#### Instructions

- This homework assignment is worth 75 points.
- Please submit a .ipynb file to Blackboard.
- Please strive for clarity and organization.
- Due Date: February 10, 2023 by 11:59 pm.

For this homework assignment, we will consider the train.csv data file. This data represents the results of a large product testing study. For each product\_code you are given a number of product attributes (fixed for the code) as well as a number of measurement values for each individual product, representing various lab testing methods. Each product is used in a simulated real-world environment experiment, and and absorbs a certain amount of fluid (loading) to see whether or not it fails. The task is to use the data to predict individual product failures. Notice the target variable is failure. Also note that there are missing values in this data. In Python, answer the following:

### Exercise 1

(5 points) Upload the train.csv data file to your S3 bucket, and using the pandas library, read the train.csv data file and create a data-frame called train\_data.

## Exercise 2

(5 points) Report the number of observations For each product\_code.

## Exercise 3

(15 points) Create two visualizations that may show interesting relationships between the input variables and the target variable. Make sure to describe the visualizations.

# Exercise 4

(50 points) Split the train\_data into two data-frames (taking into account the proportion of 0s and 1s in failure): train (80%) and test (20%). Then, do the following:

(i) Fill the missing values in the train using the k-NN imputation strategy (5 neighbors). Then, use that k-NN imputer to fill any missing values in the test dataset. After that, build a classification model in the train dataset (use all the numerical variables as input variables and failure as the target variable), and use this model to predict the likelihood of failure in the test dataset. Evaluate the performance of the model by computing the area under the ROC curve between the predicted probability and the observed target

- variable. Note that you can use the <u>roc\_auc\_score</u> function from scikit-learn to compute the area under the ROC curve.
- (ii) Fill the missing values in the train using the k-NN imputation strategy (5 neighbors). In this case, fill the missing values based on the product\_code. That is, for example, fill any missing values for observations in product\_code = A only using observations in product\_code = A. Then, use that k-NN imputer to fill any missing values in the test dataset. After that, build a classification model (same model from part (i)) in the train dataset (use all the numerical variables as input variables and failure as the target variable), and use this model to predict the likelihood of failure in the test dataset. Evaluate the performance of the model by computing the area under the ROC curve between the predicted probability and the observed target variable. Note that you can use the roc\_auc\_score function from scikit-learn to compute the area under the ROC curve.
- (iii) Based on your results from parts (i) and (ii), what strategy would you use to predict failure? Be specific.