# \*\* $EmployeeAritionProb \leq m$ \*\*

### Dataset Desciption

```
The dataset folder contains the following files:
```

```
train_dataset.csv = 1000000 x 8
train_salaries.csv = 1000000 x 2
test_dataset.csv = 1000000 x 8
```

Columns Provided in the Dataset

- 1. jobld Unique ID that indicates the employee
- 2. **companyId** Unique ID that idicates the company
- 3. jobType Shows which post the employee is working for the company
- 4. degree shows which degree is completed by the employee
- 5. **major** shows the field in which the employee is specialised in
- 6. industry show the industry in which the employee is working
- 7. **yearsExperience** years of working experience the employee is having
- 8. milesFromMetropolis distance in miles between the comapny and his house
- 9. salary salary given to the employee. eg. 250 indicates 2,50,000 in dollars

```
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
import numpy as np
from scipy.stats import norm
from sklearn.preprocessing import StandardScaler
from scipy import stats
import warnings
warnings.filterwarnings('ignore')
%matplotlib inline
from tqdm import tqdm
```

```
In [ ]:  # upload data in your drive and then run this
    from google.colab import drive
    drive.mount('/content/drive')
```

Mounted at /content/drive

```
In [ ]: # Load the train_dataset, train_salaries, test_dataset(pass your file path from drive)
    train_data =
    train_data_salaries =
    test_data =
```

```
In [ ]: # check the train data
```

Out[ ]:		jobld	companyld	jo	bType		degree	major	industry	yearsEx	perience	mi
	<b>0</b> JOB1362	684407687	COMP37		CFO	MA	STERS	MATH	HEALTH		10	
	<b>1</b> JOB1362	684407688	COMP19		CEO	HIGH_S	CHOOL	NONE	WEB		3	
	<b>2</b> JOB1362	684407689	COMP52	VICE_PRES	IDENT	DOC	TORAL	PHYSICS	HEALTH		10	
	<b>3</b> JOB1362	684407690	COMP38	MAN	IAGER	DOC	TORAL	CHEMISTRY	AUTO		8	
	<b>4</b> JOB1362	684407691	COMP7	VICE_PRES	IDENT	BACH	ELORS	PHYSICS	FINANCE		8	
In [ ]:	# check the train data salarie											
Out[ ]:		jobld	salary									
	<b>0</b> JOB1362	684407687	130									
	<b>1</b> JOB1362	684407688	101									
	<b>2</b> JOB1362	684407689	137									
	<b>3</b> JOB1362	684407690	142									
	<b>4</b> JOB1362	684407691	163									
In [ ]:	# check t	the test	data									
Out[ ]:		jobld	companyld	jobType		degree	maj	or industry	yearsExpe	erience	milesFrom	ıMe
	<b>0</b> JOB1362	685407687	COMP33	MANAGER	HIGH_S	SCHOOL	NON	NE HEALTH		22		
	<b>1</b> JOB1362	685407688	COMP13	JUNIOR		NONE	NON	NE AUTO		20		
	<b>2</b> JOB1362	685407689	COMP10	СТО	M	ASTERS	BIOLOG	SY HEALTH		17		
	<b>3</b> JOB1362	685407690	COMP21	MANAGER	HIGH_S	SCHOOL	NON	NE OIL		14		
	<b>4</b> JOB1362	685407691	COMP36	JUNIOR	DO	CTORAL	BIOLOG	GY OIL		10		
In [ ]:	<pre># Adding salary data to train_dataset using merge on jobId train_data =</pre>											
Out[ ]:		j	obld compa	anyld	job <sup>-</sup>	Туре	deç	gree	major	industry	yearsExp	peric
	<b>0</b> JOI	B136268440	7687 CON	MP37		CFO	MASTE	ERS	MATH	HEALTH		
	<b>1</b> JOI	B136268440	7688 COM	MP19	(	CEO HI	GH_SCHO	OOL	NONE	WEB		
	<b>2</b> JOI	B136268440	7689 COM	MP52 VICE_	PRESID	ENT	DOCTO	RAL PH	YSICS	HEALTH		
	<b>3</b> JOI	B136268440	7690 COM	MP38	MANA	GER	DOCTO	RAL CHEM	STRY	AUTO		
	<b>4</b> JOI	B136268440	7691 CC	MP7 VICE_	PRESID	ENT	BACHELO	ORS PH	YSICS F	INANCE		
	<b>999995</b> JOI	B136268540	7682 COM	MP56 VICE_	PRESID	ENT	BACHELO	ORS CHEM	STRY	HEALTH		
	<b>999996</b> JOI	B136268540	7683 COM	MP24		СТО Н	GH_SCHO	OOL	NONE F	INANCE		

JUNIOR HIGH\_SCHOOL

MASTERS

BACHELORS

CFO

JUNIOR

NONE EDUCATION

NONE EDUCATION

HEALTH

NONE

**999997** JOB1362685407684

**999998** JOB1362685407685

99999 JOB1362685407686

COMP23

COMP3

COMP59

```
In []: #salaries less that 30 can be removed as such a such salary per month is not expected train_data =
```

### **Basic EDA**

Identifying the number of features or columns

Know all the names of the columns¶

# Knows more about the data in the columns like data type it contains and total samples of each

```
In [ ]:
         # Check which columns are having categorical, numerical or boolean values of train_dataset
        <class 'pandas.core.frame.DataFrame'>
        Int64Index: 997548 entries, 0 to 999999
        Data columns (total 9 columns):
             Column
                                  Non-Null Count
                                                     Dtype
         --- ----
                                   -----
         0
             jobId
                                  997548 non-null object
             companyId
                                 997548 non-null object
                                 997548 non-null object
         2
             jobType
                                 997548 non-null object
997548 non-null object
         3
             degree
         4 major
             industry
                                 997548 non-null object
             yearsExperience
                                 997548 non-null int64
         7
             milesFromMetropolis 997548 non-null int64
                                   997548 non-null int64
        dtypes: int64(3), object(6)
        memory usage: 76.1+ MB
In [ ]:
         # Check which columns are having categorical, numerical or boolean values of test_dataset
        <class 'pandas.core.frame.DataFrame'>
        RangeIndex: 1000000 entries, 0 to 999999
        Data columns (total 8 columns):
         # Column
                                 Non-Null Count
                                                      Dtype
         --- ----
         0
             jobId
                                   1000000 non-null object
                                 1000000 non-null object
1000000 non-null object
1000000 non-null object
1000000 non-null object
         1
            companyId
             jobType
         3
            degree
            major
         5
             industry
                                 1000000 non-null object
             yearsExperience 1000000 non-null int64
```

milesFromMetropolis 1000000 non-null int64

dtypes: int64(2), object(6)
memory usage: 61.0+ MB

- 1. After checking the Dtypes of all the columns
  - A. object String values
  - B. int64 Numerical values
- 2. There are more String values than the numerical values in the dataset

Know more mathematical relations of the dataset like count, min, max values, standarad deviation values, mean and different percentile values

```
In []: # For train_dataset
# For more information on the dataset like the total count in all the columns
# min, max values and more information of the respective columns
```

Out[ ]:		yearsExperience	milesFromMetropolis	salary
	count	997548.000000	997548.000000	997548.000000
	mean	12.015214	49.458372	116.280462
	std	7.204992	28.863518	38.512936
	min	0.000000	0.000000	31.000000
	25%	6.000000	24.000000	89.000000
	50%	12.000000	49.000000	114.000000
	<b>75</b> %	18.000000	74.000000	141.000000
	max	24.000000	99.000000	301.000000

```
In []: # for test_dataset
# For more information on the dataset like the total count in all the columns
# min, max values and more information of the respective columns
```

```
yearsExperience milesFromMetropolis
Out[]:
                 1000000.000000
                                       1000000.000000
          count
          mean
                        12.002104
                                             49.526414
                        7.213179
                                             28.889713
            std
                        0.000000
                                              0.000000
            min
           25%
                         6.000000
                                             25.000000
           50%
                       12.000000
                                             50.000000
           75%
                       18.000000
                                             75.000000
           max
                        24.000000
                                             99.000000
```

Get the total number of samples in the dataset using the len() function

```
In [ ]: # len of train and test dataset
```

train data length: 997548 test data length: 1000000

# Get unique values

```
In [ ]:
         # get how many unique values are in train_dataset
        jobId: 997548
        companyId: 63
        jobType : 8
        degree : 5
        major: 9
        industry : 7
        yearsExperience : 25
        milesFromMetropolis: 100
        salary: 265
In [ ]:
         # get how many unique values are in test_dataset
        jobId : 1000000
        companyId: 63
        jobType: 8
        degree : 5
        major: 9
        industry : 7
        yearsExperience : 25
        milesFromMetropolis : 100
```

# Counting the total number of missing values¶

```
In [ ]:
         # Check for missing values in all the columnns of the train_dataset
        jobId
                                 0
Out[]:
        companyId
                                0
        jobType
                                 0
                                0
        degree
        major
        industry
                                0
        yearsExperience
                                0
        milesFromMetropolis
                                0
        salary
        dtype: int64
In [ ]:
          # Check for missing values in all the columnns of the test_dataset
        jobId
                                0
Out[]:
        companyId
                                0
        jobType
                                0
                                0
        degree
        major
                                0
                                0
        industry
        yearsExperience
                                0
        milesFromMetropolis
        dtype: int64
```

By the observation gather from the train\_data.info(), we can know there are no missing values in the train and test dataset

# removing 'jobld' and 'companyld' data from train and test data

```
In [ ]: # drop jobId and companyId from train_dataset
    train_data =
```

Out[ ]:		jobType	degree	major	industry	yearsExperience	milesFromMetropolis	salar
	0	CFO	MASTERS	MATH	HEALTH	10	83	13
	1	CEO	HIGH_SCHOOL	NONE	WEB	3	73	10
	2	VICE_PRESIDENT	DOCTORAL	PHYSICS	HEALTH	10	38	13
	3	MANAGER	DOCTORAL	CHEMISTRY	AUTO	8	17	14
	4	VICE_PRESIDENT	BACHELORS	PHYSICS	FINANCE	8	16	16
9	99995	VICE_PRESIDENT	BACHELORS	CHEMISTRY	HEALTH	19	94	8
9	99996	СТО	HIGH_SCHOOL	NONE	FINANCE	12	35	16
9	99997	JUNIOR	HIGH_SCHOOL	NONE	EDUCATION	16	81	6
9	99998	CFO	MASTERS	NONE	HEALTH	6	5	14
9	99999	JUNIOR	BACHELORS	NONE	EDUCATION	20	11	8

997548 rows × 7 columns

```
In [ ]: # drop jobId and companyId from test_dataset
    test_data =
```

Out[ ]:		jobType	degree	major	industry	yearsExperience	milesFromMetropolis
	0	MANAGER	HIGH_SCHOOL	NONE	HEALTH	22	73
	1	JUNIOR	NONE	NONE	AUTO	20	47
	2	СТО	MASTERS	BIOLOGY	HEALTH	17	9
	3	MANAGER	HIGH_SCHOOL	NONE	OIL	14	96
	4	JUNIOR	DOCTORAL	BIOLOGY	OIL	10	44
	999995	VICE_PRESIDENT	BACHELORS	MATH	OIL	14	3
	999996	MANAGER	NONE	NONE	HEALTH	20	67
	999997	JANITOR	NONE	NONE	OIL	1	91
	999998	СТО	DOCTORAL	MATH	OIL	14	63
	999999	JUNIOR	NONE	NONE	OIL	16	31

1000000 rows × 6 columns

# Check for categorical columns in the dataset

By observing the train\_data.info() cell, we can biforcate the datatype for which the object is the values which indicates those are the categorical columns. This dataset has more categorical columns than numerical values

- jobType
- 2. degree
- 3. major
- 4. industry

```
In [ ]:  # creating two empty list to store categorical column names and numerical column names res
categorical_list = []
var_list = []
# looping on whole dataset for geting list of categorical data column name
```

#### **Correlation Matrix**

# Why?

A correlation matrix is a table showing correlation coefficients between variables.

### There are three broad reasons for computing a correlation matrix:

- 1. To summarize a large amount of data where the goal is to see patterns. In our example above, the observable pattern is that all the variables highly correlate with each other.
- To input into other analyses. For example, people commonly use correlation matrixes as inputs for exploratory factor analysis, confirmatory factor analysis, structural equation models, and linear regression when excluding missing values pairwise.
- 3. As a diagnostic when checking other analyses. For example, with linear regression, a high amount of correlations suggests that the linear regression estimates will be unreliable.

```
In []: # Correlation metrix using pandas
    corr =
        corr.style.background_gradient(cmap='coolwarm').set_precision(2)
```

```
        Out[]:
        yearsExperience
        milesFromMetropolis
        salary

        yearsExperience
        1.00
        0.00
        0.37

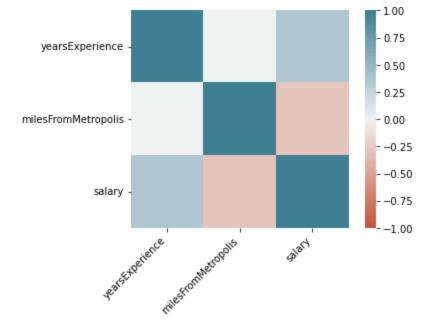
        milesFromMetropolis
        0.00
        1.00
        -0.29

        salary
        0.37
        -0.29
        1.00
```

### From above correlation matrix:

- 1. yearsExperience and salary are positively correlated.
- 2. yearsExperience and milesFromMetropolis have no correlation.
- 3. milesFromMetropolis and salary are weakly negatively correlated.

```
In [ ]: # Correlation metrix using seaborn
ax =
```



# Chi-square Test

- 1. The Chi Square statistic is commonly used for testing relationships between categorical variables.
- 2. The null hypothesis of the Chi-Square test is that no relationship exists on the categorical variables in the population; they are independent.
- 3. Example: Is there any significant relationship between gender and education qualification?
- 4. The Chi-Square statistic is most commonly used to evaluate Tests of Independence when using a crosstabulation.
- 5. Crosstabulation presents the distributions of two categorical variables simultaneously, with the intersections of the categories of the variables appearing in the cells of the table. that is values of one variable represents the row and other's value represents the column.
- 6. Formula: x^2 = Summation of( (observed value Expected value)^2/Expected value)
- 7. The Chi-Square statistic is based on the difference between what is actually observed in the data and what would be expected if there was truly no relationship between the variables.
- 8. This statistic can be evaluated by comparing the actual value against a critical value found in a Chi-Square distribution (where degrees of freedom is calculated as of rows 1 x columns 1), but it is easier to simply examine the p-value.
- 9. To make a conclusion about the hypothesis with 95% confidence. Significance(p value of the Chi-square statistic) should be less than 0.05.
  - A. Alpha level = 0.05(i.e 5%) 95% confidence about conclusion and 5% risk of not making a correct conclusion.
  - B. Interpret the key results for Chi-Square Test for Association

Determine whether the association between the variables is statistically significant.

Examine the differences between expected counts and observed counts to determine which variable levels may have the most impact on association.

```
In [ ]:
         # import necessary libraries for chi-square test
         from scipy.stats import chi2_contingency
         from scipy.stats import chi2
         def perform_chi_square_test(var_1, var_2):
             #Contingency Table
             contingency_table =
             #Observed Values
             observed_values =
             #Expected Values
             b =
             expected_values = b[3]
             #Degree of Freedom
             no_of_rows =
             no_of_columns =
             degree_f=(no_of_rows-1)*(no_of_columns-1)
             print("Degree of Freedom: ",degree_f)
             #Significance Level 5%
             alpha =
             print('Significance level: ',alpha)
             #chi-square statistic
             chi_square =
             chi_square_statistic =
             print("chi-square statistic: ",chi_square_statistic)
             #critical_value
             critical_value=chi2.ppf(q=1-alpha,df=degree_f)
             print('critical_value:', critical_value)
             p_value = 1-chi2.cdf(x=chi_square_statistic,df=degree_f)
             print('p-value:',p_value)
             if chi_square_statistic>=critical_value:
                 print("Reject H0, There is a relationship between 2 categorical variables")
             else:
                 print("Retain H0, There is no relationship between 2 categorical variables")
             if p_value<=alpha:</pre>
                 print("Reject H0, There is a relationship between 2 categorical variables")
             else:
                 print("Retain H0, There is no relationship between 2 categorical variables")
In [ ]:
         # looping on categorical data list and use function for performing chi-square test on coll
         for x in categorical_list:
             for i in categorical_list:
                 if i != x:
                     print('chi-square test on: ',x,' ',i,'\n')
                     perform_chi_square_test(x,i)
                     print('-----
        chi-square test on: jobType
                                       degree
```

Degree of Freedom: 28 Significance level: 0.05

chi-square statistic: 49153.86411257831

critical\_value: 41.33713815142739

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: jobType major

Degree of Freedom: 56 Significance level: 0.05

chi-square statistic: 16381.915810303108

critical\_value: 74.46832415930936

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: jobType industry

Degree of Freedom: 42 Significance level: 0.05

chi-square statistic: 100.30610291761408

critical\_value: 58.12403768086803 p-value: 1.1246299327360987e-06

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: degree jobType

Degree of Freedom: 28 Significance level: 0.05

chi-square statistic: 5510.172142669526

critical\_value: 41.33713815142739

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: degree major

Degree of Freedom: 32 Significance level: 0.05

chi-square statistic: 104729.16704056595

critical\_value: 46.19425952027847

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: degree industry

Degree of Freedom: 24 Significance level: 0.05

chi-square statistic: 16.449564489211678

critical\_value: 36.41502850180731

p-value: 0.8711700207013716

Retain H0, There is no relationship between 2 categorical variables Retain H0, There is no relationship between 2 categorical variables

chi-square test on: major jobType

Degree of Freedom: 56 Significance level: 0.05

chi-square statistic: 4342.978014153193

critical\_value: 74.46832415930936

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables Reject H0, There is a relationship between 2 categorical variables

chi-square test on: major degree

Degree of Freedom: 32 Significance level: 0.05

chi-square statistic: 247878.261662259

critical\_value: 46.19425952027847

p-value: 0.0

Reject H0, There is a relationship between 2 categorical variables
Reject H0, There is a relationship between 2 categorical variables

chi-square test on: major industry

Degree of Freedom: 48 Significance level: 0.05

chi-square statistic: 16.68654842712121

critical\_value: 65.17076890356982

p-value: 0.9999926133926017

Retain H0, There is no relationship between 2 categorical variables Retain H0, There is no relationship between 2 categorical variables

chi-square test on: industry jobType

Degree of Freedom: 42 Significance level: 0.05

chi-square statistic: 10.696529869324472

critical\_value: 58.12403768086803

p-value: 0.9999997598215876

Retain H0, There is no relationship between 2 categorical variables Retain H0, There is no relationship between 2 categorical variables

chi-square test on: industry degree

Degree of Freedom: 24 Significance level: 0.05

chi-square statistic: 14.867622024764913

critical\_value: 36.41502850180731

p-value: 0.9245723637645019

Retain H0, There is no relationship between 2 categorical variables Retain H0, There is no relationship between 2 categorical variables

chi-square test on: industry major

Degree of Freedom: 48
Significance level: 0.05

chi-square statistic: 19.458805093961544

critical\_value: 65.17076890356982

p-value: 0.9999198361568424

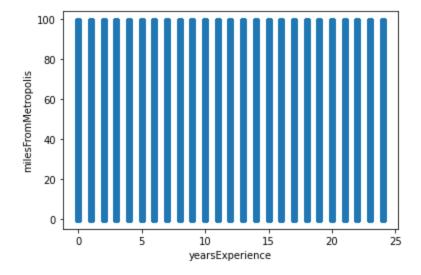
Retain H0, There is no relationship between 2 categorical variables Retain H0, There is no relationship between 2 categorical variables

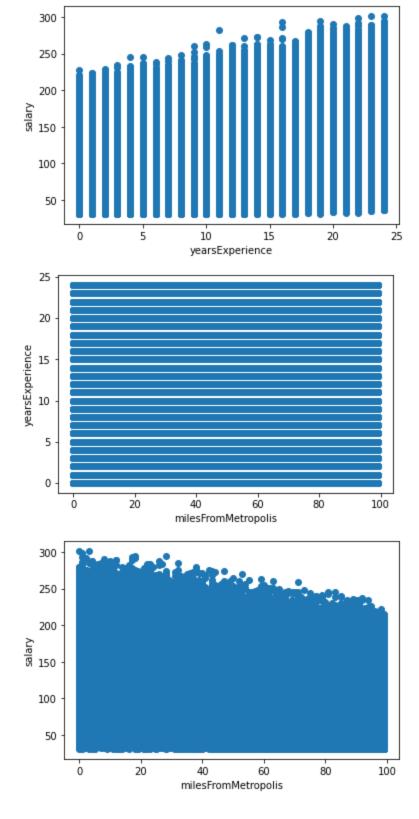
From above chi-square test:

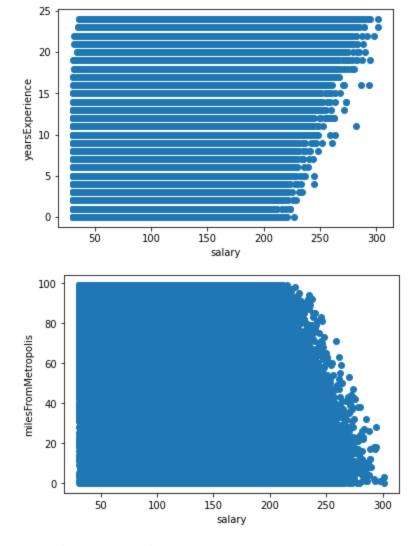
- correlated variables:
  - 1. jobtype and degree
  - 2. jobtype and major
  - 3. degree and major

#### Scatter Plot

- 1. A scatter plot is a type of plot using Cartesian coordinates to display values for typically two variables for a set of data.
- 2. The data are displayed as a collection of points, each having the value of one variable determining the position on the horizontal axis and the value of the other variable determining the position on the vertical axis.
- 3. Scatter plot's are used to observe and show relationships between two numeric variables.





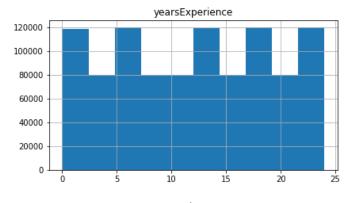


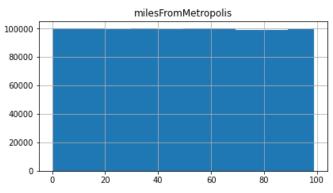
#### From above scatter plot

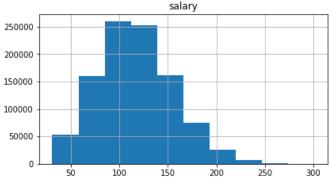
- 1. Increase in value on yearsExperience axis results in increase of values on salary axis. That is they are positively correlated.
- 2. Increase in value on milesFromMetropolis axis results in decrease of values on salary axis. That is they are negatively correlated.
- 3. There is no change in values of yearExperience vs milesFromMetropolis graph. That is there is no correlation between these variables.

# Histogram

- 1. A histogram is an approximate representation of the distribution of numerical data.
- 2. To construct a histogram, the first step is to "bin" (or "bucket") the range of values—that is, divide the entire range of values into a series of intervals—and then count how many values fall into each interval.
- 3. The words used to describe the patterns in a histogram are: "symmetric", "skewed left" or "right", "unimodal", "bimodal" or "multimodal".







From the above histogram

- 1. yearsExperience data distribution is symmetric.
- 2. milesFromMetropolis data distribution is symmetric.
- 3. salary data distribution is symmetric, unimodel (it has only one peak in distribution)

### **Box Plot**

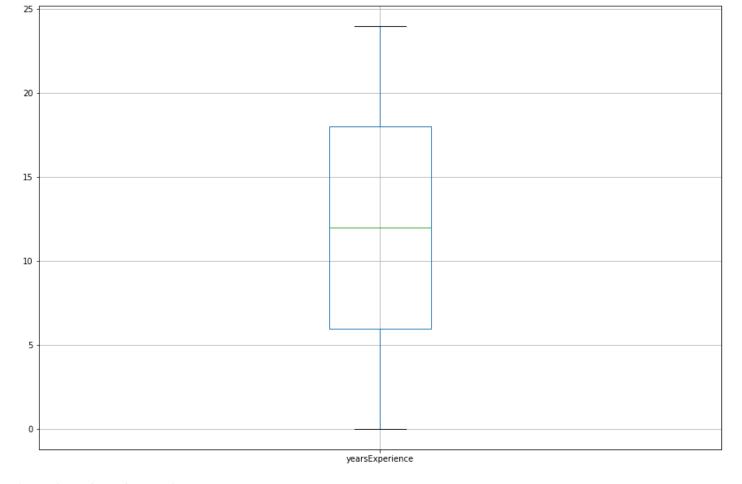
Out[ ]:

A boxplot is a standardized way of displaying the dataset based on a five-number summary:

- 1. Minimum (QO or Oth percentile): the lowest data point excluding any outliers.
- 2. Maximum (Q4 or 100th percentile): the largest data point excluding any outliers.
- 3. Median (Q2 or 50th percentile): the middle value of the dataset.
- 4. First quartile (Q1 or 25th percentile): also known as the lower quartile qn(0.25), is the median of the lower half of the dataset.
- 5. Third quartile (Q3 or 75th percentile): also known as the upper quartile qn(0.75), is the median of the upper half of the dataset

```
In []: # box plot using pandas # box plot for yearsExperience column
```

<matplotlib.axes.\_subplots.AxesSubplot at 0x7f199aac92d0>

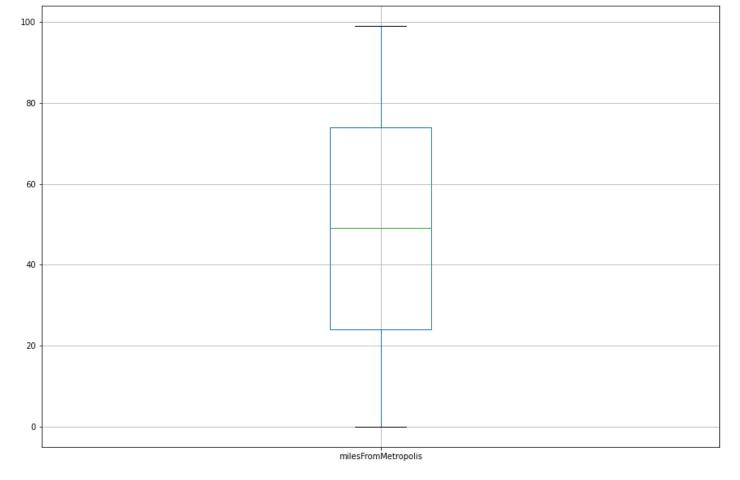


from above box plot graph:

- yearsExperience
  - 1. 25% of employees from dataset has yearExperience of between range 0 to 6.
  - 2. 25% of employee has yearExperience between range 6 to 12.
  - 3. 25% of employee has yearExperience between range 12 to 18.
  - 4. 25% of employee has yearExperience between range 18 to 24

```
In []: # box plot using pandas # box plot for milesFromMetropolies column
```

Out[ ]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f199aa1e410>

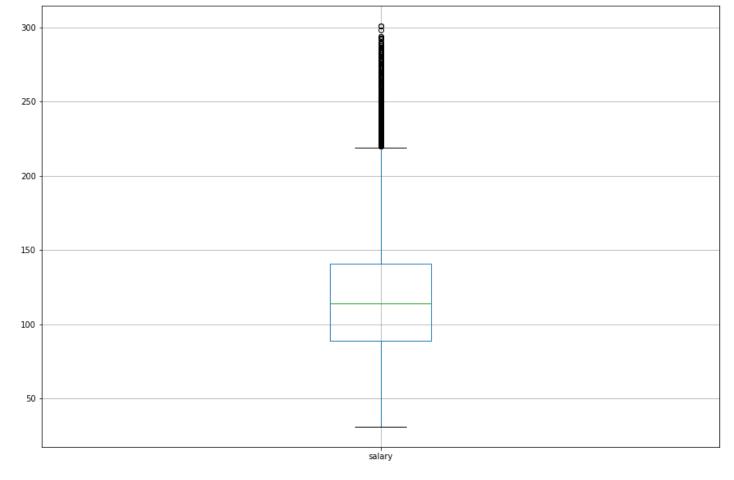


from above box plot graph:

- yearsExperience
  - 1. 25% of employees from dataset has value of milesFromMetropolis between range 0 to 24.
  - 2. 25% of employee has value of milesFromMetropolis between range 24 to 52.
  - 3. 25% of employee has value of milesFromMetropolis between range 52 to 76.
  - 4. 25% of employee has value of milesFromMetropolis between range 76 to 100

```
In []: # box plot using pandas # box plot for salary column
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f199aa7efd0>



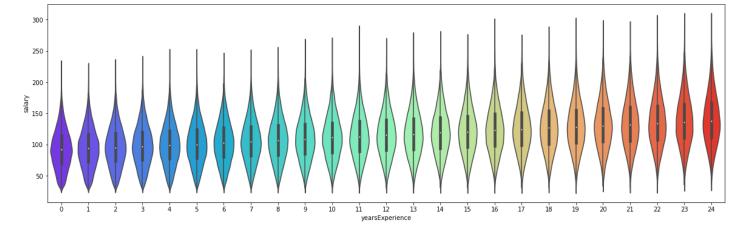
from above box plot graph:

- yearsExperience
  - 1. 25% of employees from dataset has value of salary between range 0 to 88.
  - 2. 25% of employee has value of salary between range 88 to 120.
  - 3. 25% of employee has value of salary between range 120 to 150.
  - 4. 25% of employee has value of salary between range 150 to 300
- The mean salary is around 120

### Violin Plot

- 1. A violin plot is a method of plotting numeric data.
- 2. Violin plots are similar to box plots, except that they also show the probability density of the data at different values, usually smoothed by a kernel density estimator.
- 3. It has:
  - A. Median (a white dot on the violin plot)
  - B. Interquartile range (the black bar in the center of violin)
  - C. The lower/upper adjacent values (the black lines stretched from the bar) defined as first quartile 1.5 IQR and third quartile + 1.5 IQR respectively.

```
In [ ]: # violin plot for yearsExperience and salary columns
plt.figure(figsize=(20,6))
```

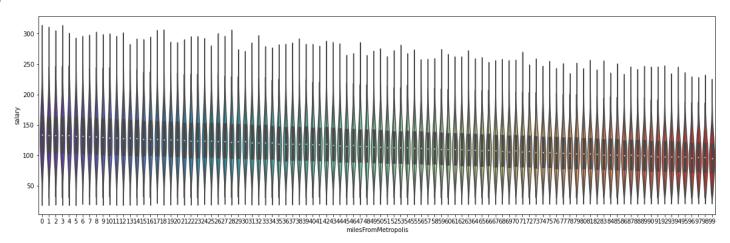


#### from above violin plot:

- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile. whereas median has the highest.
- 3. The salary range is increasing as we move right on the axis of yearExperience

```
In [ ]:  # violin plot for milesFromMetropolis from salary columns
   plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1998c68bd0>



#### from above violin plot:

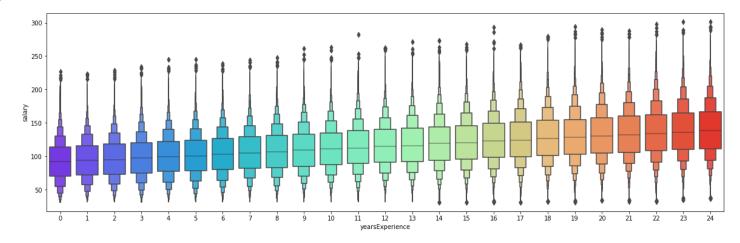
- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile.
- 3. The salary range is decreasing as we move right on the axis of milesFromMetropolis

### Boxenplot

- 1. The boxen plot, otherwise known as a Letter-value plot, is a box plot meant for large data sets (n > 10,000).
- 2. The Boxen plot is very similar to box plot, except for the fact that it plots different quartile values.
- 3. By plotting different quartile values, we are able to understand the shape of the distribution particularly in the head end and tail end.

```
In [ ]:  # boxen plot for yearsExperience and salary columns
plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1998626210>



#### Count Plot

- 1. A countplot is kind of like a histogram or a bar graph for some categorical area.
- 2. It simply shows the number of occurrences of an item based on a certain type of category.

```
# count plot of whole datset based on yearsExperience
plt.figure(figsize=(20,6))

out[]: <matplotlib.axes._subplots.AxesSubplot at 0x7f199a984650>

out[]: <matplotlib.axes._subplots.AxesSubplot at 0x7f199a984650>
```

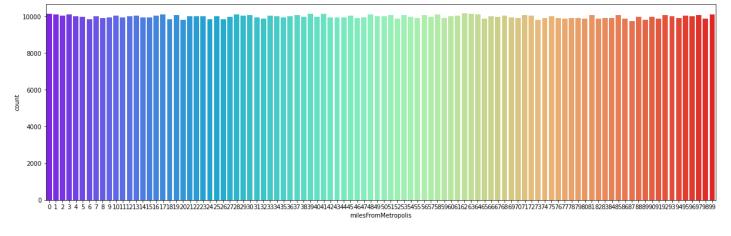
From above count plot

15000 10000 5000

distribution of values of yearExperience is equal over complete dataset, symmetrical.

```
In [ ]: # count plot of whole datset based on milesFromMetropolis
plt.figure(figsize=(20,6))
```

Out[ ]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1997912fd0>



From above count plot

distribution of values of milesFromMetropolis is almost equal over complete dataset, symmetrical

#### Subset of train dataset

ploting process of swarm plot was taking huge time because of large dataset.

So, we take a subset of 50000 samples from train datset and plot it for interpretation.

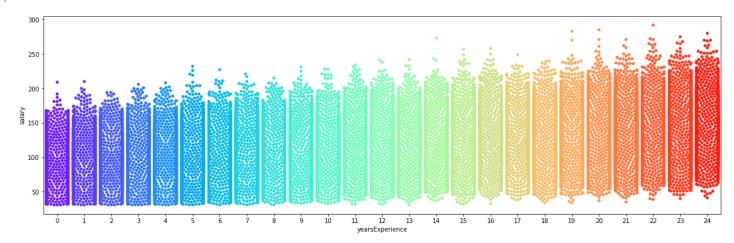
### **Swarm Plot**

- 1. The swarm plot is a type of scatter plot, but helps in visualizing different categorical variables.
- 2. Scatter plots generally plots based on numeric values, but most of the data analyses happens on categorical variables. So, swarm plots seem very useful in those cases.

plot data on 50000 of 1000000 sample for clear visualization.

```
In [ ]: # swarm plot for yearsExperience and salary columns
   plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1997e7a0d0>



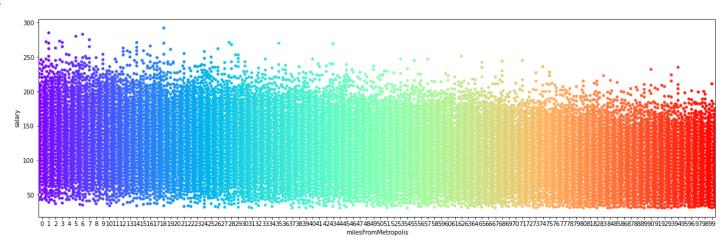
from above swarm plot:

- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile.

3. The salary range is increasing as we move right on the axis of yearExperience

```
In [ ]: # swarm plot for milesFromMetropolis and salary columns
    plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1996e89c10>



#### from above swarm plot:

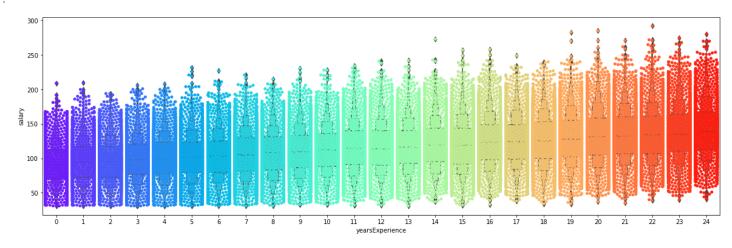
- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile.
- 3. The salary range is decreasing as we move right on the axis of milesFromMetropolis

# Combine plot

Combination of boxenplot and swarm plot

```
In [ ]: # combine boxen and swarm plot for yearsExperience and salary columns
   plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f19969ade90>

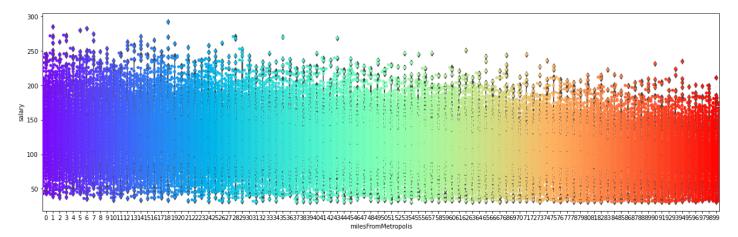


#### from above combine plot:

- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile.
- 3. The salary range is increasing as we move right on the axis of yearExperience

In [ ]: # combine boxen and swarm plot for milesFromMetropolis and salary columns
 plt.figure(figsize=(20,6))

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f19967be190>



from above combine plot:

- 1. The distribution between lower adjacent value and upper adjacent value is symmetrical.
- 2. also there is higher observation probability at the between first quartile and third quartile.
- 3. The salary range is decreasing as we move right on the axis of milesFromMetropolis

# Strip Plot

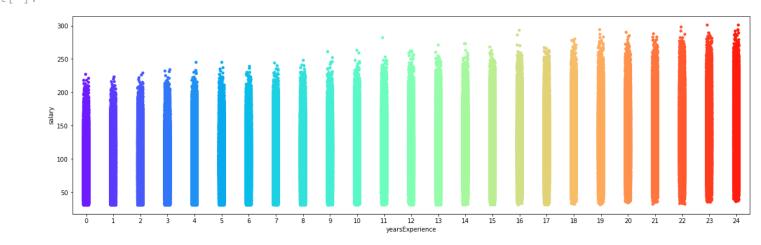
A strip plot is a graphical data anlysis technique for summarizing a univariate data set. The strip plot consists of:

- 1. Horizontal axis = the value of the response variable;
- 2. Verticalal axis = all values are set to 1.

That is, a strip plot is simply a plot of the sorted response values along one axis. The strip plot is an alternative to a histogram or a density plot. It is typically used for small data sets (histograms and density plots are typically preferred for larger data sets).

```
In [ ]: # strip plot between yearsExperience and salary columns
    plt.figure(figsize=(20,6))
```

Out[]: <matplotlib.axes.\_subplots.AxesSubplot at 0x7f1996037650>



from above strip plot:

Distribution of values of Salary increases for increase in values of yearsExperience

from above strip plot:

Distribution of values of Salary decreases for increase in values of milesFromMetropolis

# Variance inflation factor (VIF)

- 1. The variance inflation factor (VIF) quantifies the extent of correlation between one predictor and the other predictors in a model.
- 2. It is used for diagnosing collinearity/multicollinearity.

# taking one column as target variable

3. Higher values signify that it is difficult to impossible to assess accurately the contribution of predictors to a model.

```
In [ ]:
         # import statsmodle library for vif
         import statsmodels.api as sm
In [ ]:
         # creating a dataframe of just numerical values
         train_for_vif =
         # target values
         target =
         # numerical values column names
         names = ['yearsExperience', 'milesFromMetropolis']
         train_for_vif.dropna(inplace=True)
         names
        ['yearsExperience', 'milesFromMetropolis']
Out[]:
In [ ]:
         # Calculating VIF for each feature.
         for i in range(0, len(names)):
```

```
y =
# taking all other remaining columns as fetaure variable
x =
# firting the OLS model on y and x
model =
results =
# geting the r^2 value of results.
rsq =
# calculating vif value
vif = round(1/(1-rsq),2)
print("R Square value of {} column is {} keeping all other columns as features".format(r
print("Variance inflation Factor of {} columns is {} \n".format(names[i], vif))
```

R Square value of yearsExperience columns is 0.55 keeping all other columns as features Variance inflation Factor of yearsExperience columns is 2.22

R Square value of milesFromMetropolis columns is 0.55 keeping all other columns as feature s Variance inflation Factor of milesFromMetropolis columns is 2.22

#### Observations:

there is colinearity/multicolinearity between variables as the VIF value is almost upto 2.5

1. yearsExperience and milesFromMetropolis both have colinearity with all the variables.

#### **ANOVA Test**

#### Normality Assumption Check

Before we perform the hypothesis test, we check if the assumptions for the one-way ANOVA hypothesis test are fulfilled. The samples are random and independent samples. Now, we check the normality assumption by plotting a normal probability plot (Q-Q plots) for each grouped variable.

### Homogeneity of variance Assumption Check

#### **Hypothesis Testing**

According to five steps process of hypothesis testing:  $H_0$ :  $\mu_1 = \mu_2 = \mu_3 = ... = \mu_6 H_1$ : Not all salary means are equal  $\alpha = 0.05$  According to F test statistics:

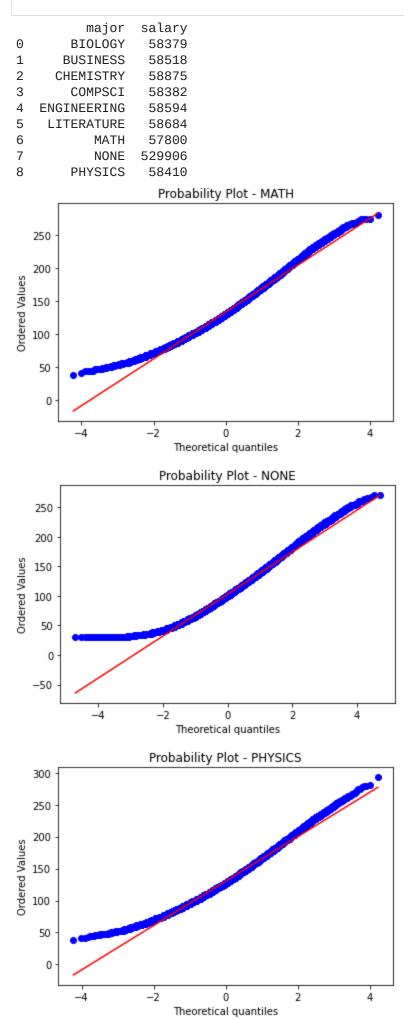
```
In []: # perform anova test between two variables.

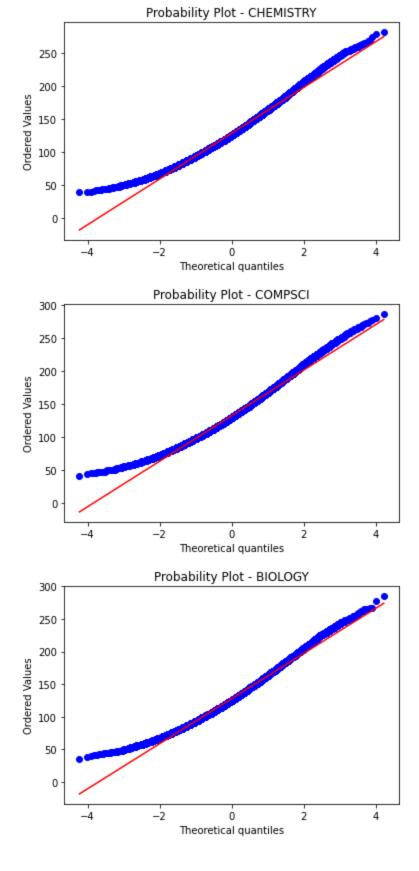
def perform_anova_test(x,y):
    # two variables of interest
    train_anova =
    groups =
        # groups.plot(kind='bar', x='major', y='salary')
    print(groups)

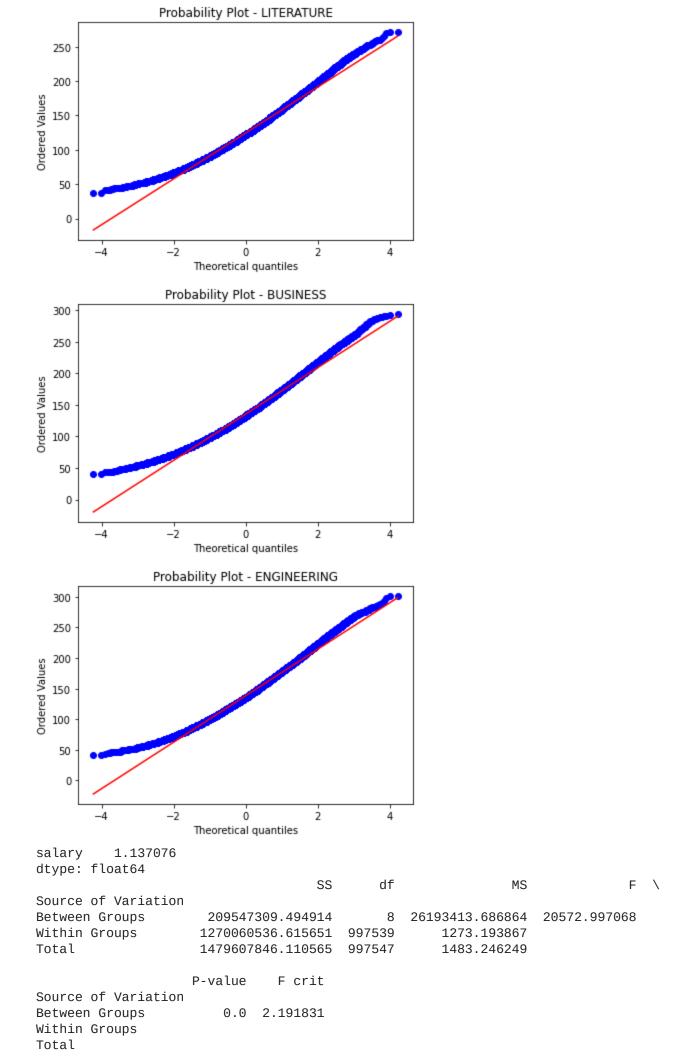
unique_majors =
    for major in unique_majors:
        stats.probplot(train_anova[train_anova[x] == major][y], dist="norm", plot=plt)
        plt.title("Probability Plot - " + str(major))
        plt.show()

# calculate ratio of the largest to the smallest sample standard deviation
ratio =
```

```
print(ratio)
# Create ANOVA backbone table
anova_table.set_index('Source of Variation', inplace = True)
# calculate SSTR and update anova table
x_bar = train_anova[y].mean()
SSTR = train_anova.groupby(x).count() * (train_anova.groupby(x).mean() - x_bar)**2
anova_table['SS']['Between Groups'] = SSTR[y].sum()
# calculate SSE and update anova table
SSE = (train\_anova.groupby(x).count() - 1) * train\_anova.groupby(x).std()**2
anova_table['SS']['Within Groups'] = SSE[y].sum()
# calculate SSTR and update anova table
SSTR = SSTR[y].sum() + SSE[y].sum()
anova_table['SS']['Total'] = SSTR
# update degree of freedom
anova_table['df']['Between Groups'] = train_anova[x].nunique() - 1
anova_table['df']['Within Groups'] = train_anova.shape[0] - train_anova[x].nunique()
anova_table['df']['Total'] = train_anova.shape[0] - 1
# calculate MS
anova_table['MS'] = anova_table['SS'] / anova_table['df']
# calculate F
F = anova_table['MS']['Between Groups'] / anova_table['MS']['Within Groups']
anova_table['F']['Between Groups'] = F
# p-value
anova_table['P-value']['Between Groups'] = 1 - stats.f.cdf(F, anova_table['df']['Between
# F critical
alpha = 0.05
# possible types "right-tailed, left-tailed, two-tailed"
tail_hypothesis_type = "two-tailed"
if tail_hypothesis_type == "two-tailed":
   alpha /= 2
anova_table['F crit']['Between Groups'] = stats.f.ppf(1-alpha, anova_table['df']['Betwee
# Final ANOVA Table
print(anova_table)
# The p-value approach
print("Approach 1: The p-value approach to hypothesis testing in the decision rule")
conclusion = "Failed to reject the null hypothesis."
if anova_table['P-value']['Between Groups'] <= alpha:</pre>
    conclusion = "Null Hypothesis is rejected."
print("F-score is:", anova_table['F']['Between Groups'], " and p value is:", anova_table
print(conclusion)
# The critical value approach
print("\n-----
print("Approach 2: The critical value approach to hypothesis testing in the decision rul
conclusion = "Failed to reject the null hypothesis."
if anova_table['F']['Between Groups'] > anova_table['F crit']['Between Groups']:
    conclusion = "Null Hypothesis is rejected."
print("F-score is:", anova_table['F']['Between Groups'], " and critical value is:", anov
print(conclusion)
```







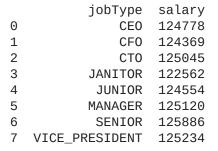
Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 20572.997067846136 and p value is: 1.1102230246251565e-16 Null Hypothesis is rejected.

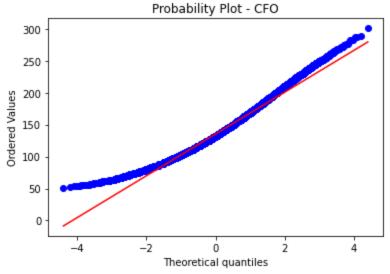
-----

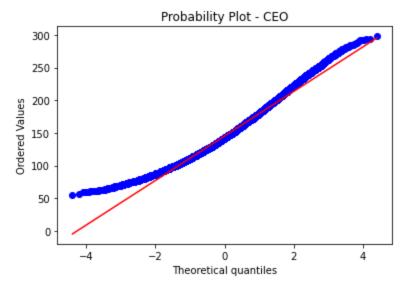
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 20572.997067846136 and critical value is: 2.1918309394698885 Null Hypothesis is rejected.

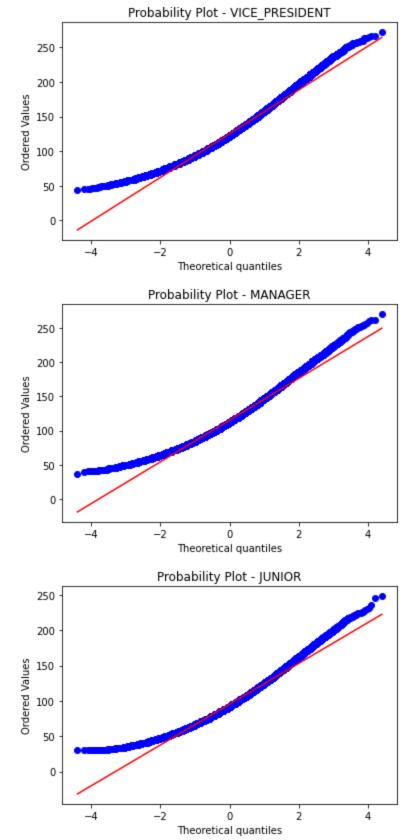
#### In [ ]:

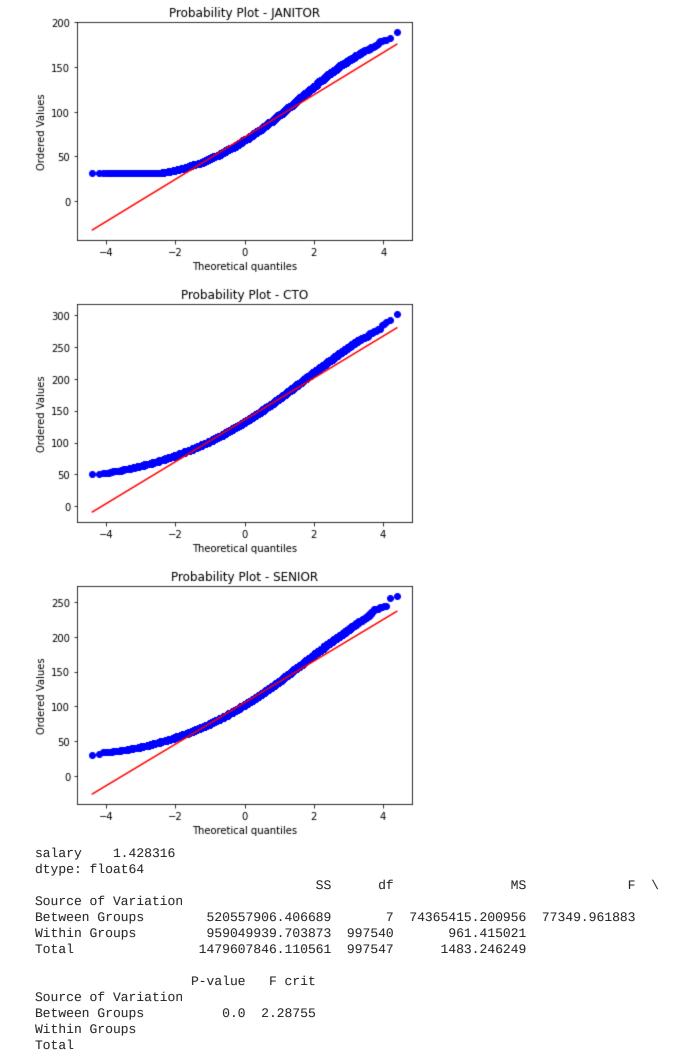
#### # perform anova test on jobType and salary











Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 77349.96188255494 and p value is: 1.1102230246251565e-16 Null Hypothesis is rejected.

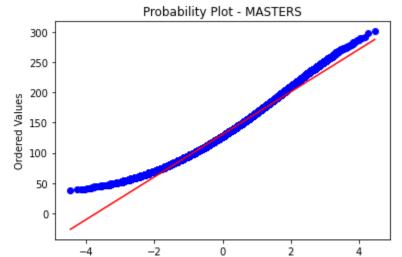
-----

Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 77349.96188255494 and critical value is: 2.2875503809763478 Null Hypothesis is rejected.

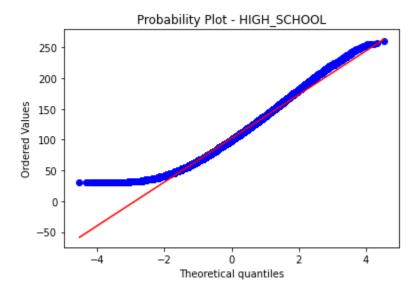
#### In [ ]:

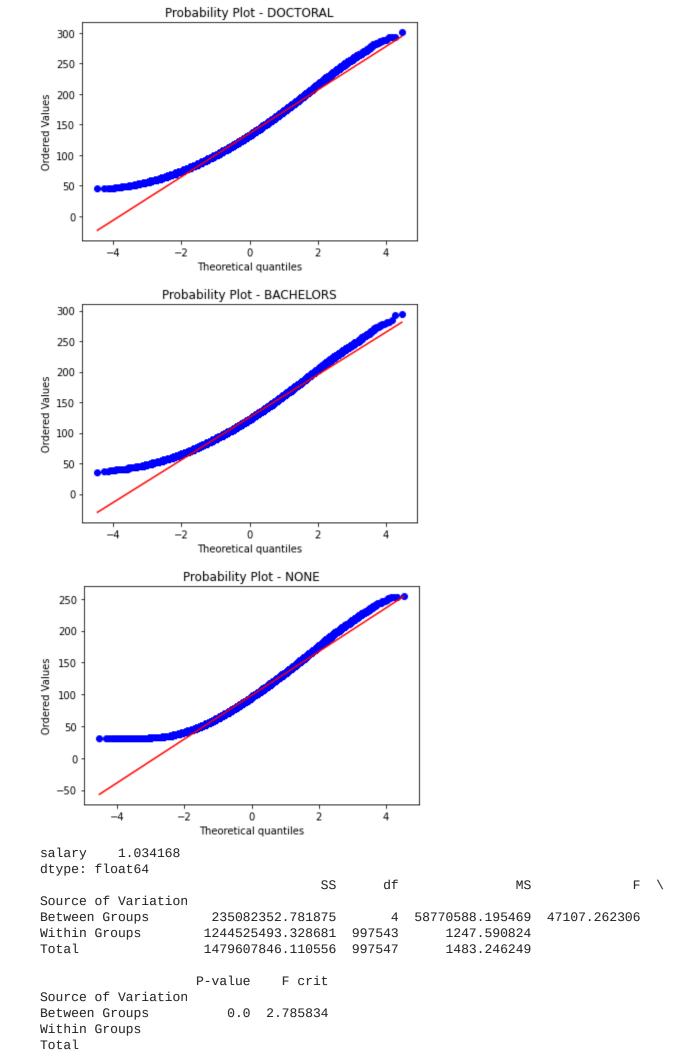
#### # perform anova test on degree and salary





Theoretical quantiles





Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 47107.26230562572 and p value is: 1.1102230246251565e-16 Null Hypothesis is rejected.

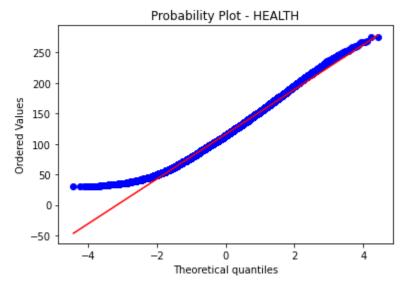
-----

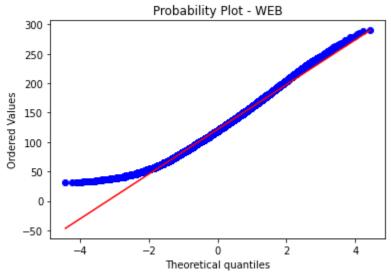
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 47107.26230562572 and critical value is: 2.7858344627125904 Null Hypothesis is rejected.

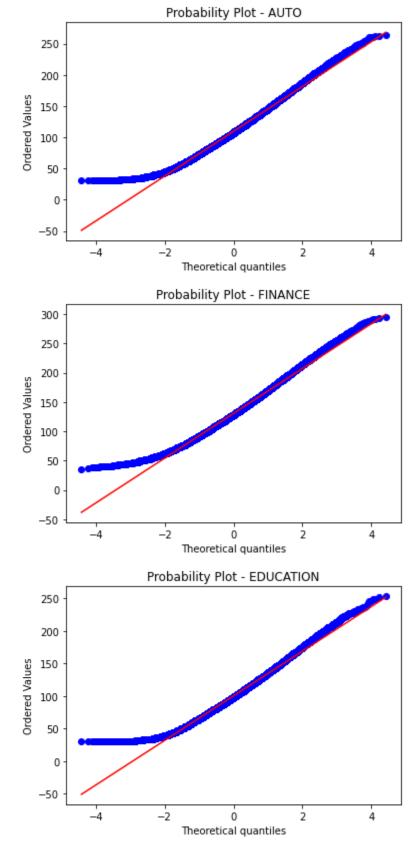
#### In [ ]:

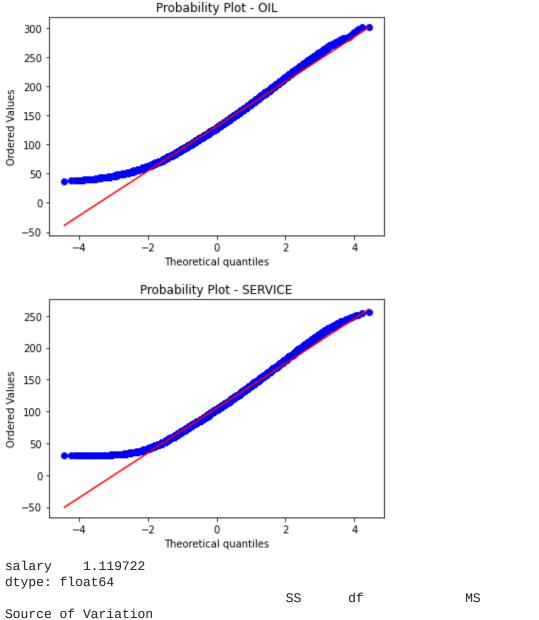
# perform anova test on industry and salary

```
industry
              salary
0
        AUT0
              142766
   EDUCATION
1
             141149
2
     FINANCE 142866
3
      HEALTH 142736
              142770
4
         OIL
5
     SERVICE 142056
             143205
6
         WEB
```









Between Groups 126158683.032602 6 21026447.1721 15497,252287

Within Groups 1353449163.07796 997541 1356.785499 Total 1479607846.110562 997547 1483.246249

> P-value F crit

Source of Variation

Between Groups 0.0 2.408242

Within Groups

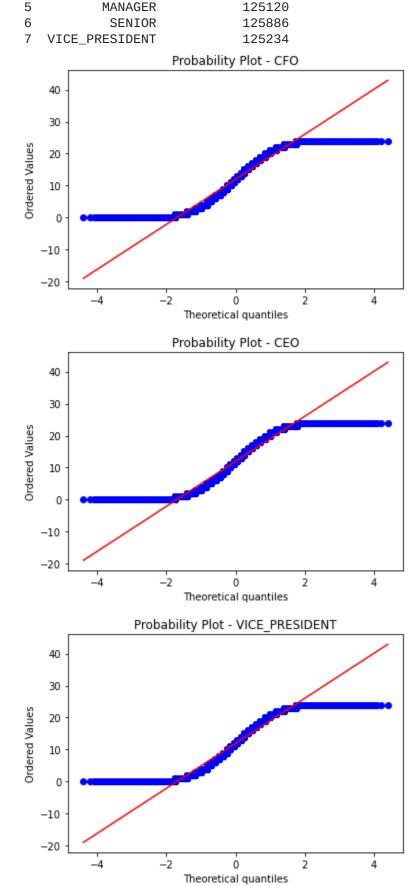
Total

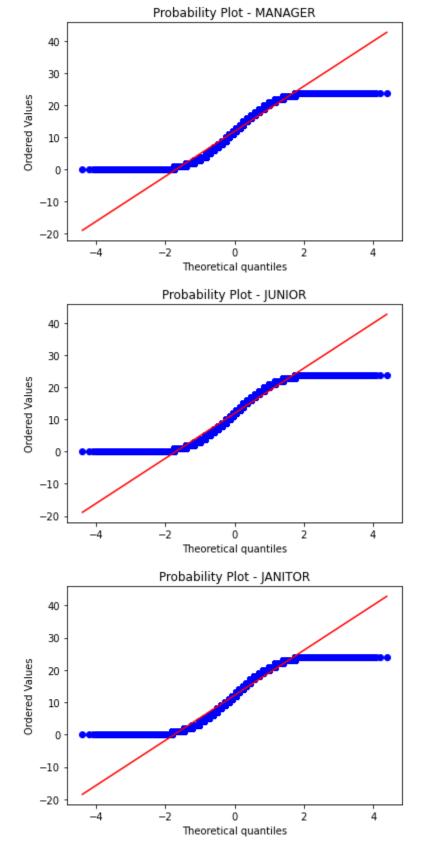
Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 15497.25228748466 and p value is: 1.1102230246251565e-16 Null Hypothesis is rejected.

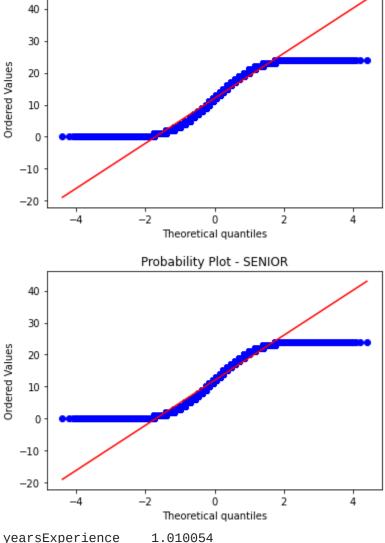
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 15497.25228748466 and critical value is: 2.4082418357623516 Null Hypothesis is rejected.

#### In [ ]: # perform anova test on jobType and yearsExperience

	jobType	yearsExperience
0	CE0	124778
1	CF0	124369
2	CT0	125045
3	<b>JANITOR</b>	122562
4	JUNIOR	124554







Probability Plot - CTO

yearsExperience

dtype: float64

SS df MS F P-value \ Source of Variation Between Groups 2638.827764 7 376.975395 7.262148 0.0 Within Groups 51781931.264722 997540 51.909629 Total 51784570.092486 997547 51.91191

F crit

Source of Variation

Between Groups 2.28755

Within Groups

Total

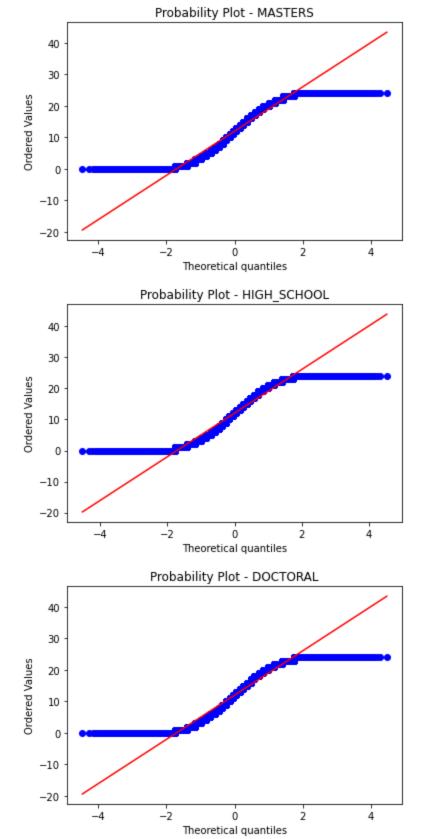
Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 7.262147745370608 and p value is: 9.905482767358365e-09 Null Hypothesis is rejected.

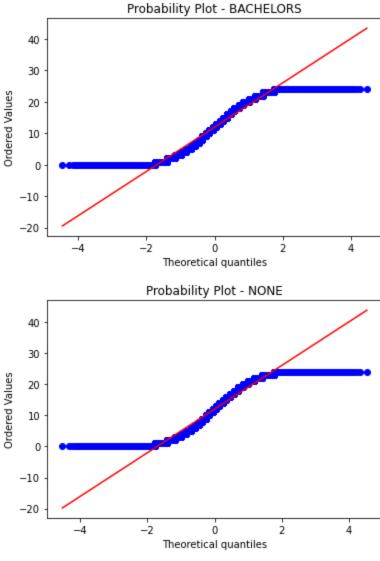
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 7.262147745370608 and critical value is: 2.2875503809763478 Null Hypothesis is rejected.

#### In [ ]:

#### # perform anova test on degree and yearsExperience

	degree	yearsExperience
0	BACHELORS	175495
1	DOCTORAL	175362
2	HIGH_SCHOOL	235769
3	MASTERS	175310
4	NONE	235612





yearsExperience 1.003202 dtype: float64

SS df MS F P-value \ Source of Variation Between Groups 667.587348 4 166.896837 3.215029 0.01198 Within Groups 51783902.505138 997543 51.911449 Total 51784570.092486 997547 51.91191

F crit

Source of Variation

Between Groups 2.785834

Within Groups

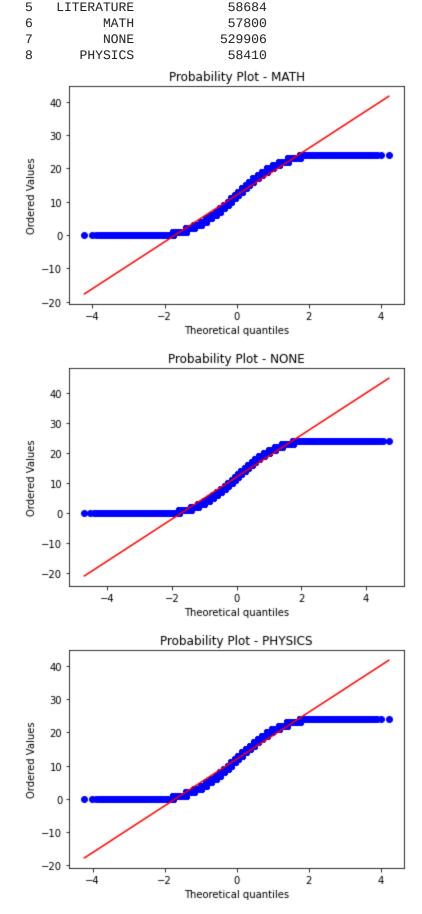
Total

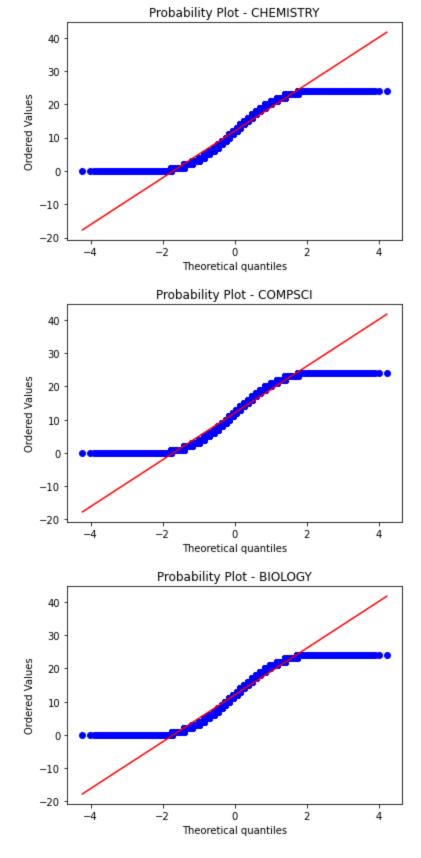
Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 3.2150294466062923 and p value is: 0.011980261991255126 Null Hypothesis is rejected.

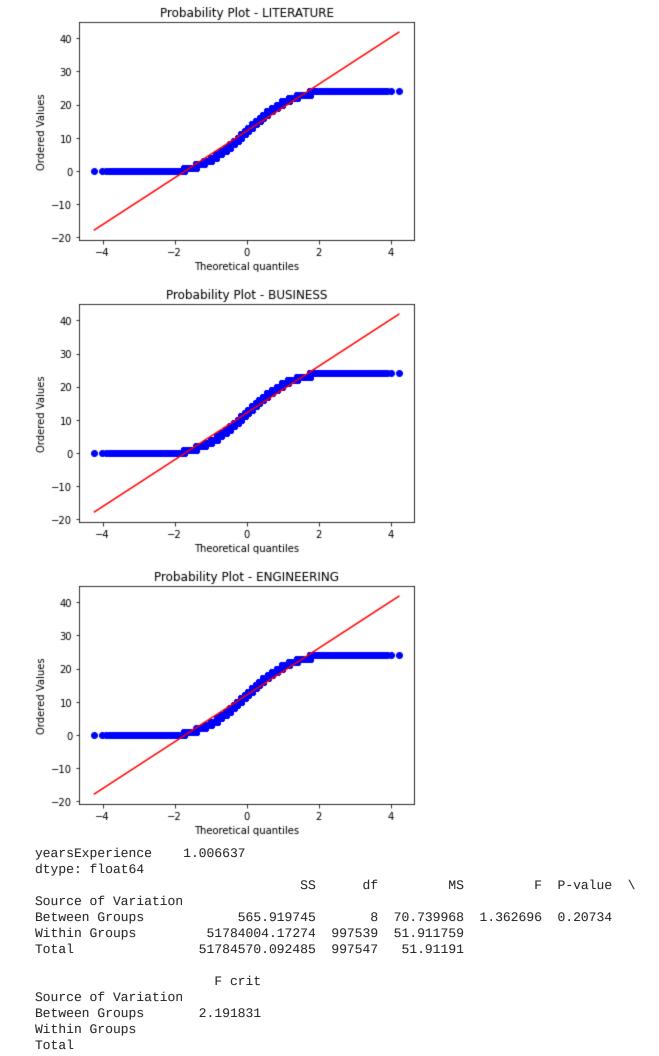
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 3.2150294466062923 and critical value is: 2.7858344627125904 Null Hypothesis is rejected.

#### In [ ]: # perform anova test on major and yearsExperience

	major	yearsExperience
0	BIOLOGY	58379
1	BUSINESS	58518
2	CHEMISTRY	58875
3	COMPSCI	58382
4	ENGINEERING	58594







Approach 1: The p-value approach to hypothesis testing in the decision rule F-score is: 1.3626964191505286 and p value is: 0.2073404736822877 Failed to reject the null hypothesis.

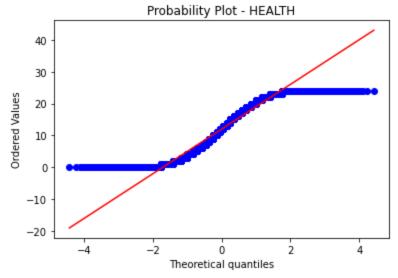
-----

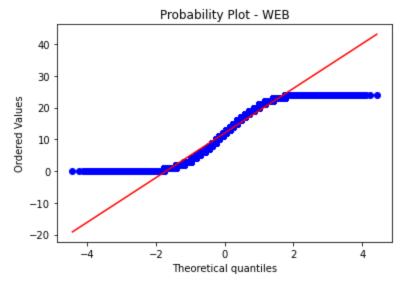
Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 1.3626964191505286 and critical value is: 2.1918309394698885 Failed to reject the null hypothesis.

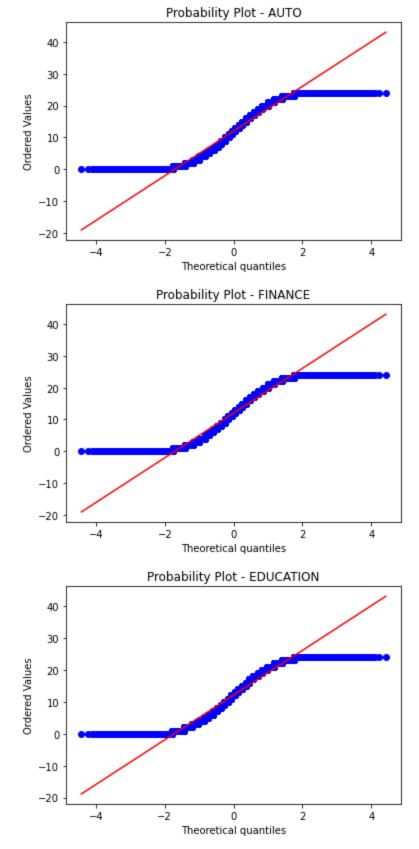
#### In [ ]:

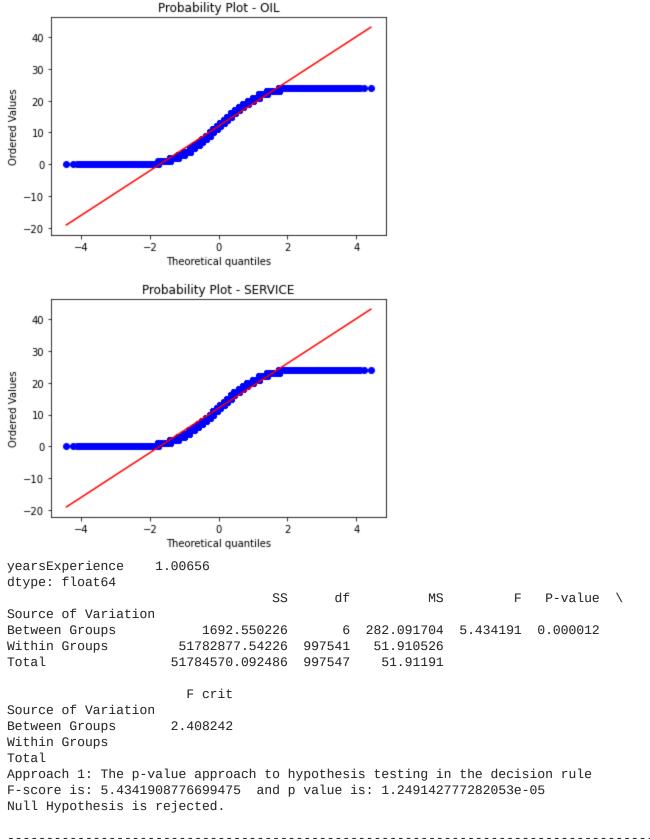
#### # perform anova test on industry and yearsExperience

	industry	yearsExperience
0	AUT0	142766
1	EDUCATION	141149
2	FINANCE	142866
3	HEALTH	142736
4	OIL	142770
5	SERVICE	142056
6	WEB	143205









Approach 2: The critical value approach to hypothesis testing in the decision rule F-score is: 5.4341908776699475 and critical value is: 2.4082418357623516 Null Hypothesis is rejected.

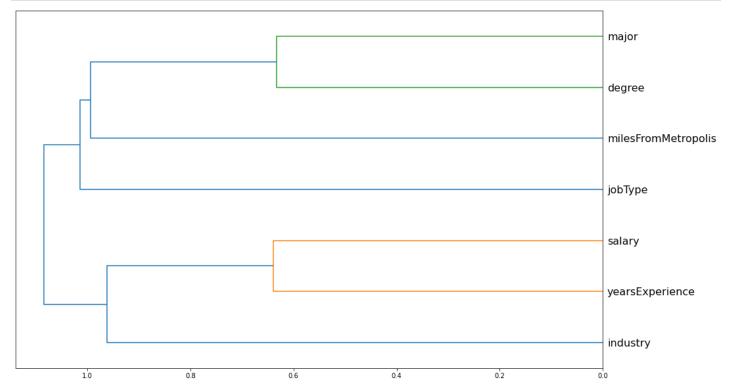
## Dendrogram

The dendrogram is a visual representation of the compound correlation data. The individual compounds are arranged along the bottom of the dendrogram and referred to as leaf nodes. Compound clusters are formed by joining individual compounds or existing compound clusters with the join point referred to as a node.

```
# Plot a Dendrogram on the columns of the dataset (use 50000 sample of 1000000)
X =

import scipy
from scipy.cluster import hierarchy as hc

corr = np.round(scipy.stats.spearmanr(X).correlation, 4)
corr_condensed = hc.distance.squareform(1-corr)
z = hc.linkage(corr_condensed, method='average')
fig = plt.figure(figsize=(16,10))
dendrogram =
```



observation from dendrogram

Strongly correlated variables:

- 1. major and degree
- 2. salary and yearsExperience

Since, there are no missing values and all the data are distributed equally. We can start converting the categoricl values to numerical.

## Scaling

### Why scaling is necessary?

- Most of the times, your dataset will contain features highly varying in magnitudes, units and range. But since, most of the machine learning algorithms use Euclidean distance between two data points in their computations, this is a problem.
- If left alone, these algorithms only take in the magnitude of features neglecting the units.
- The results would vary greatly between different units, 5kg and 5000gms.

- The features with high magnitudes will weigh in a lot more in the distance calculations than features with low magnitudes.
- To suppress this effect, we need to bring all features to the same level of magnitudes. This can be achieved by scaling.

# Modelling

### One-hot-encoding

A one-hot encoding can be applied to the categorical representation. This is where the categorical variable is removed and a new binary variable is added for each unique categorical value.

```
In [ ]:
         # Importing OneHotEncoder for encoding the categorical data
         from sklearn.preprocessing import OneHotEncoder as SklearnOneHotEncoder
         # class for containing all functionality required for OneHotEncoding
         class OneHotEncoder(SklearnOneHotEncoder):
             def __init__(self, **kwargs):
                 super(OneHotEncoder, self).__init__(**kwargs)
                 self.fit_flag = False
             # helper function to fit data
             def fit(self, X, **kwargs):
                 out = super().fit(X)
                 self.fit_flag = True
                 return out
             # helper function to transform data
             def transform(self, X, **kwargs):
                 sparse_matrix = super(OneHotEncoder, self).transform(X)
                 new_columns = self.get_new_columns(X=X)
                 d_out = pd.DataFrame(sparse_matrix.toarray(), columns=new_columns, index=X.index)
                 return d_out
             # helper function to fit and transform data
             def fit_transform(self, X, **kwargs):
                 self.fit(X)
                 return self.transform(X)
             # helper function to get new column names after fitting and tranforming data
             def get_new_columns(self, X):
                 new_columns = []
```

```
j = 0
                      while j < len(self.categories_[i]):</pre>
                           new_columns.append(f'{column}{self.categories_[i][j]}')
                           j += 1
                  return new_columns
In [ ]:
         # Split the labels and the target
         train_X =
         train_Y =
In [ ]:
         # Features
Out[]:
                    jobType
                                  degree
                                               major
                                                      industry
         0
                                MASTERS
                      CFO
                                               MATH
                                                      HEALTH
         1
                      CEO HIGH_SCHOOL
                                               NONE
                                                         WEB
                                            PHYSICS
         2 VICE_PRESIDENT
                               DOCTORAL
                                                      HEALTH
         3
                 MANAGER
                               DOCTORAL CHEMISTRY
                                                        AUTO
         4 VICE_PRESIDENT
                              BACHELORS
                                            PHYSICS FINANCE
In [ ]:
          # Target
              130
Out[]:
         1
              101
         2
              137
         3
              142
         4
              163
         Name: salary, dtype: int64
In [ ]:
         # passing features dataframe for one hot encoding process
         encoder =
         train_X =
         train_X =
          train_X =
           jobTypeCEO jobTypeCFO jobTypeCTO jobTypeJANITOR jobTypeJUNIOR jobTypeMANAGER jobTypeSENIOR
Out[]:
         0
                   0.0
                               1.0
                                          0.0
                                                          0.0
                                                                        0.0
                                                                                         0.0
                                                                                                        0.0
         1
                               0.0
                   1.0
                                          0.0
                                                          0.0
                                                                        0.0
                                                                                         0.0
                                                                                                        0.0
         2
                   0.0
                                          0.0
                                                          0.0
                                                                        0.0
                                                                                                        0.0
                               0.0
                                                                                         0.0
         3
                   0.0
                               0.0
                                          0.0
                                                          0.0
                                                                        0.0
                                                                                         1.0
                                                                                                        0.0
         4
                   0.0
                               0.0
                                          0.0
                                                          0.0
                                                                        0.0
                                                                                         0.0
                                                                                                        0.0
        5 rows × 31 columns
In [ ]:
         #importing Sklearn library for spliting train dataset into train and test dataset(size=0.2
         from sklearn.model_selection import train_test_split
         X_train, X_test, Y_train, Y_test =
In [ ]:
         # importing necessary libraries for geting metrics of models
```

for i, column in enumerate(X.columns):

```
import sklearn.metrics as metrics
         from sklearn.metrics import median_absolute_error
         # Function for calculating RMSE
         def rmse(x,y):
         # Function for calculating all the relevant metrics
         def print_score(m):
             res =
             print("RMSE-Train: " + str(res[0]) + "\nRMSE-Test: " + str(res[1]) + "\nScore-Train:
                  "\nMedAE-Train: " + str(res[4]) + "\nMedAE-Test: " + str(res[5]) + "\nMeanAE-Trai
In [ ]:
         # Visualize importance of all the features in the dataset for the prediction
         def visualize_importance(feature_importances, feat_train_df):
             # creating dataframe for feature name and feature importance
             feature_importance_df =
             _df =
             _df['feature_importance'] =
             _df['column'] =
             feature_importance_df =
             # grouping all data and sorting in descending order
             order =
             # ploting feature importance data using boxenplot
             fig, ax = plt.subplots(figsize=(8, max(6, len(order) * .25)))
             return fig, ax
```

#### NOTE:

import math

The employee salaries dataset has 1000000 samples.

We have used only 50000 samples for training.

If you want you can use complete dataset.

Using complete dataset will take longer time to train the model.

### **Linear Regression**

```
In []: %%time
# Fit a Linear Regression model to the train dataset

# Import LinearRegressor
from sklearn.linear_model import LinearRegression

# Instantiate the model
lModel =

# Fit the model to the data

# print score of the model

# visualizing the inportance of features.
fig, ax =
```

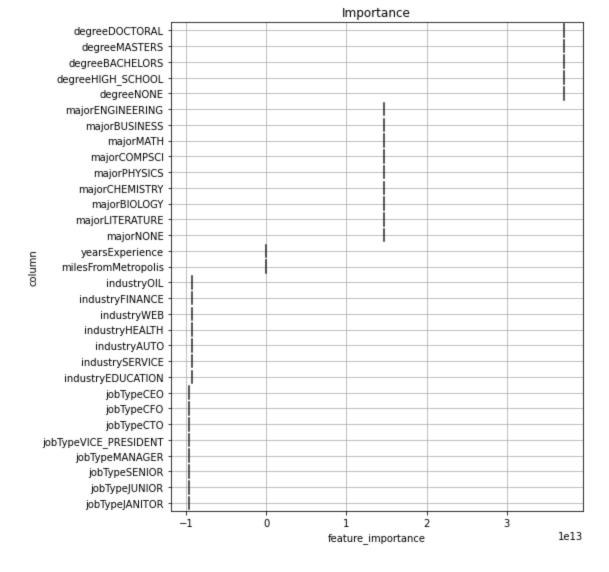
RMSE-Train: 19.6220111989763 RMSE-Test: 19.647019242368653 Score-Train: 0.7403608632875435 Score-Test: 0.7399855346213173

MedAE-Train: 13.7578125 MedAE-Test: 13.78515625

MeanAE-Train: 15.864013906214366 MeanAE-Test: 15.893147195002756

CPU times: user 1.84 s, sys: 374 ms, total: 2.21 s

Wall time: 1.36 s

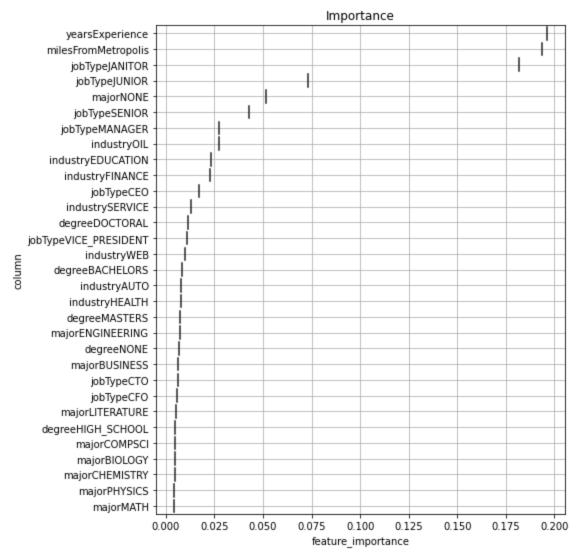


### Random Forest Regressor

Random forest is a flexible, easy to use machine learning algorithm that produces, even without hyper-parameter tuning, a great result most of the time. It is also one of the most used algorithms, because of its simplicity and diversity.

CPU times: user 1min 18s, sys: 641 ms, total: 1min 19s

Wall time: 1min 19s



## **KNeighbors Regressor**

KNN regression is a non-parametric method that, in an intuitive manner, approximates the association between independent variables and the continuous outcome by averaging the observations in the same neighbourhood. The size of the neighbourhood needs to be set by the analyst or can be chosen using cross-validation to select the size that minimises the mean-squared error.

#### Note:

For KNN we used only 10000 samples out of 1000000. You can use complete dataset if you want, it will take longer time to train the model.

```
from sklearn.neighbors import KNeighborsRegressor

# Instantiate the model
knnr =

# print score of the model

# print score of the model
```

RMSE-Train: 30.74788750413732 RMSE-Test: 30.656426736094872 Score-Train: 0.36326617132469763 Score-Test: 0.3636725062255821 MedAE-Train: 20.599999999999994 MedAE-Test: 20.5999999999999999994 MeanAE-Train: 24.490310235853425 MeanAE-Test: 24.42483985765125

CPU times: user 12.3 s, sys: 1.47 s, total: 13.8 s

Wall time: 13.4 s

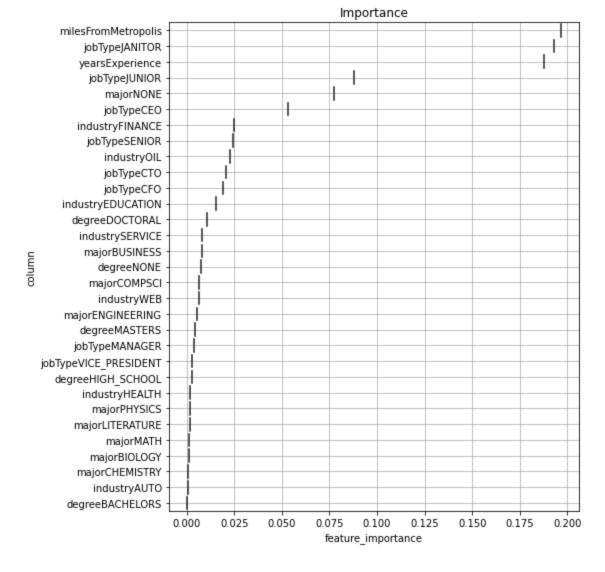
### **Gradient Boosting Regressor**

Gradient Boosting Algorithm is generally used when we want to decrease the Bias error. it builds an additive model in a forward stage-wise fashion; it allows for the optimization of arbitrary differentiable loss functions. In each stage a regression tree is fit on the negative gradient of the given loss function.

RMSE-Train: 21.33992793029516 RMSE-Test: 21.29749312313329 Score-Train: 0.6933003688415091 Score-Test: 0.6928895488777872 MedAE-Train: 14.358874865009739 MedAE-Test: 14.322831907785208 MeanAE-Train: 16.97688324973983 MeanAE-Test: 16.939973884281553

CPU times: user 8.02 s, sys: 77 ms, total: 8.1 s

Wall time: 8.15 s



### DecisionTree Regressor

Decision tree builds regression or classification models in the form of a tree structure. It breaks down a dataset into smaller and smaller subsets while at the same time an associated decision tree is incrementally developed. The final result is a tree with decision nodes and leaf nodes

RMSE-Train: 21.33992793029516 RMSE-Test: 21.29749312313329 Score-Train: 0.6933003688415091 Score-Test: 0.6928895488777872 MedAE-Train: 14.358874865009739 MedAE-Test: 14.322831907785208 MeanAE-Train: 16.97688324973983 MeanAE-Test: 16.939973884281553

CPU times: user 7.38 s, sys: 51.6 ms, total: 7.43 s

Wall time: 7.39 s

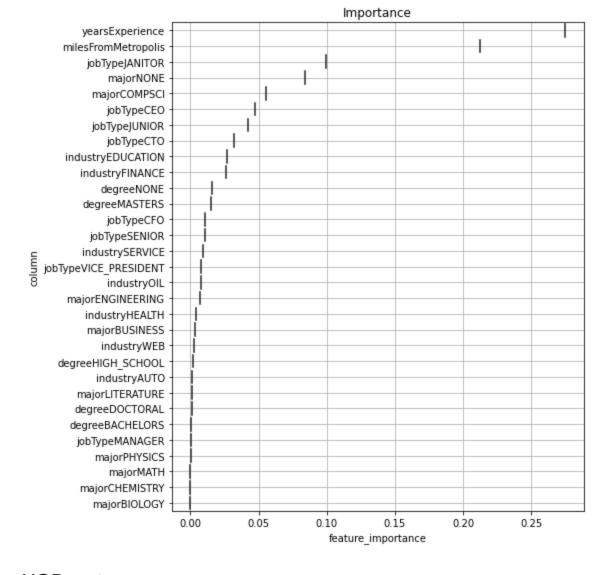
#### AdaBoost Regressor

An AdaBoost regressor is a meta-estimator that begins by fitting a regressor on the original dataset and then fits additional copies of the regressor on the same dataset but where the weights of instances are adjusted according to the error of the current prediction

RMSE-Train: 25.79203318027922 RMSE-Test: 25.667533498456006 Score-Train: 0.5519788519571365 Score-Test: 0.5539270404786423 MedAE-Train: 19.170212765957444 MedAE-Test: 19.034682080924853 MeanAE-Train: 21.20274339756536 MeanAE-Test: 21.11261557354999

CPU times: user 23.6 s, sys: 281 ms, total: 23.9 s

Wall time: 23.8 s



#### **XGBoost**

XGBoost is an ensemble learning method. Sometimes, it may not be sufficient to rely upon the results of just one machine learning model. Ensemble learning offers a systematic solution to combine the predictive power of multiple learners. The resultant is a single model which gives the aggregated output from several models.

```
# Fit a XGB Regressor model to the train dataset

# Import XGBRegressor
from xgboost import XGBRegressor

# Instantiate the model
xgbr =

# Fit the model to the data

# print score of the model

# visualizing the inportance of features.
fig, ax =
```

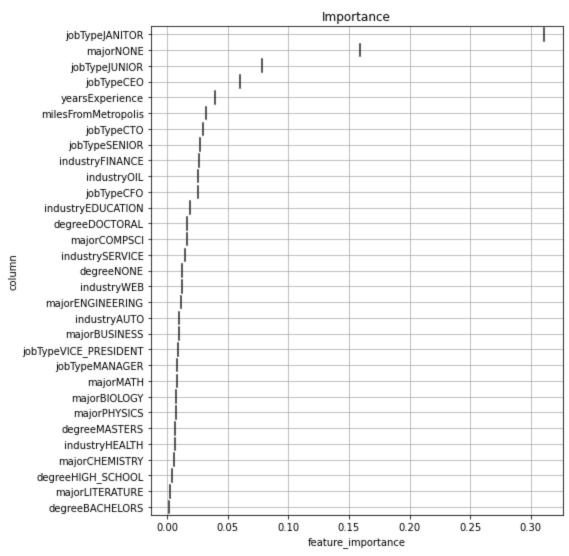
[16:49:59] WARNING: /workspace/src/objective/regression\_obj.cu:152: reg:linear is now depr

ecated in favor of reg:squarederror.

RMSE-Train: 21.192090220191623 RMSE-Test: 21.149373898237425 Score-Train: 0.69753512662084 Score-Test: 0.6971464610898375 MedAE-Train: 14.290199279785156 MedAE-Test: 14.258552551269531 MeanAE-Train: 16.870951732825276 MeanAE-Test: 16.842976801026513

CPU times: user 11.2 s, sys: 336 ms, total: 11.6 s

Wall time: 12.4 s



## Light Gradient Boosted Machine

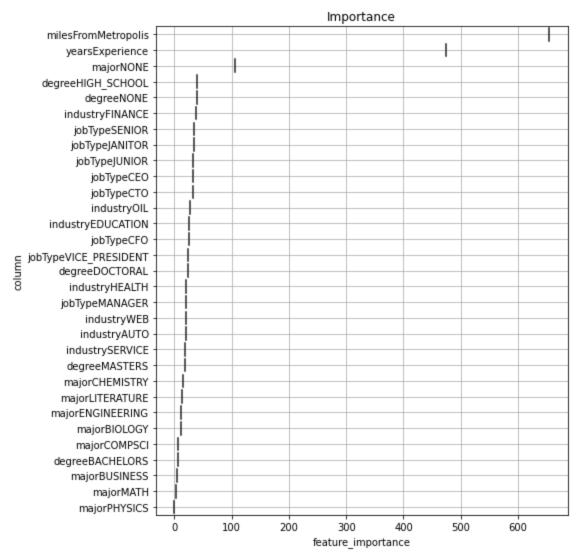
Light GBM is a fast, distributed, high-performance gradient boosting framework based on decision tree algorithm, used for ranking, classification and many other machine learning tasks.

```
# visualizing the inportance of features.
fig, ax =
```

RMSE-Train: 21.636927528676235 RMSE-Test: 21.5787565927971 Score-Train: 0.6847039443121599 Score-Test: 0.6847243316327658 MedAE-Train: 14.524000241620858 MedAE-Test: 14.503879034819619 MeanAE-Train: 17.22304532975916 MeanAE-Test: 17.180218850343383

CPU times: user 27.1 s, sys: 54.5 ms, total: 27.2 s

Wall time: 27.5 s



## Comparing all the model based on metric

```
In []: # the libraries we need
import sklearn.metrics as metrics
from sklearn.model_selection import train_test_split
def compare_models(models, names, X_train, y_train, X_test, y_test):
# now, create a list with the objects
```

```
data = {'Metric':['rmse','MedAE','MAE','R-squared']}
             df_train = pd.DataFrame(data)
             df_test = pd.DataFrame(data)
             def rmse(x,y):
                return math.sqrt(((x-y)**2).mean())
             for (model, name) in zip(models, names):
               y_pred= model.predict(X_test) # then predict on the test set
                res = [rmse(model.predict(X_train), y_train), rmse(model.predict(X_test), y_test),
                          metrics.median_absolute_error(model.predict(X_train), y_train), metrics.med
                          metrics.mean_absolute_error(model.predict(X_train), y_train), metrics.mean_
                          metrics.r2_score(model.predict(X_train), y_train), metrics.r2_score(model.predict(X_train))
               df_{train[name]} = [res[0], res[2], res[4], res[6]]
                df_{test[name]} = [res[1], res[3], res[5], res[7]]
             return df_train,df_test
In [ ]:
         # list of models object
         # list of models name
         models= [lg, DTR, rf, knnr, GBR, xgbr, AdaBoost]
         names = ['Lr', 'Dtree', 'Forest', 'Knn', 'GBR', 'Xboost', 'AdaBoost']
         comp_model_train,comp_model_test = compare_models(models,names,X_train,Y_train,X_test,Y_test)
        RMSE of all model on train and test data
In [ ]:
         # printing rmse comparision of model on train and test
          Metric
                                  Dtree
                                            Forest
                                                           Knn
                                                                      GBR
                                                                             Xboost
            rmse 21.636928 31.81727 20.803215 30.747888 21.339928
                                                                           21.19209
            AdaBoost
           25.792033
          Metric
                                  Dtree
                                             Forest
                                                            Knn
                                                                       GBR
                                                                                Xboost \
            rmse
                  21.578757 31.800969 20.846985 30.656427 21.297493
                                                                            21.149374
            AdaBoost
          25.667533
        All metrics on train and test data
In [ ]:
         # printing comparision of model on train and test
        Results on Test data
              Metric
                                 Dtree
                                          Forest
                                                     Knn
                                                              GBR
                                                                     Xboost AdaBoost
Out[]:
        0
               rmse 21.578757 31.800969 20.846985 30.656427 21.297493 21.149374 25.667533
         1
             MedAE 14.503879 20.000000 14.080000
                                                20.600000 14.322832 14.258553 19.034682
```

## **Hyperparameter Tunning**

0.581803

0.355736

2

**3** R-squared

A hyperparameter is a parameter whose value is set before the learning process begins.

MAE 17.180219 24.735477 16.632732 24.424840 16.939974 16.842977 21.112616

0.555579

0.547923 -0.237994

0.600448 -0.451558

Hyperparameters tuning is crucial as they control the overall behavior of a machine learning model.

Every machine learning models will have different hyperparameters that can be set.

#### RamdomizedSearchCV

RandomizedSearchCV is very useful when we have many parameters to try and the training time is very long.

1. The first step is to write the parameters that we want to consider

```
2. From these parameters select the best ones.(which are printed in output)
In [ ]:
         # Helper function to perform hyper parameter tunning with RandomizedSearchCV
         def random_Search(model, X_train, Y_train, param_grid):
           from sklearn.model_selection import RandomizedSearchCV
           # Random search of parameters, using 3 fold cross validation,
           # search across 100 different combinations, and use all available cores
           random =
In [ ]:
         # create parameters dict for tunning
         rf_para_grid = {'n_estimators': [1, 2, 4, 8, 16, 32, 64, 100, 200],
                         'max_features': ['auto', 'sqrt'],
                        'max_depth': np.linspace(1, 32, 32, endpoint=True),
                        'min_samples_leaf': np.linspace(0.1, 0.5, 5, endpoint=True),
                        'bootstrap': [True, False]}
         # passing data for hyper parameter tunning with Randomized search cv
        Fitting 3 folds for each of 20 candidates, totalling 60 fits
        {'n_estimators': 64, 'min_samples_leaf': 0.1, 'max_features': 'auto', 'max_depth': 27.0,
        'bootstrap': False}
In [ ]:
         # Import GradientBoostingRegressor
         from sklearn.ensemble import GradientBoostingRegressor
         # create GradientBoostRegressor parameters dict for tunning
         GBR_para_grid = {
         'n_estimators': [1, 2, 4, 8, 16, 32, 64, 100, 200],
          'learning_rate' : [1, 0.5, 0.25, 0.1, 0.05, 0.01],
          'max_depth': np.linspace(1, 32, 32, endpoint=True),
          'min_samples_split': np.linspace(0.1, 1.0, 10, endpoint=True)
         }
         # passing data for hyper parameter tunning with Randomized search cv
        Fitting 3 folds for each of 20 candidates, totalling 60 fits
        {'n_estimators': 100, 'min_samples_split': 0.4, 'max_depth': 30.0, 'learning_rate': 0.1}
In [ ]:
         # create DecisionTreeRegressor parameters dict for tunning
         DTR_para_grid = {
                           "splitter":["best", "random"],
```

"max\_depth" : np.linspace(1, 32, 32, endpoint=True),
"min\_samples\_leaf":np.linspace(0.1, 0.5, 5, endpoint=True),

"min\_weight\_fraction\_leaf":[0.1,0.2,0.5,0.9],
"max\_features":["auto","log2","sqrt",None],

}

```
Fitting 3 folds for each of 20 candidates, totalling 60 fits
        {'splitter': 'random', 'min_weight_fraction_leaf': 0.2, 'min_samples_leaf': 0.2, 'max_feat
        ures': None, 'max_depth': 20.0}
In [ ]:
         from xgboost import XGBRegressor
         # create parameters dict for tunning
         XGB_para_grid = {
             "learning_rate"
                               : [0.05, 0.10, 0.15] ,
          "max_depth"
                             : range(3,10,2),
          "min_child_weight" : range(1,6,2),
                             : [ 0.0, 0.1, 0.2 ],
          "colsample_bytree" : [ 0.3, 0.4]
          }
         # passing data for hyper parameter tunning with Randomized search cv
        Fitting 3 folds for each of 20 candidates, totalling 60 fits
```

[16:55:39] WARNING: /workspace/src/objective/regression\_obj.cu:152: reg:linear is now depr

{'min\_child\_weight': 3, 'max\_depth': 3, 'learning\_rate': 0.15, 'gamma': 0.2, 'colsample\_by

# passing data for hyper parameter tunning with Randomized search cv

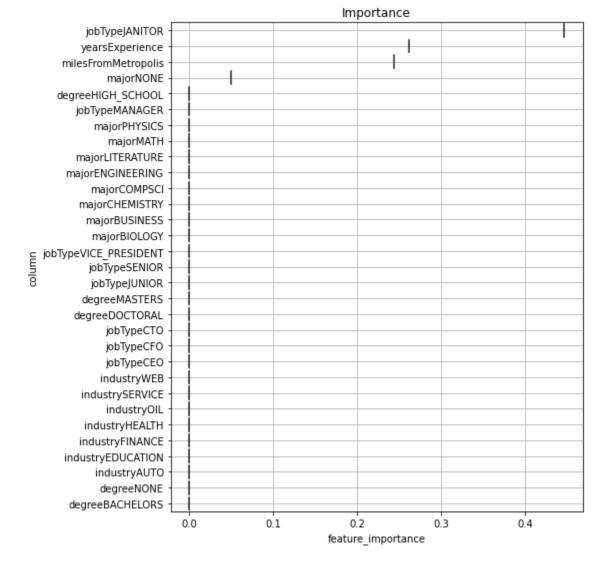
## Using the best parameters and training the models

#### Random Forest Regressor

tree': 0.4}

ecated in favor of reg:squarederror.

RMSE-Test: 30.45271636858634 Score-Train: 0.3698335949286501 Score-Test: 0.37210113543347045 MedAE-Train: 20.678571428571473 MedAE-Test: 20.673684210526446 MeanAE-Train: 24.41174181870673 MeanAE-Test: 24.326047728347977 CPU times: user 7.87 s, sys: 84.8 ms, total: 7.96 s Wall time: 8.48 s



### **Gradient Boosting Regressor**

```
# Import GradientBoostingRegressor
from sklearn.ensemble import GradientBoostingRegressor
# Fit a Gradient Boosting Regressor model to the train dataset
# Instantiate the model
GBR =

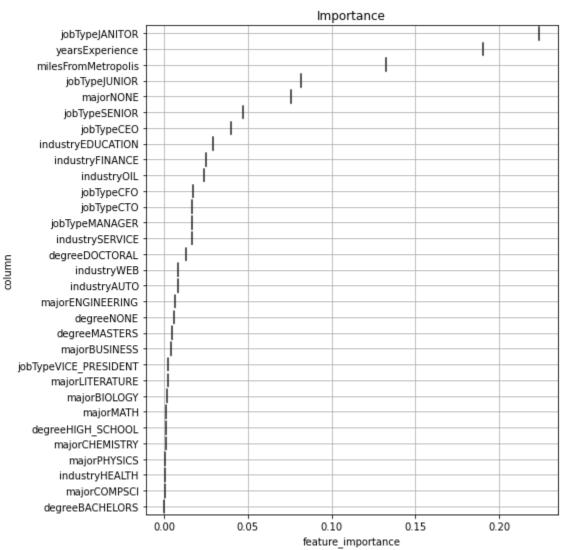
# print score of the model

# visualizing the inportance of features.
fig, ax =
```

RMSE-Train: 19.10546119767397 RMSE-Test: 19.07245719242596 Score-Train: 0.7541657390927625 Score-Test: 0.7537076513510989 MedAE-Train: 13.476157253823331 MedAE-Test: 13.390922506496949 MeanAE-Train: 15.492341008591854 MeanAE-Test: 15.446469990617711

CPU times: user 27.8 s, sys: 240 ms, total: 28 s

Wall time: 28.6 s



### **Decision Tree Regrsessor**

```
In []:  

***time  
# Fit a Decision Tree Regressor model to the train dataset  

# Instantiate the model  

DTR =  

# Instantiate the model  

# print score of the model
```

RMSE-Train: 19.10546119767397 RMSE-Test: 19.07245719242596 Score-Train: 0.7541657390927625 Score-Test: 0.7537076513510989 MedAE-Train: 13.476157253823331 MedAE-Test: 13.390922506496949 MeanAE-Train: 15.492341008591854 MeanAE-Test: 15.446469990617711 CPU times: user 17.3 s, sys: 78.1 ms, total: 17.4 s

Wall time: 17.3 s

### **XGBoost Regressor**

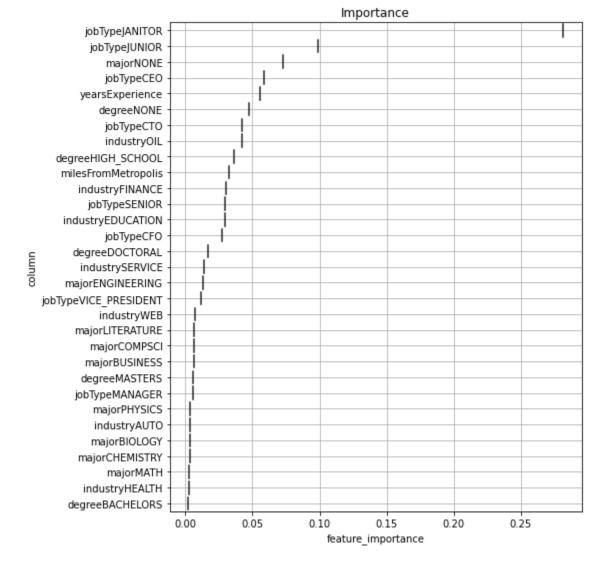
[17:01:41] WARNING: /workspace/src/objective/regression\_obj.cu:152: reg:linear is now depr

ecated in favor of reg:squarederror.

RMSE-Train: 19.66559575445311 RMSE-Test: 19.619465091779514 Score-Train: 0.7395396786343518 Score-Test: 0.7393774752498352 MedAE-Train: 13.667314529418945 MedAE-Test: 13.605361938476562 MeanAE-Train: 15.843911004707778 MeanAE-Test: 15.80333752445001

CPU times: user 16.5 s, sys: 62.5 ms, total: 16.6 s

Wall time: 16.5 s



## Comparing the metrics for tuned models

```
In [ ]:
         models= [DTR, rf,GBR, xgbr]
         names = ['Dtree', 'Forest', 'GBR', 'Xboost']
         comp_model_train,comp_model_test =
In [ ]:
         print("Metrics on train data")
         comp_model_train
         Metrics on train data
              Metric
                        Dtree
                                 Forest
                                            GBR
                                                    Xboost
Out[]:
         0
               rmse 34.700354 30.588906 19.105461 19.665596
         1
              MedAE 24.251419 20.678571 13.476157 13.667315
```

15.843911

0.641571

0.678523

## Now working with the test dataset provided

MAE 27.914745 24.411742 15.492341

-3.549890 -0.684747

2

**3** R-squared

```
In [ ]: # test data
    test_X = test_data
    test_X
```

```
Out[]:
                         jobType
                                        degree
                                                   major industry yearsExperience milesFromMetropolis
              0
                       MANAGER HIGH_SCHOOL
                                                   NONE HEALTH
                                                                              22
                                                                                                 73
              1
                         JUNIOR
                                         NONE
                                                   NONE
                                                                              20
                                                                                                 47
                                                            AUTO
              2
                            CTO
                                      MASTERS BIOLOGY HEALTH
                                                                              17
                                                                                                   9
                                                                                                  96
              3
                       MANAGER HIGH_SCHOOL
                                                   NONE
                                                              OIL
                                                                              14
              4
                         JUNIOR
                                     DOCTORAL BIOLOGY
                                                              OIL
                                                                              10
                                                                                                  44
         999995 VICE_PRESIDENT
                                    BACHELORS
                                                              OIL
                                                                                                   3
                                                   MATH
                                                                              14
         999996
                       MANAGER
                                         NONE
                                                   NONE HEALTH
                                                                              20
                                                                                                  67
         999997
                        JANITOR
                                         NONE
                                                   NONE
                                                              OIL
                                                                               1
                                                                                                 91
         999998
                            CTO
                                     DOCTORAL
                                                   MATH
                                                              OIL
                                                                              14
                                                                                                  63
         999999
                         JUNIOR
                                         NONE
                                                   NONE
                                                              OIL
                                                                              16
                                                                                                  31
        1000000 rows × 6 columns
In [ ]:
          # passing test data for scaling
          col_test = ['yearsExperience', 'milesFromMetropolis']
          test_X =
In [ ]:
          # passing test dataset for one hot encoding process
          encoder = OneHotEncoder()
          test_drop =
          test_X =
          test_X =
          test_X =
            jobTypeCEO jobTypeCFO jobTypeCTO jobTypeJANITOR jobTypeJUNIOR jobTypeMANAGER jobTypeSENIOR
Out[]:
         0
                    0.0
                                0.0
                                            0.0
                                                            0.0
                                                                           0.0
                                                                                            1.0
                                                                                                           0.0
         1
                    0.0
                                0.0
                                            0.0
                                                            0.0
                                                                           1.0
                                                                                            0.0
                                                                                                           0.0
         2
                    0.0
                                0.0
                                            1.0
                                                            0.0
                                                                           0.0
                                                                                            0.0
                                                                                                           0.0
         3
                    0.0
                                            0.0
                                                                           0.0
                                0.0
                                                            0.0
                                                                                            1.0
                                                                                                           0.0
                    0.0
                                0.0
                                            0.0
                                                            0.0
                                                                           1.0
                                                                                            0.0
                                                                                                           0.0
        5 rows × 31 columns
```

```
Out[]:

0 111.047190
1 89.838582
2 181.307689
3 105.278259
4 118.837667
... ...
999995 160.005623
999996 112.108457
999997 51.859888
999998 161.580265
999999 115.744762
10000000 rows × 1 columns
```

# Business Problem:

In [ ]:

Out[]:

In []: ### we take same samples provided my the manager so that we can explain him the difference sample =

	jobType	degree	major	industry	yearsExperience	milesFromMetropolis	salary
356297	MANAGER	MASTERS	LITERATURE	OIL	0.875000	0.989899	100
300806	SENIOR	HIGH_SCHOOL	NONE	HEALTH	0.416667	0.101010	112
941221	SENIOR	BACHELORS	ENGINEERING	AUTO	0.666667	0.333333	93
486027	СТО	DOCTORAL	COMPSCI	SERVICE	0.250000	0.949495	148
803541	CEO	HIGH_SCHOOL	NONE	WEB	0.916667	0.868687	102
232228	MANAGER	NONE	NONE	SERVICE	0.208333	0.464646	58
335442	SENIOR	DOCTORAL	NONE	SERVICE	0.375000	0.777778	83
261507	СТО	MASTERS	BIOLOGY	SERVICE	0.708333	0.787879	117
774300	MANAGER	DOCTORAL	PHYSICS	HEALTH	0.208333	0.141414	91
652536	MANAGER	DOCTORAL	BUSINESS	FINANCE	0.166667	0.171717	166

100 rows × 7 columns

```
In []: train_cat = sample.iloc[:,0:4] #categorical variables for sample
    #encodind the samples
    encoder =
    train_X =
    #processing the sample data
    train =
```

```
#taking those samples whose salary is very less i.e the reason for employee resigning
         sample =
         \#Preparing the x and y values
         x_sample =
         y_sample =
         # passing test data for scaling
         col_test = ['yearsExperience', 'milesFromMetropolis']
         sample_x =
In [ ]:
         #predicting the sample
         predicted_out =
        array([47.1014868 , 37.83452829, 35.97049851, 49.96976828, 34.91039047,
Out[]:
               56.72153655, 74.3375505 ])
In [ ]:
         y_sample #Real values
        48480
                  43
Out[]:
        87394
                  34
                  36
        884
        923277
                  47
                  37
        47017
        267685
                  44
        232228
                  58
        Name: salary, dtype: int64
```

As we can see the difference in values.

**Example**: The last sample the real value is 58 but the model predicted it to be 74...This may be because the other competitors are offering him more as compared to the current salary..so he is leaving the company.

Here, we can clearly see a difference between the real salary given to the employee and the predicted salary which may be the probable reason for the employee to leave the company

## Insights:

- ### Mr.Francis provides these following insignts to Mr. Andrew after working on the dataset provided:
- 1.Major employee of your company are not happy with the salary they are being provided..even if they have the required skills to do the job as compared to other competitors.
- 2. The employee living in the metro cities are satisfied with the salaries they are receiving... but employee's living far from the city are not getting a satisfactory salary which is the most probable reason for them leaving the company.

## **solution**:

1. Either increase the salary of these employee's (if they have the required degree and major)

- 2. Provide accomodation to people living in places far from city so that they are satisfied.
- 3. provide appraisal or some token of appreciation to such employee's

Note: take all the necessary steps to make the employee more loyal to the company

## QUESTION:

Mr. Pandey provides the detail of a new hired employee and asks us to predict a range of salary which the company can offer to that employee:

```
job_type = CTO

degree = Masters

major = Biology
industry = Health
experience = 17

miles from metropolis = 9
```

### **SOLUTION:**

We will fit in these data points into the model and suppose the model provide us the answer as 180

In this case we will basically provide the Manager with a range of salaries i.e

We can offer him a salary range of 175-190 dollars

## **CONCLUSION:**

According to this model, the predicted value we got, matches with the actual target values. Does the model is performing well. Even though we use only 50000 samples, the model may perform much better when trained on complete dataset. We have performed EDA, preprocessing, build different models, visualized feature importance, did hyper parameter tunning of each model and did prediction.

# Congratulation for completing the assignment.

You have learned a lot while doing this assignment.