    0
      3
                    0
      4
                    0
      1333
                    0
                    0
      1334
      1335
                    0
      1336
                    1
      1337
                    0
      [1337 rows x 9 columns],
              16884.92400
               1725.55230
      1
      2
               4449.46200
      3
              21984.47061
      4
               3866.85520
      1333
              10600.54830
      1334
               2205.98080
      1335
               1629.83350
      1336
               2007.94500
      1337
              29141.36030
      Name: charges, Length: 1337, dtype: float64)
[]: from sklearn.model_selection import train_test_split
     x_train,x_test,y_train,y_test=train_test_split(x,y,test_size=0.4)
[]: x_train.shape
[]: (802, 9)
[]: y_train.shape
[]: (802,)
[]: x_test.shape
[]: (535, 9)
[]: y_test.shape
[]: (535,)
[]: from sklearn.preprocessing import StandardScaler
     scaler=StandardScaler()
```

```
[]: scaled_x_train= scaler.fit_transform(x_train)
     scaled_x_test= scaler.transform(x_test)
     scaled_x_train
[]: array([[-0.5943653 , -0.35243508, -0.06739806, ..., 1.73493516,
             -0.58598941, -0.59751318],
            [ 1.17007418, 0.51749422, 0.76419026, ..., 1.73493516,
             -0.58598941, -0.59751318],
            [1.52296208, -1.17491369, -0.89898637, ..., -0.57639042,
             -0.58598941, -0.59751318],
            ...,
            [-1.51187383, -1.24900336, -0.89898637, ..., -0.57639042,
              1.70651549, -0.59751318],
            [-0.38263256, -1.94994161, 1.59577858, ..., -0.57639042,
            -0.58598941, -0.59751318],
            [-1.30014109, -1.40051258, -0.06739806, ..., -0.57639042,
             -0.58598941, 1.67360326]])
[]: from sklearn.svm import SVR
     regressor = SVR()
     regressor.fit(scaled x train,y train)
[ ]: SVR()
[]: predict=regressor.predict(scaled_x_test)
[]: predict.shape
[]: (535,)
[]: predict[:10]
[]: array([9393.99572869, 9395.24763804, 9358.3298469, 9356.31415034,
            9367.8974251 , 9395.44996026, 9417.64028131, 9415.10760537,
            9375.19428033, 9378.75480116])
[]: y_test.tail(10)
[]: 1286
              3732.62510
     863
              5458.04645
     690
              2104.11340
    812
             11013.71190
    367
             8017.06115
     1263
             7337.74800
     1028
              9850.43200
    730
             19361.99880
```

853 11729.67950 384 8302.53565

Name: charges, dtype: float64

[]: