ASSIGNMENT 2

Project Name: Intelligent Vehicle Damage Assessment & Cost Estimator for Insurance Companies

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Download the dataset

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

2.Load the Data Set

dataset = pd.read_csv('/content/Churn_Modelling.csv')

#dropping row number columns as we already have index column by default dataset.drop(['RowNumber'], axis=1,inplace=True)

dataset

	CustomerId	Surname	CreditScore	Geography	Gender	Age	Tenure	Balance	NumOfProducts	HasCrCard	IsActiveMember	Es
0	15634602	Hargrave	619	France	Female	42	2	0.00	1	1	1	
1	15647311	Hill	608	Spain	Female	41	1	83807.86	1	0	1	
2	15619304	Onio	502	France	Female	42	8	159660.80	3	1	0	
3	15701354	Boni	699	France	Female	39	1	0.00	2	0	0	
4	15737888	Mitchell	850	Spain	Female	43	2	125510.82	1	1	1	
995	15606229	Obijiaku	771	France	Male	39	5	0.00	2	1	0	
996	15569892	Johnstone	516	France	Male	35	10	57369.61	1	1	1	
997	15584532	Liu	709	France	Female	36	7	0.00	1	0	1	
998	15682355	Sabbatini	772	Germany	Male	42	3	75075.31	2	1	0	
999	15628319	Walker	792	France	Female	28	4	130142.79	1	1	0	

000 rows × 13 columns

→ 3. Visualizations

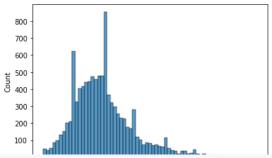
```
import matplotlib.pyplot as plt
import seaborn as sns
```

Univariate Analysis

```
# plt.scatter(churn.index,churn["Age"])
# plt.show()

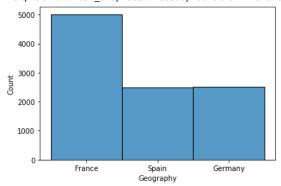
# Age Histogram
sns.histplot(x='Age', data=dataset)
```

<matplotlib.axes._subplots.AxesSubplot at 0x7ff375466990>



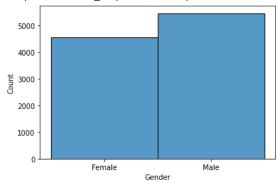
Geography Histogram
sns.histplot(x='Geography', data=dataset)

<matplotlib.axes._subplots.AxesSubplot at 0x7ff3752b0e50>



Geography Histogram
sns.histplot(x='Gender', data=dataset)

<matplotlib.axes._subplots.AxesSubplot at 0x7ff3752c2d10>



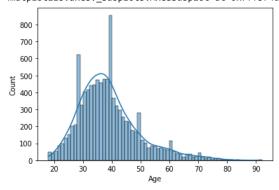
```
cols = 3
rows = 3
num_cols = dataset.select_dtypes(exclude='object').columns #exclude string based columns namely Surname, Geography, Gender
print(num_cols)
fig = plt.figure(figsize=(cols*5, rows*5))
for i, col in enumerate(num_cols[1:]): #exclude Customer ID

    ax=fig.add_subplot(rows,cols,i+1)
    sns.histplot(x = dataset[col], ax = ax)

fig.tight_layout()
plt.show()
```

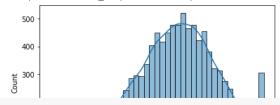
```
'Exited'],
            dtype='object')
                                                                                                        1000
                                                         800
                                                         700
         400
                                                         600
         300
                                                                                                         600
       Count
                                                         400
                                                         300
                                                         200
         100
                                                                                                         200
                                                         100
                            600
CreditScore
                                                                        40
                                                                               Age
                                                                                                         7000
                                                        5000
        3500
                                                                                                         6000
        3000
                                                        4000
                                                                                                        5000
        2500
                                                        3000
      tung 2000
                                                                                                        4000
                                                                                                        3000
                                                        2000
        1000
                                                                                                         2000
                                                        1000
         500
                                                                                                        1000
                                                                                                           0
                                                                         2.0 2.5
NumOfProducts
                                                                   1.5
                                                                                                 4.0
                   50000
                          100000 150000
                                        200000
                                               250000
                                                             1.0
                                                                                     3.0
                                                                                           3.5
                                                                                                             0.0
                                                                                                                    0.2
                                                                                                                            0.4 0.
HasCrCard
                                                                                                                                          0.8
                                                                                                                                                 1.0
                                                                                                         8000
        5000
                                                                                                         7000
                                                         400
        4000
                                                                                                         6000
                                                                                                         5000
                                                         300
        3000
      Count
        2000
                                                                                                         3000
\# sns.kdeplot(x='Age', data=churn, hue='Exited')
sns.histplot(x='Age', data=dataset, kde=True)
```

<matplotlib.axes._subplots.AxesSubplot at 0x7ff374dbf790>



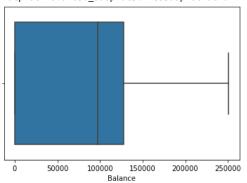
sns.kdeplot(x='Age', data=churn, hue='IsActiveMember')
sns.histplot(x='CreditScore', data=dataset, kde=True)

<matplotlib.axes._subplots.AxesSubplot at 0x7ff3752b6690>



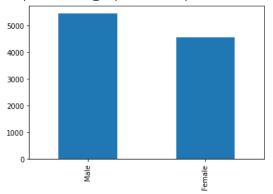
sns.boxplot(x=dataset['Balance'])

<matplotlib.axes._subplots.AxesSubplot at 0x7ff371cf2e90>



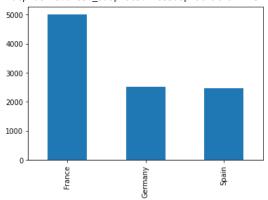
dataset['Gender'].value_counts().plot.bar()

<matplotlib.axes._subplots.AxesSubplot at 0x7ff371c2c190>



dataset['Geography'].value_counts().plot.bar()

<matplotlib.axes._subplots.AxesSubplot at 0x7ff371cd1f90>



→ Bi - Variate Analysis

```
g = sns.pairplot(dataset, diag_kind="kde", markers="+",
    plot_kws=dict(s=50, edgecolor="b", linewidth=1),
    diag_kws=dict(shade=True))
```

import matplotlib.pyplot as plt

#create scatterplot of hours vs. score

plt.scatter(dataset.Age[:30], dataset.Balance[:30])

```
plt.title('Age vs. Balance')
plt.xlabel('Age')
plt.ylabel('Balance')

dataset.plot.hexbin(x='Age', y='CreditScore', gridsize=10)
```

Multi-variate Analysis

```
dataset.corr()

sns.set(font_scale=0.50)
plt.figure(figsize=(8,4))
sns.heatmap(dataset.corr(),cmap='RdBu_r', annot=True, vmin=-1, vmax=1)

#Three variables - Multivaraiate
sns.barplot(x='Age', y='Geography', data=dataset, palette='bright',hue='Gender')
```

4 . Descriptive statistics

```
import statistics as st

dataset[['Age', 'Balance', 'EstimatedSalary']].mean()

dataset.info()

dataset.describe()

dataset['Age'].median()

standard_deviation = dataset['CreditScore'].std()
print(standard_deviation)

st.mode(dataset['Geography'])

st.median(dataset['Age'])

st.variance(dataset['CreditScore'])
```

→ 5 . Handle Missing Values

```
dataset.isnull().sum() #no missing values
```

6 . Find and replace outliers

```
sns.boxplot(dataset['CreditScore'],data=dataset)

dataset['Balance'].hist()

for col in num_cols[1:]:
    print('skewness value of ',col,dataset[col].skew())

#Skewness should be in the range of -1 to 1, any columns with skewness outside of that range would have outliers

Q1=dataset['Age'].quantile(0.25)
Q3=dataset['Age'].quantile(0.75)
```

```
IQR
#Values above than the upper bound and below than the lower bound are considered outliers
upper = dataset['Age'] >= (Q3+1.5*IQR)
# print("Upper bound:",upper)
print(np.where(upper))
lower = dataset['Age'] <= (Q1-1.5*IQR)</pre>
# print("Lower bound:", lower)
print(np.where(lower))
#Removing outliers based off Age column
Q1 = np.percentile(dataset['Age'], 25,
                   interpolation = 'midpoint')
Q3 = np.percentile(dataset['Age'], 75,
                   interpolation = 'midpoint')
IQR = Q3 - Q1
print("Old Shape: ", dataset.shape)
# Upper bound
upper = np.where(dataset['Age'] >= (Q3+1.5*IQR))
# Lower bound
lower = np.where(dataset['Age'] <= (Q1-1.5*IQR))</pre>
''' Removing the Outliers '''
dataset.drop(upper[0], inplace = True)
dataset.drop(lower[0], inplace = True)
print("New Shape: ", dataset.shape)
dataset
for col in num_cols[1:]:
 print('skewness value of ',col,dataset[col].skew())
# Now we have reduced the Age column's skewness values within -1 to 1 range
# We left the Exited column's skewness value as it is the dependent varaible
```

7 . Check for Categorical columns and perform encoding

Label encoding and One Hot encoding

```
dataset.reset_index(inplace=True)

from sklearn.preprocessing import LabelEncoder
from sklearn.preprocessing import OneHotEncoder
from sklearn.compose import ColumnTransformer

categorical_feature_mask = dataset.dtypes==object
categorical_cols = dataset.columns[categorical_feature_mask].tolist()

categorical_cols=categorical_cols[1:]
categorical_cols

le = LabelEncoder()
dataset[categorical_cols] = dataset[categorical_cols].apply(lambda col: le.fit_transform(col))
dataset[categorical_cols].head(10)

categorical_feature_mask
```

```
enc=OneHotEncoder()
enc_data=pd.DataFrame(enc.fit_transform(dataset[['Geography','Gender']]).toarray())
enc data
#First three columns of enc_data is for Geography and the next two columns is for Gender, we can replace the already existing cate
#Dropping already existing Geography and Gender columns
dataset.drop(['Geography'], axis=1,inplace=True)
dataset.drop(['Gender'], axis=1,inplace=True)
dataset.insert(2, "Geography_France", enc_data.iloc[:,0], True)
dataset.insert(3, "Geography_Germany", enc_data.iloc[:,1], True)
dataset.insert(4, "Geography_Spain", enc_data.iloc[:,2], True)
dataset.insert(5, "Gender_Female", enc_data.iloc[:,3], True)
dataset.insert(6, "Gender_Male", enc_data.iloc[:,4], True)
dataset
# We drop some irrelevant columns that does not contribute to prediction
dataset.drop(columns="CustomerId",axis=1,inplace=True)
dataset.drop(columns="Surname",axis=1,inplace=True)
dataset.drop(columns="index",axis=1,inplace=True)
dataset
```

8 . Split the data into dependent and independent variables

```
X= dataset.iloc[:,:-1].values #Indepedent variables
y= dataset.iloc[:,-1].values #Dependent varaibles
Χ
     array([[1.0000000e+00, 0.0000000e+00, 0.0000000e+00, ..., 1.0000000e+00,
             1.0000000e+00, 1.0134888e+05],
            [0.0000000e+00,\ 0.0000000e+00,\ 1.0000000e+00,\ \dots,\ 0.0000000e+00,
             1.0000000e+00, 1.1254258e+05],
            [1.0000000e+00, 0.0000000e+00, 0.0000000e+00, ..., 1.0000000e+00,
             0.0000000e+00, 1.1393157e+05],
            [1.0000000e+00, 0.0000000e+00, 0.0000000e+00, ..., 0.0000000e+00,
             1.0000000e+00, 4.2085580e+04],
            [0.0000000e+00,\ 1.0000000e+00,\ 0.0000000e+00,\ \dots,\ 1.00000000e+00,
             0.0000000e+00, 9.2888520e+04],
            [1.0000000e+00, 0.0000000e+00, 0.0000000e+00, ..., 1.0000000e+00,
             0.0000000e+00, 3.8190780e+04]])
     array([1, 0, 1, ..., 1, 1, 0])
```

9 . Scale the independent variable

```
-1.00428491, -0.12716553],
             [ 0.99718823, -0.57955796, -0.57297497, ..., 0.64561166,
              -1.00428491, -1.07846436]])
from sklearn.model_selection import train_test_split
# We use train_test_split function to split the data such that 25% is used for testing while the remaining 75% is used for trainin
X_train, X_test, y_train, y_test = train_test_split(X,y , random_state=104,test_size=0.25, shuffle=True)
X_train
     array([[ 0.99718823, -0.57955796, -0.57297497, ..., 0.64561166,
               0.99573337, -1.74019169],
             [-1.0028197 \ , \ -0.57955796, \ \ 1.74527693, \ \ldots, \ -1.54891873,
              -1.00428491, -1.39787901],
             [-1.0028197, 1.72545295, -0.57297497, ..., -1.54891873,
               0.99573337, -1.48817335],
             [0.99718823, -0.57955796, -0.57297497, ..., 0.64561166,
             -1.00428491, 0.71481237],
[ 0.99718823, -0.57955796, -0.57297497, ..., -1.54891873,
              -1.00428491, 0.60834563],
             [-1.0028197 , 1.72545295, -0.57297497, ..., 0.64561166, 0.99573337, 0.0525285 ]])
X_test
     \verb"array" ([[-1.0028197 \ , \ -0.57955796, \ \ 1.74527693, \ \ldots, \ -1.54891873,
              -1.00428491, -0.90389608],
             [\ 0.99718823,\ -0.57955796,\ -0.57297497,\ \ldots,\ 0.64561166,
               0.99573337, -0.54087223],
             [-1.0028197 , -0.57955796, 1.74527693, ..., 0.64561166, 0.99573337, -1.02004733],
             [0.99718823, -0.57955796, -0.57297497, ..., 0.64561166,
               0.99573337, -0.23978536],
             [\ 0.99718823,\ -0.57955796,\ -0.57297497,\ \ldots,\ 0.64561166,
               0.99573337, -0.17457887],
             [\ 0.99718823,\ -0.57955796,\ -0.57297497,\ \ldots,\ 0.64561166,
              -1.00428491, -0.0121091 ]])
y_train
```

```
array([0, 0, 0, ..., 0, 0, 0])
```

y_test

```
array([0, 1, 0, ..., 0, 0, 1])
```

Colab paid products - Cancel contracts here