

In [54]:

```
1 import pandas as pd
2 import numpy as np
3 import seaborn as sns
4 import matplotlib.pyplot as plt
5
6 from sklearn.linear_model import LogisticRegression
7 from sklearn.tree import DecisionTreeClassifier
8 from sklearn.neighbors import KNeighborsClassifier
9 from sklearn.ensemble import RandomForestClassifier, AdaBoostClassifier
10
11 # Scaling
12 from sklearn.preprocessing import MinMaxScaler, StandardScaler
13
14 from sklearn.model_selection import train_test_split, GridSearchCV, RandomizedSearchCV
15 from sklearn.metrics import accuracy_score, precision_score, recall_score, f1_score, confusion_matrix
16 from sklearn.metrics import classification_report, plot_confusion_matrix, roc_curve, auc
17 from statsmodels.stats.outliers_influence import variance_inflation_factor
18
19 import pickle
20 import json
21 import warnings
22 warnings.filterwarnings("ignore")
```

## Problem Statement :

In [ ]:

1

## Data Gathering

In [55]:

```
1 df = pd.read_csv("fraud_claims_data.csv")
2 df
```

Out[55]:

DayOfWeekClaimed	MonthClaimed	WeekOfMonthClaimed	Sex	MaritalStatus	...	AgeOfVehi
Tuesday	Jan	1	Female	Single	...	3 ye
Monday	Jan	4	Male	Single	...	6 ye
Thursday	Nov	2	Male	Married	...	7 ye
Friday	Jul	1	Male	Married	...	more tha
Tuesday	Feb	2	Female	Single	...	5 ye
...	...	...	...	...	...	
Tuesday	Nov	5	Male	Married	...	6 ye
Friday	Dec	1	Male	Married	...	6 ye
Friday	Dec	1	Male	Single	...	5 ye
Thursday	Dec	2	Female	Married	...	2 ye
Thursday	Dec	3	Male	Single	...	5 ye



# Exploratory Data Analysis

In [56]:

1 df.info()

```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 15420 entries, 0 to 15419
Data columns (total 33 columns):
#   Column                                Non-Null Count  Dtype
---  -
0   Month                                15420 non-null  object
1   WeekOfMonth                          15420 non-null  int64
2   DayOfWeek                            15420 non-null  object
3   Make                                 15420 non-null  object
4   AccidentArea                        15420 non-null  object
5   DayOfWeekClaimed                    15420 non-null  object
6   MonthClaimed                        15420 non-null  object
7   WeekOfMonthClaimed                  15420 non-null  int64
8   Sex                                  15420 non-null  object
9   MaritalStatus                       15420 non-null  object
10  Age                                  15420 non-null  int64
11  Fault                                15420 non-null  object
12  PolicyType                           15420 non-null  object
13  VehicleCategory                      15420 non-null  object
14  VehiclePrice                         15420 non-null  object
15  FraudFound_P                         15420 non-null  int64
16  PolicyNumber                         15420 non-null  int64
17  RepNumber                           15420 non-null  int64
18  Deductible                           15420 non-null  int64
19  DriverRating                         15420 non-null  int64
20  Days_Policy_Accident                 15420 non-null  object
21  Days_Policy_Claim                    15420 non-null  object
22  PastNumberOfClaims                   15420 non-null  object
23  AgeOfVehicle                         15420 non-null  object
24  AgeOfPolicyHolder                    15420 non-null  object
25  PoliceReportFiled                    15420 non-null  object
26  WitnessPresent                       15420 non-null  object
27  AgentType                            15420 non-null  object
28  NumberOfSupplements                  15420 non-null  object
29  AddressChange_Claim                  15420 non-null  object
30  NumberOfCars                         15420 non-null  object
31  Year                                  15420 non-null  int64
32  BasePolicy                           15420 non-null  object
dtypes: int64(9), object(24)
memory usage: 3.9+ MB

```

In [57]:

```
1 df.isna().sum()           # Checking for missing value
```

Out[57]:

```
Month                0
WeekOfMonth          0
DayOfWeek            0
Make                0
AccidentArea        0
DayOfWeekClaimed    0
MonthClaimed        0
WeekOfMonthClaimed  0
Sex                 0
MaritalStatus       0
Age                 0
Fault               0
PolicyType          0
VehicleCategory     0
VehiclePrice        0
FraudFound_P        0
PolicyNumber        0
RepNumber           0
Deductible          0
DriverRating        0
Days_Policy_Accident 0
Days_Policy_Claim   0
PastNumberOfClaims  0
AgeOfVehicle        0
AgeOfPolicyHolder   0
PoliceReportFiled   0
WitnessPresent      0
AgentType           0
NumberOfSuppliments 0
AddressChange_Claim 0
NumberOfCars        0
Year                0
BasePolicy          0
dtype: int64
```

In [58]:

```
1 df.describe()
```

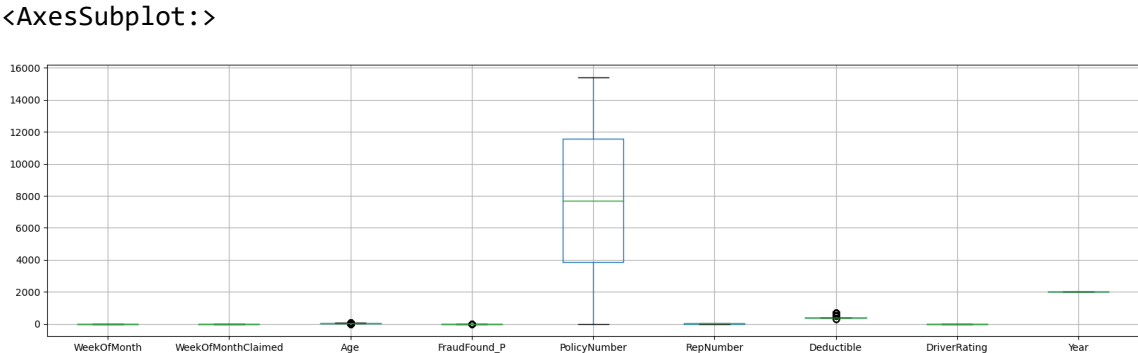
Out[58]:

	WeekOfMonth	WeekOfMonthClaimed	Age	FraudFound_P	PolicyNumber	R
count	15420.000000	15420.000000	15420.000000	15420.000000	15420.000000	15420.000000
mean	2.788586	2.693969	39.855707	0.059857	7710.500000	
std	1.287585	1.259115	13.492377	0.237230	4451.514911	
min	1.000000	1.000000	0.000000	0.000000	1.000000	
25%	2.000000	2.000000	31.000000	0.000000	3855.750000	
50%	3.000000	3.000000	38.000000	0.000000	7710.500000	
75%	4.000000	4.000000	48.000000	0.000000	11565.250000	
max	5.000000	5.000000	80.000000	1.000000	15420.000000	

In [59]:

```
1 # Checking for outliers
2 plt.figure(figsize = (20,5))
3 df.boxplot()
```

Out[59]:



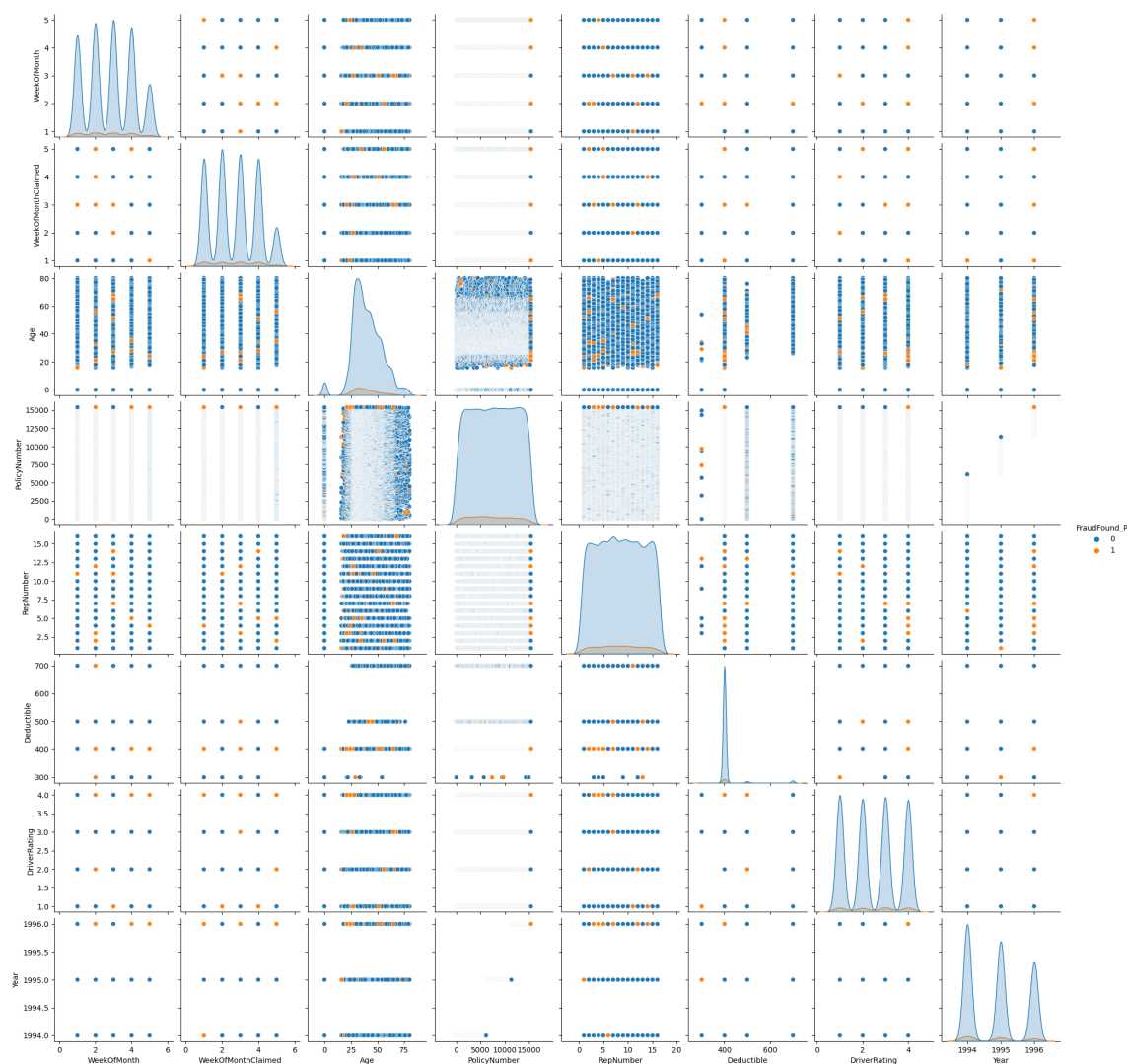
# Feature Engineering

In [60]:

```
1 sns.pairplot(df, hue = 'FraudFound_P')
```

Out[60]:

&lt;seaborn.axisgrid.PairGrid at 0x16e5f7469d0&gt;



In [61]:

```
1 ### Replacing object data type into Numeric
```

In [62]:

1 df.info()

```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 15420 entries, 0 to 15419
Data columns (total 33 columns):
#   Column                                Non-Null Count  Dtype
---  -
0   Month                                15420 non-null  object
1   WeekOfMonth                          15420 non-null  int64
2   DayOfWeek                           15420 non-null  object
3   Make                                15420 non-null  object
4   AccidentArea                        15420 non-null  object
5   DayOfWeekClaimed                    15420 non-null  object
6   MonthClaimed                        15420 non-null  object
7   WeekOfMonthClaimed                  15420 non-null  int64
8   Sex                                  15420 non-null  object
9   MaritalStatus                       15420 non-null  object
10  Age                                  15420 non-null  int64
11  Fault                                15420 non-null  object
12  PolicyType                           15420 non-null  object
13  VehicleCategory                      15420 non-null  object
14  VehiclePrice                         15420 non-null  object
15  FraudFound_P                         15420 non-null  int64
16  PolicyNumber                         15420 non-null  int64
17  RepNumber                           15420 non-null  int64
18  Deductible                           15420 non-null  int64
19  DriverRating                         15420 non-null  int64
20  Days_Policy_Accident                 15420 non-null  object
21  Days_Policy_Claim                    15420 non-null  object
22  PastNumberOfClaims                   15420 non-null  object
23  AgeOfVehicle                         15420 non-null  object
24  AgeOfPolicyHolder                    15420 non-null  object
25  PoliceReportFiled                    15420 non-null  object
26  WitnessPresent                       15420 non-null  object
27  AgentType                            15420 non-null  object
28  NumberOfSupplements                  15420 non-null  object
29  AddressChange_Claim                  15420 non-null  object
30  NumberOfCars                         15420 non-null  object
31  Year                                  15420 non-null  int64
32  BasePolicy                           15420 non-null  object
dtypes: int64(9), object(24)
memory usage: 3.9+ MB

```

## Month

In [63]:

```
1 df['Month'].value_counts()
```

Out[63]:

```
Jan    1411
May    1367
Mar    1360
Jun    1321
Oct    1305
Dec    1285
Apr    1280
Feb    1266
Jul    1257
Sep    1240
Nov    1201
Aug    1127
Name: Month, dtype: int64
```

In [64]:

```
1 df = pd.get_dummies(df, columns=['Month'])
```

## DayOfWeek

In [65]:

```
1 df['DayOfWeek'].info()
```

```
<class 'pandas.core.series.Series'>
RangeIndex: 15420 entries, 0 to 15419
Series name: DayOfWeek
Non-Null Count  Dtype
-----  -----
15420 non-null  object
dtypes: object(1)
memory usage: 120.6+ KB
```

In [66]:

```
1 df['DayOfWeek'].value_counts()
```

Out[66]:

```
Monday    2616
Friday    2445
Tuesday    2300
Thursday    2173
Wednesday  2159
Saturday    1982
Sunday     1745
Name: DayOfWeek, dtype: int64
```



In [67]:

```
1 df = pd.get_dummies(df,columns=['DayOfWeek'])
```

## Make

In [68]:

```
1 df['Make'].info()
```

```
<class 'pandas.core.series.Series'>  
RangeIndex: 15420 entries, 0 to 15419  
Series name: Make  
Non-Null Count  Dtype  
-----  
15420 non-null  object  
dtypes: object(1)  
memory usage: 120.6+ KB
```

In [69]:

```
1 df['Make'].value_counts()
```

Out[69]:

```
Pontiac      3837  
Toyota       3121  
Honda        2801  
Mazda        2354  
Chevrolet    1681  
Accura       472  
Ford         450  
VW           283  
Dodge        109  
Saab         108  
Mercury       83  
Saturn        58  
Nissan        30  
BMW           15  
Jaguar         6  
Porsche        5  
Mecedes        4  
Ferrari        2  
Lexus          1  
Name: Make, dtype: int64
```

In [70]:

```
1 df = pd.get_dummies(df,columns=['Make'])
```

In [71]:

```
1 # df.info()
```

## AccidentArea

In [72]:

```
1 df['AccidentArea'].value_counts()
```

Out[72]:

```
Urban    13822
Rural     1598
Name: AccidentArea, dtype: int64
```

In [73]:

```
1 df['AccidentArea'].value_counts().to_dict()
```

Out[73]:

```
{'Urban': 13822, 'Rural': 1598}
```

In [74]:

```
1 df['AccidentArea'].replace({'Urban': 1, 'Rural': 0}, inplace= True)
```

In [75]:

```
1 df['AccidentArea'].value_counts()
```

Out[75]:

```
1    13822
0     1598
Name: AccidentArea, dtype: int64
```

In [76]:

```
1 AccidentArea_value = {'Urban': 1, 'Rural': 0}
```

## DayOfWeekClaimed

In [77]:

```
1 df['DayOfWeekClaimed'].value_counts()
```

Out[77]:

```
Monday    3757
Tuesday    3375
Wednesday  2951
Thursday   2660
Friday     2497
Saturday    127
Sunday      52
0             1
Name: DayOfWeekClaimed, dtype: int64
```

In [78]:

```
1 df['DayOfWeekClaimed'].replace({'0':'Monday'}, inplace = True)
```

In [79]:

```
1 df['DayOfWeekClaimed'].value_counts()
```

Out[79]:

```
Monday      3758
Tuesday     3375
Wednesday   2951
Thursday    2660
Friday      2497
Saturday     127
Sunday       52
Name: DayOfWeekClaimed, dtype: int64
```

In [80]:

```
1 df = pd.get_dummies(df,columns=['DayOfWeekClaimed'])
```

## MonthClaimed

In [81]:

```
1 df['MonthClaimed'].value_counts()
```

Out[81]:

```
Jan      1446
May      1411
Mar      1348
Oct      1339
Jun      1293
Feb      1287
Nov      1285
Apr      1271
Sep      1242
Jul      1225
Dec      1146
Aug      1126
0         1
Name: MonthClaimed, dtype: int64
```

In [82]:

```
1 df = pd.get_dummies(df,columns=['MonthClaimed'])
```

## Sex

In [83]:

```
1 df['Sex'].value_counts()
```

Out[83]:

```
Male      13000
Female     2420
Name: Sex, dtype: int64
```

In [84]:

```
1 df['Sex'].value_counts().to_dict()
```

Out[84]:

```
{'Male': 13000, 'Female': 2420}
```

In [85]:

```
1 df['Sex'].replace({'Male': 1, 'Female': 0}, inplace=True)
```

In [86]:

```
1 df['Sex'].value_counts()
```

Out[86]:

```
1    13000
0     2420
Name: Sex, dtype: int64
```

In [87]:

```
1 Sex_value = {'Male': 1, 'Female': 0}
```

## MaritalStatus

In [88]:

```
1 df['MaritalStatus'].value_counts()
```

Out[88]:

```
Married      10625
Single        4684
Divorced        76
Widow          35
Name: MaritalStatus, dtype: int64
```

In [89]:

```
1 df['MaritalStatus'].value_counts().to_dict()
```

Out[89]:

```
{'Married': 10625, 'Single': 4684, 'Divorced': 76, 'Widow': 35}
```

In [90]:

```
1 df['MaritalStatus'].replace({'Married': 0, 'Single': 1, 'Divorced': 3, 'Widow': 4},
```

In [91]:

```
1 df['MaritalStatus'].value_counts()
```

Out[91]:

```
0    10625
1     4684
3        76
4         35
Name: MaritalStatus, dtype: int64
```

In [92]:

```
1 MaritalStatus_value = {'Married': 0, 'Single': 1, 'Divorced': 3, 'Widow': 4}
```

## Fault

In [93]:

```
1 df['Fault'].value_counts()
```

Out[93]:

```
Policy Holder    11230
Third Party      4190
Name: Fault, dtype: int64
```

In [94]:

```
1 df['Fault'].value_counts().to_dict()
```

Out[94]:

```
{'Policy Holder': 11230, 'Third Party': 4190}
```

In [95]:

```
1 df['Fault'].replace({'Policy Holder': 1, 'Third Party': 0}, inplace=True)
```

In [96]:

```
1 df['Fault'].value_counts()
```

Out[96]:

```
1    11230
0     4190
Name: Fault, dtype: int64
```

In [97]:

```
1 Fault_value = {'Policy Holder': 1, 'Third Party': 0}
```

## PolicyType

In [98]:

```
1 df['PolicyType'].value_counts()
```

Out[98]:

```
Sedan - Collision      5584
Sedan - Liability      4987
Sedan - All Perils     4087
Sport - Collision       348
Utility - All Perils    340
Utility - Collision     30
Sport - All Perils      22
Utility - Liability     21
Sport - Liability        1
Name: PolicyType, dtype: int64
```

In [99]:

```
1 df['PolicyType'].value_counts().to_dict()
```

Out[99]:

```
{'Sedan - Collision': 5584,
'Sedan - Liability': 4987,
'Sedan - All Perils': 4087,
'Sport - Collision': 348,
'Utility - All Perils': 340,
'Utility - Collision': 30,
'Sport - All Perils': 22,
'Utility - Liability': 21,
'Sport - Liability': 1}
```

In [100]:

```
1 df['PolicyType'].replace({'Sedan - Collision': 'Sedan_Collision',
2 'Sedan - Liability': 'Sedan_Liability',
3 'Sedan - All Perils': 'Sedan_All_Perils',
4 'Sport - Collision': 'Sport_Collision',
5 'Utility - All Perils': 'Utility_All_Perils',
6 'Utility - Collision': 'Utility_Collision',
7 'Sport - All Perils': 'Sport_All_Perils',
8 'Utility - Liability': 'Utility_Liability',
9 'Sport - Liability': 'Sport_Liability'}, inplace= True)
```

In [101]:

```
1 df['PolicyType'].value_counts()
```

Out[101]:

Sedan_Collision	5584
Sedan_Liability	4987
Sedan_All_Perils	4087
Sport_Collision	348
Utility_All_Perils	340
Utility_Collision	30
Sport_All_Perils	22
Utility_Liability	21
Sport_Liability	1

Name: PolicyType, dtype: int64

In [102]:

```
1 df = pd.get_dummies(df, columns=['PolicyType'],prefix='PolicyType',)
```

## VehicleCategory

In [103]:

```
1 df['VehicleCategory'].value_counts()
```

Out[103]:

Sedan	9671
Sport	5358
Utility	391

Name: VehicleCategory, dtype: int64

In [104]:

```
1 df['VehicleCategory'].value_counts().to_dict()
```

Out[104]:

```
{'Sedan': 9671, 'Sport': 5358, 'Utility': 391}
```

In [105]:

```
1 df['VehicleCategory'].replace({'Sedan': 0, 'Sport': 1, 'Utility': 2}, inplace= True)
```

In [106]:

```
1 df['VehicleCategory'].value_counts()
```

Out[106]:

```
0    9671
1    5358
2     391
Name: VehicleCategory, dtype: int64
```

In [107]:

```
1 VehicleCategory_value = {'Sedan': 0, 'Sport': 1, 'Utility': 2}
```

## Days\_Policy\_Accident

In [108]:

```
1 df['Days_Policy_Accident'].value_counts()
```

Out[108]:

```
more than 30    15247
none            55
8 to 15         55
15 to 30        49
1 to 7          14
Name: Days_Policy_Accident, dtype: int64
```

## Days\_Policy\_Claim

In [109]:

```
1 df['Days_Policy_Claim'].value_counts()
```

Out[109]:

```
more than 30    15342
15 to 30        56
8 to 15         21
none            1
Name: Days_Policy_Claim, dtype: int64
```

In [110]:

```
1 df['Days_Policy_Claim'].value_counts().to_dict()
```

Out[110]:

```
{'more than 30': 15342, '15 to 30': 56, '8 to 15': 21, 'none': 1}
```



In [111]:

```
1 df['Days_Policy_Claim'].replace({'more than 30': 30, '15 to 30': 15, '8 to 15': 8, '1': 1})
```

In [112]:

```
1 df['Days_Policy_Claim'].value_counts()
```

Out[112]:

```
30    15342
15      56
8      21
1       1
Name: Days_Policy_Claim, dtype: int64
```

In [113]:

```
1 Days_Policy_Claim_value = {'more than 30': 30, '15 to 30': 15, '8 to 15': 8, 'none': 1}
```

## PoliceReportFiled

In [114]:

```
1 df['PoliceReportFiled'].value_counts()
```

Out[114]:

```
No      14992
Yes       428
Name: PoliceReportFiled, dtype: int64
```

In [115]:

```
1 df['PoliceReportFiled'].value_counts().to_dict()
```

Out[115]:

```
{'No': 14992, 'Yes': 428}
```

In [116]:

```
1 df['PoliceReportFiled'].replace({'No': 0, 'Yes': 1}, inplace= True)
```

In [117]:

```
1 df['PoliceReportFiled'].value_counts()
```

Out[117]:

```
0      14992
1       428
Name: PoliceReportFiled, dtype: int64
```

In [118]:

```
1 PoliceReportFiled_value = {'No': 0, 'Yes': 1}
```

## WitnessPresent

In [119]:

```
1 df['WitnessPresent'].value_counts()
```

Out[119]:

```
No      15333
Yes       87
Name: WitnessPresent, dtype: int64
```

In [120]:

```
1 df['WitnessPresent'].value_counts().to_dict()
```

Out[120]:

```
{'No': 15333, 'Yes': 87}
```

In [121]:

```
1 df['WitnessPresent'].replace({'No': 0, 'Yes': 1}, inplace= True)
```

In [122]:

```
1 df['WitnessPresent'].value_counts()
```

Out[122]:

```
0      15333
1         87
Name: WitnessPresent, dtype: int64
```

In [123]:

```
1 WitnessPresent_value = {'No': 0, 'Yes': 1}
```

## AgentType

In [124]:

```
1 df['AgentType'].value_counts()
```

Out[124]:

```
External    15179
Internal     241
Name: AgentType, dtype: int64
```

In [125]:

```
1 df['AgentType'].value_counts().to_dict()
```

Out[125]:

```
{'External': 15179, 'Internal': 241}
```

In [126]:

```
1 df['AgentType'].replace({'External': 0, 'Internal': 1}, inplace= True)
```

In [127]:

```
1 df['AgentType'].value_counts()
```

Out[127]:

```
0    15179
1      241
Name: AgentType, dtype: int64
```

In [128]:

```
1 AgentType_value = {'External': 0, 'Internal': 1}
```

## NumberOfSuppliments

In [129]:

```
1 df['NumberOfSuppliments'].value_counts()
```

Out[129]:

```
none          7047
more than 5    3867
1 to 2         2489
3 to 5         2017
Name: NumberOfSuppliments, dtype: int64
```

In [130]:

```
1 df['NumberOfSuppliments'].value_counts().to_dict()
```

Out[130]:

```
{'none': 7047, 'more than 5': 3867, '1 to 2': 2489, '3 to 5': 2017}
```

In [131]:

```
1 df['NumberOfSuppliments'].replace({'none': 0, 'more than 5': 5, '1 to 2': 1, '3 to 5': 3})
```

In [132]:

```
1 df['NumberOfSuppliments'].value_counts()
```

Out[132]:

0 7047

5 3867

1 2489

3 2017

Name: NumberOfSuppliments, dtype: int64

In [133]:

```
1 NumberOfSuppliments_value = {'none': 0, 'more than 5': 5, '1 to 2': 1, '3 to 5': 3}
```

## AddressChange\_Claim

In [134]:

```
1 df['AddressChange_Claim'].value_counts()
```

Out[134]:

no change 14324

4 to 8 years 631

2 to 3 years 291

1 year 170

under 6 months 4

Name: AddressChange\_Claim, dtype: int64

In [135]:

```
1 df['AddressChange_Claim'].value_counts().to_dict()
```

Out[135]:

```
{'no change': 14324,  
'4 to 8 years': 631,  
'2 to 3 years': 291,  
'1 year': 170,  
'under 6 months': 4}
```

In [136]:

```
1 df['AddressChange_Claim'].replace({'no change': 0, '4 to 8 years': 4, '2 to 3 years':
```

In [137]:

```
1 df['AddressChange_Claim'].value_counts()
```

Out[137]:

```
0    14324
4     631
2     291
1     170
6         4
Name: AddressChange_Claim, dtype: int64
```

In [138]:

```
1 AddressChange_Claim_value = {'no change': 0, '4 to 8 years': 4, '2 to 3 years': 2, '1 y
```

## NumberOfCars

In [139]:

```
1 df['NumberOfCars'].value_counts()
```

Out[139]:

```
1 vehicle      14316
2 vehicles      709
3 to 4          372
5 to 8          21
more than 8      2
Name: NumberOfCars, dtype: int64
```

In [140]:

```
1 df['NumberOfCars'].value_counts().to_dict()
```

Out[140]:

```
{'1 vehicle': 14316,
 '2 vehicles': 709,
 '3 to 4': 372,
 '5 to 8': 21,
 'more than 8': 2}
```

In [141]:

```
1 df['NumberOfCars'].replace({'1 vehicle': 1, '2 vehicles': 2, '3 to 4': 3, '5 to 8': 5, '
```

In [142]:

```
1 df['NumberOfCars'].value_counts()
```

Out[142]:

```
1    14316
2      709
3     372
5      21
8        2
```

Name: NumberOfCars, dtype: int64

In [143]:

```
1 NumberOfCars_value = {'1 vehicle': 1, '2 vehicles': 2, '3 to 4': 3, '5 to 8': 5, 'more t
```

## BasePolicy

In [144]:

```
1 df['BasePolicy'].value_counts()
```

Out[144]:

```
Collision    5962
Liability    5009
All Perils   4449
```

Name: BasePolicy, dtype: int64

In [145]:

```
1 df = pd.get_dummies(df, columns=['BasePolicy'])
```

## VehiclePrice

In [146]:

```
1 df['VehiclePrice'].value_counts()
```

Out[146]:

```
20000 to 29000    8079
30000 to 39000    3533
more than 69000    2164
less than 20000    1096
40000 to 59000     461
60000 to 69000      87
```

Name: VehiclePrice, dtype: int64

In [147]:

```
1 df['VehiclePrice'].value_counts().to_dict()
```

Out[147]:

```
{'20000 to 29000': 8079,  
'30000 to 39000': 3533,  
'more than 69000': 2164,  
'less than 20000': 1096,  
'40000 to 59000': 461,  
'60000 to 69000': 87}
```

In [148]:

```
1 df['VehiclePrice'].replace({'20000 to 29000': 2, '30000 to 39000': 3, 'more than 69000': 7, '  
2 '40000 to 59000': 4, '60000 to 69000': 6}, inplace= True)
```

In [149]:

```
1 df['VehiclePrice'].value_counts()
```

Out[149]:

```
2    8079  
3    3533  
7    2164  
1    1096  
4     461  
6      87
```

Name: VehiclePrice, dtype: int64

In [150]:

```
1 VehiclePrice_value = {'20000 to 29000': 2, '30000 to 39000': 3, 'more than 69000': 7, '  
2 '40000 to 59000': 4, '60000 to 69000': 6}
```

## Days\_Policy\_Accident

In [151]:

```
1 df['Days_Policy_Accident'].value_counts()
```

Out[151]:

```
more than 30    15247  
none           55  
8 to 15        55  
15 to 30       49  
1 to 7         14
```

Name: Days\_Policy\_Accident, dtype: int64

In [152]:

```
1 df['Days_Policy_Accident'].value_counts().to_dict()
```

Out[152]:

```
{'more than 30': 15247,  
'none': 55,  
'8 to 15': 55,  
'15 to 30': 49,  
'1 to 7': 14}
```

In [153]:

```
1 df['Days_Policy_Accident'].replace({'more than 30': 30, 'none': 0, '8 to 15': 8, '15 to 30': 15})
```

In [154]:

```
1 df['Days_Policy_Accident'].value_counts()
```

Out[154]:

```
30    15247  
0         55  
8         55  
15         49  
1         14  
Name: Days_Policy_Accident, dtype: int64
```

In [155]:

```
1 Days_Policy_Accident_value = {'more than 30': 30, 'none': 0, '8 to 15': 8, '15 to 30': 15}
```

## PastNumberOfClaims

In [156]:

```
1 df['PastNumberOfClaims'].value_counts()
```

Out[156]:

```
2 to 4    5485  
none      4352  
1         3573  
more than 4  2010  
Name: PastNumberOfClaims, dtype: int64
```

In [157]:

```
1 df['PastNumberOfClaims'].value_counts().to_dict()
```

Out[157]:

```
{'2 to 4': 5485, 'none': 4352, '1': 3573, 'more than 4': 2010}
```



In [158]:

```
1 df['PastNumberOfClaims'].replace({'2 to 4': 2, 'none': 0, '1': 1, 'more than 4': 4},
```

In [159]:

```
1 df['PastNumberOfClaims'].value_counts()
```

Out[159]:

```
2    5485
0    4352
1    3573
4    2010
```

Name: PastNumberOfClaims, dtype: int64

In [160]:

```
1 PastNumberOfClaims_value = {'2 to 4': 2, 'none': 0, '1': 1, 'more than 4': 4}
```

## AgeOfVehicle

In [161]:

```
1 df['AgeOfVehicle'].value_counts()
```

Out[161]:

```
7 years      5807
more than 7   3981
6 years      3448
5 years      1357
new           373
4 years       229
3 years       152
2 years        73
```

Name: AgeOfVehicle, dtype: int64

In [162]:

```
1 df['AgeOfVehicle'].value_counts().to_dict()
```

Out[162]:

```
{'7 years': 5807,
 'more than 7': 3981,
 '6 years': 3448,
 '5 years': 1357,
 'new': 373,
 '4 years': 229,
 '3 years': 152,
 '2 years': 73}
```

In [163]:

```
1 df['AgeOfVehicle'].replace({'7 years': 7, 'more than 7': 8, '6 years': 6, '5 years': 5,  
2                             '4 years': 4, '3 years': 3, '2 years': 2}, inplace= True)
```

In [164]:

```
1 df['AgeOfVehicle'].value_counts()
```

Out[164]:

```
7    5807  
8    3981  
6    3448  
5    1357  
0     373  
4     229  
3     152  
2       73
```

Name: AgeOfVehicle, dtype: int64

In [165]:

```
1 AgeOfVehicle_value = {'7 years': 7, 'more than 7': 8, '6 years': 6, '5 years': 5, 'new':  
2                             '4 years': 4, '3 years': 3, '2 years': 2}
```

## AgeOfPolicyHolder

In [166]:

```
1 df['AgeOfPolicyHolder'].value_counts()
```

Out[166]:

```
31 to 35    5593  
36 to 40    4043  
41 to 50    2828  
51 to 65    1392  
26 to 30     613  
over 65     508  
16 to 17     320  
21 to 25     108  
18 to 20      15
```

Name: AgeOfPolicyHolder, dtype: int64

In [167]:

```
1 df['AgeOfPolicyHolder'].value_counts().to_dict()
```

Out[167]:

```
{'31 to 35': 5593,  
'36 to 40': 4043,  
'41 to 50': 2828,  
'51 to 65': 1392,  
'26 to 30': 613,  
'over 65': 508,  
'16 to 17': 320,  
'21 to 25': 108,  
'18 to 20': 15}
```

In [168]:

```
1 df['AgeOfPolicyHolder'].replace({'31 to 35': 31, '36 to 40': 36, '41 to 50': 41, '51 to 65': 51,  
2                                'over 65': 65, '16 to 17': 16, '21 to 25': 21, '18 to 20': 18})
```

In [169]:

```
1 df['AgeOfPolicyHolder'].value_counts()
```

Out[169]:

```
31    5593  
36    4043  
41    2828  
51    1392  
16     933  
65     508  
21     108  
18      15  
Name: AgeOfPolicyHolder, dtype: int64
```

In [170]:

```
1 AgeOfPolicyHolder_value = {'31 to 35': 31, '36 to 40': 36, '41 to 50': 41, '51 to 65': 51,  
2                             'over 65': 65, '16 to 17': 16, '21 to 25': 21, '18 to 20': 18}
```

In [ ]:

```
1
```

In [ ]:

```
1
```

In [ ]:

```
1
```

In [ ]:

1	
---	--

In [ ]:

1	
---	--

In [171]:

```
1 df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
```

```
RangeIndex: 15420 entries, 0 to 15419
```

```
Data columns (total 96 columns):
```

#	Column	Non-Null Count	Dtype
0	WeekOfMonth	15420 non-null	int64
1	AccidentArea	15420 non-null	int64
2	WeekOfMonthClaimed	15420 non-null	int64
3	Sex	15420 non-null	int64
4	MaritalStatus	15420 non-null	int64
5	Age	15420 non-null	int64
6	Fault	15420 non-null	int64
7	VehicleCategory	15420 non-null	int64
8	VehiclePrice	15420 non-null	int64
9	FraudFound_P	15420 non-null	int64
10	PolicyNumber	15420 non-null	int64
11	RepNumber	15420 non-null	int64
12	Deductible	15420 non-null	int64
13	DriverRating	15420 non-null	int64
14	Days_Policy_Accident	15420 non-null	int64
15	Days_Policy_Claim	15420 non-null	int64
16	PastNumberOfClaims	15420 non-null	int64
17	AgeOfVehicle	15420 non-null	int64
18	AgeOfPolicyHolder	15420 non-null	int64
19	PoliceReportFiled	15420 non-null	int64
20	WitnessPresent	15420 non-null	int64
21	AgentType	15420 non-null	int64
22	NumberOfSuppliments	15420 non-null	int64
23	AddressChange_Claim	15420 non-null	int64
24	NumberOfCars	15420 non-null	int64
25	Year	15420 non-null	int64
26	Month_Apr	15420 non-null	uint8
27	Month_Aug	15420 non-null	uint8
28	Month_Dec	15420 non-null	uint8
29	Month_Feb	15420 non-null	uint8
30	Month_Jan	15420 non-null	uint8
31	Month_Jul	15420 non-null	uint8
32	Month_Jun	15420 non-null	uint8
33	Month_Mar	15420 non-null	uint8
34	Month_May	15420 non-null	uint8
35	Month_Nov	15420 non-null	uint8
36	Month_Oct	15420 non-null	uint8
37	Month_Sep	15420 non-null	uint8
38	DayOfWeek_Friday	15420 non-null	uint8
39	DayOfWeek_Monday	15420 non-null	uint8
40	DayOfWeek_Saturday	15420 non-null	uint8
41	DayOfWeek_Sunday	15420 non-null	uint8
42	DayOfWeek_Thursday	15420 non-null	uint8
43	DayOfWeek_Tuesday	15420 non-null	uint8
44	DayOfWeek_Wednesday	15420 non-null	uint8
45	Make_Accura	15420 non-null	uint8
46	Make_BMW	15420 non-null	uint8
47	Make_Chevrolet	15420 non-null	uint8
48	Make_Dodge	15420 non-null	uint8
49	Make_Ferrari	15420 non-null	uint8
50	Make_Ford	15420 non-null	uint8
51	Make_Honda	15420 non-null	uint8
52	Make_Jaguar	15420 non-null	uint8
53	Make_Lexus	15420 non-null	uint8
54	Make_Mazda	15420 non-null	uint8
55	Make_Mercedes	15420 non-null	uint8

```
56 Make_Mercury      15420 non-null uint8
57 Make_Nissan       15420 non-null uint8
58 Make_Pontiac      15420 non-null uint8
59 Make_Porsche      15420 non-null uint8
60 Make_Saab         15420 non-null uint8
61 Make_Saturn       15420 non-null uint8
62 Make_Toyota       15420 non-null uint8
63 Make_VW           15420 non-null uint8
64 DayOfWeekClaimed_Friday 15420 non-null uint8
65 DayOfWeekClaimed_Monday  15420 non-null uint8
66 DayOfWeekClaimed_Saturday 15420 non-null uint8
67 DayOfWeekClaimed_Sunday  15420 non-null uint8
68 DayOfWeekClaimed_Thursday 15420 non-null uint8
69 DayOfWeekClaimed_Tuesday 15420 non-null uint8
70 DayOfWeekClaimed_Wednesday 15420 non-null uint8
71 MonthClaimed_0      15420 non-null uint8
72 MonthClaimed_Apr     15420 non-null uint8
73 MonthClaimed_Aug     15420 non-null uint8
74 MonthClaimed_Dec     15420 non-null uint8
75 MonthClaimed_Feb     15420 non-null uint8
76 MonthClaimed_Jan     15420 non-null uint8
77 MonthClaimed_Jul     15420 non-null uint8
78 MonthClaimed_Jun     15420 non-null uint8
79 MonthClaimed_Mar     15420 non-null uint8
80 MonthClaimed_May     15420 non-null uint8
81 MonthClaimed_Nov     15420 non-null uint8
82 MonthClaimed_Oct     15420 non-null uint8
83 MonthClaimed_Sep     15420 non-null uint8
84 PolicyType_Sedan_All_Perils 15420 non-null uint8
85 PolicyType_Sedan_Collision 15420 non-null uint8
86 PolicyType_Sedan_Liability 15420 non-null uint8
87 PolicyType_Sport_All_Perils 15420 non-null uint8
88 PolicyType_Sport_Collision 15420 non-null uint8
89 PolicyType_Sport_Liability 15420 non-null uint8
90 PolicyType_Utility_All_Perils 15420 non-null uint8
91 PolicyType_Utility_Collision 15420 non-null uint8
92 PolicyType_Utility_Liability 15420 non-null uint8
93 BasePolicy_All Perils 15420 non-null uint8
94 BasePolicy_Collision 15420 non-null uint8
95 BasePolicy_Liability 15420 non-null uint8
dtypes: int64(26), uint8(70)
memory usage: 4.1 MB
```

## Feature Selection

In [ ]:

1

## Model Building

In [172]:

```
1 # Train-Test Split
2
3 x = df.drop('FraudFound_P', axis = 1)
4 y = df['FraudFound_P']
5
6 x_train, x_test, y_train, y_test = train_test_split(x,y, test_size=0.30, stratify= y
7
8 print("Training data size : ", x_train.shape)
9 print("Testing data size : ", x_test.shape)
```

Training data size : (10794, 95)

Testing data size : (4626, 95)

In [173]:

```
1 model_details = []
2 Testing_accuracy = []
3 Training_accuracy = []
4 best_params_list = []
```

In [174]:

```
1 logistic_model = LogisticRegression()
2 logistic_model.fit(x_train, y_train)
3 model_details.append("Logistic Regression")
```

In [175]:

```
1 def model_evaluation_testing(logistic_model, x_test, y_test):
2
3     # Testing Data Evaluation
4     y_pred = logistic_model.predict(x_test)
5
6     cnf_matrix = confusion_matrix(y_pred, y_test)
7     print("Confusion Matrix:\n",cnf_matrix)
8
9     print("***84)
10
11     accuracy = accuracy_score(y_pred, y_test)
12     print("Accuracy Score", accuracy)
13
14     # We are appending testing accuracy in list
15     Testing_accuracy.append(accuracy)
16     print("***84)
17
18     clf_report = classification_report(y_pred, y_test)
19     print("Classification report:\n",clf_report)
```



In [176]:

```

1 def model_evaluation_training(logistic_model, x_train, y_train):
2     # Training Data Evaluation
3     y_pred_train = logistic_model.predict(x_train)
4
5     cnf_matrix = confusion_matrix(y_pred_train, y_train)
6     print("Confusion Matrix:\n",cnf_matrix)
7
8     print(""*84)
9
10    accuracy = accuracy_score(y_pred_train, y_train)
11    print("Accuracy Score", accuracy)
12    # We are appending training accuracy in list
13    Training_accuracy.append(accuracy)
14
15    print(""*84)
16
17    clf_report = classification_report(y_pred_train, y_train)
18    print("Classification report:\n",clf_report)

```

In [177]:

```
1 model_evaluation_training(logistic_model, x_train, y_train)
```

Confusion Matrix:

```
[[10148  646]
 [    0    0]]
```

```
*****
*****
```

Accuracy Score 0.9401519362608857

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	10794
1	0.00	0.00	0.00	0
accuracy			0.94	10794
macro avg	0.50	0.47	0.48	10794
weighted avg	1.00	0.94	0.97	10794

In [178]:

```
1 model_evaluation_testing(logistic_model, x_test, y_test)
```

Confusion Matrix:

```
[[4349  277]
 [   0    0]]
```

```
*****
*****
```

Accuracy Score 0.9401210549070471

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	4626
1	0.00	0.00	0.00	0
accuracy			0.94	4626
macro avg	0.50	0.47	0.48	4626
weighted avg	1.00	0.94	0.97	4626

In [179]:

```
1 ## Checking Accuracy using Decision Tree Algorithm
```

In [180]:

```
1 dt_model = DecisionTreeClassifier(random_state= 5)
2 dt_model.fit(x_train, y_train)
3 model_details.append("Decision Tree Classifier")
```

In [181]:

```
1 model_evaluation_training(dt_model, x_train, y_train)
```

Confusion Matrix:

```
[[10148   0]
 [   0  646]]
```

```
*****
*****
```

Accuracy Score 1.0

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	1.00	1.00	10148
1	1.00	1.00	1.00	646
accuracy			1.00	10794
macro avg	1.00	1.00	1.00	10794
weighted avg	1.00	1.00	1.00	10794

In [182]:

```
1 model_evaluation_testing(dt_model, x_test, y_test)
```

Confusion Matrix:

```
[[4195 166]
 [ 154 111]]
```

```
*****
*****
```

Accuracy Score 0.9308257674016429

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	0.96	0.96	0.96	4361
1	0.40	0.42	0.41	265
accuracy			0.93	4626
macro avg	0.68	0.69	0.69	4626
weighted avg	0.93	0.93	0.93	4626

```
1 ## Hyper Parameter Tunning for Decision Tree Model
2 dt_model = DecisionTreeClassifier()
3 param_grid = {'criterion':['gini', 'entropy'],
4               'max_depth' :np.arange(3,8),
5               'min_samples_split' : np.arange(2,20),
6               'min_samples_leaf' :np.arange(2,15)}
7
8 gscv_dt_model = GridSearchCV(dt_model, param_grid, cv=5)
9 gscv_dt_model.fit(x_train, y_train)
10 gscv_dt_model.best_estimator_
```

In [183]:

```
1 ## Hyper Parameter Tunning for Decision Tree Model
2 dt_model = DecisionTreeClassifier()
3 param_grid = {'criterion':['gini', 'entropy'],
4               'max_depth' :np.arange(3,8),
5               'min_samples_split' : np.arange(2,20),
6               'min_samples_leaf' :np.arange(2,15)}
7
8 gscv_dt_model = RandomizedSearchCV(dt_model, param_grid, cv=5)
9 gscv_dt_model.fit(x_train, y_train)
10 gscv_dt_model.best_estimator_
```

Out[183]:

```
DecisionTreeClassifier(max_depth=6, min_samples_leaf=2, min_samples_split=
4)
```

In [184]:

```

1 gscv_dt_model = gscv_dt_model.best_estimator_
2 gscv_dt_model.fit(x_train, y_train)
3 model_details.append("Decision Tree Classifier with Hyper parameter tuning")

```

In [185]:

```
1 model_evaluation_training(gscv_dt_model, x_train, y_train)
```

Confusion Matrix:

```
[[10131  581]
 [   17   65]]
```

```
*****
*****
```

Accuracy Score 0.9445988512136372

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.95	0.97	10712
1	0.10	0.79	0.18	82
accuracy			0.94	10794
macro avg	0.55	0.87	0.57	10794
weighted avg	0.99	0.94	0.97	10794

In [186]:

```
1 model_evaluation_testing(gscv_dt_model, x_test, y_test)
```

Confusion Matrix:

```
[[4332  264]
 [   17   13]]
```

```
*****
*****
```

Accuracy Score 0.9392563769995677

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	4596
1	0.05	0.43	0.08	30
accuracy			0.94	4626
macro avg	0.52	0.69	0.53	4626
weighted avg	0.99	0.94	0.96	4626

In [187]:

```
1 # Prunning
```

In [188]:

```
1 result = dt_model.cost_complexity_pruning_path(x_train, y_train)
2 ccp_alpha_list = result['ccp_alphas']
3 ccp_alpha_list
```

```
array([0.0000000e+00, 5.88216264e-05, 6.01790485e-05, 6.05973736e-05,
        6.10764554e-05, 6.11292440e-05, 6.17360168e-05, 6.22722328e-05,
        7.21648479e-05, 7.33272933e-05, 7.86316348e-05, 7.93085927e-05,
        8.10635538e-05, 8.42218741e-05, 8.42218741e-05, 8.49237231e-05,
        8.60266286e-05, 8.64677907e-05, 8.66670253e-05, 8.66670253e-05,
        8.70976078e-05, 8.71944108e-05, 8.74971692e-05, 8.76543127e-05,
        8.77680583e-05, 8.77680583e-05, 8.80118584e-05, 8.80118584e-05,
        8.87838923e-05, 8.87838923e-05, 8.89382991e-05, 8.93742711e-05,
        8.99192362e-05, 8.99192362e-05, 8.99456908e-05, 9.00706154e-05,
        9.03962110e-05, 9.06300602e-05, 9.06444541e-05, 9.10896310e-05,
        9.13013940e-05, 9.15278680e-05, 9.17357864e-05, 9.17862461e-05,
        9.18375733e-05, 9.23563470e-05, 9.25909094e-05, 9.26440615e-05,
        9.26440615e-05, 9.26440615e-05, 9.26440615e-05,
        9.33241151e-05, 1.01048102e-04, 1.01704566e-04, 1.04003857e-04,
        1.05878927e-04, 1.07547671e-04, 1.09800369e-04, 1.11172874e-04,
        1.14375385e-04, 1.14375385e-04, 1.15452141e-04, 1.17499785e-04,
        1.20334091e-04, 1.23525415e-04, 1.23525415e-04, 1.23525415e-04,
        1.23525415e-04, 1.23525415e-04, 1.23525415e-04, 1.23525415e-04,
        1.23525415e-04, 1.23525415e-04, 1.23525415e-04, 1.23525415e-04,
        1.23525415e-04, 1.23525415e-04, 1.23525415e-04, 1.31760443e-04,
        1.33983901e-04, 1.38966092e-04, 1.38966092e-04, 1.38966092e-04,
        1.38966092e-04, 1.38966092e-04, 1.38966092e-04, 1.39951212e-04,
        1.40436633e-04, 1.43063810e-04, 1.43717070e-04, 1.44781412e-04,
        1.47314636e-04, 1.48230498e-04, 1.48230498e-04, 1.48230498e-04,
        1.48230498e-04, 1.48230498e-04, 1.48230498e-04, 1.49401302e-04,
        1.49465753e-04, 1.51318634e-04, 1.51599373e-04, 1.54406769e-04,
        1.54406769e-04, 1.54406769e-04, 1.54406769e-04, 1.54890625e-04,
        1.55012286e-04, 1.55356965e-04, 1.56217856e-04, 1.57588801e-04,
        1.57982505e-04, 1.58441800e-04, 1.59987359e-04, 1.60908107e-04,
        1.63489520e-04, 1.63952606e-04, 1.64057192e-04, 1.64700554e-04,
        1.64700554e-04, 1.64700554e-04, 1.64700554e-04, 1.66759311e-04,
        1.66759311e-04, 1.66759311e-04, 1.66759311e-04, 1.67489648e-04,
        1.69458178e-04, 1.69610787e-04, 1.70465073e-04, 1.71126858e-04,
        1.72886221e-04, 1.72935581e-04, 1.74388822e-04, 1.74994338e-04,
        1.75536117e-04, 1.75680591e-04, 1.77232118e-04, 1.77567785e-04,
        1.77935420e-04, 1.78380026e-04, 1.78898877e-04, 1.79673331e-04,
        1.80204190e-04, 1.83108984e-04, 1.83295778e-04, 1.86149928e-04,
        1.90039101e-04, 1.91184685e-04, 1.91547742e-04, 1.94111367e-04,
        1.94453445e-04, 2.05655707e-04, 2.16996250e-04, 2.18881178e-04,
        2.29294052e-04, 2.29370407e-04, 2.40032341e-04, 2.47050831e-04,
        2.47050831e-04, 2.53367471e-04, 2.53589159e-04, 2.64697319e-04,
        2.65498376e-04, 2.67283371e-04, 2.69035746e-04, 2.72878872e-04,
        2.77932185e-04, 2.92081459e-04, 2.97253673e-04, 3.07990700e-04,
        3.09309971e-04, 3.12673708e-04, 3.13734194e-04, 3.13960431e-04,
        3.17896290e-04, 3.20277071e-04, 3.23411997e-04, 3.30613337e-04,
        3.37319591e-04, 3.47415231e-04, 3.48944353e-04, 3.55870839e-04,
        3.61479177e-04, 3.69936287e-04, 3.71017408e-04, 3.75208449e-04,
        3.80078201e-04, 3.85431826e-04, 3.95281329e-04, 4.04222534e-04,
        4.32473477e-04, 4.46240943e-04, 4.53055017e-04, 5.00598777e-04,
        5.24217484e-04, 5.26950520e-04, 6.48963824e-04, 6.73046587e-04,
        6.78067099e-04, 7.02896163e-04, 1.15007254e-03, 1.63990638e-03,
        1.65588339e-03, 3.05204910e-03])
```

In [189]:

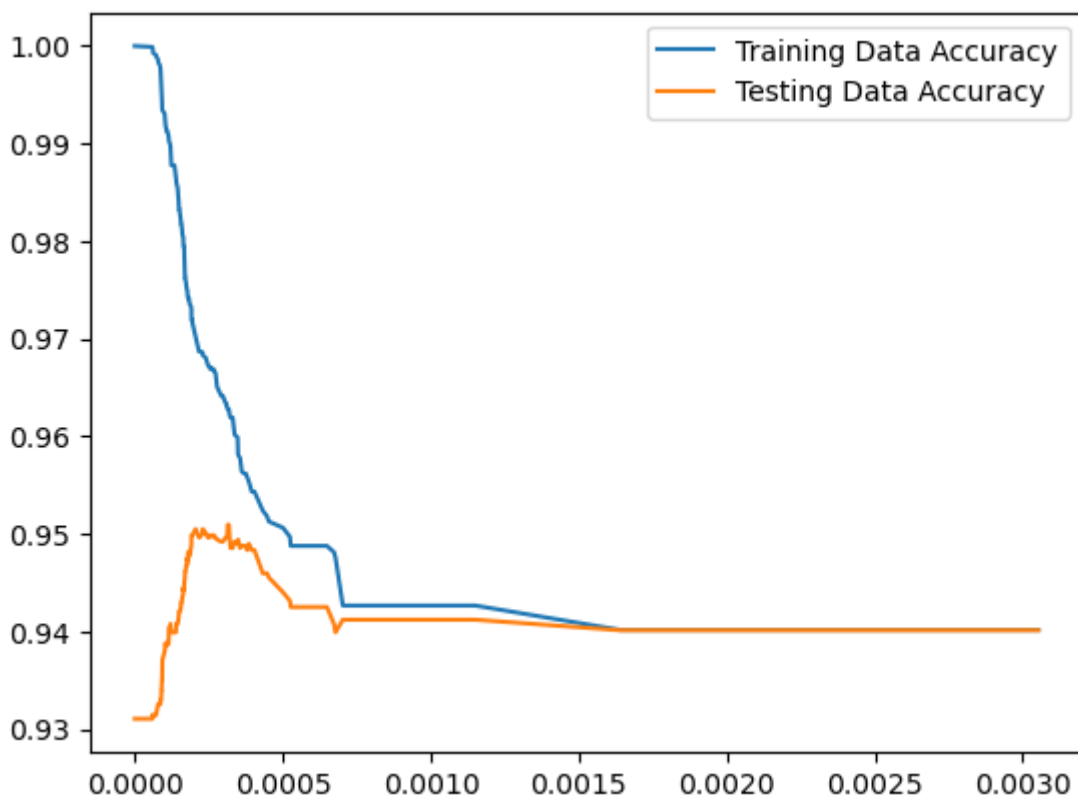
```
1 train_accuracy_list = []
2 test_accuracy_list = []
3
4 for i in ccp_alpha_list:
5     decision_tree_model = DecisionTreeClassifier(ccp_alpha=i, random_state=11)
6     decision_tree_model.fit(x_train, y_train)
7
8     training_accuracy = decision_tree_model.score(x_train, y_train)
9     train_accuracy_list.append(training_accuracy)
10
11     testing_accuracy = decision_tree_model.score(x_test, y_test)
12     test_accuracy_list.append(testing_accuracy)
```

In [190]:

```
1 fig, ax = plt.subplots()
2 ax.plot(ccp_alpha_list, train_accuracy_list, label = "Training Data Accuracy")
3 ax.plot(ccp_alpha_list, test_accuracy_list, label = "Testing Data Accuracy")
4 ax.legend()
5
```

Out[190]:

&lt;matplotlib.legend.Legend at 0x16e6b5d66d0&gt;



In [191]:

```
1 max_test = test_accuracy_list.index(max(test_accuracy_list))
2 max_test
```

Out[191]:

179

In [192]:

```
1 best_ccp = ccp_alpha_list[max_test]
2 best_ccp
```

Out[192]:

0.00031373419366748957

In [193]:

```
1 dt_prunning_model = DecisionTreeClassifier(ccp_alpha= best_ccp, random_state=11)
2 dt_prunning_model.fit(x_train, y_train)
3 model_details.append("Decision Tree with Prunning")
```

In [194]:

```
1 model_evaluation_training(dt_prunning_model, x_train, y_train)
```

Confusion Matrix:

```
[[10079  333]
 [   69  313]]
```

\*\*\*\*\*

\*\*\*\*\*

Accuracy Score 0.962757087270706

\*\*\*\*\*

\*\*\*\*\*

Classification report:

	precision	recall	f1-score	support
0	0.99	0.97	0.98	10412
1	0.48	0.82	0.61	382
accuracy			0.96	10794
macro avg	0.74	0.89	0.79	10794
weighted avg	0.98	0.96	0.97	10794



In [195]:

```
1 model_evaluation_testing(dt_prunning_model, x_test, y_test)
```

Confusion Matrix:

```
[[4302  180]
 [  47   97]]
```

```
*****
*****
```

Accuracy Score 0.9509295287505404

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	0.99	0.96	0.97	4482
1	0.35	0.67	0.46	144
accuracy			0.95	4626
macro avg	0.67	0.82	0.72	4626
weighted avg	0.97	0.95	0.96	4626

In [196]:

```
1 rf_model = RandomForestClassifier(random_state=12)
2 rf_model.fit(x_train, y_train)
3 model_details.append("Random Forest Classifier")
```

In [197]:

```
1 model_evaluation_training(rf_model, x_train, y_train)
```

Confusion Matrix:

```
[[10148   0]
 [   0  646]]
```

```
*****
*****
```

Accuracy Score 1.0

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	1.00	1.00	10148
1	1.00	1.00	1.00	646
accuracy			1.00	10794
macro avg	1.00	1.00	1.00	10794
weighted avg	1.00	1.00	1.00	10794

In [198]:

```
1 model_evaluation_testing(rf_model, x_test, y_test)
```

Confusion Matrix:

```
[[4348 275]
 [   1   2]]
```

```
*****
*****
```

Accuracy Score 0.940337224383917

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	4623
1	0.01	0.67	0.01	3
accuracy			0.94	4626
macro avg	0.50	0.80	0.49	4626
weighted avg	1.00	0.94	0.97	4626

In [199]:

```
1 # Hyper-parameter tuning for random forest
2
3 rf_model = RandomForestClassifier(random_state=12)
4
5 param_grid = {'criterion':['gini', 'entropy'],
6               'n_estimators': np.arange(50,200),
7               'max_depth': np.arange(3,8),
8               'min_samples_split' : np.arange(2,20),
9               'min_samples_leaf' : np.arange(2,15),
10              'oob_score': [False, True]}
11
12 rscv_rf_model = RandomizedSearchCV(rf_model, param_grid, cv=5)
13 rscv_rf_model.fit(x_train, y_train)
14 rscv_rf_model.best_estimator_
```

Out[199]:

```
RandomForestClassifier(criterion='entropy', max_depth=7, min_samples_leaf=
9,
                        min_samples_split=3, n_estimators=141, random_state
=12)
```

In [200]:

```
1 rscv_rf_model = rscv_rf_model.best_estimator_
2 rscv_rf_model.fit(x_train, y_train)
3 model_details.append("DT with RandmizedSearchCV")
```

In [201]:

```
1 model_evaluation_training(rscv_rf_model, x_train, y_train)
```

Confusion Matrix:

```
[[10148  646]
 [    0    0]]
```

```
*****
*****
```

Accuracy Score 0.9401519362608857

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	10794
1	0.00	0.00	0.00	0
accuracy			0.94	10794
macro avg	0.50	0.47	0.48	10794
weighted avg	1.00	0.94	0.97	10794

In [202]:

```
1 model_evaluation_testing(rscv_rf_model, x_test, y_test)
```

Confusion Matrix:

```
[[4349  277]
 [    0    0]]
```

```
*****
*****
```

Accuracy Score 0.9401210549070471

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	4626
1	0.00	0.00	0.00	0
accuracy			0.94	4626
macro avg	0.50	0.47	0.48	4626
weighted avg	1.00	0.94	0.97	4626

```
1 # Hyper-parameter tuning for random forest by using GridSearchCV
2
3 rf_model = RandomForestClassifier(random_state=12)
4
5 param_grid = {'criterion':['gini', 'entropy'],
6               'n_estimators': np.arange(50,200),
7               'max_depth' :np.arange(3,8),
8               'min_samples_split' : np.arange(2,20),
9               'min_samples_leaf' :np.arange(2,15),
10              'oob_score': [False, True]}
11
12 gscv_rf_model = GridSearchCV(rf_model, param_grid, cv=5)
13 gscv_rf_model.fit(x_train, y_train)
```

```
14 gscv_rf_model.best_estimator_
```

In [203]:

```
1 adb_model = AdaBoostClassifier(random_state= 14)
2 adb_model.fit(x_train, y_train)
3 model_details.append("Adaboost Model")
```

In [204]:

```
1 model_evaluation_training(adb_model, x_train, y_train)
```

Confusion Matrix:

```
[[10092  636]
 [   56   10]]
```

\*\*\*\*\*  
\*\*\*\*\*

Accuracy Score 0.9358903094311655

\*\*\*\*\*  
\*\*\*\*\*

Classification report:

	precision	recall	f1-score	support
0	0.99	0.94	0.97	10728
1	0.02	0.15	0.03	66
accuracy			0.94	10794
macro avg	0.50	0.55	0.50	10794
weighted avg	0.99	0.94	0.96	10794

In [205]:

```
1 model_evaluation_testing(adb_model, x_test, y_test)
```

Confusion Matrix:

```
[[4324  272]
 [   25    5]]
```

\*\*\*\*\*  
\*\*\*\*\*

Accuracy Score 0.9357976653696498

\*\*\*\*\*  
\*\*\*\*\*

Classification report:

	precision	recall	f1-score	support
0	0.99	0.94	0.97	4596
1	0.02	0.17	0.03	30
accuracy			0.94	4626
macro avg	0.51	0.55	0.50	4626
weighted avg	0.99	0.94	0.96	4626

In [206]:

```

1 # Hyper-parameter tuning for Adaboost by using RandomizedSearchCv
2
3 adb_model = AdaBoostClassifier(random_state=12)
4
5 param_grid = {"n_estimators":np.arange(30, 100),
6               "learning_rate": np.arange(0,2,0.001)}
7
8 rscv_adb_model = RandomizedSearchCV(adb_model, param_grid, cv=5, n_jobs= -1)
9 rscv_adb_model.fit(x_train, y_train)
10 rscv_adb_model.best_estimator_

```

Out[206]:

```

AdaBoostClassifier(learning_rate=0.11800000000000001, n_estimators=64,
                    random_state=12)

```

In [207]:

```

1 rscv_adb_model = rscv_adb_model.best_estimator_
2 rscv_adb_model.fit(x_train, y_train)
3 model_details.append("Adaboost with RandomizedSearchCV")

```

In [208]:

```

1 model_evaluation_training(rscv_adb_model, x_train, y_train)

```

Confusion Matrix:

```

[[10148  646]
 [    0    0]]

```

```

*****
*****

```

Accuracy Score 0.9401519362608857

```

*****
*****

```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	10794
1	0.00	0.00	0.00	0
accuracy			0.94	10794
macro avg	0.50	0.47	0.48	10794
weighted avg	1.00	0.94	0.97	10794

In [209]:

```
1 model_evaluation_testing(rscv_adb_model, x_test, y_test)
```

Confusion Matrix:

```
[[4349 277]
 [  0   0]]
```

```
*****
*****
```

Accuracy Score 0.9401210549070471

```
*****
*****
```

Classification report:

	precision	recall	f1-score	support
0	1.00	0.94	0.97	4626
1	0.00	0.00	0.00	0
accuracy			0.94	4626
macro avg	0.50	0.47	0.48	4626
weighted avg	1.00	0.94	0.97	4626

In [210]:

```
1 # Hyper-parameter tuning for Adaboost by using RandomizedSearchCv
2
3 adb_model = AdaBoostClassifier(random_state=12)
4
5 param_grid = {"n_estimators":np.arange(30, 100),
6               "learning_rate": np.arange(0,2,0.001)}
7
8 rscv_adb_model = RandomizedSearchCV(adb_model, param_grid, cv=5, n_jobs= -1)
9 rscv_adb_model.fit(x_train, y_train)
10 rscv_adb_model.best_estimator_
```

Out[210]:

AdaBoostClassifier(learning\_rate=0.365, n\_estimators=77, random\_state=12)

```
1 # Hyper-parameter tuning for Adaboost by using RandomizedSearchCv
2
3 adb_model = AdaBoostClassifier(random_state=12)
4
5 param_grid = {"n_estimators":np.arange(30, 100),
6               "learning_rate": np.arange(0,2,0.001)}
7
8 gscv_adb_model = GridSearchCV(adb_model, param_grid, cv=5, n_jobs= -1)
9 gscv_adb_model.fit(x_train, y_train)
10 gscv_adb_model.best_estimator_
```

In [211]:

```
1 rscv_adb_model = rscv_adb_model.best_estimator_
2 rscv_adb_model.fit(x_train, y_train)
3 model_details.append("Adaboost with GridSearchCV")
```

In [212]:

```
1 model_evaluation_training(rscv_adb_model, x_train, y_train)
```

Confusion Matrix:  
[[10098 637]  
[ 50 9]]  
\*\*\*\*\*  
\*\*\*\*\*  
Accuracy Score 0.9363535297387438  
\*\*\*\*\*  
\*\*\*\*\*  
Classification report:  
precision recall f1-score support  
  
0 1.00 0.94 0.97 10735  
1 0.01 0.15 0.03 59  
  
accuracy 0.94 10794  
macro avg 0.50 0.55 0.50 10794  
weighted avg 0.99 0.94 0.96 10794

In [213]:

```
1 model_evaluation_testing(rscv_adb_model, x_test, y_test)
```

Confusion Matrix:  
[[4330 274]  
[ 19 3]]  
\*\*\*\*\*  
\*\*\*\*\*  
Accuracy Score 0.9366623432771293  
\*\*\*\*\*  
\*\*\*\*\*  
Classification report:  
precision recall f1-score support  
  
0 1.00 0.94 0.97 4604  
1 0.01 0.14 0.02 22  
  
accuracy 0.94 4626  
macro avg 0.50 0.54 0.49 4626  
weighted avg 0.99 0.94 0.96 4626

In [214]:

```
1 comparison_df = pd.DataFrame({"Model_details":model_details, "Training_accuracy":Tra
2                               "Testing_accuracy":Testing_accuracy})
3 comparison_df
```

Out[214]:

	Model_details	Training_accuracy	Testing_accuracy
0	Logistic Regression	0.940152	0.940121
1	Decision Tree Classifier	1.000000	0.930826
2	Decision Tree Classifier with Hyper parameter ...	0.944599	0.939256
3	Decision Tree with Prunning	0.962757	0.950930
4	Random Forest Classifier	1.000000	0.940337
5	DT with RandmizedSearchCV	0.940152	0.940121
6	Adaboost Model	0.935890	0.935798
7	Adaboost with RandomizedSearchCV	0.940152	0.940121
8	Adaboost with GridSearchCV	0.936354	0.936662



## Create JSON File

In [215]:

```
1 json_data = {'AccidentArea': AccidentArea_value,
2              'Sex': Sex_value,
3              'MaritalStatus': MaritalStatus_value,
4              'Fault': Fault_value,
5              'VehicleCategory': VehicleCategory_value,
6              'Days_Policy_Claim': Days_Policy_Claim_value,
7              'PoliceReportFiled': PoliceReportFiled_value,
8              'WitnessPresent': WitnessPresent_value,
9              'AgentType': AgentType_value,
10             'NumberOfSupplements': NumberOfSupplements_value,
11             'AddressChange_Claim': AddressChange_Claim_value,
12             'NumberOfCars': NumberOfCars_value,
13             'VehiclePrice': VehiclePrice_value,
14             'Days_Policy_Accident': Days_Policy_Accident_value,
15             'PastNumberOfClaims': PastNumberOfClaims_value,
16             'AgeOfVehicle': AgeOfVehicle_value,
17             'AgeOfPolicyHolder': AgeOfPolicyHolder_value,
18             'columns': list(x.columns)}
19
20 json_data
```

```
'RepNumber',
'Deductible',
'DriverRating',
'Days_Policy_Accident',
'Days_Policy_Claim',
'PastNumberOfClaims',
'AgeOfVehicle',
'AgeOfPolicyHolder',
'PoliceReportFiled',
'WitnessPresent',
'AgentType',
'NumberOfSupplements',
'AddressChange_Claim',
'NumberOfCars',
'Year',
'Month_Apr',
'Month_Aug',
'Month_Dec',
'Month_Feb',
'Month_Jan',
```

In [216]:

```
1 with open ("project_data.json", 'w') as f:
2     json.dump(json_data,f)
```

## Create Pickle File

In [217]:

```
1 with open(" Decision Tree_Prunnung.pkl", "wb") as f:
2     pickle.dump(dt_prunning_model, f)
```

## Testing for User Input Values

In [231]:

```
1 column_names = x.columns
2 column_names
```

Out[231]:

```
Index(['WeekOfMonth', 'AccidentArea', 'WeekOfMonthClaimed', 'Sex',
      'MaritalStatus', 'Age', 'Fault', 'VehicleCategory', 'VehiclePrice',
      'PolicyNumber', 'RepNumber', 'Deductible', 'DriverRating',
      'Days_Policy_Accident', 'Days_Policy_Claim', 'PastNumberOfClaims',
      'AgeOfVehicle', 'AgeOfPolicyHolder', 'PoliceReportFiled',
      'WitnessPresent', 'AgentType', 'NumberOfSuppliments',
      'AddressChange_Claim', 'NumberOfCars', 'Year', 'Month_Apr', 'Month_
Aug', 'Month_Dec', 'Month_Feb', 'Month_Jan', 'Month_Jul', 'Month_Jun',
      'Month_Mar', 'Month_May', 'Month_Nov', 'Month_Oct', 'Month_Sep',
      'DayOfWeek_Friday', 'DayOfWeek_Monday', 'DayOfWeek_Saturday',
      'DayOfWeek_Sunday', 'DayOfWeek_Thursday', 'DayOfWeek_Tuesday',
      'DayOfWeek_Wednesday', 'Make_Accura', 'Make_BMW', 'Make_Chevrolet',
      'Make_Dodge', 'Make_Ferrari', 'Make_Ford', 'Make_Honda', 'Make_Jagu
ar', 'Make_Lexus', 'Make_Mazda', 'Make_Mecedes', 'Make_Mercury',
      'Make_Nissan', 'Make_Pontiac', 'Make_Porche', 'Make_Saab',
      'Make_Saturn', 'Make_Toyota', 'Make_VW', 'DayOfWeekClaimed_Friday',
      'DayOfWeekClaimed_Monday', 'DayOfWeekClaimed_Saturday',
      'DayOfWeekClaimed_Sunday', 'DayOfWeekClaimed_Thursday',
      'DayOfWeekClaimed_Tuesday', 'DayOfWeekClaimed_Wednesday',
      'MonthClaimed_0', 'MonthClaimed_Apr', 'MonthClaimed_Aug',
      'MonthClaimed_Dec', 'MonthClaimed_Feb', 'MonthClaimed_Jan',
      'MonthClaimed_Jul', 'MonthClaimed_Jun', 'MonthClaimed_Mar',
      'MonthClaimed_May', 'MonthClaimed_Nov', 'MonthClaimed_Oct',
      'MonthClaimed_Sep', 'PolicyType_Sedan_All_Perils',
      'PolicyType_Sedan_Collision', 'PolicyType_Sedan_Liability',
      'PolicyType_Sport_All_Perils', 'PolicyType_Sport_Collision',
      'PolicyType_Sport_Liability', 'PolicyType_Utility_All_Perils',
      'PolicyType_Utility_Collision', 'PolicyType_Utility_Liability',
      'BasePolicy_All Perils', 'BasePolicy_Collision',
      'BasePolicy_Liability'],
      dtype='object')
```

In [220]:

```

1 WeekOfMonth = 5
2 AccidentArea = 'Urban'
3 WeekOfMonthClaimed = 1
4 Sex = 'Female'
5 MaritalStatus = 'Single'
6 Age = 21
7 Fault = 'Policy Holder'
8 VehicleCategory = 'Sport'
9 VehiclePrice = 'more than 69000'
10 PolicyNumber = 1
11 RepNumber = 12
12 Deductible = 300
13 DriverRating = 1
14 Days_Policy_Accident = 'more than 30'
15 Days_Policy_Claim = 'more than 30'
16 PastNumberOfClaims = 'none'
17 AgeOfVehicle = '3 years'
18 AgeOfPolicyHolder = '26 to 30'
19 PoliceReportFiled = 'No'
20 WitnessPresent = 'No'
21 AgentType = 'External'
22 NumberOfSupplements = 'none'
23 AddressChange_Claim = '1 year'
24 NumberOfCars = '3 to 4'
25 Year = 1994
26
27 # onehot encoded columns
28
29 Month_inp = 'Dec'
30 DayOfWeek_inp = 'Wednesday'
31 Make_inp = 'Honda'
32 DayOfWeekClaimed_inp = 'Tuesday'
33 MonthClaimed_inp = 'Jan'
34 PolicyType_inp = 'Sport - Liability'
35 BasePolicy_inp = 'Liability'

```

In [221]:

```
1 len(x.columns)
```

Out[221]:

95

In [222]:

```

1 test_array = np.zeros(len(x.columns), dtype = int)
2 (test_array)

```

Out[222]:

```

array([0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
       0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
       0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
       0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
       0, 0, 0, 0, 0, 0])

```

In [229]:

```
1 PolicyType_inp = PolicyType_inp.replace(" - ", '_')
2
3 Month_col = 'Month_' + Month_inp
4 DayOfWeek_col = 'DayOfWeek_' + DayOfWeek_inp
5 Make_col = 'Make_' + Make_inp
6 DayOfWeekClaimed_col = 'DayOfWeekClaimed_' + DayOfWeekClaimed_inp
7 MonthClaimed_col = 'MonthClaimed_' + MonthClaimed_inp
8 PolicyType_col = 'PolicyType_' + PolicyType_inp
9 BasePolicy_col = 'BasePolicy_' + BasePolicy_inp
10
11 print(PolicyType_col)
12 print(Make_col)
13 print(Month_col)
14 print(DayOfWeek_col)
15 print(DayOfWeekClaimed_col)
16 print(MonthClaimed_col)
17 print(BasePolicy_col)
```

PolicyType\_Sport\_Liability  
Make\_Honda  
Month\_Dec  
DayOfWeek\_Wednesday  
DayOfWeekClaimed\_Tuesday  
MonthClaimed\_Jan  
BasePolicy\_Liability

In [232]:

```
1 # Find the index of this column -->
2
3 PolicyType_index = np.where(column_names == PolicyType_col)[0][0]
4 Month_index = np.where(column_names == Month_col)[0][0]
5 DayOfWeek_index = np.where(column_names == DayOfWeek_col)[0][0]
6 Make_index = np.where(column_names == Make_col)[0][0]
7 DayOfWeekClaimed_index = np.where(column_names == DayOfWeekClaimed_col)[0][0]
8 MonthClaimed_index = np.where(column_names == MonthClaimed_col)[0][0]
9 BasePolicy_index = np.where(column_names == BasePolicy_col)[0][0]
```

In [248]:

```
1 # df.info()
```

In [242]:

```

1 test_array[0] = WeekOfMonth
2 test_array[1] = json_data['AccidentArea'][AccidentArea]
3 test_array[2] = WeekOfMonthClaimed
4 test_array[3] = json_data['Sex'][Sex]
5 test_array[4] = json_data['MaritalStatus'][MaritalStatus]
6 test_array[5] = Age
7 test_array[6] = json_data['Fault'][Fault]
8 test_array[7] = json_data['VehicleCategory'][VehicleCategory]
9 test_array[8] = json_data['VehiclePrice'][VehiclePrice]
10 test_array[9] = PolicyNumber
11 test_array[10] = RepNumber
12 test_array[11] = Deductible
13 test_array[12] = DriverRating
14 test_array[13] = json_data['Days_Policy_Accident'][Days_Policy_Accident]
15 test_array[14] = json_data['Days_Policy_Claim'][Days_Policy_Claim]
16 test_array[15] = json_data['PastNumberOfClaims'][PastNumberOfClaims]
17 test_array[16] = json_data['AgeOfVehicle'][AgeOfVehicle]
18 test_array[17] = json_data['AgeOfPolicyHolder'][AgeOfPolicyHolder]
19 test_array[18] = json_data['PoliceReportFiled'][PoliceReportFiled]
20 test_array[19] = json_data['WitnessPresent'][WitnessPresent]
21 test_array[20] = json_data['AgentType'][AgentType]
22 test_array[22] = json_data['NumberOfSuppliments'][NumberOfSuppliments]
23 test_array[23] = json_data['AddressChange_Claim'][AddressChange_Claim]
24 test_array[24] = json_data['NumberOfCars'][NumberOfCars]
25 test_array[25] = Year
26
27
28 test_array[PolicyType_index] = 1
29 test_array[Month_index] = 1
30 test_array[DayOfWeek_index] = 1
31 test_array[Make_index] = 1
32 test_array[DayOfWeekClaimed_index] = 1
33 test_array[MonthClaimed_index] = 1
34 test_array[BasePolicy_index] = 1
35 test_array

```

Out[242]:

```

array([[ 5, 1, 1, 0, 1, 21, 1, 1, 7, 1, 12,
        300, 1, 30, 30, 0, 3, 16, 0, 0, 0, 0,
         0, 1, 3, 1994, 0, 1, 0, 0, 0, 0, 0,
         0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 1,
         0, 0, 0, 0, 0, 0, 1, 0, 0, 0, 0,
         0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
         0, 0, 1, 0, 0, 0, 0, 0, 0, 1, 0,
         0, 0, 0, 0, 0, 0, 0, 0, 0, 0, 0,
         1, 0, 0, 0, 0, 0, 1])

```

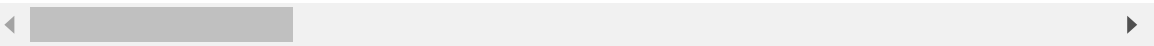
In [243]:

```
1 x.head(1)
```

Out[243]:

WeekOfMonth	AccidentArea	WeekOfMonthClaimed	Sex	MaritalStatus	Age	Fault	Vehicle
0	5	1	1	0	1	21	1

1 rows × 95 columns



In [250]:

```
1 charges = dt_prunning_model.predict([test_array])[0]
2 charges
```

Out[250]:

0

In [252]:

```
1 if charges == 1:
2     print("Fraud Insurance Claim Detected")
3 else:
4     print('No Fraud found')
```

No Fraud found

In [ ]:

```
1
```