

Student Group Task:

Predicting Car Insurance Claims Objective Work in groups to analyze the dataset and build models to predict whether a policyholder will file a claim in the next 6 months.

Task Overview

1. Data Cleaning
 - Handle missing values.
 - Encode categorical features.
 - Normalize or scale variables if needed.
2. Exploratory Data Analysis (EDA)
 - Plot distributions of variables.
 - Explore relationships with 'is_claim'.
3. Model Building
 - Use Correlation to carry out a Principal Component Analysis (PCA) to determine relevant variables for the objective.
 - Build and compare at least two models:
 - i. Logistic Regression
 - ii. Decision Tree Classifier
 - iii. (Optional) Try Random Forest
4. Model Evaluation
 - Evaluate using: Accuracy, Precision, Recall, F1-Score
 - Discuss performance and select the best model.
5. Reporting
 - Introduction
 - Data Cleaning Summary
 - Modeling Approach
 - Model Results & Comparison
 - Limitations & Recommendations
6. Executive Summary- A two-page summary with key insights and recommendations.

A draft R script has been included in your project pack to aid your assessment. You can choose to either build and modify the template or develop one from scratch.