1. Predicting Loan Default

Scenario: A bank wants to predict whether a loan applicant will default based on credit score, income, and past loan history.

Problem solution using: Supervised Learning- Classification

Step-by-step procedure:

- Collect customer Data like financial history, credit scores, and loan repayment records.
- Preprocess the data handle missing values, standardize numerical features, and encode categorical variables.
- Divide the dataset into training and testing sets.
- Choose Algorithm like Logistic Regression, Decision Trees, or Random Forest.
- Fit the model using training data.
- Evaluate Performance using ROC-AUC and F1-score.
- Predict loan default for new applicants and deploy the best model.

2. Forecasting Demand for a Retail Store

Scenario: A retail store wants to predict the demand for different products to optimize inventory levels.

Problem solution: Supervised Learning-Regression

- Collect product data like past sales data, seasonal trends, and product demand.
- Preprocess Data handle missing values, normalize numerical data, encode categorical variables.
- Divide the data into training and testing sets.
- Choose Algorithm like Linear Regression, Random Forest Regression, or XGBoost.
- Fit the model using training data.

- Evaluate Performance using R² score.
- Make Predictions for upcoming product sales.

3. <u>Detecting Defective Products in Manufacturing</u>

Scenario: A factory wants to detect whether a manufactured product is defective based on sensor readings and quality control data.

Problem solution using: Supervised Learning- Classification

Step-by-step procedure:

- Collect Data product production details, and defect labels.
- Preprocess Data like handling missing values, normalize numerical values, and encode categorical features.
- Divide the data into training and testing sets.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model using training data.
- Evaluate Performance using ROC AUC and F1-score.
- Predict the result for new input and deploy the model.

4. Classifying Medical Diagnoses

Scenario: A healthcare provider wants to classify patient symptoms into different disease categories.

Problem solution using: Supervised Learning- Classification

- Collect Data -patient with symptoms and diagnoses.
- Preprocess Data Handle missing values, normalize medical test results, and encode categorical features.

- Divide the data into training and testing sets.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model using training data.
- Evaluate Performance using ROC_AUC and F1-score.
- Predict the result for new input and deploy the model.

5. Identifying Fake Online Reviews

Scenario: An e-commerce company wants to detect fake reviews posted by bots or fraudsters.

Problem solution using: Supervised Learning- Classification

Step-by-step procedure:

- Collect Data dataset of real and fake reviews.
- Preprocess Data Tokenize text, remove stop words and vectorize using TF-IDF.
- Feature Engineering Identify suspicious patterns like repetitive words, unnatural phrasing, and review frequency.
- Divide the data into training and testing sets.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model using training data.
- Evaluate Performance using ROC AUC and F1-score.
- Predict the result for new input and deploy the model.

6. Predicting Stock Market Trends

Scenario: A financial firm wants to predict stock price movement based on historical price data and market indicators.

Problem solution : Supervised Learning- Regression

Step-by-step procedure:

- Collect Data like historical stock prices and economic indicators.
- Preprocess Data Handle missing values, normalize price changes and engineer features like moving averages.
- Divide the data into training and testing sets.
- Choose Algorithm like Linear Regression, Random Forest Regression, or XGBoost.
- Fit the model using training data.
- Evaluate Performance using R² score.
- Predict the result for new input and deploy the model.

7. <u>Detecting Fake Social Media Accounts</u>

Scenario: A social media platform wants to identify and remove fake user accounts.

Problem solution using: Supervised Learning- Classification

Step-by-step procedure:

- Collect Data like account details, activity logs and engagement patterns.
- Preprocess Data Handle missing values, engineer features like average post frequency and follower ratio and encoding categorical features.
- Divide the data into training and testing sets.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model using training data.
- Evaluate Performance using ROC AUC and F1-score.
- Predict to Identify and flag fake accounts for new input and deploy the best model.

8. Optimizing Ad Targeting for Online Marketing

Scenario: A digital marketing company wants to show the most relevant ads to users based on their browsing behavior.

Problem solution using: Unsupervised Learning- Clustering

Step-by-step procedure:

- Collect Data like user click behavior, browsing history information.
- Preprocess Data like convert categorical features into numerical format, handle missing data.
- Choose Clustering Algorithm like K-Means or Hierarchical Clustering.
- Use the Elbow Method/Dendrograms to identify number of clusters.
- Train Model to group users.
- Analyze Clusters to identify user browsing behavior.
- Deliver targeted ads based on cluster preferences.

9. Classifying Land Cover in Satellite Images

Scenario: A geospatial research team wants to classify different land types (forest, water, urban) using satellite images.

Problem solution using: Supervised Learning- Classification

- Collect Data satellite images labeled with land types.
- Preprocess Data –Normalize pixel values, remove noise, and extract image features.
- Split Dataset Train-test split.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model on the training dataset.
- Evaluate Model using ROC_AUC score and F1-score.

Make Predictions to classify new satellite images into land cover types.

10. Predicting Customer Churn for a Subscription Service

Scenario: A streaming service wants to predict which users are likely to cancel their subscriptions.

Problem solution using: Supervised Learning- Classification

- Collect Data like user engagement data, subscription history.
- Preprocess Data Handle missing values and encode categorical variables.
- Feature Engineering Create features like average watch time and last login frequency.
- Split Dataset Train-test split.
- Use classification algorithm like Logistic Regression, KNN, Navie Bayes, Random Forest classification etc.
- Fit the model on the training dataset.
- Evaluate Model using ROC_AUC score and F1-score..
- Make Predictions to identify customers likely to churn..