# **SAS GRADED PROJECT-2**

**DOMAIN: INSURANCE** 

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```
/*Ouestion1: Import dataset in the SAS environment and check top 10 record of import
dataset*/
FILENAME REFFILE '/home/u61856037/sasuser.v94/Life+Insurance+Dataset.csv';
PROC IMPORT DATAFILE=REFFILE
      DBMS=CSV
      OUT=Life Insurance data;
      GETNAMES=YES;
RUN:
PROC CONTENTS DATA=Life Insurance data; RUN;
/*Question2: Check variable type of the import dataset*/
proc contents data=Life Insurance data varnum;
run:
Inference:
   • There are 20 variables in the imported dataset in which 14 are numerical and 6 are
       character based variables.
/*Question3: Checks if any variables have missing values, if yes then do treatment?*/
proc means data=Life_Insurance_data nmiss;
run;
Inference:
   • There are no missing values in any variables. There are 1924 observations for all
      variables.
/*Question4: Check summary and percentile distribution of all numerical variables
for churners and non-churners?*/
proc means data=Life Insurance data n nmiss min p1 p5 p10 p25 p50 p75 p90 p95 p99 max
maxdec=0;
var Age Cust Tenure Overall cust satisfation score CC Satisfation score Cust Income
Agent Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt;
run:
```

## Inference:

The percentile distribution of all numerical variables are shown in results.

```
/*Question5: Check for outlier, if yes then do treatment?*/
proc univariate data=Life Insurance data;
var Age Cust_Tenure Overall_cust_satisfation_score CC_Satisfation_score Cust_Income
Agent Tenure
YTD contact cnt Due date day cnt Existing policy count Miss due date cnt;
run;
/*we have some outlier and below is the flooring and cappping for those variables*/
data Life Insurance data:
set Life Insurance data;
if Cust Income > 35999 then Cust Income = 35999;
/*checking distribution after flooring and capping*/
proc univariate data=Life Insurance data;
var Age Cust Tenure Overall cust satisfation score CC Satisfation score Cust Income
Agent Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt;
run;
```

#### Inference:

• There are two outliers i.e.,95000 and 96000 in customer income. These outliers are corrected as 35999.

```
/*Question6: Check the proportion of all categorical variables and
extract percentage contribution of each class in respective variables?*/
proc freq data=Life_Insurance_data;
table Payment_Period Product EducationField Gender Cust_Designation Cust_MaritalStatus
Complaint/ nocum;
run;
```

# Inference:

- Yearly paid policies has major share paid by customers. Customers aligned to choose traditional products.
- Most of the customers are from statistics and CA educational background with executive and manager designation. Half of the customers are married.
- Nearly 71% of customers lodged complaint.

```
/*Question7: Customer service management want you to create a macro where they will just
put mobile number
and they will get all the important information like Age, Education, Gender, Income and
CustID*/
/*Created Marcro*/
%MACRO Customer_info();
DATA output (keep = Age EducationField Gender Cust_Income CustID);
SET Life Insurance data;
where Mobile num in (&Mobile num.);
RUN:
proc print data=output;
run;
%MEND;
/*Provided input mobile number*/
%let Mobile num = 9878913773,9898819662,9904978124,9887638137,9882200862;
/*run macro for output*/
%Customer_info;
```

## Inference:

 A macro is created in which you get customer's details but inputting the customer mobile number.

```
/*Question8: Check correlation of all numerical variables before building model, because
we cannot add correlated variables in model?*/
proc corr data=Life_Insurance_data NOPROB;
var Age Cust_Tenure Overall_cust_satisfation_score CC_Satisfation_score Cust_Income
Agent Tenure
YTD contact cnt Due date day cnt Existing policy count Miss due date cnt;
run;
Inference:
There are no missing values.
/*Ouestion9: Create train and test (70:30) dataset from the existing data set. Put seed
1234?*/
proc freq data=Life_Insurance_data;
table Churn /nocum;
proc surveyselect data= Life Insurance data method = srs rep=1
sampsize=600 seed = 1234 out =test;
proc contents data=test varnum;
proc freq data=test;
table Churn /nocum;
run;
create table train as select t1.* from Life Insurance data as t1
where CustID not in (select CustID from test);
quit;
proc freq data=train;
table Churn /nocum;
run;
/*Question10: Develop linear regression model first on the target variable to extract VIF
information to check multicollinearity?*/
proc reg data=Life_Insurance data;
model Churn=Age Cust_Tenure Overall_cust_satisfation_score CC_Satisfation_score
Cust_Income Agent_Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt / vif tol
collin;
title 'Life_Insurance_data - Multicollinearity Investigation of VIF';
run;
quit;
Inference:
   • Chi square statistic is 0.6695
/*Ouestion11: Create clean logistic model on the target variables?*/
%let var = Age Cust Tenure Overall cust satisfation score CC Satisfation score
Cust Income Agent Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt;
proc logistic data=train descending outmodel=model;
model Churn = &var / lackfit:
output out = train output xbeta = coeff stdxbeta = stdcoeff predicted = prob;
run;
```

```
/*Question12: Create a macro and take a KS approach to take a cut off on the calculated
scores?*/
proc univariate data=Life_Insurance_data;
var Overall_cust_satisfation_score;
  histogram Overall_cust_satisfation_score / normal(mu=est sigma=est);
run;
Inference:
The Kolmogorov-Smirnov test for overall satisfaction score cutoff is 0.1811
/*Question13: Predict test dataset using created model?*/
proc reg data=Life Insurance data outest=test1;
model Churn=Age Cust Tenure Overall cust satisfation score CC Satisfation score
Cust Income Agent Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt;
run;
proc score data=Life Insurance data score=test1 type=parms predict out=test2;
var Age Cust_Tenure Overall_cust_satisfation_score CC_Satisfation_score Cust_Income
Agent Tenure
YTD_contact_cnt Due_date_day_cnt Existing_policy_count Miss_due_date_cnt;
```

run;