

ML Scenario Question - Answers

1. A real estate company wants to develop a system that predicts house prices based on square footage, number of bedrooms, and location.

Q: Identify the problem type and outline the step-by-step logic to solve it.

Logic:

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Regression

A: House price prediction

- Requirements are clearly specified
 - Output variable also present
 - As the data is labelled this is supervised learning. Since prediction is numerical values it is a regression problem.
- Data collection – importing the csv dataset into pandas,
 - Data preprocessing – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
 - Input output split , train and test split
 - Model creation apply grid search cv for experimenting with different hyper tuning parameter
 - Evaluation – Use R2 score to evaluate the accuracy and performance
 - Prediction - Test the model on new data.

2. A bank wants to build a model to detect fraudulent transactions by analyzing customer spending behavior and transaction history.

Q: Identify the problem type and outline the step-by-step logic to solve it.

Logic:

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Classification

A: Credit Card prediction

- Requirements are clearly specified
 - Output variable also present
 - As the data is labelled this is supervised learning. Since prediction is categorical values it is a Classification problem.
- Data collection – importing the csv dataset into pandas,
 - Data preprocessing – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
 - Input output split , train and test split
 - Feature selection

- **Model creation** apply grid search cv for experimenting with different hyper tuning parameter
- **Evaluation – Use Confusion Matrix** to evaluate the accuracy and performance
- **Prediction** - Test the model on new data.

3. A supermarket wants to segment its customers based on their shopping patterns to provide personalized promotions.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: Customer Segmentation (Clustering – Unsupervised Learning)

Logic:

Problem Identification:

- **Stage 1: Domain Selection – Machine Learning**
- **Stage 2: Learning Selection – Unsupervised learning**
- **Stage 3: Regression / Classification / Clustering – Clustering**

A: Customer Segmentation

- Requirements are clearly specified
- Output variable is not present
- As the data is unlabelled, this is an unsupervised learning problem
- Since the goal is to group similar customers based on shopping behavior, it is a clustering problem
- **Data collection – Import customer shopping data (CSV) into pandas**
- **Data preprocessing – Handle missing values, encode categorical data, and scale features**
- **Feature selection – Select relevant shopping behavior attributes**
- **Model creation – Apply clustering algorithms like K-Means**
- **Evaluation – Use Elbow Method or Silhouette Score to validate clusters**
- **Prediction – Segment customers and use clusters for personalized promotions**

4. A company wants to estimate an employee's salary based on their years of experience, job title, and education level.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: supervised learning regression

Logic:

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Regression

A: Employee Salary prediction

- Requirements are clearly specified
- Output variable also present
- As the data is labelled this is supervised learning. Since prediction is numerical values it is a regression problem.
- **Data collection – importing the csv dataset into pandas,**

- **Data preprocessing** – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
- **Input output split, train and test split**
- **Model creation** apply grid search cv for experimenting with different hyper tuning parameter
- **Evaluation** – Use R2 score to evaluate the accuracy and performance
- **Prediction** - Test the model on new data.

5. An email provider wants to automatically classify incoming emails as spam or not spam based on their content and sender details.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: supervised learning classification

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Classification

A: Spam Classification prediction

- Requirements are clearly specified
- Output variable also present
- As the data is labelled this is supervised learning. Since prediction is categorical values it is a Classification problem.
- **Data collection** – importing the csv dataset into pandas,
- **Data preprocessing** – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
- **Input output split , train and test split**
- **Feature selection**
- **Model creation** apply grid search cv for experimenting with different hyper tuning parameter
- **Evaluation** – Use Confusion Matrix to evaluate the accuracy and performance
- **Prediction** - Test the model on new data.

6. A business wants to analyze customer reviews of its products and determine whether the sentiment is positive or negative.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: Natural Language Processing

Logic:

Problem Identification:

Stage 1 : Domain selection – Natural Language Processing

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Classification

A: Sentiment Analysis

- Requirements are clearly specified
- Output variable also present

- As the data is text based it is NLP. And it has labelled data this is supervised learning. Since prediction is categorical values it is a Classification problem.
- Data collection – importing the csv dataset into pandas,
- Data preprocessing – preprocessing the data –
 - Removing all punctuations, hastags, urls, emojis, Text tokenization,
 - converting text into vectors using count vectorizer and tf-idf vectorizer
- Input output split, train and test split
- Model creation using ML based algorithm Naïve bayes is best for NLP.
- Evaluation – Use Confusion Matrix to evaluate the accuracy and performance
- Prediction - Test the model on new data.

7. An insurance company wants to predict whether a customer is likely to file a claim in the next year based on their driving history and demographics.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: Classification

Logic:

Problem Identification:

- Stage 1: Domain Selection – Machine Learning
- Stage 2: Learning Selection – Supervised learning
- Stage 3: Regression / Classification – Classification

A: Insurance Claim Prediction

- Requirements are clearly specified
- Output variable is present (Claim: Yes / No)
- As the data is labelled, it is supervised learning
- Since the output is categorical, it is a classification problem
- Data collection – Import customer driving and demographic data into pandas
- Data preprocessing – Handle missing values and encode categorical variables
- Input-output split – Separate features and target, then perform train-test split
- Model creation – Apply classification algorithms like Logistic Regression or Random Forest
- Evaluation – Use Confusion Matrix, Accuracy, Precision, and Recall
- Prediction – Predict whether a customer will file a claim in the next year

8. A streaming platform wants to recommend movies to users by grouping them based on their viewing preferences and watch history.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: Recommendation System (Clustering – Unsupervised Learning)

Logic:

Problem Identification:

- Stage 1: Domain Selection – Machine Learning
- Stage 2: Learning Selection – Unsupervised learning
- Stage 3: Regression / Classification / Clustering – Clustering

A: Movie Recommendation

- Requirements are clearly specified
- Output variable is not present
- As the data is unlabelled, it is unsupervised learning

- Since users are grouped based on viewing behavior, it is a **clustering problem**

Step-by-Step Logic:

- **Data collection** – Import user watch history and preference data into pandas
- **Data preprocessing** – Clean data, encode categorical features, and normalize values
- **Feature selection** – Select relevant viewing behavior attributes
- **Model creation** – Apply clustering algorithms like K-Means or Hierarchical Clustering
- **Evaluation** – Use Elbow Method or Silhouette Score
- **Recommendation** – Recommend movies based on the user's cluster

9. A hospital wants to predict the recovery time of patients after surgery based on their age, medical history, and lifestyle habits.

Q: Identify the problem type and outline the step-by-step logic to solve it.

A: Regression

Logic:

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Regression

A: Healthcare Patient recovery prediction

- Requirements are clearly specified
 - Output variable also present
 - As the data is labelled this is supervised learning. Since prediction is numerical values it is a regression problem.
- **Data collection** – importing the csv dataset into pandas,
 - **Data preprocessing** – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
 - **Input output split , train and test split**
 - **Model creation** apply grid search cv for experimenting with different hyper tuning parameter
 - **Evaluation** – Use R2 score to evaluate the accuracy and performance
 - **Prediction** - Test the model on new data.

10. A university wants to predict a student's final exam score based on study hours, attendance, and past academic performance.

Q: Identify the problem type and outline the step-by-step logic to solve it.

Logic:

Problem Identification:

Stage 1 : Domain selection – Machine learning

Stage 2: Learning selection – Supervised learning

Stage 3: Regression/ Classification - Regression

A: Exam Score prediction

- Requirements are clearly specified
- Output variable also present
- As the data is labelled this is supervised learning. Since prediction is numerical values it is a regression problem.

- **Data collection** – importing the csv dataset into pandas,
- **Data preprocessing** – preprocessing the data – removing null, na values, converting categorical data into numbers using one hot or label encoding,
- **Input output split , train and test split**
- **Model creation** apply grid search cv for experimenting with different hyper tuning parameter
- **Evaluation** – Use R2 score to evaluate the accuracy and performance
- **Prediction** - Test the model on new data.