Introduction

The used and refurbished device market has grown considerably over the past decade as it provide cost-effective alternatives to both consumers and businesses that are looking to save money when purchasing one. Maximizing the longevity of devices through second-hand trade also reduces their environmental impact and helps in recycling and reducing waste. In this project we will be predicting the used device price by considering various features in the dataset. We will also try to find out which features are responsible in deciding the price of the device.

Data Description

Features of the dataset:

1)device_brand: Name of manufacturing brand

2)os: OS on which the device runs 3)screen_size: Size of the screen in cm 4)4g: Whether 4G is available or not 5)5g: Whether 5G is available or not

6)front_camera_mp: Resolution of the rear camera in megapixels 7)back_camera_mp: Resolution of the front camera in megapixels 8)internal_memory: Amount of internal memory (ROM) in GB

9)ram: Amount of RAM in GB

10)battery: Energy capacity of the device battery in mAh

11)weight: Weight of the device in grams

12)release_year: Year when the device model was released

13)days_used: Number of days the used/refurbished device has been used

14)new_price: Price of a new device of the same model

Target Variable:

used_price (TARGET): Price of the used/refurbished device

```
In [1]:
         import pandas as pd
         import numpy as np
         import matplotlib.pyplot as plt
         import warnings
         warnings.filterwarnings("ignore")
         from sklearn.preprocessing import LabelEncoder
         from scipy.stats import shapiro
         import pingouin as pg
         from scipy.stats import kruskal
         from statsmodels.stats.weightstats import ztest
         from scipy.stats import mannwhitneyu
         df= pd.read csv('used_device data.csv')
In [3]:
         df.head()
Out[3]:
            device brand
                             os screen_size
                                             4g
                                                  5g rear_camera_mp front_camera_mp internal_memory ram battery weight release_year da
                                                                                                                                2020
         0
                  Honor Android
                                       14.50 yes
                                                                13.0
                                                                                  5.0
                                                                                                           3020.0
                                                                                                                   146.0
                                                  no
                                                                                                 64.0
                                                                                                      3.0
                                                 yes
                                                                                                                                2020
         1
                  Honor Android
                                       17.30 yes
                                                                 13.0
                                                                                 16.0
                                                                                                128.0
                                                                                                      8.0
                                                                                                           4300.0
                                                                                                                   213.0
         2
                  Honor Android
                                                                 13.0
                                                                                  8.0
                                                                                                128.0
                                                                                                           4200.0
                                                                                                                   213.0
                                                                                                                                2020
                                       16.69
                                                                                                      8.0
                                                 ves
         3
                  Honor Android
                                                                 13.0
                                                                                  8.0
                                                                                                           7250.0
                                                                                                                   480.0
                                                                                                                                2020
                                      25.50 yes
                                                                                                 64.0
                                                                                                      6.0
                                                 yes
                                                                                                                   185.0
         4
                                                                 13.0
                                                                                                           5000.0
                  Honor Android
                                       15.32 yes
                                                                                  8.0
                                                                                                 64.0
                                                                                                      3.0
                                                                                                                                2020
In [4]:
         df.describe()
```

```
3.805280
                                                                                                                                  248.580166
                                    4.815461
                                                     6.970372
                                                                    84.972371
                                                                                  1.365105 1299.682844
                                                                                                          88.413228
                                                                                                                        2.298455
            std
           min
                   5.080000
                                    0.080000
                                                     0.000000
                                                                     0.010000
                                                                                  0.020000
                                                                                            500.000000
                                                                                                          69.000000
                                                                                                                    2013.000000
                                                                                                                                   91.000000
           25%
                  12.700000
                                    5.000000
                                                     2.000000
                                                                     16.000000
                                                                                  4.000000
                                                                                           2100.000000
                                                                                                         142.000000
                                                                                                                    2014.000000
                                                                                                                                  533.500000
           50%
                  12.830000
                                    8.000000
                                                     5.000000
                                                                    32.000000
                                                                                  4.000000
                                                                                           3000.000000
                                                                                                         160.000000
                                                                                                                    2015.500000
                                                                                                                                  690.500000
           75%
                  15.340000
                                   13.000000
                                                     8.000000
                                                                    64.000000
                                                                                  4.000000
                                                                                           4000.000000
                                                                                                         185.000000
                                                                                                                    2018.000000
                                                                                                                                  868.750000
                  30.710000
                                   48.000000
                                                    32.000000
                                                                   1024.000000
                                                                                                         855.000000
                                                                                                                     2020.000000
                                                                                                                                 1094.000000
           max
                                                                                 12.000000
                                                                                           9720.000000
         df.shape
In [5]:
         (3454, 15)
Out[5]:
         df.rename(columns={'4g':'Includes_4g'},inplace=True)
In [6]:
         df.rename(columns={'5g':'Includes_5g'},inplace=True)
In [7]:
         df.isnull().sum()
         device_brand
                                  0
Out[7]:
                                  0
         05
                                  0
         screen_size
         Includes_4g
                                  0
         Includes_5g
                                  0
                                179
         rear_camera_mp
         front_camera_mp
                                  2
         internal_memory
                                  4
                                  4
         ram
         battery
                                  6
         weight
                                  7
         release_year
                                  0
         days_used
                                  0
                                  0
         used_price
```

54.573099

screen size rear camera mp front camera mp internal memory

3452.000000

6.554229

3275.000000

9.460208

battery

ram

4.036122 3133.402697

3450.000000 3450.000000 3448.000000

weight release_year

3454.000000

2015.965258

3447.000000

182.751871

days used

3454.000000

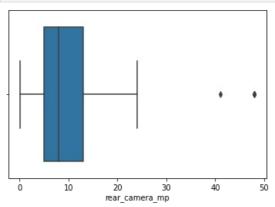
674.869716

The dataset contains some null values, and removing them is not a viable option due to the small number of samples. Instead, we will handle them appropriately. Before doing so, we will investigate whether there are any outliers in the specified columns.

```
import seaborn as sns
import matplotlib.pyplot as plt

features=['rear_camera_mp','front_camera_mp','internal_memory','ram','battery','weight']

for i in features:
    sns.boxplot(df[i])
    plt.show()
```



0

Out[4]:

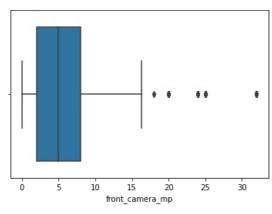
count 3454.000000

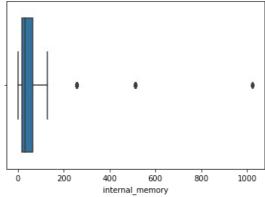
13.713115

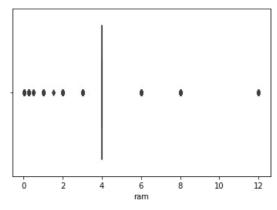
mean

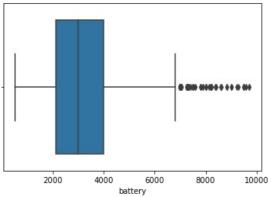
new_price

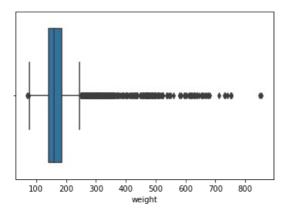
dtype: int64











It has been observed that the data contains outliers.

It is not advisable to replace the null values with mean values in the presence of outliers, as the mean is highly sensitive to outliers and may significantly alter the central tendency of the data.

Hence, the median is preferred over the mean when the data contains outliers.

```
In [9]: for i in features:
               median = df[i].median()
               df[i]=df[i].fillna(median)
In [10]: df.isnull().sum()
          device_brand
Out[10]:
                                0
          05
          screen_size
                                0
          Includes 4g
                                0
                                0
          Includes 5g
          rear_camera_mp
                                0
          front_camera_mp
                                0
          internal memory
                                0
                                0
          ram
          batterv
                                0
          weight
                                0
          release year
                                0
                                0
          days_used
          used_price
                                0
          new_price
          dtype: int64
In [11]: df['os'].unique()
          array(['Android', 'Others', 'iOS', 'Windows'], dtype=object)
Out[11]:
In [12]:
          df.head()
Out[12]:
             device_brand
                                  screen_size Includes_4g
                                                          Includes_5g rear_camera_mp front_camera_mp
                                                                                                      internal_memory
                                                                                                                           battery
                                                                                                                                   weight
          0
                   Honor Android
                                        14.50
                                                     yes
                                                                                 13.0
                                                                                                  5.0
                                                                                                                 64.0
                                                                                                                            3020.0
                                                                                                                                    146.0
                                                                                                                       3.0
                                                                  no
          1
                   Honor Android
                                        17.30
                                                      yes
                                                                  yes
                                                                                 13.0
                                                                                                 16.0
                                                                                                                128.0
                                                                                                                       8.0
                                                                                                                            4300.0
                                                                                                                                    213.0
          2
                   Honor Android
                                        16.69
                                                                                 13.0
                                                                                                  8.0
                                                                                                                128.0
                                                                                                                       8.0
                                                                                                                            4200.0
                                                                                                                                    213.0
                                                     yes
                                                                 yes
          3
                   Honor Android
                                        25.50
                                                                                 13.0
                                                                                                  8.0
                                                                                                                 64.0
                                                                                                                            7250.0
                                                                                                                                    480.0
                                                                                                                       6.0
                                                      yes
                                                                 ves
                                                                                 13.0
          4
                   Honor Android
                                        15.32
                                                     ves
                                                                  no
                                                                                                  8.0
                                                                                                                 64.0
                                                                                                                       3.0
                                                                                                                           5000.0
                                                                                                                                    185.0
```

```
In [13]: # Set the figure size
plt.figure(figsize=(10, 4))

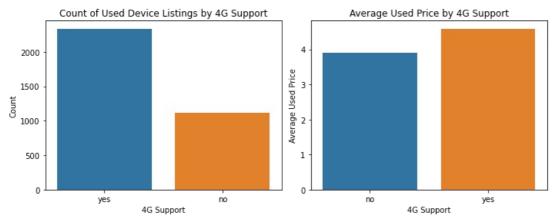
# Create subplot 1 - Count plot of 4G support
plt.subplot(1, 2, 1)
sns.countplot(x='Includes_4g', data=df)
plt.title('Count of Used Device Listings by 4G Support')
plt.xlabel('4G Support')
plt.ylabel('Gount')

# Create subplot 2 - Bar plot of average used price by 4G support
plt.subplot(1, 2, 2)
avg_price_by_4g = df.groupby('Includes_4g')['used_price'].mean().reset_index()
sns.barplot(x='Includes_4g', y='used_price', data=avg_price_by_4g)
plt.title('Average Used Price by 4G Support')
```

```
plt.xlabel('4G Support')
plt.ylabel('Average Used Price')

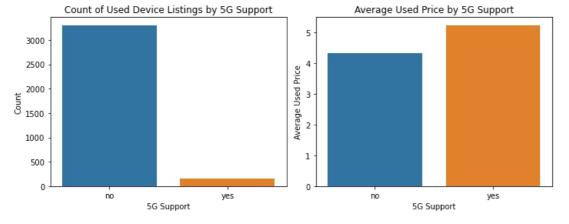
# Adjust the spacing between subplots
plt.tight_layout()

# Show the plots
plt.show()
```



The visualization helps to understand the relationship between the 4G support and the used price of the devices.

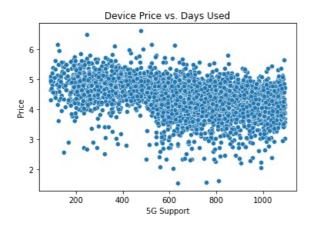
```
# Set the figure size
In [14]:
          plt.figure(figsize=(10, 4))
          # Create subplot 1 - Count plot of 5G support
          plt.subplot(1, 2, 1)
          sns.countplot(x='Includes_5g', data=df)
          plt.title('Count of Used Device Listings by 5G Support')
          plt.xlabel('5G Support')
          plt.ylabel('Count')
          # Create subplot 2 - Bar plot of average used price by 5G support
          plt.subplot(1, 2, 2)
          avg_price_by_5g = df.groupby('Includes_5g')['used_price'].mean().reset_index()
          sns.barplot(x='Includes_5g', y='used_price', data=avg_price_by_5g)
plt.title('Average Used Price by 5G Support')
          plt.xlabel('5G Support')
          plt.ylabel('Average Used Price')
          # Adjust the spacing between subplots
          plt.tight_layout()
          # Show the plots
          plt.show()
```



The visualization helps to understand the relationship between the 5G support and the used price of the devices.

```
import matplotlib.pyplot as plt
import seaborn as sns

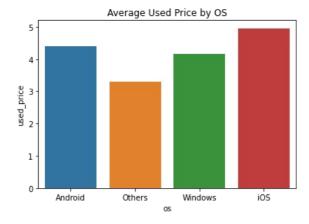
# Create a scatter plot of device price vs. 5G support
sns.scatterplot(x='days_used', y='used_price', data=df)
plt.title('Device Price vs. Days Used')
plt.xlabel('5G Support')
plt.ylabel('Price')
plt.show()
```



The above visualization is a scatter plot showing the relationship between the number of days a device has been used and its used price. From the plot, we can observe whether there is any correlation between the number of days a device has been used and its price.

```
In [16]: # Calculate the average used price for each OS
    avg_price_by_os = df.groupby('os')['used_price'].mean().reset_index()

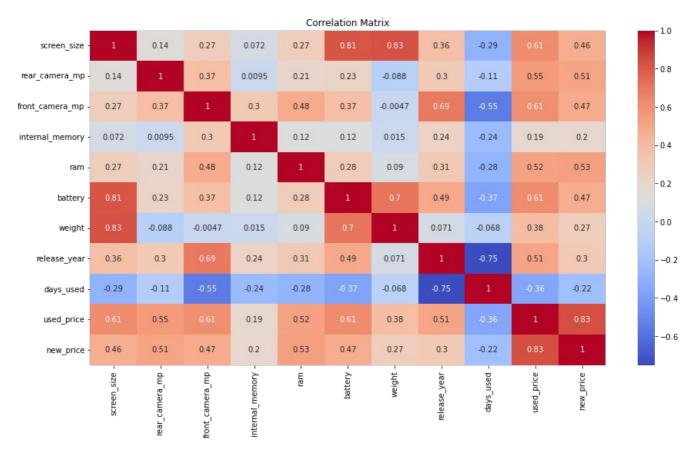
# Create a barplot of the average used price by OS
    sns.barplot(data=avg_price_by_os, x='os', y='used_price')
    plt.title('Average Used Price by OS')
    plt.show()
```



The plot provides an easy way to compare the average prices across different OS and can help in identifying which OS has higher or lower average prices.

```
In [17]: # Compute the correlation matrix
    corr = df.corr()

# Create a heatmap of the correlation matrix
    plt.figure(figsize=(15, 8))
    sns.heatmap(corr, annot=True, cmap='coolwarm')
    plt.title('Correlation Matrix')
    plt.show()
```

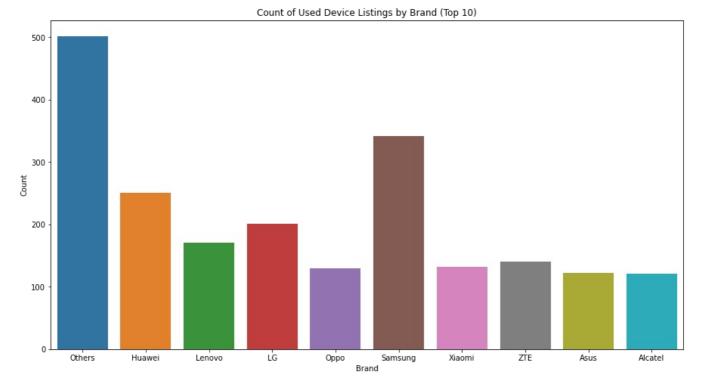


The factors of rear camera, front camera, battery, RAM, screen size, and new price have a strong correlation with the used device price, making them important in determining the final used device price.

```
In [18]: # Get the top 10 brands by count
top_10_brands = df['device_brand'].value_counts().nlargest(10).index.tolist()

# Filter the dataframe to only include the top 10 brands
df_top_10_brands = df[df['device_brand'].isin(top_10_brands)]

# Create the countplot
plt.figure(figsize=(15, 8))
sns.countplot(x='device_brand', data=df_top_10_brands)
plt.title('Count of Used Device Listings by Brand (Top 10)')
plt.xlabel('Brand')
plt.ylabel('Count')
plt.show()
```



The plot helps in identifying the most popular brands among the used devices listed in the dataset.

```
categorical_features = ['os','Includes_4g','Includes_5g','device_brand']
for i in categorical_features:
   df[i] = encoder.fit_transform(df[i])
```

4.1 - Comparing Two Sample

Shapiro Wilk Test

H0 - Data is normally distributed

H1 - Data is not normally distributed

```
In [20]: features = df.columns.tolist()
         data = df.copy()
         for i in features:
             sample = data[i]
             stat, p = shapiro(sample)
             alpha = 0.05
             print('Feature - ',i)
             if p > alpha:
                 print("The sample is likely to have been drawn from a normal distribution. (Fail to Reject H0)")
             else:
                 print("The sample is not likely to have been drawn from a normal distribution.(reject H0)")
             print('----\n')
         Feature - device_brand
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - screen_size
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - Includes 4g
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - Includes 5g
         The sample is not likely to have been drawn from a normal distribution.(reject H\theta)
         Feature - rear_camera_mp
         The sample is not likely to have been drawn from a normal distribution.(reject H0)
         Feature - front_camera_mp
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - internal_memory
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - ram
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - battery
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - weight
         The sample is not likely to have been drawn from a normal distribution.(reject H0)
         Feature - release year
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - days_used
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
         Feature - used price
         The sample is not likely to have been drawn from a normal distribution.(reject H0)
         Feature - new_price
         The sample is not likely to have been drawn from a normal distribution. (reject H0)
```

Multivariate Normality Test

H0 - Data is normally distributed

H1 - Data is not normally distributed

```
In [21]: #Multivariate Normality Test
test_stat, p_value, normal = pg.multivariate_normality(df)

alpha = 0.05
if p_value < alpha:
    print("The dataset is not multivariate normal.")
else:
    print("The dataset is multivariate normal.")</pre>
```

The dataset is not multivariate normal.

As the p - value < 0.05 we conclude that the data is not normally distributed and reject H0

```
In [22]: data = df.copy()
In [23]: includes_4g_data = data[data["Includes_4g"] == 1]
    excludes_4g_data = data[data["Includes_4g"] == 0]
```

Z - test

Since the data doesnot follow a normal distribution, but the sample size is greater than 30 we use Z test.

H0: The population mean of the two samples are equal.

H1: The population mean of the two samples are not equal.

```
In [24]:
    _, p_value = ztest(includes_4g_data['used_price'], excludes_4g_data['used_price'])
    print('Includes 4g vs Excludes 4g')
    alpha = 0.05
    if p_value < alpha:
        print('Reject null hypothesis (H0: The population mean of the two samples are equal.): There is significant else:
        print('Fail to reject null hypothesis (H0: The population mean of the two samples are equal.): There is not</pre>
```

Includes 4g vs Excludes 4g

Reject null hypothesis (H0: The population mean of the two samples are equal.): There is significant evidence to suggest that the population means of the two samples are different.

```
In [25]: includes_5g_data = data[data["Includes_5g"] == 1]
    excludes_5g_data = data[data["Includes_5g"] == 0]
```

Includes 5g vs Excludes 5g

Reject null hypothesis (H0: The population mean of the two samples are equal.): There is significant evidence to suggest that the population means of the two samples are different.

4.2 - Analysis of Variance

One-way ANOVA (F-test)

As we assume the data to be normal since sample size is greater than 30. We use the F - test for analysis of variance.

H0: The population means of all groups are equal.

H1: At least one population mean is different from the others.

```
import statsmodels.api as sm
from statsmodels.formula.api import ols

model = ols("used_price ~ os", data=data).fit()
anova_result = sm.stats.anova_lm(model, typ=1)
print(anova_result)
```

```
df sum_sq mean_sq F PR(>F) os 1.0 17.353165 17.353165 50.75617 1.267204e-12 Residual 3452.0 1180.213702 0.341893 NaN NaN
```

From the above we can say that p value is less than 0.05 and hence we reject the null hypothesis.

4.3 - The Analysis of Categorical Data

The chi-square test of independence is a statistical method used to determine if there is a relationship between two categorical

or nominal variables.

```
H0 - There is no association between the two features
```

H1 - There is an association between the two features

```
In [28]: import pandas as pd
          from scipy.stats import chi2_contingency
          def chi_square_test(df, column1, column2, alpha=0.05):
    contingency_table = pd.crosstab(df[column1], df[column2])
              chi2, p_value, dof, expected = chi2_contingency(contingency_table)
              print(f"Hypothesis statements:")
              print(f"H0: There is no association between {column1} and {column2}.")
              print(f"H1: There is an association between {column1} and {column2}.")
              print(f"Chi-square statistic: {chi2:.2f}")
              print(f"Degrees of freedom: {dof}")
              print(f"P-value: {p_value:.4f}")
              if p_value < alpha:</pre>
                  print(f"Since p-value ({p value:.4f}) < alpha ({alpha}), we reject the null hypothesis.")</pre>
              else:
                  print(f"Since p-value ({p_value:.4f}) >= alpha ({alpha}), we fail to reject the null hypothesis.")
              return chi2, p_value
In [31]: chi_square_test(data, 'Includes_4g', 'Includes_5g')
          Hypothesis statements:
          H0: There is no association between Includes_4g and Includes_5g.
          H1: There is an association between Includes_4g and Includes_5g.
          Chi-square statistic: 74.66
          Degrees of freedom: 1
          P-value: 0.0000
          Since p-value (0.0000) < alpha (0.05), we reject the null hypothesis.
Out[31]: (74.65651245295918, 5.601654350200409e-18)
In [32]: chi_square_test(df, 'Includes_4g', 'os')
          Hypothesis statements:
          HO: There is no association between Includes_4g and os.
          H1: There is an association between Includes_4g and os.
          Chi-square statistic: 170.10
          Degrees of freedom: 3
          P-value: 0.0000
          Since p-value (0.0000) < alpha (0.05), we reject the null hypothesis.
Out[32]: (170.0965908090805, 1.212868051325614e-36)
In [33]: chi_square_test(df, 'os', 'Includes_5g')
          Hypothesis statements:
          HO: There is no association between os and Includes_5g.
          H1: There is an association between os and Includes 5g.
          Chi-square statistic: 11.87
          Degrees of freedom: 3
          P-value: 0.0078
          Since p-value (0.0078) < alpha (0.05), we reject the null hypothesis.
Out[33]: (11.87282923701839, 0.00783173562088424)
          4.4 Linear Regression
In [37]: from sklearn.linear model import LinearRegression
          from sklearn.model_selection import train_test_split
          import pandas as pd
          X = df.drop(['used_price'],axis=1)
          y = df['used_price']
          x_train, x_test, y_train, y_test = train_test_split(X,y, test_size=0.2, random_state=100)
          model = LinearRegression().fit(x_train, y_train)
          y_pred = model.predict(x_test)
In [38]: from sklearn.metrics import mean_squared_error as mse
          from sklearn.metrics import mean absolute error as mae
          print("MSE =", mse(y_pred, y_test))
          print("MAE =", mae(y_pred, y_test))
          MSE = 0.06094559039832358
          MAE = 0.19123345868446304
 In [ ]:
```