Exercise11:

The goal is to decide if someone buys a computer or not. Derive the best decision tree by calculating a little by hand (Shannon). At least the first split.

Calculating the Entropy and Gain for Decision Tree

Buy Computer

Buy Computer		
yes	no	sum
12	8	20

Age

	Buy computer	Buy computer	
	yes	no	sum
<30	2	6	8
31…40	6	0	6
>40	4	2	6

Income

	Buy computer	Buy computer	
	yes	no	sum
high	3	2	5
medium	5	3	8
low	4	3	7

Student

	Buy computer	Buy computer	
	yes	no	sum
yes	8	1	9
no	4	7	11

Credit rating

	Buy computer	Buy computer	
	yes	no	sum
Fair	7	3	10
Excellent	5	5	10

Calculated with ID3 method from http://www.saedsayad.com/decision_tree.htm

Entropy Buy Computer

E(BuyComputer) = E(12,8)

= 0.971

Entropy(BuyComputer, Age)

E(BuyCompter, Age) = P(<30)*E(2,6) + P(31..40)*E(6,0) + P(>40)*E(4,2)

= (8/20)*0.811 + (6/20)*0 + (6/20)*0.918

= 0.6

Entropy(BuyComputer, Income)

E(BuyComputer, Income) = P(high)*E(3,2) + P(medium)* E(5,3) + P(low)*E(4,3)

= (5/20)*E(3,2) + (8/20)*E(5,3) + (7/20)*E(4,3)

= 0.25*0.971 + 0.4*0.954 + 0.35*0.9855

= 0.96

Entropy(BuyComputer, Student)

E(BuyComputer, Student) = P(IsStudent)*E(8,1)+P(noStudent)*E(4,7)

= (9/20)*(E8,1) + (11/20)*E(4,7)

= 0.45*0.5044 + 0.55*0.9457

= 0.747

Entropy(BuyComputer, CreditRating)

E(BuyComputer, CreditRating) = P(Fair)*E(7,3) + P(Excellent)*E(5,5)

= (10/20)*E(7,3) + 10/20*E(5,5)

= 0.5*0.881 + 0.5*1

= 0.941

Calculating the GAINs

G(BuyComputer,Age) = E(BuyComputer) – E(BuyComputer,Age)

= 0.971 - 0.6

= 0,371

G(BuyComputer,Income) = E(BuyComputer) – E(BuyComputer,Income)

= 0.971 - 0.96

= 0,011

G(BuyComputer,Student) = E(BuyComputer) – E(BuyComputer,Student)

= 0.971 - 0.747

= 0,224

G(BuyComputer,Creditrating) = E(BuyComputer) – E(BuyComputer,Creditrating)

= 0.971 -0.941

= 0,03

Resume

So the most important impact ist the person's age, followed by is a student or not.

The most unimportant property in this example is the person's income, **a surprising result for me**.

Entropy (Age 31..40) is 0, therefore group Age 31..40 is a leaf node, means every person from this group buys a computer

So our decision tree should start with age, followed by property 'is student', then person's creditrating and at least person's income.