# Reddit Web APIs & Classification

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### Agenda

- Problem Statement
- Background
- Data Collection
- Data Cleaning & EDA
- Preprocess & Modeling
- Evaluation
- Conclusion



#### Problem Statement

To classify Reddit posts from 2 different Subreddits, Personal Finance and Investing.

We will be using Natural Language Processing (NLP) and Classification modelling, to predict which subreddit a given post belongs to.

The model should provide researchers an understanding of how the average retail investors feel towards to allocating a certain portion of their income for investments.

They can work with financial consultants to identify which products/instruments are more marketable and strive to focus on that product during their sales pitch.

### Background

The objective for the model is to find out how people from the middle class prioritize investing and what's holding them back.

With the information gathered from our analysis, we will notice;

- How they prioritize thei<u>r income</u>
- If there's any instrument that they are interested in
- If there's any obligations that's holding them back



#### Data Collection

Data was collected from the below subreddits API

https://www.reddit.com/r/investing/

https://www.reddit.com/r/personalfinance/

A total of 1742 rows was collected

- Investing 842 rows
- Personal Finance 897 rows



### Data Cleaning & EDA

### Data Cleaning

- Drop duplicate rows based on their selftext columns
- Filter null values and replace them with blank quotes ('')
- Removed Urls, html tags, and everything that's non-letters (numerics, line separators) from title and selftext columns.
- Excluded stopwords
- Created a new columns for the clean title and selftext, merged both investing and personal data sets.

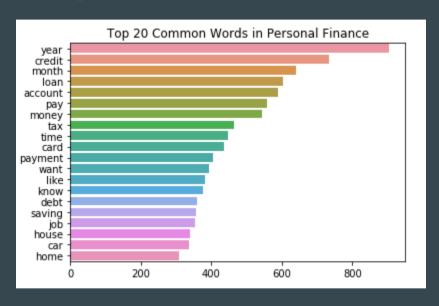
## Most Common Words in Investing

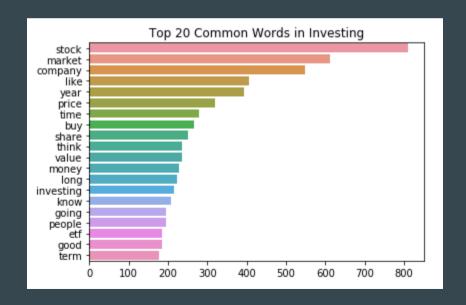


### Most Common Words in Personal Finance



## Top 20 Words Used in Personal Finance and Investing





### Preprocess & Modeling

- Set up you train and test datasets

X\_train, X\_test, y\_train, y\_test

- CountVectorizer

Converting text data into a structured and numeric data frame

- TF-IDFVectorizer

Transforms text to feature vectors that can be used as input to estimator.

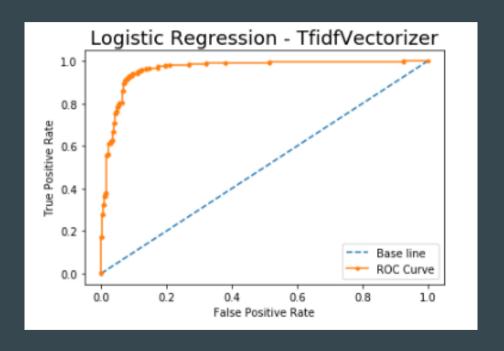
## Modeling

| Model                        | Train Score<br>(CountVectorized) | Test Score<br>(CountVectorized) | Train Score<br>(TfidfVectorized) | Test Score<br>(TfidfVectorizd) |
|------------------------------|----------------------------------|---------------------------------|----------------------------------|--------------------------------|
| Logistic<br>Regression       | 0.9734                           | 0.91134                         | 0.9477                           | 0.92                           |
| Naive Bayes<br>(Multinomial) | 0.9297                           | 0.9165                          | 0.9203                           | 0.9113                         |

## Evaluation

| Model                                 | Accuracy | Sensitivity | Specificity | Precision |
|---------------------------------------|----------|-------------|-------------|-----------|
| Logistic Regression (TfidfVectorized) | 0.92     | 0.91039     | 0.92905     | 0.92363   |
| Naive Bayes<br>(CountVectorized)      | 0.91652  | 0.91039     | 0.92229     | 0.91696   |

### **ROC AUC Curve**



ROC AUC Score: 0.963

#### Conclusion

The Naive Bayes with TfidfVectorizer and Logistic Regression with TfidfVectorizer worked very well with an high train and test score, even though both subreddits were technically related.

This could be attributed to the current market condition, with Covid-19 having a negative impact on job securities and financial stability.

Hence more retail investors, would not want to venture into riskier investments and focus to reduce their reliabilities.