Employee Attrition Analysis

Research Question use data analytics to analyze an IBM employee dataset to determine the variables that affect attrition

EDA

Dataset

```
# load the data
data <- read.csv("C:/Users/mfbro/Downloads/WA_Fn-UseC_-HR-Employee-Attrition.csv", header=TRUE, sep=","
data$Age <- data$i..Age
data <- data[-1]</pre>
```

Packages

```
# install .packages("corrplot")
# install.packages("mctest")
# install.packages("car")
# install.packages("ROCR")
# install.packages("rpart")
# install.packages("randomForest")
# install.packages("caret")
# install.packages("DMwR")
# install.packages("mlbench")
```

Summary Stats

\$ JobInvolvement

```
str(data)
```

```
1470 obs. of 35 variables:
## 'data.frame':
## $ Attrition
                             : Factor w/ 2 levels "No", "Yes": 2 1 2 1 1 1 1 1 1 1 ...
                             : Factor w/ 3 levels "Non-Travel", "Travel_Frequently", ...: 3 2 3 2 3 2 3 3
## $ BusinessTravel
                             : int 1102 279 1373 1392 591 1005 1324 1358 216 1299 ...
## $ DailyRate
## $ Department
                             : Factor w/ 3 levels "Human Resources",..: 3 2 2 2 2 2 2 2 2 ...
## $ DistanceFromHome
                             : int 1 8 2 3 2 2 3 24 23 27 ...
## $ Education
                             : int 2 1 2 4 1 2 3 1 3 3 ...
                             : Factor w/ 6 levels "Human Resources",..: 2 2 5 2 4 2 4 2 2 4 ...
## $ EducationField
## $ EmployeeCount
                             : int 1 1 1 1 1 1 1 1 1 1 ...
## $ EmployeeNumber
                           : int 1 2 4 5 7 8 10 11 12 13 ...
## $ EnvironmentSatisfaction : int 2 3 4 4 1 4 3 4 4 3 ...
                           : Factor w/ 2 levels "Female", "Male": 1 2 2 1 2 2 1 2 2 ...
## $ Gender
## $ HourlyRate
## $ Gender
                             : int 94 61 92 56 40 79 81 67 44 94 ...
```

: int 3 2 2 3 3 3 4 3 2 3 ...

```
## $ JobLevel
                            : int 2 2 1 1 1 1 1 1 3 2 ...
## $ JobRole
                            : Factor w/ 9 levels "Healthcare Representative",..: 8 7 3 7 3 3 3 3 5 1
## $ JobSatisfaction
                            : int 4 2 3 3 2 4 1 3 3 3 ...
## $ MaritalStatus
                            : Factor w/ 3 levels "Divorced", "Married", ...: 3 2 3 2 2 3 2 1 3 2 ....
                            : int 5993 5130 2090 2909 3468 3068 2670 2693 9526 5237 ...
## $ MonthlyIncome
## $ MonthlyRate
                            : int 19479 24907 2396 23159 16632 11864 9964 13335 8787 16577 ...
## $ NumCompaniesWorked
                            : int 8 1 6 1 9 0 4 1 0 6 ...
                            : Factor w/ 1 level "Y": 1 1 1 1 1 1 1 1 1 ...
## $ Over18
## $ OverTime
                            : Factor w/ 2 levels "No", "Yes": 2 1 2 2 1 1 2 1 1 1 ...
## $ PercentSalaryHike
                            : int 11 23 15 11 12 13 20 22 21 13 ...
## $ PerformanceRating
                            : int 3 4 3 3 3 3 4 4 4 3 ...
## $ RelationshipSatisfaction: int 1 4 2 3 4 3 1 2 2 2 ...
## $ StandardHours
                            : int 80 80 80 80 80 80 80 80 80 80 ...
                            : int 0 1 0 0 1 0 3 1 0 2 ...
## $ StockOptionLevel
## $ TotalWorkingYears
                            : int 8 10 7 8 6 8 12 1 10 17 ...
## $ TrainingTimesLastYear
                            : int 0 3 3 3 3 2 3 2 2 3 ...
## $ WorkLifeBalance
                            : int 1 3 3 3 3 2 2 3 3 2 ...
                            : int 6 10 0 8 2 7 1 1 9 7 ...
## $ YearsAtCompany
## $ YearsInCurrentRole
                            : int 4707270077...
## $ YearsSinceLastPromotion : int 0 1 0 3 2 3 0 0 1 7 ...
## $ YearsWithCurrManager : int 5 7 0 0 2 6 0 0 8 7 ...
## $ Age
                            : int 41 49 37 33 27 32 59 30 38 36 ...
```

Structure

str(data)

```
## 'data.frame': 1470 obs. of 35 variables:
## $ Attrition
                             : Factor w/ 2 levels "No", "Yes": 2 1 2 1 1 1 1 1 1 1 ...
                             : Factor w/ 3 levels "Non-Travel", "Travel_Frequently", ...: 3 2 3 2 3 2 3 3
## $ BusinessTravel
## $ DailyRate
                             : int 1102 279 1373 1392 591 1005 1324 1358 216 1299 ...
## $ Department
                             : Factor w/ 3 levels "Human Resources",..: 3 2 2 2 2 2 2 2 2 2 ...
## $ DistanceFromHome
                             : int 1 8 2 3 2 2 3 24 23 27 ...
                             : int 2 1 2 4 1 2 3 1 3 3 ...
## $ Education
                             : Factor w/ 6 levels "Human Resources",..: 2 2 5 2 4 2 4 2 2 4 ...
## $ EducationField
## $ EmployeeCount
                             : int 1 1 1 1 1 1 1 1 1 ...
## $ EmployeeNumber
                             : int 1 2 4 5 7 8 10 11 12 13 ...
## $ EnvironmentSatisfaction : int 2 3 4 4 1 4 3 4 4 3 ...
                             : Factor w/ 2 levels "Female", "Male": 1 2 2 1 2 2 1 2 2 2 ...
## $ Gender
## $ HourlyRate
                             : int 94 61 92 56 40 79 81 67 44 94 ...
## $ JobInvolvement
                             : int 3 2 2 3 3 3 4 3 2 3 ...
## $ JobLevel
                             : int 2 2 1 1 1 1 1 1 3 2 ...
## $ JobRole
                             : Factor w/ 9 levels "Healthcare Representative",..: 8 7 3 7 3 3 3 3 5 1
## $ JobSatisfaction
                             : int 4233241333...
                             : Factor w/ 3 levels "Divorced", "Married", ...: 3 2 3 2 2 3 2 1 3 2 ...
## $ MaritalStatus
                             : int 5993 5130 2090 2909 3468 3068 2670 2693 9526 5237 ...
## $ MonthlyIncome
                             : int 19479 24907 2396 23159 16632 11864 9964 13335 8787 16577 ...
## $ MonthlyRate
## $ NumCompaniesWorked
                             : int 8 1 6 1 9 0 4 1 0 6 ...
## $ Over18
                             : Factor w/ 1 level "Y": 1 1 1 1 1 1 1 1 1 1 ...
                             : Factor w/ 2 levels "No", "Yes": 2 1 2 2 1 1 2 1 1 1 ...
## $ OverTime
## $ PercentSalaryHike
                             : int 11 23 15 11 12 13 20 22 21 13 ...
## $ PerformanceRating
                             : int 3 4 3 3 3 3 4 4 4 3 ...
## $ RelationshipSatisfaction: int 1 4 2 3 4 3 1 2 2 2 ...
```

```
$ StandardHours
                                    80 80 80 80 80 80 80 80 80 ...
   $ StockOptionLevel
##
                             : int
                                    0 1 0 0 1 0 3 1 0 2 ...
   $ TotalWorkingYears
                                    8 10 7 8 6 8 12 1 10 17 ...
                             : int
   $ TrainingTimesLastYear
                                    0 3 3 3 3 2 3 2 2 3 ...
##
                             : int
   $ WorkLifeBalance
                                    1 3 3 3 3 2 2 3 3 2 ...
##
                             : int
##
   $ YearsAtCompany
                             : int
                                    6 10 0 8 2 7 1 1 9 7 ...
   $ YearsInCurrentRole
                             : int
                                    4707270077...
   $ YearsSinceLastPromotion : int
                                    0 1 0 3 2 3 0 0 1 7 ...
##
##
   $ YearsWithCurrManager
                             : int
                                    5700260087...
   $ Age
                                    41 49 37 33 27 32 59 30 38 36 ...
                             : int
```

Missing data

[1] 0

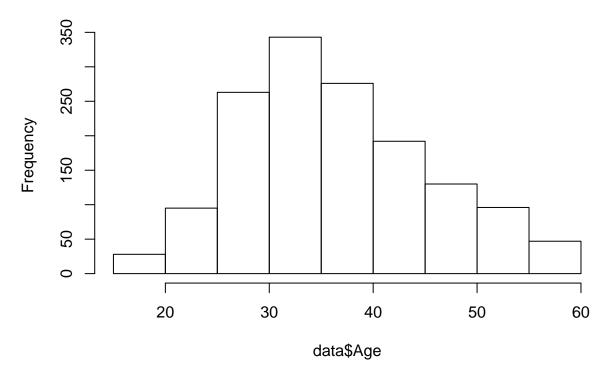
Note that the echo = FALSE parameter was added to the code chunk to prevent printing of the R code that generated the plot.

Analysis of Variables

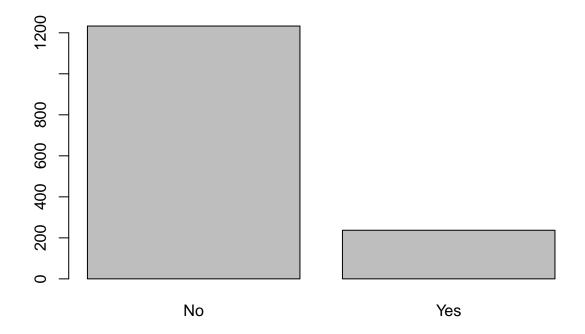
Analyze each variable

```
hist(data$Age)
```

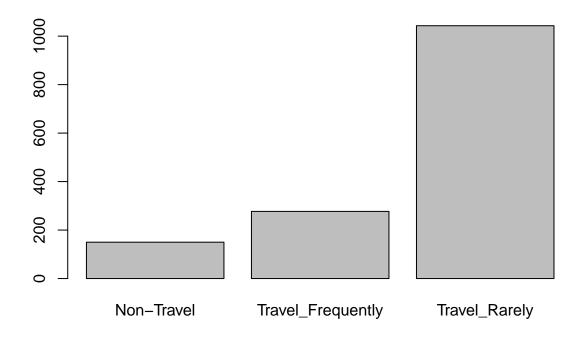
Histogram of data\$Age



plot(data\$Attrition)

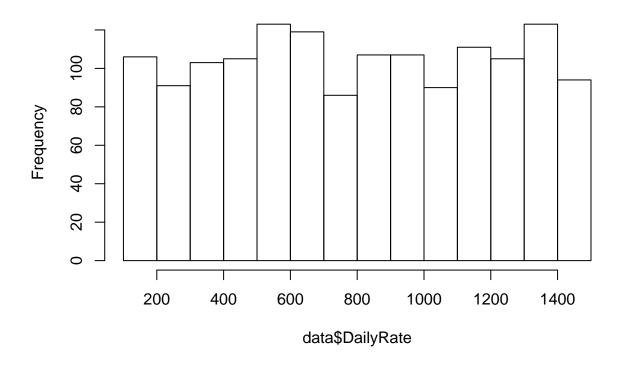


plot(data\$BusinessTravel)

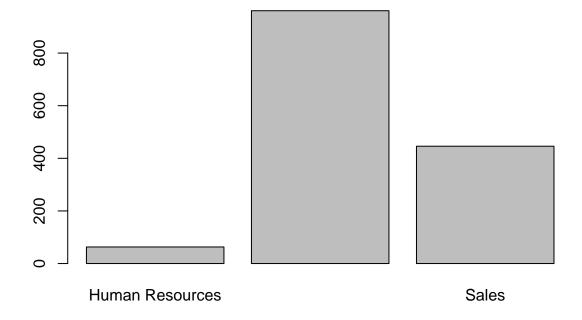


hist(data\$DailyRate)

Histogram of data\$DailyRate

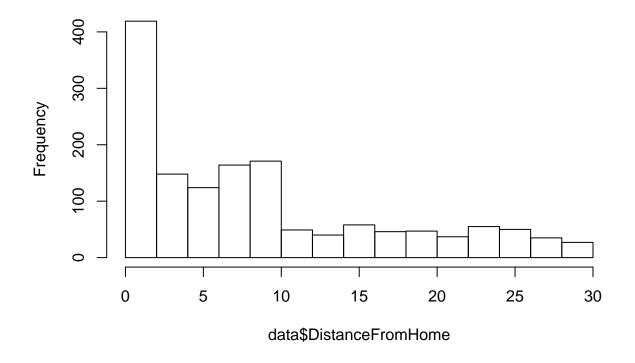


plot(data\$Department)



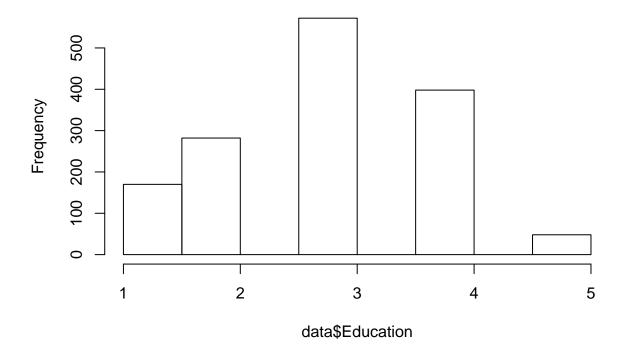
hist(data\$DistanceFromHome)

Histogram of data\$DistanceFromHome

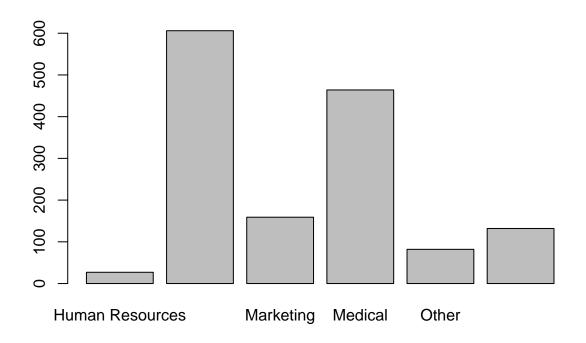


hist(data\$Education)

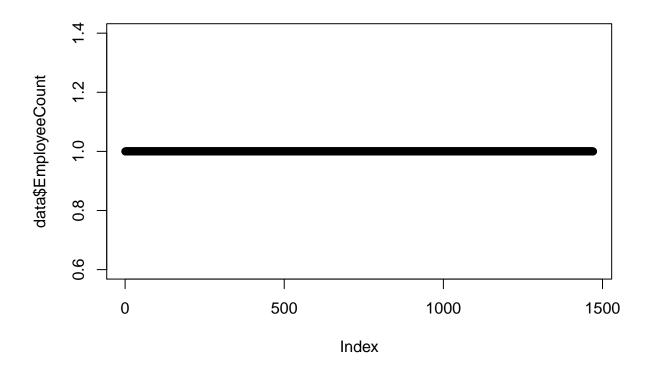
Histogram of data\$Education



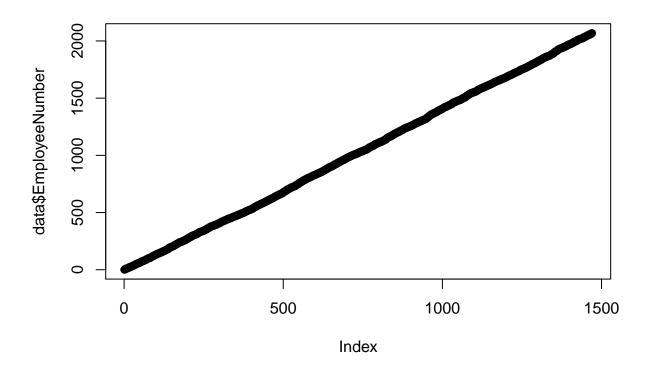
plot(data\$EducationField)



plot(data\$EmployeeCount)

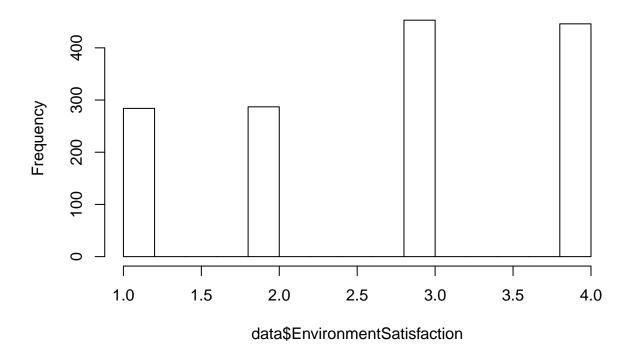


plot(data\$EmployeeNumber)

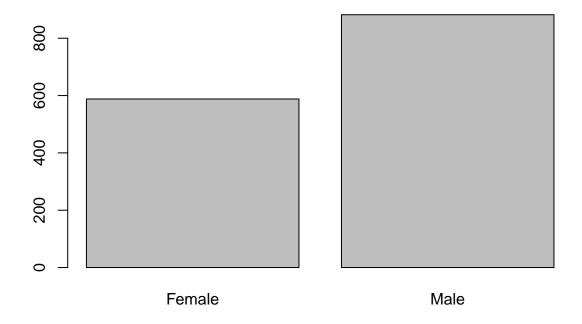


hist(data\$EnvironmentSatisfaction)

Histogram of data\$EnvironmentSatisfaction

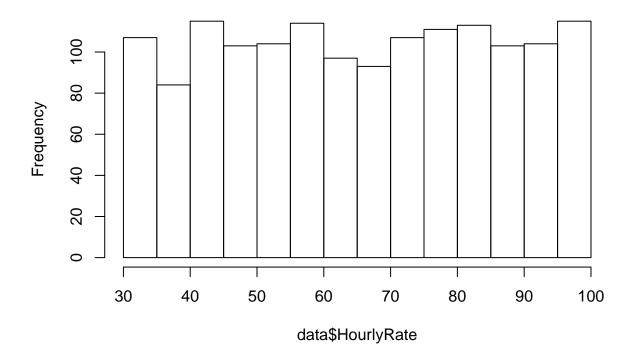


plot(data\$Gender)



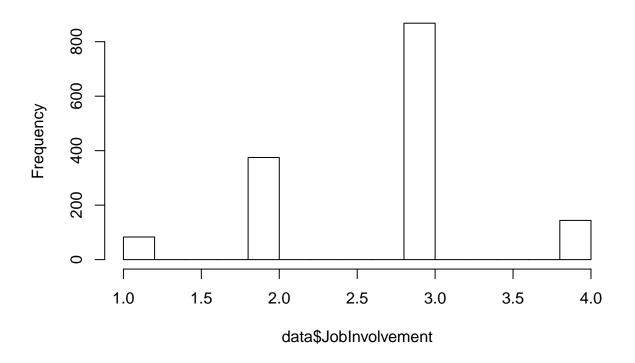
hist(data\$HourlyRate)

Histogram of data\$HourlyRate



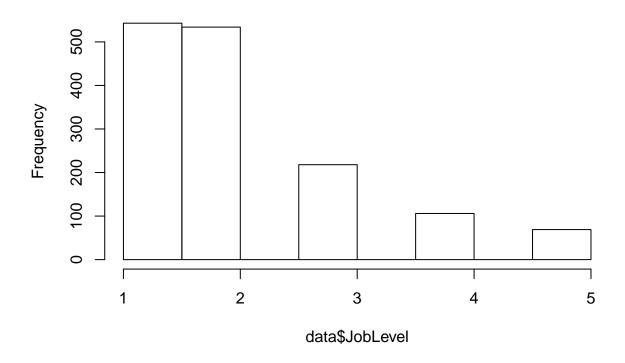
hist(data\$JobInvolvement)

Histogram of data\$JobInvolvement

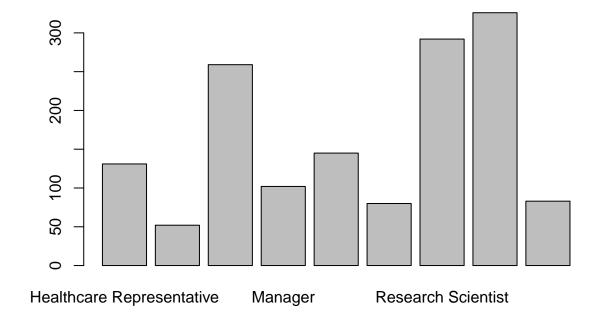


hist(data\$JobLevel)

Histogram of data\$JobLevel

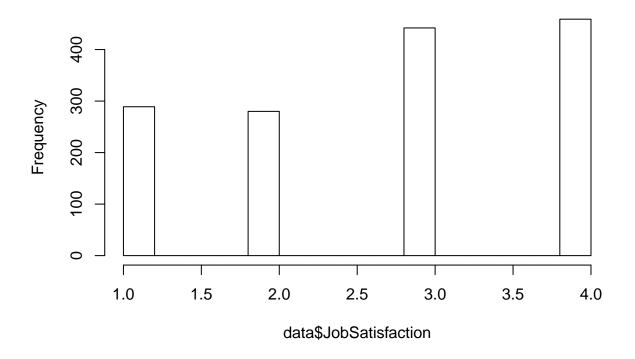


plot(data\$JobRole)

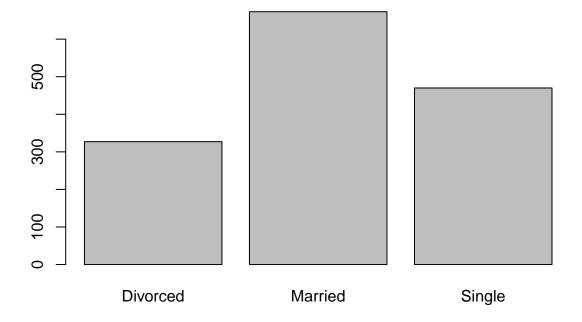


hist(data\$JobSatisfaction)

Histogram of data\$JobSatisfaction

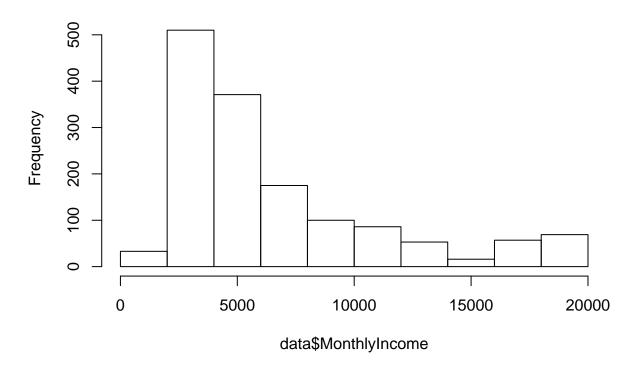


plot(data\$MaritalStatus)



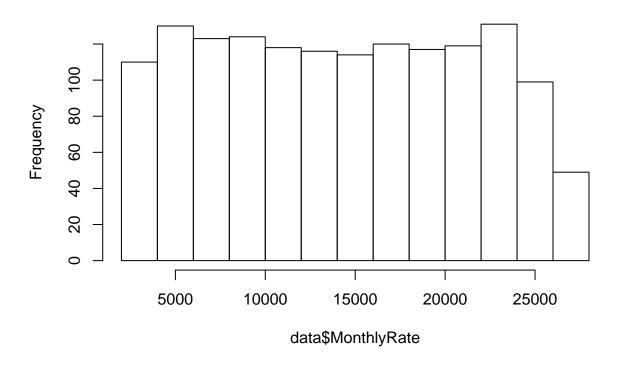
hist(data\$MonthlyIncome)

Histogram of data\$MonthlyIncome



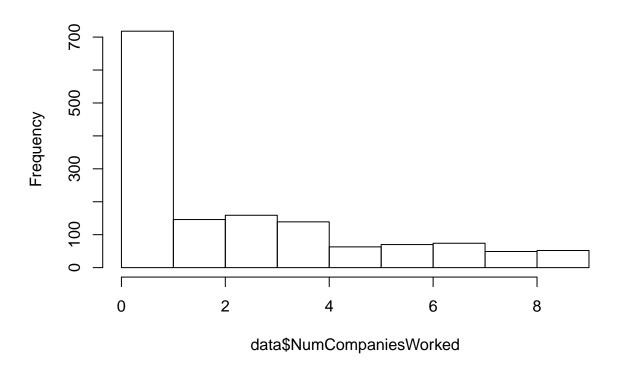
hist(data\$MonthlyRate)

Histogram of data\$MonthlyRate

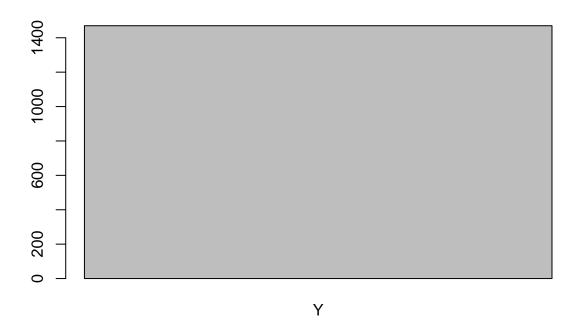


hist(data\$NumCompaniesWorked)

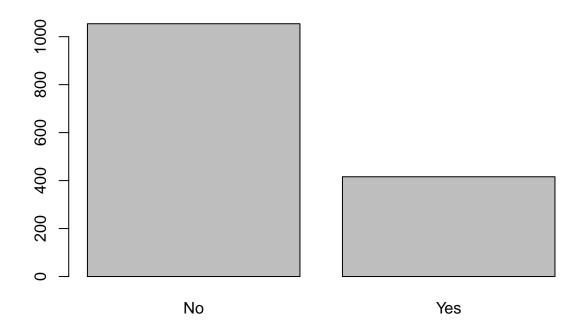
Histogram of data\$NumCompaniesWorked



plot(data\$0ver18)

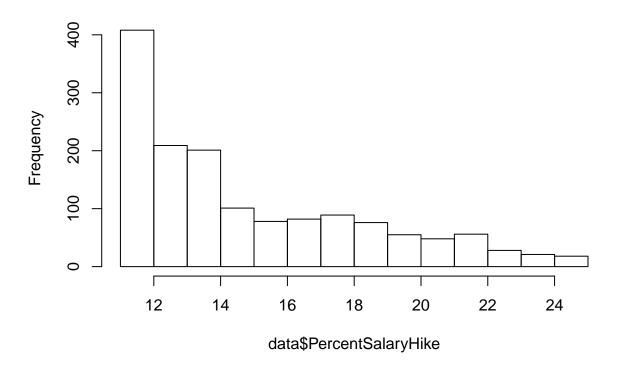


plot(data\$0verTime)



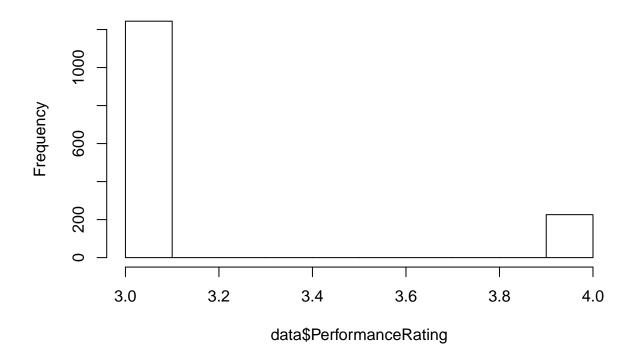
hist(data\$PercentSalaryHike)

Histogram of data\$PercentSalaryHike



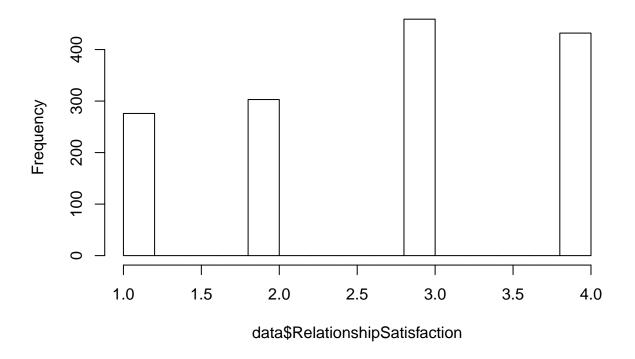
hist(data\$PerformanceRating)

Histogram of data\$PerformanceRating

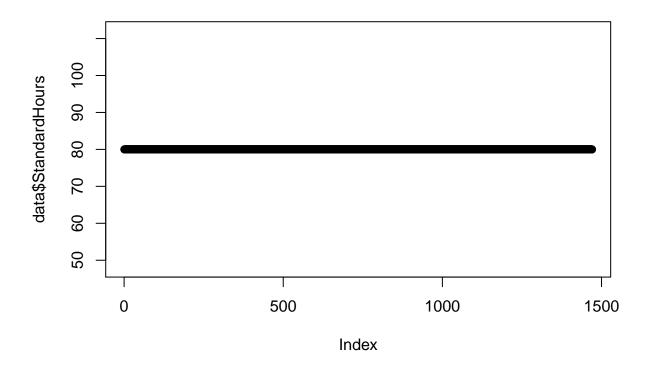


hist(data\$RelationshipSatisfaction)

Histogram of data\$RelationshipSatisfaction

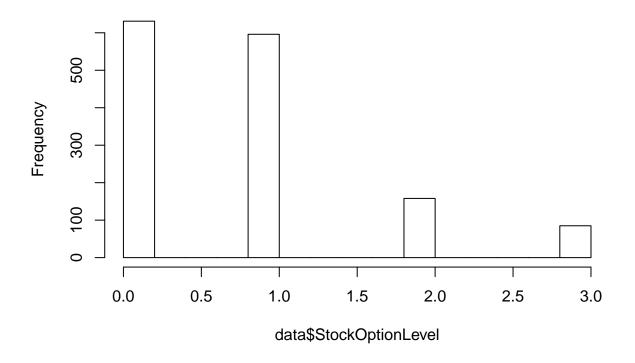


plot(data\$StandardHours)



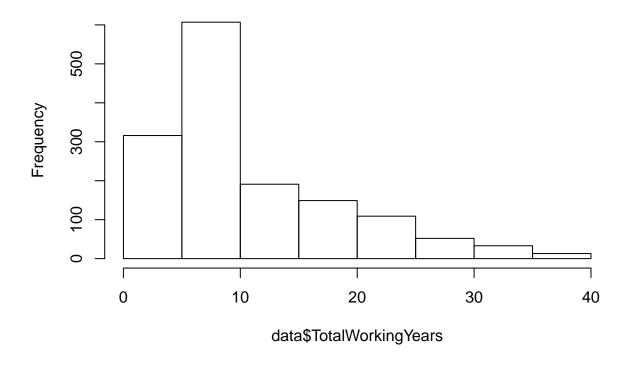
hist(data\$StockOptionLevel)

Histogram of data\$StockOptionLevel



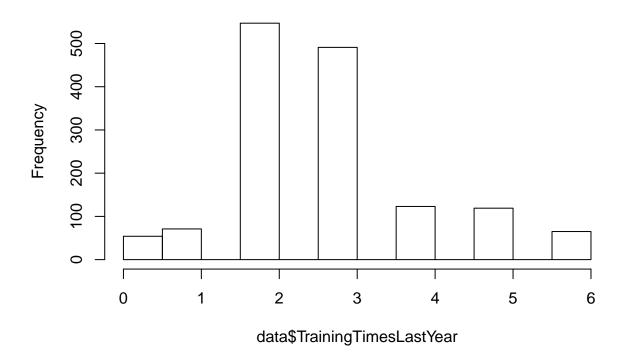
hist(data\$TotalWorkingYears)

Histogram of data\$TotalWorkingYears



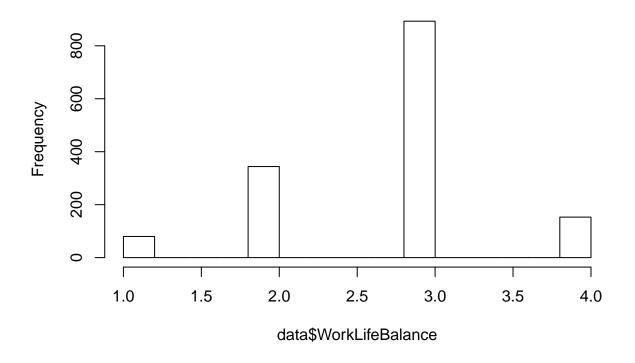
hist(data\$TrainingTimesLastYear)

Histogram of data\$TrainingTimesLastYear



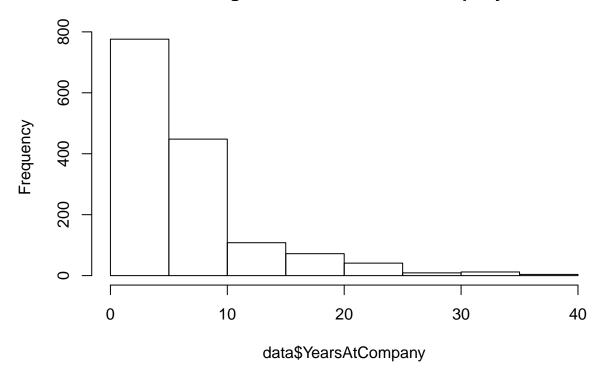
hist(data\$WorkLifeBalance)

Histogram of data\$WorkLifeBalance



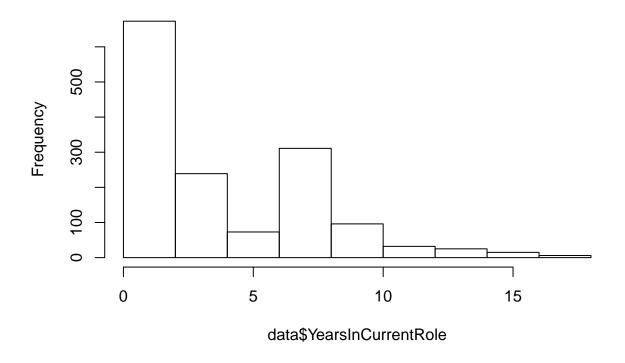
hist(data\$YearsAtCompany)

Histogram of data\$YearsAtCompany



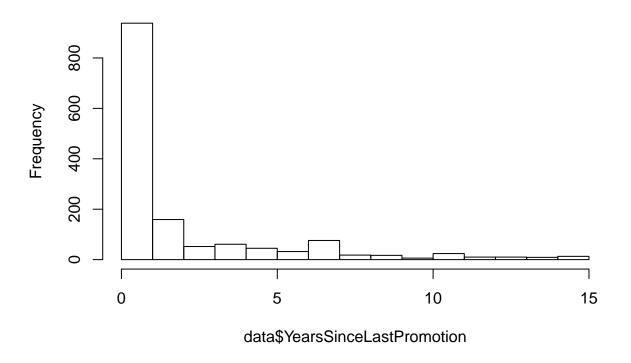
hist(data\$YearsInCurrentRole)

Histogram of data\$YearsInCurrentRole



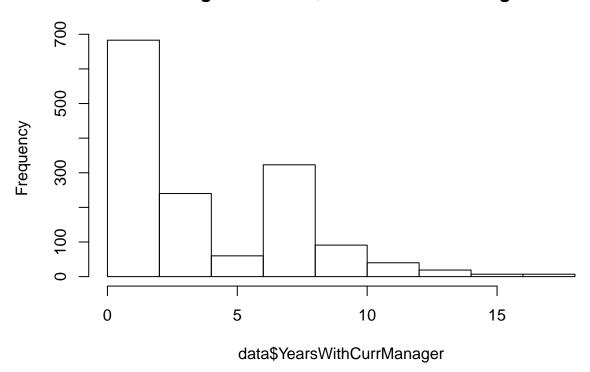
hist(data\$YearsSinceLastPromotion)

Histogram of data\$YearsSinceLastPromotion



hist(data\$YearsWithCurrManager)

Histogram of data\$YearsWithCurrManager



Results

Dependent variable Attrition - attrition rate is 16%

Independent variables Age - employee are young (mean age is 36 years)

Business Travel - 80% of employees travel rarely or not at all

Daily rate - distribution is flat

Department - 65% of employees work in R&D, 30% in Sales

Distance from home - most employees work < 10km from home

Education - 65% of employees have bachelor degree or better

Education Field - 80% of employees have a technical degree

EmployeeCount - only one value, will be removed

EmployeeNumber- internal number, will be removed

Environment Satisfaction - most employees have a high environment satisfaction

Gender - 60% men, 40% women

Hourly Rate - distribution is flat

Job Involvement - most employees have a high job involvement

Job level - the job level for most employees is fairly low

Job Role - 17% management, 22% sales, technical 60%

Job Satisfaction - most employees have a high job satisfaction

Maritial status - 22% divorced, 46% married, 31% single

Monthly Income - distribution is skewed, most employees have a low monthly income (median = 4900 vs mean = 6500)

Monthly rate - distribution is flat

Num Companies Worked - most employees have only worked for a few companies (median = 2)

Over18 - only one value, will be removed

Overtime - 30% of employees get overtime, 70% do not get overtime

Percent salary Hike - most employees got the average salary

Performance Rating - distribution is skewed, there are only 3 and 4 ratings

Relationship Satisfaction - most employees are satisfied with relationship

StandardHours - only one value, will be removed

Stock Options Levels - 80% of employees get zero or few stock options

Total Working Years - most employees have about 10 years work experience

Training Times - most employees were trained 2 - 3 times in the year

Work Life Balance - most employees are happy with work life balance

Years at Company - 80% of employees have been with the company less than 10 years

Years in Role - most employees have been in their role less than 5 years

Years since promotion - most employees have been promoted within last years

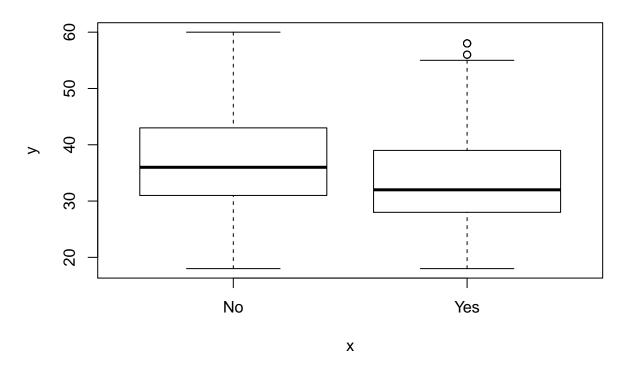
Years with manager - most employees have been with their manager less than 5 years

Analyze dependent vs independent variable

Numerical variable against dependent variable (Bar Plots)

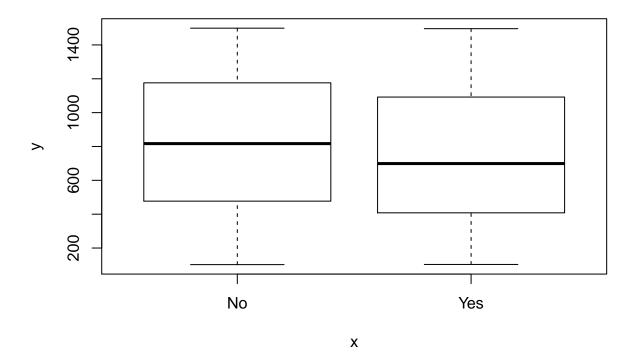
```
plot(x=data$Attrition, y=data$Age, main ="Attrition vs Age")
```

Attrition vs Age



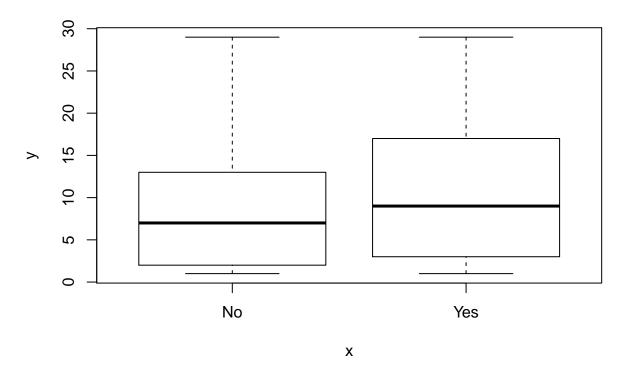
plot(x=data\$Attrition, y=data\$DailyRate, main ="Attrition vs Daily Rate")

Attrition vs Daily Rate



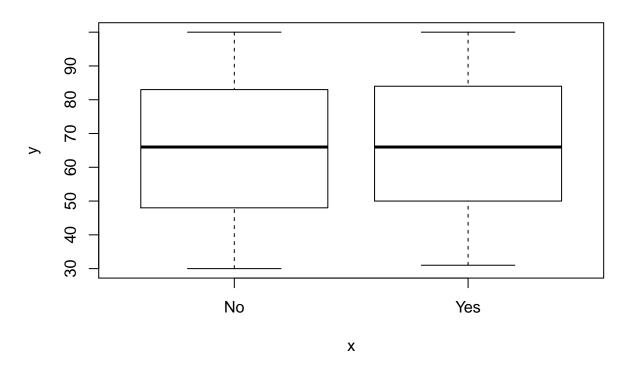
plot(x=data\$Attrition, y=data\$DistanceFromHome, main ="Attrition vs Distance from Home")

Attrition vs Distance from Home



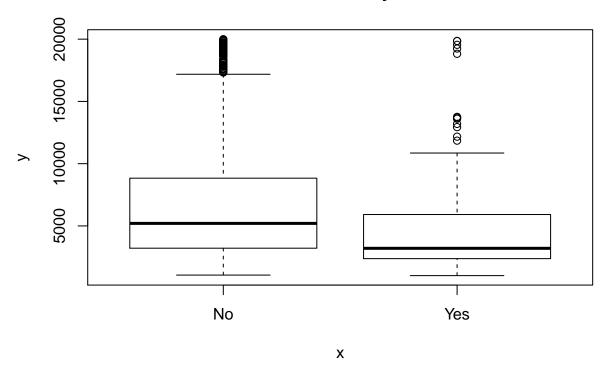
plot(x=data\$Attrition, y=data\$HourlyRate, main = "Attrition vs Hourly Rate")

Attrition vs Hourly Rate



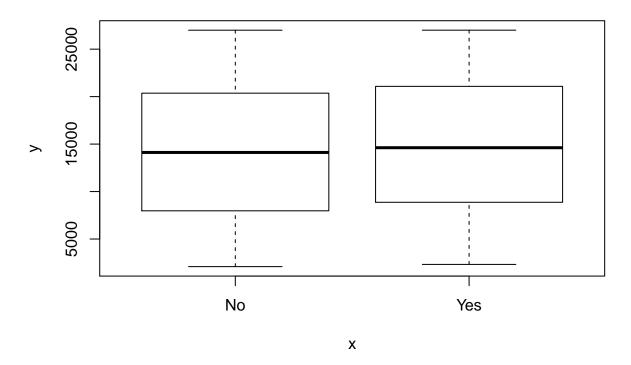
plot(x=data\$Attrition, y=data\$MonthlyIncome, main="Attrition vs Monthly Income")

Attrition vs Monthly Income



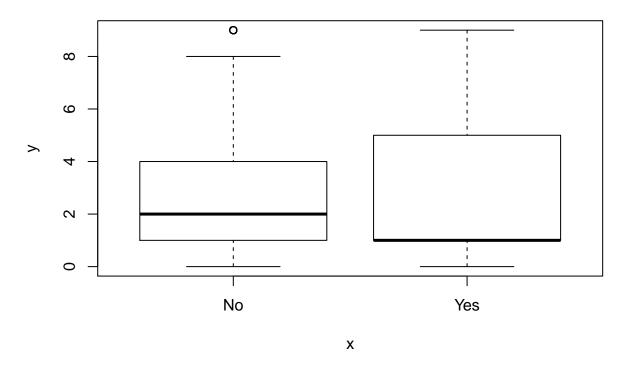
plot(x=data\$Attrition, y=data\$MonthlyRate, main="Attrition vs Monthly Rate")

Attrition vs Monthly Rate



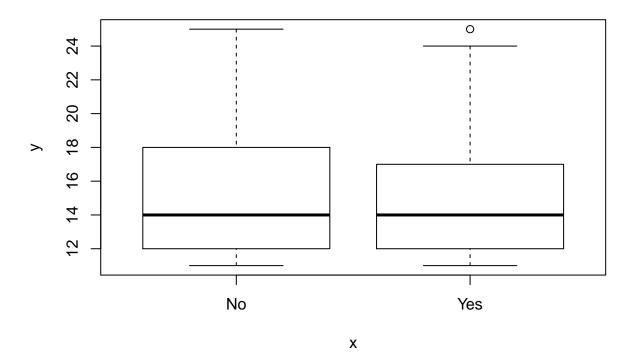
plot(x=data\$Attrition, y=data\$NumCompaniesWorked, main="Attrition vs Number Companies Worked")

Attrition vs Number Companies Worked



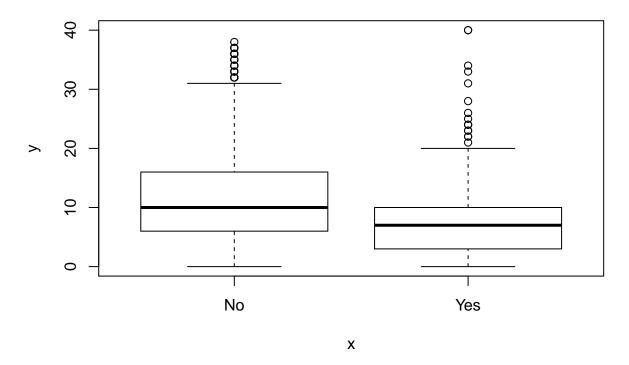
plot(x=data\$Attrition, y=data\$PercentSalaryHike, main="Attrition vs Percent Salary Hike")

Attrition vs Percent Salary Hike



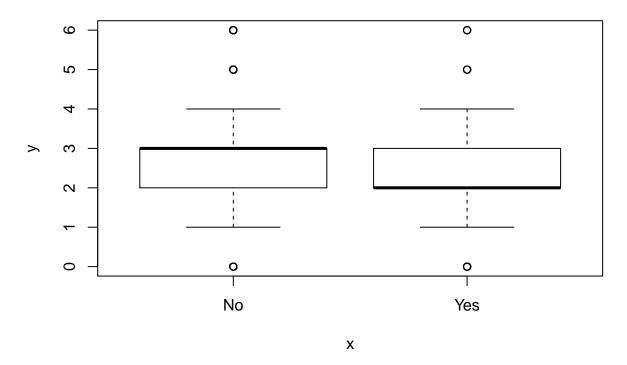
plot(x=data\$Attrition, y=data\$TotalWorkingYears, main="Attrition vs Total Working Years")

Attrition vs Total Working Years



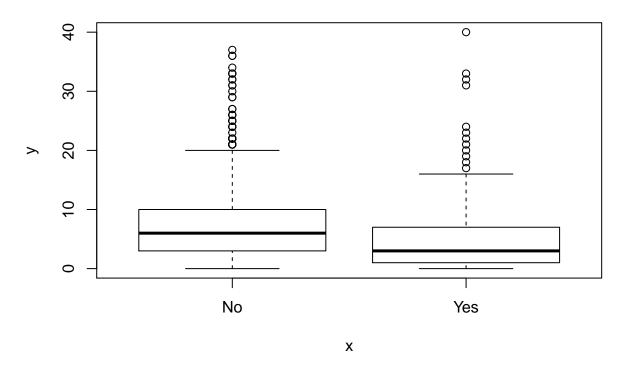
plot(x=data\$Attrition, y=data\$TrainingTimesLastYear, main="Attrition vs Training Times")

Attrition vs Training Times



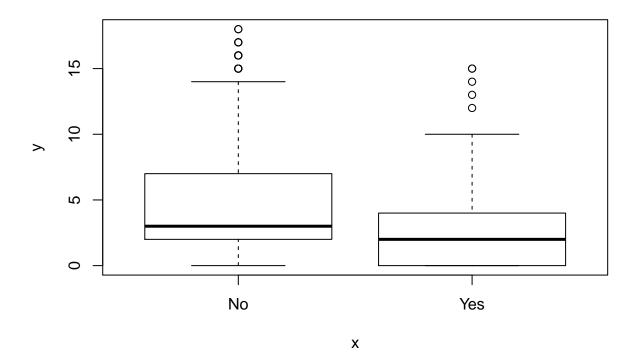
plot(x=data\$Attrition, y=data\$YearsAtCompany, main="Attrition vs Years at Company")

Attrition vs Years at Company



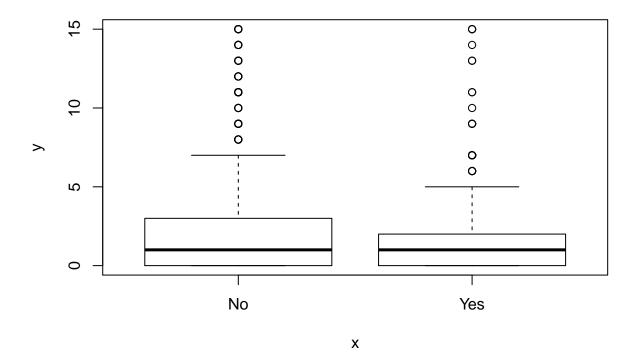
plot(x=data\$Attrition, y=data\$YearsInCurrentRole, main="Attrition vs Years in Current Role")

Attrition vs Years in Current Role



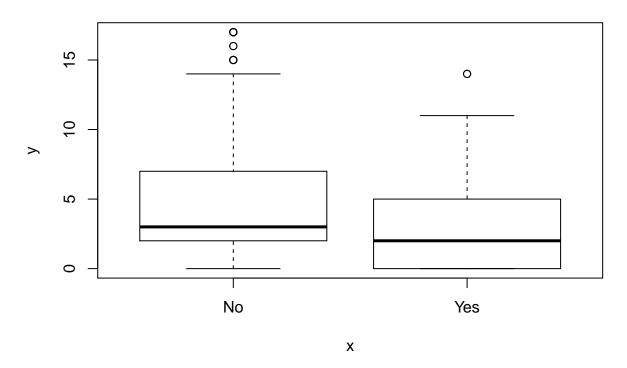
plot(x=data\$Attrition, y=data\$YearsSinceLastPromotion, main="Attrition vs Years since last Promotion")

Attrition vs Years since last Promotion



plot(x=data\$Attrition, y=data\$YearsWithCurrManager, main="Attrition vs Years with Current manager")

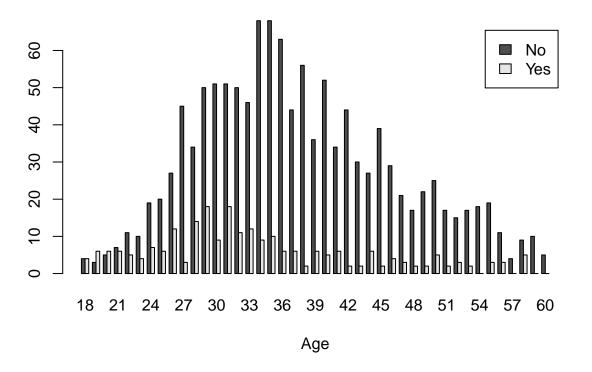
Attrition vs Years with Current manager



Independent Variable vs Dependent Variable (Bar Charts)

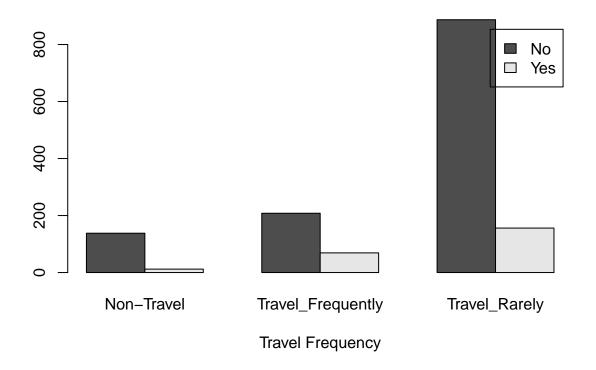
```
plot_age = table(data$Attrition, data$Age)
barplot(plot_age, main="Age vs Attrition", xlab="Age", legend=rownames(plot_age), beside = TRUE)
```

Age vs Attrition



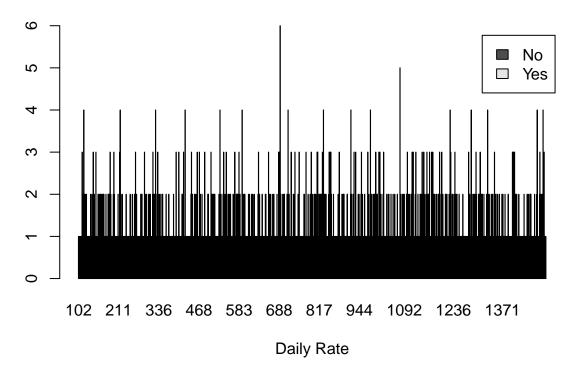
```
#
plot_travel = table(data$Attrition, data$BusinessTravel)
barplot(plot_travel, main = "Travel Frequency vs Attrition", xlab = "Travel Frequency", legend = rownam
```

Travel Frequency vs Attrition



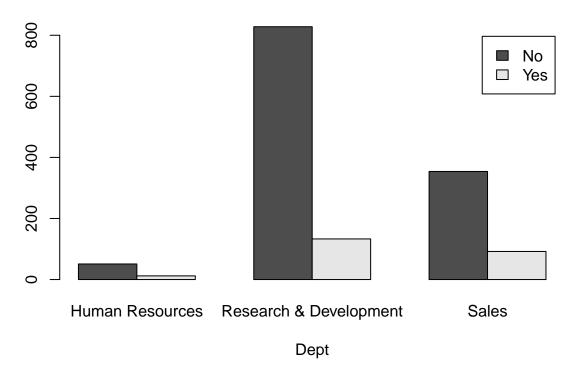
```
#
plot_dailyrate = table(data$Attrition, data$DailyRate)
barplot(plot_dailyrate, main = "Daily Rate vs Attrition", xlab = "Daily Rate", legend=rownames(plot_dailyrate)
```

Daily Rate vs Attrition



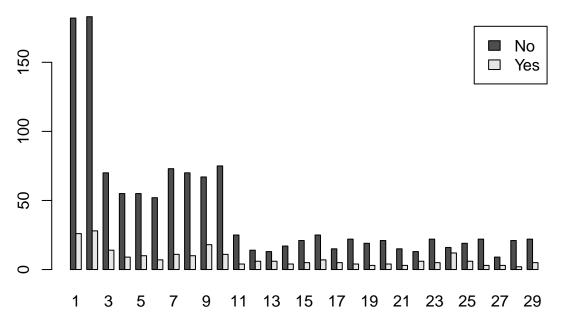
```
#
plot_dept = table(data$Attrition, data$Department)
barplot(plot_dept, main = "Department vs Attrition", xlab = "Dept", legend=rownames(plot_dept), beside =
```

Department vs Attrition



```
#
plot_distance = table(data$Attrition, data$DistanceFromHome)
barplot(plot_distance, main = "Distance from Home vs Attrition", xlab="Distance from Home", legend=rown
```

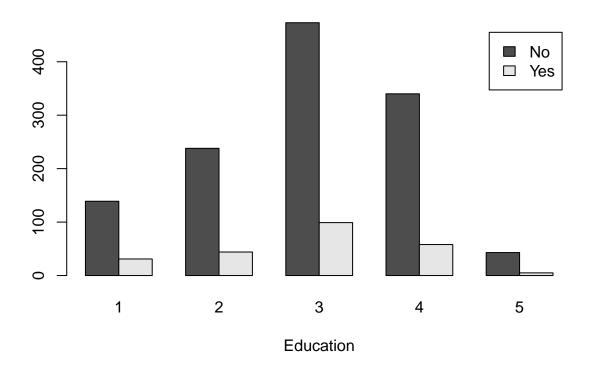
Distance from Home vs Attrition



Distance from Home

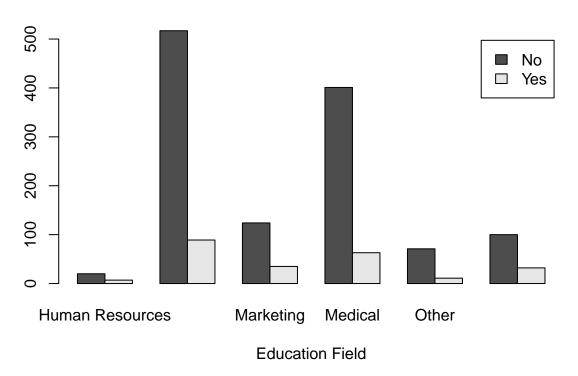
```
#
plot_education = table(data$Attrition, data$Education)
barplot(plot_education, main ="Education vs Attrition", xlab="Education", legend=rownames(plot_education)
```

Education vs Attrition



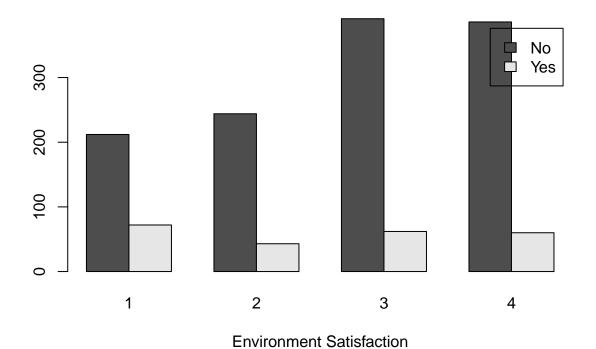
```
#
plot_field = table(data$Attrition, data$EducationField)
barplot(plot_field, main = "Education Field vs Attrition", xlab="Education Field", legend=rownames(plot
```

Education Field vs Attrition



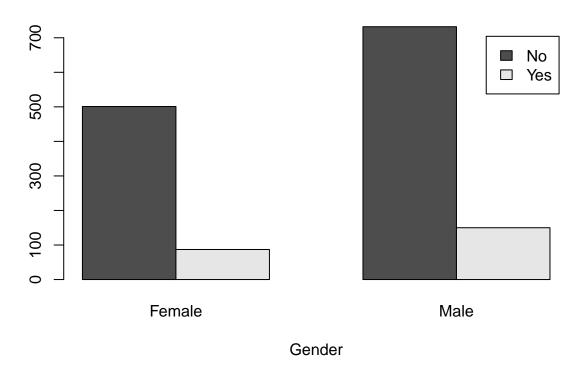
#
plot_envsat = table(data\$Attrition, data\$EnvironmentSatisfaction)
barplot(plot_envsat, main="Environment Satisfaction vs Attrition", xlab="Environment Satisfaction", leg

Environment Satisfaction vs Attrition



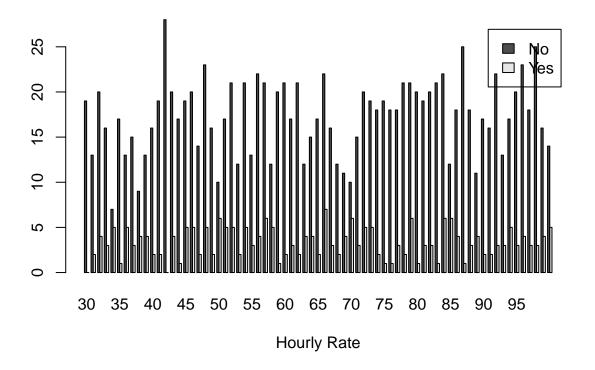
#
plot_gender = table(data\$Attrition, data\$Gender)
barplot(plot_gender, main="Gender vs Attrition", xlab = "Gender", legend=rownames(plot_gender), beside="Gender")

Gender vs Attrition



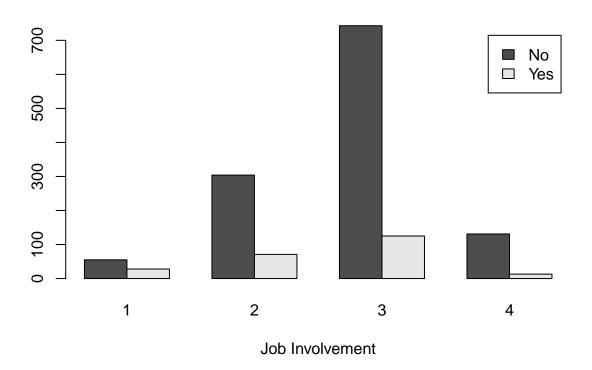
```
#
plot_hourlyrate = table(data$Attrition, data$HourlyRate)
barplot(plot_hourlyrate, main="Hourly rate vs Attrition", xlab="Hourly Rate", legend=rownames(plot_hourlyrate)
```

Hourly rate vs Attrition

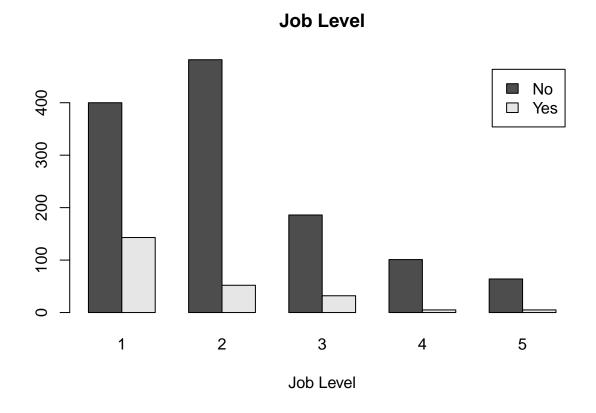


```
#
plot_involvement = table(data$Attrition, data$JobInvolvement)
barplot(plot_involvement, main="Job Involvement vs Attrition", xlab="Job Involvement", legend=rownames()
```

Job Involvement vs Attrition

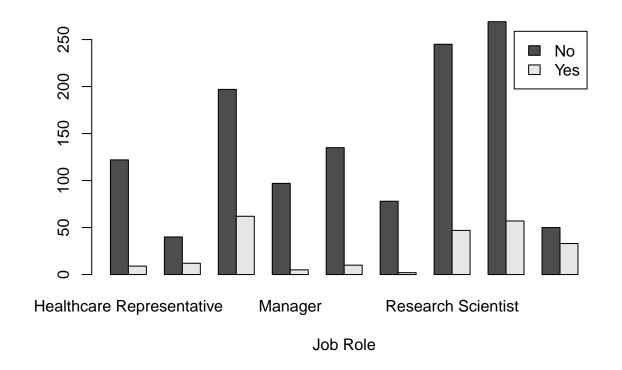


```
#
plot_joblevel = table(data$Attrition, data$JobLevel)
barplot(plot_joblevel, main="Job Level", xlab="Job Level", legend=rownames(plot_joblevel), beside = TRU.
```



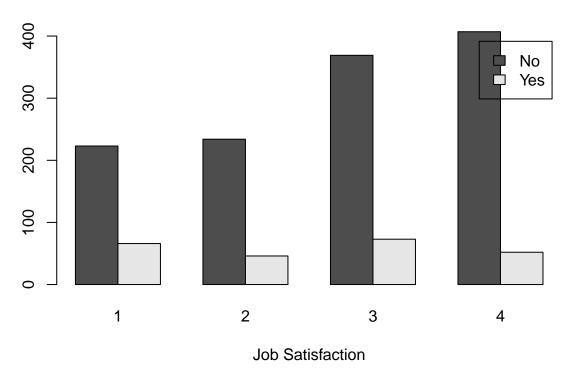
```
#
plot_jobrole = table(data$Attrition, data$JobRole)
barplot(plot_jobrole, main="Job Role vs Attrition", xlab = "Job Role", legend=rownames(plot_jobrole), b
```

Job Role vs Attrition



```
#
plot_jobsat = table(data$Attrition, data$JobSatisfaction)
barplot(plot_jobsat, main="Job Satisfaction vs Attrition", xlab="Job Satisfaction", legend=rownames(plot)
```

Job Satisfaction vs Attrition



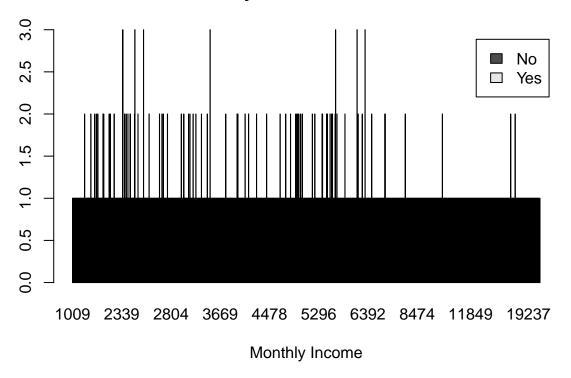
#
plot_maritial = table(data\$Attrition, data\$MaritalStatus)
barplot(plot_maritial, main="Maritial Status vs Attrition", xlab="Maritial Status", legend=rownames(plot)

Maritial Status vs Attrition



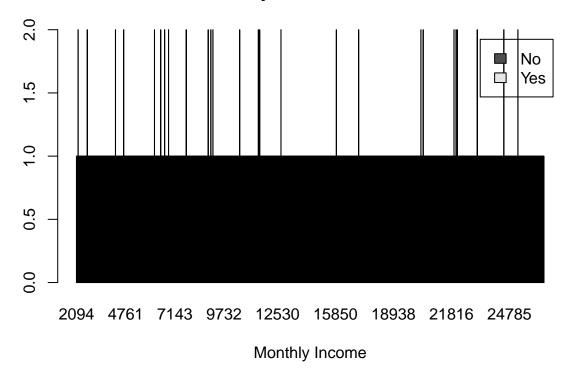
```
#
plot_monthlyincome = table(data$Attrition, data$MonthlyIncome)
barplot(plot_monthlyincome, main="Monthly Income vs Attrition", xlab = "Monthly Income", legend=rowname
```

Monthly Income vs Attrition



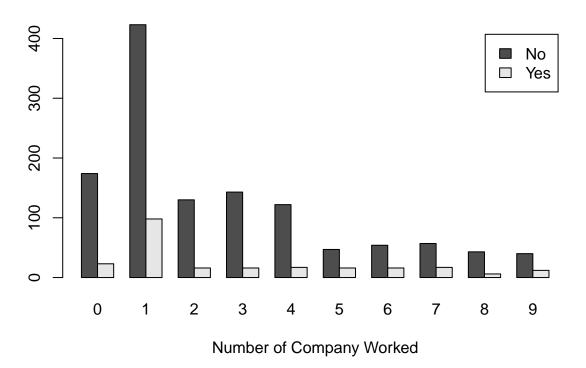
```
#
plot_monthlyrate = table(data$Attrition, data$MonthlyRate)
barplot(plot_monthlyrate, main="Monthly Rate vs Attrition", xlab = "Monthly Income", legend=rownames(pl
```

Monthly Rate vs Attrition



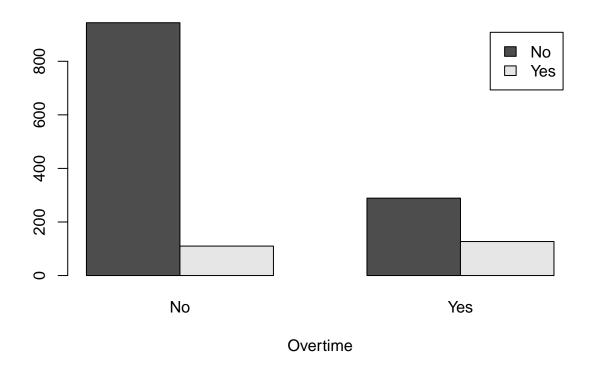
```
#
plot_numcompany = table(data$Attrition, data$NumCompaniesWorked)
barplot(plot_numcompany, main="Number of Company Worked vs Attrition", xlab="Number of Company Worked",
```

Number of Company Worked vs Attrition



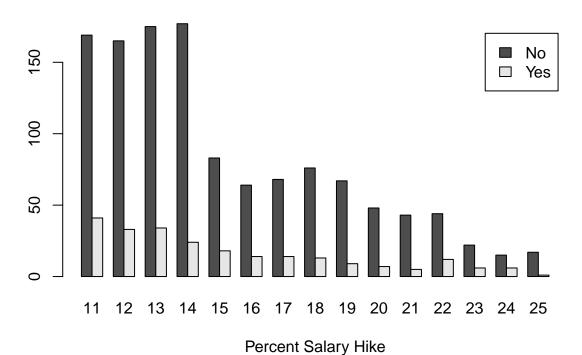
```
#
plot_overtime = table(data$Attrition, data$OverTime)
barplot(plot_overtime, main="Overtime vs Attrition", xlab="Overtime", legend=rownames(plot_overtime), b
```

Overtime vs Attrition



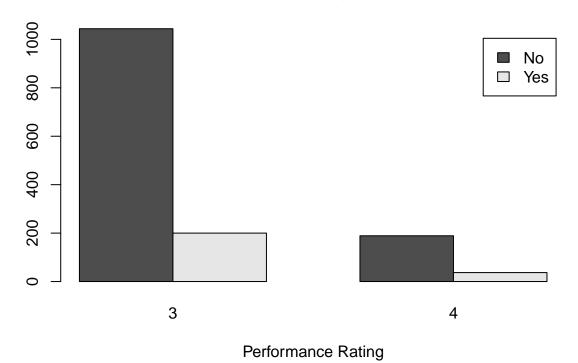
```
#
plot_salaryhike = table(data$Attrition, data$PercentSalaryHike)
barplot(plot_salaryhike, main="Percent Salary Hike vs Attrition", xlab="Percent Salary Hike", legend=ro")
```

Percent Salary Hike vs Attrition



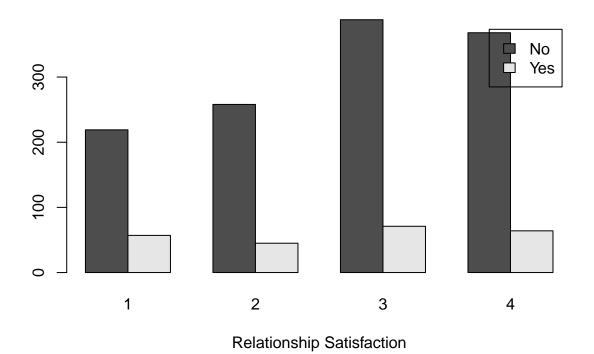
#
plot_rating = table(data\$Attrition, data\$PerformanceRating)
barplot(plot_rating, main="Performance Rating vs Attrition", xlab="Performance Rating", legend=rownames

Performance Rating vs Attrition



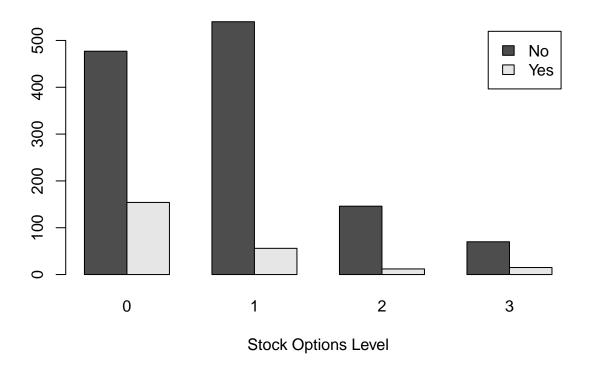
```
#
plot_relsat = table(data$Attrition, data$RelationshipSatisfaction)
barplot(plot_relsat, main="Relationship Satisfaction vs Attrition", xlab="Relationship Satisfaction", l
```

Relationship Satisfaction vs Attrition



```
#
plot_options = table(data$Attrition, data$StockOptionLevel)
barplot(plot_options, main="Stock Option Level vs Attrition", xlab="Stock Options Level", legend=rownam
```

Stock Option Level vs Attrition



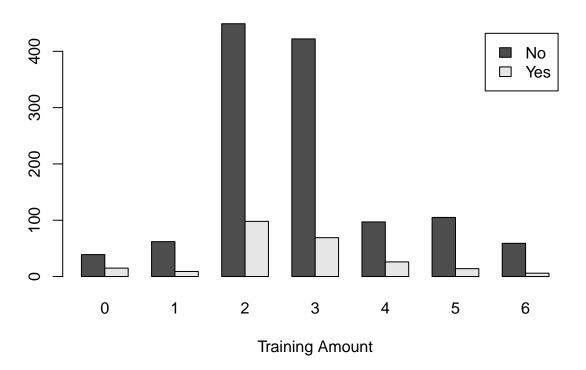
```
#
plot_totalworkyears = table(data$Attrition, data$TotalWorkingYears)
barplot(plot_totalworkyears, main ="Total Working Years vs Attrition", xlab = "Total Working Years", 1
```

Total Working Years vs Attrition



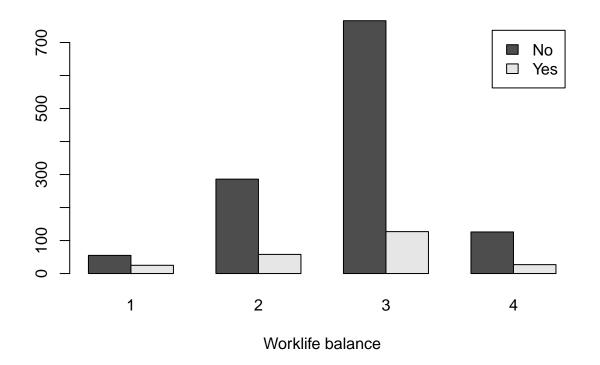
#
plot_training = table(data\$Attrition, data\$TrainingTimesLastYear)
barplot(plot_training, main="Training Amount vs Attrition", xlab="Training Amount", legend=rownames(plot)

Training Amount vs Attrition



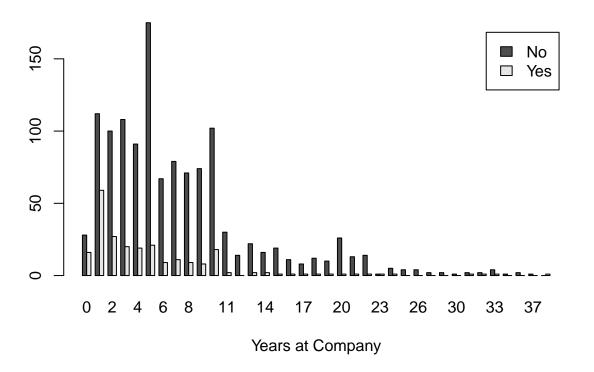
```
#
plot_worklife = table(data$Attrition, data$WorkLifeBalance)
barplot(plot_worklife, main="Worklife balance vs Attrition", xlab="Worklife balance", legend=rownames(p
```

Worklife balance vs Attrition



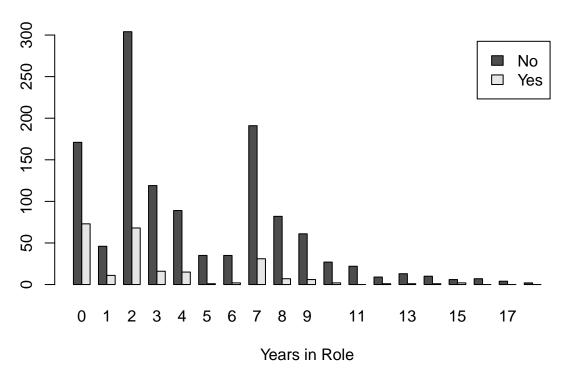
```
#
plot_yearscompany = table(data$Attrition, data$YearsAtCompany)
barplot(plot_yearscompany, main="Years at Company vs Attrition", xlab="Years at Company", legend=rownam
```

Years at Company vs Attrition



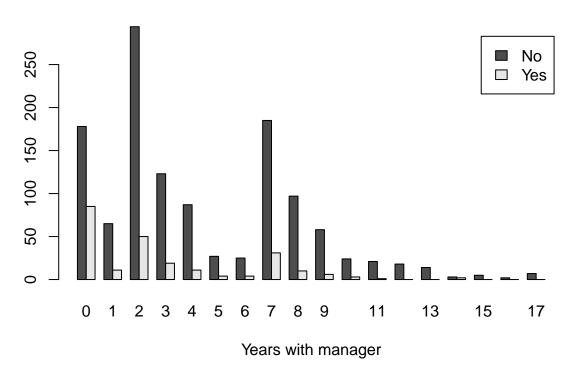
#
plot_yearsrole = table(data\$Attrition, data\$YearsInCurrentRole)
barplot(plot_yearsrole, main="Year in Role vs Attrition", xlab="Years in Role", legend = rownames(plot_

Year in Role vs Attrition



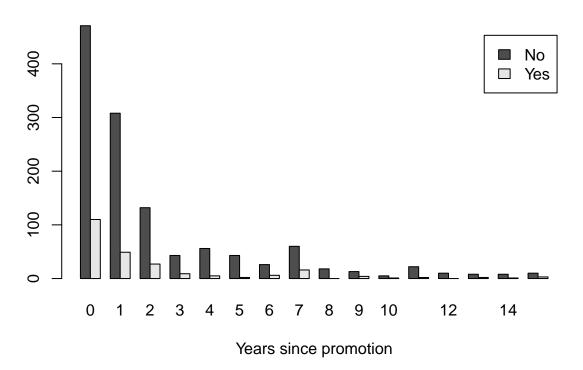
#
plot_yearsmanager = table(data\$Attrition, data\$YearsWithCurrManager)
barplot(plot_yearsmanager, main="Years with manager vs Attrition", xlab = "Years with manager", legend=

Years with manager vs Attrition



#
plot_promotion = table(data\$Attrition, data\$YearsSinceLastPromotion)
barplot(plot_promotion, main="Years since promotion vs Attrition", xlab="Years since promotion", legend

Years since promotion vs Attrition



Categorical Variables vs Dependent Variable (Frequency Tables)

```
plot_travel = table(data$Attrition, data$BusinessTravel)
prop.table(plot_travel, 2)
##
##
         Non-Travel Travel_Frequently Travel_Rarely
##
                            0.7509025
                                          0.8504314
    No
        0.9200000
##
    Yes 0.0800000
                            0.2490975
                                           0.1495686
plot_dept = table(data$Attrition, data$Department)
prop.table(plot_dept, 2)
##
##
         Human Resources Research & Development
                                                     Sales
##
    No
               0.8095238
                                       0.8616025 0.7937220
               0.1904762
                                      0.1383975 0.2062780
##
     Yes
plot_education = table(data$Attrition, data$Education)
Names = c("Below College", "College", "bachelor", "Masters", "PHD")
colnames(plot_education) <- Names</pre>
prop.table(plot_education, 2)
```

```
##
##
        Below College College bachelor Masters
##
           0.8176471 0.8439716 0.8269231 0.8542714 0.8958333
            0.1823529 0.1560284 0.1730769 0.1457286 0.1041667
##
    Yes
plot_field = table(data$Attrition, data$EducationField)
prop.table(plot_field, 2)
##
##
        Human Resources Life Sciences Marketing Medical
           ##
    No
##
    Yes
              0.2592593
                           0.1468647 0.2201258 0.1357759 0.1341463
##
##
        Technical Degree
##
              0.7575758
    No
               0.2424242
##
    Yes
plot_envsat = table(data$Attrition, data$EnvironmentSatisfaction)
Names = c("Low", "Medium", "High", "Very High")
colnames(plot_envsat) <- Names</pre>
prop.table(plot envsat, 2)
##
##
              Low
                     Medium
                                High Very High
##
    No 0.7464789 0.8501742 0.8631347 0.8654709
    Yes 0.2535211 0.1498258 0.1368653 0.1345291
##
plot_gender = table(data$Attrition, data$Gender)
prop.table(plot_gender, 2)
##
##
           Female
                       Male
##
    No 0.8520408 0.8299320
##
    Yes 0.1479592 0.1700680
plot_involvement = table(data$Attrition, data$JobInvolvement)
Names = c("Low", "Medium", "High", "Very High")
colnames(plot_involvement) <- Names</pre>
prop.table(plot_involvement, 2)
##
##
               Low
                       Medium
                                   High Very High
##
    No 0.66265060 0.81066667 0.85599078 0.90972222
    Yes 0.33734940 0.18933333 0.14400922 0.09027778
```

```
plot_joblevel = table(data$Attrition, data$JobLevel)
Names = c("Lowest", "Low", "Medium", "High", "Highest")
colnames(plot_joblevel) <- Names</pre>
prop.table(plot_joblevel, 2)
##
##
             Lowest
                           Low
                                   Medium
                                                High
                                                        Highest
##
     No 0.73664825 0.90262172 0.85321101 0.95283019 0.92753623
     Yes 0.26335175 0.09737828 0.14678899 0.04716981 0.07246377
plot_jobrole = table(data$Attrition, data$JobRole)
prop.table(plot_jobrole, 2)
##
##
         Healthcare Representative Human Resources Laboratory Technician
##
     No
                        0.93129771
                                        0.76923077
                                                              0.76061776
##
     Yes
                        0.06870229
                                        0.23076923
                                                              0.23938224
##
##
            Manager Manufacturing Director Research Director Research Scientist
                               0.93103448
##
     No 0.95098039
                                              0.97500000
                                                                   0.83904110
                                0.06896552
##
     Yes 0.04901961
                                                 0.02500000
                                                                    0.16095890
##
##
         Sales Executive Sales Representative
##
     No
              0.82515337
                                   0.60240964
     Yes
              0.17484663
                                   0.39759036
##
plot_jobsat = table(data$Attrition, data$JobSatisfaction)
Names = c("Low", "Medium", "High", "Very High")
colnames(plot jobsat) <- Names</pre>
prop.table(plot_jobsat, 2)
##
##
               Low
                      Medium
                                  High Very High
    No 0.7716263 0.8357143 0.8348416 0.8867102
     Yes 0.2283737 0.1642857 0.1651584 0.1132898
##
plot_maritial = table(data$Attrition, data$MaritalStatus)
prop.table(plot_maritial, 2)
##
##
          Divorced Married
                                Single
##
     No 0.8990826 0.8751857 0.7446809
     Yes 0.1009174 0.1248143 0.2553191
##
plot overtime = table(data$Attrition, data$OverTime)
prop.table(plot_overtime, 2)
```

```
##
##
                Nο
                         Yes
##
     No 0.8956357 0.6947115
     Yes 0.1043643 0.3052885
##
plot_rating = table(data$Attrition, data$PerformanceRating)
Names = c("Excellent", "Outstanding")
colnames(plot_rating) <- Names</pre>
prop.table(plot_rating, 2)
##
##
        Excellent Outstanding
##
   No 0.8392283 0.8362832
   Yes 0.1607717 0.1637168
#
plot relsat = table(data$Attrition, data$RelationshipSatisfaction)
Names = c("Low", "Medium", "High", "Very High")
colnames(plot_relsat) <- Names</pre>
prop.table(plot_relsat, 2)
##
##
               Low
                      Medium
                                  High Very High
##
     No 0.7934783 0.8514851 0.8453159 0.8518519
     Yes 0.2065217 0.1485149 0.1546841 0.1481481
##
plot_options = table(data$Attrition, data$StockOptionLevel)
Names = c("None", "Low", "Medium", "High")
colnames(plot options) <- Names</pre>
prop.table(plot_options, 2)
##
##
               None
                           Low
                                   Medium
                                                 High
##
     No 0.75594295 0.90604027 0.92405063 0.82352941
##
     Yes 0.24405705 0.09395973 0.07594937 0.17647059
plot_worklife = table(data$Attrition, data$WorkLifeBalance)
Names = c("Low", "Medium", "High", "Very High")
colnames(plot_worklife) <- Names</pre>
prop.table(plot_worklife, 2)
##
##
               Low
                      Medium
                                  High Very High
##
     No 0.6875000 0.8313953 0.8577828 0.8235294
     Yes 0.3125000 0.1686047 0.1422172 0.1764706
```

#

Results

Age - young employees have a higher attrition rate

Business Travel - employees who travel frequently have highe

Daily rate - no significant difference

Department - Sales and Human Resources have higher attrition rates than R&D

Distance from Home - employees who commute farther have higher attrition

Education - employees with lower education (no college, college, etc.) are somewhat more likely to quit

Education Field - there are differences by field, people in Sales and HR most likley to quit

Employee Count - N/A (variable will be removed)

Employee Number - N/A (variable will be removed)

Environment Satisfaction - employees with low environment satisfaction much more likley to quit

Gender - male and femal employees quit at similar rates

Hourly rate - no significant difference

Job Involvement - employees with low job involvement much more likly to quit

Job Level - employees at low levels more likley to quit

Job Role - employees in Sales and Human Resources more likly to guit

Job satisfaction - employees with low job satisfaction levels more likely to quit

Maritial Status - single employees more likely to quit

Monthly Income - employees with lower incomes more likly to quit

Monthly rate - no significant difference

Number of companies worked - employees who have worked for few companies more likley to leave

Over 18 - N/A (variable will be removed)

Overtime - employees who get overtime much more likley to quit

Percent salary hike - no significant differenc between employees who stay or leave

Performance rating - no significant difference between employees who stay and leave.

Relationship Satisfaction - employees with very low relationship satisfaction more likely to quit

Standard hours - N/A (variable will be removed)

Stock Options - employees with no options more likley to quit

Total working years - employees with fewer working years more likley to quit

Training times - people with very little training more likely to quit

Worklife balance - employees with low worklife balance much more likely to quit

Years at company - employees with fewer years more likely to quit

Years in current role - employees most likely to leave in first few years in role

Years since last promotion - no significant difference between employees who stay or leave

Years with current manager - employees most likely to quit first year

Correlation

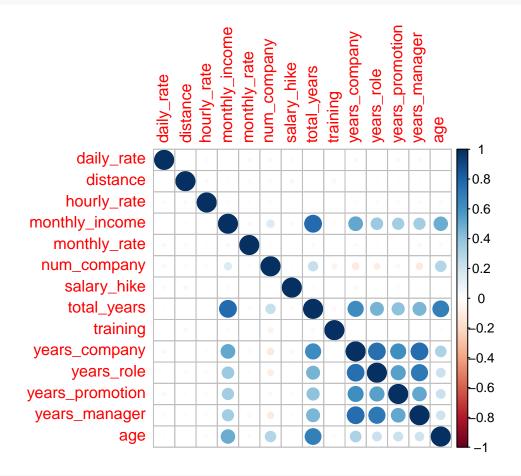
analyze correlation of numerical variables

```
# combine numeric variables into a new dataframe
df1 <- cbind(data$DailyRate, data$DistanceFromHome, data$HourlyRate, data$MonthlyIncome, data$MonthlyRate
dfnum <- data.frame(df1)
names <- c("daily_rate", "distance", "hourly_rate", "monthly_income", "monthly_rate", "num_company", "s
colnames(dfnum) <- names
# calculate correlation
dfnum.cor = cor(dfnum)
# install .packages("corrplot")
library(corrplot)

## Warning: package 'corrplot' was built under R version 3.6.3</pre>
```

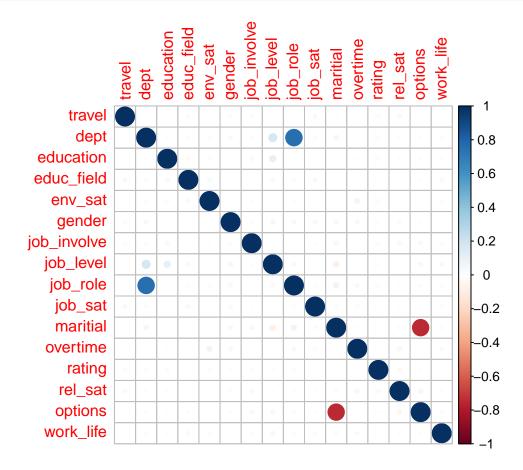
corrplot(dfnum.cor)

corrplot 0.84 loaded



```
# combine categorical varibles into a new dataframe
df2 <- cbind(data$BusinessTravel, data$Department, data$Education, data$EducationField, data$Environmen
names1 <- c("travel", "dept", "education", "educ_field", "env_sat", "gender", "job_involve", "job_level
#</pre>
```

```
dfcat <- data.frame(df2)
colnames(dfcat) <- names1
# calculate correlation
dfcat.cor = cor(dfcat, method = "spearman")
library(corrplot)
corrplot(dfcat.cor)</pre>
```



Results

An analysis of corr and corrplot shows that a number of variables seem to be strongly correlated:

Numerical Variables - monthly income vs total working years (corr = 0.77) - age vs total working years (corr = 0.68) - years at company vs total working years (corr = 0.63) - years at company vs years in current role (corr = 0.76) - years with current manager vs years at company (corr =0.77) - years with current manager vs years in current role (corr=0.77) - years at company vs years since last promotion (corr =0.62)

Categorical Variables - job role vs dept (corr = 0.66) - maritial status vs stock option level (corr = 0.75)

Data Preparation

```
# remove 4 redundant variables identified as redundant in EDA
att <- data[,-c(8,9,21,26)]</pre>
```

Multi-Collinearity

```
#convert factors to numeric
att$Leave <- ifelse(att$Attrition == "Yes",1,0)</pre>
att$BusinessTravel <-as.numeric(att$BusinessTravel)</pre>
att$Department <- as.numeric(att$Department)</pre>
att$EducationField <- as.numeric(att$EducationField)</pre>
att$Gender <- as.numeric(att$Gender)</pre>
att$JobRole <- as.numeric(att$JobRole)</pre>
att$MaritalStatus <-as.numeric(att$MaritalStatus)</pre>
att$OverTime <-as.numeric(att$OverTime)</pre>
Test for multi-collinearity using Farrar-Gauber Test
# install.packages("mctest")
library(mctest)
Y <- att$Leave
X < -att[, -c(1,32)]
omcdiag(X,Y)
##
## Call:
## omcdiag(x = X, y = Y)
##
## Overall Multicollinearity Diagnostics
##
##
                           MC Results detection
## Determinant |X'X|:
                                0.0001
## Farrar Chi-Square: 13932.0467
                                                1
## Red Indicator:
                                                0
                              0.1548
## Sum of Lambda Inverse: 70.6887
                                                0
## Theil's Method:
                               2.9790
                                                1
## Condition Number:
                               99.8255
##
## 1 --> COLLINEARITY is detected by the test
## 0 --> COLLINEARITY is not detected by the test
Test original dataset variables for multi-collinearity
df \leftarrow att[,-1]
output <- lm(Leave ~., data = df)</pre>
# install.packages("car")
library(car)
## Warning: package 'car' was built under R version 3.6.3
```

Loading required package: carData

car::vif(output)

	ъ. ш. т	D 13 D .	.
##	BusinessTravel	DailyRate	Department
##	1.016413	1.023990	1.942150
##	DistanceFromHome	Education	EducationField
##	1.017135	1.063531	1.016236
##	EnvironmentSatisfaction	Gender	${\tt HourlyRate}$
##	1.017516	1.019383	1.021142
##	JobInvolvement	JobLevel	JobRole
##	1.020804	11.821396	1.894260
##	${\sf JobSatisfaction}$	MaritalStatus	MonthlyIncome
##	1.020727	1.840999	11.052627
##	${ t MonthlyRate}$	NumCompaniesWorked	OverTime
##	1.015602	1.261957	1.028587
##	PercentSalaryHike	PerformanceRating	${\tt RelationshipSatisfaction}$
##	2.521576	2.519366	1.020852
##	StockOptionLevel	${ t TotalWorking Years}$	${\tt TrainingTimesLastYear}$
##	1.819542	4.824448	1.023713
##	WorkLifeBalance	YearsAtCompany	YearsInCurrentRole
##	1.018516	4.601972	2.728267
##	YearsSinceLastPromotion	YearsWithCurrManager	Age
##	1.678879	2.782899	2.054172

Revise dataset to exlude highly correlated variables, by dropping variables and reviewing vif results This was done multiple times

```
df1 <- df[,-c(15, 20, 23, 26, 28, 29)]
output <- lm(Leave ~., data = df1)
library(car)
car::vif(output)</pre>
```

BusinessTravel	${ t DailyRate}$	Department
1.011084	1.016497	1.887442
DistanceFromHome	Education	EducationField
1.012099	1.061722	1.014760
EnvironmentSatisfaction	Gender	${ t HourlyRate}$
1.015603	1.018244	1.019271
JobInvolvement	JobLevel	JobRole
1.014094	1.601555	1.879019
${ t JobSatisfaction}$	MaritalStatus	${ t MonthlyRate}$
1.017694	1.837748	1.012114
NumCompaniesWorked	OverTime	${\tt PercentSalaryHike}$
1.157171	1.026056	1.009521
${\tt RelationshipSatisfaction}$	${\tt StockOptionLevel}$	${\tt Training Times Last Year}$
1.016740	1.813892	1.022258
WorkLifeBalance	${\tt YearsInCurrentRole}$	Age
1.014024	1.229205	1.531951
	1.011084 DistanceFromHome 1.012099 EnvironmentSatisfaction 1.015603 JobInvolvement 1.014094 JobSatisfaction 1.017694 NumCompaniesWorked 1.157171 RelationshipSatisfaction 1.016740 WorkLifeBalance	1.011084 1.016497 DistanceFromHome Education 1.012099 1.061722 EnvironmentSatisfaction Gender 1.015603 1.018244 JobInvolvement JobLevel 1.014094 1.601555 JobSatisfaction MaritalStatus 1.017694 1.837748 NumCompaniesWorked OverTime 1.157171 1.026056 RelationshipSatisfaction StockOptionLevel 1.016740 1.813892 WorkLifeBalance YearsInCurrentRole

Results - four variables identified as redundant in EDA removed - six variables removed due to multi-collinearity analysis - Final analysis of vif shows multi-collinearity greatly reduced (max value < 2)

Variables removed during Multi-collinearity: - monthly income - performance Rating - total working years - years at company - years with current manager - years since last promotion

Imbalanced Data

Analyze the dataset to determine if the data is unbalanced this will be done by analyzing the original dataset vs a revised dataset and comparing the results the dataset will be revised using SMOTE

Prepare dataset

```
mydata <- data[,-c(8,9,21,26)] # remove EDA redundant variables
mydata$Leave <- ifelse(mydata$Attrition == "Yes",1,0)
mydata1 <- mydata[,-c(16,21,24,27,29, 30)] #remove multi-collinearity variables
mydata2 <- mydata1
mydata2$Education <- as.factor(mydata2$Education)
mydata2$EnvironmentSatisfaction <- as.factor(mydata2$EnvironmentSatisfaction)
mydata2$JobInvolvement <- as.factor(mydata2$JobInvolvement)
mydata2$JobLevel <- as.factor(mydata2$JobSatisfaction)
mydata2$JobSatisfaction <- as.factor(mydata2$JobSatisfaction)
mydata2$RelationshipSatisfaction <- as.factor(mydata2$RelationshipSatisfaction)
mydata2$RelationshipSatisfaction <- as.factor(mydata2$StockOptionLevel)
mydata2$WorkLifeBalance <- as.factor(mydata2$WorkLifeBalance)
mydata3 <- mydata2</pre>
```

Baseline Model

```
set.seed(2020)
mydata_GLM <- mydata2[,-1]
train_index <- sample(1:nrow(mydata_GLM), .7*nrow(mydata_GLM))
traindata <- mydata_GLM[train_index,]
testdata <- mydata_GLM[-train_index,]
model_GLM <- glm(Leave ~. , family = "binomial", data = traindata)</pre>
```

Baseline Confusion Matrix

```
pred_logistic <- predict(model_GLM, type = "response", newdata = testdata)
table(testdata$Leave, pred_logistic > .5)
```

Baseline AUC

```
# install.packages("ROCR")
library(ROCR)
```

```
## Warning: package 'ROCR' was built under R version 3.6.3
## Loading required package: gplots
##
##
## Attaching package: 'gplots'
```

```
## The following object is masked from 'package:stats':
##
##
       lowess
glm_ROC <- pred_logistic</pre>
pred_GLM <- prediction(glm_ROC, testdata$Leave)</pre>
auc_GLM <- performance(pred_GLM, "auc")</pre>
auc_GLM <- round(as.numeric(auc_GLM@y.values),2)</pre>
\mathtt{auc\_GLM}
## [1] 0.83
Adjust data using SMOTE
#install.packages("DMwR")
library(DMwR)
## Warning: package 'DMwR' was built under R version 3.6.3
## Loading required package: lattice
## Loading required package: grid
## Registered S3 method overwritten by 'quantmod':
##
     method
                        from
##
     as.zoo.data.frame zoo
set.seed(2020)
train_index <- sample(1:nrow(mydata3), .7*nrow(mydata3))</pre>
traindata <- mydata3[train_index,]</pre>
testdata <- mydata3[-train_index,]</pre>
SMOTE_data <- SMOTE(Attrition ~ ., traindata, perc.over = 200, k=5, perc.under=300)
summary(SMOTE_data$Attrition)
    No Yes
## 1002 501
```

Rerun the model with revised data set This was done several times SMOTE and the results were compared using AUC and confusion matrix

```
set.seed(2020)
mydata_GLM <- SMOTE_data[,-1]
train_index <- sample(1:nrow(mydata_GLM), .7*nrow(mydata_GLM))
traindata <- mydata_GLM[train_index,]
testdata <- mydata_GLM[-train_index,]
model_GLM <- glm(Leave ~. , family = "binomial", data = traindata)</pre>
```

Revised confusion matrix

```
pred_logistic <- predict(model_GLM, type = "response", newdata = testdata)</pre>
table(testdata$Leave, pred_logistic > .5)
##
##
       FALSE TRUE
##
          276
                24
##
          37 114
     1
Revised AUC
# install.packages("ROCR")
library(ROCR)
glm_ROC <- pred_logistic</pre>
pred_GLM <- prediction(glm_ROC, testdata$Leave)</pre>
auc_GLM <- performance(pred_GLM, "auc")</pre>
auc_GLM <- round(as.numeric(auc_GLM@y.values),2)</pre>
auc_GLM
```

[1] 0.9

Results

Revised dataset significantly improves the results: TP: baseline model 56%, revised model 82% FP: baseline model 44%, revised model 18% TN: baseline model 89%, revised model 89% FN: baseline model 11%, revised model 1% AUC: baseline model 0.83, revised model 0.90

Models

Logistic reqression

```
set.seed(2020)
mydata_GLM <- SMOTE_data[,-1]
train_index <- sample(1:nrow(mydata_GLM), .7*nrow(mydata_GLM))
traindata <- mydata_GLM[train_index,]
testdata <- mydata_GLM[-train_index,]
model_GLM <- glm(Leave ~. , family = "binomial", data = traindata)</pre>
```

Confusion Matrix

```
pred_logistic <- predict(model_GLM, type = "response", newdata = testdata)
table(testdata$Leave, pred_logistic > .5)
```

```
## ## FALSE TRUE
## 0 276 24
## 1 37 114
```

AUC

```
# install.packages("ROCR")
library(ROCR)
glm_ROC <- pred_logistic</pre>
pred_GLM <- prediction(glm_ROC, testdata$Leave)</pre>
auc_GLM <- performance(pred_GLM, "auc")</pre>
auc_GLM <- round(as.numeric(auc_GLM@y.values),2)</pre>
auc_GLM
## [1] 0.9
Decision Tree
set.seed(2020)
mydata_tree <- SMOTE_data [,-26]</pre>
train_index <- sample(1:nrow(mydata_tree), .7*nrow(mydata_tree))</pre>
traindata <- mydata_tree[train_index,]</pre>
testdata <- mydata_tree[-train_index,]</pre>
# install.packages("rpart")
library(rpart)
model_tree <- rpart(Attrition ~., data = traindata, method="class")</pre>
Confusion Matrix
pred_tree <- predict(model_tree, type = "class", newdata = testdata)</pre>
table(testdata$Attrition, pred_tree)
##
        pred_tree
##
          No Yes
```

```
## pred_tree
## No Yes
## No 267 33
## Yes 60 91
```

AUC

```
# install.packages("ROCR")
library(ROCR)
DT_ROC <- predict(model_tree, testdata)
pred_DT <- prediction(DT_ROC[,2], testdata$Attrition)
auc_tree <- performance(pred_DT, "auc")
auc_tree <- round(as.numeric(auc_tree@y.values),2)
auc_tree</pre>
```

[1] 0.82

Random Forest

```
set.seed(2020)
mydata_RF <- SMOTE_data [,-26]</pre>
train_index <- sample(1:nrow(mydata_RF), .7*nrow(mydata_RF))</pre>
traindata <- mydata_RF[train_index,]</pre>
testdata <- mydata_RF[-train_index,]</pre>
# install.packages("randomForest")
library(randomForest)
## Warning: package 'randomForest' was built under R version 3.6.3
## randomForest 4.6-14
## Type rfNews() to see new features/changes/bug fixes.
model_RF <- randomForest(Attrition ~., data = traindata)</pre>
Confusion Matrix
predict_RF <- predict(model_RF, newdata = testdata)</pre>
table(testdata$Attrition, predict_RF)
##
        predict_RF
##
          No Yes
##
     No 292
##
     Yes 43 108
AUC
# install.packages("ROCR")
library(ROCR)
RF_ROC <- predict(model_RF, testdata, type="prob")</pre>
pred_RF <- prediction(RF_ROC[,2], testdata$Attrition)</pre>
auc_RF <- performance(pred_RF, "auc")</pre>
auc_RF <- round(as.numeric(auc_RF@y.values),2)</pre>
auc_RF
## [1] 0.97
Initial Results Logistic Regresion: accuracy = 87%, AUC = .90 Decision Tree: accuracy = 79%, AUC = 0.82
Random Forest: accuracy = 89\%, AUC = .97
Random Forest scores the best on both accuracy and AUC
Random Forest Confusion Matrix TN = 87\% FN = 13\% TP = 93\% TP = 5\% Accuracy = 90%
```

Feature Selection

Analyze the Random Forest model to determine if there are any variables which are not significant This will be done using the Boruta feature selection package

Boruta Feature Selection

```
set.seed(2020)
mydata_RF <- SMOTE_data [,-26]</pre>
train_index <- sample(1:nrow(mydata_RF), .7*nrow(mydata_RF))</pre>
traindata <- mydata_RF[train_index,]</pre>
testdata <- mydata_RF[-train_index,]</pre>
# install.packages("Boruta")
library(Boruta)
## Warning: package 'Boruta' was built under R version 3.6.3
## Loading required package: ranger
## Warning: package 'ranger' was built under R version 3.6.3
##
## Attaching package: 'ranger'
## The following object is masked from 'package:randomForest':
##
##
       importance
Boruta_output <- Boruta(Attrition ~ ., data = traindata, pValue = .01, doTrace=0)
Boruta Significant values (incuding tentatives)
boruta_signif <- getSelectedAttributes(Boruta_output, withTentative = TRUE)
print(boruta_signif)
## [1] "BusinessTravel"
                                    "DailyRate"
## [3] "Department"
                                    "DistanceFromHome"
## [5] "Education"
                                    "EducationField"
## [7] "EnvironmentSatisfaction"
                                    "Gender"
                                    "JobInvolvement"
## [9] "HourlyRate"
## [11] "JobLevel"
                                    "JobRole"
## [13] "JobSatisfaction"
                                    "MaritalStatus"
## [15] "MonthlyRate"
                                    "NumCompaniesWorked"
## [17] "OverTime"
                                    "PercentSalaryHike"
## [19] "RelationshipSatisfaction" "StockOptionLevel"
## [21] "TrainingTimesLastYear"
                                    "WorkLifeBalance"
## [23] "YearsInCurrentRole"
                                    "Age"
Boruta tentative variables
roughFixMod <- TentativeRoughFix(Boruta_output)</pre>
## Warning in TentativeRoughFix(Boruta_output): There are no Tentative attributes!
## Returning original object.
```

```
boruta_signif <- getSelectedAttributes(roughFixMod)
print(boruta_signif)</pre>
```

```
[1] "BusinessTravel"
##
                                    "DailyRate"
   [3] "Department"
                                    "DistanceFromHome"
##
  [5] "Education"
                                    "EducationField"
##
                                    "Gender"
##
   [7] "EnvironmentSatisfaction"
##
  [9] "HourlyRate"
                                    "JobInvolvement"
## [11] "JobLevel"
                                    "JobRole"
## [13] "JobSatisfaction"
                                    "MaritalStatus"
## [15] "MonthlyRate"
                                    "NumCompaniesWorked"
## [17] "OverTime"
                                    "PercentSalaryHike"
## [19] "RelationshipSatisfaction" "StockOptionLevel"
## [21] "TrainingTimesLastYear"
                                    "WorkLifeBalance"
## [23] "YearsInCurrentRole"
                                    "Age"
```

Results - the Boruta regression indicated that all the variables in the dataset were statistically significant

Results

Best Model

```
set.seed(2020)
mydata_RF <- SMOTE_data [,-26]
train_index <- sample(1:nrow(mydata_RF), .7*nrow(mydata_RF))
traindata <- mydata_RF[train_index,]
testdata <- mydata_RF[-train_index,]
# install.packages("randomForest")
library(randomForest)
model_RF <- randomForest(Attrition ~., data = traindata)</pre>
```

Confusion Matrix

```
predict_RF <- predict(model_RF, newdata = testdata)
table(testdata$Attrition, predict_RF)</pre>
```

```
## predict_RF
## No Yes
## No 292 8
## Yes 43 108
```

Random Forest Confusion Matrix TN = 87% FN = 13% TP = 93% TP = 5% Accuracy = 90%

ROC Curve

```
# install.packages("ROCR")
library(ROCR)
RF_ROC <- predict(model_RF, testdata, type="prob")
pred_RF <- prediction(RF_ROC[,2], testdata$Attrition)</pre>
```

```
auc_RF <- performance(pred_RF, "auc")
auc_RF <- round(as.numeric(auc_RF@y.values),2)
auc_RF</pre>
```

[1] 0.97

An AUC value of 0.97 indicates that the model is highly predictive

Variable Importance

Determine the most important variables using the Boruta package

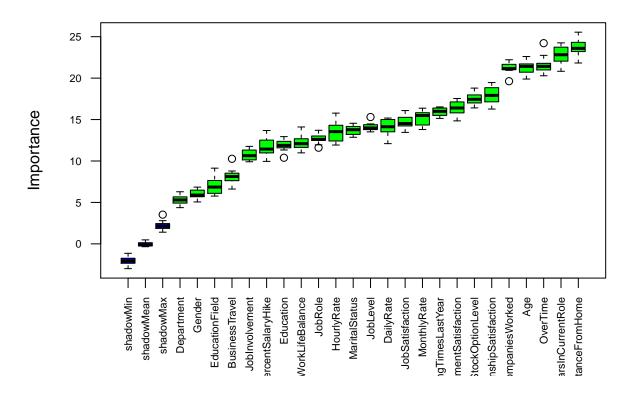
```
# install.packages("Boruta")
library(Boruta)
imps <- attStats(roughFixMod)
imps2 <- imps[imps$decision !='Rejected', c('meanImp', 'decision')]
top <- (imps2[order(-imps2$meanImp),])
top</pre>
```

```
##
                                 meanImp decision
## DistanceFromHome
                               23.748830 Confirmed
## YearsInCurrentRole
                             22.782583 Confirmed
## OverTime
                              21.596411 Confirmed
                               21.269503 Confirmed
## Age
## NumCompaniesWorked 21.241044 Confirmed
## RelationshipSatisfaction 17.907873 Confirmed
## StockOptionLevel 17.509776 Confirmed
## EnvironmentSatisfaction 16.419917 Confirmed
## TrainingTimesLastYear 15.914242 Confirmed
                        15.514242 Confirmed
15.186912 Confirmed
14.694789 Confirmed
14.120633 Confirmed
14.050833 Confirmed
13.718151 Confirmed
13.540950 Confirmed
12.661747 Confirmed
12.240985 Confirmed
## MonthlyRate
## JobSatisfaction
## JobLevel
## DailyRate
## MaritalStatus
## HourlyRate
## JobRole
## WorkLifeBalance
## Education
                             11.902157 Confirmed
## PercentSalaryHike
                             11.689682 Confirmed
                             10.728643 Confirmed
## JobInvolvement
## BusinessTravel
                               8.154510 Confirmed
## EducationField
                               7.098902 Confirmed
## Gender
                               6.000160 Confirmed
## Department
                               5.303465 Confirmed
```

Plot variable importance

```
plot(Boruta_output, cex.axis=.7, las=2, xlab="", main="Variable Importance")
```

Variable Importance



Top Variables

Display the top 8 variables

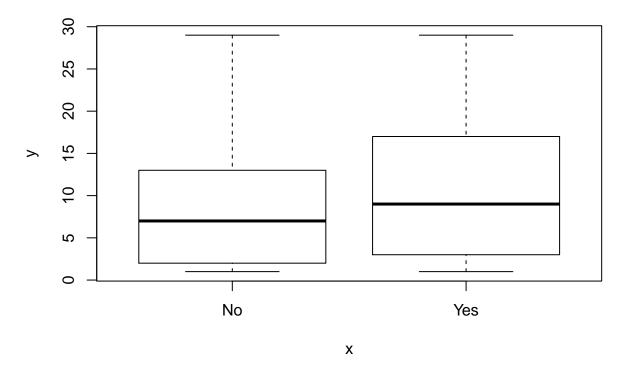
top[1:8,]

```
##
                             meanImp decision
## DistanceFromHome
                            23.74883 Confirmed
## YearsInCurrentRole
                            22.78258 Confirmed
## OverTime
                            21.59641 Confirmed
## Age
                            21.26950 Confirmed
## NumCompaniesWorked
                            21.24104 Confirmed
## RelationshipSatisfaction 17.90787 Confirmed
## StockOptionLevel
                            17.50978 Confirmed
## EnvironmentSatisfaction
                           16.41992 Confirmed
```

Plot Distance from Home vs Attrition

plot(x=data\$Attrition, y=data\$DistanceFromHome, main ="Attrition vs Distance from Home")

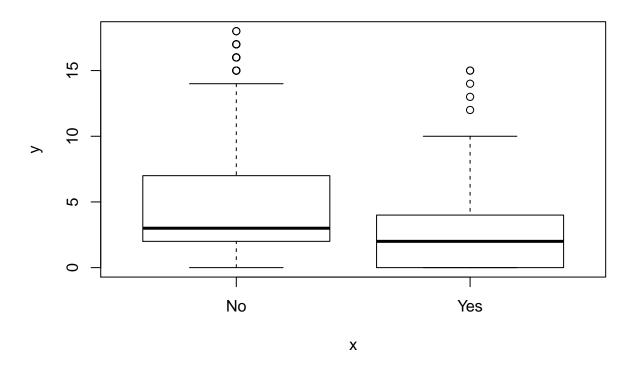
Attrition vs Distance from Home



Plot Years in Current Role vs Attrition

plot(x=data\$Attrition, y=data\$YearsInCurrentRole, main="Attrition vs Years in Current Role")

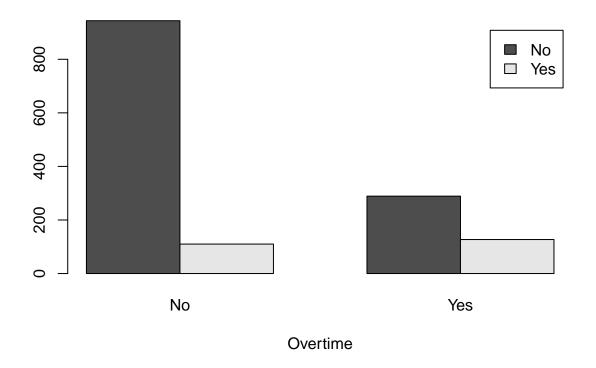
Attrition vs Years in Current Role



Plot Overtime vs Attrition

```
plot_overtime = table(data$Attrition, data$OverTime)
barplot(plot_overtime, main="Overtime vs Attrition", xlab="Overtime", legend=rownames(plot_overtime), b
```

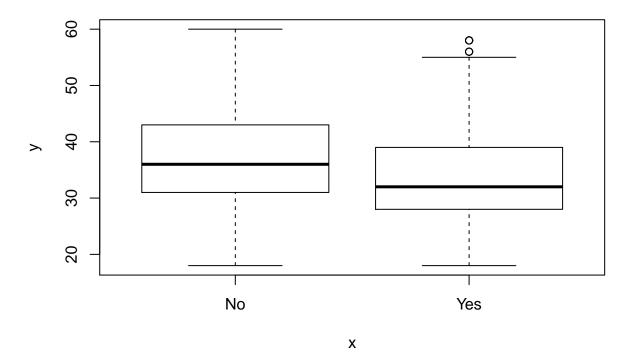
Overtime vs Attrition



Plot Age vs Attrition

plot(x=data\$Attrition, y=data\$Age, main="Attrition vs Age")

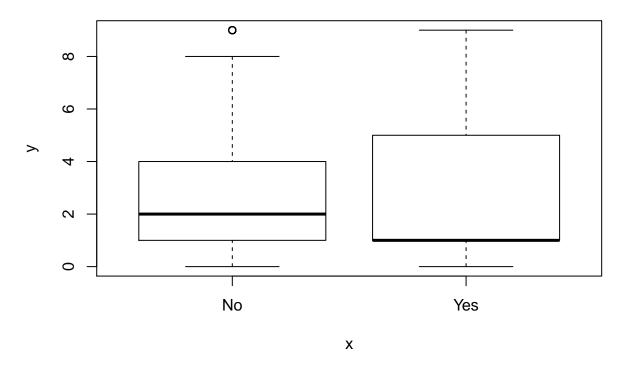
Attrition vs Age



Plot Number of Companies worked vs Attrition

plot(x=data\$Attrition, y=data\$NumCompaniesWorked, main="Attrition vs Number Companies Worked")

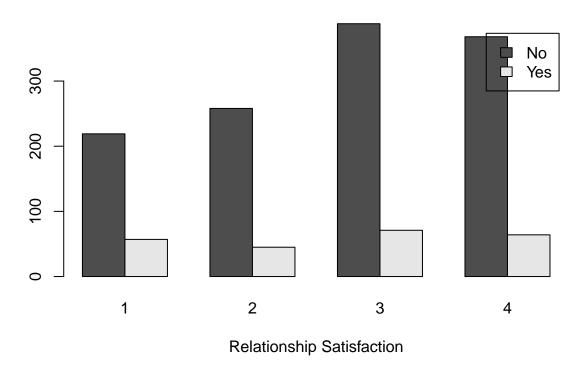
Attrition vs Number Companies Worked



Plot Relationship Satisfaction vs Attrition

```
plot_relsat = table(data$Attrition, data$RelationshipSatisfaction)
barplot(plot_relsat, main="Relationship Satisfaction vs Attrition", xlab="Relationship Satisfaction", 1
```

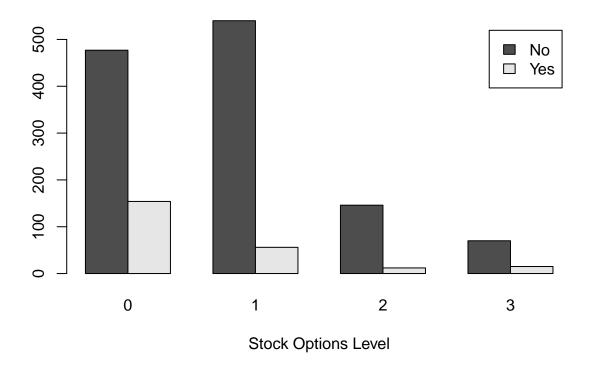
Relationship Satisfaction vs Attrition



Plot Stock Options Level vs Attrition

plot_options = table(data\$Attrition, data\$StockOptionLevel)
barplot(plot_options, main="Stock Option Level vs Attrition", xlab="Stock Options Level", legend=rownam

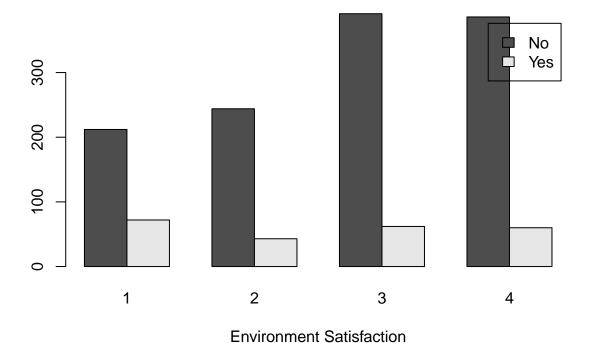
Stock Option Level vs Attrition



Plot Environment Satisfaction vs Attrition

plot_envsat = table(data\$Attrition, data\$EnvironmentSatisfaction)
barplot(plot_envsat, main="Environment Satisfaction vs Attrition", xlab="Environment Satisfaction", leg

Environment Satisfaction vs Attrition



Scenarios

```
set.seed(2020)
mydata_RF <- SMOTE_data [,-26]
train_index <- sample(1:nrow(mydata_RF), .7*nrow(mydata_RF))
traindata <- mydata_RF[train_index,]
testdata <- mydata_RF[-train_index,]
# install.packages("randomForest")
library(randomForest)
model_RF <- randomForest(Attrition ~., data = traindata, ntree = 100)</pre>
```

What is the predicted attrition rate for employees < 30 years old

```
set.seed(2020)
testdata_rev <- subset(testdata, testdata$Age <= 30,)
predict_RF <- predict(model_RF, newdata = testdata_rev)
table(testdata_rev$Attrition, predict_RF)</pre>
```

```
## predict_RF
## No Yes
## No 69 1
## Yes 9 28
```

Result - predicted attrition rate is 26%

What is the predicted attrition rate for employees less than 3 years in current role

```
set.seed(2020)
testdata_rev <- subset(testdata, testdata$YearsInCurrentRole <= 3,)
predict_RF <- predict(model_RF, newdata = testdata_rev)
table(testdata_rev$Attrition, predict_RF)</pre>
```

```
## predict_RF
## No Yes
## No 154 4
## Yes 25 80
```

Result - predicted attrition rate is 30%