# DATA 201 - Assignment 2

Please use this page <a href="http://apps.ecs.vuw.ac.nz/submit/DATA201">http://apps.ecs.vuw.ac.nz/submit/DATA201</a>) for submitssion and submit only this single Jupyter notebook with your code added into it at the appropriate places.

The due date is Sunday 5th April, before midnight.

The dataset for this assignment is file **sales\_data.csv** which is provided with this notebook.

Please choose menu items *Kernel => Restart & Run All* then *File => Save and Checkpoint* in Jupyter before submission.

## **Problem Statement**

A retail company wants to understand the customer purchase behaviour (specifically, purchase amount) against various products of different categories. They have shared purchase summary of various customers for selected high volume products from last month. The data set also contains customer demographics (age, gender, marital status, city\_type, stay\_in\_current\_city), product details (product\_id and product category) and total purchase\_amount from last month.

You need to build a model to predict the purchase amount of customer against various products which will help the company to create personalized offer for customers against different products.

#### **Data**

Description	Variable
User ID	User_ID
Product ID	Product_ID
Sex of User	Gender
Age in bins	Age
Occupation (Masked)	Occupation
Category of the City (A, B, C)	City_Category
Number of years stay in current city	Stay_In_Current_City_Years
Marital Status	Marital_Status
Product Category (Masked)	Product_Category_1
Product may belongs to other category also (Masked)	Product_Category_2
Product may belongs to other category also (Masked)	Product_Category_3
Purchase Amount (Target Variable)	Purchase

## **Evaluation**

The root mean squared error (RMSE) will be used for model evaluation.

## **Questions and Code**

## In [1]:

```
import numpy as np
import pandas as pd
from sklearn import metrics
from sklearn.compose import ColumnTransformer
from sklearn.impute import SimpleImputer
from sklearn.linear_model import LinearRegression
from sklearn.model_selection import train_test_split
from sklearn.neighbors import KNeighborsRegressor
from sklearn.pipeline import Pipeline
from sklearn.preprocessing import OneHotEncoder, MinMaxScaler, StandardScaler
np.random.seed = 42
```

Load the given dataset.

## In [2]:

```
data = pd.read_csv("sales_data.csv")
data.dtypes
```

### Out[2]:

Age	object
City_Category	object
Gender	object
Marital_Status	int64
Occupation	int64
Product_Category_1	int64
Product_Category_2	int64
Product_Category_3	int64
Product_ID	int64
Purchase	float64
Stay_In_Current_City_Years	object
User_ID	int64
dtype: object	

#### 1. Is there any missing value? [1 point]

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#### In [3]:

```
# There are no missing values
data.isna().sum()
```

#### Out[3]:

```
Age
                               0
City_Category
                               0
Gender
                               0
Marital_Status
                               0
Occupation
                               0
Product_Category_1
                               0
Product_Category_2
                               0
Product_Category_3
                               0
Product ID
                               0
Purchase
                               0
Stay_In_Current_City_Years
                               0
User_ID
dtype: int64
```

## 2. Drop attribute User\_ID . [1 point]

```
In [4]:
data = data.drop('User_ID', axis=1)
```

- 3. Then convert the following categorical attributes below to numerical values with the rule as below. [4 points]  $\frac{4}{4}$ 
  - Gender: F:0, M:1
  - Age: 0-17:0, 18-25:1, 26-35:2, 36-45:3, 46-50:4, 51-55:5, 55+:6
  - Stay\_In\_Current\_City\_Years: 0:0, 1:1, 2:2, 3:3, 4+:4

You may want to apply a lambda function to each row of a column in the dataframe. Some examples here may be helpful: <a href="https://thispointer.com/pandas-apply-apply-a-function-to-each-row-column-in-dataframe/">https://thispointer.com/pandas-apply-apply-a-function-to-each-row-column-in-dataframe/</a>)

#### In [5]:

```
data['Gender'] = data['Gender'].map({'F':0,'M':1})
data['Age'] = data['Age'].map({'0-17':0,'18-25':1, '26-35':2, '36-45':3, '46-50':4, '51
-55':5, '55+':6})
data['Stay_In_Current_City_Years'] = data['Stay_In_Current_City_Years'].map({'0':0,'1':
1, '2':2, '3':3, '4+':4})
data.head()
```

#### Out[5]:

	Age	City_Category	Gender	Marital_Status	Occupation	Product_Category_1	Product_Ca
0	0	А	0	0	10	1	
1	4	В	1	1	7	1	
2	2	Α	1	1	20	1	
3	5	Α	0	0	9	5	
4	5	Α	0	0	9	2	
4							<b>&gt;</b>

4. Randomly split the current data frame into 2 subsets for training (80%) and test (20%). Use random\_state = 42. [2 points]

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#### In [6]:

```
data_train, data_test = train_test_split(data, test_size=0.2, random_state=42)
```

5. Get the list of numerical predictors (all the attributes in the current data frame except the target, Purchase) and the list of categorical predictor. [1 point]

This question asked for the lists of numerical and categorical variables:

In [7]: num\_cols and nom\_cols as produced later, correctly, so 1/1

```
X_train = data_train.drop('Purchase', axis=1)
y_train = data_train['Purchase'].copy()

X_test = data_test.drop('Purchase', axis=1)
y_test = data_test['Purchase'].copy()
```

- 6. Create a transformation pipeline including two pipelines handling the following [3 points]
  - Numerical predictors: apply Standard Scaling

3/3

· Categorical predictor: apply One-hot-encoding

You will need to use ColumnTransformer. The example in Week 3 lectures may be helpful.

#### In [8]:

7. Train and use that transformation pipeline to transform the training data (e.g. for a machine learning model). [2 points]  $\gamma/\gamma$ 

## In [9]:

```
array([[0.33333333, 0.
                      , 1.
                              , ..., 1.
                                            , 0.
      0. ],
     [0.33333333, 1.
                     , 0. , ..., 1.
                                             , 0.
      0. ],
     [0.33333333, 1.
                      , 0.
                              , ..., 0.
                                             , 1.
      0.
             ],
     . . . ,
     [0.16666667, 1.
                      , 0.
                               , ..., 0.
                                             , 1.
      0.
             ],
                       , 0. , ..., 1.
     [0.5
             , 1.
                                             , 0.
             ],
      0.
     [0.66666667, 1.
                             , ..., 0.
                       , 1.
                                             , 1.
             ]])
```

8. Use that transformation pipeline to transform the test data (e.g. for testing a machine learning model). [2 points]

#### In [10]:

```
X_test_trans = col_transform.transform(X_test)
X_test_trans
```

#### Out[10]:

```
, 1.
array([[0.5
                              , 1.
                                           , ..., 1.
                                                            , 0.
        0.
                  ],
       [0.16666667, 1.
                               , 1.
                                           , ..., 0.
                                                             , 1.
        0.
                  ],
                  , 0.
                               , 1.
                                           , ..., 0.
       [0.5
                                                             , 0.
        1.
                  ],
       [0.33333333, 0.
                               , 0.
                                           , ..., 0.
                                                             , 0.
       1.
                  ],
                  , 0.
                               , 0.
       [0.
                                           , ..., 1.
        0.
                  ],
                  , 1.
                               , 0.
                                           , ..., 0.
       [0.5
                                                             , 1.
        0.
                  ]])
```

9. Build a Linear Regression model using the training data after transformation and test it on the test data. Report the RMSE values on the training and test data. [3 points] 3/3

**Document:** <a href="https://scikit-learn.org/stable/modules/generated/sklearn.linear\_model.LinearRegression.html">https://scikit-learn.org/stable/modules/generated/sklearn.linear\_model.LinearRegression.html</a>)

(https://scikit-learn.org/stable/modules/generated/sklearn.linear\_model.LinearRegression.html)

#### In [11]:

```
lr = LinearRegression()
lr_pipeline = Pipeline([('col_trans', col_transform), ('lr', lr)])
lr_pipeline.fit(X_train, y_train)

lr_train_pred = lr_pipeline.predict(X_train)
lr_test_pred = lr_pipeline.predict(X_test)
print(" Linear Regression Training Set RMSE: %.4g" % np.sqrt(metrics.mean_squared_error (lr_train_pred, y_train)))
print("Linear Regression Test Set RMSE: %.4g" % np.sqrt(metrics.mean_squared_error(lr_test_pred, y_test)))
```

Linear Regression Training Set RMSE: 4600 Linear Regression Test Set RMSE: 4616

10. Repeat Question 9 using a KNeighborsRegressor. Comment on the processing time and performance of the model in this question. [1 point]

**Document:** <a href="https://scikit-learn.org/stable/modules/generated/sklearn.neighbors.KNeighborsRegressor.html">https://scikit-learn.org/stable/modules/generated/sklearn.neighbors.KNeighborsRegressor.html</a>)

(https://scikit-learn.org/stable/modules/generated/sklearn.neighbors.KNeighborsRegressor.html)

#### In [12]:

```
knn = KNeighborsRegressor()
knn_pipeline = Pipeline([('col_trans', col_transform), ('knn', knn)])
knn_pipeline.fit(X_train, y_train)

knn_train_pred = knn_pipeline.predict(X_train)
knn_test_pred = knn_pipeline.predict(X_test)
print("K Neighbours Regressor Training Set RMSE: %.4g" % np.sqrt(metrics.mean_squared_e
rror(knn_train_pred, y_train)))
print("K Neighbours Regressor Test Set RMSE: %.4g" % np.sqrt(metrics.mean_squared_error
(knn_test_pred, y_test)))
```

K Neighbours Regressor Training Set RMSE: 3407 K Neighbours Regressor Test Set RMSE: 4230

The K-Nearest Neighbours Regression is significantly slower than Linear Regression because in KNN each training instance has to be compared with every other training instance one-by-one, this makes it computationally expensive especially when your dataset is wide (a lot of features, which in our instance, it does). It's complexity is  $n \times n$  because each instance has n comparisions.

KNN Regression also has poorer performance than the Linear Regression model, as observed by how RMSE for the training and test sets for Linear Regression are near identicial, it means there's little variance in the residuals. KNN Regression on the other hand has a pretty big discrepancy between the RMSE values, most likely due to a very terrible signal-to-noise ratio thanks to our large number of features. KNN works best when it comes to small datasets without too much noise

## In [ ]: