- 1. Read the dataset
- 2. Drop the columns which are unique for all users like IDs (2.5 points)
- 3. Distinguish the feature and target set (2.5 points)
- 4. Divide the data set into train and test sets
- 5. Normalize the train and test data (2.5 points)
- 6. Initialize & build the model (10 points)
- 7. Optimize the model (5 points)
- 8. Predict the results using 0.5 as a threshold (5 points)
- 9. Print the Accuracy score and confusion matrix (2.5 points)

## Description

Given a dataset consisiting of Bank Customer information, we are asked to build a classifier which wi not.

```
%matplotlib inline
import math, random, warnings
import tensorflow as tf
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
import pandas as pd
from sklearn.preprocessing import LabelEncoder, OneHotEncoder
from IPython.core.interactiveshell import InteractiveShell
```

The default version of TensorFlow in Colab will soon switch to TensorFlow 2.x.

We recommend you <u>upgrade</u> now or ensure your notebook will continue to use TensorFlow 1.x via the %tensorFlow 1.x via

```
# Configure for any default setting of any library
InteractiveShell.ast_node_interactivity = "all"
warnings.filterwarnings('ignore')

data_churn = pd.read_csv("/gdrive/My Drive/greatlakes/Projects/NeuralNetwork/Churn.csv")
```

₽		RowNumber	CustomerId	Surname	CreditScore	Geography	Gender	Age	Tenure	Balanc
	0	1	15634602	Hargrave	619	France	Female	42	2	0.0
	1	2	15647311	Hill	608	Spain	Female	41	1	83807.8
	2	3	15619304	Onio	502	France	Female	42	8	159660.8
	3	4	15701354	Boni	699	France	Female	39	1	0.0
	4	5	15737888	Mitchell	850	Spain	Female	43	2	125510.8

# **Performing EDA**

**Univariate analysis** - data types and description of the independent attributes which should include (n central values (mean and median), standard deviation and quartiles, analysis of the body of distribution

**Bivariate analysis** between the predictor variables and between the predictor variables and target colu of their relationship and degree of relation if any. Presence of leverage points. Visualize the analysis u or density curves. Select the most appropriate attributes

Strategies to address the different data challenges such as data pollution, outliers and missing values

# Inspect the Dataset

The dataset is divided into two parts, namely, **feature matrix** and the **response vector**.

Feature matrix contains all the vectors(rows) of dataset in which each vector consists of the value of features are 'RowNumber', 'CustomerId', 'Surname', 'CreditScore', 'Geography', 'Gender', 'Age', 'Tenure', 'E', 'HasCrCard', 'IsActiveMember', 'EstimatedSalary'.

Response vector contains the value of class variable(prediction or output) for each row of feature ma name is 'Exited'.

```
data_churn.shape

☐→ (10000, 14)

data_churn.info()

☐→
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 10000 entries, 0 to 9999
Data columns (total 14 columns):
RowNumber
                  10000 non-null int64
CustomerId
                  10000 non-null int64
Surname
                  10000 non-null object
CreditScore
                  10000 non-null int64
Geography
                  10000 non-null object
Gender
                  10000 non-null object
                  10000 non-null int64
Age
Tenure
                  10000 non-null int64
Balance
                  10000 non-null float64
NumOfProducts
                  10000 non-null int64
HasCrCard
                  10000 non-null int64
IsActiveMember
                  10000 non-null int64
EstimatedSalary
                  10000 non-null float64
                  10000 non-null int64
Exited
dtypes: float64(2), int64(9), object(3)
memory usage: 1.1+ MB
```

There are **10000 rows** in the dataset and **14 columns**.

There are **No null/missing values** present in the dataset.

We have to consider which features play a role in someone exiting a bank and we will be removing irre

data churn.sample(4)

₽		RowNumber	CustomerId	Surname	CreditScore	Geography	Gender	Age	Tenure	Bala
	7237	7238	15753550	Levien	684	France	Female	43	7	
	7097	7098	15664793	Scott	754	Spain	Female	50	7	14677
	618	619	15594594	Loggia	546	Spain	Male	42	7	13907
	8762	8763	15765173	Lin	350	France	Female	60	3	

We can see that 'RowNumber', 'CustomerId', 'Surname' doesnot play any role in someone churning, s

```
#data_churn[~data_churn.applymap(np.isreal).all(1)]
```

## ▼ 2. Drop the columns which are unique for all users like IDs

data\_churn.drop(columns=['RowNumber', 'CustomerId', 'Surname'],axis=1,inplace=True)

data\_churn.sample(4)

₽		CreditScore	Geography	Gender	Age	Tenure	Balance	NumOfProducts	HasCrCard
	441	790	France	Female	31	9	0.00	2	1
	7338	708	Germany	Female	54	8	145151.40	1	0
	3320	712	France	Male	24	2	0.00	1	0
	9069	619	Spain	Female	32	4	175406.13	2	1

data\_churn.shape

[→ (10000, 11)

We have removed 'RowNumber', 'Customerld', 'Surname', now our dataset contains 11 columns

data\_churn.describe().T

₽		count		std	min	25%	50%	
	CreditScore	10000.0	650.528800	96.653299	350.00	584.00	652.000	718.
	Age	10000.0	38.921800	10.487806	18.00	32.00	37.000	44.
	Tenure	10000.0	5.012800	2.892174	0.00	3.00	5.000	7.
	Balance	10000.0	76485.889288	62397.405202	0.00	0.00	97198.540	127644.
	NumOfProducts	10000.0	1.530200	0.581654	1.00	1.00	1.000	2.
	HasCrCard	10000.0	0.705500	0.455840	0.00	0.00	1.000	1.
	IsActiveMember	10000.0	0.515100	0.499797	0.00	0.00	1.000	1.
	EstimatedSalary	10000.0	100090.239881	57510.492818	11.58	51002.11	100193.915	149388.
	Exited	10000.0	0.203700	0.402769	0.00	0.00	0.000	0.

#### Comments

This ".describe()" function generates descriptive statistics that summarizes the central tendency, disp distribution, excluding NaN values.

25% is also known as First Quartile (Q1), 50% as Second Quartile or Median (Q2) and 75% as Third Qu

## Observations

The dataset contains data about customers who are of age 18 yrs (minimum) and 92(maximum). Me Some of the customers have **0** account balance, Infact **25**% of people have **0** account balance.

```
# Compare class wise mean
pd.pivot_table(data_churn,index='Exited',aggfunc=['mean'])
```

₽		mean					
		Age	Balance	CreditScore	EstimatedSalary	HasCrCard	IsActiveMember
	Exited						
	0	37.408389	72745.296779	651.853196	99738.391772	0.707146	0.554565
	1	44.837997	91108.539337	645.351497	101465.677531	0.699067	0.360825

Age, Balance, Estimated Salary mean of customer churning is more than customer not churning

```
# Compare class wise count
data_churn['Exited'].value_counts()
    0
          7963
С→
          2037
     Name: Exited, dtype: int64
# List the numerical and categorical columns
numeric cols = data churn.select dtypes(include=[np.number]).columns.tolist()
categ_cols = data_churn.select_dtypes(include=[np.object]).columns.tolist()
print('The numeric attributes are:', numeric_cols)
print('The categorical attributes are:', categ_cols)
    The numeric attributes are: ['CreditScore', 'Age', 'Tenure', 'Balance', 'NumOfProducts',
     The categorical attributes are: ['Geography', 'Gender']
data churn[categ cols].nunique()
□→ Geography
                  3
     Gender
     dtype: int64
data_churn['Geography'].value_counts()
    France
                5014
С⇒
                2509
     Germany
                2477
     Spain
     Name: Geography, dtype: int64
```

pd.pivot\_table(data\_churn[['Age','Balance','Gender','Tenure','Geography','Exited']],index='Ex

С

count

	Age			Balance	!		Gender			Tenur
Geography	France	Germany	Spain	France	Germany	Spain	France	Germany	Spain	France
Exited										
0	4204	1695	2064	4204	1695	2064	4204	1695	2064	420
1	810	814	413	810	814	413	810	814	413	81

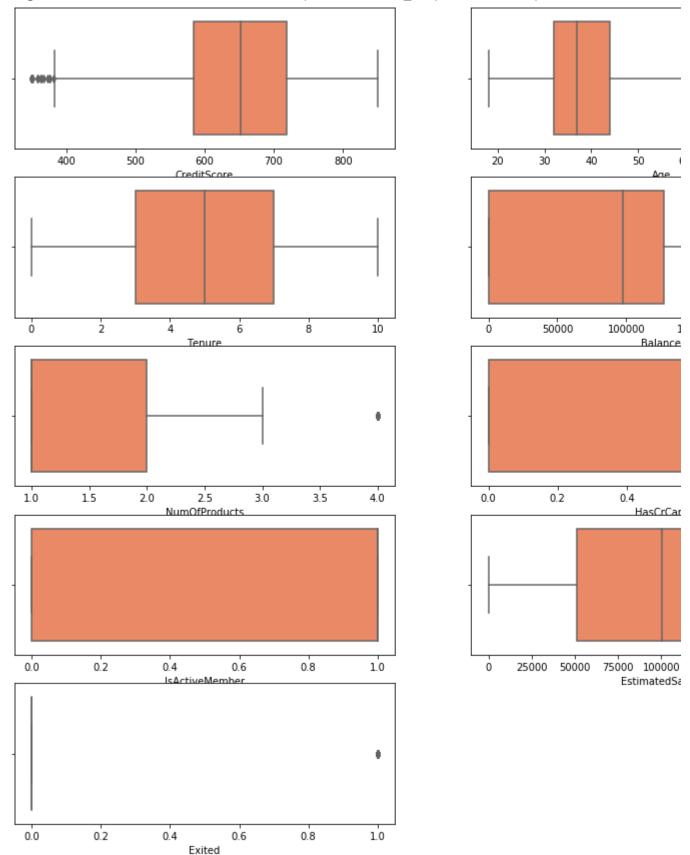
len(numeric\_cols)

```
□→ 9
```

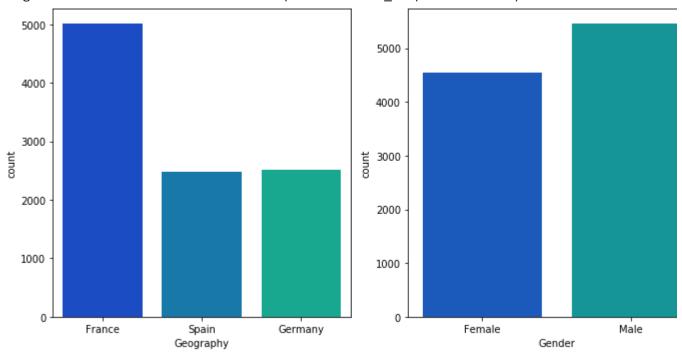
```
# Check the distribution Central Tendency
plt.figure(figsize=(15,15))
index = 1
for col in numeric_cols:
    plt.subplot(round(len(numeric_cols) / 2) +1, 2, index)
    sns.boxplot(data_churn[col], color='coral')
    index += 1
```

C→

<Figure size 1080x1080 with 0 Axes><matplotlib.axes.\_subplots.AxesSubplot at 0x7f57c2f93</pre>

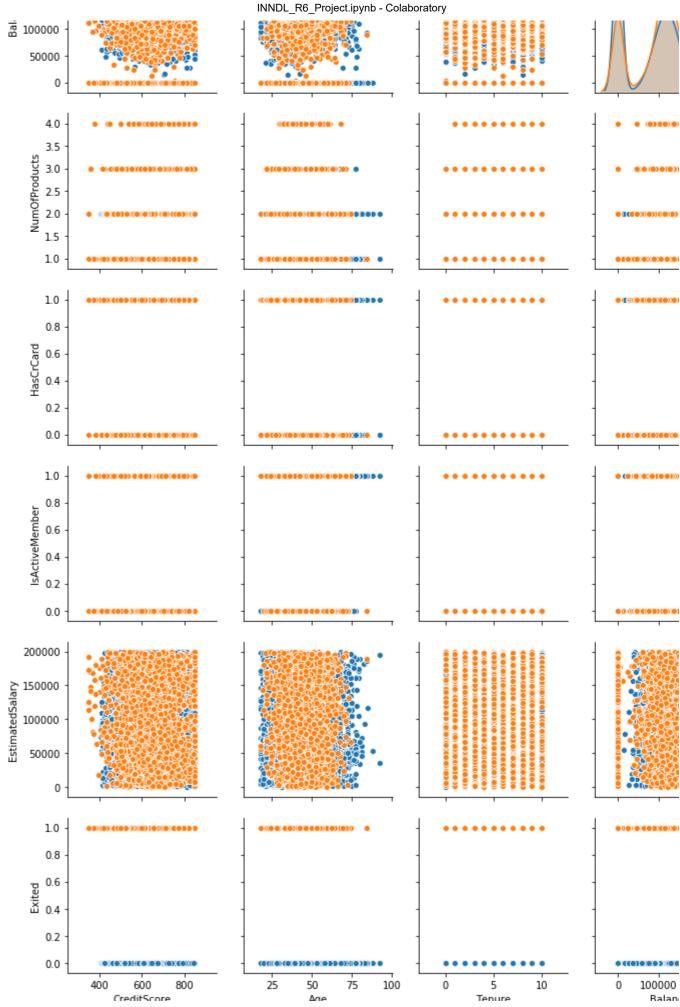


```
# Check the frequency inside each categorical features
plt.figure(figsize=(10,5))
index = 1
for col in categ_cols:
    plt.subplot(round(len(categ_cols) / 2), 2, index)
    sns.countplot(col, data=data_churn, palette='winter')
    if col == 'job':
        plt.xticks(rotation='vertical')
    index += 1
plt.tight_layout()
```



# Pairwise relationship of numerical features in each of the category of Target
sns.pairplot(data\_churn, hue='Exited', diag\_kind='kde')

C→



arran sa

Danai

```
data_churn = pd.get_dummies(data_churn, columns=['Geography'])

gender_encoder = LabelEncoder()
data_churn['Gender'] = gender_encoder.fit_transform(data_churn['Gender'])

list(gender_encoder.classes_)

['Female', 'Male']

data_churn.sample(5)

[>
```

	CreditScore	Gender	Age	Tenure	Balance	NumOfProducts	HasCrCard	IsActiveMem
9266	683	0	38	5	127616.56	1	1	
3068	653	0	31	7	102575.04	1	1	
3731	554	0	51	7	105701.91	1	0	
9507	202	1	11	Λ	0.00	1	1	

data churn.info()

```
<class 'pandas.core.frame.DataFrame'>
     RangeIndex: 10000 entries, 0 to 9999
     Data columns (total 13 columns):
     CreditScore
                          10000 non-null int64
     Gender
                          10000 non-null int64
     Age
                          10000 non-null int64
                          10000 non-null int64
     Tenure
     Balance
                          10000 non-null float64
     NumOfProducts
                          10000 non-null int64
     HasCrCard
                          10000 non-null int64
     IsActiveMember
EstimatedSalary
                          10000 non-null int64
                          10000 non-null float64
     Exited
                          10000 non-null int64
                          10000 non-null uint8
     Geography France
     Geography_Germany
                          10000 non-null uint8
     Geography_Spain
                          10000 non-null uint8
     dtypes: float64(2), int64(8), uint8(3)
     memory usage: 810.7 KB
X = data churn.drop(['Exited'],axis=1)
y = data_churn['Exited']
```

Splitting the dataset into the Training and Testing set.

```
from sklearn.model_selection import train_test_split
X_train, X_test, y_train, y_test = train_test_split(X,y, test_size = 0.2, random_state = 0)
```

#### Normalize the train and test data aka Feature scaling

Feature scaling is a method used to standardize the range of independent variables or features of dat to be even so that one independent variable does not dominate another

```
from sklearn.preprocessing import StandardScaler
sc=StandardScaler()
X_train = sc.fit_transform(X_train)
X_test = sc.transform(X_test)
#X_train = pd.DataFrame(X_scaled_train, columns=X.columns)
#X_test = pd.DataFrame(X_scaled_test, columns=X.columns)
```

```
type(X_train)

「→ numpy.ndarray
```

#### ▼ Initialize & build the model (10 points)

### Compiling the Neural Network

Tuning the individual weights on each neuron

**optimizer**: [adam The] algorithm we want to use to find the optimal set of weights in the neural netwo **loss**: [binary\_crossentropy] This is the loss function used within adam. If our dependent (output varial Categorical, then it is called categorical\_crossentropy

metrics: [accuracy] The accuracy metrics which will be evaluated by the model

#Start tensorboard
%tensorboard --logdir logs

 $\Box$ 

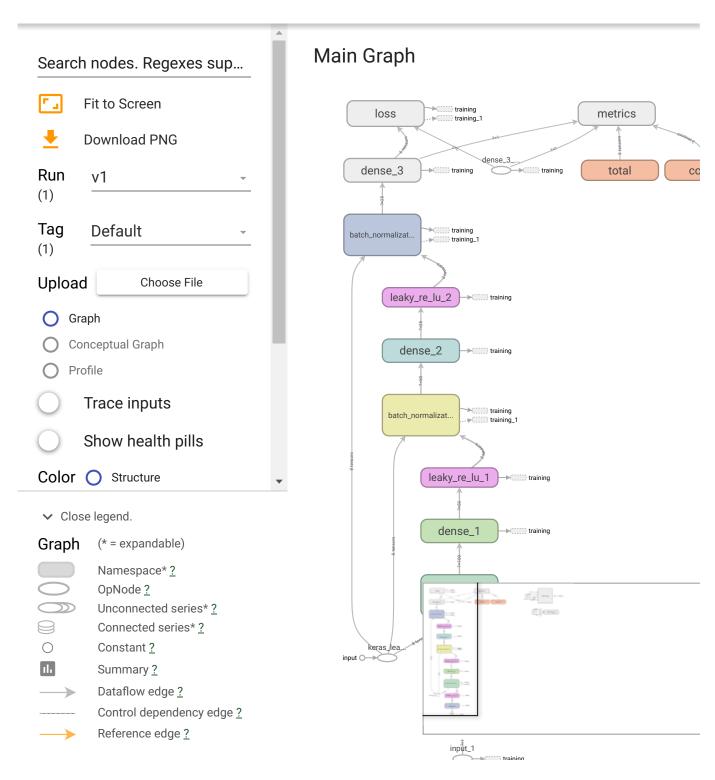
**TensorBoard** 

**SCALARS** 

**GRAPHS** 

PROFIL

**INACTIVE** 



С→

https://colab.research.google.com/drive/14bHQAByP6Kep-\_w61Gl29Wjv5is8qUCs#scrollTo=JG2H3xuyaZ1A&printMode=true

WARNING:tensorflow:From /usr/local/lib/python3.6/dist-packages/tensorflow\_core/python/op Instructions for updating:

If using Keras pass \* constraint arguments to layers.

WARNING:tensorflow:From /usr/local/lib/python3.6/dist-packages/tensorflow\_core/python/op Instructions for updating:

Use tf.where in 2.0, which has the same broadcast rule as np.where

Train on 8000 samples, validate on 2000 samples

Epoch 1/20

Epoch 4/20

Epoch 5/20

Epoch 6/20

Epoch 7/20

Epoch 8/20

Epoch 9/20

Epoch 10/20

Epoch 11/20

Epoch 12/20

model.summary()

#### □→ Model: "sequential"

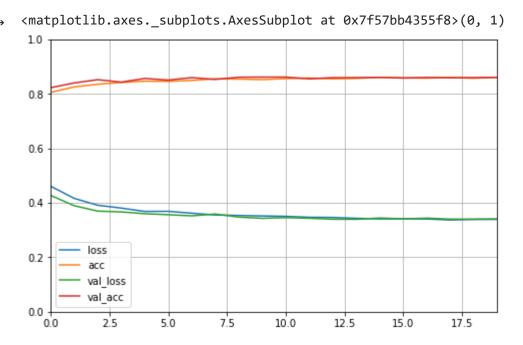
Layer (type)	Output Shape	Param #
dense (Dense)	multiple	143
batch_normalization (BatchNo	multiple	44
dense_1 (Dense)	multiple	1200
dense_2 (Dense)	multiple	2525
dense_3 (Dense)	multiple	26

Total params: 3,938
Trainable params: 3,916
Non-trainable params: 22

\_\_\_\_\_

```
import pandas as pd

pd.DataFrame(history.history).plot(figsize=(8, 5))
plt.grid(True)
plt.gca().set_ylim(0, 1)
plt.show()
```



```
model.evaluate(X_test, y_test)
```

```
y_pred = model.predict(X_test)
print(y_pred)
```

```
[0.39037624]
[0.32012886]
[0.15359083]
...
[0.03462902]
[0.11212406]
[0.21432176]]
```

This provides us probabilities. We need to convert these probabilities into the form true or false. So w whether they are likely to exit or not.

```
y_pred = (y_pred > 0.5)
y_pred
```

 $\Box$ 

```
array([[False],
             [False],
             [False],
             . . . ,
             [False],
             \Gamma
from sklearn.metrics import accuracy_score
accuracy_score(y_test, y_pred)
     0.861
Accuracy is 85 %
from sklearn import metrics
print(metrics.confusion_matrix(y_test, y_pred))
print(metrics.classification_report(y_test, y_pred))
     [[1517
               78]
       [ 200
             205]]
                    precision
                                 recall f1-score
                                                     support
                 0
                         0.88
                                   0.95
                                             0.92
                                                        1595
                 1
                         0.72
                                   0.51
                                             0.60
                                                         405
          accuracy
                                             0.86
                                                        2000
                                   0.73
                                             0.76
                                                        2000
         macro avg
                         0.80
                                   0.86
     weighted avg
                         0.85
                                             0.85
                                                        2000
!ls -1
    total 8
     drwxr-xr-x 3 root root 4096 Dec 8 12:29 logs
     drwxr-xr-x 1 root root 4096 Nov 27 22:38 sample data
model.save('bank churn v1.h5')
!ls -1
     total 108
      -rw-r--r-- 1 root root 101336 Dec 8 12:29 bank_churn_v1.h5
     drwxr-xr-x 3 root root 4096 Dec 8 12:29 logs
     drwxr-xr-x 1 root root
                               4096 Nov 27 22:38 sample data
Model 2 - Optimising
```

```
#Clear out model from current memory
tf.keras.backend.clear session()
```

#Initialize Sequential model

```
model2 = tf.keras.models.Sequential()
model2.add(tf.keras.layers.Input(12))
model2.add(tf.keras.layers.Dense(100, kernel initializer='he normal'))
model2.add(tf.keras.layers.LeakyReLU())
model2.add(tf.keras.layers.BatchNormalization())
model2.add(tf.keras.layers.Dense(50, kernel initializer='he normal'))
model2.add(tf.keras.layers.LeakyReLU())
model2.add(tf.keras.layers.BatchNormalization())
model2.add(tf.keras.layers.Dense(25, kernel initializer='he normal'))
model2.add(tf.keras.layers.LeakyReLU())
model2.add(tf.keras.layers.BatchNormalization())
#Add OUTPUT layer
# we have an output of 1 node, which is the the desired dimensions of our output (stay with t
# We use the sigmoid because we want probability outcomes
# If we want more than two categories, then we will need to change softmax
model2.add(tf.keras.layers.Dense(1, kernel_initializer='he_normal',
                                activation='sigmoid'))
#Compile the model
model2.compile(optimizer='adam', loss='binary crossentropy',
              metrics=['accuracy'])
#Modelcheckpoint callback
ckpt = tf.keras.callbacks.ModelCheckpoint('mnist v2.hdf5', save best only=True,
                                          monitor='val loss', mode='min')
tboard2= tf.keras.callbacks.TensorBoard(log dir='./logs/v2')
history2 = model2.fit(X train,y train.to numpy(),
          validation_data=(X_test,y_test.to_numpy()),
          epochs=20,
          batch size=32, callbacks=[tboard,ckpt])
 С→
```

```
Train on 8000 samples, validate on 2000 samples
  Epoch 1/20
  8000/8000 [=============== ] - 1s 161us/sample - loss: 0.5012 - acc: 0.778
  Epoch 2/20
  Epoch 3/20
  Epoch 4/20
  Epoch 5/20
  8000/8000 [=============== ] - 1s 89us/sample - loss: 0.3625 - acc: 0.8455
  Epoch 6/20
  Epoch 7/20
  8000/8000 [=============== ] - 1s 82us/sample - loss: 0.3509 - acc: 0.8506
  Epoch 8/20
  8000/8000 [============== ] - 1s 86us/sample - loss: 0.3558 - acc: 0.8534
  Epoch 9/20
  Epoch 10/20
  8000/8000 [=============== ] - 1s 85us/sample - loss: 0.3469 - acc: 0.8561
  Epoch 11/20
  Fnoch 12/20
from tensorboard import notebook
notebook.list() # View open TensorBoard instances
```

WARNING:tensorflow:From /usr/local/lib/python3.6/dist-packages/tensorflow\_core/python/op Instructions for updating:

Call initializer instance with the dtype argument instead of passing it to the construct WARNING:tensorflow:From /usr/local/lib/python3.6/dist-packages/tensorflow\_core/python/op Instructions for updating:

Call initializer instance with the dtype argument instead of passing it to the construct WARNING:tensorflow:From /usr/local/lib/python3.6/dist-packages/tensorflow\_core/python/op Instructions for updating:

Call initializer instance with the dtype argument instead of passing it to the construct

```
model loaded.summary()
```

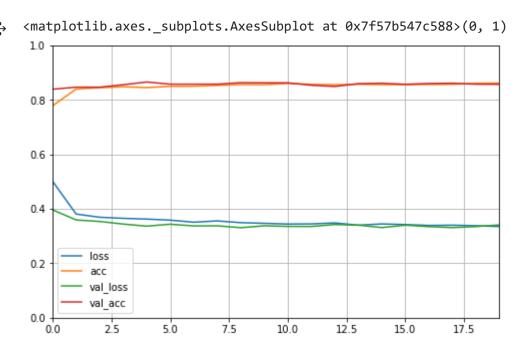
С>

Model: "sequential"

Layer (type)	Output	Shape 	Param #
dense (Dense)	(None,	100)	1300
leaky_re_lu (LeakyReLU)	(None,	100)	0
batch_normalization (BatchNo	(None,	100)	400
dense_1 (Dense)	(None,	50)	5050
leaky_re_lu_1 (LeakyReLU)	(None,	50)	0
batch_normalization_1 (Batch	(None,	50)	200
dense_2 (Dense)	(None,	25)	1275
leaky_re_lu_2 (LeakyReLU)	(None,	25)	0
batch_normalization_2 (Batch	(None,	25)	100
dense_3 (Dense)	(None,	1)	26

import pandas as pd

```
pd.DataFrame(history2.history).plot(figsize=(8, 5))
plt.grid(True)
plt.gca().set_ylim(0, 1)
plt.show()
```



```
model_loaded.evaluate(X_test, y_test)
     2000/2000 [============== ] - Os 70us/sample - loss: 0.3308 - acc: 0.8635
     [0.3308159551620483, 0.8635]
from sklearn import metrics
y pred loaded = model loaded.predict(X test)
y_pred_loaded = (y_pred_loaded > 0.5)
print(y pred loaded)
print(metrics.confusion_matrix(y_test, y_pred_loaded))
print(metrics.classification_report(y_test, y_pred_loaded))
     [[False]
Гэ
      [False]
      [False]
      . . .
      [False]
      [False]
      [False]]
     [[1505
             90]
      [ 183 222]]
                   precision
                                recall f1-score
                                                   support
                0
                        0.89
                                  0.94
                                            0.92
                                                      1595
                1
                        0.71
                                  0.55
                                            0.62
                                                       405
         accuracy
                                            0.86
                                                      2000
                                  0.75
                                            0.77
                                                      2000
                        0.80
        macro avg
     weighted avg
                        0.86
                                  0.86
                                            0.86
                                                      2000
```

▼ Over all accuracy has increased by 1 %