# **Transcript: Decision Trees for Classification**

#### Introduction

- 1. What decision trees are and how they work.
- 2. Why Use Decision Trees for classification.
- 3. Demonstration of building a decision tree step by step in Python using Iris dataset.

#### What is a Decision Tree?

 A Decision Tree in Machine Learning is a supervised learning algorithm used for classification and regression.

#### **Key components:**

- 1. **Nodes:** Represented by a question or a decision.
- 2. **Branches:** Possible outcomes of the decision.
- 3. **Root Node:** This node represents the whole dataset and the first split.
- 4. **Leaf Nodes:** Terminal nodes that represent the final output by predicted class or value.

#### **Example:**

Suppose you're deciding whether to bring an umbrella. You check the weather:

- If it's raining, take the umbrella.
- If it's cloudy, check the forecast.
- If the forecast predicts rain, take it; otherwise, don't.

We can visualize this decision process as a decision tree with conditions and outcomes.

# Why Use Decision Trees?

Decision trees are popular for several reasons some of them are:

- **Ease of interpretation:** The model processes as a human decision-making.
- Versatility: Handles both the numerical and categorical data effectively.
- **No scaling required:** The preprocessing of data is simpler.

However, Decision Trees can still overfit when dealing with noisy data or have difficulty with complex relationships unless they're pruned or improved.

### **How Do Decision Trees Make Splits?**

We can use some metrics to split the data by evaluating how "pure" each resulting subset becomes.

Two key metrics for this are:

1. Gini Impurity: It measures the probability of misclassification.

**Formula:** Gini =  $1 - \Sigma(p_i^2)$ o

**Example:** In a dataset with 40% apples and 60% oranges:

$$Gini = 1 - (0.4^2 + 0.6^2) = 0.48$$

Lower Gini value means a better split.

**2. Information Gain:** This metric measures how much a split has improved the classification.

**Formula**: Info Gain = Entropy(Parent) - Weighted Avg[Entropy(Children)]

- It provides splits that results in purer and cleaner subsets.
- We can use criterion='entropy' in scikit-learn to trains the model using Information Gain.

These metrics ensure the tree focuses on the features that are most important.

## **Building a Decision Tree in Python**

Let's implement a Decision Tree using Python and the Iris dataset.

**Jupyter Notebook demonstration** 

#### **Visualizing Decision Trees**

Visualization is a huge advantage of Decision Trees it makes it so much easier to analyze and understand. We can use the plot\_tree() function to see:

- How the model splits the data.
- The thresholds for each split.

#### **Limitations and Overfitting**

Decision Trees have some drawbacks too:

- They tend to **overfit** on small or noisy datasets.
- Sensitive to small changes in data.
- It require techniques like **pruning** or using ensemble methods like Random Forests for better performance.

## **Applications of Decision Trees**

Decision Trees are widely used across industries some of the industries where it can be used are:

- **Healthcare:** Diagnosing diseases based on symptoms common is heart attack.
- **E-commerce:** Recommending products to users for customer retention and satisfaction.
- **Finance:** Approving or rejecting loan applications.