#### Classification Using Tree Based Models

#### BUILDING DECISION TREES



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#### Overview

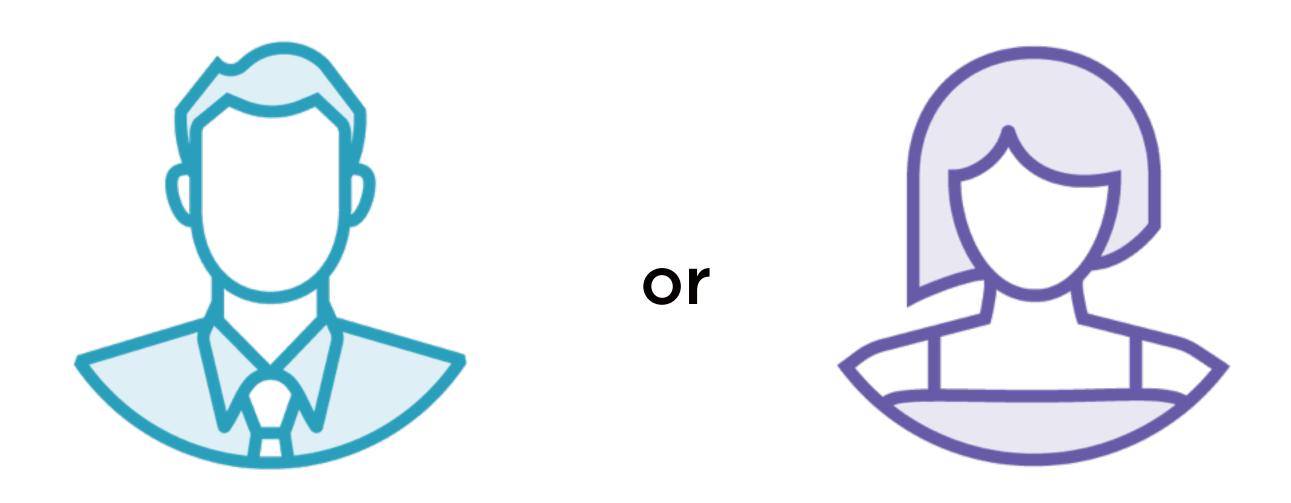
Recognize classification problems

Understand how decision trees are used to solve classification problems

Understand how machine learning can be used to build decision trees

#### Gender Detection

#### Given the first name of a user



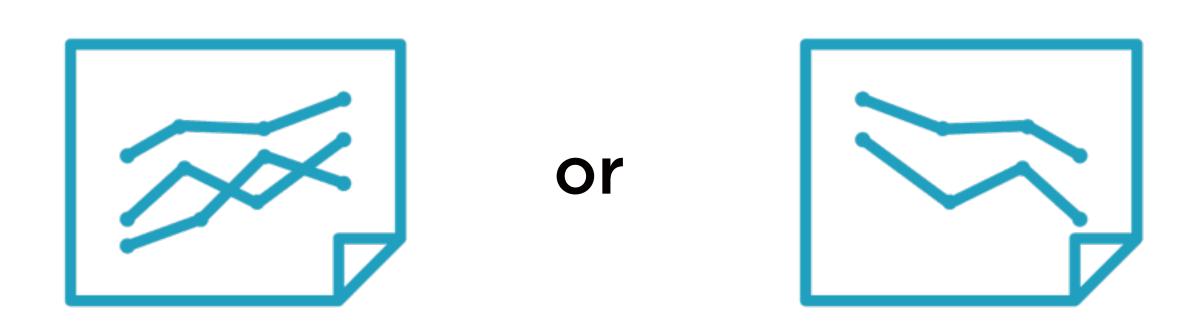
#### Weather Forecasting

#### Given a time of day



#### Quant Trading

#### Given a trading day



#### Fraud Detection

#### Given a transaction



or



#### Classification Problems

### Classifying something into predefined set of categories

#### **Gender Detection**

- Male, Female

#### Weather Forecasting

- Cloudy, Sunny, Rainy

#### **Quant Trading**

- Up day, Down day

#### **Fraud Detection**

- Fraud, Not fraud

#### Classification Problems

## We are given a problem instance

A name

A time of day

A trading day

A transaction

#### Classification Problems

We need to assign a label to the problem instance

Male or female?
Cloudy or rainy or sunny?
Up-day or down-day?
Fraud or Not fraud?

#### Solving Classification Problems



Find what's inside this black box

## One way to solve classification problems

# Define a set of rules



Find the set of rules that can classify these names correctly

Jane

Maria

Eliza

Ellen

Teri

Lawrence

Sam

Elliot

Tom



Simply do a visual inspection

Jane

Maria

Eliza

Ellen

Teri

Lawrence

Sam

Elliot

Tom

#### In most cases

Female first names end in vowels

Male first names end in consonants

Jane

Maria

Eliza

Ellen

Teri

Lawrence

Sam

Elliot

Tom

#### Except..

Vowel-ending names which begin with L are male names

Jane

Maria

Eliza

Ellen

Teri

Lawrence

Sam

Elliot

Tom

#### Except..

Consonant-ending names which end with N are female names

Jane

Maria

Eliza

Ellen

Teri

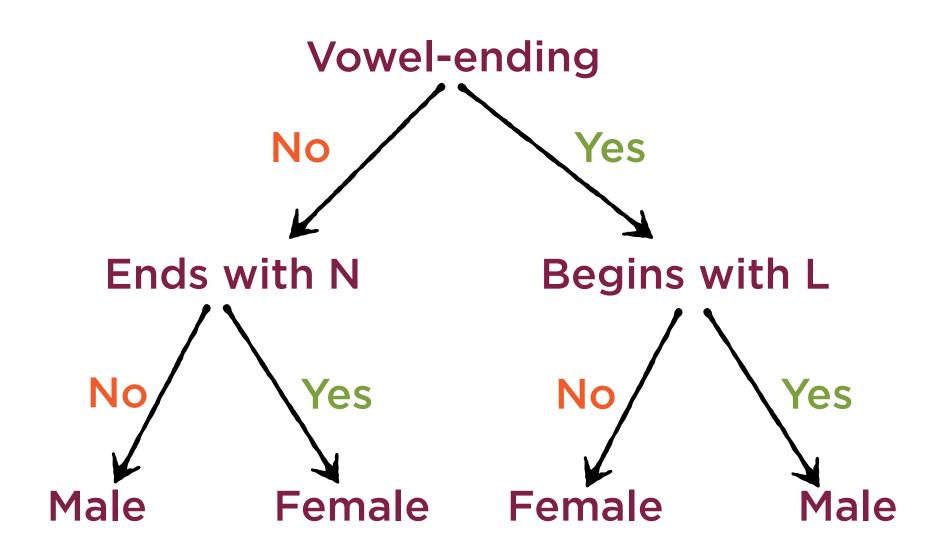
Lawrence

Sam

Elliot

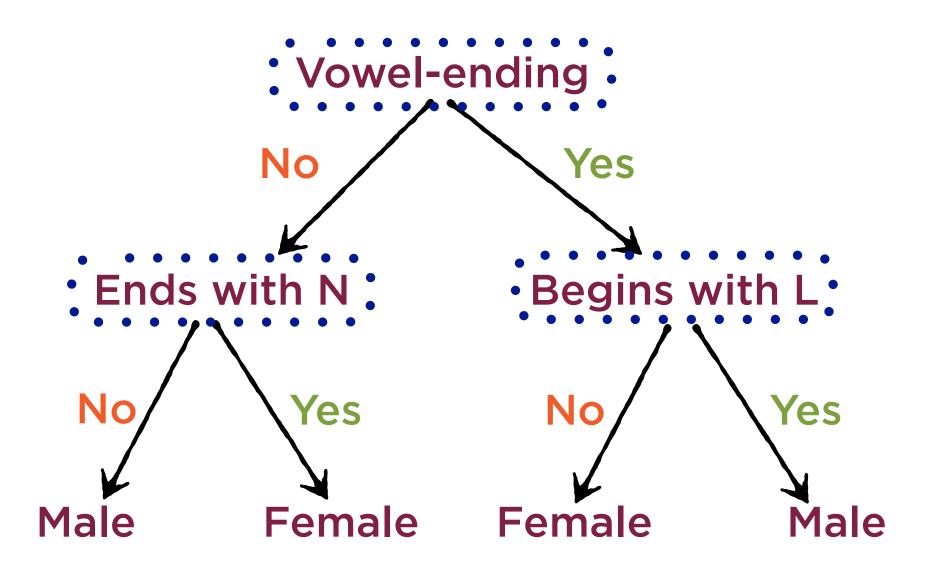
Tom

Visualize these rules using a tree representation



The tree represents a series of choices i.e. decisions

#### Decision Tree



#### Decision Tree

A set of rules used to classify something



#### Building a Decision Tree

# Training Data Jane Lawrence Maria Eliza Elliot Ellen Tom Teri Jack Decision Tree Machine Learning Algorithm

#### Tree Based Models

# Machine learning algorithms which build decision trees from training data

#### Tree Based Models

Decision Tree
Learning
Algorithms

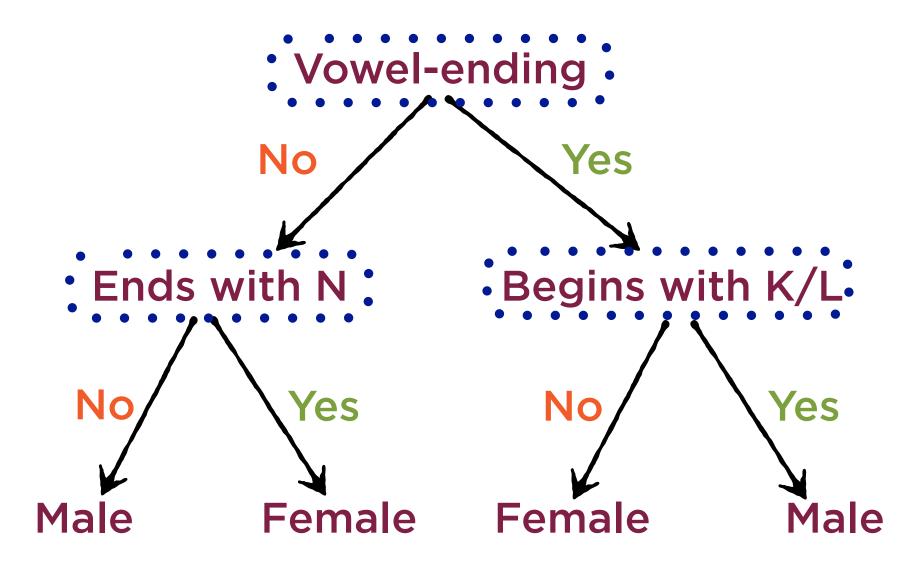
Build a single decision tree

Ensemble Learning Algorithms

Build multiple decision trees and combine their results

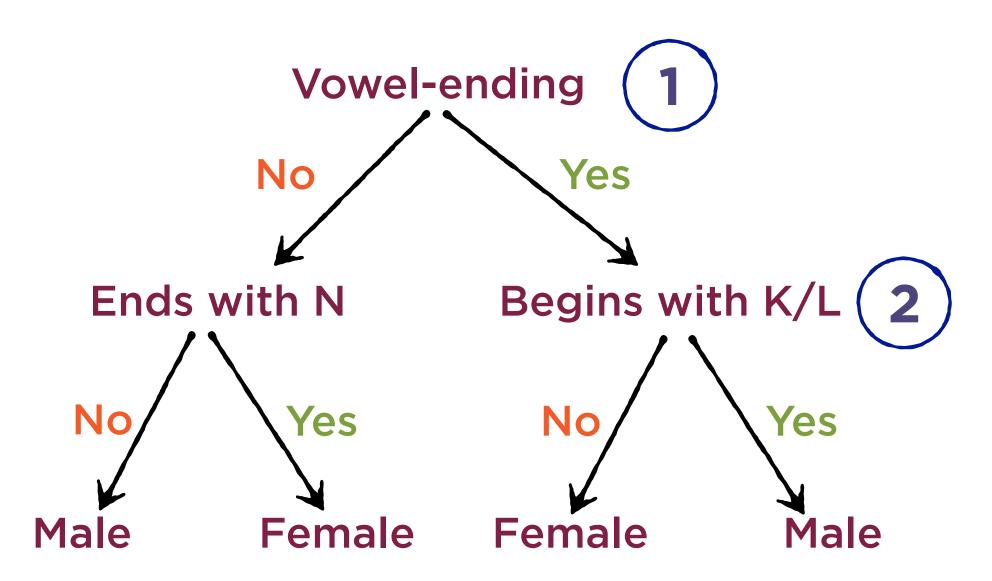
Each decision depends on the value of some attribute of the problem instance

#### Decision Tree

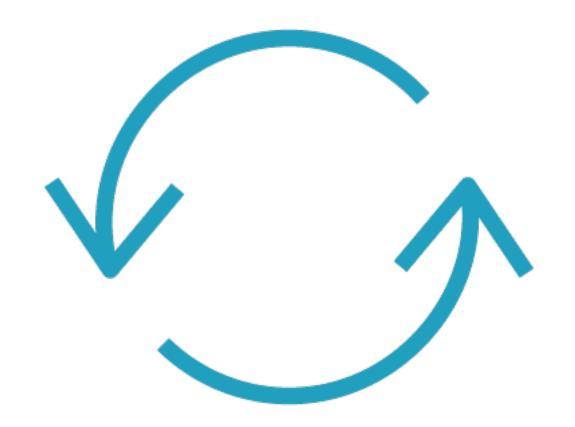


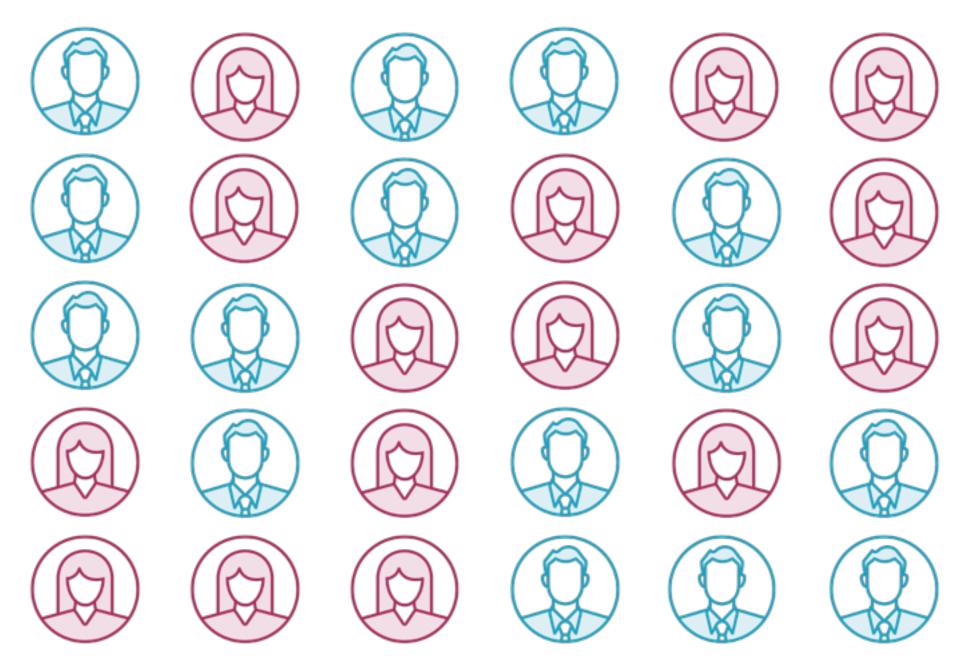
The order in which we look at the attributes is important

#### Decision Tree

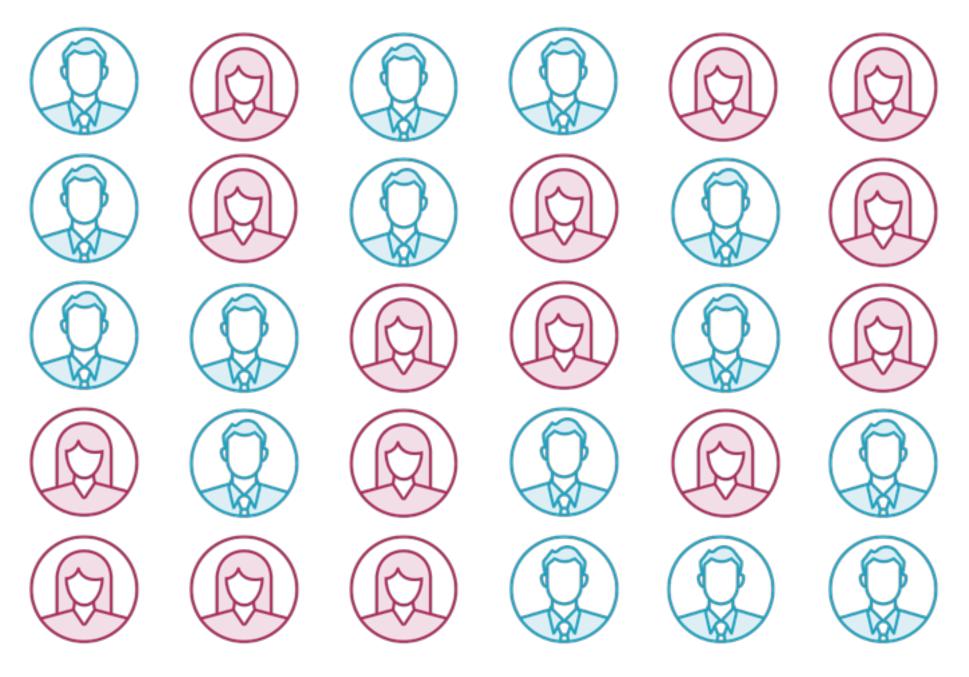


Choose an attribute/
feature that divides the training data into homogenous subsets





**Training Data** 



**Attributes are** 

**Vowel-ending?** 

Begins with K?



Attributes are

Vowel-ending?

Begins with K?

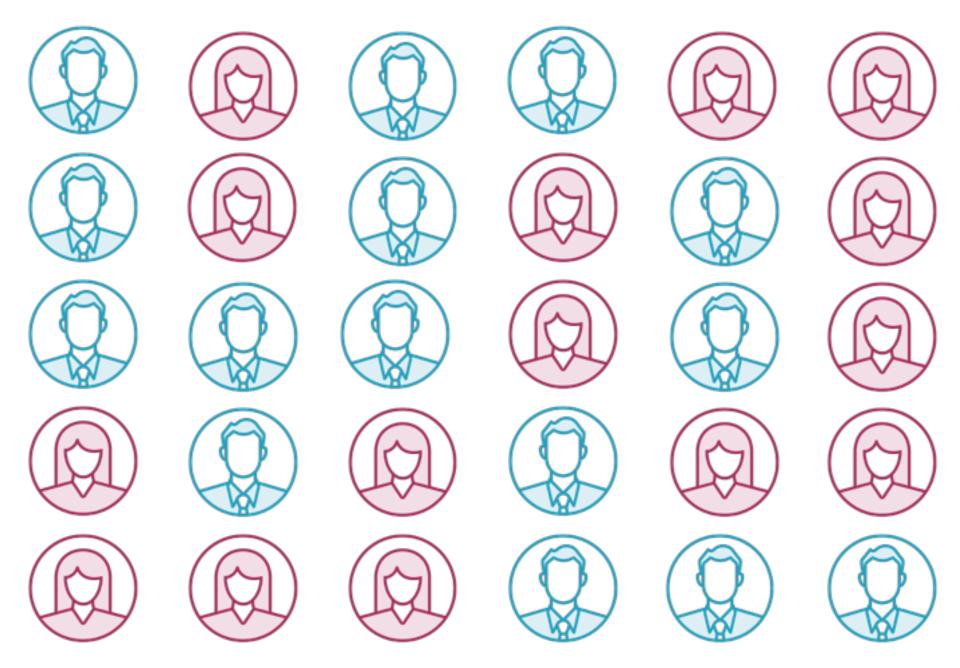


Attributes are

Vowel-ending?

Begins with K?

Yes



Attributes are

**Vowel-ending?** 

Begins with K?



Attributes are

**Vowel-ending?** 

Begins with K?

Yes

**Vowel-ending?** 

Leads to more homogenous subsets

Begins with K?

Leads to nonhomogenous subsets

**Vowel-ending?** 

Gives us more information

Begins with K?

Gives comparatively less information

**Vowel-ending?** 

First attribute in the decision tree

Begins with K?

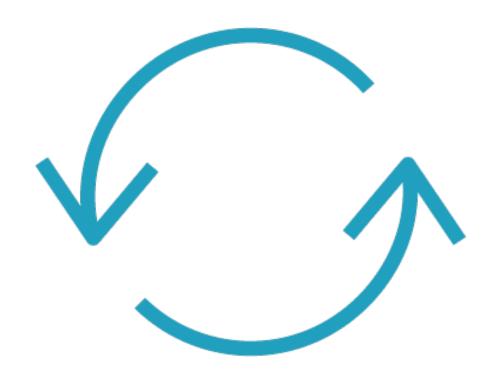
Next attribute in the decision tree

**Vowel-ending?** 

**Begins with K?** 

**Ends with N?** 

If there are more attributes, repeat this process within each subset using the remaining attributes



**Information Gain** 

**Gini Impurity** 

Ways to measure homogeneity of the subsets formed

#### Summary

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