

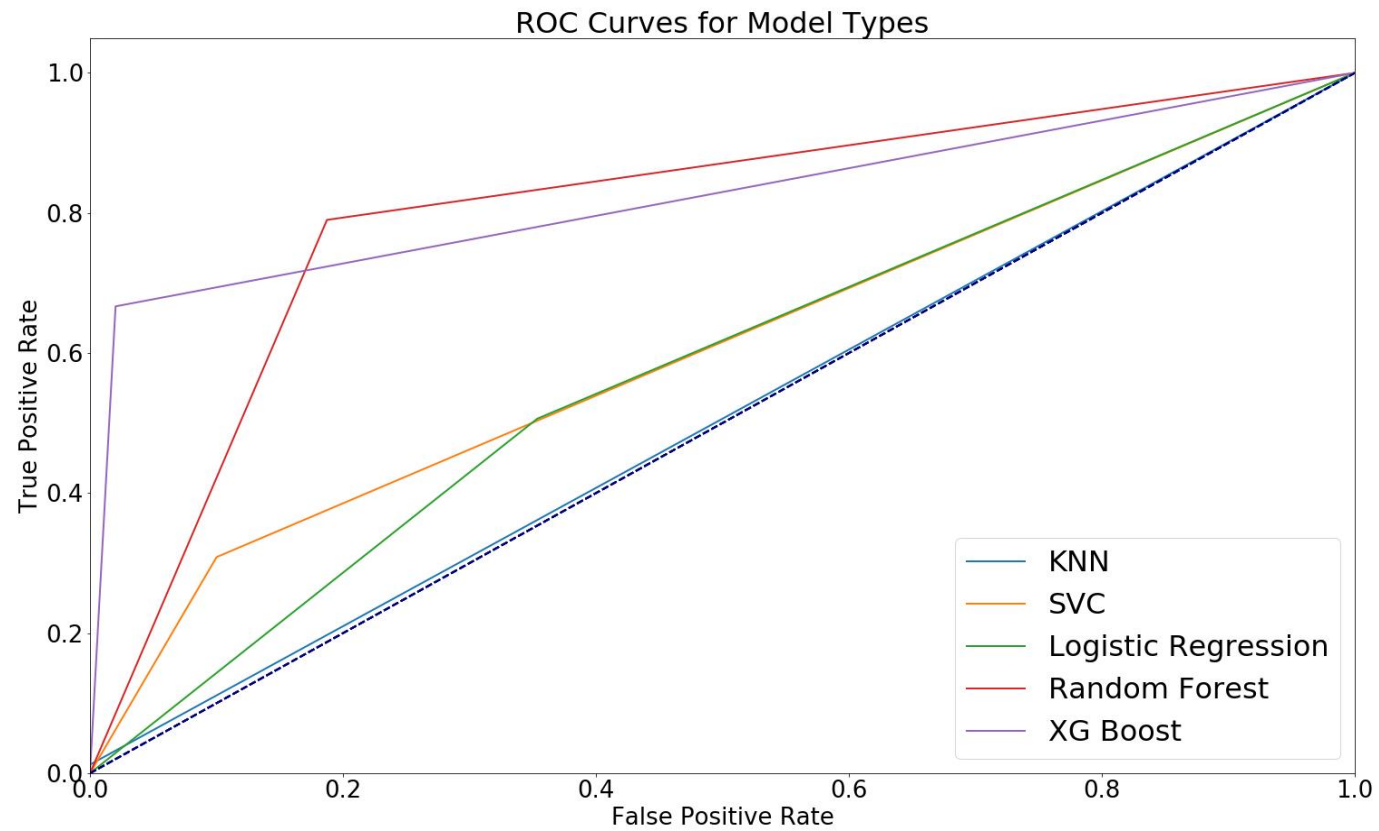
Predicting Bankruptcy

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Methodology

- Unbalanced classes:
 - Synthetic oversampling of bankrupt companies
- Data from Polish manufacturing sector
- Features are financial ratios


Model Selection



Results

5 Year Bankruptcy Prediction

Reality	Operating	1818.00	210.00
	Bankrupt	17.00	64.00
Prediction		Operating	Bankrupt



Moving Forward

- Generalize the model internationally
- Use the same process to build model for other business sectors

Appendix

- Data from UCI data repository:
<https://archive.ics.uci.edu/ml/datasets/Polish+companies+bankruptcy+data>
- Original paper on this dataset from Zieba, M., Tomczak, S. K., & Tomczak, J. M.
(2016). [https://www.ii.pwr.edu.pl/~tomczak/PDF/\[MZSTJT\].pdf](https://www.ii.pwr.edu.pl/~tomczak/PDF/[MZSTJT].pdf)