Day 9 – Random Forest, Unsupervised Learning & Real-World Applications

■ Today's Highlights

Today's session included practical and theoretical concepts covering:

- 1. **⊘** Customer Churn Prediction using Random Forest
- 2. **⊘** Introduction to Unsupervised Learning
- 3. **⊘ Heart Disease Prediction Conceptual Overview**

We saw how tree-based models can be used to solve real-world classification problems using cleaned and preprocessed data.

A Random Forest Recap

- Random Forest is an **ensemble learning** algorithm made of multiple decision trees.
- It improves accuracy by averaging predictions and reducing overfitting.
- It is effective on both categorical and numerical data, often used in real-world classification tasks like **customer churn** and **disease diagnosis**.

Customer Churn Prediction with Random Forest

✓ Dataset Used: Telco Customer Churn Dataset

This dataset includes customer info like tenure, contract type, payment method, and whether they left the company (Churn).

☐ Preprocessing & Encoding:

- Removed rows with tenure = 0
- Mapped SeniorCitizen from numeric to "Yes"/"No"
- Applied Label Encoding on categorical features

\square Python Code:

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns

from sklearn.preprocessing import LabelEncoder
from sklearn.ensemble import RandomForestClassifier
from sklearn.model_selection import train_test_split
from sklearn.metrics import confusion matrix, accuracy score
```

```
# Load dataset
df = pd.read csv('WA Fn-UseC -Telco-Customer-Churn.csv')
# Remove invalid tenure rows
df.drop(labels=df[df['tenure'] == 0].index, axis=0, inplace=True)
# Map SeniorCitizen to Yes/No
df["SeniorCitizen"] = df["SeniorCitizen"].map({0: "No", 1: "Yes"})
# Encode all object columns
def object to int(series):
    if series.dtype == 'object':
        return LabelEncoder().fit transform(series)
    return series
df = df.apply(lambda x: object to int(x))
# Split data
X = df.drop(columns=['Churn'])
y = df['Churn'].values
X train, X test, y train, y test = train test split(X, y,
test size=0.30, random state=40, stratify=y)
# Train Random Forest
model rf = RandomForestClassifier(
    n estimators=500, oob score=True, n jobs=-1,
    random state=50, max features="sqrt", max leaf nodes=30
model rf.fit(X train, y train)
# Evaluate
prediction test = model rf.predict(X test)
print("Accuracy:", accuracy score(y test, prediction test))
# Confusion Matrix
plt.figure(figsize=(4,3))
sns.heatmap(confusion matrix(y test, prediction_test), annot=True,
fmt="d", cmap="coolwarm")
plt.title("Customer Churn Confusion Matrix")
plt.xlabel("Predicted")
plt.ylabel("Actual")
plt.show()
```

⊗ Sample Output:

```
Accuracy: 0.80 (or ~80%)
```

Q The confusion matrix showed a balanced prediction between churn and non-churn classes.

\square What is Unsupervised Learning?

- In **unsupervised learning**, the algorithm tries to find **patterns** in data without any labeled output.
- Common types:
 - o Clustering (e.g., customer segmentation)
 - o **Dimensionality reduction** (e.g., PCA)
- Unlike supervised learning, there's **no target column** the model groups data based on similarity.

Real-world examples:

- Grouping users by browsing habits
- Market basket analysis in e-commerce
- News article categorization

We'll explore clustering (like K-Means) in upcoming sessions.

♥□ Heart Disease Prediction – Concept Explained

Heart Disease Prediction is a real-world application of supervised classification algorithms.

- The model uses medical parameters like age, blood pressure, cholesterol, heart rate, etc.
- Algorithms like Logistic Regression, SVM, or Random Forest can be used.
- Goal: Predict whether a person is at **risk of heart disease** (1) or not (0)

Even though we didn't implement it today, this concept was introduced to show how ML can support healthcare diagnostics.

Conclusion

- Built and evaluated a real-world **Customer Churn model** using Random Forest.
- Learned theory of Unsupervised Learning and its applications.
- Discussed use of ML in **healthcare**, like **heart disease prediction**.
- Understood importance of data preprocessing, label encoding, and model evaluation.

This session was highly practical and expanded our view of real ML applications beyond academic datasets.