Name: Rajavel A

Rollno: 611219106061

Date: 21\09\2022

1.Download the dataset from the source

About the dataset:

This dataset is all about churn modelling of a credit company. It has the details about the end user who are using credit card and also it has some variables to depicit the churn of the customer.

RowNumber - Serial number of the rows

CustomerId - Unique identification of customer

Surname - Name of the customer

CreditScore - Cipil score of the customer

Geography - Location of the bank

Gender - Sex of the customer

Age - Age of the customer

Tenure - Repayment period for the credit amount

Balance - Current balance in thier creidt card

NumOfProducts - Products owned by the customer from the company

HasCrCard - Has credit card or not (0 - no , 1 - yes)

IsactiveMember - Is a active member or not

EstimatedSalary - Salary of the customer

Exited - Churn of the customer

```
import warnings
warnings.filterwarnings("ignore")

import pandas as pd
import numpy as np
import seaborn as sns
import matplotlib.pyplot as plt
```

2.Load the Dataset

```
df = pd.read_csv("Churn_Modelling.csv")
```

| | RowNumber | CustomerId | Surname | CreditScore | Geography | Gender | Age | Tenure |
|---|-----------|------------|----------|-------------|-----------|--------|-----|--------|
| 0 | 1 | 15634602 | Hargrave | 619 | France | Female | 42 | 2 |
| 1 | 2 | 15647311 | Hill | 608 | Spain | Female | 41 | 1 |
| 2 | 3 | 15619304 | Onio | 502 | France | Female | 42 | 8 |
| 3 | 4 | 15701354 | Boni | 699 | France | Female | 39 | 1 |
| 4 | 5 | 15737888 | Mitchell | 850 | Spain | Female | 43 | 2 |

df.tail()

| | RowNumber | CustomerId | Surname | CreditScore | Geography | Gender | Age | Tent |
|------|-----------|------------|-----------|-------------|-----------|--------|-----|------|
| 9995 | 9996 | 15606229 | Obijiaku | 771 | France | Male | 39 | |
| 9996 | 9997 | 15569892 | Johnstone | 516 | France | Male | 35 | |
| 9997 | 9998 | 15584532 | Liu | 709 | France | Female | 36 | |
| 9998 | 9999 | 15682355 | Sabbatini | 772 | Germany | Male | 42 | |
| 9999 | 10000 | 15628319 | Walker | 792 | France | Female | 28 | |

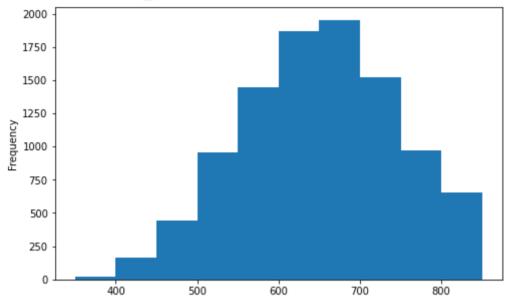
3 a) Univariate analysis

```
df.shape
```

```
(10000, 14)
```

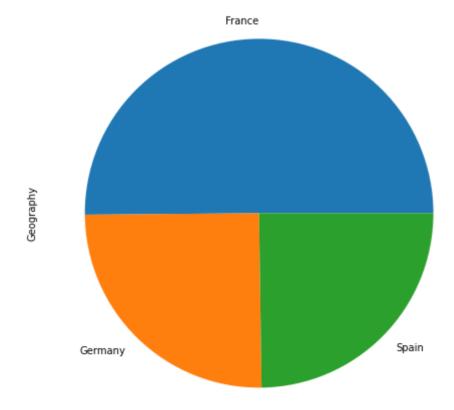
```
credit = df['CreditScore']
credit.plot(kind="hist",figsize=(8,5))
```

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1c4c5d90>



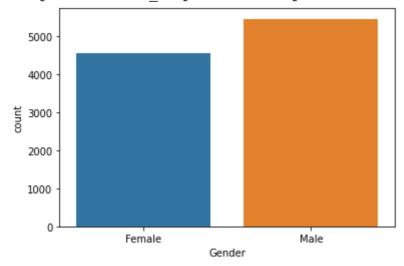
```
geo = df['Geography'].value_counts()
geo.plot(kind="pie",figsize=(10,8))
```

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1ba4fb50>



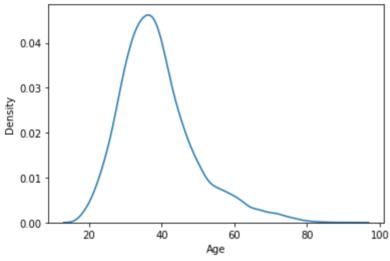
sns.countplot(df['Gender'])

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b5614d0>



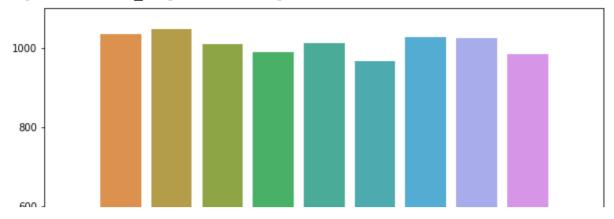
sns.distplot(df['Age'],hist=False)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b52cfd0>



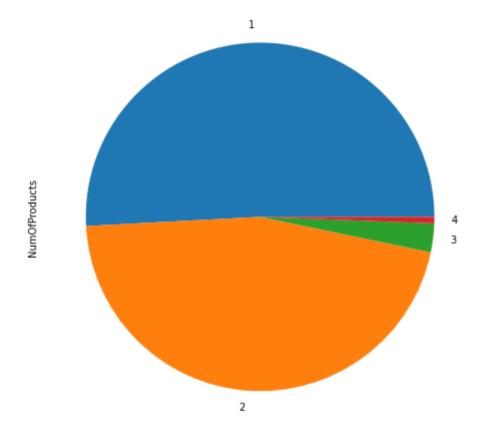
plt.figure(figsize=(10,8))
sns.countplot(df['Tenure'])

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b4cfdd0>

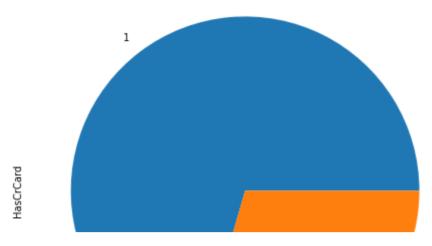


product = df['NumOfProducts'].value_counts()
product.plot(kind="pie",figsize=(10,8))

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b54bbd0>

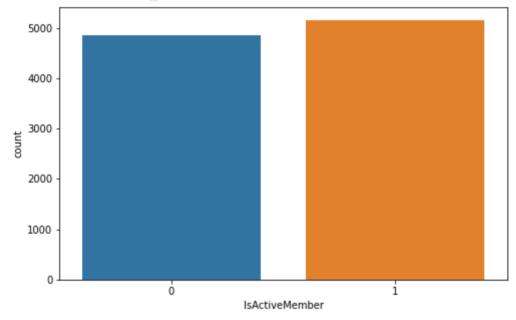


cr = df['HasCrCard'].value_counts()
cr.plot(kind="pie",figsize=(10,8))



plt.figure(figsize=(8,5))
sns.countplot(df['IsActiveMember'])

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b36f6d0>

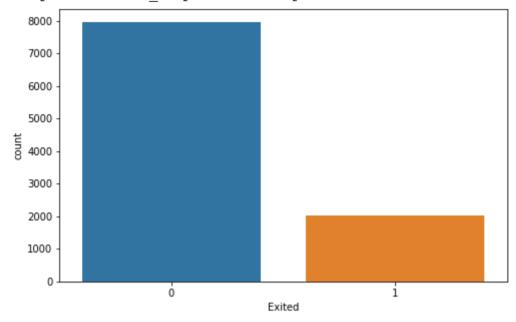


sns.distplot(df['EstimatedSalary'],hist=False)

```
<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b2e6110>
```

```
plt.figure(figsize=(8,5))
sns.countplot(df['Exited'])
```

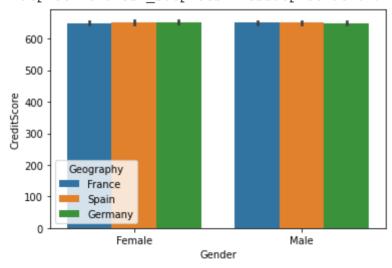
<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b379b90>



3 b) Bivariate analysis

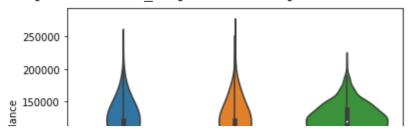
sns.barplot(x='Gender',y='CreditScore',hue='Geography',data=df)





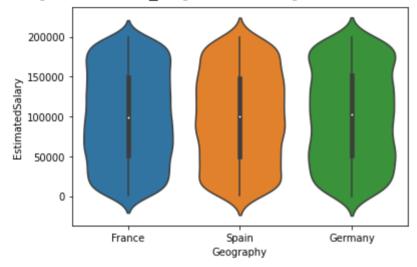
sns.violinplot(x='Geography',y='Balance',data=df)

<matplotlib.axes. subplots.AxesSubplot at 0x7f8f1b1bc2d0>



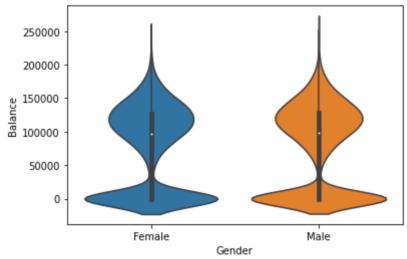
sns.violinplot(x='Geography',y='EstimatedSalary',data=df)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b0dcd90>



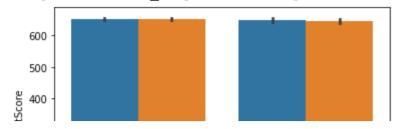
sns.violinplot(x='Gender',y='Balance',data=df)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b052850>



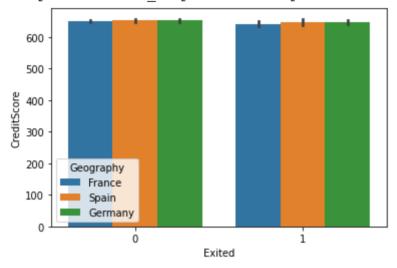
sns.barplot(x='Exited',y='CreditScore',hue='Gender',data=df)

<matplotlib.axes. subplots.AxesSubplot at 0x7f8f1b036d90>



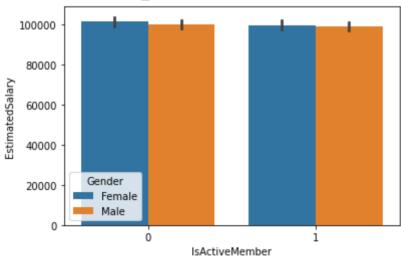
sns.barplot(x='Exited',y='CreditScore',hue='Geography',data=df)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1afb8550>



sns.barplot(x='IsActiveMember',y='EstimatedSalary',hue='Gender',data=df)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b3c8890>



sns.barplot(x='Exited',y='Tenure',data=df)

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1b220a90>

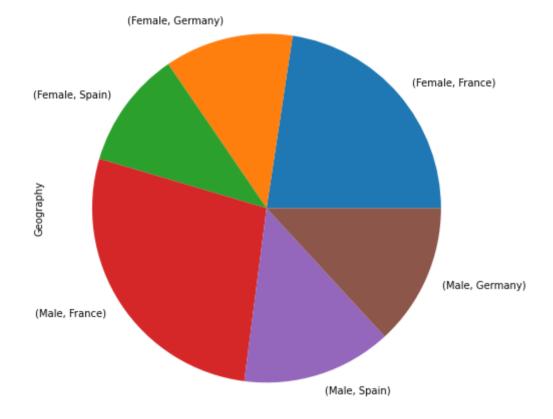


3 c) Multivariate analysis

gpl = df.groupby('Gender')['Geography'].value_counts()
gpl.plot(kind='pie',figsize=(10,8))
print(gpl)

| Gender | Geography | |
|--------|-----------------|--------------|
| Female | France | 2261 |
| | Germany | 1193 |
| | Spain | 1089 |
| Male | France | 2753 |
| | Spain | 1388 |
| | Germany | 1316 |
| Male | France Spain | 2753 1388 |

Name: Geography, dtype: int64



gp2 = df.groupby('Gender')['Age'].mean()
print(gp2)

Gender

Female 39.238389
Male 38.658237
Name: Age, dtype: float64

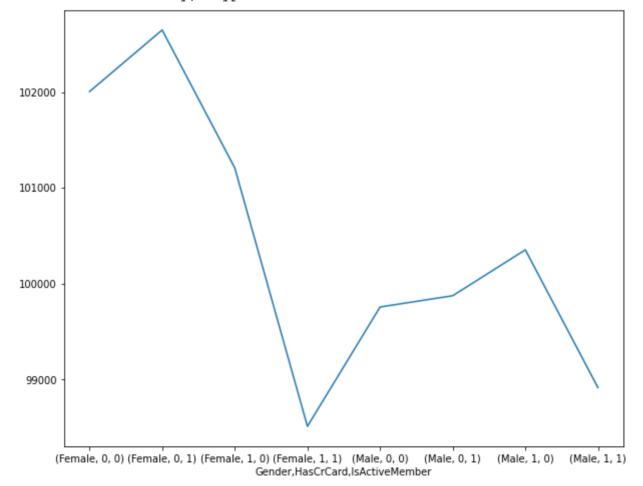
gp3 = df.groupby(['Gender','Geography'])['Tenure'].mean()
print(gp3)

| Gende | r Geograp | hy |
|--------|-----------|---------------|
| Female | e France | 4.950022 |
| | Germany | 4.965633 |
| | Spain | 5.000000 |
| Male | France | 5.049401 |
| | Germany | 5.050152 |
| | Spain | 5.057637 |
| Name: | Tenure, d | type: float64 |

gp4 = df.groupby(['Gender','HasCrCard','IsActiveMember'])['EstimatedSalary'].mean()
gp4.plot(kind="line",figsize=(10,8))
print(gp4)

| Gender | HasCrCard | IsActiveMember | |
|--------|-----------|----------------|---------------|
| Female | 0 | 0 | 102006.080352 |
| | | 1 | 102648.996944 |
| | 1 | 0 | 101208.014567 |
| | | 1 | 98510.152300 |
| Male | 0 | 0 | 99756.431151 |
| | | 1 | 99873.931251 |
| | 1 | 0 | 100353.378996 |
| | | 1 | 98914.378703 |

Name: EstimatedSalary, dtype: float64

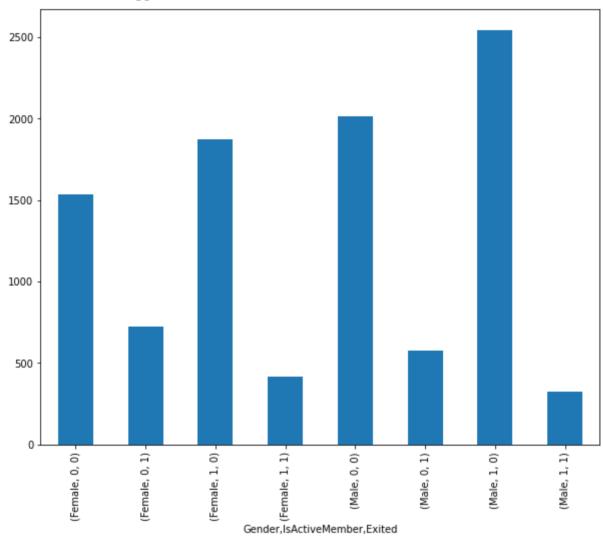


gp5 = df.groupby(['Gender','IsActiveMember'])['Exited'].value_counts()

```
gp5.plot(kind='bar',figsize=(10,8))
print(gp5)
```

| IsActiveMember | Exited | |
|----------------|--------|----------------------------|
| 0 | 0 | 1534 |
| | 1 | 725 |
| 1 | 0 | 1870 |
| | 1 | 414 |
| 0 | 0 | 2013 |
| | 1 | 577 |
| 1 | 0 | 2546 |
| | 1 | 321 |
| | | 1 1 0 1 0 0 |

Name: Exited, dtype: int64



gp6 = df.groupby('Exited')['Balance','EstimatedSalary'].mean()
print(gp6)

| | Balance | EstimatedSalary |
|--------|--------------|-----------------|
| Exited | | |
| 0 | 72745.296779 | 99738.391772 |
| 1 | 91108.539337 | 101465.677531 |

4. Descriptive statistics

| | count | mean | std | min | 25% | |
|-----------------|---------|--------------|--------------|-------------|-------------|----------|
| RowNumber | 10000.0 | 5.000500e+03 | 2886.895680 | 1.00 | 2500.75 | 5.000500 |
| CustomerId | 10000.0 | 1.569094e+07 | 71936.186123 | 15565701.00 | 15628528.25 | 1.569074 |
| CreditScore | 10000.0 | 6.505288e+02 | 96.653299 | 350.00 | 584.00 | 6.520000 |
| Age | 10000.0 | 3.892180e+01 | 10.487806 | 18.00 | 32.00 | 3.700000 |
| Tenure | 10000.0 | 5.012800e+00 | 2.892174 | 0.00 | 3.00 | 5.000000 |
| Balance | 10000.0 | 7.648589e+04 | 62397.405202 | 0.00 | 0.00 | 9.719854 |
| NumOfProducts | 10000.0 | 1.530200e+00 | 0.581654 | 1.00 | 1.00 | 1.000000 |
| HasCrCard | 10000.0 | 7.055000e-01 | 0.455840 | 0.00 | 0.00 | 1.000000 |
| IsActiveMember | 10000.0 | 5.151000e-01 | 0.499797 | 0.00 | 0.00 | 1.000000 |
| EstimatedSalary | 10000.0 | 1.000902e+05 | 57510.492818 | 11.58 | 51002.11 | 1.001939 |
| Exited | 10000.0 | 2.037000e-01 | 0.402769 | 0.00 | 0.00 | 0.000000 |

5. Handling the missing values

```
df.isnull().sum()
```

| RowNumber | 0 |
|-----------------|---|
| CustomerId | 0 |
| Surname | 0 |
| CreditScore | 0 |
| Geography | 0 |
| Gender | 0 |
| Age | 0 |
| Tenure | 0 |
| Balance | 0 |
| NumOfProducts | 0 |
| HasCrCard | 0 |
| IsActiveMember | 0 |
| EstimatedSalary | 0 |
| Exited | 0 |
| dtype: int64 | |

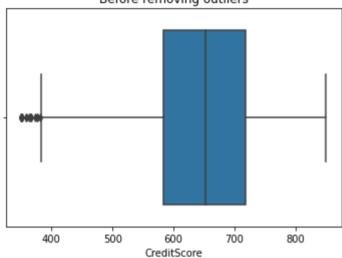
There is no missing value in the dataset

6. Finding outliers

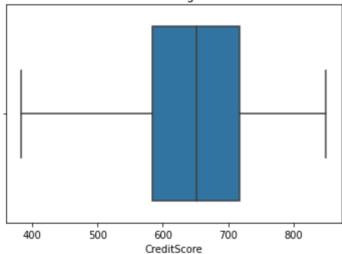
```
def replace_outliers(df, field_name):
    Q1 = np.percentile(df[field_name],25,interpolation='midpoint')
    Q3 = np.percentile(df[field_name],75,interpolation='midpoint')
    IQR = Q3-Q1
    maxi = Q3+1.5*IQR
    mini = Q1-1.5*IQR
    df[field_name]=df[field_name].mask(df[field_name]>maxi,maxi)
    df[field_name]=df[field_name].mask(df[field_name]<mini,mini)</pre>
```

```
plt.title("Before removing outliers")
sns.boxplot(df['CreditScore'])
plt.show()
plt.title("After removing outliers")
replace_outliers(df, 'CreditScore')
sns.boxplot(df['CreditScore'])
plt.show()
```

Before removing outliers

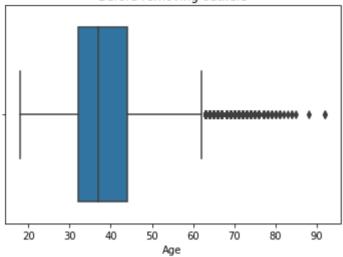


After removing outliers

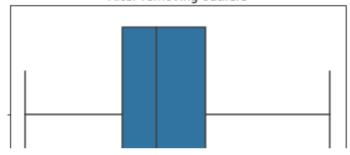


```
plt.title("Before removing outliers")
sns.boxplot(df['Age'])
plt.show()
plt.title("After removing outliers")
replace_outliers(df, 'Age')
sns.boxplot(df['Age'])
plt.show()
```

Before removing outliers

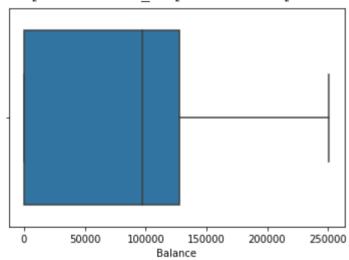


After removing outliers



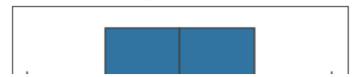
sns.boxplot(df['Balance'])

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1ab8f310>



sns.boxplot(df['EstimatedSalary'])

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1aaf5f50>



Outliers from Age and Credit Score columns are removed

7. Check for categorical column and perform encoding.

from sklearn.preprocessing import LabelEncoder le = LabelEncoder()

EstimatedSalary

df.head()

1.1

| | RowNumber | CustomerId | Surname | CreditScore | Geography | Gender | Age | Tenure |
|---|-----------|------------|----------|-------------|-----------|--------|------|--------|
| 0 | 1 | 15634602 | Hargrave | 619.0 | France | Female | 42.0 | 2 |
| 1 | 2 | 15647311 | Hill | 608.0 | Spain | Female | 41.0 | 1 |
| 2 | 3 | 15619304 | Onio | 502.0 | France | Female | 42.0 | 8 |
| 3 | 4 | 15701354 | Boni | 699.0 | France | Female | 39.0 | 1 |
| 4 | 5 | 15737888 | Mitchell | 850.0 | Spain | Female | 43.0 | 2 |

I = I

Only two columns(Gender and Geography) is label encoded

Removing unwanted columns and checking for feature importance

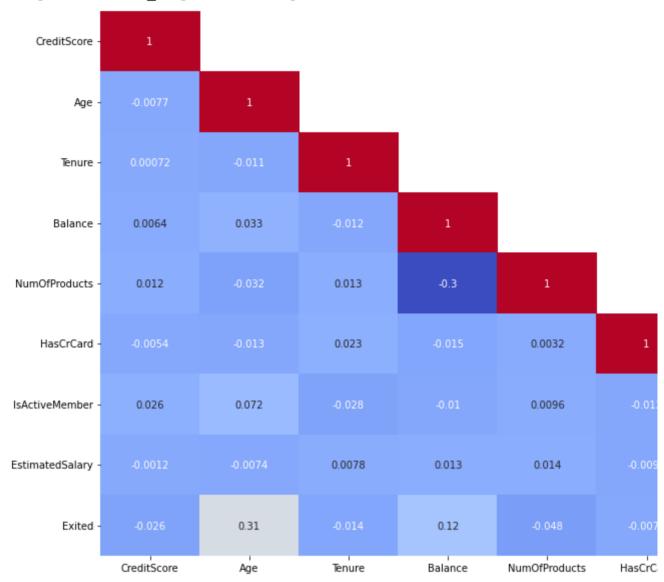
df = df.drop(['RowNumber','CustomerId','Surname'],axis=1)

df.head()

| | CreditScore | Geography | Gender | Age | Tenure | Balance | NumOfProducts | HasCrC |
|---|-------------|-----------|--------|------|--------|-----------|---------------|--------|
| 0 | 619.0 | France | Female | 42.0 | 2 | 0.00 | 1 | |
| 1 | 608.0 | Spain | Female | 41.0 | 1 | 83807.86 | 1 | |
| 2 | 502.0 | France | Female | 42.0 | 8 | 159660.80 | 3 | |
| 3 | 699.0 | France | Female | 39.0 | 1 | 0.00 | 2 | |
| 4 | 850.0 | Spain | Female | 43.0 | 2 | 125510.82 | 1 | |

```
plt.figure(figsize=(20,10))
df_lt = df.corr(method = "pearson")
df_lt1 = df_lt.where(np.tril(np.ones(df_lt.shape)).astype(np.bool))
sns.heatmap(df_lt1,annot=True,cmap="coolwarm")
```

<matplotlib.axes._subplots.AxesSubplot at 0x7f8f1a34de10>



- 1. The Removed columns are nothing to do with model building.
- 2. Feature importance also checked using pearson correlation.

8. Data Splitting

9. Scaling the independent values

```
from sklearn.preprocessing import StandardScaler
se = StandardScaler()

data['CreditScore'] = se.fit_transform(pd.DataFrame(data['CreditScore']))
data['Age'] = se.fit_transform(pd.DataFrame(data['Age']))
data['Balance'] = se.fit_transform(pd.DataFrame(data['Balance']))
data['EstimatedSalary'] = se.fit_transform(pd.DataFrame(data['EstimatedSalary']))
```

data.head()

| | CreditScore | Geography | Gender | Age | Tenure | Balance | NumOfProducts | Has |
|---|-------------|-----------|--------|----------|--------|-----------|---------------|-----|
| 0 | -0.326878 | France | Female | 0.342615 | 2 | -1.225848 | 1 | |
| 1 | -0.440804 | Spain | Female | 0.240011 | 1 | 0.117350 | 1 | |
| 2 | -1.538636 | France | Female | 0.342615 | 8 | 1.333053 | 3 | |
| 3 | 0.501675 | France | Female | 0.034803 | 1 | -1.225848 | 2 | |
| 4 | 2.065569 | Spain | Female | 0.445219 | 2 | 0.785728 | 1 | |

10. Train test split

(2500, 10) (7500,) (2500,)

```
from sklearn.model_selection import train_test_split
X_train,X_test,y_train,y_test = train_test_split(data,target,test_size=0.25,random_
print(X_train.shape)
print(X_test.shape)
print(y_train.shape)
print(y_test.shape)

(7500, 10)
```

×