### **BUSINESS INTELLIGENGE AND ANALYTICS**

### **ASSIGNMENT WEEK 7:**

Total marks = 17 Marks
14 Qns \* 1 marks = 14 marks
1 Qns \* 3 marks = 3 marks

- 1. What is a key advantage of decision trees in knowledge representation? (1 Mark)
- a) They possess a complex representation
- b) They have a slow learning process
- c) They represent acquired knowledge in an intuitive tree form
- d) They handle only unidimensional data

# Answer: C) They represent acquired knowledge in an intuitive tree form

- 2. What does an internal node in a decision tree represent? (1 Mark)
- a) Class label
- b) Outcome of a test on an attribute
- c) Unknown tuple
- d) Root node

# Answer: B) Outcome of a test on an attribute

- 3. Why might a decision tree, resulting from the described process, perform poorly on a test set? (1 Mark)
- a) Due to too few splits leading to underfitting
- b) Because it has too few leaves
- c) It's likely to have too many splits, causing overfitting
- d) It has high bias but low variance

Answer: C) It's likely to be to have too many splits, causing overfitting

- 4. What might a smaller tree with fewer splits achieve in terms of variance and bias? (1 Mark)
- a) It reduces both variance and bias
- b) It reduces variance but possibly increases bias
- c) It increases both variance and bias
- d) It doesn't affect variance or bias

### **Answer: B)** It reduces variance but possibly increases bias

- 5. How does a classification tree differ from a regression tree? (1 Mark)
- a) It predicts a quantitative response, not a qualitative one.
- b) It predicts a qualitative response, not a quantitative one.
- c) It's less accurate than a regression tree.
- d) It always predicts the mean response.

Answer: B) It predicts a qualitative response, not a quantitative one.

- 6. Which of the following is an advantage of decision trees compared to linear regression? (1 Mark)
- a) Decision trees are more accurate in predicting continuous outcomes.
- b) Decision trees are easier to explain and interpret.
- c) Decision trees require the creation of dummy variables for qualitative predictors.
- d) Decision trees are less affected by outliers.

## Answer: B) Decision trees are easier to explain and interpret.

7. Ensemble methods are used to improve prediction performance of decision trees (T/F) (1 Mark)

#### **Answer: True**

- 8. Bagging primarily addresses which issue within statistical learning methods like decision trees? (1 Mark)
- a) Increases the computational complexity of the models.
- b) Reduces the need for accurate parameter tuning in models.
- c) Deals with high variance and improves prediction accuracy.
- d) Reduces high bias and improves prediction accuracy.

Answer: C) Deals with high variance and improves prediction accuracy.

- 9. Which technique involves averaging predictions from multiple models built on bootstrapped training sets? (1 Mark)
- a) Decision tree pruning
- b) Bootstrap aggregation (bagging)
- c) Recursive feature elimination
- d) Ridge regression

# Answer: b) Bootstrap aggregation (bagging)

- 10. How does bagging handle classification problems? (1 Mark)
- a) By averaging predictions from different classifiers
- b) By constructing decision trees without bootstrapping
- c) By taking a majority vote from predictions of multiple trees
- d) By using only a single tree for classification

## Answer: c) By taking a majority vote from predictions of multiple trees

11. In Bagging, each individual tree is independent of each other because they consider different subset of features and samples. (T/F) (1 Mark)

Ans: True

- 12. What are some common techniques for handling imbalanced data in classification tasks? (1 Mark)
- a) Oversampling the minority class to create a more balanced dataset.
- b) Under sampling the majority class to reduce its dominance.
- c) Only a is correct
- d) Both a and b are correct

Ans: d) Both a and b are correct

- 13. In Random forest you can generate hundreds of trees (say T1, T2 .....Tn) and then aggregate the results of these trees. Which of the following is true about an individual (Tk) tree in Random Forest? (1 Mark)
- 1. Individual tree is built on a subset of the features
- 2. Individual tree is built on all the features
- 3. Individual tree is built on a subset of observations
- 4. Individual tree is built on full set of observations
- a) 1 and 3
- b) 1 and 4
- c) 2 and 3
- d) 2 and 4

# Solution: A) 1 and 3

- 14. Consider a dataset with a binary target variable (0 or 1) and a split based on a feature resulting in two child nodes after the split.
- Node 1 (left child): Out of 40 samples, 30 belong to class 0 and 10 belong to class 1.
- Node 2 (right child): Out of 60 samples, 20 belong to class 0 and 40 belong to class
   1.

which option has the correct Gini indices of the child nodes? (3 Marks)

- a) Gini index for Node 1: 0.375, Gini index for Node 2: 0.444
- b) Gini index for Node 1: 0.375, Gini index for Node 2: 0.320
- c) Gini index for Node 1: 0.425, Gini index for Node 2: 0.320
- d) Gini index for Node 1: 0.444, Gini index for Node 2: 0.375

### Solution: b) Gini index for Node 1: 0.375, Gini index for Node 2: 0.444

- 15. How does Random Forest aim to reduce correlation among trees? (1 Mark)
  - a) By constructing trees sequentially based on the residuals.
  - b) By growing trees independently with a random subset of predictors at each split.
  - c) By fitting trees to the residuals from the current model.
  - d) By sequentially building trees using information from previously grown trees.

Answer: b) By growing trees independently with a random subset of predictors at each split.