

Question 1)

a) Classification

b) Discrete Features

i) Credit Card Number

ii) Date

iii) Zip Code

iv) Transaction Type

c) Continuous Features

i) Transaction Price

ii) Reciever Old Balance

iii) Reciever New Balance

d) You could stanardize the continuos features or categorize the variables into ranges.

e) When there's meaningless regularity in data irrelevant to true distinguishing features. When a statistical model describes random error or noise instead of underlying relationship. By pruning lower nodes in a decision tree. If gain of best attribute at a node is below a threshold, stop and make this node a leaf rather than generating children nodes.

f)

