# Project: Employee Attrition Analysis and Prediction

#### Goal:

- Understand factors driving employee attrition.
- Develop a model to identify at-risk employees.
- Inform HR policies for better retention.

#### Data:

- Dataset: "HR-Employee-Attrition.csv"
- Includes demographics, job details, compensation, work history, satisfaction, travel, and other factors.
- Target: 'Attrition' (Yes/No)

### **Methodology:**

- Exploratory Data Analysis
- Peature Engineering
- Model Building & Evaluation
- Feature Importance Analysis
- Pusiness Insights & Recommendations

# **Attrition Distribution**

### 

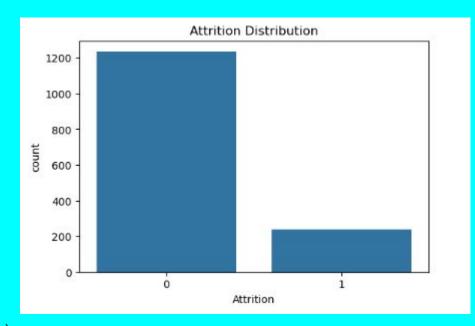
- Class 0 (No Attrition): ~1200 employees (majority class)
- Class 1 (Attrition): ~200 employees (minority class)
- Imbalance Ratio: ~6:1 (No Attrition : Attrition)

### Interpretation:

- Dataset is highly imbalanced.
- Models may be biased towards "No Attrition."
- Use metrics beyond accuracy (Precision, Recall, F1, ROC-AUC).

### **Representation of the Property of the Propert**

- Attrition rate is ~14% (200/1400) a key HR concern.
- Addressing imbalance is crucial for:
  - O Retention strategies (identifying at-risk employees)
  - Sometimes of the control of the contro



# 4 Age vs. Attrition

### Median Age:

Stayed: ~35-36 years old

Left: ~32-33 years old

#### • Interquartile Range (IQR):

Stayed: 32-43 years old

Left: 28-40 years old (narrower)

#### Age Range:

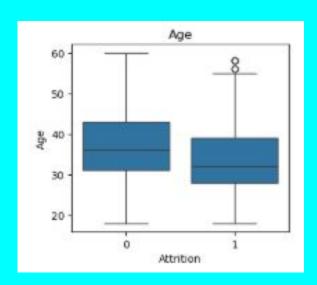
Stayed: 18 - 60 years old Left: 18 - 55 years old

#### Outliers:

Stayed: None

Left: Few older outliers (around 56-58 years)

- Solution
   Younger employees may leave slightly more frequently.
- Attrition group has a more concentrated age range.



# **Solution** State Vs. Attrition

### Median Daily Rate:

Stayed: ~800-850

○ Left: ~650-700

#### • Interquartile Range (IQR):

Stayed: 500 - 1200

o Left: 400 - 1050

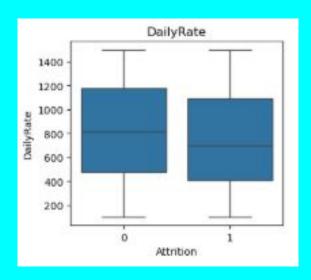
#### Range:

Stayed: 100 - 1500Left: 100 - 1450-1500

#### Outliers:

Both groups: None significant

- Slightly lower daily rates for employees who left.
- Similar distribution of daily rates for both groups.
- X Daily Rate alone is not a strong predictor of attrition.



# harmonic Distance from Home vs. Attrition

#### Median Distance:

○ Stayed: ~7-8

○ Left: ~9-10

#### • Interquartile Range (IQR):

Stayed: 2 - 14

Left: 3 - 17 (slightly wider)

#### Range:

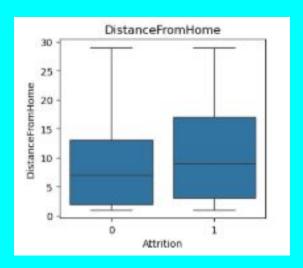
Stayed: 1 - 29

Left: 1 - 29

#### Outliers:

Both groups: None significant

- More variability in commute distance for those who left.



# **Education vs. Attrition**

#### Median Education:

- Stayed: ~3 (Bachelor's)
- Left: ~3 (Bachelor's)

### • Interquartile Range (IQR):

- Stayed: 2 (College) 4 (Master's)
- Left: 2 (College) 4 (Master's)

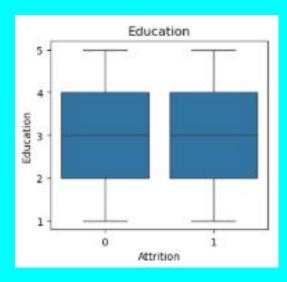
#### Range:

- Stayed: 1 (Below College) 5 (Doctor's)
- Left: 1 (Below College) 5 (Doctor's)

#### Outliers:

Both groups: None

- Similar education levels for both groups.



# Environment Satisfaction vs. Attrition

#### Median Environment Satisfaction:

Stayed: ~3.0

○ Left: ~3.0

### • Interquartile Range (IQR):

Stayed: 2.0 - 4.0

o Left: 2.0 - 4.0

#### Range:

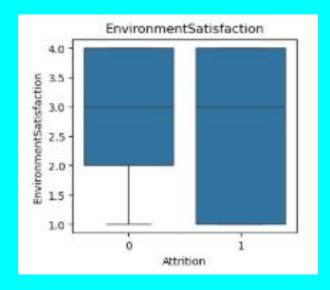
Stayed: 1.0 - 4.0

Left: 1.0 - 4.0

#### Outliers:

Both groups: None

- Similar environment satisfaction levels for both groups.
- Provision in isolation, is not a strong predictor of attrition.



# **Mate State Automate Automate State Automate State Sta**

### Median Hourly Rate:

o Stayed: ~65-67

○ Left: ~65-67

#### • Interquartile Range (IQR):

Stayed: 48-50 to 82-84

Left: 50-52 to 84-86

#### Range:

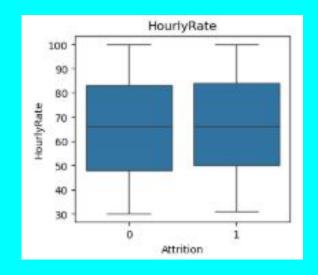
Stayed: 30 - 100

Left: 31 - 100

#### Outliers:

Both groups: None significant

- Mourly rate is virtually the same for both groups.



# **<u> Job Involvement vs. Attrition</u>**

#### Median Job Involvement:

Stayed: ~2.75 - 3.0

o Left: ~2.75 - 3.0

## Interquartile Range (IQR):

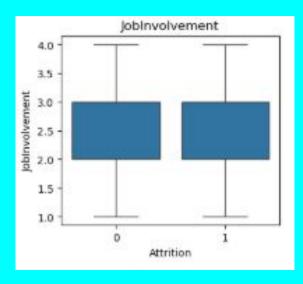
Stayed: 2.0 - 3.0

o Left: 2.0 - 3.0

• Range: 1.0 - 4.0 for both groups

Outliers: None significant in either group

- Similar job involvement levels for both groups.



# Job Level vs. Attrition

#### Median Job Level:

○ Stayed: ~2

Left: ~1.5-2

### Interquartile Range (IQR):

Stayed: 1 - 3

Left: 1 - 2 (smaller, lower)

#### Range:

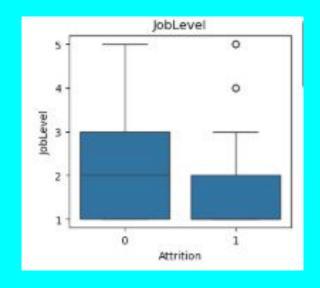
Stayed: 1 - 5

Left: 1 - 3

#### Outliers:

 Both groups: Some higher-level outliers, but fewer and lower for those who left.

- Lower job levels are associated with higher attrition.



# Job Satisfaction vs. Attrition

### Median Job Satisfaction:

○ Stayed: ~3.0

Left: ~2.0 - 3.0

# Interquartile Range (IQR):

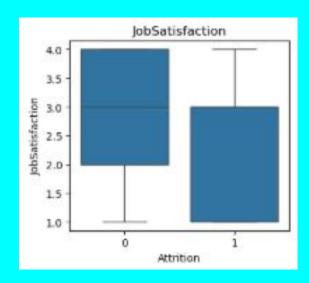
Stayed: 2.0 - 4.0

Left: 1.0 - 3.0 (smaller, lower)

• Range: 1.0 - 4.0 for both groups

Outliers: None significant in either group

- Substitution is associated with higher attrition.
- Attrition is concentrated among employees with lower job satisfaction.



# **Monthly Income vs. Attrition**

### Median Monthly Income:

Stayed: ~5000 - 6000

○ Left: ~3000

### • Interquartile Range (IQR):

Stayed: 3000 to 8000 - 9000

Left: 2000 to 5000 - 6000

#### Range:

Stayed: 1000/2000 - 17000/18000

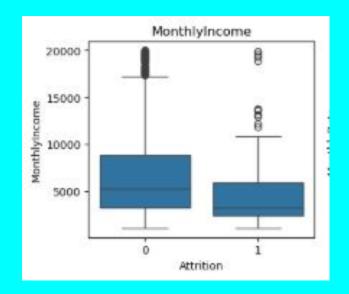
Left: 1000 - 11000

#### Outliers:

Stayed: Many high outliers (up to 20000)

Left: Fewer, lower outliers (up to 20000)

- & Lower monthly income = higher attrition risk.



# **Monthly Rate vs. Attrition**

# Median Monthly Rate:

Stayed: ~14000

Left: ~14000

# Interquartile Range (IQR):

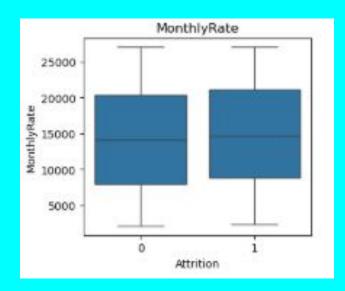
Stayed: ~8000 to 20000

Left: ~9000 to 21000

Range: ~2000 to 27000 for both groups

Outliers: None apparent in either group

- Similar monthly rates for both groups.
- Monthly Rate, in isolation, does not appear to be a strong predictor of attrition.



# # of Companies Worked vs. Attrition

# Median # of Companies:

○ Stayed: ~2

○ Left: ~4

# Interquartile Range (IQR):

Stayed: 1 to 4

Left: 1 to 5

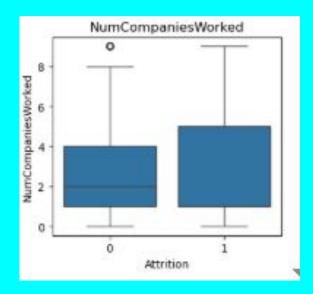
• Range: 0 to 9 for both groups

Outliers:

Stayed: One outlier at 9

Left: None

- Employees who left have worked for more companies on average.
- Job-hopping history is associated with higher attrition.



# **X** Business Travel vs. Attrition

# Travel Frequency:

Most employees: Travel Rarely

Least employees: Don't Travel

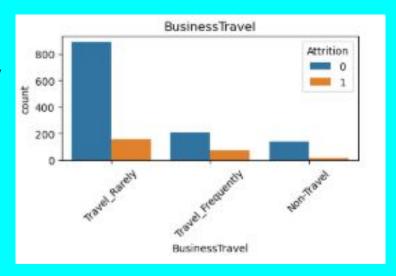
#### • Attrition:

Highest attrition proportionally: Travel Frequently

Lowest attrition: Non-Travel

# Implications:

 Frequent business travel is associated with higher employee turnover.

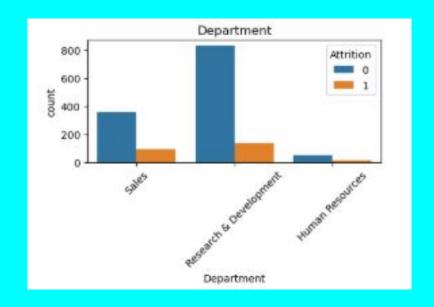


# Department vs. Attrition

# **Key Observations:**

- Largest Dept: Research & Development (highest overall employee count)
- Highest Attrition Rate: Sales (proportionally more employees leaving)
- Lowest Attrition Rate: Human Resources

- Attrition varies by department.
- Sales has a higher turnover rate.
- HR has the most stable workforce.

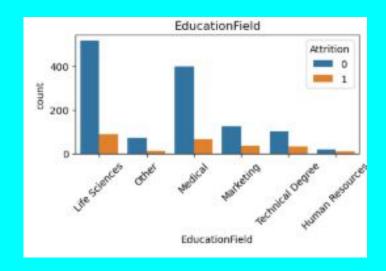


# **Education Field vs. Attrition**

# **Key Observations:**

- Most Common Fields: Life Sciences & Medical
- **Highest Retention**: Life Sciences
- Relatively Higher Attrition: Marketing, Technical Degree
- Small Sample Sizes: Other, Human Resources

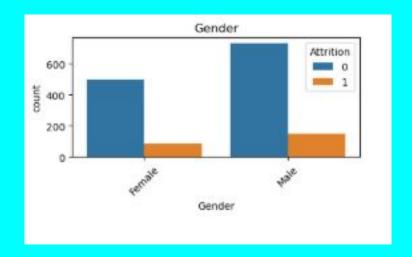
- Attrition varies across education fields.
- Life Sciences tend to stay more.
- Marketing & Technical Degree fields tend to leave more frequently.



# **Key Observations:**

- More male employees overall.
- Higher number of both male and female employees stayed.
- Potentially slightly higher attrition proportion for female employees (needs further statistical confirmation).

- Dataset has more male employees.
- Both genders experience attrition.
- Further analysis (percentage calculation & statistical testing) needed to confirm if there's a significant difference in attrition rates between genders.

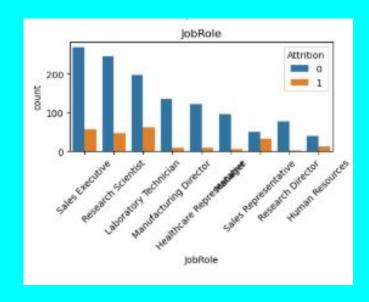




# **Key Observations:**

- High Employee Count Roles: Sales Executive, Research Scientist
- High Attrition Roles: Sales Representative, Laboratory Technician
- Attrition varies significantly across job roles.

- Sales and Research roles have the highest employee numbers.
- Sales Reps and Lab Technicians have a higher proportion of employees leaving.



# Marital Status vs. Attrition

# **Key Observations:**

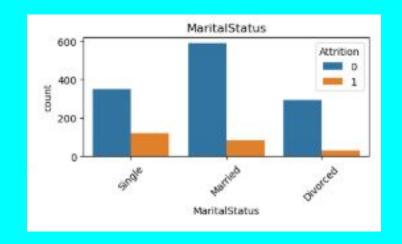
# Employee Distribution:

Most employees are Married.

#### Attrition:

- Single employees have the highest relative attrition.
- Married employees have the lowest relative attrition.

- Marital status influences attrition.
- Single employees are more likely to leave compared to married employees.



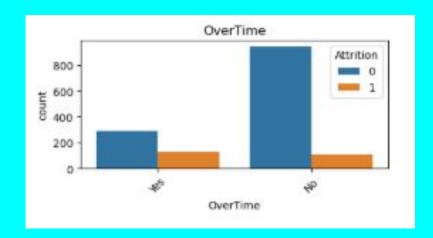


# **Key Observations:**

- Overtime Workload:
  - Most employees: Don't work overtime
- Attrition:
  - Employees who work overtime are more likely to leave.

# **Implications:**

Employees who work overtime are more likely to leave.



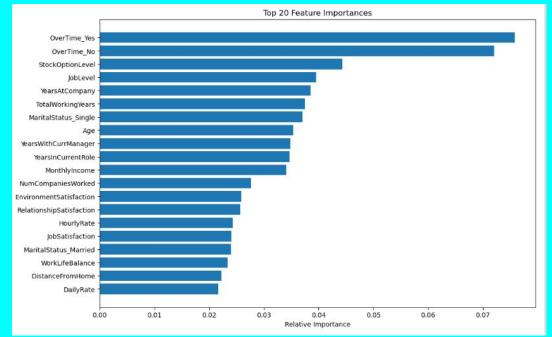
# **Key Factors Influencing Attrition**

### **Top 5 Most Important Features:**

- Ö OverTime: Most influential factor.
- StockOptionLevel: Significant impact of stock options.
- <u>a</u> JobLevel: Employee's position matters.
- **Transpart Street** YearsAtCompany: Tenure is a key factor.
- TotalWorkingYears: Overall experience plays a role.

#### Other Influential Features:

- MaritalStatus\_Single: Single employees are more likely to leave.
- Age: Younger employees tend to leave slightly more
- YearsWithCurrManager & YearsInCurrentRole: Stability within the company is relevant.
- Monthlylncome: Income is a moderate predictor.
- NumCompaniesWorked: More previous jobs = higher attrition



#### Less Influential Features:

- EnvironmentSatisfaction
  - RelationshipSatisfaction
- MourlyRate, DailyRate
  - JobSatisfaction
- **△** WorkLifeBalance
  - DistanceFromHome

#### **Key Takeaway:**

Overtime, compensation, career progression, and tenure are the strongest drivers of attrition.

# **Monthly Income vs. Attrition**

### **Key Observations:**

#### Median Monthly Income:

Stayed: ~5000 - 6000

○ Left: ~3000

#### • Interquartile Range (IQR):

Stayed: 3000 to 8000 - 9000

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#### Range:

Stayed: 1000/2000 - 17000/18000

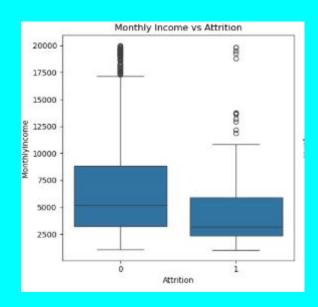
Left: 1000 - 11000

#### Outliers:

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Left: Fewer, lower outliers (up to 20000)

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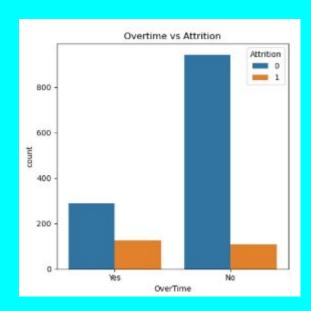
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# **Key Observations:**

- Overtime Workload:
  - Most employees: Don't work overtime
- Attrition:
  - Employees who work overtime are more likely to leave.

# **Implications:**

 Employees who work overtime are more likely to leave.



# **Years at Company vs. Attrition**

#### • Median Tenure:

Stayed: ~6-7 years

Left: ~2-3 years

## Interquartile Range (IQR):

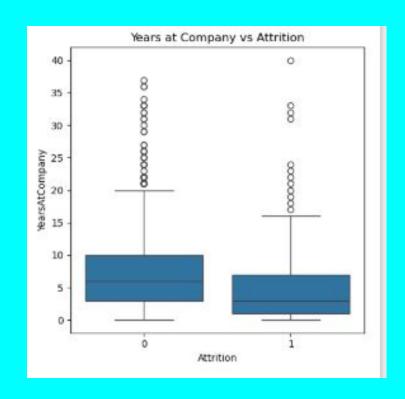
Stayed: 3 to 10 years

Left: 1 to 7 years

• Range: 0 to 40 years (Stayed), 0 to 20 years (Left)

Outliers: More high-value outliers for those who stayed.

- Shorter tenure = higher attrition risk.
- Loyalty increases with time at the company.





### **Project Goal:**

Understand & predict employee attrition to inform HR strategies.

### **Key Findings:**

- Strongest Drivers: Overtime, Compensation, Career Progression, Tenure.
- Higher Attrition: Lower income, lower job level, shorter tenure, job hopping.
- **X Business Travel:** Frequent travel increases attrition.
- Marital Status: Single employees more likely to leave.

#### **Recommendations:**

- Reduce overtime, offer competitive pay & stock options.
- Provide growth opportunities & recognize tenure.
- Address travel-related challenges.

# THANK YOU!