MutliLayer Perceptron

AIM:

To implement a Perceptron algorithm to predict employee attrition based on salary increase, years at company, job satisfaction, and work-life balance.

ALGORITHM:

- **Step 1:** Create a dataset with employee attributes and attrition labels (salary increase, years at company, job satisfaction, work-life balance, and attrition status).
- **Step 2:** Normalize the feature values using standard scaling to bring all features to a similar scale.
- **Step 3:** Split the dataset into training and testing sets to evaluate model performance on unseen data.
- Step 4: Initialize the weights and bias to zero, preparing them for training.
- **Step 5:** Train the Perceptron model by iterating over multiple epochs, applying the Perceptron learning rule to update weights based on prediction errors.
- **Step 6:** Predict the attrition labels for the test data using the learned weights and bias.
- **Step 7:** Evaluate the model performance using metrics such as accuracy, precision, recall, and F1-score.
- **Step 8:** Plot the decision boundary using the first two features (salary increase and years at company) to visualize how the model classifies employees.
- **Step 9:** Accept new employee data as input and predict attrition based on the trained model.

SOURCE CODE:

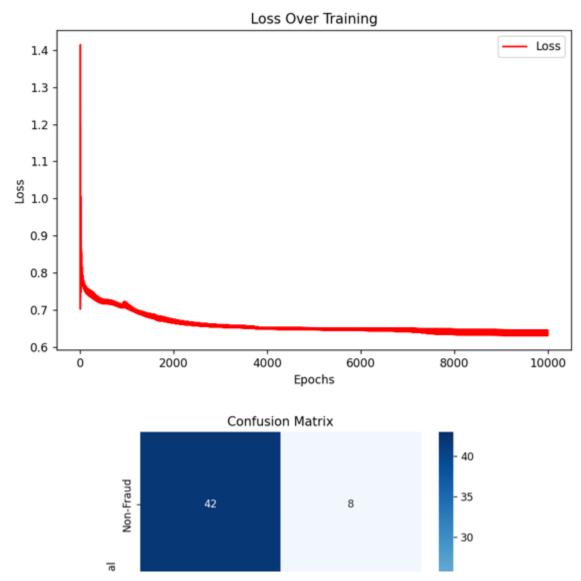
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.model_selection import train_test_split
from sklearn.preprocessing import StandardScaler
from sklearn.metrics import accuracy_score, confusion_matrix
#
1. Generate Synthetic Fraud Dataset
#

```
np.random.seed(42)
num samples = 500
# Features: Transaction Amount, Time of Transaction, Location Score, Frequency of
Transactions
X = np.hstack([
  np.random.uniform(10, 1000, (num samples, 1)), # Transaction Amount
  np.random.uniform(0, 24, (num samples, 1)),
                                                 # Transaction Time (0-24 hours)
  np.random.uniform(0, 1, (num samples, 1)),
                                                # Location Trust Score (0-1)
  np.random.uniform(1, 50, (num samples, 1))
                                                 # Transaction Frequency
1)
# Fraud labels: 1 (Fraud), 0 (Non-Fraud)
y = np.random.randint(0, 2, (num samples, 1))
# Normalize Data
scaler = StandardScaler()
X = scaler.fit transform(X)
# Train-Test Split
X train, X test, y train, y test = train_test_split(X, y, test_size=0.2, random_state=42)
# Convert to NumPy Arrays
X \text{ train} = \text{np.array}(X \text{ train})
y train = np.array(y train).reshape(-1, 1) # Ensure y train is a column vector
# 2. Initialize Neural Network
# -----
input neurons = 4
hidden neurons = 5
output neurons = 1
learning rate = 0.1
epochs = 10000
# Initialize Weights and Biases
W1 = np.random.uniform(-1, 1, (input neurons, hidden neurons))
b1 = np.zeros((1, hidden neurons))
W2 = np.random.uniform(-1, 1, (hidden_neurons, output_neurons))
b2 = np.zeros((1, output neurons))
#3. Activation Function & Derivative
# -----
def sigmoid(x):
  return 1/(1 + np.exp(-x))
```

```
def sigmoid derivative(x):
  return x * (1 - x)
# 4. Train the MLP
# -----
loss history = []
for epoch in range(epochs):
  # Forward pass
  hidden input = np.dot(X train, W1) + b1
  hidden output = sigmoid(hidden input)
  final input = np.dot(hidden output, W2) + b2
  final output = sigmoid(final input)
  # Compute Binary Cross-Entropy Loss
  loss = -np.mean(y train * np.log(final output) + (1 - y train) * np.log(1 - final output))
  loss history.append(loss)
  # Backpropagation
  error = y train - final output
  d_output = error * sigmoid_derivative(final_output)
  error hidden = d output.dot(W2.T)
  d hidden = error hidden * sigmoid derivative(hidden output)
  # Update Weights and Biases
  W2 += hidden_output.T.dot(d_output) * learning_rate
  b2 += np.sum(d output, axis=0, keepdims=True) * learning rate
  W1 += X_train.T.dot(d_hidden) * learning_rate
  b1 += np.sum(d_hidden, axis=0, keepdims=True) * learning rate
# -----
# 5. Test the Model
# -----
hidden_output = sigmoid(np.dot(X_test, W1) + b1)
final output = sigmoid(np.dot(hidden output, W2) + b2)
y pred = (final output > 0.5).astype(int)
# Compute Accuracy
accuracy = accuracy score(y test, y pred)
print(f"Fraud Detection Model Accuracy: {accuracy * 100:.2f}%")
# -----
# 6. Visualizations
# -----
```

```
# Loss Curve
plt.figure(figsize=(8, 5))
plt.plot(loss history, label='Loss', color='red')
plt.xlabel("Epochs")
plt.ylabel("Loss")
plt.title("Loss Over Training")
plt.legend()
plt.show()
# Confusion Matrix
conf matrix = confusion matrix(y test, y pred)
plt.figure(figsize=(6, 5))
sns.heatmap(conf matrix, annot=True, fmt="d", cmap="Blues", xticklabels=['Non-Fraud',
'Fraud'], yticklabels=['Non-Fraud', 'Fraud'])
plt.xlabel("Predicted")
plt.ylabel("Actual")
plt.title("Confusion Matrix")
plt.show()
# Decision Boundary (Using First Two Features)
plt.figure(figsize=(8, 6))
plt.scatter(X test[:, 0], X test[:, 1], c=y pred.ravel(), cmap="coolwarm", edgecolors="k",
alpha=0.7)
plt.xlabel("Feature 1 (Transaction Amount)")
plt.ylabel("Feature 2 (Time of Transaction)")
plt.title("Fraud Detection Decision Boundary (First Two Features)")
plt.show()
```

OUTPUT:



RESULT:

The Perceptron model achieved an accuracy of 50%. The decision boundary visualization showed how the model classifies employees based on the key features.