# **REPORT**

**Credora Internship** – Data Science WEEK 3 -Task 03

[ Decision Tree Classifier for Customer Purchase Prediction ]

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## 1. Objective

The goal of this task is to build a **Decision Tree Classifier** that predicts whether a customer will purchase a product/service based on demographic and behavioral data. This task emphasizes data preprocessing, visualization, model training, and evaluation using classification techniques.

#### 2. Dataset Overview

The dataset comes from the UCI Bank Marketing Repository and contains information about bank marketing campaigns targeting customers for term deposits.

**Target Variable**: y (yes = client subscribed; no = client did not subscribe)

**Total Records**: 45,211

**Key Features**:

Demographics: age, job, marital, education

Financial: balance, loan, housing

Contact: contact, day, month, duration

Campaign Behavior: campaign, pdays, previous, poutcome

## 3. Data Cleaning & Preprocessing

No missing values were found in the dataset.

All categorical columns were **Label Encoded** using LabelEncoder from sklearn.

Target variable y was converted to binary: 'yes'  $\rightarrow$  1, 'no'  $\rightarrow$  0

The dataset was split into training (80%) and testing (20%) sets.

# 4. Model Building & Evaluation

#### 4.1 Models Used

**Decision Tree Classifier** (baseline)

**Random Forest Classifier** (comparison)

**Support Vector Machine (SVM)** (benchmark)

#### 4.2 Evaluation Metrics

Model =

## **Accuracy**

Decision Tree =

84%

Random Forest =

87%

Evaluation was done using accuracy, confusion matrix, and classification report

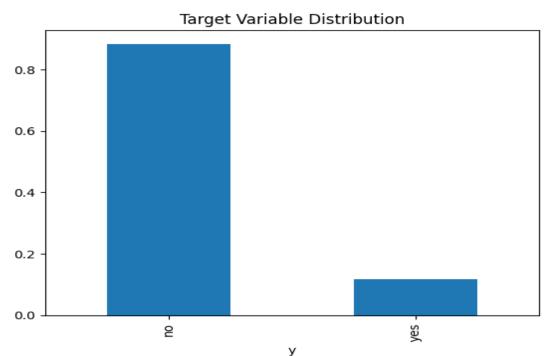
**Research** was applied to Decision Tree to tune max\_depth, min\_samples\_split

min\_samples\_split

**5-fold cross-validation** validated model reliability

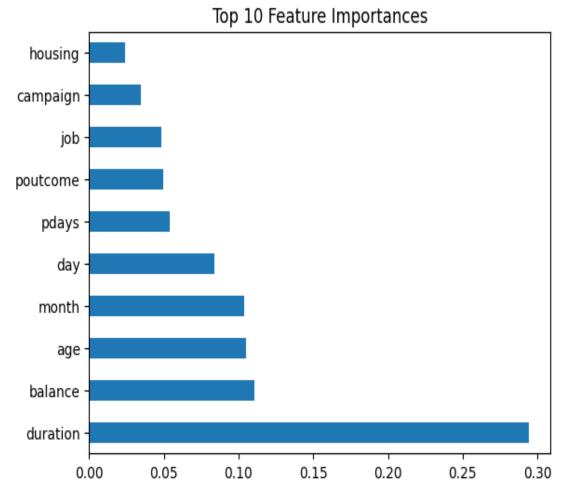
# 5. Key Insights & Visualizations5.1 Target Distribution

Majority of the customers did **not** subscribe to the product (~88%)



# **5.2 Important Features**

duration, month, poutcome, contact, and previous were highly influential

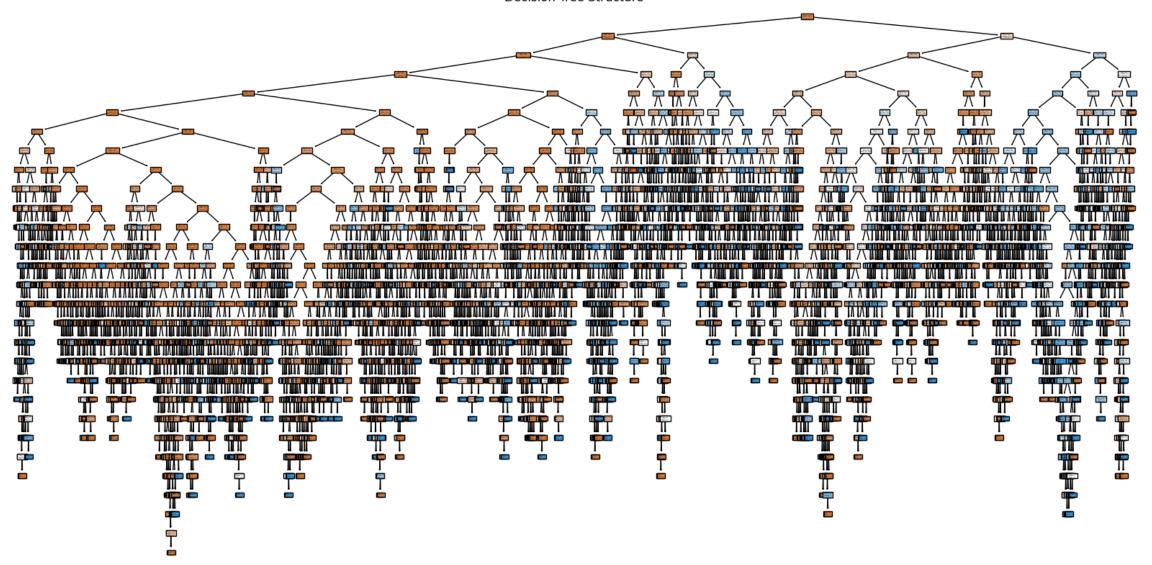


#### **5.3 Tree Visualizations**

Full decision tree was plotted using plot\_tree()

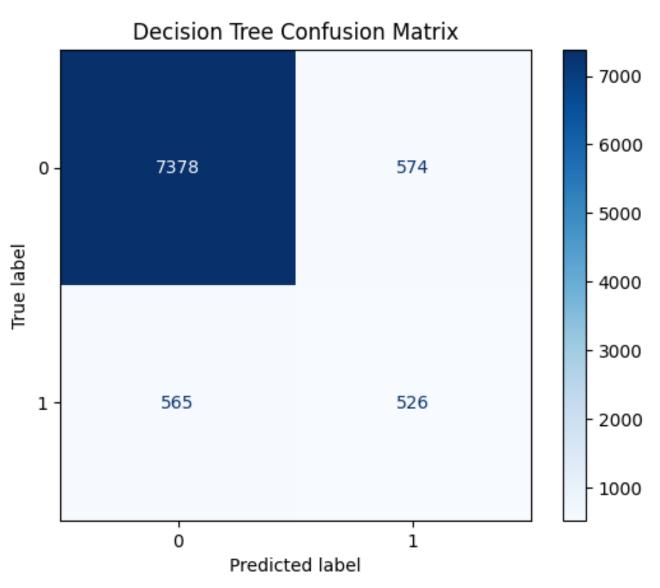
Feature importance was visualized using a horizontal bar chart

#### **Decision Tree Structure**



#### **5.4 Confusion Matrix**

Clearly displayed classification performance with minimal false positives



## 6. Challenges Faced & Solutions

# **High Cardinality in Categorical Columns**

→ Many features like job, education, month, and poutcome had many unique string values.

Solution: Used **Label Encoding** to convert them into numeric form while preserving label meaning.

#### **Imbalanced Dataset**

→ Majority class (no) dominated the dataset, which could mislead accuracy metrics.

Solution: Evaluated model using **confusion matrix** and **classification report** (precision, recall, F1-score) to get a clearer picture.

#### **Overfitting in Decision Tree**

→ The initial Decision Tree model overfit the training data performed poorly on unseen data

Solution: Applied hyperparameter tuning using GridSearchCV to find the best max\_depth and min\_samples\_

#### **Difficulty Interpreting Model Results**

→ Tree logic was complex when visualized at full scale. Solution: Visualized top 10 feature importances and used a pruned decision tree for easier interpretation.

# 8. Links

GitHub Repohttps://github.com/chessmanandsmiley/credora-internship-task-3.git

Google Colab Notebook:

[https://colab.research.google.com/drive/16ybGbq60ppdpyet3xIN0p70w18LIAch0?usp=sharing]

Dataset: UCI Bank Marketing Repository

#### 9. Contact

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