- 1. A real estate company wants to develop a system that predicts house prices based on square footage, number of bedrooms, and location.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

#### **Problem type – Regression**

- **Data Collection** historical data with features like square footage, number of bedrooms, and location.
- **Data P reprocessing** Handle missing values, encode categorical variables.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Regression model Linear Regression or Decision Tree Regression.
- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Metrics RMSE (Root Mean Square Error) and R<sup>2</sup> score.
- Make Predictions Use the model to predict house prices for new data.
  - 2. A bank wants to build a model to detect fraudulent transactions by analyzing customer spending behavior and transaction history.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

#### **Problem type – Classification**

- **Data Collection** transaction records labeled as fraudulent or non-fraudulent.
- **Data P reprocessing** Remove outliers, normalize transaction amounts, and encode categorical features.
- **Create features** transaction frequency, average spending, and unusual behavior detection.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Classification Model Logistic Regression, Random Forest
- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Metrics accuracy, precision, recall, AUC-ROC and F1-score.
- **Make Predictions** Use the model to predict real-time fraud detection.
- 3. A supermarket wants to segment its customers based on their shopping patterns to provide personalized promotions.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

#### **Problem type – Clustering**

- **Data Collection** Customer purchase history, amount spent, and frequency of purchases.
- **Data P reprocessing** Normalize data like amount spent
- **Split Dataset** Into training and testing sets.
- Choose Algorithm K-Means, DBSCAN, or Hierarchical Clustering.
- **Train the Model** Fit the model on the training dataset.
- Evaluate Performance Apply clustering algorithm to group customers and Analyze Clusters
- Make Predictions Use Clusters for Marketing
- 4. A company wants to estimate an employee's salary based on their years of experience, job title, and education level.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

### **Problem type - Regression**

- **Data Collection** employee records with years of experience, education, and salary.
- **Data P reprocessing** Handle missing values, encode categorical variables.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Regression model Linear Regression or Decision Tree Regression.
- **Train the Model** Fit the model on the training dataset.
- Evaluate Performance Metrics RMSE (Root Mean Square Error) and R<sup>2</sup> score.
- **Make Predictions** Use the model to predict salary based on new employee data.
  - 5. An email provider wants to automatically classify incoming emails as spam or not spam based on their content and sender details.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

#### **Problem type – Classification**

- **Data Collection** records labeled as spam and non-spam emails.
- **Data P reprocessing** Remove outliers, normalize transaction amounts, and Convert email text to numerical format .
- Create features transaction frequency, average spending, and unusual behavior detection.

- **Split Dataset** Into training and testing sets.
- **Choose Algorithm** Naive Bayes, Support Vector Machines, or Neural Networks.
- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Metrics accuracy, precision, recall, AUC-ROC and F1-score.
- Make Classification Use the model to classify incoming emails as spam or not spam.
- 6. A business wants to analyze customer reviews of its products and determine whether the sentiment is positive or negative.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

### **Problem type – Classification**

- **Data Collection** records labeled as customer reviews (positive/negative).
- **Data P reprocessing** Remove outliers, normalize transaction amounts, and Convert email text to numerical format .
- **Create features** transaction frequency, average spending, and unusual behavior detection.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Naive Bayes, Support Vector Machines, or Neural Networks.
- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Metrics accuracy, precision, recall, AUC-ROC score. and F1-score.
- Make Classification Use the model to classify new customer reviews as positive or negative.
- 7. An insurance company wants to predict whether a customer is likely to file a claim in the next year based on their driving history and demographics.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

### **Problem type – Classification**

- Data Collection records labeled as past claim history, driving behavior, and customer demographics.
- **Data P reprocessing** Remove outliers, normalize transaction amounts, and Convert email text to numerical format .
- Create features transaction frequency, average spending, and unusual behavior detection.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Naive Bayes, Support Vector Machines, or Neural Networks.

- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Metrics accuracy, precision, recall, AUC-ROC score. and F1-score.
- **Make Classification** Use the model to classify new customer ikely to file a claim in the next year.
- 8. A streaming platform wants to recommend movies to users by grouping them based on their viewing preferences and watch history.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

# **Problem type – Clustering**

- **Data Collection** User movie preferences, genres watched, and ratings.
- **Data P reprocessing** Normalize data like amount spent
- **Split Dataset** Into training and testing sets.
- Choose Algorithm K-Means, DBSCAN, or Hierarchical Clustering.
- **Train the Model** Fit the model on the training dataset.
- **Evaluate Performance** Apply clustering algorithm to identify user categories ("Action Lovers," "Drama Fans").
- **Make Predictions** Use Clusters to Suggest movies based on preferences.
- 9. A hospital wants to predict the recovery time of patients after surgery based on their age, medical history, and lifestyle habits.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

#### **Problem type – Regression**

- **Data Collection** historical data ecovery data with features like patient age, medical history, and lifestyle habits.
- Data P reprocessing Handle missing values, encode categorical variables.
- **Split Dataset** Into training and testing sets.
- **Choose Algorithm** Regression model Linear Regression or Decision Tree Regression.
- **Train the Model** Fit the model on the training dataset.
- Evaluate Performance Metrics RMSE (Root Mean Square Error) and R<sup>2</sup> score.
- **Make Predictions** Use the model to predict recovery time for new patients based on medical records.

- 10. A university wants to predict a student's final exam score based on study hours, attendance, and past academic performance.
- Q: Identify the problem type and outline the step-by-step logic to solve it.

## **Problem type – Regression**

- **Data Collection** historical data student records with study hours, attendance, and exam scores.
- **Data P reprocessing** Handle missing values, encode categorical variables.
- **Split Dataset** Into training and testing sets.
- Choose Algorithm Regression model Linear Regression or Decision Tree Regression.
- **Train the Model** Fit the model on the training dataset.
- Evaluate Performance Metrics RMSE (Root Mean Square Error) and R<sup>2</sup> score.
- Make Predictions Use the model to predict exam scores for new students based on input features.