

To understand the logistic Regression that includes non-linearity to linear regression

# 1. Load the basic libraries and packages

```
import numpy as np
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.model_selection import train_test_split
from sklearn.preprocessing import StandardScaler
from sklearn.linear_model import LogisticRegression
from sklearn.metrics import confusion_matrix
from sklearn.metrics import accuracy_score
from sklearn.metrics import classification_report
```

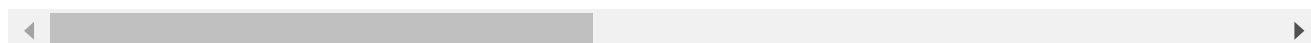
# 2. Load the dataset

```
data = pd.read_excel("/content/default_of_credit_card_clients.xls" , skiprows=1)
data
```



	ID	LIMIT_BAL	SEX	EDUCATION	MARRIAGE	AGE	PAY_0	PAY_2	PAY_3	PAY_4	..
<b>0</b>	1	20000	2	2	1	24	2	2	-1	-1	
<b>1</b>	2	120000	2	2	2	26	-1	2	0	0	
<b>2</b>	3	90000	2	2	2	34	0	0	0	0	
<b>3</b>	4	50000	2	2	1	37	0	0	0	0	
<b>4</b>	5	50000	1	2	1	57	-1	0	-1	0	
...	...	...	...	...	...	...	...	...	...	...	
<b>29995</b>	29996	220000	1	3	1	39	0	0	0	0	
<b>29996</b>	29997	150000	1	3	2	43	-1	-1	-1	-1	
<b>29997</b>	29998	30000	1	2	2	37	4	3	2	-1	
<b>29998</b>	29999	80000	1	3	1	41	1	-1	0	0	
<b>29999</b>	30000	50000	1	2	1	46	0	0	0	0	

30000 rows × 25 columns



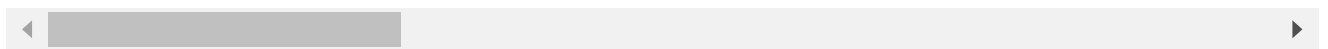
# 3. Analyze the dataset

```
data.describe()
```



	ID	LIMIT_BAL	SEX	EDUCATION	MARRIAGE	
<b>count</b>	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.00
<b>mean</b>	15000.500000	167484.322667	1.603733	1.853133	1.551867	35.48
<b>std</b>	8660.398374	129747.661567	0.489129	0.790349	0.521970	9.21
<b>min</b>	1.000000	10000.000000	1.000000	0.000000	0.000000	21.00
<b>25%</b>	7500.750000	50000.000000	1.000000	1.000000	1.000000	28.00
<b>50%</b>	15000.500000	140000.000000	2.000000	2.000000	2.000000	34.00
<b>75%</b>	22500.250000	240000.000000	2.000000	2.000000	2.000000	41.00
<b>max</b>	30000.000000	1000000.000000	2.000000	6.000000	3.000000	79.00

8 rows × 25 columns



# 4.      Normalize the data

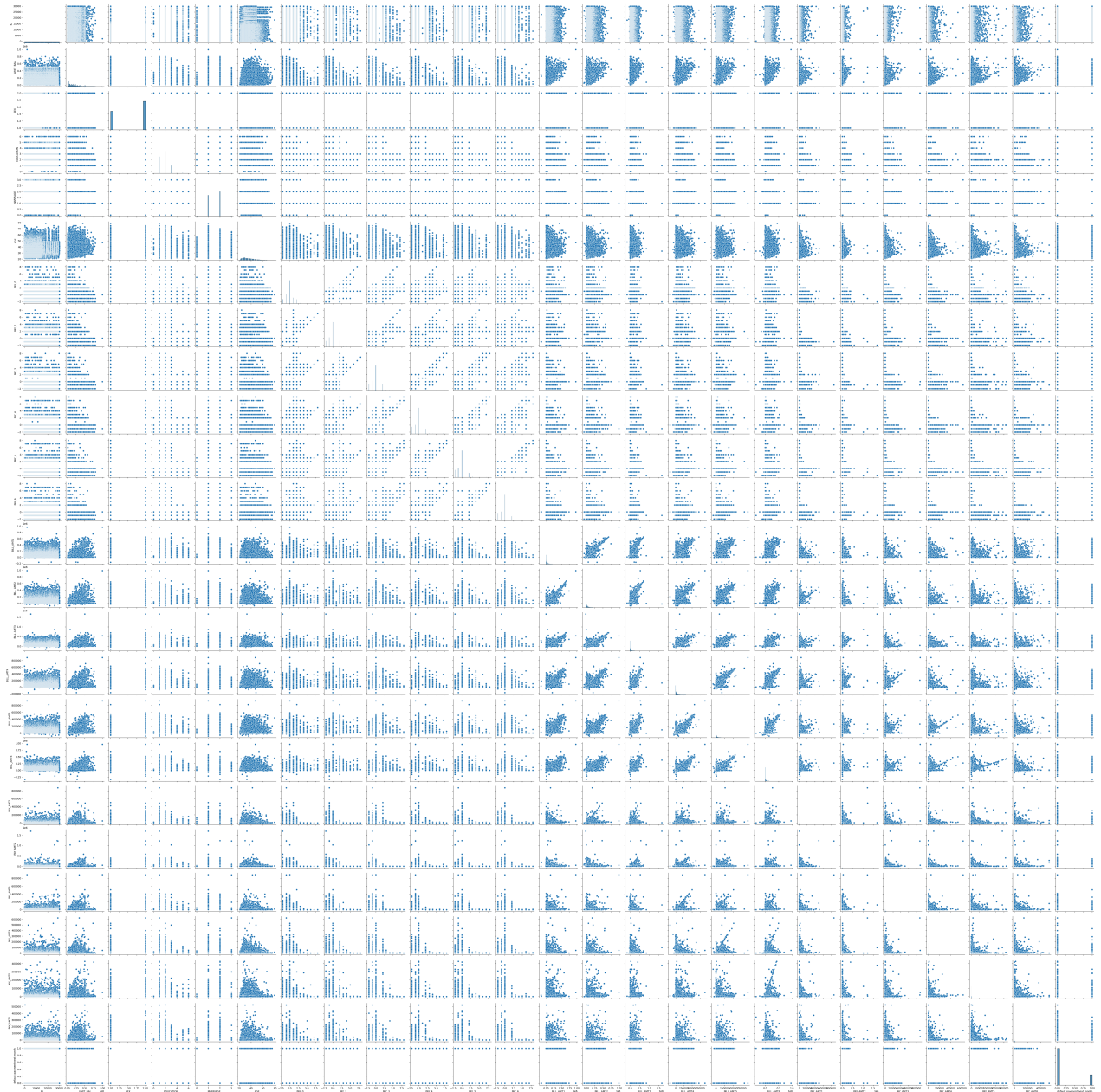
```
def Feature_Normalization(X):
    X = (X - np.mean(X , axis = 0)) / np.std(X , axis = 0)
    return X , np.mean(X , axis = 0) , np.std(X , axis = 0)
```

# 5.      Pre-process the data

```
x_train , x_test , y_train , y_test = train_test_split(x , y , test_size = 0.2 , random_s
```

# 6.      Visualize the Data

```
sns.pairplot(data)
plt.show()
```



```
# 7. Separate the feature and prediction value columns
```

```
x = data.iloc[:, :-1].values
```

```
y = data.iloc[:, -1].values
```

```
def Sigmoid(z):  
    return 1 / (1 + np.exp(-z))
```

```
# 8. Write the Hypothesis Function
```

```
def Hypothesis(theta, X):  
    return Sigmoid(np.dot(X, theta))
```

```
# 9. Write the Cost Function
```

```
def Cost_function(theta, X, y):  
    m = len(y) # number of training examples  
    h = Sigmoid(np.dot(X, theta)) # hypothesis (predicted probabilities)  
    cost = (-1/m) * (np.dot(y.T, np.log(h)) + np.dot((1 - y).T, np.log(1 - h)))  
    return cost
```

```
# 10. Write the Gradient Descent optimization algorithm
```

```
def Gradient_Descent(X, y, theta_array, alpha, epochs):  
    m = len(y)  
    cost_history = []  
  
    for i in range(epochs):  
        h = Sigmoid(np.dot(X, theta_array))  
        gradient = (1/m) * np.dot(X.T, (h - y))  
        theta_array = theta_array - alpha * gradient
```

```
cost = Cost_function(theta_array, X, y)
cost_history.append(cost)
```

```
return theta_array, cost_history
```

# 11. Apply Feature Normalization technique over the data

```
x_train , train_mean , train_std = Feature_Normalization(x_train)
x_test , test_mean , test_std = Feature_Normalization(x_test)
```

# 12. Apply the training over the dataset to minimize the loss

```
def Training(X, y, alpha, epochs):
    theta_array = np.zeros(X.shape[1]) # Initialize theta as a zero array with shape mat
    cost_history = []

    theta_array, cost_history = Gradient_Descent(X, y, theta_array, alpha, epochs)

    return theta_array, cost_history
```

# 13. Observe the cost function vs iterations learning curve

```
x = np.arange(0, epochs)
plt.plot(x, cost_history)
plt.xlabel('Epochs')
plt.ylabel('Cost')
plt.show()
```

