Credit card fraud detection

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**Introduction**

As new generation comes to the market more and more individuals start using credit cards. As more individuals start using credit cards the amount of transactions also increases, and the likely hood of fraud transactions also increases. Credit card fraud detection is an important part in the financial market to protect the privacy of customers. Fraudulent activities can lead to series trust issues from the customer, monetary loss and damaging the reputation of financial institutions. The traditional methods of fraud handling are becoming useless against the evolving methods of committing frauds. This project aims to develop a code sufficient to predict the fraud transactions and assess the model through relevant metrics.

**Scope and Objectives**

* Developing a machine learning model to successfully differentiate between fraud and valid transactions.
* Trying to optimize the model to quickly analyze real-time transactions.
* Trying to reduce the number of valid transactions marked as fraud to enhance user experience.
* Trying to ensure user privacy throughout the process.

**Methodology**

**Data Collection and Preparation:**

* We tried to collect real time credit card data from Kaggle.
* Data link: <https://www.kaggle.com/datasets/mlg-ulb/creditcardfraud>
* Then we imported the data into our Jupiter notebook for further analysis.
* Then we performed data cleaning and preprocessing to make sure there are no missing values or duplicates.

**Exploratory Data Analysis (EDA):**

* Then we performed EDA process on the data by summarizing the cleaned data.
* As well as we visualize some encoded columns and created correlations heat map.

**Model Selection and Building:**

**Hyperparameter Tuning:**

**Model Evaluation and Validation:**

**Conclusion**