Credit Risk Evaluation

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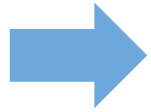
Credit Risk

The risk that a lender may not receive the owed principal and interest, which results in an interruption of cash flows and increased costs for collection.

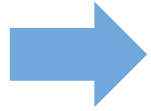
43%

Americans who have been carrying a credit card balance for 2+ years.



$16,883

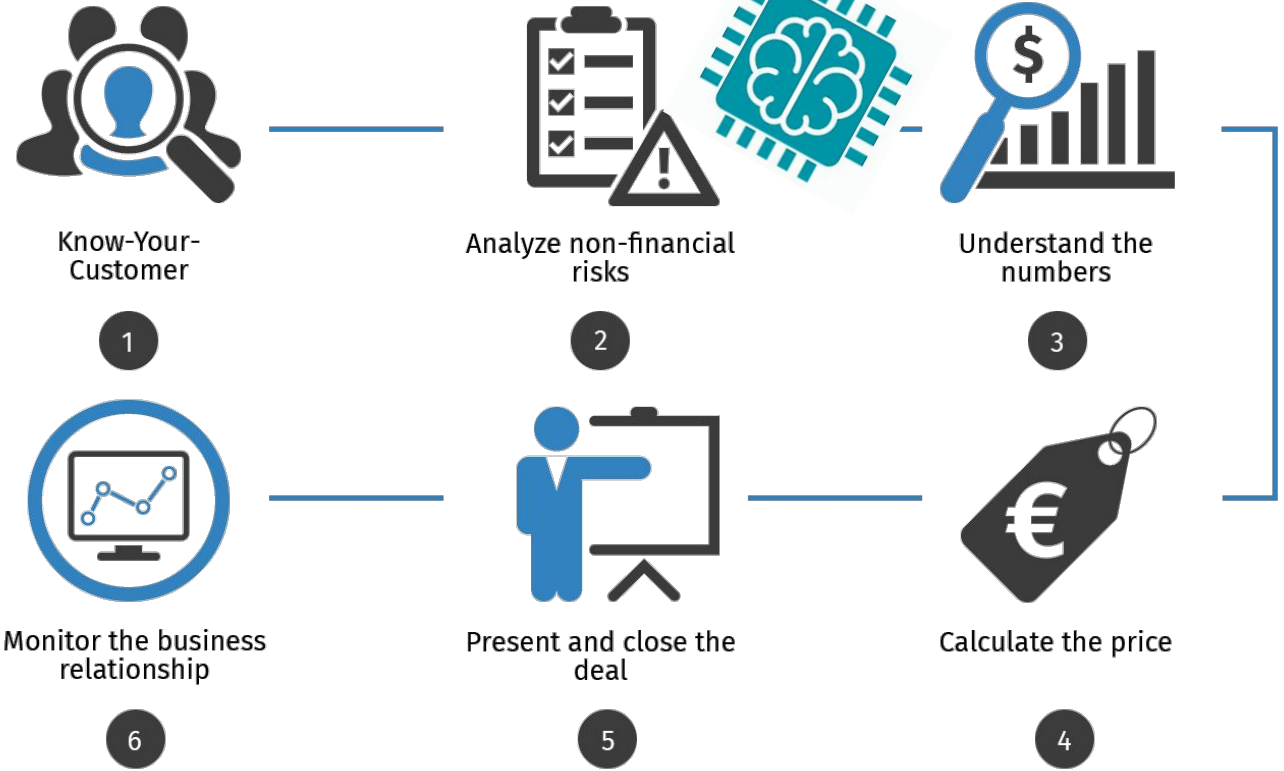
How much the average household with credit card debt owes



How much the average household with credit card debt pays in interest each year

$1,292

Credit Risk Management Process



My Approach

Data Cleaning

Split and Normalize

Oversampling

Train The Model

Feature Selection

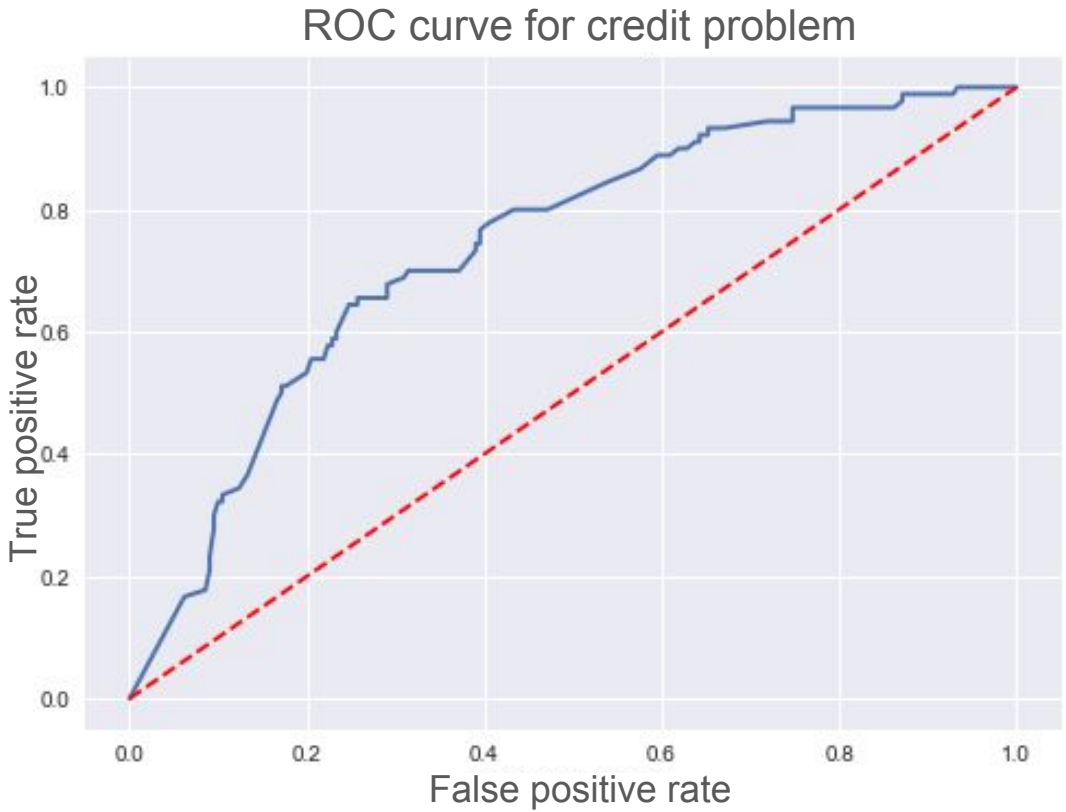
Test The Model

Predict

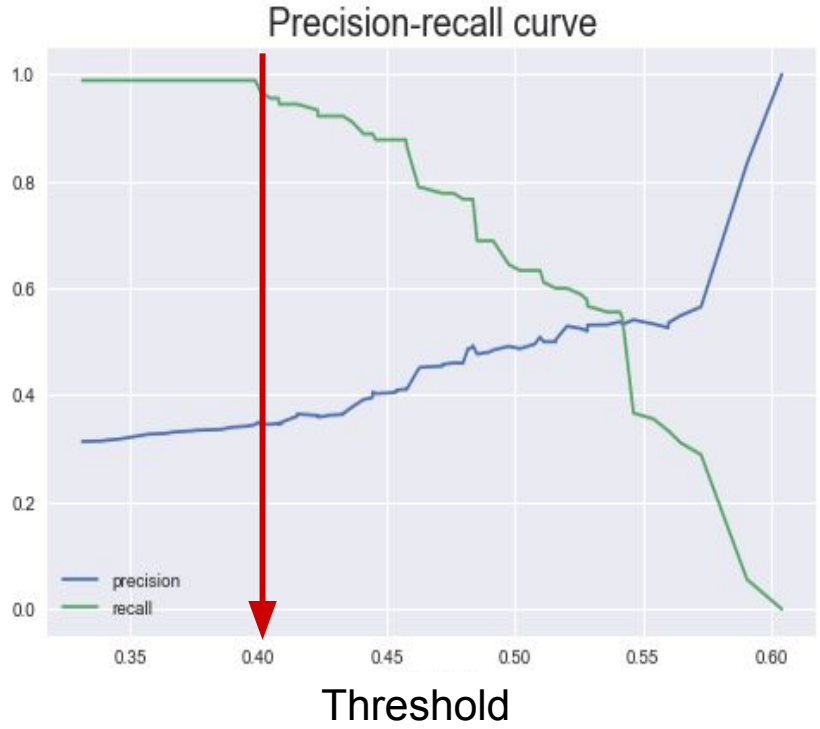
App

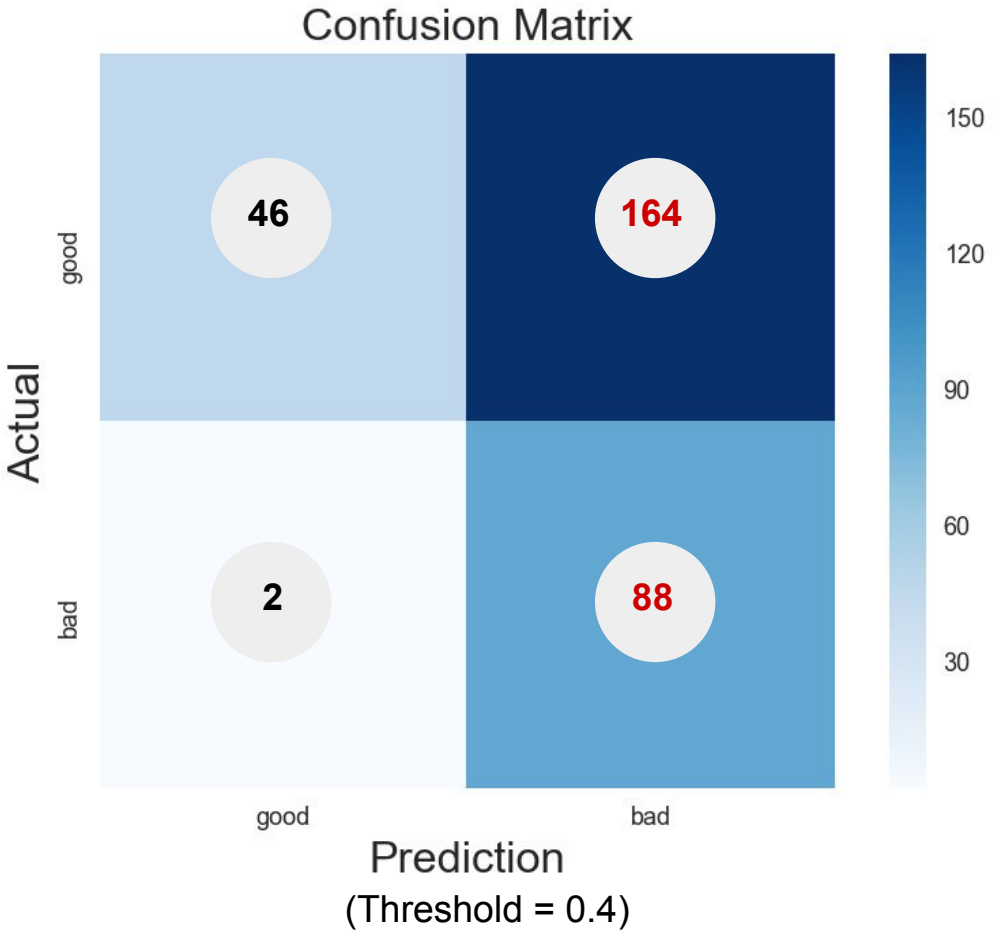
Model Performance

- Random Forest
- Accuracy score: 69%
- ROC AUC score: 0.73
- **Recall score: 64%**

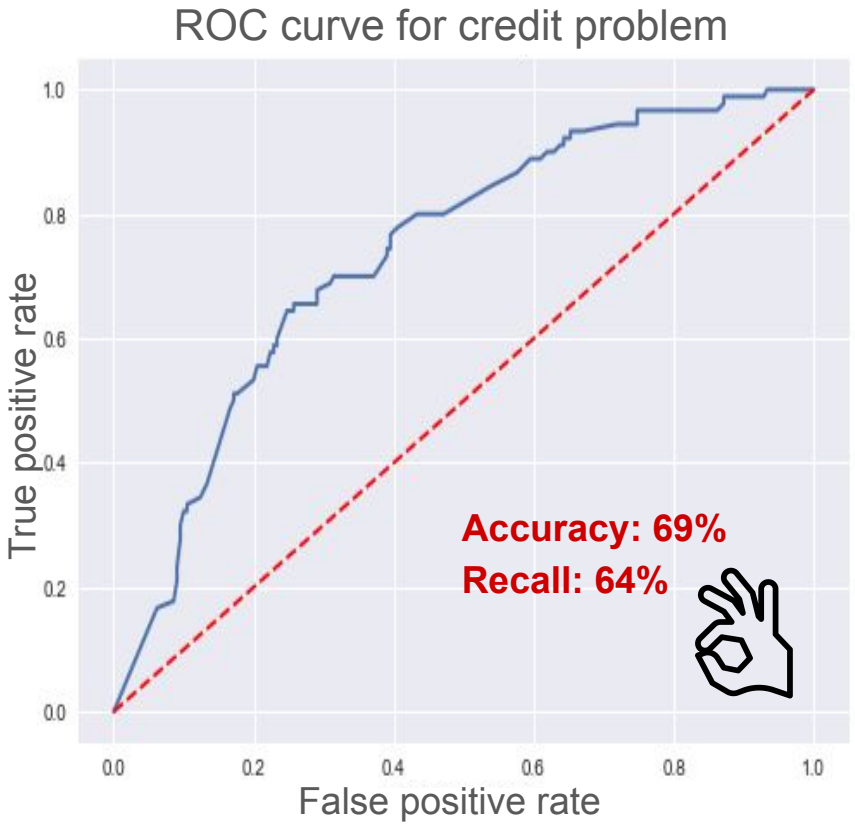


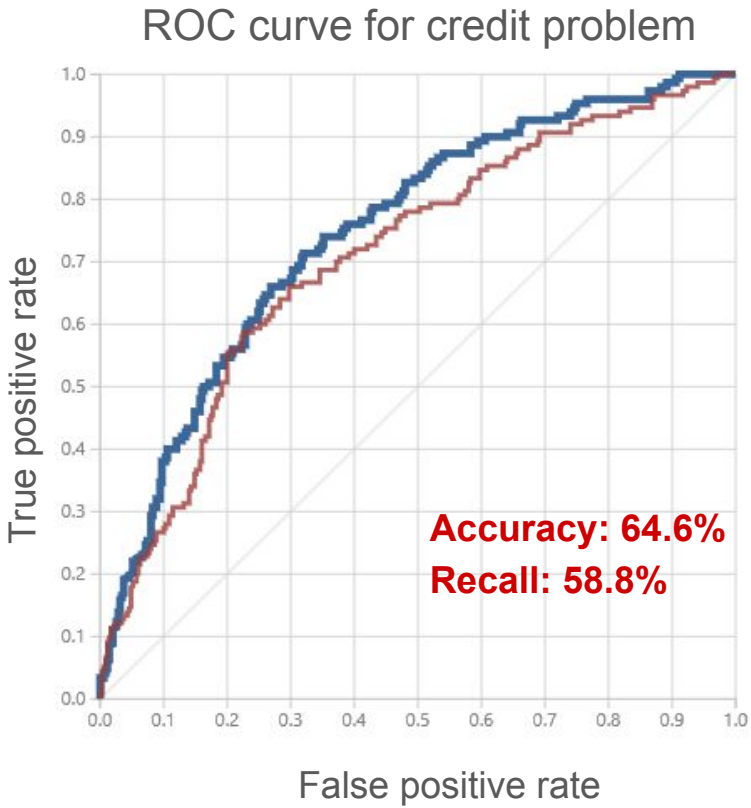
Model Performance





Compare with Microsoft Azure





The Credit Evaluation App

Future Improvement

- More data
- User friendly app
- Utilize industry insight to select features

THANK
YOU
GRACIAS
ARIGATO
SHUKURIA
DANKSCHEEN
BÏYAN
SHUKRIA
TINGKI
YAQHANYELAY
TASHAKKUR ATU
SUKSAMA
EKHMET
MEHRBANI
GRAZIE
MAAKE
KOMAPSUMNIDA
GOZAIMASHITA
EFCHARISTO
JUSPAXAR
PALDIES
BOLZÏN
MERCI

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