Social network ads

February 17, 2025

1 Logistic Regression Study for Social Media Ad Analysis

1.1 Introduction

This notebook aims to explore and apply a **Logistic Regression model** to predict whether a user will purchase a product after viewing an ad on a social media platform. We will use a **dataset containing users' demographic information**, such as age and estimated income, along with the response variable indicating whether the user made a purchase or not.

1.2 Study Steps

The study will be divided into the following steps:

1. Data Exploration and Preprocessing

- Reading the dataset
- Handling missing values
- Removing irrelevant columns
- Exploratory analysis (variable distribution, descriptive statistics)

2. Data Visualization

- Analyzing relationships between variables
- Scatter plots and boxplots

3. Applying the Logistic Regression Model

- Splitting the data into training and testing sets
- Training the model
- Evaluating performance (confusion matrix, precision, recall, and F1-score metrics)

4. Interpreting the Results

- Understanding the impact of variables on the model
- Discussing possible improvements and limitations

1.3 Objective

The objective of this study is to deepen my knowledge of the **Logistic Regression algorithm**, exploring its applications, advantages, and limitations.

In addition to applying the model to the specific problem of social media ad analysis, I will also seek to understand in which scenarios logistic regression performs well and where it may present weaknesses.

This will provide a more critical perspective on its use in different contexts and allow comparisons with other classification models.

Let's begin the study by loading the data and analyzing its structure.

```
[1]: import pandas as pd
import matplotlib.pyplot as plt
import numpy as np
import seaborn as sns
from sklearn.linear_model import LogisticRegression
from sklearn.model_selection import train_test_split
from sklearn.metrics import classification_report
```

The history saving thread hit an unexpected error (OperationalError('attempt to write a readonly database')). History will not be written to the database.

2 Exploration and preprocessing of data

```
[2]: df = pd.read_csv('../Social_Network_Ads.csv.xls')
[3]:
    df.head()
[3]:
         User ID Gender
                               EstimatedSalary
                                                 Purchased
                           Age
      15624510
                                          19000
                                                          0
     0
                    Male
                            19
                                                          0
     1 15810944
                    Male
                            35
                                          20000
     2 15668575
                                                          0
                  Female
                            26
                                          43000
     3 15603246
                  Female
                            27
                                                          0
                                          57000
     4 15804002
                                                          0
                    Male
                                          76000
[4]: # Check for null values
     df.isna().sum()
[4]: User ID
                         0
     Gender
                         0
     Age
     EstimatedSalary
                         0
    Purchased
                         0
     dtype: int64
```

2.1 Dropping Unnecessary Columns

Before starting the analysis, we need to drop the **User ID** column.

This column is not useful for our predictions since it does not provide any meaningful information related to our target variable.

```
df = df.drop(['User ID'],axis=1)
[6]: df.head()
[6]:
        Gender
                Age
                     EstimatedSalary
                                      Purchased
     0
          Male
                 19
                               19000
     1
          Male
                 35
                               20000
                                               0
     2
                                               0
        Female
                 26
                               43000
       Female
                                               0
     3
                 27
                               57000
     4
          Male
                 19
                               76000
                                               0
[7]: for col in df.columns:
         print(f"{col}: {df[col].unique()}\n")
    Gender: ['Male' 'Female']
    Age: [19 35 26 27 32 25 20 18 29 47 45 46 48 49 31 21 28 33 30 23 24 22 59 34
     39 38 37 42 40 36 41 58 55 52 60 56 53 50 51 57 44 43 54]
    EstimatedSalary: [ 19000 20000 43000 57000 76000 58000 84000 150000
                                                                                 33000
    65000
             52000
                                                        28000
                                                                29000
      00008
                    86000
                            18000
                                   82000
                                          25000
                                                 26000
                                                                       22000
      49000
             41000
                    23000
                            30000
                                   74000 137000
                                                 16000
                                                        44000
                                                                90000
                                                                       27000
      72000
             31000
                    17000
                           51000 108000
                                          15000
                                                 79000
                                                        54000 135000
                                                                       89000
      32000 83000
                    55000
                           48000 117000 87000
                                                 66000 120000
                                                                63000
                                                                       68000
     113000 112000
                    42000
                           88000
                                   62000 118000
                                                 85000
                                                        81000
                                                                50000 116000
                           59000 149000 21000
                                                        71000 61000
     123000 73000
                    37000
                                                 35000
                                                                       75000
      53000 107000
                    96000
                           45000
                                   47000 100000
                                                 38000
                                                        69000 148000 115000
                                   39000 134000 101000 130000 114000 142000
      34000 60000
                    70000
                           36000
      78000 143000
                    91000 144000 102000 126000 133000 147000 104000 146000
                                   77000 125000 106000 141000 93000 138000
     122000 97000
                    95000 131000
     119000 105000
                    99000 129000
                                   46000 64000 139000]
```

Purchased: [0 1]

2.2 Exploratory Data Analysis (EDA)

Understanding the Data Distribution

We will begin by examining the distribution of each column using the .describe() method. This allows us to summarize key statistics such as mean, standard deviation, and percentiles.

```
[8]: df.describe()
```

```
[8]:
                        EstimatedSalary
                                            Purchased
                    Age
     count
            400.000000
                              400.000000
                                           400.000000
             37.655000
                            69742.500000
                                             0.357500
     mean
     std
             10.482877
                            34096.960282
                                             0.479864
     min
             18.000000
                            15000.000000
                                             0.000000
     25%
             29.750000
                            43000.000000
                                             0.000000
     50%
             37.000000
                            70000.000000
                                             0.000000
     75%
             46.000000
                            88000.000000
                                             1.000000
             60.000000
                           150000.000000
                                             1.000000
     max
```

3 Visualizing Data Distributions

While .describe() provides valuable numerical summaries, visualizing the data can make patterns more apparent.

We will use boxplots to identify outliers in Ages and EstimatedSalary.

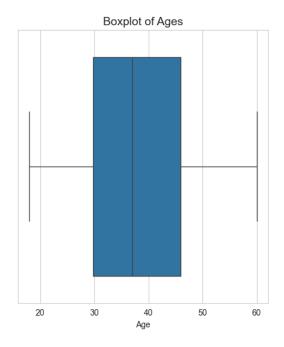
```
[9]: # Set Seaborn style
sns.set_style("whitegrid")

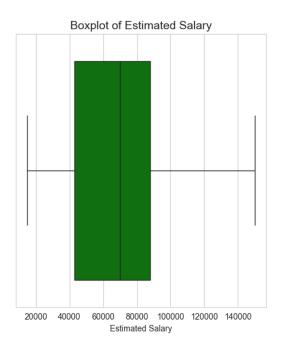
# Create figure
fig, axes = plt.subplots(1, 2, figsize=(12, 6))

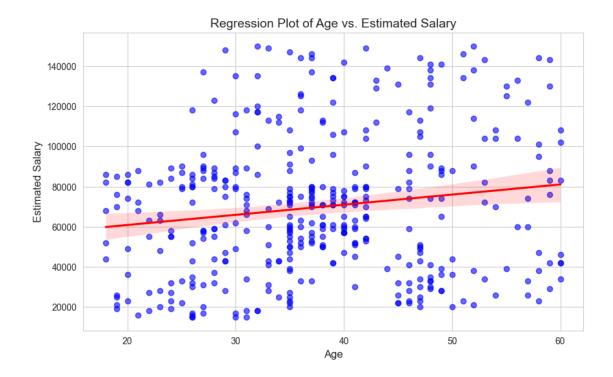
# 1. Boxplot for Age Distribution (Detect Outliers)
sns.boxplot(x=df["Age"], ax=axes[0])
axes[0].set_title("Boxplot of Ages", fontsize=14)
axes[0].set_xlabel("Age")

# 2. Boxplot for Estimated Salary Distribution (Detect Outliers)
sns.boxplot(x=df["EstimatedSalary"], color="green", ax=axes[1])
axes[1].set_title("Boxplot of Estimated Salary", fontsize=14)
axes[1].set_xlabel("Estimated Salary")
```

[9]: Text(0.5, 0, 'Estimated Salary')







There is a weak positive correlation between Age and Salary.

Age alone is not a strong predictor of Salary, as indicated by the wide scatter.

4 Data Preprocessing

4.0.1 Handling Categorical Variables

• Most machine learning models require numerical inputs, so we need to convert categorical variables into numbers.

4.0.2 Checking Data Types

First, we inspect our dataset to identify categorical variables.

• df.dtypes

4.0.3 Encoding Categorical Data

Since models cannot work directly with categorical data, we must transform them into numerical values.

- We will use Label Encoding for binary categories (e.g., Male/Female).
- from sklearn.preprocessing import LabelEncoder

This transformation is also essential for computing correlation matrices, as correlation coefficients require numerical values.

```
[11]: #1
      df.dtypes
[11]: Gender
                         object
      Age
                          int64
      EstimatedSalary
                          int64
      Purchased
                          int64
      dtype: object
[12]: #2
      #Right our only categorical data is the Gender column as a type object, letsu
      ⇔transform it with Pipelines
      from sklearn.pipeline import Pipeline
      from sklearn.compose import ColumnTransformer
      from sklearn.preprocessing import LabelEncoder, FunctionTransformer
      # Function to transform Gender column
      def label_encode_gender(df):
          encoder = LabelEncoder()
          df['Gender'] = encoder.fit_transform(df['Gender'])
          return df
      # Create a pipeline with a custom transformer
      pipeline = Pipeline([
          ('gender_label_encoding', FunctionTransformer(label_encode_gender))
      1)
      # Transform the data
      df_transformed = pipeline.fit_transform(df)
      print(df_transformed)
```

	Gender	Age	EstimatedSalary	Purchased
0	1	19	19000	0
1	1	35	20000	0
2	0	26	43000	0
3	0	27	57000	0
4	1	19	76000	0
			•••	•••
395	0	46	41000	1
396	1	51	23000	1
397	0	50	20000	1
398	1	36	33000	0
399	0	49	36000	1

[400 rows x 4 columns]

Now that we have transformed our categorical value into numerical, we can also see the correlation coefficient between our variables and the target value.

```
[13]: for i in df.columns:
    coef = np.corrcoef(df[i], df["Purchased"])[0,1]
    if i != 'Purchased':
        print(f"Correlation Coefficient of {i} x Purchased: {coef:.3f}")
    else:
        break
```

```
Correlation Coefficient of Gender x Purchased: -0.042
Correlation Coefficient of Age x Purchased: 0.622
Correlation Coefficient of EstimatedSalary x Purchased: 0.362
```

4.1 Correlation Coefficient of Gender X Purchased is negative and very close to 0. Is that correct?

Actually, it is right, and this is valuable information for us. But first, let's understand what happened:

- The Pearson correlation coefficient (which is commonly used) measures linear relationships between two variables.
- When both variables are binary (0 and 1), the correlation becomes a measure of how often they match or differ.
 - If the correlation is positive, Gender = 1 is more likely to result in Target = 1.
 - If the correlation is negative, Gender = 1 is more likely to result in Target = 0.

4.1.1 Key Result

- With a correlation of -0.042, it indicates that Gender has no significant impact on whether a person makes a purchase.
- In other words, there is no meaningful difference between male and female purchasing behavior in this dataset.

4.2 We have it all for the Logistic Regression model

- 1. The data is all numerical
- 2. The data is properly cleaned
- 3. The data doesn't contain null values or missing values

5 Developing our model

- 1. Separate the X values and Y value that is the target (Purchased)
- 2. Use the **train test split** to properly separate our data on training and test.
- 3. Fit the model **Logistic Regression**, with the training data.
- 4. At last see our model scoring

```
[14]: #1
X = df.drop(columns = ['Purchased'], axis=1)
y = df['Purchased']
```

```
[15]: X.head()
[15]:
         Gender
                      EstimatedSalary
                 Age
      0
              1
                   19
                                 19000
      1
              1
                  35
                                 20000
      2
              0
                                 43000
                  26
      3
              0
                  27
                                 57000
      4
              1
                   19
                                 76000
[16]: y.head()
[16]: 0
           0
      1
           0
      2
           0
      3
           0
      4
           0
      Name: Purchased, dtype: int64
[17]: #2
      X_train, X_test, y_train, y_test = train_test_split(X, y, test_size = 0.20, __
       →random_state = 42)
[18]: #3
      model = LogisticRegression(solver = 'liblinear', random_state = 42) #liblinear_
       ⇒is good for small datasets
      model.fit(X_train, y_train)
[18]: LogisticRegression(random_state=42, solver='liblinear')
[19]: #4
      y_pred = model.predict(X_test)
      report = classification_report(y_test, y_pred)
      print(report)
                    precision
                                 recall f1-score
                                                      support
                 0
                         0.66
                                    1.00
                                              0.79
                                                           52
                 1
                         1.00
                                    0.04
                                              0.07
                                                           28
                                              0.66
         accuracy
                                                           80
                                              0.43
        macro avg
                         0.83
                                    0.52
                                                           80
     weighted avg
                         0.78
                                    0.66
                                              0.54
                                                           80
```

We have a huge problem here, the recall score for the 1 label is pretty bad

The recall score of the label 1 tells us that the model only identified 4% of the true instances of class

But that can be fixed right? Well we can try

5.1 Fixing the disproportional data

For better undertanding, this miss classification is normally caused by disproportional datasets, where one class have much more data then the other.

• First lets check the **Purchased** data to see its proportion

```
[20]: #1
df.Purchased.value_counts(1)
```

[20]: Purchased

0 0.6425

1 0.3575

Name: proportion, dtype: float64

Well that could have been worst, we have 64% of class 0 present in the data and 35% od class 1.

Lets try to bring that to a 50/50 proportion with a technic called **SMOTE**, that creates data for the class that has less data.

• from imblearn.over sampling import SMOTE

```
[21]: X = df.drop(columns = ['Purchased'], axis=1)
y = df['Purchased']
```

5.1.1 See that we have only applyed SMOTE after the train_test_split function?

Well we did that to prevent **data leakage**, that can occur when information from outside the training dataset is used to create the model, and that can be a huge performance problem.

If we apply SMOTE after the train test split:

- The model is trained on a balanced dataset.
- The test set remains representative of real-world data, often imbalanced.
- The evaluation accurately reflects how the model will perform on unseen data.

If we apply SMOTE before the train test split:

- Synthetic samples are generated using information from the entire dataset.
- Some of this synthetic information (based on test data) leaks into the training data.
- The model sees data derived from the test set during training, leading to:

- Overfitting
- Unrealistic performance evaluation (too optimistic)

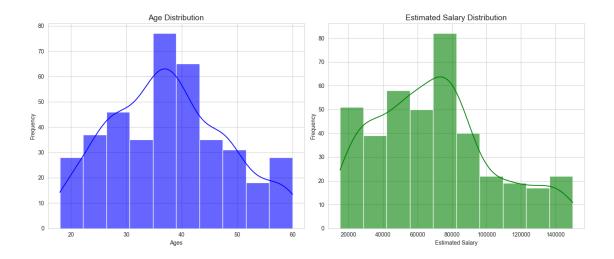
```
[23]: from collections import Counter print("Class distribution before resampling:", Counter(y_train)) print("Class distribution after resampling:", Counter(y_train_SMOTE))
```

```
Class distribution before resampling: Counter({0: 205, 1: 115}) Class distribution after resampling: Counter({0: 205, 1: 205})
```

After applying SMOTE we got a 50/50 proportion with 205 to class 0 and 205 to class 1.

But thats not all, we might have a problem with our data when dealing with **Logistic Regression**, that is not the proportion, lets take a look at the distribution of the data in the Ages column and the EstimatedSalary.

```
[24]: # Set plot style
      sns.set_style("whitegrid")
      # Create figure and axes
      fig, axes = plt.subplots(1, 2, figsize=(14, 6))
      # Histogram for Ages
      sns.histplot(df["Age"], bins=10, kde=True, color="blue", alpha=0.6, ax=axes[0])
      axes[0].set_title("Age Distribution", fontsize=14)
      axes[0].set xlabel("Ages")
      axes[0].set_ylabel("Frequency")
      # Histogram for Estimated Salary
      sns.histplot(df["EstimatedSalary"], bins=10, kde=True, color="green", alpha=0.
       \rightarrow 6, ax=axes[1])
      axes[1].set_title("Estimated Salary Distribution", fontsize=14)
      axes[1].set_xlabel("Estimated Salary")
      axes[1].set ylabel("Frequency")
      plt.tight_layout()
      plt.show()
```



What we get from this graphs is that we have data that is very different from each other, because in age we have distributions from 10 -> 60, and with salaries we have from 10000 -> 160000, this are very different scales from each other.

But why is that a problem?

That can cause our model to think that salaries might be more important than age, prioritizing only one variable and making the optimization process imbalanced and slow.

5.2 Why is it bad to have this data spread like this?

It is bad, because in the **Logistic Regression** model we have:

- Gradient Descent Convergence Issues
 - The optimization algorithm Gradient Descent works best when all features area on a similar scale
 - Large-scale features like salaries can cause some weights to be updated much faster than others, making convergence slow or even preventing it from reaching the global minimum.
- Feature Importance Distortion
 - The model assigns coefficients based on feature values.
 - If one feature like salaries, has values much larger than others, its coefficient will also be disproportionately larger, which can distort the real importance of the feature.

5.2.1 What can i do to solve this issues?

- We can use the Standard Scaler from **sklearn.preprocessing** module to transform data to have:
 - Mean = 0
 - Standard Deviation = 1

• Standardizing the model puts everything in the same range, ensuring that no feature dominates just beacuse of its scale (salaries over age).

```
[25]: from sklearn.preprocessing import StandardScaler
      # Define numeric and categorical columns
      numeric_features = ['Age', 'EstimatedSalary']
      gender_features = ['Gender']
      # Create a ColumnTransformer
      preprocessor = ColumnTransformer(
          transformers=[
              ('num', StandardScaler(), numeric_features), # Apply StandardScaler to_
       →numeric features
              ('cat', 'passthrough', gender_features) # Leave Gender unchanged
          ]
      )
      # Create a pipeline with preprocessing and Logistic Regression
      pipeline = Pipeline([
          ('preprocess', preprocessor),
          ('classifier', LogisticRegression(solver = 'liblinear', random_state=42))
      ])
      # Fit the pipeline with the training data from SMOTE
      pipeline.fit(X_train_SMOTE, y_train_SMOTE)
      # Predict and evaluate
      y_pred = pipeline.predict(X_test)
```

[26]:	<pre>report = classification_report(y_test, y_pred)</pre>
	<pre>print(report)</pre>

	precision	recall	f1-score	support
0	0.92	0.88	0.90	52
1	0.80	0.86	0.83	28
accuracy			0.88	80
macro avg	0.86	0.87	0.86	80
weighted avg	0.88	0.88	0.88	80

5.3 Way better!

By standardizing the data, we observed a significant improvement in our model's classification performance. This highlights the importance of having a well-balanced dataset with values that follow a consistent scale.

6 To improve

- 1. We've discovered that the gender has a **-0.042** Correlation Coefficient, a pretty low one. So can we remove the **Gender** column and have better results?
- 2. Add a Pipeline to our first model, to improve the code.
- 3. Try this dataset in other algorithms.