#### In [1]:

```
import itertools
import numpy as np
import matplotlib.pyplot as plt
from matplotlib.ticker import NullFormatter
import pandas as pd
import numpy as np
import matplotlib.ticker as ticker
from sklearn import preprocessing
%matplotlib inline
```

# In [2]:

!wget -0 loan\_train.csv https://s3-api.us-geo.objectstorage.softlayer.net/cf-cou rses-data/CognitiveClass/ML0101ENv3/labs/loan\_train.csv

#### In [31:

```
df = pd.read_csv('loan_train.csv')
df.head()
```

### Out[3]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	0	0	PAIDOFF	1000	30	9/8/2016	10/7/2016	45	Scho B
1	2	2	PAIDOFF	1000	30	9/8/2016	10/7/2016	33	Bech
2	3	3	PAIDOFF	1000	15	9/8/2016	9/22/2016	27	col
3	4	4	PAIDOFF	1000	30	9/9/2016	10/8/2016	28	col
4	6	6	PAIDOFF	1000	30	9/9/2016	10/8/2016	29	col
4									<b>•</b>

#### In [4]:

```
df.shape
```

### Out[4]:

(346, 10)

## In [5]:

```
df['due_date'] = pd.to_datetime(df['due_date'])
df['effective_date'] = pd.to_datetime(df['effective_date'])
df.head()
```

# Out[5]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	0	0	PAIDOFF	1000	30	2016-09-08	2016-10- 07	45	I Scho Be
1	2	2	PAIDOFF	1000	30	2016-09-08	2016-10- 07	33	Bech
2	3	3	PAIDOFF	1000	15	2016-09-08	2016-09- 22	27	col
3	4	4	PAIDOFF	1000	30	2016-09-09	2016-10- 08	28	col
4	6	6	PAIDOFF	1000	30	2016-09-09	2016-10- 08	29	col
4									<b>&gt;</b>

# In [6]:

```
df['loan_status'].value_counts()
```

### Out[6]:

PAIDOFF 260 COLLECTION 86

Name: loan\_status, dtype: int64

### In [7]:

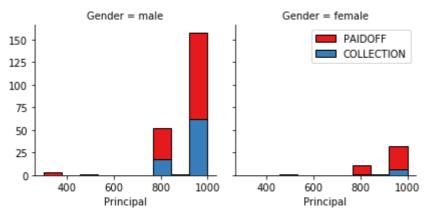
```
!conda install -c anaconda seaborn -y
```

Collecting package metadata: done Solving environment: \ Killed

#### In [8]:

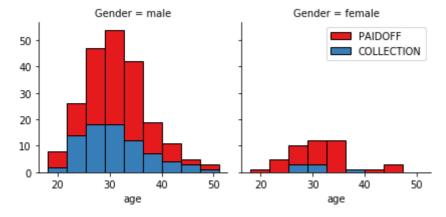
```
import seaborn as sns

bins = np.linspace(df.Principal.min(), df.Principal.max(), 10)
g = sns.FacetGrid(df, col="Gender", hue="loan_status", palette="Set1", col_wrap=
2)
g.map(plt.hist, 'Principal', bins=bins, ec="k")
g.axes[-1].legend()
plt.show()
```



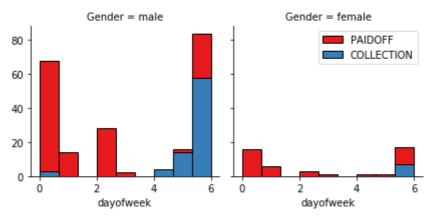
### In [9]:

```
bins = np.linspace(df.age.min(), df.age.max(), 10)
g = sns.FacetGrid(df, col="Gender", hue="loan_status", palette="Set1", col_wrap=
2)
g.map(plt.hist, 'age', bins=bins, ec="k")
g.axes[-1].legend()
plt.show()
```



### In [10]:

```
df['dayofweek'] = df['effective_date'].dt.dayofweek
bins = np.linspace(df.dayofweek.min(), df.dayofweek.max(), 10)
g = sns.FacetGrid(df, col="Gender", hue="loan_status", palette="Set1", col_wrap=
2)
g.map(plt.hist, 'dayofweek', bins=bins, ec="k")
g.axes[-1].legend()
plt.show()
```



### In [11]:

```
df['weekend'] = df['dayofweek'].apply(lambda x: 1 if (x>3) else 0)
df.head()
```

### Out[11]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	0	0	PAIDOFF	1000	30	2016-09-08	2016-10- 07	45	I Scho Be
1	2	2	PAIDOFF	1000	30	2016-09-08	2016-10- 07	33	Bech
2	3	3	PAIDOFF	1000	15	2016-09-08	2016-09- 22	27	col
3	4	4	PAIDOFF	1000	30	2016-09-09	2016-10- 08	28	col
4	6	6	PAIDOFF	1000	30	2016-09-09	2016-10- 08	29	col
4									<b>&gt;</b>

#### In [12]:

```
df.groupby(['Gender'])['loan_status'].value_counts(normalize=True)
```

### Out[12]:

Gender loan\_status

female PAIDOFF 0.865385 COLLECTION 0.134615

male PAIDOFF 0.731293

COLLECTION 0.268707

Name: loan\_status, dtype: float64

# In [13]:

```
df['Gender'].replace(to_replace=['male','female'], value=[0,1],inplace=True)
df.head()
```

# Out[13]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	0	0	PAIDOFF	1000	30	2016-09-08	2016-10- 07	45	I Scho Be
1	2	2	PAIDOFF	1000	30	2016-09-08	2016-10- 07	33	Bech
2	3	3	PAIDOFF	1000	15	2016-09-08	2016-09- 22	27	col
3	4	4	PAIDOFF	1000	30	2016-09-09	2016-10- 08	28	col
4	6	6	PAIDOFF	1000	30	2016-09-09	2016-10- 08	29	col
4									•

## In [14]:

df.groupby(['education'])['loan\_status'].value\_counts(normalize=True)

### Out[14]:

education	loan_status	
Bechalor	PAIDOFF	0.750000
	COLLECTION	0.250000
High School or Below	PAIDOFF	0.741722
	COLLECTION	0.258278
Master or Above	COLLECTION	0.500000
	PAIDOFF	0.500000
college	PAIDOFF	0.765101
	COLLECTION	0.234899

Name: loan\_status, dtype: float64

### In [15]:

```
df[['Principal','terms','age','Gender','education']].head()
```

### Out[15]:

	Principal	terms	age	Gender	education
0	1000	30	45	0	High School or Below
1	1000	30	33	1	Bechalor
2	1000	15	27	0	college
3	1000	30	28	1	college
4	1000	30	29	0	college

# In [16]:

```
Feature = df[['Principal','terms','age','Gender','weekend']]
Feature = pd.concat([Feature,pd.get_dummies(df['education'])], axis=1)
Feature.drop(['Master or Above'], axis = 1,inplace=True)
Feature.head()
```

# Out[16]:

	Principal	terms	age	Gender	weekend	Bechalor	High School or Below	college
0	1000	30	45	0	0	0	1	0
1	1000	30	33	1	0	1	0	0
2	1000	15	27	0	0	0	0	1
3	1000	30	28	1	1	0	0	1
4	1000	30	29	0	1	0	0	1

# In [17]:

```
X = Feature
X[0:5]
X.shape
```

# Out[17]:

(346, 8)

## In [18]:

```
y = df['loan_status'].values
y[0:5]
y.shape
```

## Out[18]:

(346,)

# In [19]:

```
 \begin{array}{lll} X= \ preprocessing.StandardScaler().fit(X).transform(X) \\ X[0:5] \\ X.shape \end{array}
```

# Out[19]:

(346, 8)

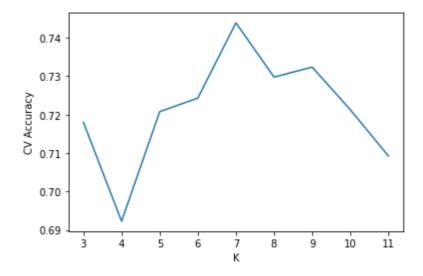
#### In [20]:

```
# knn
# import scoring methods
from sklearn.metrics import jaccard similarity score
from sklearn.metrics import f1 score
from sklearn.metrics import log loss
from sklearn.model selection import cross val score
X train, y train=X,y
# for adding scores
trainScores={}
print(X train.shape)
print(y train.shape)
from sklearn.neighbors import KNeighborsClassifier
bestScore=0.0
accList=[]
for k in range(3,12):
    clf knn = KNeighborsClassifier(n neighbors=k,algorithm='auto')
    # using 10 fold cross validation for scoring the classifier's accuracy
    scores = cross val score(clf knn, X, y, cv=10)
    score=scores.mean()
    accList.append(score)
    if score > bestScore:
        bestScore=score
        best clf=clf knn
        bestK=k
print("Best K is :",bestK,"| Cross validation Accuracy :",bestScore)
clf knn=best clf
clf knn.fit(X train,y train)
y pred=best clf.predict(X train)
trainScores['KNN-jaccard']=jaccard_similarity_score(y_train, y_pred)
trainScores['KNN-f1-score']=f1 score(y train, y_pred, average='weighted')
trainScores
# plotting the curve for k values
plt.plot(range(3,12),accList)
plt.xlabel('K')
plt.ylabel('CV Accuracy')
plt.show()
```

```
(346, 8)
(346,)
Best K is : 7 | Cross validation Accuracy : 0.7438655462184873
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)



### In [21]:

```
# Decision tree
from sklearn import tree

clf_tree = tree.DecisionTreeClassifier()
clf_tree = clf_tree.fit(X_train, y_train)

y_pred=clf_tree.predict(X_train)

trainScores['Tree-jaccard']=jaccard_similarity_score(y_train, y_pred)
trainScores['Tree-fl-score']=fl_score(y_train, y_pred, average='weighted')
trainScores
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

## Out[21]:

```
{'KNN-jaccard': 0.8092485549132948, 'KNN-f1-score': 0.7955764876306204, 'Tree-jaccard': 0.8930635838150289, 'Tree-f1-score': 0.8957643129154805}
```

#### In [22]:

```
# SVM
# y_train=y_train.astype(float)
from sklearn import svm
clf_svm = svm.LinearSVC(random_state=7)
clf_svm.fit(X_train,y_train)
y_pred = clf_svm.predict(X_train)

trainScores['SVM-jaccard']=jaccard_similarity_score(y_train, y_pred)
trainScores['SVM-fl-score']=fl_score(y_train, y_pred, average='weighted')
trainScores
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/svm/bas e.py:929: ConvergenceWarning: Liblinear failed to converge, increase the number of iterations.

"the number of iterations.", ConvergenceWarning)
/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric
s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor
e has been deprecated and replaced with jaccard\_score. It will be re
moved in version 0.23. This implementation has surprising behavior f
or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

#### Out[22]:

```
{'KNN-jaccard': 0.8092485549132948, 
'KNN-f1-score': 0.7955764876306204, 
'Tree-jaccard': 0.8930635838150289, 
'Tree-f1-score': 0.8957643129154805, 
'SVM-jaccard': 0.7398843930635838, 
'SVM-f1-score': 0.6441316913797436}
```

#### In [23]:

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

#### Out[23]:

```
{'KNN-jaccard': 0.8092485549132948,
  'KNN-f1-score': 0.7955764876306204,
  'Tree-jaccard': 0.8930635838150289,
  'Tree-f1-score': 0.8957643129154805,
  'SVM-jaccard': 0.7398843930635838,
  'SVM-f1-score': 0.6441316913797436,
  'LogReg-jaccard': 0.7543352601156069,
  'LogReg-f1-score': 0.6997291283105058,
  'LogReg-logLoss': 0.43320342487163493}
```

# In [24]:

# Evaluation

#### In [36]:

```
from sklearn.metrics import jaccard_similarity_score
from sklearn.metrics import f1_score
from sklearn.metrics import log_loss

!wget -0 loan_test.csv https://s3-api.us-geo.objectstorage.softlayer.net/cf-cour
ses-data/CognitiveClass/ML0101ENv3/labs/loan_test.csv
```

#### In [37]:

```
test_df = pd.read_csv('loan_test.csv')
test_df.head()
```

#### Out[37]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	1	1	PAIDOFF	1000	30	9/8/2016	10/7/2016	50	Bech
1	5	5	PAIDOFF	300	7	9/9/2016	9/15/2016	35	Mastı Al
2	21	21	PAIDOFF	1000	30	9/10/2016	10/9/2016	43	Scho Bı
3	24	24	PAIDOFF	1000	30	9/10/2016	10/9/2016	26	col
4	35	35	PAIDOFF	800	15	9/11/2016	9/25/2016	29	Bech
4									<b>&gt;</b>

#### In [41]:

```
# import seaborn as sns
# bins = np.linspace(df.Principal.min(), test_df.Principal.max(), 10)
# g = sns.FacetGrid(test_df, col="Gender", hue="loan_status", palette="Set1", col_wrap=2)
# g.map(plt.hist, 'Principal', bins=bins, ec="k")
# g.axes[-1].legend()
# plt.show()
```

#### In [42]:

```
# bins = np.linspace(test_df.age.min(), test_df.age.max(), 10)
# g = sns.FacetGrid(test_df, col="Gender", hue="loan_status", palette="Set1", co
l_wrap=2)
# g.map(plt.hist, 'age', bins=bins, ec="k")
# g.axes[-1].legend()
# plt.show()
```

#### In [43]:

```
# bins = np.linspace(test_df.dayofweek.min(), test_df.dayofweek.max(), 10)
# g = sns.FacetGrid(test_df, col="Gender", hue="loan_status", palette="Set1", co
l_wrap=2)
# g.map(plt.hist, 'dayofweek', bins=bins, ec="k")
# g.axes[-1].legend()
# plt.show()
```

#### In [47]:

```
test_df['due_date'] = pd.to_datetime(test_df['due_date'])
test_df['effective_date'] = pd.to_datetime(test_df['effective_date'])
test_df.head()
```

### Out[47]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	1	1	PAIDOFF	1000	30	2016-09-08	2016-10- 07	50	Bech
1	5	5	PAIDOFF	300	7	2016-09-09	2016-09- 15	35	Maste At
2	21	21	PAIDOFF	1000	30	2016-09-10	2016-10- 09	43	I Scho Be
3	24	24	PAIDOFF	1000	30	2016-09-10	2016-10- 09	26	col
4	35	35	PAIDOFF	800	15	2016-09-11	2016-09- 25	29	Bech
4									•

# In [75]:

```
test_df['loan_status'].value_counts()
```

#### Out[75]:

PAIDOFF 40 COLLECTION 14

Name: loan\_status, dtype: int64

#### In [54]:

```
test_df['dayofweek'] = df['effective_date'].dt.dayofweek
```

#### In [55]:

```
# setting o if week day is above 3 and else 1
test_df['weekend'] = test_df['dayofweek'].apply(lambda x: 1 if (x>3) else 0)
test_df.head()
```

# Out[55]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	1	1	PAIDOFF	1000	30	2016-09-08	2016-10- 07	50	Bech
1	5	5	PAIDOFF	300	7	2016-09-09	2016-09- 15	35	Maste At
2	21	21	PAIDOFF	1000	30	2016-09-10	2016-10- 09	43	I Scho Be
3	24	24	PAIDOFF	1000	30	2016-09-10	2016-10- 09	26	col
4	35	35	PAIDOFF	800	15	2016-09-11	2016-09- 25	29	Bech
4									<b>•</b>

# In [56]:

```
# # # setting o if week day is above 3 and else 1
# test_df['weekend'] = test_df['dayofweek'].apply(lambda x: 1 if (x>3) else 0)
test_df.groupby(['Gender'])['loan_status'].value_counts(normalize=True)
```

### Out[56]:

Name: loan\_status, dtype: float64

### In [57]:

```
# setting male to 0 and female to 1
test_df['Gender'].replace(to_replace=['male','female'], value=[0,1],inplace=True
)
test_df.head()
```

# Out[57]:

	Unnamed: 0	Unnamed: 0.1	loan_status	Principal	terms	effective_date	due_date	age	educa
0	1	1	PAIDOFF	1000	30	2016-09-08	2016-10- 07	50	Bech
1	5	5	PAIDOFF	300	7	2016-09-09	2016-09- 15	35	Maste At
2	21	21	PAIDOFF	1000	30	2016-09-10	2016-10- 09	43	I Scho Be
3	24	24	PAIDOFF	1000	30	2016-09-10	2016-10- 09	26	col
4	35	35	PAIDOFF	800	15	2016-09-11	2016-09- 25	29	Bech

In [59]:

test\_df.groupby(['education'])['loan\_status'].value\_counts(normalize=True)

# Out[59]:

education	loan status	
Bechalor	PAIDOFF	1.000000
High School or Below	PAIDOFF	0.523810
	COLLECTION	0.476190
Master or Above	PAIDOFF	1.000000
college	PAIDOFF	0.826087
	COLLECTION	0.173913

Name: loan\_status, dtype: float64

# In [60]:

```
test_df[['Principal','terms','age','Gender','education']].head()
```

# Out[60]:

	Principal	terms	age	Gender	education
0	1000	30	50	1	Bechalor
1	300	7	35	0	Master or Above
2	1000	30	43	1	High School or Below
3	1000	30	26	0	college
4	800	15	29	0	Bechalor

### In [61]:

```
Feature = test_df[['Principal','terms','age','Gender','weekend']]
Feature = pd.concat([Feature,pd.get_dummies(test_df['education'])], axis=1)
Feature.drop(['Master or Above'], axis = 1,inplace=True)
Feature.head()
```

# Out[61]:

	Principal	terms	age	Gender	weekend	Bechalor	High School or Below	college
0	1000	30	50	1	0	1	0	0
1	300	7	35	0	0	0	0	0
2	1000	30	43	1	0	0	1	0
3	1000	30	26	0	1	0	0	1
4	800	15	29	0	1	1	0	0

# In [62]:

```
X_test = Feature
X_test[0:5]
```

# Out[62]:

	Principal	terms	age	Gender	weekend	Bechalor	High School or Below	college
0	1000	30	50	1	0	1	0	0
1	300	7	35	0	0	0	0	0
2	1000	30	43	1	0	0	1	0
3	1000	30	26	0	1	0	0	1
4	800	15	29	0	1	1	0	0

# In [63]:

```
y_test = df['loan_status'].values
y_test[0:5]
```

#### Out[63]:

#### In [76]:

```
     X\_test = preprocessing.StandardScaler().fit(X\_test).transform(X\_test) \\      X\_test[0:5]
```

#### Out[76]:

```
array([[ 0.51578458, 0.92071769, 2.33152555, -0.42056004, -1.20577
805,
        -0.38170062, 1.13639374, -0.86968108],
       [ 0.51578458, 0.92071769, 0.34170148, 2.37778177, -1.20577
805.
         2.61985426, -0.87997669, -0.86968108],
       [ 0.51578458, -0.95911111, -0.65321055, -0.42056004, -1.20577
805,
       -0.38170062, -0.87997669, 1.14984679],
       [ 0.51578458, 0.92071769, -0.48739188, 2.37778177,
                                                             0.82934
003.
        -0.38170062, -0.87997669, 1.14984679],
       [ 0.51578458, 0.92071769, -0.3215732 , -0.42056004,
                                                            0.82934
003,
        -0.38170062, -0.87997669, 1.14984679]])
```

#### In [77]:

```
from sklearn.metrics import jaccard_similarity_score
from sklearn.metrics import f1_score
from sklearn.metrics import log_loss
from sklearn.model_selection import cross_val_score
```

#### In [781:

```
testScores={}
```

# In [79]:

```
knn_pred=clf_knn.predict(X_test)
testScores['KNN-jaccard']=jaccard_similarity_score(y_test, knn_pred)
testScores['KNN-f1-score']=f1_score(y_test, knn_pred, average='weighted')
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

# In [80]:

```
tree_pred=clf_tree.predict(X_test)
testScores['Tree-jaccard']=jaccard_similarity_score(y_test, tree_pred)
testScores['Tree-f1-score']=f1_score(y_test, tree_pred, average='weighted')
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

#### In [81]:

```
svm_pred=clf_svm.predict(X_test)
testScores['SVM-jaccard']=jaccard_similarity_score(y_test, svm_pred)
testScores['SVM-f1-score']=f1_score(y_test, svm_pred, average='weighted')
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

#### In [82]:

```
log_pred=clf_log.predict(X_test)
proba=clf_log.predict_proba(X_test)
testScores['LogReg-jaccard']=jaccard_similarity_score(y_test, log_pred)
testScores['LogReg-fl-score']=fl_score(y_test, log_pred, average='weighted')
testScores['LogReg-logLoss']=log_loss(y_test, proba)
```

/srv/conda/envs/notebook/lib/python3.7/site-packages/sklearn/metric s/classification.py:635: DeprecationWarning: jaccard\_similarity\_scor e has been deprecated and replaced with jaccard\_score. It will be re moved in version 0.23. This implementation has surprising behavior f or binary and multiclass classification tasks.

'and multiclass classification tasks.', DeprecationWarning)

#### In [83]:

trainScores

### Out[83]:

```
{'KNN-jaccard': 0.8092485549132948,
  'KNN-f1-score': 0.7955764876306204,
  'Tree-jaccard': 0.8930635838150289,
  'Tree-f1-score': 0.8957643129154805,
  'SVM-jaccard': 0.7398843930635838,
  'SVM-f1-score': 0.6441316913797436,
  'LogReg-jaccard': 0.7543352601156069,
  'LogReg-f1-score': 0.6997291283105058,
  'LogReg-logLoss': 0.43320342487163493}
```

#### In [84]:

testScores

#### Out[84]:

```
{'KNN-jaccard': 0.8092485549132948,
  'KNN-f1-score': 0.7929774171543459,
  'Tree-jaccard': 0.8930635838150289,
  'Tree-f1-score': 0.8957643129154805,
  'SVM-jaccard': 0.7398843930635838,
  'SVM-f1-score': 0.6441316913797436,
  'LogReg-jaccard': 0.7543352601156069,
  'LogReg-f1-score': 0.6997291283105058,
  'LogReg-logLoss': 0.43320342487163493}
```

In [ ]:			