

TASK 5

CREDIT CARD FRAUD DETECTION

- Build a machine learning model to identify fraudulent credit card transactions.
- Preprocess and normalize the transaction data, handle class imbalance issues, and split the dataset into training and testing sets.
- Train a classification algorithm, such as logistic regression or random forests, to classify transactions as fraudulent or genuine.
- Evaluate the model's performance using metrics like precision, recall, and F1-score, and consider techniques like oversampling or undersampling for improving results.

DATASET [CLICK HERE](#)

```
import tkinter as tk
from tkinter import filedialog
import pandas as pd
from sklearn.model_selection import train_test_split
from sklearn.preprocessing import StandardScaler
from sklearn.linear_model import LogisticRegression
from sklearn.ensemble import RandomForestClassifier
from sklearn.metrics import accuracy_score, precision_score, recall_score, f1_score

def select_file():
    """Opens a file dialog for user to select a file."""
    file_path = filedialog.askopenfilename()
    return file_path

def read_dataset(file_path):
    """Reads the dataset from the specified file path."""
    try:
        df = pd.read_csv(file_path)
        return df
    except FileNotFoundError:
        print(f"Error: File not found at {file_path}")
        return None
    except Exception as e:
        print(f"Error reading the file: {e}")
        return None

def preprocess_data(df):
    """Preprocesses the credit card fraud dataset."""
    # Handle missing values (if any)
    # df.fillna(method='ffill', inplace=True) # Deprecated method
    df.ffill(inplace=True) # Use ffill to forward-fill missing values

    # Separate features and target variable
    X = df.drop('Class', axis=1)
    y = df['Class']

    # Handle class imbalance (if necessary)
    # You can use techniques like oversampling, undersampling, or SMOTE
    # ...

    # Scale features
    scaler = StandardScaler()
    X = scaler.fit_transform(X)

    # Split data into training and testing sets
    X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)
```

```

df.fillna(inplace=True) # Use fill to forward-fill missing values

# Separate features and target variable
X = df.drop('Class', axis=1)
y = df['Class']

# Handle class imbalance (if necessary)
# You can use techniques like oversampling, undersampling, or SMOTE
# ...

# Scale features
scaler = StandardScaler()
X = scaler.fit_transform(X)

# Split data into training and testing sets
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

return X_train, X_test, y_train, y_test

def train_model(X_train, y_train, model_type='logistic_regression'):
    """Trains the specified model."""
    if model_type == 'logistic_regression':
        model = LogisticRegression()
    elif model_type == 'random_forest':
        model = RandomForestClassifier()
    else:
        raise ValueError("Invalid model type. Please choose 'logistic_regression' or 'random_forest'.")

    model.fit(X_train, y_train)
    return model

def evaluate_model(model, X_test, y_test):
    """Evaluates the model's performance."""
    y_pred = model.predict(X_test)
    accuracy = accuracy_score(y_test, y_pred)
    precision = precision_score(y_test, y_pred)
    recall = recall_score(y_test, y_pred)
    f1 = f1_score(y_test, y_pred)

    print("Accuracy:", accuracy)
    print("Precision:", precision)
    print("Recall:", recall)
    print("F1-score:", f1)

def main():
    file_path = select_file()

```

```

X = scaler.fit_transform(X)

# Split data into training and testing sets
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

return X_train, X_test, y_train, y_test

def train_model(X_train, y_train, model_type='logistic_regression'):
    """Trains the specified model."""
    if model_type == 'logistic_regression':
        model = LogisticRegression()
    elif model_type == 'random_forest':
        model = RandomForestClassifier()
    else:
        raise ValueError("Invalid model type. Please choose 'logistic_regression' or 'random_forest'.")

    model.fit(X_train, y_train)
    return model

def evaluate_model(model, X_test, y_test):
    """Evaluates the model's performance."""
    y_pred = model.predict(X_test)
    accuracy = accuracy_score(y_test, y_pred)
    precision = precision_score(y_test, y_pred)
    recall = recall_score(y_test, y_pred)
    f1 = f1_score(y_test, y_pred)

    print("Accuracy:", accuracy)
    print("Precision:", precision)
    print("Recall:", recall)
    print("F1-score:", f1)

def main():
    file_path = select_file()

    if file_path:
        df = read_dataset(file_path)

        if df is not None:
            X_train, X_test, y_train, y_test = preprocess_data(df)
            model = train_model(X_train, y_train, model_type='logistic_regression') # You can change the model type here
            evaluate_model(model, X_test, y_test)

if __name__ == "__main__":
    main()

```

```

return X_train, X_test, y_train, y_test

def train_model(X_train, y_train, model_type='logistic_regression'):
    """Trains the specified model."""
    if model_type == 'logistic_regression':
        model = LogisticRegression()
    elif model_type == 'random_forest':
        model = RandomForestClassifier()
    else:
        raise ValueError("Invalid model type. Please choose 'logistic_regression' or 'random_forest'.")

    model.fit(X_train, y_train)
    return model

def evaluate_model(model, X_test, y_test):
    """Evaluates the model's performance."""
    y_pred = model.predict(X_test)
    accuracy = accuracy_score(y_test, y_pred)
    precision = precision_score(y_test, y_pred)
    recall = recall_score(y_test, y_pred)
    f1 = f1_score(y_test, y_pred)

    print("Accuracy:", accuracy)
    print("Precision:", precision)
    print("Recall:", recall)
    print("F1-score:", f1)

def main():
    file_path = select_file()

    if file_path:
        df = read_dataset(file_path)

        if df is not None:
            X_train, X_test, y_train, y_test = preprocess_data(df)
            model = train_model(X_train, y_train, model_type='logistic_regression') # You can change the model type here
            evaluate_model(model, X_test, y_test)

if __name__ == "__main__":
    main()

```

IDLE Shell 3.12.0

File Edit Shell Debug Options Window Help

```

Python 3.12.0 (tags/v3.12.0:0fb18b0, Oct 2 2023, 13:03:39) [MSC v.1935 64 bit (AMD64)] on win32
Type "help", "copyright", "credits" or "license()" for more information.

>>>
===== RESTART: C:\Users\HP\OneDrive\Desktop\CA\task-5.py =====
Accuracy: 0.9991222218320986
Precision: 0.8636363636363636
Recall: 0.5816326530612245
F1-score: 0.6951219512195121
>>>

```