## Big\_Data\_Analytics\_Project\_Data\_Transformation\_&\_Modeling\_Mar16

## March 16, 2025

```
[74]: import pandas as pd
      url = "https://archive.ics.uci.edu/static/public/350/data.csv"
      data = pd.read_csv(url, sep= ',')
      print(data.head())
        ID
                 Х1
                     Х2
                         ХЗ
                             Х4
                                  Х5
                                      Х6
                                          Х7
                                              Х8
                                                   Х9
                                                            X15
                                                                    X16
                                                                           X17
                                                                                 X18
     0
         1
              20000
                      2
                          2
                               1
                                  24
                                       2
                                           2
                                               -1
                                                              0
                                                                      0
                                                                             0
                                                                                    0
                                                   -1
     1
         2
             120000
                      2
                          2
                               2
                                  26
                                      -1
                                           2
                                               0
                                                    0
                                                      •••
                                                           3272
                                                                  3455
                                                                          3261
                                                                                   0
                               2
     2
         3
              90000
                      2
                          2
                                  34
                                       0
                                           0
                                               0
                                                    0
                                                          14331
                                                                 14948
                                                                         15549
                                                                                1518
     3
         4
              50000
                      2
                          2
                                  37
                                       0
                                               0
                                                          28314
                                                                                2000
                               1
                                           0
                                                    0
                                                                 28959
                                                                         29547
     4
                          2
                                           0
              50000
                      1
                               1
                                  57
                                     -1
                                              -1
                                                    0
                                                          20940
                                                                 19146
                                                                         19131
                                                                                2000
          X19
                  X20
                        X21
                              X22
                                     X23
                                          Y
     0
          689
                    0
                          0
                                 0
                                       0
                                          1
         1000
                 1000
                       1000
                                 0
                                    2000
     1
                                          1
     2
         1500
                 1000
                       1000
                              1000
                                    5000
     3
         2019
                 1200
                       1100
                              1069
                                    1000
                                          0
                10000
        36681
                       9000
                               689
                                     679
     [5 rows x 25 columns]
[75]: #Renaming columns
      data.rename(columns={'X1': 'LIMIT BAL', 'X2': 'SEX', 'X3': 'EDUCATION', 'X4':
       _{\hookrightarrow}'MARRIAGE', 'X5': 'AGE', 'X6': 'PAY_0', 'X7': 'PAY_2','X8': 'PAY_3', 'X9':_{\sqcup}
       _{\hookrightarrow}'PAY_4', 'X10': 'PAY_5', 'X11': 'PAY_6', 'X12': 'BILL_AMT1', 'X13':_{\sqcup}
       ⇔'BILL_AMT2', 'X14': 'BILL_AMT3', 'X15': 'BILL_AMT4', 'X16': 'BILL_AMT5',⊔

¬'X21': 'PAY_AMT4', 'X22': 'PAY_AMT5', 'X23': 'PAY_AMT6'}, inplace=True)
      data.head()
[75]:
            LIMIT BAL
                         SEX
                              EDUCATION
                                         MARRIAGE
                                                    AGE
                                                         PAY_0
                                                                 PAY_2
                                                                        PAY_3
                                                                                PAY 4
         ID
      0
          1
                 20000
                           2
                                       2
                                                 1
                                                     24
                                                              2
                                                                     2
                                                                            -1
                                                                                   -1
                 120000
                                                                     2
      1
          2
                           2
                                       2
                                                 2
                                                     26
                                                             -1
                                                                             0
                                                                                    0
      2
                 90000
                           2
                                       2
                                                 2
          3
                                                     34
                                                              0
                                                                     0
                                                                             0
                                                                                    0
                                       2
      3
          4
                 50000
                           2
                                                 1
                                                     37
                                                              0
                                                                     0
                                                                             0
                                                                                    0
```

```
BILL_AMT4 BILL_AMT5 BILL_AMT6 PAY_AMT1 PAY_AMT2 PAY_AMT3 \
      0
                                                              689
                 3272
                             3455
                                        3261
                                                      0
                                                             1000
                                                                        1000
      1
                                                                        1000
      2 ...
                14331
                            14948
                                       15549
                                                   1518
                                                             1500
      3 ...
                28314
                            28959
                                                   2000
                                                             2019
                                                                        1200
                                       29547
      4 ...
                20940
                            19146
                                       19131
                                                   2000
                                                            36681
                                                                       10000
         PAY_AMT4 PAY_AMT5 PAY_AMT6 Y
      0
                           0
      1
             1000
                           0
                                  2000 1
             1000
                        1000
                                  5000 0
      3
             1100
                       1069
                                  1000 0
             9000
                                   679 0
                        689
      [5 rows x 25 columns]
[76]: # Replacing education values = 0, 5 and 6 with 4, since 0, 5 and 6 are not_\square
       \hookrightarrow defined
      fill = (data.EDUCATION == 0) | (data.EDUCATION == 5) | (data.EDUCATION == 6)
      data.loc[fill, 'EDUCATION'] = 4
      print('EDUCATION ' + str(sorted(data['EDUCATION'].unique())))
     EDUCATION [1, 2, 3, 4]
[77]: # Replacing marital status value = 0 to 3, since 0 is not defined
      fill = (data.MARRIAGE == 0)
      data.loc[fill, 'MARRIAGE'] = 3
      print('MARRIAGE ' + str(sorted(data['MARRIAGE'].unique())))
     MARRIAGE [1, 2, 3]
[78]: # Applying One-Hot Encoding technique to categorical variables
      from sklearn.preprocessing import OneHotEncoder
      categorical_variables = ['SEX', 'EDUCATION', 'MARRIAGE', 'PAY_0', 'PAY_2',

      \hookrightarrow 'PAY_3', 'PAY_4', 'PAY_5', 'PAY_6']
      encoder = OneHotEncoder(sparse_output=False)
      one_hot_encoded = encoder.fit_transform(data[categorical_variables])
```

50000 1

2

1 57 -1 0 -1

4 5

-		- •				_				
Encode	d Employe	e data :								
	_ •		AGE	BILL_AMT1		1	BILL_AMT2 BILL_AMT3		BILL_AMT4 \	
0	1	20000	24	3913		3102	689		0	
1	2	120000	26	2682		32	1725	2682	327	2
2	3	90000	34	29239		39	14027	13559 14		1
3	4	50000	37	46990		0	48233	49291 283		4
4	5	50000	57	8617		5670	35835 209		0	
			••		••		•••	•••		
29995	29996	220000	39		188948		192815	208365	8800	4
29996	29997	150000	43	1683			1828	3502		
29997	29998	30000	37	3565			3356	2758		
29998	29999	80000	41		-164		78379	76304		
29999	30000	50000 46		47929		48905	49764	3653	5	
	BILL_AMT	5 BILL_A	MT6	PAY_	AMT1		PAY_62	PAY_61	PAY_6_0	\
0		0	0		0	•••	1.0	0.0	0.0	
1	345	55 3	261		0	•••	0.0	0.0	0.0	
2	1494	8 15	549		1518	•••	0.0	0.0	1.0	
3	2895	59 29	547		2000	•••	0.0	0.0	1.0	
4	1914	6 19	131		2000	•••	0.0	0.0	1.0	
	•••	•••	•			•••	•••	•••		
29995	3123		980		8500	•••	0.0	0.0	1.0	
29996		5190 0		1837			0.0	0.0	1.0	
29997		20582 19357		_	0	•••	0.0	0.0	1.0	
29998	1185		48944		85900		0.0	1.0	0.0	
29999	32428 15313			2078	•••	0.0	0.0	1.0		
	PAY_6_2	PAY_6_3	PAY_	_6_4	PAY_	6_5	PAY_6_6	PAY_6_7	PAY_6_8	
0	0.0	0.0		0.0		0.0	0.0	0.0	0.0	
1	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	
3	0.0	0.0		0.0		0.0		0.0	0.0	
4	0.0	0.0		0.0		0.0	0.0	0.0	0.0	
•••	•••			•••	••		•••	•••		
29995	0.0	0.0		0.0		0.0		0.0	0.0	
29996	0.0	0.0		0.0		0.0		0.0	0.0	
29997	0.0	0.0		0.0		0.0		0.0	0.0	
29998	0.0	0.0		0.0		0.0		0.0	0.0	
29999	0.0	0.0		0.0		0.0	0.0	0.0	0.0	

## [30000 rows x 89 columns]

```
[79]: numeric_variables = ['LIMIT_BAL', 'AGE', □

□ 'BILL_AMT1', 'BILL_AMT2', 'BILL_AMT3', 'BILL_AMT4', 'BILL_AMT5', 'BILL_AMT6', □

□ 'PAY_AMT1', 'PAY_AMT2', 'PAY_AMT3', 'PAY_AMT4', 'PAY_AMT5', 'PAY_AMT6']

#Calculating and printing the Pearson correlation matrix

print("Pearson Correlation Matrix of numeric variables:")

pearson_correlation_matrix = data[numeric_variables].corr().round(2)

pearson_correlation_matrix
```

Pearson Correlation Matrix of numeric variables:

[79]:	LIMIT_BAL	AGE	BILL_AMT1	BILL_AMT2	BILL_AMT3	BILL_AMT4	\
LIMIT_	BAL 1.00	0.14	0.29	0.28	0.28	0.29	
AGE	0.14	1.00	0.06	0.05	0.05	0.05	
BILL_A	MT1 0.29	0.06	1.00	0.95	0.89	0.86	
BILL_A	MT2 0.28	0.05	0.95	1.00	0.93	0.89	
BILL_A	MT3 0.28	0.05	0.89	0.93	1.00	0.92	
BILL_A	MT4 0.29	0.05	0.86	0.89	0.92	1.00	
BILL_A	MT5 0.30	0.05	0.83	0.86	0.88	0.94	
BILL_A	MT6 0.29	0.05	0.80	0.83	0.85	0.90	
PAY_AM	T1 0.20	0.03	0.14	0.28	0.24	0.23	
PAY_AM		0.02	0.10	0.10	0.32	0.21	
PAY_AM	T3 0.21		0.16	0.15	0.13	0.30	
PAY_AM			0.16	0.15	0.14	0.13	
PAY_AM			0.17	0.16	0.18	0.16	
PAY_AM	T6 0.22	0.02	0.18	0.17	0.18	0.18	
	BILL_AMT5		_	_	T2 PAY_AMT3	<del>-</del>	
LIMIT_	BAL 0.30	(	0.29 0	0.20 0.	18 0.21	0.20	
AGE	BAL 0.30	(	0.29 0 0.05 0	0.20 0. 0.03 0.	18 0.21 02 0.03	0.20	
AGE BILL_A	BAL 0.30 0.05 MT1 0.83	(	0.29 0 0.05 0 0.80 0	0.20 0. 0.03 0. 0.14 0.	18 0.21 02 0.03 10 0.16	0.20 0.02 0.16	
AGE BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86		0.29 0 0.05 0 0.80 0	0.20 0. 0.03 0. 0.14 0. 0.28 0.	18 0.21 02 0.03 10 0.16 10 0.15	0.20 0.02 0.16 0.15	
AGE BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0.	18 0.21 02 0.03 10 0.16 10 0.15 32 0.13	0.20 0.02 0.16 0.15 0.14	
AGE BILL_A BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0.	18 0.21 02 0.03 10 0.16 10 0.15 32 0.13 21 0.30	0.20 0.02 0.16 0.15 0.14 0.13	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0.	18 0.21 02 0.03 10 0.16 10 0.15 32 0.13 21 0.30 18 0.25	0.20 0.02 0.16 0.15 0.14 0.13 0.29	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0.	18 0.21 02 0.03 10 0.16 10 0.15 32 0.13 21 0.30 18 0.25 17 0.23	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95 T1 0.22		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0 1.00 0 0.20 1	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0. 0.20 0.	18	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25 0.20	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95 T1 0.22 T2 0.18		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0 1.00 0 0.20 1	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0. 0.20 0. 0.20 0.	18	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25 0.20 0.18	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A PAY_AM PAY_AM	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95 T1 0.22 T2 0.18 T3 0.25		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0 1.00 0 0.20 1 0.17 0 0.23 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0. 0.20 0. 0.20 0. 0.29 1. 0.25 0.	18	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25 0.20 0.18	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A PAY_AM PAY_AM PAY_AM	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95 T1 0.22 T2 0.18 T3 0.25 T4 0.29		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0 1.00 0 0.20 1 0.17 0 0.23 0 0.25 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0. 0.20 0. 0.29 1. 0.25 0.	18	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25 0.20 0.18 0.22	
AGE BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A BILL_A PAY_AM PAY_AM	BAL 0.30 0.05 MT1 0.83 MT2 0.86 MT3 0.88 MT4 0.94 MT5 1.00 MT6 0.95 T1 0.22 T2 0.18 T3 0.25 T4 0.29 T5 0.14		0.29 0 0.05 0 0.80 0 0.83 0 0.85 0 0.90 0 0.95 0 1.00 0 0.20 1 0.17 0 0.23 0 0.25 0	0.20 0. 0.03 0. 0.14 0. 0.28 0. 0.24 0. 0.23 0. 0.22 0. 0.20 0. 0.29 1. 0.25 0. 0.20 0. 0.15 0.	18	0.20 0.02 0.16 0.15 0.14 0.13 0.29 0.25 0.20 0.18 0.22 1.00 0.15	

PAY\_AMT5 PAY\_AMT6

```
0.22
                         0.22
LIMIT_BAL
AGE
               0.02
                         0.02
               0.17
                         0.18
BILL_AMT1
BILL_AMT2
               0.16
                         0.17
BILL_AMT3
               0.18
                         0.18
BILL_AMT4
               0.16
                         0.18
BILL_AMT5
               0.14
                         0.16
BILL_AMT6
               0.31
                         0.12
PAY_AMT1
               0.15
                         0.19
PAY_AMT2
               0.18
                         0.16
PAY_AMT3
               0.16
                         0.16
PAY_AMT4
               0.15
                         0.16
PAY_AMT5
                         0.15
               1.00
PAY_AMT6
               0.15
                         1.00
```

[80]: # Printing summary statistics of numeric variables before replacing outliers with median:

print("\nSummary Statistics of numeric variables:")
data[numeric\_variables].describe().transpose()

Summary Statistics of numeric variables:

[80]:	count	me	an	std	min	25%	\
LIMIT_BAL	LIMIT_BAL 30000.0		67 129747	.661567	10000.0	50000.00	
AGE	30000.0	35.4855	00 9	.217904	21.0	28.00	
BILL_AMT1	30000.0	51223.3309	00 73635	.860576	-165580.0	3558.75	
BILL_AMT2	BILL_AMT2 30000.0 BILL_AMT3 30000.0 BILL_AMT4 30000.0 BILL_AMT5 30000.0 BILL_AMT6 30000.0 PAY_AMT1 30000.0 PAY_AMT2 30000.0 PAY_AMT3 30000.0 PAY_AMT4 30000.0 PAY_AMT5 30000.0 PAY_AMT5 30000.0 PAY_AMT6 30000.0		67 71173	69349.387427 64332.856134 60797.155770 59554.107537 16563.280354 23040.870402		2984.75	
BILL_AMT3			00 69349			2666.25	
BILL_AMT4			67 64332			2326.75	
BILL_AMT5			67 60797				
BILL_AMT6			00 59554				
PAY_AMT1			00 16563				
PAY_AMT2			00 23040				
PAY_AMT3			00 17606				
PAY_AMT4			67 15666	15666.159744	0.0	296.00	
PAY_AMT5			33 15278	15278.305679		252.50	
PAY_AMT6			67 17777	. 465775	0.0	117.75	
	50%	75%	max				
LIMIT_BAL	140000.0	240000.00	1000000.0				
AGE	34.0	41.00	79.0				
BILL_AMT1	22381.5	67091.00	964511.0				
BILL_AMT2	BILL_AMT2 21200.0		983931.0				
BILL_AMT3	20088.5	60164.75	1664089.0				
BILL_AMT4	19052.0	54506.00	891586.0				
BILL_AMT5	18104.5	50190.50	927171.0				

```
BILL_AMT6
                  17071.0
                            49198.25
                                       961664.0
      PAY_AMT1
                   2100.0
                             5006.00
                                       873552.0
      PAY_AMT2
                   2009.0
                             5000.00
                                      1684259.0
      PAY_AMT3
                   1800.0
                             4505.00
                                       896040.0
      PAY_AMT4
                   1500.0
                             4013.25
                                       621000.0
      PAY_AMT5
                   1500.0
                             4031.50
                                       426529.0
      PAY AMT6
                   1500.0
                             4000.00
                                       528666.0
[81]: # Defining function to replace outliers with the median
      def replace_outliers_with_median(data, column):
          median = data[column].median()
          q1 = data[column].quantile(0.25)
          q3 = data[column].quantile(0.75)
          iqr = q3 - q1
          lower bound = q1 - 1.5 * iqr
          upper_bound = q3 + 1.5 * iqr
          data[column] = data[column].apply(lambda x: median if x < lower_bound or x_{\sqcup})
       ⇔> upper_bound else x)
[82]: # Applying the function to the columns with outliers
      replace outliers with median(data, 'LIMIT BAL')
      replace_outliers_with_median(data, 'BILL_AMT1')
      replace outliers with median(data, 'BILL AMT2')
      replace_outliers_with_median(data, 'BILL_AMT3')
      replace outliers with median(data, 'BILL AMT4')
      replace_outliers_with_median(data, 'BILL_AMT5')
      replace_outliers_with_median(data, 'BILL_AMT6')
      replace_outliers_with_median(data, 'PAY_AMT1')
      replace_outliers_with_median(data, 'PAY_AMT2')
      replace_outliers_with_median(data, 'PAY_AMT3')
      replace_outliers_with_median(data, 'PAY_AMT4')
      replace_outliers_with_median(data, 'PAY_AMT5')
      replace_outliers_with_median(data, 'PAY_AMT6')
[83]: print("\nSummary Statistics of numeric variables after replacing outliers with_
       →median:")
      data[numeric_variables].describe().transpose()
```

Summary Statistics of numeric variables after replacing outliers with median:

```
[83]:
                   count
                                                   std
                                                           min
                                                                      25%
                                                                                50% \
                                   mean
                                                       10000.0 50000.00 140000.0
     LIMIT BAL
                30000.0 164824.322667
                                        125192.989579
      AGE
                 30000.0
                              35.485500
                                              9.217904
                                                           21.0
                                                                    28.00
                                                                               34.0
                30000.0
                                          37794.502441 -15308.0
                                                                  3563.00
      BILL AMT1
                           33109.792100
                                                                            22381.5
      BILL_AMT2 30000.0
                           31669.887567
                                          36414.965831 -69777.0
                                                                  2984.75
                                                                            21198.5
```

```
BILL_AMT4
                30000.0
                           26625.608833
                                          30764.323883 -65167.0
                                                                   2329.00
                                                                             19052.0
      BILL_AMT5
                 30000.0
                           24247.883050
                                          28331.916539 -61372.0
                                                                   1763.75
                                                                             18104.5
      BILL_AMT6
                30000.0
                           23287.670000
                                          27946.193005 -57060.0
                                                                   1259.75
                                                                             17071.0
     PAY_AMT1
                 30000.0
                            2681.008300
                                           2557.378286
                                                                   1000.00
                                                             0.0
                                                                              2100.0
     PAY_AMT2
                 30000.0
                            2586.259267
                                           2533.473459
                                                             0.0
                                                                    833.00
                                                                              2009.0
     PAY AMT3
                                                            0.0
                 30000.0
                            2267.026400
                                           2396.721279
                                                                    390.00
                                                                              1800.0
     PAY_AMT4
                 30000.0
                            1911.001400
                                           2056.702179
                                                            0.0
                                                                    296.00
                                                                              1500.0
     PAY AMT5
                 30000.0
                            1926.580500
                                           2075.388113
                                                            0.0
                                                                    252.50
                                                                              1500.0
     PAY_AMT6
                                           2071.970037
                                                             0.0
                                                                    117.75
                 30000.0
                            1893.753100
                                                                              1500.0
                       75%
                                 max
     LIMIT BAL
                 240000.00 520000.0
      AGE
                     41.00
                                79.0
      BILL_AMT1
                  48707.50 162296.0
      BILL_AMT2
                  47812.25
                           155508.0
      BILL_AMT3
                  44887.75 146410.0
      BILL_AMT4
                  37803.00 132754.0
      BILL_AMT5
                  32030.50 122830.0
      BILL_AMT6
                  30563.00 121062.0
     PAY_AMT1
                   3706.00
                            11013.0
     PAY AMT2
                   3500.00
                             11249.0
     PAY_AMT3
                   3005.00
                             10673.0
     PAY AMT4
                   2816.25
                              9584.0
     PAY_AMT5
                   2913.50
                              9700.0
      PAY AMT6
                   2853.50
                              9817.0
[84]: #Normalizing the numeric attributes
      from sklearn.preprocessing import MinMaxScaler
      # Initializing the scaler
      scaler = MinMaxScaler()
      # Fitting and transforming the data
      X = scaler.fit_transform(data[numeric_variables])
      y = data['Y']
[85]: # Validating minimum and maximum values are set as 0.00 and 1.00 respectively
      normalized_df_summary = pd.DataFrame(X).describe()
      normalized_df_summary
[85]:
                       0
                                     1
                                                   2
                                                                  3
                                                                                4
                                                                                    \
      count 30000.000000 30000.000000
                                         30000.000000 30000.000000
                                                                     30000.000000
     mean
                 0.303577
                               0.249750
                                             0.272617
                                                            0.450305
                                                                          0.438845
      std
                               0.158929
                                             0.212802
                                                            0.161640
                                                                          0.164940
                 0.245476
     min
                 0.000000
                               0.000000
                                             0.000000
                                                           0.000000
                                                                          0.000000
      25%
                 0.078431
                               0.120690
                                             0.106253
                                                           0.322976
                                                                          0.308652
```

BILL\_AMT3

30000.0

29736.798283

34293.746628 -61506.0

2667.75

20088.5

```
75%
                 0.450980
                               0.344828
                                              0.360440
                                                            0.521958
                                                                           0.511715
      max
                 1.000000
                               1.000000
                                              1.000000
                                                            1.000000
                                                                           1.000000
                                                    7
                       5
                                     6
                                                                  8
                                                                                 9
                                                                                     \
             30000.000000
                           30000.000000
                                          30000.000000 30000.000000 30000.000000
      count
                 0.463784
                               0.464815
                                              0.451082
                                                            0.243440
                                                                           0.229910
     mean
      std
                 0.155437
                               0.153809
                                              0.156894
                                                            0.232214
                                                                           0.225218
     min
                               0.000000
                                              0.000000
                                                            0.000000
                                                                           0.000000
                 0.000000
      25%
                 0.341025
                               0.342753
                                              0.327415
                                                            0.090802
                                                                           0.074051
      50%
                 0.425518
                               0.431464
                                              0.416181
                                                            0.190684
                                                                           0.178594
      75%
                               0.507066
                 0.520258
                                              0.491927
                                                            0.336511
                                                                           0.311139
      max
                 1.000000
                               1.000000
                                              1.000000
                                                            1.000000
                                                                           1.000000
                       10
                                      11
                                                    12
                                                                  13
      count
             30000.000000
                           30000.000000
                                          30000.000000
                                                        30000.000000
      mean
                 0.212408
                               0.199395
                                              0.198617
                                                            0.192905
      std
                 0.224559
                               0.214597
                                              0.213958
                                                            0.211059
     min
                 0.000000
                               0.000000
                                              0.000000
                                                            0.000000
      25%
                 0.036541
                               0.030885
                                              0.026031
                                                            0.011994
                                              0.154639
      50%
                 0.168650
                               0.156511
                                                            0.152796
      75%
                 0.281552
                               0.293849
                                              0.300361
                                                            0.290669
                               1.000000
                                              1.000000
      max
                 1.000000
                                                            1.000000
[86]: from sklearn.model_selection import train_test_split
      # Splitting data into training and testing sets: training set 70%, test set 30%
      X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.3,_
       →random state=42)
[87]: X_train[0:5,]
[87]: array([[0.45098039, 0.32758621, 0.08619175, 0.30972768, 0.29582139,
              0.32925763, 0.33317771, 0.32034224, 0.
                                                             , 0.
                                              , 0.
                        , 0.
                                   , 0.
                                                             ],
             [0.07843137, 0.03448276, 0.10550438, 0.32072708, 0.30687874,
              0.35350973, 0.38643446, 0.32404756, 0.23136293, 0.20632945,
              0.44973297, 0.15651085, 0.06804124, 0.30355506],
             [0.07843137, 0.25862069, 0.34633792, 0.51018044, 0.53209469,
                                                             , 0.41781492.
              0.57155633, 0.56975494, 0.51754416, 0.
                        , 0.2090985 , 0.36082474, 0.
                                                             ],
             [0.37254902, 0.56896552, 0.70658882, 0.78763344, 0.7993228 ,
              0.8473886 , 0.88366033, 0.32034224, 0.
                                                             , 0.
                        , 0.
                                  , 0.
                                              , 0.
                                                             ],
             [0.45098039, 0.24137931, 0.09758789, 0.31863639, 0.40062333,
              0.41566585, 0.40574478, 0.4475528, 0.18314719, 0.17859365,
              0.10493769, 0.15651085, 0.15463918, 0.15279617]])
```

50%

0.254902

0.224138

0.212211

0.403824

0.392440

```
[88]: from collections import Counter
      # summarizing class distribution before applying SMOTE
      print(Counter(y_train))
     Counter({0: 16324, 1: 4676})
[89]: from imblearn.over_sampling import SMOTE
      # Applying SMOTE to transform the dataset
      oversample = SMOTE(sampling_strategy=0.5)
      #Fitting and applying the transform
      X_train, y_train = oversample.fit_resample(X_train, y_train)
[90]: # summarizing the new class distribution after applying SMOTE
      print(Counter(y_train))
     Counter({0: 16324, 1: 8162})
[91]: | from imblearn.under_sampling import RandomUnderSampler
      # Applying undersampling to transform the dataset
      undersample = RandomUnderSampler(sampling_strategy=0.5)
      #Fitting and applying the transform
      X_train, y_train = undersample.fit_resample(X_train, y_train)
[92]: # summarizing the new class distribution after applying undersampling
      print(Counter(y_train))
     Counter({0: 16324, 1: 8162})
[93]: from sklearn.linear_model import LogisticRegression
      from sklearn.model_selection import cross_val_score
      # Initializing the logistic regression model as baseline model
      log_reg = LogisticRegression()
[94]: # Performing cross-validation on the training set
      cv_scores = cross_val_score(log_reg, X_train, y_train, cv=5, scoring='accuracy')
      print("Cross-Validation Accuracy Scores on Training Set:", cv_scores)
      print("Average Cross-Validation Accuracy on Training Set:", cv_scores.mean())
     Cross-Validation Accuracy Scores on Training Set: [0.67109024 0.67245252
     0.66836839 0.67204411 0.66714315]
     Average Cross-Validation Accuracy on Training Set: 0.670219681836189
[95]: # Training the logistic regression model on the full training set
      log_reg.fit(X_train, y_train)
```

```
[95]: LogisticRegression()
[96]: # Making predictions with Logistic Regression on the test set
       y_pred_test = log_reg.predict(X_test)
[97]: from sklearn.metrics import confusion_matrix, accuracy_score, recall_score,
       ⇔precision score, f1 score
       # Calculating evaluation metrics for Logistic Regression
       accuracy = accuracy_score(y_test, y_pred_test)
       precision = precision score(y test, y pred test)
       recall = recall_score(y_test, y_pred_test)
       f1 = f1_score(y_test, y_pred_test)
       conf_matrix = confusion_matrix(y_test, y_pred_test)
       print("Confusion Matrix Logistic Regression:\n", conf_matrix)
       print("Accuracy Logistic Regression:", accuracy)
       print("Precision Logistic Regression:", precision)
       print("Recall Logistic Regression:", recall)
       print("F1 score Logistic Regression:", f1)
      Confusion Matrix Logistic Regression:
       [[6945
                95]
       Γ1886
               74]]
      Accuracy Logistic Regression: 0.7798888888888888
      Precision Logistic Regression: 0.4378698224852071
      Recall Logistic Regression: 0.03775510204081633
      F1 score Logistic Regression: 0.06951620479098168
[98]: tn, fp, fn, tp = confusion_matrix(y_test, y_pred_test).ravel()
       print("True Negatives LG (TN):", tn)
       print("False Positives LG (FP):", fp)
       print("False Negatives_LG (FN):", fn)
       print("True Positives_LG (TP):", tp)
      True Negatives LG (TN): 6945
      False Positives LG (FP): 95
      False Negatives_LG (FN): 1886
      True Positives_LG (TP): 74
[99]: from sklearn.ensemble import RandomForestClassifier
       # Initializing the Random Forest classifier
       rf_classifier = RandomForestClassifier(n_estimators=100, random_state=42)
[100]: # Training the Random Forest classifier
       rf_classifier.fit(X_train, y_train)
```

```
[101]: # Making predictions with Random Forest classifier on the test set
       y_pred_test = rf_classifier.predict(X_test)
[102]: # Calculating evaluation metrics for Random Forest
       accuracy = accuracy_score(y_test, y_pred_test)
       precision = precision_score(y_test, y_pred_test)
       recall = recall_score(y_test, y_pred_test)
       f1 = f1_score(y_test, y_pred_test)
       conf_matrix = confusion_matrix(y_test, y_pred_test)
       print("Confusion Matrix Random Forest:\n", conf_matrix)
       print("Accuracy Random Forest:", accuracy)
       print("Precision Random Forest:", precision)
       print("Recall Random Forest:", recall)
       print("F1 score Random Forest:", f1)
      Confusion Matrix Random Forest:
       [[6473 567]
       [1379 581]]
      Accuracy Random Forest: 0.78377777777778
      Precision Random Forest: 0.5060975609756098
      Recall Random Forest: 0.29642857142857143
      F1 score Random Forest: 0.3738738738738739
[103]: from sklearn.ensemble import GradientBoostingClassifier
       # Initializing the Gradient Boosting Classifier
       gb_clf = GradientBoostingClassifier(n_estimators=100, learning_rate=0.1,__
        →max_depth=3, random_state=42)
[104]: # Training the Gradient Boosting model
       gb_clf.fit(X_train, y_train)
[104]: GradientBoostingClassifier(random_state=42)
[105]: # Making predictions with Gradient Boosting classifier
       y_pred_test = gb_clf.predict(X_test)
[106]: # Calculating evaluation metrics for Gradient Boosting
       accuracy = accuracy_score(y_test, y_pred_test)
       precision = precision_score(y_test, y_pred_test)
       recall = recall_score(y_test, y_pred_test)
       f1 = f1_score(y_test, y_pred_test)
       conf_matrix = confusion_matrix(y_test, y_pred_test)
       print("Confusion Matrix Gradient Boosting:\n", conf_matrix)
```

[100]: RandomForestClassifier(random\_state=42)

```
print("Accuracy Gradient Boosting:", accuracy)
     print("Precision Gradient Boosting:", precision)
     print("Recall Gradient Boosting:", recall)
     print("F1 score Gradient Boosting:", f1)
    Confusion Matrix Gradient Boosting:
     [[6527 513]
     [1439 521]]
    Accuracy Gradient Boosting: 0.783111111111111
    Precision Gradient Boosting: 0.5038684719535783
    Recall Gradient Boosting: 0.26581632653061227
    F1 score Gradient Boosting: 0.34802939211756845
[]: | apt-get install -y texlive-xetex texlive-fonts-recommended texlive-latex-extra
     !apt-get install texlive texlive-latex-extra pandoc
     | jupyter nbconvert --to pdf "/content/Big_Data_Analytics_Project_Data_
      →Transformation & Modeling_Mar16.ipynb"
    Reading package lists... Done
    Building dependency tree... Done
    Reading state information... Done
    The following additional packages will be installed:
      dvisvgm fonts-droid-fallback fonts-lato fonts-lmodern fonts-noto-mono fonts-
    texgyre
      fonts-urw-base35 libapache-pom-java libcommons-logging-java libcommons-parent-
    java
      libfontbox-java libfontenc1 libgs9 libgs9-common libidn12 libijs-0.35
    libjbig2dec0 libkpathsea6
      libpdfbox-java libptexenc1 libruby3.0 libsynctex2 libteckit0 libtexlua53
    libtexluajit2 libwoff1
      libzzip-0-13 lmodern poppler-data preview-latex-style rake ruby ruby-net-
    telnet ruby-rubygems
      ruby-webrick ruby-xmlrpc ruby3.0 rubygems-integration t1utils teckit tex-
    common tex-gyre
      texlive-base texlive-binaries texlive-latex-base texlive-latex-recommended
    texlive-pictures
      texlive-plain-generic tipa xfonts-encodings xfonts-utils
    Suggested packages:
      fonts-noto fonts-freefont-otf | fonts-freefont-ttf libavalon-framework-java
      libcommons-logging-java-doc libexcalibur-logkit-java liblog4j1.2-java poppler-
    utils ghostscript
      fonts-japanese-mincho | fonts-ipafont-mincho fonts-japanese-gothic | fonts-
    ipafont-gothic
      fonts-arphic-ukai fonts-arphic-uming fonts-nanum ri ruby-dev bundler debhelper
    gv
      | postscript-viewer perl-tk xpdf | pdf-viewer xzdec texlive-fonts-recommended-
```

texlive-latex-base-doc python3-pygments icc-profiles libfile-which-perl