# **Income Prediction AI Project Report**

# 1. Data Preprocessing:

#### > Import Libraries:

- Pandas library is used to handle data in tabular format.
- Numpy library provides numerical operations and array manipulations.
- Matplotlib library is used for data visualization.
- Seaborn library is used for enhanced data visualization.
- MinMaxScaler from sklearn.preprocessing is used for feature scaling.
- chi2, SelectKBest, mutual\_info\_classif, f\_classif from sklearn.feature selection are used for feature selection.
- kendalltau from scipy.stats is used to compute Kendall's rank correlation coefficient.
- train\_test\_split from sklearn.model\_selection is used to split the dataset into training and testing sets.

## > Data Loading and Concatenation:

- The train and test data are loaded using pd.read\_csv() function.
- pd.concat() function is used to concatenate the train and test data into a single dataframe.

# > Handling Missing Values:

- Missing values are checked using df.isnull().sum().
- For each column, the number of missing values represented as "?" is calculated using df[c].isin(["?"]).sum().
- Columns with missing values are identified, and the missing values are replaced with the mode of each column using df[col].replace("?", mode).

## > Handling Categorical Variables:

 Categorical variables are converted to numerical codes using pd.Categorical(df[col]).codes.

## > Feature Scaling:

 MinMaxScaler from sklearn.preprocessing is used to scale the features. The scaler is fit on the training data using scaler.fit\_transform(), and the scaled features are stored in df\_scaled.

#### > Outlier Detection and Removal:

- Outliers are detected using the interquartile range (IQR) method.
- The outliers are replaced with the median value using  $df_out = df[\sim(df < (Q1 1.5 * IQR) | (df > (Q3 + 1.5 * IQR))).any(axis=1)].$
- The distribution of the data before and after removing outliers is visualized using box plots.

## 2. Feature Selection:

#### > SelectKBest with Chi-Square:

- SelectKBest(score\_func=chi2, k=10) is used to select the top 10 features based on the chi-square score.
- The fit() function is called on the SelectKBest object with X\_train and y\_train as input.
- The scores for each feature are stored in dfscores, and the corresponding feature names are stored in dfcolumns.
- The feature scores are concatenated into a single dataframe feature\_scores.
- The top 15 features with the highest scores are printed using feature\_scores.nlargest(15, 'Score').

#### Mutual Information:

- mutual\_info\_classif is used to calculate the mutual information between each feature and the target variable.
- The mutual information scores are stored in mutual\_info.
- The scores are sorted in descending order, and the top 15 features with the highest scores are printed using mutual\_info\_scores.head(15).

#### > Kendall's Rank Correlation Coefficient:

- The kendalltau function is used to compute Kendall's rank correlation coefficient between each feature and the target variable.
- The correlation coefficients are stored in the corr list.
- The correlation values are stored in corr\_df dataframe along with the feature names.
- The features are sorted based on their correlation values using corr\_df.sort\_values().

- The top k (15 in this case) features with the highest correlation values are selected and stored in the selected features list.
- The X\_train data is subsetted using the selected features and stored in X selected dataframe.

# 3. Classifiaction:

#### > Decision Tree Classifier:

- A decision tree classifier is trained using tree.DecisionTreeClassifier()
  with entropy as the criterion and max\_depth of 3.
- The decision tree is visualized using plot\_tree() function.
- The accuracy score and classification report are printed using decisionTree.score() and classification\_report().

## ➤ Support Vector Machine (SVM):

- SVM models with different C values (1 and 33) are trained using SVC() from sklearn.svm.
- The accuracy and classification report are printed for each model using classification\_report().

#### ➤ Logistic Regression:

- Logistic regression model is trained using LogisticRegression() with a tolerance of 0.0001 and C value of 100.
- The predictions are made on the test set using LR.predict().
- The classification report is printed using classification\_report().

## ➤ Accuracy Comparison:

- The decision tree model accuracy is: 84%
- The SVM model accuracy is: 85%
- The logistic regression model accuracy is: 82%

The highest and most efficient accuracy from the SVM model