HOTEL BOOKING CANCELLATION PREDICTION

GOAL OF THE PROJECT

In this project, we aim to build a predictive model to determine whether a hotel booking would be canceled or not, which is crucial for hotels as cancellations affect revenue and operational planning. The dataset contains a high number of features related to booking, such as lead time, deposit type, and different countries, which adds to the complexity of the model. The challenge lies in the data preprocessing steps, which include feature selection and engineering, handling missing values, and noise in the data. Additionally, we are going to train different models, evaluate their performance using the right metrics, and interpret the model by analyzing the most important features in the context of hotel booking cancellations. This is classification problem.

IMPORT LIBRARIES

```
In [1]: import pandas as pd
   import numpy as np
   import seaborn as sns
   import matplotlib.pyplot as plt
   import plotly
   import chart_studio.plotly as py
   from plotly.offline import download_plotlyjs ,init_notebook_mode ,plot ,ipl
   init_notebook_mode(connected=True) #visualize in offline mode or in noteboo
   import plotly.express as px
   import sort_dataframeby_monthorweek as sd

import warnings
   from warnings import filterwarnings
   filterwarnings('ignore')
```

IMPORT DATASET

```
In [2]: df=pd.read_csv(r"D:\IMARTICUS\ml project\hotel_booking_mlpro\hotel_bookings
```

```
In [3]:
         df.head(3)
Out[3]:
             hotel is_canceled lead_time arrival_date_year arrival_date_month arrival_date_week_nu
            Resort
                            0
                                   342
                                                  2015
          0
                                                                    July
             Hotel
            Resort
                           0
                                   737
                                                  2015
                                                                    July
             Hotel
            Resort
                                     7
                           0
                                                  2015
                                                                    July
             Hotel
         3 rows × 32 columns
In [4]:
        df.shape
Out[4]: (119390, 32)
In [5]: df.is_canceled.value_counts()
Out[5]: 0
              75166
              44224
         1
         Name: is_canceled, dtype: int64
         DATA CLEANING
In [6]: df.isnull().sum()[df.isnull().sum()>0]
Out[6]: children
                           4
                         488
         country
         agent
                       16340
                      112593
         company
         dtype: int64
In [7]: | df.drop(['agent','company'],axis=1,inplace=True)
         # agent feture is id of travel agency that have made booking
         # company is id on entity who did booking
In [8]: | df.country.value_counts()
Out[8]: PRT
                48590
                12129
         GBR
         FRA
                10415
         ESP
                 8568
         DEU
                 7287
         DJI
                     1
         BWA
                     1
         HND
                     1
         VGB
                     1
         NAM
                     1
         Name: country, Length: 177, dtype: int64
```

```
df.country.fillna('PRT', inplace=True)
 In [9]:
          df.fillna(0,inplace=True)
In [10]: | df.isnull().sum()[df.isnull().sum()>0]
Out[10]: Series([], dtype: int64)
In [11]: ### seems to have some dirtiness in data as Adults, babies & children cant b
          ### bcz if 3 entities are 0 ,then how can a booking be possible ??
In [12]: ### Visualise Entire Dataframe where adult, children & babies are 0
          filter1=(df['children']==0) & (df['adults']==0) & (df['babies']==0)
In [13]:
          df[filter1]
Out[13]:
                   hotel is_canceled lead_time arrival_date_year arrival_date_month arrival_date_wea
                   Resort
             2224
                                  0
                                            1
                                                          2015
                                                                         October
                    Hotel
                   Resort
             2409
                                            0
                                                          2015
                                  0
                                                                         October
                   Hotel
                   Resort
             3181
                                           36
                                                         2015
                                                                       November
                                  0
                   Hotel
                   Resort
             3684
                                                          2015
                                                                       December
                                  0
                                           165
                    Hotel
                   Resort
             3708
                                  0
                                          165
                                                          2015
                                                                       December
                    Hotel
                     City
           115029
                                  0
                                          107
                                                          2017
                                                                            June
                    Hotel
                    City
           115091
                                  0
                                            1
                                                          2017
                                                                            June
                    Hotel
                     City
           116251
                                           44
                                                          2017
                                                                            July
                    Hotel
                     City
           116534
                                  0
                                            2
                                                          2017
                                                                            July
                    Hotel
                     City
           117087
                                  0
                                          170
                                                          2017
                                                                            July
                    Hotel
           180 rows × 30 columns
In [14]:
          #data=df[filter1== False]
          data=df[~filter1] # ~ is nagation
          #it return all rows upper condition is not true
In [15]: data.shape
Out[15]: (119210, 30)
```

```
In [16]: df.shape
Out[16]: (119390, 30)
In [17]: data.arrival_date_year.unique()
Out[17]: array([2015, 2016, 2017], dtype=int64)
```

EXPLORATORY DATA ANALYSIS

1. Where do the guests come from?

```
In [18]: ## Lets perform Spatial Analysis
In [19]: |data['is_canceled'].unique()
         # 0-- Booking Doesnt Cancelled
         # 1--Customer is cancelled booking
Out[19]: array([0, 1], dtype=int64)
In [20]: data[data['is_canceled']==0]['country'].value_counts()/75011
         # there is apperend diff booking location
Out[20]: PRT
                0.285265
         GBR
                0.128888
         FRA
                0.112890
         ESP
                0.085094
         DEU
                0.080881
         BHR
                0.000013
         DJI
                0.000013
         MLI
                0.000013
         NPL
                0.000013
         FRO
                0.000013
         Name: country, Length: 165, dtype: float64
In [21]: len(data[data['is_canceled']==0])
Out[21]: 75011
```

Out[22]:

	country	no_of_guests
0	PRT	21398
1	GBR	9668
2	FRA	8468
3	ESP	6383
4	DEU	6067
160	BHR	1
161	DJI	1
162	MLI	1
163	NPL	1
164	FRO	1

165 rows × 2 columns

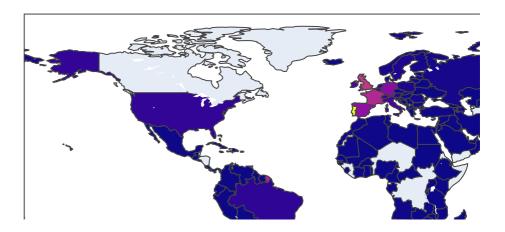
```
In [23]: #!pip install plotly
```

```
In [24]: #!pip install chart_studio
```

import plotly
import chart_studio.plotly as py
from plotly.offline import download_plotlyjs ,init_notebook_mode ,plot ,ipl
init_notebook_mode(connected=True) #visualize in offline mode or in noteboo
import plotly.express as px

In [27]: map_guest.show()

Home country of guests



Conclusion: People from all over the world are staying in these two hotels. Most guests are from Portugal and other countries in Europe

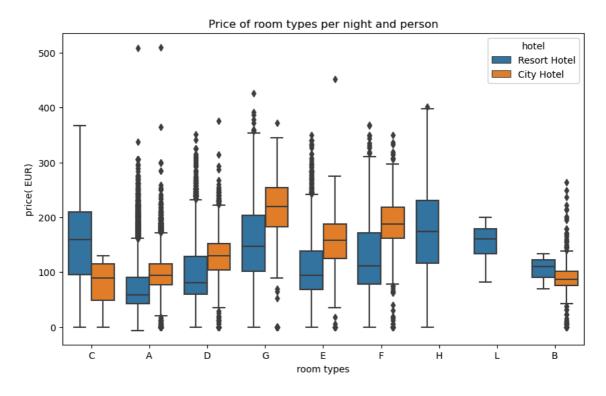
2. How much do guests pay for a room per night?

Both hotels have different room types and different meal arrangements. Seasonal factors are also important. So the prices vary a lot. Since no currency information is given, but Portugal is part of the European Monetary Union, I assume that all prices are in EUR.

In [28]: data2=data[data['is_canceled']==0]

```
data2.columns
In [29]:
Out[29]: Index(['hotel', 'is_canceled', 'lead_time', 'arrival_date_year',
                 'arrival_date_month', 'arrival_date_week_number',
                 'arrival_date_day_of_month', 'stays_in_weekend_nights',
                 'stays_in_week_nights', 'adults', 'children', 'babies', 'meal',
                 'country', 'market_segment', 'distribution_channel',
                 'is_repeated_guest', 'previous_cancellations',
                 'previous_bookings_not_canceled', 'reserved_room_type',
                 'assigned_room_type', 'booking_changes', 'deposit_type',
                 'days_in_waiting_list', 'customer_type', 'adr',
                 'required_car_parking_spaces', 'total_of_special_requests',
                 'reservation_status', 'reservation_status_date'],
                dtype='object')
In [30]:
         # seaborn boxplot:
         plt.figure(figsize=(10,6))
         sns.boxplot(x='reserved_room_type',y='adr' ,hue='hotel',data=data2)
         plt.title('Price of room types per night and person')
         plt.xlabel('room types')
         plt.ylabel('price( EUR)')
```

Out[30]: Text(0, 0.5, 'price(EUR)')



In case of City Hotel 'G' room type category performing well because median value is extremly high wheras in case of Resort Hotel 'H' room category is performing well.

3. Which are the most busy month?

```
In [31]: data['hotel'].unique()
Out[31]: array(['Resort Hotel', 'City Hotel'], dtype=object)
```

In [33]: data_resort.head(3)

Out[33]:

	hotel	is_canceled	lead_time	arrival_date_year	arrival_date_month	arrival_date_week_nu
0	Resort Hotel	0	342	2015	July	
1	Resort Hotel	0	737	2015	July	
2	Resort Hotel	0	7	2015	July	

3 rows × 30 columns

Out[34]:

	month	no_of_guests
0	August	3257
1	July	3137
2	October	2575
3	March	2571
4	April	2550
5	May	2535
6	February	2308
7	September	2102
8	June	2037
9	December	2014
10	November	1975
11	January	1866

```
In [35]: rush_city=data_city['arrival_date_month'].value_counts().reset_index()
rush_city.columns=['month','no_of_guests']
rush_city
```

Out[35]:

	month	no_of_guests
0	August	5367
1	July	4770
2	May	4568
3	June	4358
4	October	4326
5	September	4283
6	March	4049
7	April	4010
8	February	3051
9	November	2676
10	December	2377
11	January	2249

```
In [36]: final_rush=rush_resort.merge(rush_city,on='month')
```

```
In [37]: final_rush.columns=['month','no_of_guests_in_resort','no_of_guests_city']
```

In [38]: final_rush

Out[38]:

	month	no_of_guests_in_resort	no_of_guests_city
0	August	3257	5367
1	July	3137	4770
2	October	2575	4326
3	March	2571	4049
4	April	2550	4010
5	May	2535	4568
6	February	2308	3051
7	September	2102	4283
8	June	2037	4358
9	December	2014	2377
10	November	1975	2676
11	January	1866	2249

now we will observe over here is month column is not in order, & if we will visualise we will get improper conclusion

so very first we have to provide right hierarchy to the month column

```
In [39]: # !pip install sorted-months-weekdays
# ## Dependency package to be installed
# !pip install sort_dataframeby_monthorweek
```

In [40]: import sort_dataframeby_monthorweek as sd

In [41]: final_rush=sd.Sort_Dataframeby_Month(final_rush,'month')

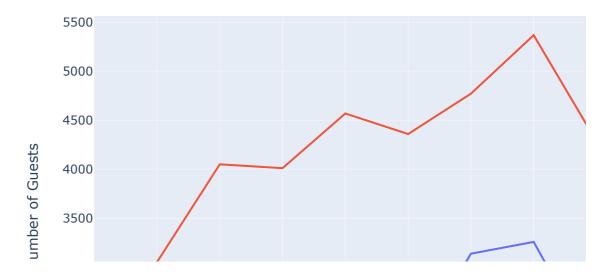
In [42]: final_rush

Out[42]:

	month	no_of_guests_in_resort	no_of_guests_city
0	January	1866	2249
1	February	2308	3051
2	March	2571	4049
3	April	2550	4010
4	May	2535	4568
5	June	2037	4358
6	July	3137	4770
7	August	3257	5367
8	September	2102	4283
9	October	2575	4326
10	November	1975	2676
11	December	2014	2377

```
In [43]:
    fig = px.line(data_frame=final_rush, x='month', y=['no_of_guests_in_resort']
    fig.update_layout(
        title='Number of Guests in Resort vs. City by Month',
        xaxis_title='Month',
        yaxis_title='Number of Guests'
)
    fig.show()
```

Number of Guests in Resort vs. City by Month



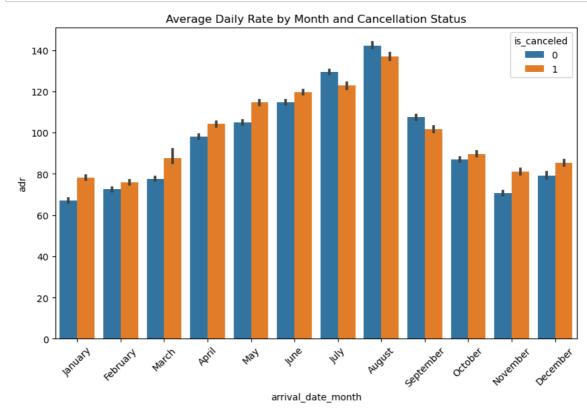
Conclusion-->> This clearly shows that the prices in the Resort hotel are much higher during the summer (no surprise here)., The price of the city hotel varies less and is most expensive during spring and autumn.

August is most intense month of booking , and rush of booking are in july, september, october months

4. which month has highest adr?

```
In [44]: data=sd.Sort_Dataframeby_Month(data,'arrival_date_month')
```

```
In [45]: #barpLot
   plt.figure(figsize=(10, 6))
   sns.barplot(x='arrival_date_month', y='adr', data=data, hue='is_canceled')
   plt.xticks(rotation=45)
   plt.title('Average Daily Rate by Month and Cancellation Status')
   plt.show()
```



Conclusion: Most of the months cancelled booking have higher daily rate than not cancelled booking The adr feature is main reasone of cancelled booking.

5. Lets analyse whether bookings were made only for weekdays or for weekends or for both?

```
In [47]:
           ### Lets create a relationship table..
           pd.crosstab(index=data['stays_in_weekend_nights'],columns=data['stays_in_we
Out[47]:
               stays_in_week_nights
                                       0
                                              1
                                                     2
                                                            3
                                                                        5
                                                                             6
                                                                                  7
                                                                                       8
                                                                                           9 ... 24
            stays_in_weekend_nights
                                     645
                                          16436
                                                 17949
                                                        11557
                                                               4478
                                                                      830
                                                                                           0
                                                                                                  0
                                 0
                                                                             0
                                                                                  0
                                                                                       0
                                    4569
                                           7325
                                                         6150
                                 1
                                                  8976
                                                               2407
                                                                     1188
                                                                             0
                                                                                  0
                                                                                       0
                                                                                           0
                                                                                                  0
                                                               2658
                                 2
                                    2358
                                           6531
                                                  6745
                                                         4534
                                                                     8648
                                                                           847
                                                                                446
                                                                                     391
                                                                                          81
                                                                                                  0
                                 3
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                      308
                                                                           300
                                                                                397
                                                                                     131
                                                                                          61
                                                                                                  0
                                 4
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                           347
                                                                                181
                                                                                     132
                                                                                          86
                                                                                                  0
                                                                       94
                                 5
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                                                                           0
                                                                                                  0
                                                                                           0
                                 6
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                                                                                  0
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                                                                           0
                                                                                                  0
                                 8
                                                     0
                                                                  0
                                                                                           0
                                                                                                  0
                                       0
                                              0
                                                            0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                 9
                                              0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                10
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                                  0
                                                                                           0
                                                                                                  0
                                12
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                                  0
                                                                                           0
                                                                                                  0
                                13
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                                  0
                                                                                           0
                                                                                                  0
                                14
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                                                           0
                                                                                                  0
                                                                                           0 ...
                                                                                                  0
                                16
                                       0
                                              0
                                                     0
                                                            0
                                                                  0
                                                                        0
                                                                             0
                                                                                  0
                                                     0
                                                            0
                                                                  0
                                                                                           0
                                                                                                  0
                                18
                                       0
                                              0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                                     0
                                                            0
                                                                  0
                                19
                                       0
                                              0
                                                                        0
                                                                             0
                                                                                  0
                                                                                       0
                                                                                           0 ...
                                                                                                  0
           17 rows × 33 columns
In [48]:
          ## lets define our own function :
           def week function(row):
               feature1='stays_in_weekend_nights'
               feature2='stays_in_week_nights'
                if row[feature2] == 0 and row[feature1] > 0 :
                    return 'stay_just_weekend'
               elif row[feature2]>0 and row[feature1] ==0 :
                    return 'stay_just_weekdays'
               elif row[feature2]>0 and row[feature1] >0 :
                    return 'stay both weekdays weekends'
```

```
In [49]: data2['weekend_or_weekday']=data2.apply(week_function,axis=1)
```

else:

return 'undefined_data'

In [50]: data2.head(5)

Out[50]:

	hotel	is_canceled	lead_time	arrival_date_year	arrival_date_month	arrival_date_week_nu
(Resort Hotel	0	342	2015	July	
	Resort Hotel	0	737	2015	July	
2	Resort Hotel	0	7	2015	July	
;	Resort Hotel	0	13	2015	July	
4	Resort Hotel	0	14	2015	July	

5 rows × 31 columns

In [51]: data2['weekend_or_weekday'].value_counts()

Out[51]: stay_both_weekdays_weekends 37551 stay_just_weekdays 31788 stay_just_weekend 5050 undefined_data 622

Name: weekend_or_weekday, dtype: int64

In [52]: data2=sd.Sort_Dataframeby_Month(data2, 'arrival_date_month')

In [53]: data2.groupby(['arrival_date_month','weekend_or_weekday']).size()

Out[53]:	arrival_date_month	weekend_or_weekday	
	April	stay_both_weekdays_weekends	3627
		stay_just_weekdays	2559
		stay_just_weekend	344
		undefined_data	30
	August	stay_both_weekdays_weekends	4929
		stay_just_weekdays	3137
		stay_just_weekend	509
		undefined_data	49
	December	stay_both_weekdays_weekends	1901
		stay_just_weekdays	2123
		stay_just_weekend	298
		undefined_data	69
	February	stay_both_weekdays_weekends	2438
		stay_just_weekdays	2514
		stay_just_weekend	360
		undefined_data	47
	January	stay_both_weekdays_weekends	1550
		stay_just_weekdays	2125
		stay_just_weekend	393
		undefined_data	47
	July	stay_both_weekdays_weekends	4570
		stay_just_weekdays	2818
		stay_just_weekend	462
		undefined_data	57
	June	stay_both_weekdays_weekends	3241
		stay_just_weekdays	2685
		stay_just_weekend	433
		undefined_data	36
	March	stay_both_weekdays_weekends	3151
		stay_just_weekdays	3060
		stay_just_weekend	359
		undefined_data	50
	May	stay_both_weekdays_weekends	3442
		stay_just_weekdays	3017
		stay_just_weekend	570
		undefined_data	74
	November	stay_both_weekdays_weekends	2117
		stay_just_weekdays	2214
		stay_just_weekend	261
	•	undefined_data	59
	October	stay_both_weekdays_weekends	3393
		stay_just_weekdays	2844
		stay_just_weekend	582
		undefined_data	82
	September	stay_both_weekdays_weekends	3192
		stay_just_weekdays	2692
		stay_just_weekend	479
	11	undefined_data	22
	dtype: int64		

In [54]: group_data=data2.groupby(['arrival_date_month','weekend_or_weekday']).size(
 group_data

Out[54]:

weekend_or_weekday	arrival_date_month	stay_both_weekdays_weekends	stay_just_weekdays
0	April	3627	2559
1	August	4929	3137
2	December	1901	2123
3	February	2438	2514
4	January	1550	2125
5	July	4570	2818
6	June	3241	2685
7	March	3151	3060
8	May	3442	3017
9	November	2117	2214
10	October	3393	2844
11	September	3192	2692
4			•

In [55]: sorted_data=sd.Sort_Dataframeby_Month(group_data,'arrival_date_month')
 sorted_data

Out[55]:

	arrival_date_month	stay_both_weekdays_weekends	stay_just_weekdays	stay_just_weeken
0	January	1550	2125	36
1	February	2438	2514	3€
2	March	3151	3060	35
3	April	3627	2559	34
4	May	3442	3017	57
5	June	3241	2685	43
6	July	4570	2818	4€
7	August	4929	3137	50
8	September	3192	2692	47
9	October	3393	2844	58
10	November	2117	2214	26
11	December	1901	2123	29
4				•

In [56]: sorted_data.set_index('arrival_date_month',inplace=True)

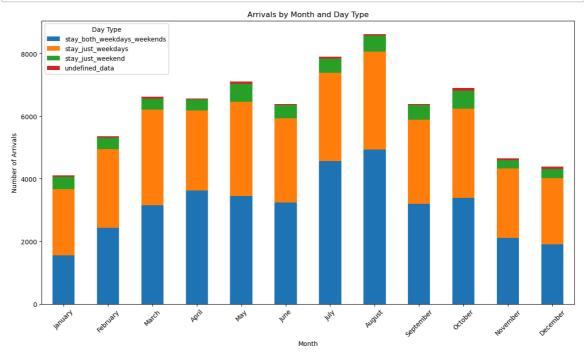
```
In [57]: sorted_data
```

Out[57]:

 $stay_both_weekdays_weekends \quad stay_just_weekdays \quad stay_just_weekend \quad \iota$

arrival_date_month			
January	1550	2125	393
February	2438	2514	360
March	3151	3060	359
April	3627	2559	344
May	3442	3017	570
June	3241	2685	433
July	4570	2818	462
August	4929	3137	509
September	3192	2692	479
October	3393	2844	582
November	2117	2214	261
December	1901	2123	298

```
In [58]: ax = sorted_data.plot(kind='bar', stacked=True, figsize=(15, 8))
    plt.title('Arrivals by Month and Day Type')
    plt.xlabel('Month')
    plt.ylabel('Number of Arrivals')
    plt.xticks(rotation=45)
    plt.legend(title='Day Type', loc='upper left')
    plt.show()
```

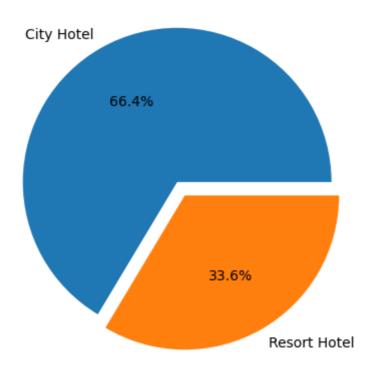


Conclusion: Most booking over stay only for the weekdays or for both weekday_weekend.

In [59]:

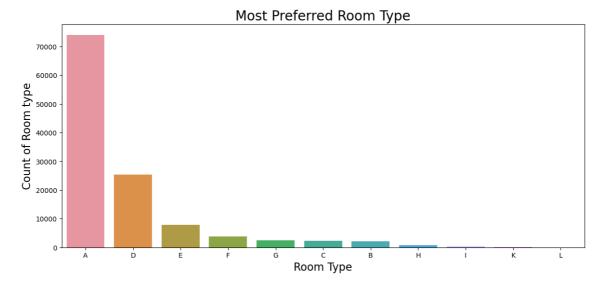
```
data['hotel'].value_counts().plot.pie(explode=[0.05, 0.05], figsize=(8, 5),
plt.title('Distribution of Hotel Preferences', fontsize=10)
plt.ylabel('')
plt.show()
```

Distribution of Hotel Preferences



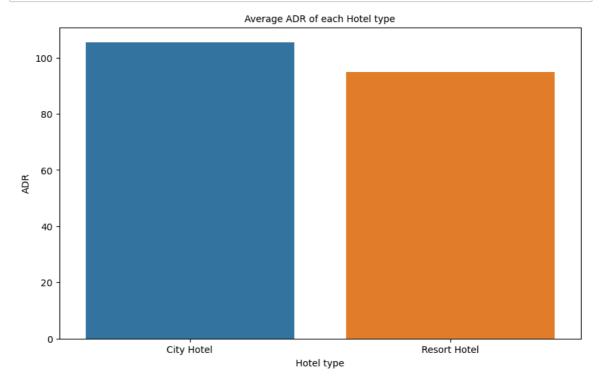
From the chart, we got to know that City Hotel is most preferred hotel by the guests. Thus City Hotel has maximum bookings. 66.4% guests are preferred City Hotel, while only 33.6% guests have shown interest in Resort Hotel.

```
In [60]: #countplot
plt.figure(figsize=(14, 6))
sns.countplot(x=data['assigned_room_type'], order=data['assigned_room_type']
plt.xlabel('Room Type', fontsize=16)
plt.ylabel('Count of Room type', fontsize=16)
plt.title('Most Preferred Room Type', fontsize=20)
plt.show()
```



Conclusion: It is found that the most preferred Room type is 'A'. So, majority of the guests have shown interest in this room type. There are positive impacts because 'A', 'D', 'E' is more preferred by guest due to better services offered in room type.

```
In [61]: # AVERAGE DAILY RATE OF HOTELS
group_by_hotel = data.groupby('hotel')
highest_adr = group_by_hotel['adr'].mean().reset_index()
plt.figure(figsize = (10,6))
ax = sns.barplot(x= highest_adr['hotel'], y= highest_adr['adr'])
ax.set_xlabel("Hotel type", fontsize = 10)
ax.set_ylabel("ADR", fontsize = 10)
ax.set_xticklabels(['City Hotel', 'Resort Hotel'], fontsize = 10)
ax.set_title('Average ADR of each Hotel type', fontsize = 10)
plt.show(ax)
```



Conclusion: City Hotels are generating more revenues than the Resort Hotels, because City hotel has the highest ADR. More the ADR, more will be the revenue.

Create some more features.

```
In [62]:
        data.columns
Out[62]: Index(['hotel', 'is_canceled', 'lead_time', 'arrival_date_year',
                 'arrival_date_month', 'arrival_date_week_number',
                 'arrival_date_day_of_month', 'stays_in_weekend_nights',
                 'stays_in_week_nights', 'adults', 'children', 'babies', 'meal',
                 'country', 'market_segment', 'distribution_channel',
                 'is_repeated_guest', 'previous_cancellations',
                 'previous_bookings_not_canceled', 'reserved_room_type',
                 'assigned_room_type', 'booking_changes', 'deposit_type',
                 'days_in_waiting_list', 'customer_type', 'adr',
                 'required_car_parking_spaces', 'total_of_special_requests',
                 'reservation_status', 'reservation_status_date'],
               dtype='object')
In [63]: def family(row):
             if (row['adults'] > 0) & (row['children'] >0 or row['babies']>0):
                 return 1
             else :
                 return 0
In [64]: data['is_family']= data.apply(family,axis=1)
In [65]: | data['total_customer'] = data['adults'] + data['babies'] + data['children']
In [66]: data['total_nights']= data['stays_in_week_nights'] + data['stays_in_weekend
In [67]: | data['deposit type'].unique()
Out[67]: array(['No Deposit', 'Non Refund', 'Refundable'], dtype=object)
In [68]: dict1 = {'No Deposit':0, 'Non Refund':1, 'Refundable':0}
In [69]: | data['deposite given']=data['deposit type'].map(dict1)
```

```
data.columns
In [70]:
Out[70]: Index(['hotel', 'is_canceled', 'lead_time', 'arrival_date_year',
                 'arrival_date_month', 'arrival_date_week_number',
                 'arrival_date_day_of_month', 'stays_in_weekend_nights',
                 'stays_in_week_nights', 'adults', 'children', 'babies', 'meal',
                 'country', 'market_segment', 'distribution_channel',
                 'is_repeated_guest', 'previous_cancellations',
                 'previous_bookings_not_canceled', 'reserved_room_type',
                 'assigned_room_type', 'booking_changes', 'deposit_type',
                 'days_in_waiting_list', 'customer_type', 'adr',
                 'required_car_parking_spaces', 'total_of_special_requests',
                 'reservation_status', 'reservation_status_date', 'is_family',
                 'total_customer', 'total_nights', 'deposite_given'],
                dtype='object')
In [71]: data.drop(columns=['adults', 'children', 'babies', 'deposit_type'], axis=1
In [72]:
         data.head(3)
Out[72]:
              hotel is_canceled lead_time arrival_date_year arrival_date_month arrival_date_week_nu
             Resort
                            0
                                    109
                                                  2016
                                                                January
              Hotel
             Resort
                            0
                                                  2016
                                    109
                                                                 January
              Hotel
             Resort
                                     2
                                                  2016
                                                                January
              Hotel
          3 rows × 30 columns
```

FEATURE ENCODING

In [73]: data.head(6)

Out[73]:

	hotel	is_canceled	lead_time	arrival_date_year	arrival_date_month	arrival_date_week_nu
0	Resort Hotel	0	109	2016	January	
1	Resort Hotel	0	109	2016	January	
2	Resort Hotel	1	2	2016	January	
3	Resort Hotel	0	88	2016	January	
4	Resort Hotel	1	20	2016	January	
5	Resort Hotel	1	76	2016	January	
6 rows × 30 columns						

```
In [74]:
         data.dtypes
Out[74]: hotel
                                              object
         is_canceled
                                               int64
         lead time
                                               int64
         arrival_date_year
                                               int64
         arrival date month
                                             object
         arrival_date_week_number
                                               int64
         arrival_date_day_of_month
                                               int64
         stays_in_weekend_nights
                                              int64
         stays in week nights
                                              int64
         meal
                                             object
         country
                                             object
         market_segment
                                             object
         distribution_channel
                                             object
         is_repeated_guest
                                               int64
         previous_cancellations
                                               int64
         previous_bookings_not_canceled
                                              int64
         reserved_room_type
                                             object
                                             object
         assigned_room_type
         booking_changes
                                               int64
                                              int64
         days_in_waiting_list
         customer_type
                                             object
         adr
                                             float64
         required_car_parking_spaces
                                               int64
         total_of_special_requests
                                              int64
         reservation_status
                                             object
         reservation_status_date
                                             object
         is family
                                               int64
         total_customer
                                            float64
         total_nights
                                               int64
         deposite_given
                                               int64
         dtype: object
In [75]:
         data.columns
Out[75]: Index(['hotel', 'is_canceled', 'lead_time', 'arrival_date_year',
                 'arrival_date_month', 'arrival_date_week_number',
                 'arrival_date_day_of_month', 'stays_in_weekend_nights',
                 'stays_in_week_nights', 'meal', 'country', 'market_segment',
                 'distribution_channel', 'is_repeated_guest', 'previous_cancellation
         s',
                 'previous bookings not canceled', 'reserved room type',
                 'assigned_room_type', 'booking_changes', 'days_in_waiting_list',
                 'customer_type', 'adr', 'required_car_parking_spaces',
                 'total_of_special_requests', 'reservation_status',
                 'reservation_status_date', 'is_family', 'total_customer',
                 'total_nights', 'deposite_given'],
                dtype='object')
In [76]:
         cate_features=[col for col in data.columns if data[col].dtype=='object']
         num features=[col for col in data.columns if data[col].dtype!='object']
In [77]:
```

```
In [78]:
         num_features
Out[78]: ['is_canceled',
           'lead_time',
           'arrival_date_year',
           'arrival_date_week_number',
           'arrival_date_day_of_month',
           'stays_in_weekend_nights',
           'stays_in_week_nights',
           'is_repeated_guest',
           'previous_cancellations',
           'previous_bookings_not_canceled',
           'booking_changes',
           'days_in_waiting_list',
           'adr',
           'required_car_parking_spaces',
           'total_of_special_requests',
           'is_family',
           'total_customer',
           'total_nights',
           'deposite_given']
In [79]:
         cate_features
Out[79]:
         ['hotel',
           'arrival_date_month',
           'meal',
           'country',
           'market_segment',
           'distribution_channel',
           'reserved_room_type',
           'assigned_room_type',
           'customer_type',
           'reservation_status',
           'reservation_status_date']
In [80]:
         data_cat=data[cate_features]
In [81]: data.groupby(['hotel'])['is_canceled'].mean().to_dict()
Out[81]: {'City Hotel': 0.4178593534858457, 'Resort Hotel': 0.27767373336329815}
In [82]:
         import warnings
          from warnings import filterwarnings
          filterwarnings('ignore')
In [83]: | data_cat['cancellation']=data['is_canceled']
```

```
data_cat.head()
In [84]:
Out[84]:
                     arrival_date_month meal country market_segment distribution_channel reserved
              Resort
           0
                               January
                                         BB
                                                RUS
                                                           Online TA
                                                                                 TA/TO
               Hotel
              Resort
                                               RUS
                                                           Online TA
                                                                                 TA/TO
                                         BB
                               January
               Hotel
              Resort
           2
                                         BB
                                                PRT
                                                           Online TA
                                                                                 TA/TO
                               January
               Hotel
              Resort
                               January
                                         HB
                                               ARG
                                                           Online TA
                                                                                 TA/TO
               Hotel
              Resort
                                                PRT
                                                           Online TA
                                                                                 TA/TO
                                         BB
                               January
               Hotel
In [85]:
          cols=data_cat.columns
          cols=cols[0:-1]
In [86]:
In [87]:
          cols
Out[87]: Index(['hotel', 'arrival_date_month', 'meal', 'country', 'market_segment',
                   'distribution_channel', 'reserved_room_type', 'assigned_room_type',
                  'customer_type', 'reservation_status', 'reservation_status_date'],
                 dtype='object')
In [88]:
          ### Perform Mean Encoding Technique
          for col in cols:
               dict2=data_cat.groupby([col])['cancellation'].mean().to_dict()
               data cat[col]=data cat[col].map(dict2)
In [89]:
          data cat.head(3)
Out[89]:
                 hotel
                       arrival_date_month
                                             meal
                                                           market_segment distribution_channel re
                                                   country
           0 0.277674
                                0.305016 0.374106
                                                  0.379365
                                                                   0.36759
                                                                                     0.410598
              0.277674
                                0.305016 0.374106
                                                  0.379365
                                                                   0.36759
                                                                                     0.410598
              0.277674
                                0.305016 0.374106
                                                  0.562958
                                                                   0.36759
                                                                                     0.410598
```

HANDLING OUTLIERS

```
In [90]:
          data[num_features]
Out[90]:
                  is_canceled lead_time arrival_date_year arrival_date_week_number arrival_date_day
               0
                          0
                                  109
                                                 2016
                                                                           1
                          0
                                  109
                                                 2016
               1
                                                                           1
               2
                          1
                                    2
                                                 2016
                                                                           1
               3
                          0
                                   88
                                                 2016
                                                                           1
               4
                          1
                                   20
                                                 2016
                                                                           1
           119205
                          0
                                  173
                                                 2016
                                                                          53
           119206
                                   17
                                                 2016
                                                                          53
           119207
                                  107
                                                 2016
                                                                          53
           119208
                          0
                                  310
                                                 2016
                                                                          53
           119209
                          0
                                  310
                                                 2016
                                                                          53
          119210 rows × 19 columns
          dataframe=pd.concat([data_cat,data[num_features]],axis=1)
In [91]:
In [92]:
         dataframe.columns
Out[92]: Index(['hotel', 'arrival_date_month', 'meal', 'country', 'market_segment',
                  'distribution_channel', 'reserved_room_type', 'assigned_room_type',
                  'customer_type', 'reservation_status', 'reservation_status_date',
                  'cancellation', 'is_canceled', 'lead_time', 'arrival_date_year',
                  'arrival_date_week_number', 'arrival_date_day_of_month',
                  'stays_in_weekend_nights', 'stays_in_week_nights', 'is_repeated_gue
          st',
                  'previous_cancellations', 'previous_bookings_not_canceled',
                  'booking_changes', 'days_in_waiting_list', 'adr',
                  'required_car_parking_spaces', 'total_of_special_requests', 'is_fam
          ily',
                  'total_customer', 'total_nights', 'deposite_given'],
                dtype='object')
          dataframe.drop(['cancellation'],axis=1,inplace=True)
In [93]:
```

```
In [94]: dataframe.head(3)
```

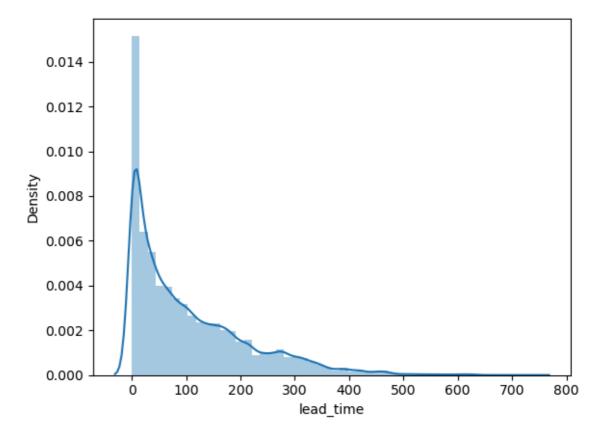
Out[94]:

	hotel	arrival_date_month	meal	country	market_segment	distribution_channel	r
0	0.277674	0.305016	0.374106	0.379365	0.36759	0.410598	
1	0.277674	0.305016	0.374106	0.379365	0.36759	0.410598	
2	0.277674	0.305016	0.374106	0.562958	0.36759	0.410598	

3 rows × 30 columns

In [95]: sns.distplot(dataframe['lead_time'])

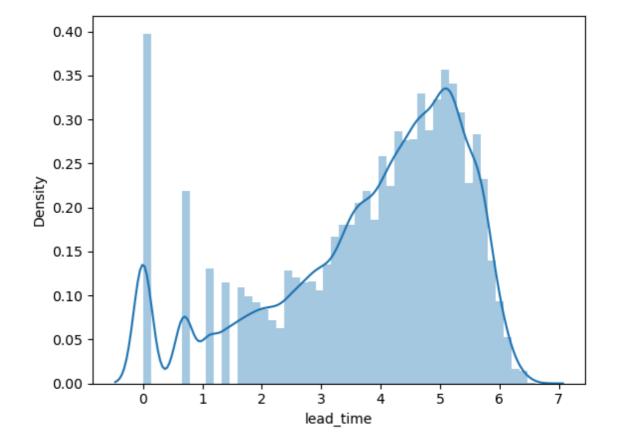
Out[95]: <Axes: xlabel='lead_time', ylabel='Density'>



In [97]: handle_outlier('lead_time')

```
In [98]: sns.distplot(dataframe['lead_time'])
```

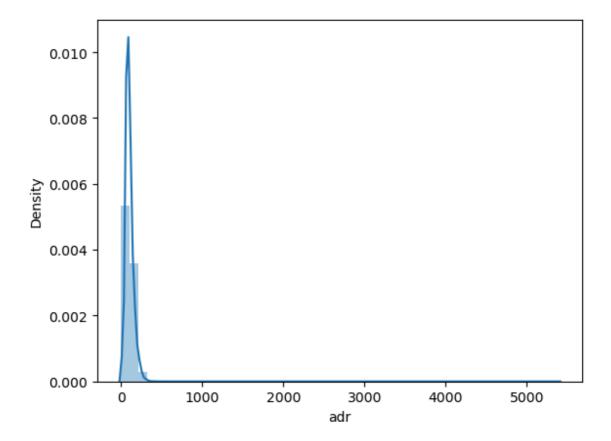
Out[98]: <Axes: xlabel='lead_time', ylabel='Density'>



In [99]: ## adr

```
In [100]: sns.distplot(dataframe['adr'])
```

Out[100]: <Axes: xlabel='adr', ylabel='Density'>



In [101]: dataframe[dataframe['adr']<0]</pre>

Out[101]:

		notei	arrivai_date_month	meai	country	market_segment	distribution_channel
1	4989	0.277674	0.322277	0.374106	0.20231	0.611086	0.174868

1 rows × 30 columns

In [102]: handle_outlier('adr')

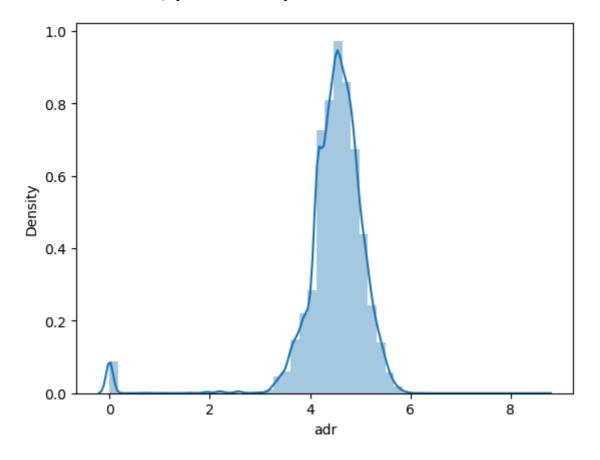
In [103]: dataframe['adr'].isnull().sum()

Out[103]: 1

In [104]: ### now why this missing value , as we have already deal with the missing v ### bcz we have negative value in 'adr' feature as '-6.38' ,& if we apply ## bcz log wont take negative values..

```
In [105]: sns.distplot(dataframe['adr'].dropna())
```

Out[105]: <Axes: xlabel='adr', ylabel='Density'>

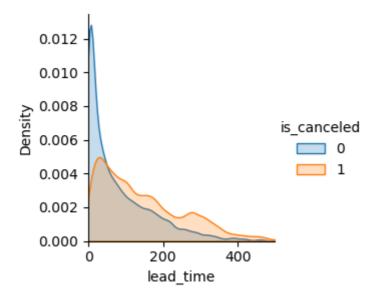


UNIVARIATE ANALYSIS

In [106]: ###UNIVARIATE ANALYSIS --One Varible is useful for ml model

In [107]: sns.FacetGrid(data,hue='is_canceled',xlim=(0,500)).map(sns.kdeplot,'lead_ti
#kde--Kernel Density Estimation

Out[107]: <seaborn.axisgrid.FacetGrid at 0x221b4678c50>



In [108]: # upto some extend this feature plays important role bcoz it dosnt has comp

IMPORTANT FEATURE USING CO-RELATION

In [109]: corr=dataframe.corr()

```
In [110]: corr
# 2 feature
# High corr--1,.95,.9 --> better to drop cause situtation of overfitting
# Low corr--- 0.01, 0.02--> interpretating Low accuracy for model
```

Out[110]:

	hotel	arrival_date_month	meal	country	market_
hotel	1.000000	0.051197	0.061782	-0.040609	
arrival_date_month	0.051197	1.000000	-0.010208	-0.052405	
meal	0.061782	-0.010208	1.000000	0.022476	-
country	-0.040609	-0.052405	0.022476	1.000000	
market_segment	0.102592	0.047902	-0.026007	0.078982	
distribution_channel	0.182266	0.077075	-0.025486	-0.129774	
reserved_room_type	0.198171	-0.038801	0.010035	0.153177	
assigned_room_type	0.280884	0.015456	0.013913	0.125415	
customer_type	-0.008378	-0.029636	0.105767	-0.029320	-
reservation_status	0.137082	0.069886	0.050584	0.357232	
reservation_status_date	0.107481	-0.089512	0.038298	0.340400	
is_canceled	0.137082	0.069886	0.050584	0.357232	
lead_time	0.109869	0.241413	-0.040315	-0.071919	
arrival_date_year	0.035176	0.015509	-0.024568	-0.180684	-
arrival_date_week_number	0.001241	0.155653	0.015308	0.017322	
arrival_date_day_of_month	-0.001678	0.002248	-0.005737	0.001898	
stays_in_weekend_nights	-0.187816	0.046618	-0.040114	-0.146467	
stays_in_week_nights	-0.235955	0.036681	-0.053540	-0.138467	-
is_repeated_guest	-0.052526	-0.057691	0.009827	0.153305	-
previous_cancellations	-0.012261	0.008800	0.103606	0.093266	
previous_bookings_not_canceled	-0.004467	-0.021971	0.011109	0.091795	-
booking_changes	-0.076598	-0.011049	-0.027189	-0.061513	-
days_in_waiting_list	0.072725	0.029164	-0.031562	0.067054	
adr	0.154041	0.228179	-0.019908	-0.160520	-
required_car_parking_spaces	-0.218961	-0.021910	0.003455	0.007613	-
total_of_special_requests	-0.043478	0.002763	0.006875	-0.200822	-
is_family	-0.058094	0.020491	0.001466	-0.044139	-
total_customer	-0.038762	0.079090	-0.003447	-0.117351	-
total_nights	-0.249747	0.045648	-0.055689	-0.160759	-
deposite_given	0.172415	0.057361	0.047597	0.395685	

30 rows × 30 columns

```
corr['is_canceled'].sort_values(ascending=False)
In [111]:
Out[111]: reservation_status
                                           1.000000
          is_canceled
                                           1.000000
          reservation status date
                                           0.488307
          deposite_given
                                           0.481507
          country
                                           0.357232
          lead_time
                                           0.320075
          market_segment
                                           0.267006
          assigned_room_type
                                           0.201570
          distribution_channel
                                           0.177167
          hotel
                                           0.137082
          customer_type
                                           0.136617
          previous_cancellations
                                           0.110139
          adr
                                           0.081660
          reserved_room_type
                                           0.072769
          arrival_date_month
                                           0.069886
          days in waiting list
                                           0.054301
          meal
                                           0.050584
          total customer
                                           0.044826
          stays_in_week_nights
                                           0.025542
          total_nights
                                           0.018554
          arrival date year
                                           0.016622
          arrival_date_week_number
                                           0.008315
          stays_in_weekend_nights
                                           -0.001323
          arrival_date_day_of_month
                                           -0.005948
          is family
                                           -0.013226
          previous_bookings_not_canceled
                                           -0.057365
          is repeated guest
                                           -0.083745
          booking_changes
                                           -0.144832
          required_car_parking_spaces
                                           -0.195701
          total_of_special_requests
                                           -0.234877
          Name: is_canceled, dtype: float64
In [112]: corr['is_canceled'].sort_values(ascending=False).index
Out[112]: Index(['reservation status', 'is canceled', 'reservation status date',
                 'deposite_given', 'country', 'lead_time', 'market_segment',
                 'assigned_room_type', 'distribution_channel', 'hotel', 'customer_ty
          pe',
                 'previous_cancellations', 'adr', 'reserved_room_type',
                 er',
                 'stays_in_week_nights', 'total_nights', 'arrival_date_year',
                 'arrival_date_week_number', 'stays_in_weekend_nights',
                 'arrival_date_day_of_month', 'is_family',
                 'previous_bookings_not_canceled', 'is_repeated_guest',
                 'booking_changes', 'required_car_parking_spaces',
                 'total of special requests'],
                dtype='object')
In [113]: | features_to_drop=['reservation_status', 'reservation_status_date', 'arrival_
                 'arrival_date_week_number', 'stays_in_weekend_nights',
                 'arrival date day of month']
```

```
Hotel Booking Cancellation Prediction - Jupyter Notebook
           dataframe.drop(features_to_drop,axis=1,inplace=True)
In [114]:
In [115]:
           dataframe.shape
Out[115]: (119210, 24)
           FEATURE IMPORTANCE
In [116]:
           dataframe.head(2)
Out[116]:
                  hotel arrival_date_month
                                             meal
                                                    country market_segment distribution_channel re
            0 0.277674
                                 0.305016 0.374106 0.379365
                                                                   0.36759
                                                                                     0.410598
            1 0.277674
                                 0.305016 0.374106 0.379365
                                                                   0.36759
                                                                                     0.410598
           2 rows × 24 columns
           dataframe.isnull().sum()
In [117]:
Out[117]: hotel
                                                 0
           arrival_date_month
                                                 0
                                                 0
           meal
           country
                                                 0
           market_segment
                                                 0
```

separate dependent & independent features In [119]:

```
x=dataframe.drop('is_canceled',axis=1)
In [120]:
In [121]: y=dataframe['is_canceled']
In [122]: | from sklearn.linear_model import Lasso
          from sklearn.feature_selection import SelectFromModel
In [123]: ##Lasso(alpha=0.005)
          # select a suitable alpha (equivalent of penalty).
          # The bigger the alpha the less features that will be selected.
In [124]:
          feature_sel_model=SelectFromModel(Lasso(alpha=0.005))
In [125]:
          feature_sel_model.fit(x,y)
Out[125]:
                SelectFromModel 1 ?
                                   (https://scikit-
                                  learn.org/1.4/modules/generated/sklearn.feature selection.Sele
               ▶ estimator: Lasso
                     Lasso
                            (https://scikit-
                            learn.org/1.4/modules/generated/sklearn.linear_model.Lasso.html)
In [126]: | feature_sel_model.get_support()
Out[126]: array([False, False, False, True, False, False, False, False,
                   True, False, False, True, True, True, True, True, True,
                   True, False, True, True, True])
In [127]:
          cols=x.columns
In [128]:
          cols.shape
Out[128]: (23,)
In [129]: # let's print the number of selected features
          selected_feature=cols[feature_sel_model.get_support()]
In [130]: selected feature
Out[130]: Index(['country', 'lead_time', 'previous_cancellations',
                  'previous_bookings_not_canceled', 'booking_changes',
                  'days_in_waiting_list', 'adr', 'required_car_parking_spaces',
                  'total_of_special_requests', 'total_customer', 'total_nights',
                  'deposite_given'],
                 dtype='object')
```

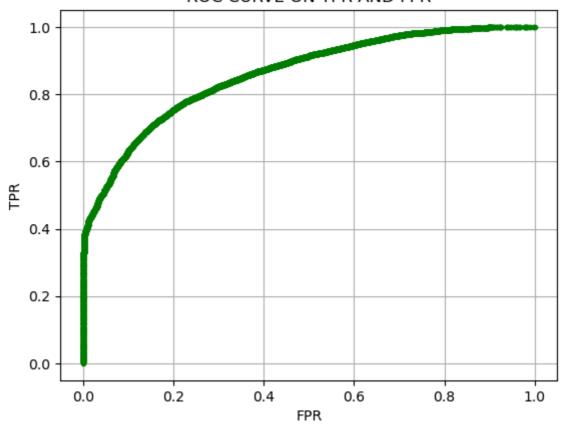
```
selected_feature.shape
In [131]:
Out[131]: (12,)
In [132]: x=x[selected_feature]
In [133]:
Out[133]: 0
                     0
                     0
                     1
           2
           3
                     0
           4
                     1
           119205
                     0
           119206
           119207
                     0
           119208
                     0
           119209
           Name: is_canceled, Length: 119209, dtype: int64
```

MODEL BUILDING

```
In [134]: from sklearn.model_selection import train_test_split
In [135]: X_train, X_test, y_train, y_test = train_test_split( x, y, test_size=0.25)
In [136]: |X_train.shape
Out[136]: (89406, 12)
In [137]:
          from sklearn.linear_model import LogisticRegression
           logreg=LogisticRegression()
In [138]: logreg.fit(X_train,y_train)
Out[138]:
               LogisticRegression (i)
                                      (https://scikit-
                                     learn.org/1.4/modules/generated/sklearn.linear model.Logist:
           LogisticRegression()
In [139]:
          pred=logreg.predict(X_test)
In [140]:
          pred
Out[140]: array([0, 0, 0, ..., 0, 0, 0], dtype=int64)
          from sklearn.metrics import confusion_matrix
In [141]:
```

```
confusion_matrix(y_test,pred)
In [142]:
Out[142]: array([[17313,
                          1405],
                 [ 4614, 6471]], dtype=int64)
In [143]: from sklearn.metrics import accuracy_score
          accuracy_score(y_test,pred)
Out[143]: 0.798040465724927
In [144]: pred_prob_test = logreg.predict_proba(X_test)
In [145]:
          from sklearn.metrics import roc_auc_score, roc_curve
In [146]: roc_auc_score(y_test ,pred_prob_test[:, 1])
Out[146]: 0.8612905703978664
In [147]: | fpr , tpr, threshold = roc_curve(y_test ,pred_prob_test[:, 1])
          plt.plot(fpr, tpr , color='green' , marker='.')
In [148]:
          plt.xlabel('FPR')
          plt.ylabel('TPR')
          plt.title("ROC CURVE ON TPR AND FPR")
          plt.grid()
```

ROC CURVE ON TPR AND FPR



APPLY ON MULTIPLE ALGORITHMS

```
In [149]: from sklearn.linear_model import LogisticRegression
    from sklearn.tree import DecisionTreeClassifier
    from sklearn.neighbors import KNeighborsClassifier
    from sklearn.naive_bayes import GaussianNB
    from sklearn.ensemble import RandomForestClassifier

In [150]: models=[]
    models.append(('LogisticRegression',LogisticRegression()))
    models.append(('Decision_tree',DecisionTreeClassifier()))
    models.append(('KNN',KNeighborsClassifier()))
    models.append(('Naive_bayes',GaussianNB()))
    models.append(('Random Forest',RandomForestClassifier()))
```

```
In [151]: from sklearn.metrics import confusion_matrix, accuracy_score, classificatio
    for name, model in models:
        print(name)
        model.fit(X_train, y_train)

        predictions = model.predict(X_test)

        cm = confusion_matrix(predictions, y_test)
        print("Confusion Matrix:")
        print(cm)

        acc = accuracy_score(predictions, y_test)
        print("Accuracy Score:", acc)

        report = classification_report(predictions, y_test)
        print("Classification Report:")
        print(report)

        print('\n')
```

LogisticRegression Confusion Matrix: [[17313 4614]

[1405 6471]]

Accuracy Score: 0.798040465724927

Classification Report:

	precision	recall	f1-score	support
0	0.92	0.79	0.85	21927
1	0.58	0.82	0.68	7876
accuracy			0.80	29803
macro avg	0.75	0.81	0.77	29803
weighted avg	0.83	0.80	0.81	29803

Decision_tree

Confusion Matrix:

[[16040 2625]

[2678 8460]]

Accuracy Score: 0.8220648927960272

Classification Report:

	precision	recall	f1-score	support
0	0.86	0.86	0.86	18665
1	0.76	0.76	0.76	11138
accuracy			0.82	29803
macro avg	0.81	0.81	0.81	29803
weighted avg	0.82	0.82	0.82	29803

KNN

Confusion Matrix:

[[16696 3374] [2022 7711]]

Accuracy Score: 0.8189444015703117

Classification Report:

CIUSSITICUCI	on Kepor e.			
	precision	recall	f1-score	support
0	0.89	0.83	0.86	20070
1	0.70	0.79	0.74	9733
accuracy			0.82	29803
macro avg	0.79	0.81	0.80	29803
weighted avg	0.83	0.82	0.82	29803

Naive_bayes

Confusion Matrix:

[[6953 660]

[11765 10425]]

Accuracy Score: 0.5830956615105862

Classification Report:

precision		recall f1-score		support	
0	0.37	0.91	0.53	7613	
1	0.94	0.47	0.63	22190	

accuracy			0.58	29803
macro avg	0.66	0.69	0.58	29803
weighted avg	0.80	0.58	0.60	29803

Random Forest Confusion Matrix: [[17164 2713] [1554 8372]]

Accuracy Score: 0.8568264939771164

Classification Report:

crassification Report.							
	precision	recall	f1-score	support			
0	0.92	0.86	0.89	19877			
1	0.76	0.84	0.80	9926			
accuracy			0.86	29803			
macro avg	0.84	0.85	0.84	29803			
weighted avg	0.86	0.86	0.86	29803			

RANDOM FOREST GIVES GOOD RESULT WITH 85 % ACCURACY

```
In [152]:
```

```
evaluation_metrics = []

for name, model in models:
    model.fit(X_train, y_train)
    predictions = model.predict(X_test)

    cm = confusion_matrix(predictions, y_test)
    acc = accuracy_score(predictions, y_test)
    report = classification_report(predictions, y_test, output_dict=True)

    precision = report['weighted avg']['precision']
    recall = report['weighted avg']['recall']
    f1_score = report['weighted avg']['f1-score']

# Append metrics to the list
    evaluation_metrics.append([name, acc, precision, recall, f1_score])

# Create a DataFrame from the list of evaluation metrics
df = pd.DataFrame(evaluation_metrics, columns=['Model', 'Accuracy', 'Precis']

df
```

Out[152]:

	Model	Accuracy	Precision	Recall	F1-Score
0	LogisticRegression	0.798040	0.834776	0.798040	0.807158
1	Decision_tree	0.823038	0.822905	0.823038	0.822970
2	KNN	0.818944	0.827852	0.818944	0.821668
3	Naive_bayes	0.583096	0.795113	0.583096	0.601442
4	Random Forest	0.856659	0.863462	0.856659	0.858570

In []: