# Customer behavior analysis

September 5, 2023

# 1 Social media advertising

The goal of a business is to understand the needs of its customers and respond to them through products. Knowledge of customer needs allows the company to guide its strategy and development process. By observing certain characteristics of their customers such as age, gender and salary, companies study how customers interact with the products they offer. This technique is used more and more, it allows us to respond to the needs and desires of customers in order to retain them.

The study of consumer behavior on social networks in relation to the purchase of products online is becoming increasingly important. One of the main advantages of this type of advertising is that the company can exploit the demographic, behavioural and geographical information of users and target their advertising appropriately.b

#### 1.0.1 Objet de l'étude

In this project, I study the dependence on the purchase of a product according to the sex, age and estimated salary of a person. Consequently, the study of the advertising strategy allows the company to know with which group of consumers it should make more advertising.

#### 1.0.2 Dataset

The data contains 5 columns:

UserID: Identifier of each person who purchased the product or not.

Gender: The person can be male or female.

Age: Age of person

Estimated Salary: A person's salary

Purchased: This is a binary variable (0, 1). 0 means product not purchased and 1 means product purchased. This variable is our target variable.

The dataset comes from the Kaggle site which can be downloaded here

#### Libraries important

```
[85]: import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
```

## Importing the dataset

```
[86]: df = pd.read_csv("Social_Network_Ads.csv")
[87]: # First 5 rows of the dataset
df.head()
```

```
[87]:
         User ID
                 Gender Age EstimatedSalary Purchased
        15624510
                    Male
                           19
                                          19000
      1
        15810944
                    Male
                            35
                                          20000
                                                         0
      2 15668575
                 Female
                            26
                                          43000
                                                         0
      3 15603246
                  Female
                           27
                                          57000
                                                         0
      4 15804002
                    Male
                           19
                                          76000
                                                         0
```

```
[88]: # Dataset details df.info()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 400 entries, 0 to 399

Data columns (total 5 columns):

| # | Column          | Non-Null Count | Dtype  |
|---|-----------------|----------------|--------|
|   |                 |                |        |
| 0 | User ID         | 400 non-null   | int64  |
| 1 | Gender          | 400 non-null   | object |
| 2 | Age             | 400 non-null   | int64  |
| 3 | EstimatedSalary | 400 non-null   | int64  |
| 4 | Purchased       | 400 non-null   | int64  |

dtypes: int64(4), object(1)
memory usage: 15.8+ KB

I find that there is no missing data in my dataset and that I have two types of data (int64 and object). And the size of my dataset is 400 observations with 5 columns.

```
[89]: # Dataset shape
df.shape
```

[89]: (400, 5)

#### $Descriptive\ statistics$

reference

```
[90]: df.iloc[:, 1:].describe()
```

| [90]: |       | Age        | EstimatedSalary | Purchased  |
|-------|-------|------------|-----------------|------------|
|       | count | 400.000000 | 400.000000      | 400.000000 |
|       | mean  | 37.655000  | 69742.500000    | 0.357500   |
|       | std   | 10.482877  | 34096.960282    | 0.479864   |
|       | min   | 18.000000  | 15000.000000    | 0.000000   |
|       | 25%   | 29.750000  | 43000.000000    | 0.000000   |

| 50% | 37.000000 | 70000.000000  | 0.000000 |
|-----|-----------|---------------|----------|
| 75% | 46.000000 | 88000.000000  | 1.000000 |
| max | 60.000000 | 150000.000000 | 1.000000 |

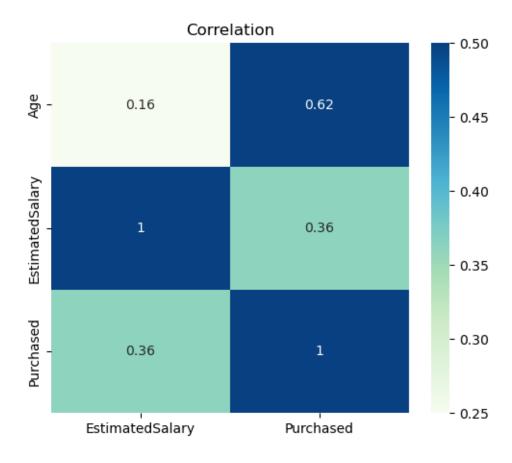
There are no large ranges in the data, but scaling will allow Machine Learning models to better adapt to the data.

## Correlation

reference

reference

## [171]: Text(0.5, 1.0, 'Correlation')



The correlation between features is low. However, it is around 62% and 36% between the target variable and the variable "age" and "EtimatedSalary".

#### 1.0.3 Data visualization

# $Count\ plot$

The countplot function can be used to represent the number of observations of a categorical variable for each group with bars.

reference

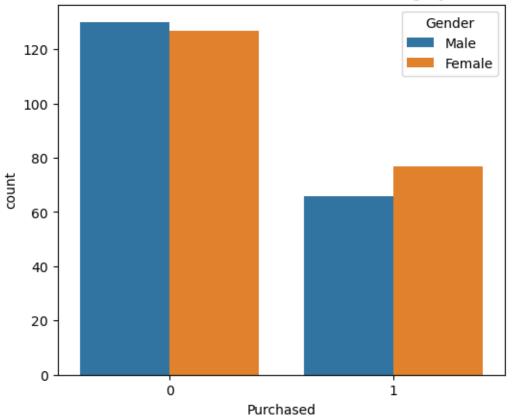
reference

## Purchased

```
[92]: plt.figure(figsize=(6, 5))
    sns.countplot(x="Purchased", hue='Gender', data = df)
    plt.title("Number of observations in each category")
```

[92]: Text(0.5, 1.0, 'Number of observations in each category')





[93]: df.columns

```
[94]: df['Purchased'].value_counts()
```

[94]: 0 257 1 143

Name: Purchased, dtype: int64

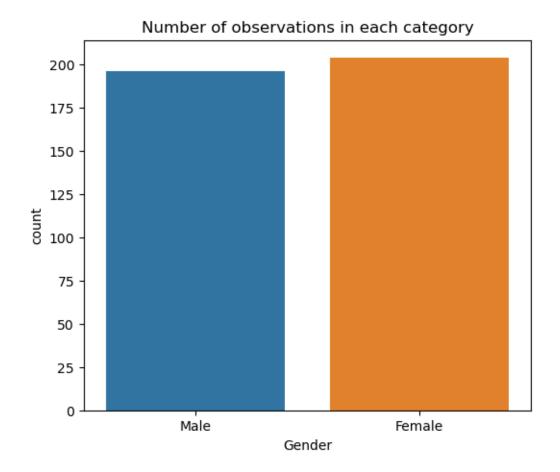
I see that class 0 is almost twice as big as class 1. I will try to keep my data as is, but for more details on unbalanced classes you can check this link

I also notice that women buy more than men. In this case, the company must continue to target more women in its advertising campaigns while keeping an eye on men.

#### Gender

```
[95]: plt.figure(figsize=(6, 5))
sns.countplot(x="Gender", data = df)
plt.title("Number of observations in each category")
```

[95]: Text(0.5, 1.0, 'Number of observations in each category')



```
[96]: df["Gender"].value_counts()
```

[96]: Female 204 Male 196

Name: Gender, dtype: int64

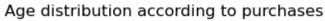
We see that there are more women than men in the company's data, even if the gap is very small.

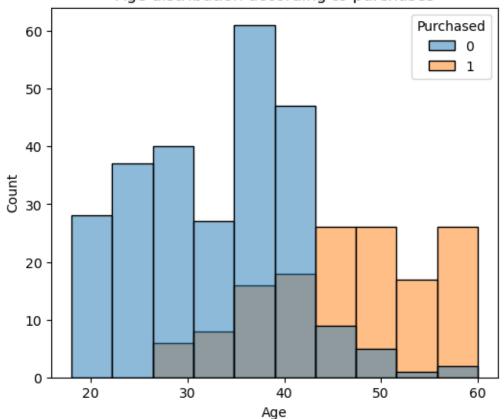
## Age

reference

reference

```
[97]: plt.figure(figsize=(6, 5))
  plt.title("Age distribution according to purchases")
  sns.histplot(x = "Age", hue = "Purchased", data = df)
```

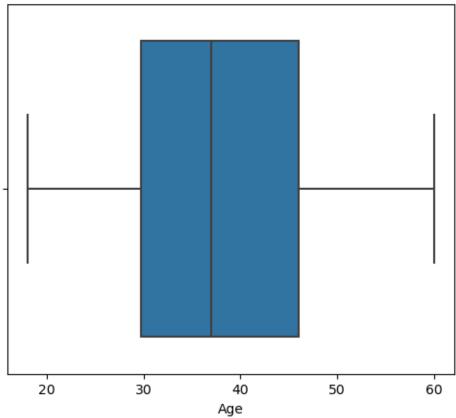




I see clearly that the company focuses on people over 44 (targeting), because they are the ones who bought the product.

```
[98]: plt.figure(figsize=(6, 5))
  plt.title("Age distribution according to purchases")
  sns.boxplot(x = "Age", data = df)
```

# Age distribution according to purchases

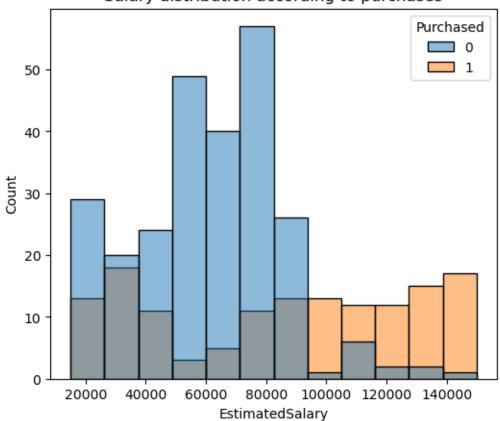


There are no outliers in this feature, but the data is a little spread out, simple scaling will be enough to contain the data variability.

#### EstimatedSalary

```
[99]: plt.figure(figsize=(6,5))
   plt.title("Salary distribution according to purchases")
   sns.histplot(x = "EstimatedSalary", hue = "Purchased", data = df)
```

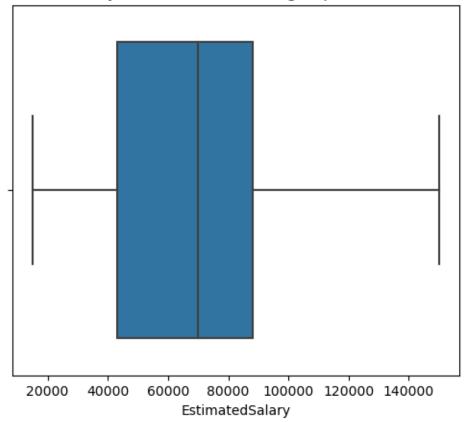
# Salary distribution according to purchases



People who have made purchases have more than 90,000 salaries per month.

```
[100]: plt.figure(figsize=(6, 5))
plt.title("Salary distribution according to purchases")
sns.boxplot(x = "EstimatedSalary", data = df)
```

Salary distribution according to purchases



There are no outliers in this feature, but the data is a little spread out, simple scaling will be enough to contain the data variability.

## 1.0.4 Data preprocessing

## Delete User ID

This feature is not important for Machine Learning models

```
[101]: data = df.drop("User ID", axis = 1)
[102]: data.head()
[102]:
          Gender
                       EstimatedSalary
                                          Purchased
                   Age
                                   19000
       0
            Male
                    19
                                                   0
       1
            Male
                    35
                                   20000
                                                   0
                                                   0
       2
          Female
                    26
                                   43000
       3
          Female
                    27
                                   57000
                                                   0
                                   76000
                                                   0
            Male
                    19
```

# One hot encoding

```
[103]: def func(Gender):
            if Gender == "Female":
                Gender =1
            else :
                Gender = 0
           return Gender
       data["Gender"] = data["Gender"].apply(func)
[104]: data["Gender"].value_counts()
[104]: 1
             204
             196
       Name: Gender, dtype: int64
      another way of doing
      other ways to do
      Or simply
      df["Gender"] = df["Gender"].apply(lambda x : 1 if x == 'Female' else 0)
      df["Gender"] = df.apply(lambda x : 1 if x["Gender"] == 'Female' else 0, axis =1)
      df["Gender"] = df["Gender"].map({"Female": 1, "Male":0})
      Data\ set\ split
      reference
      reference
[105]: X = data.drop("Purchased", axis = 1)
       y = data["Purchased"]
[106]: from sklearn.model_selection import train_test_split
[107]: X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.30,__
        →random_state=101)
[108]: X_train.shape
[108]: (280, 3)
[109]: X_test.shape
[109]: (120, 3)
      Data Scaling
      reference
      reference
```

```
[110]: from sklearn.preprocessing import MinMaxScaler
[111]: scaler = MinMaxScaler()
[112]: X_train = scaler.fit_transform(X_train)
       X_test = scaler.transform(X_test)
      1.0.5 Create Models
[113]: from sklearn.linear_model import LogisticRegression
       from sklearn.svm import SVC
       from sklearn.neighbors import KNeighborsClassifier
       from sklearn.ensemble import RandomForestClassifier, AdaBoostClassifier
       from sklearn.metrics import classification report, confusion matrix
       from tensorflow.keras.models import Sequential
       from tensorflow.keras.layers import Dense, Dropout
       from tensorflow.keras.callbacks import EarlyStopping
      Logistic Regression reference
      reference
[114]: # Create model
       lr_model = LogisticRegression(random_state=0)
[115]: # Fit the model
       lr_model.fit(X_train, y_train.values)
[115]: LogisticRegression(random_state=0)
[116]: predict_prob = lr_model.predict_log_proba(X_test)
      Evaluate model
         1. Prediction
      You can get the actual predictions, based on the probability matrix, with .predict()
[117]: lr_predictions = lr_model.predict(X_test)
        2. Accuracy (fraction of correct predictions)
      Correct predictions / total number of data points
[118]: # Accuracy
```

[118]: 0.84

## 3. Classification report

round(lr\_model.score(X\_test, y\_test), 2)

The classification\_report() function allows to print the classification metrics of our model reference

[119]: print(classification\_report(y\_test, lr\_predictions))

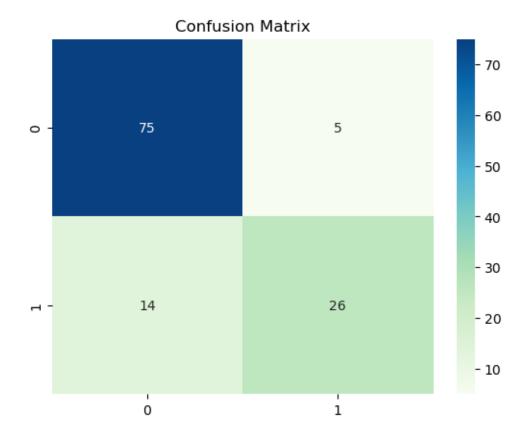
|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0            | 0.84      | 0.94   | 0.89     | 80      |
| 1            | 0.84      | 0.65   | 0.73     | 40      |
| accuracy     |           |        | 0.84     | 120     |
| macro avg    | 0.84      | 0.79   | 0.81     | 120     |
| weighted avg | 0.84      | 0.84   | 0.84     | 120     |

# 3. Confusion Matrix

## reference

[120]: sns.heatmap(confusion\_matrix(y\_test, lr\_predictions), cmap='GnBu', annot = True)
plt.title("Confusion Matrix")

[120]: Text(0.5, 1.0, 'Confusion Matrix')



## $1.0.6 \quad Support \ Vector \ Machine$

reference

reference

```
[121]: svm_model = SVC(random_state=0)
```

```
[122]: svm_model.fit(X_train, y_train.values)
```

[122]: SVC(random\_state=0)

#### Evaluate Model

#### 1. Prediction

```
[123]: svm_prediction = svm_model.predict(X_test)
```

# $2. \ {\it Classification \ report}$

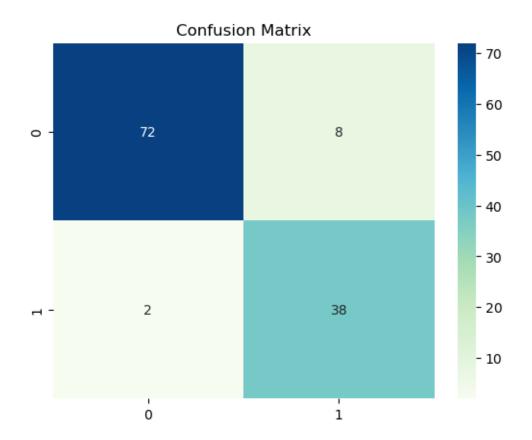
# [124]: print(classification\_report(y\_test, svm\_prediction))

|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
|              |           |        |          |         |
| 0            | 0.97      | 0.90   | 0.94     | 80      |
| 1            | 0.83      | 0.95   | 0.88     | 40      |
|              |           |        |          |         |
| accuracy     |           |        | 0.92     | 120     |
| macro avg    | 0.90      | 0.93   | 0.91     | 120     |
| weighted avg | 0.92      | 0.92   | 0.92     | 120     |

## 3. Confusion Matrix

```
[125]: sns.heatmap(confusion_matrix(y_test, svm_prediction),cmap='GnBu', annot = True) plt.title("Confusion Matrix")
```

[125]: Text(0.5, 1.0, 'Confusion Matrix')



# 1.0.7 k-Nearest Neighbours Classifier (KNN)

reference

reference

```
[126]: knn_model = KNeighborsClassifier()
```

[127]: KNeighborsClassifier()

## 1. Prediction

```
[128]: knn_predictions = knn_model.predict(X_test)
```

# 2. Accuracy

```
[129]: round(knn_model.score(X_test, y_test), 2)
```

## [129]: 0.94

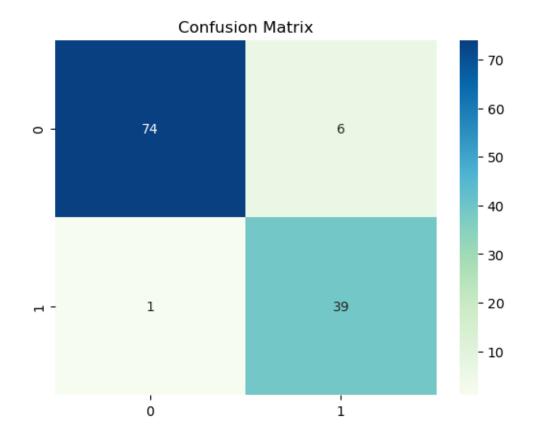
# 3. Classification report

[130]: print(classification\_report(y\_test, knn\_predictions))

|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
|              |           |        |          |         |
| 0            | 0.99      | 0.93   | 0.95     | 80      |
| 1            | 0.87      | 0.97   | 0.92     | 40      |
|              |           |        |          |         |
| accuracy     |           |        | 0.94     | 120     |
| macro avg    | 0.93      | 0.95   | 0.94     | 120     |
| weighted avg | 0.95      | 0.94   | 0.94     | 120     |

# 4. Confusion Matrix

[131]: Text(0.5, 1.0, 'Confusion Matrix')



# 1.0.8 Random Forest Classifier

reference

reference

```
[132]: rfc_model = RandomForestClassifier()
```

```
[133]: rfc_model.fit(X_train, y_train.values)
```

[133]: RandomForestClassifier()

#### 1. Prediction

```
[134]: rfc_prediction = rfc_model.predict(X_test)
```

## 2. Acurracy

```
[135]: round(rfc_model.score(X_test, y_test), 2)
```

[135]: 0.92

## 3. Classification report

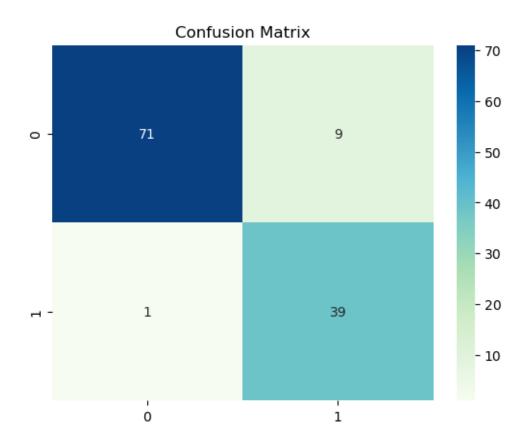
[136]: print(classification\_report(y\_test, rfc\_prediction))

|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| _            |           |        |          |         |
| 0            | 0.99      | 0.89   | 0.93     | 80      |
| 1            | 0.81      | 0.97   | 0.89     | 40      |
|              |           |        |          |         |
| accuracy     |           |        | 0.92     | 120     |
| macro avg    | 0.90      | 0.93   | 0.91     | 120     |
| weighted avg | 0.93      | 0.92   | 0.92     | 120     |

## 4. Confusion Matrix

```
[137]: sns.heatmap(confusion_matrix(y_test, rfc_prediction), cmap='GnBu', annot =True) plt.title("Confusion Matrix")
```

[137]: Text(0.5, 1.0, 'Confusion Matrix')



# 1.0.9 AdaBoost Classifier

reference

reference

```
[138]: abc_model = AdaBoostClassifier()
```

```
[139]: abc_model.fit(X_train, y_train.values)
```

[139]: AdaBoostClassifier()

## 1. Prediction

```
[140]: abc_predictions = abc_model.predict(X_test)
```

# 2. Accuracy

```
[141]: abc_model.score(X_test, y_test.values)
```

[141]: 0.925

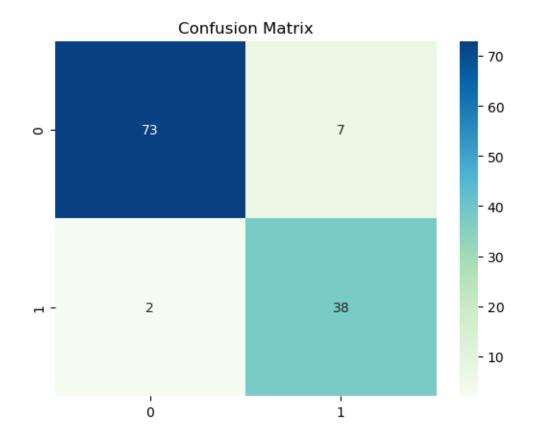
# 2. Classification report

[142]: print(classification\_report(y\_test, abc\_predictions))

|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
|              |           |        |          |         |
| 0            | 0.97      | 0.91   | 0.94     | 80      |
| 1            | 0.84      | 0.95   | 0.89     | 40      |
|              |           |        |          |         |
| accuracy     |           |        | 0.93     | 120     |
| macro avg    | 0.91      | 0.93   | 0.92     | 120     |
| weighted avg | 0.93      | 0.93   | 0.93     | 120     |

# 3. Confusion Matrix

[143]: Text(0.5, 1.0, 'Confusion Matrix')



#### 1.0.10 Neural network artificial

```
reference
```

reference

#### 1. Create model

```
[144]: nna_model = Sequential()
    Dense layers
    Dropout Layers
[145]: nna_model.add(Dense(units=30,activation='relu'))
    nna_model.add(Dropout(0.5))
    nna_model.add(Dense(units=15,activation='relu'))
    nna_model.add(Dropout(0.5))
    nna_model.add(Dense(units=1,activation='sigmoid'))
    losses
    adam
    optimizer
[146]: | nna_model.compile(loss='binary_crossentropy', optimizer='adam')
      2. Early Stoping
    reference
[147]: early_stop = EarlyStopping(monitor='val_loss', patience = 2)
      3. Fit Model
[148]: nna_model.fit(x=X_train,
            y=y_train,
            epochs=200,
            validation_data=(X_test, y_test), verbose=1,
            callbacks=[early_stop]
            )
    Epoch 1/200
    0.6900
    Epoch 2/200
    9/9 [======
                0.6860
    Epoch 3/200
    0.6836
    Epoch 4/200
```

```
0.6801
Epoch 5/200
0.6777
Epoch 6/200
0.6750
Epoch 7/200
0.6719
Epoch 8/200
0.6679
Epoch 9/200
0.6621
Epoch 10/200
0.6559
Epoch 11/200
0.6492
Epoch 12/200
0.6417
Epoch 13/200
0.6361
Epoch 14/200
0.6302
Epoch 15/200
0.6233
Epoch 16/200
0.6131
Epoch 17/200
0.6034
Epoch 18/200
0.5928
Epoch 19/200
0.5827
Epoch 20/200
```

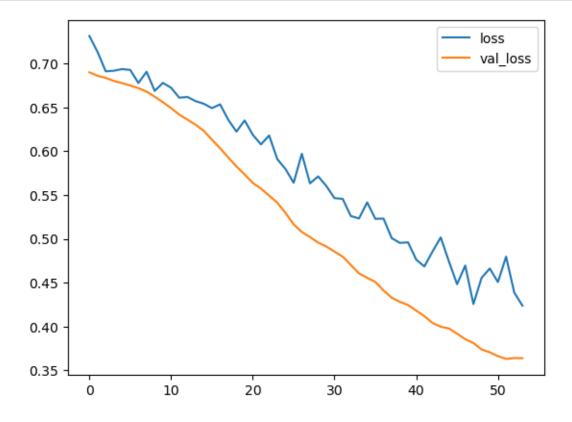
```
0.5735
Epoch 21/200
0.5638
Epoch 22/200
0.5574
Epoch 23/200
0.5493
Epoch 24/200
0.5413
Epoch 25/200
0.5296
Epoch 26/200
0.5166
Epoch 27/200
0.5078
Epoch 28/200
0.5021
Epoch 29/200
0.4957
Epoch 30/200
0.4913
Epoch 31/200
0.4855
Epoch 32/200
0.4797
Epoch 33/200
0.4702
Epoch 34/200
0.4606
Epoch 35/200
0.4556
Epoch 36/200
```

```
0.4509
Epoch 37/200
Epoch 38/200
0.4329
Epoch 39/200
0.4282
Epoch 40/200
0.4245
Epoch 41/200
0.4182
Epoch 42/200
0.4119
Epoch 43/200
0.4041
Epoch 44/200
0.3998
Epoch 45/200
0.3978
Epoch 46/200
0.3919
Epoch 47/200
0.3855
Epoch 48/200
0.3812
Epoch 49/200
0.3738
Epoch 50/200
0.3706
Epoch 51/200
0.3662
Epoch 52/200
```

[148]: <keras.callbacks.History at 0x1b070a32a60>

## 4. Loss and validation functions

```
[149]: model_loss = pd.DataFrame(nna_model.history.history)
model_loss.plot();
```

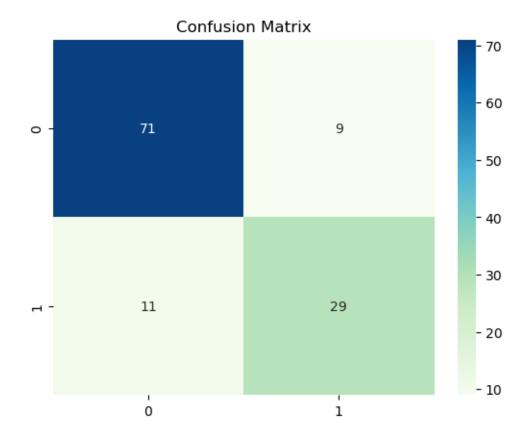


#### Evaluate model

|              | precision | recall | f1-score | support |
|--------------|-----------|--------|----------|---------|
| 0            | 0.87      | 0.89   | 0.88     | 80      |
| 1            | 0.76      | 0.72   | 0.74     | 40      |
| accuracy     |           |        | 0.83     | 120     |
| macro avg    | 0.81      | 0.81   | 0.81     | 120     |
| weighted avg | 0.83      | 0.83   | 0.83     | 120     |

```
[152]: sns.heatmap(confusion_matrix(y_test, nna_predictions), cmap='GnBu', annot = True)
plt.title("Confusion Matrix")
```

[152]: Text(0.5, 1.0, 'Confusion Matrix')



#### 1.0.11 Model performance comparison

```
[153]: dict = {"Logistic Regression" : [0.84, 0.65, 0.73, 0.84], "Support Vector"
        →Machines": [0.83, 0.95, 0.88, 0.92], "K Neighbors Classifier": [0.87, 0.
        \hookrightarrow97, 0.92, 0.94], "Random Forest Classifier": [0.81, 0.97, 0.89, 0.92],
        _{\circlearrowleft}"AdaBoost Classifier": [0.84, 0.95, 0.89, 0.93], "Neural network artificial"_{\sqcup}
        [154]: pd.DataFrame(dict, index = ["precision", "recall", "f1-score", "accuracy"])
[154]:
                  Logistic Regression
                                        Support Vector Machines
                                  0.84
      precision
       recall
                                  0.65
                                                            0.95
       f1-score
                                  0.73
                                                            0.88
                                                            0.92
       accuracy
                                  0.84
                  K Neighbors Classifier
                                           Random Forest Classifier \
                                     0.87
                                                                0.81
      precision
                                     0.97
                                                                0.97
       recall
       f1-score
                                     0.92
                                                                0.89
       accuracy
                                     0.94
                                                                0.92
                  AdaBoost Classifier Neural network artificial
                                  0.84
       precision
                                                              0.82
       recall
                                  0.95
                                                              0.93
       f1-score
                                  0.89
                                                              0.87
                                  0.93
                                                              0.91
       accuracy
```

We note that the knn model is the most efficient model. We will therefore save this model for future predictions on new data.

In the meantime, we will retrieve a random client from our data to test the prediction of the chosen model.

#### Save knn model

reference

```
[159]: import pickle

filename = open('knn_model_save.pkl', 'wb')
pickle.dump(knn_model, filename)

filename.close()
```

# 1.0.12 Predict whether a randomly selected person in the dataset buys the product or not

We use the model that has the best performance to make this prediction (knn model)

#### $Load \ knn\_model$

```
[172]: import pprint, pickle
       knn_model_file = open('knn_model_save.pkl', 'rb')
       loaded_knn_model = pickle.load(knn_model_file)
       pprint.pprint(loaded_knn_model)
      knn_model_file.close()
      KNeighborsClassifier()
```

Looking for a customer in the dataset

```
[174]: import random
       random.seed(101)
       random_ind = random.randint(0,len(data))
       single_customer = data.drop('Purchased',axis=1).iloc[random_ind]
       single_customer
```

[174]: Gender 1 43 Age EstimatedSalary 112000 Name: 297, dtype: int64

Scaling row

```
[175]: single_customer = scaler.transform(single_customer.values.reshape(-1, 3))
```

C:\Users\HP\anaconda3\envs\DeepLearning\lib\site-packages\sklearn\base.py:439: UserWarning: X does not have valid feature names, but MinMaxScaler was fitted with feature names warnings.warn(

Predict which customer it is

```
[176]: loaded_knn_model.predict(single_customer)
```

[176]: array([1], dtype=int64)

This is a customer who purchased the product

Check prediction

```
[177]: data.iloc[random_ind]['Purchased']
```

[177]: 1

Our model indeed predicts that this chosen person buys the product, which also corresponds to reality.

#### 1.1 Conclusion

We found the most efficient model (KNN) that will allow us to make future predictions on new data that our model did not know. The above prediction on a sample of customers gave conclusive results. This KNN model is ready for deployment. It was saved, it was enough to download it to make new predictions.

## 1.2 References

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