

# BIN381\_Project\_Milestone-4\_MODELLING

Group F

2024-10-21

## Load the dataset

```
#Read the dataset into object "custData"
custData <- read.csv("CustData2_Prepared.csv")
custData$Eligible <- as.factor(custData$Eligible)
```

## Split the dataset into training data and testing data

```
#Split the dataset to 80% training data and 20% testing data
set.seed(123)
train_index <- createDataPartition(custData$Eligible, p = 0.8, list = FALSE)
train_data <- custData[train_index, ]
test_data <- custData[-train_index, ]
```

## Logistic Regression

### Build/train Logistic Regression Model

```
logisticRegressionModel <- glm(formula = Eligible~ . -Annual_Salary,
                                data = train_data,family = 'binomial')
```

```
## Warning: glm.fit: fitted probabilities numerically 0 or 1 occurred
```

### Make Predictions using the model

```
logisticRegressionPrediction <- predict(logisticRegressionModel,
                                         newdata = test_data, type = 'response')
head(logisticRegressionPrediction)
```

```
##           3           16           29           30           37           39
## 3.683766e-10 9.246811e-11 1.000000e+00 1.000000e+00 3.158605e-01 9.314723e-01
```

```
logisticRegressionY_pred = ifelse(logisticRegressionPrediction >0.5, 1, 0)
```

## Confusion matrix

Create confusion matrix

```
logisticRegression_matrix <- table(actual = test_data$Eligible,  
                                   predicted = logisticRegressionY_pred)  
logisticRegression_matrix
```

```
##      predicted  
## actual      0      1  
##      0 12613   997  
##      1   979 23674
```

Extract TP, TN, FP and FN from confusion matrix

```
# Extract TruePositive, TrueNegative, FalsePositive  
# and FalseNegative for confusion matrix  
logisticRegression_truePositive <- logisticRegression_matrix[1, 1]  
logisticRegression_trueNegative <- logisticRegression_matrix[2, 2]  
logisticRegression_falsePositive <- logisticRegression_matrix[1, 2]  
logisticRegression_falseNegative <- logisticRegression_matrix[2, 1]
```

## Calculate evaluation metrics

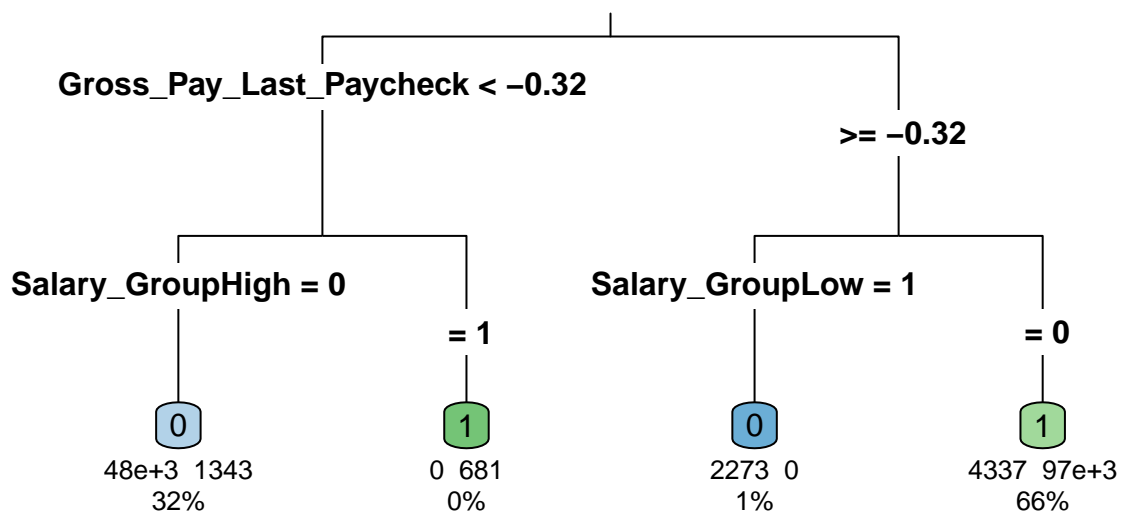
```
# Calculate Evaluation Metrics  
logisticRegression_accuracy <-  
  round(((sum(diag(logisticRegression_matrix)) /  
          sum(logisticRegression_matrix))) * 100, 2)  
logisticRegression_precision <-  
  round((logisticRegression_truePositive /  
          (logisticRegression_truePositive +  
            logisticRegression_falsePositive)) * 100, 2)  
logisticRegression_recall <-  
  round((logisticRegression_truePositive /  
          (logisticRegression_truePositive +  
            logisticRegression_falseNegative)) * 100, 2)  
logisticRegression_f1_score <-  
  round(2 * (logisticRegression_precision * logisticRegression_recall) /  
          (logisticRegression_precision + logisticRegression_recall), 2)
```

## Decision Tree

### Build/train Decision Tree Model

```
#Build Decision Tree Model  
decisionTreeModel <- rpart(Eligible ~ . -Annual_Salary,  
                             data = train_data, method = 'class')
```

### Visualize the model



### Make Predictions using the model

```
# Make predictions on the test data  
decisionTreePredictions <- predict(decisionTreeModel,  
                                    newdata = test_data, type = 'class')
```

## Confusion matrix

### Create confusion matrix

```
#Confusion matrix
decisionTreeMatrix <- table(test_data$Eligible,
                             decisionTreePredictions)
print(decisionTreeMatrix)
```

```
##      decisionTreePredictions
##           0           1
##    0 12557   1053
##    1    330 24323
```

### Extract TP, TN, FP and FN from confusion matrix

```
# Extract TruePositive, TrueNegative, FalsePositive
# and FalseNegative for confusion matrix
decisionTreeTruePositive <- decisionTreeMatrix[1, 1]
decisionTreeTrueNegative <- decisionTreeMatrix[2, 2]
decisionTreeFalsePositive <- decisionTreeMatrix[1, 2]
decisionTreeFalseNegative <- decisionTreeMatrix[2, 1]
```

## Claculate evaluation metrics

```
#Calculate Evaluation Metrics
decisionTreeAccuracy <-
  round((sum(diag(decisionTreeMatrix)) / sum(decisionTreeMatrix)) * 100, 2)
decisionTreePrecision <-
  round((decisionTreeTruePositive /
        (decisionTreeTruePositive + decisionTreeFalsePositive)) * 100, 2)
decisionTreeRecall <-
  round((decisionTreeTruePositive / (decisionTreeTruePositive +
                                     decisionTreeFalseNegative)) * 100, 2)
decisionTreeF1Score <-
  round(2 * (decisionTreePrecision * decisionTreeRecall) /
        (decisionTreePrecision + decisionTreeRecall), 2)
```

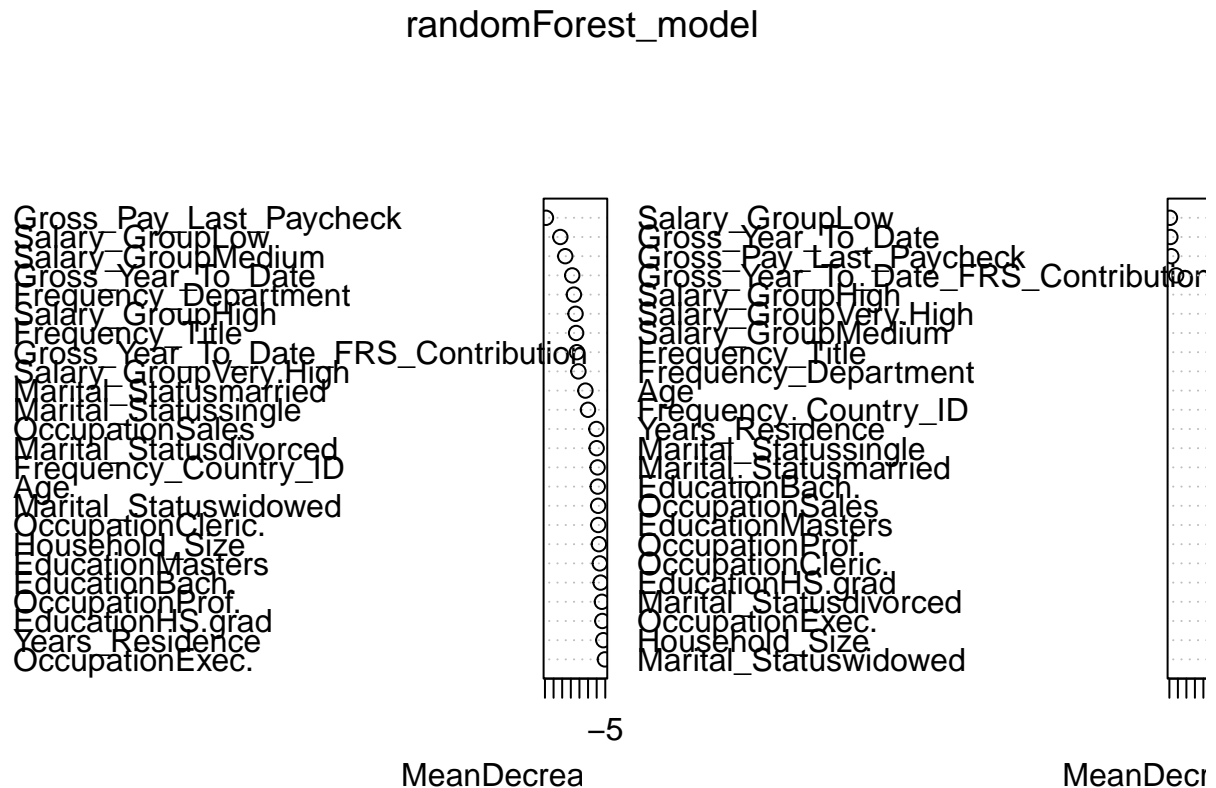
## Random Forest

### Build/train Random Forest Model Model

```
#Build Random Forest Model
randomForest_model <- randomForest(Eligible ~ . -Annual_Salary,
                                   data = train_data, ntree = 100,
                                   mtry = 3, importance = TRUE)
```

## Visualize attribute importance

```
#The attribute importance can be visualised using the random forest model  
varImpPlot(randomForest_model)
```



## Make Predictions using the model

```
#Make Predictions Using Random Forest  
randomForest_predictions <- predict(randomForest_model, newdata = test_data)
```

## Confusion matrix

Create confusion matrix

```
#Matrix for Random Forest  
randomForest_cm <- confusionMatrix(as.factor(randomForest_predictions),  
                                   as.factor(test_data$Eligible))  
randomForest_matrix <- randomForest_cm$table
```

## Extract TP, TN, FP and FN from confusion matrix

```
# Extract TruePositive, TrueNegative, FalsePositive  
# and FalseNegative for confusion matrix  
randomForest_truePositive <- randomForest_matrix[1, 1]  
randomForest_trueNegative <- randomForest_matrix[2, 2]  
randomForest_falsePositive <- randomForest_matrix[1, 2]  
randomForest_falseNegative <- randomForest_matrix[2, 1]
```

## Calculate evaluation metrics

```
#Calculate Evaluation Metrics  
randomForest_accuracy <-  
  round((sum(diag(randomForest_matrix)) / sum(randomForest_matrix)) * 100, 2)  
randomForest_precision <-  
  round((randomForest_truePositive / (randomForest_truePositive +  
                                       randomForest_falsePositive)) * 100, 2)  
randomForest_recall <-  
  round((randomForest_truePositive / (randomForest_truePositive +  
                                       randomForest_falseNegative)) * 100, 2)  
randomForest_f1_score <-  
  round(2 * (randomForest_precision * randomForest_recall) /  
        (randomForest_precision + randomForest_recall), 2)
```

## Model Evaluation

### Print evaluation metrics of Logistic Regression Model

```
cat("Logistic Regression Accuracy:", logisticRegression_accuracy, "% \n")
```

```
## Logistic Regression Accuracy: 94.84 %
```

```
cat("Logistic Regression Precision:", logisticRegression_precision, "% \n")
```

```
## Logistic Regression Precision: 92.67 %
```

```
cat("Logistic Regression Recall:", logisticRegression_recall, "% \n")
```

```
## Logistic Regression Recall: 92.8 %
```

```
cat("Logistic Regression F1-score:", logisticRegression_f1_score, "% \n")
```

```
## Logistic Regression F1-score: 92.73 %
```

### Print evaluation metrics of Decision Tree Model

```
cat("Decision Tree Accuracy:", decisionTreeAccuracy, "% \n")
```

```
## Decision Tree Accuracy: 96.39 %
```

```
cat("Decision Tree Precision:", decisionTreePrecision, "% \n")
```

```
## Decision Tree Precision: 92.26 %
```

```
cat("Decision Tree Recall:", decisionTreeRecall, "% \n")
```

```
## Decision Tree Recall: 97.44 %
```

```
cat("Decision Tree F1-score:", decisionTreeF1Score, "% \n")
```

```
## Decision Tree F1-score: 94.78 %
```

## Print evaluation metrics of Random Forest Model

```
cat("Random Forest Accuracy:", randomForest_accuracy, "% \n")
```

```
## Random Forest Accuracy: 96.97 %
```

```
cat("Random Forest Precision:", randomForest_precision, "% \n")
```

```
## Random Forest Precision: 98.48 %
```

```
cat("Random Forest Recall:", randomForest_recall, "% \n")
```

```
## Random Forest Recall: 92.92 %
```

```
cat("Random Forest F1-score:", randomForest_f1_score, "% \n")
```

```
## Random Forest F1-score: 95.62 %
```

## Save Models

```
#Save the logistic regression model  
saveRDS(logisticRegressionModel, file = "logistic_regression_model.rds")
```

```
#Save the decision tree model  
saveRDS(decisionTreeModel, file = "decision_tree_model.rds")
```

```
#Save the random forest model  
saveRDS(randomForest_model, file = "random_forest_model.rds")
```