Summary

Problem Statement :

X Education sells online courses to industry professionals and gets a lot of leads, with only 30% lead conversion, it has an extremely low rate. The business wants us to create a model using Logistic regression in which every lead must be given a lead score, increasing the likelihood that a lead will convert into a customer. The CEO wants to convert leads at a rate of about 80%.

Data Cleaning:

- Columns with >40% nulls were dropped. Value counts within categorical columns were checked to decide appropriate action: if imputation causes skew, then column was dropped, created new category (others), impute high frequency value, drop columns that don't add any value.
- Numerical categorical data were imputed with mode and columns with only one unique response from customer were dropped.
- Other activities like outliers' treatment, fixing invalid data, grouping low frequency values, mapping binary categorical values were carried out.

EDA:
- Data imbalance checked- only 38.5% leads converted.
- Performed univariate and bivariate analysis for categorical and numerical variables.

Data Preparation:

- Created dummy features (one-hot encoded) for categorical variables
- Splitting Train & Test Sets: 70:30 ratio
- Feature Scaling using Standardization
- Dropped few columns, they were highly correlated with each other

Model Building:

- Used RFE to reduce variables from 48 to 15. This will make dataframe more manageable.
- Manual Feature Reduction process was used to build models by dropping variables with $p-value > 0.05$.
- Total 4 models were built before reaching final Model 5 which was stable with (p-values < 0.05). No sign of multicollinearity with VIF < 5.
- logm5 was selected as final model with 12 variables, we used it for making prediction on train and test set.

Model Evaluation:

- Confusion matrix was made and cut off point of 0.345 was selected based on accuracy, sensitivity and specificity plot. This cut off gave accuracy, specificity and precision all around 80%. Whereas precision recall view gave less performance metrics around 75%.
- As to solve business problem CEO asked to boost conversion rate to 80%, but metrics dropped when we took precision-recall view. So, we will choose sensitivity-specificity view for our optimal cut-off for final predictions
- Lead score was assigned to train data using 0.345 as cut off.

Making Predictions on Test Data:

- Making Predictions on Test: Scaling and predicting using final model.
- Evaluation metrics for train & test are very close to around 80%.
- Lead score was assigned.
- Top 3 features are:
    - o Lead Source_Welingak Website
    - o Lead Source_Reference
    - o Current_occupation_Working Professional

Recommendations:

- More budget/spend can be done on Welingak Website in terms of advertising, etc.
- Incentives/discounts for providing reference that convert to lead, encourage to provide more references.
- Working professionals to be aggressively targeted as they have high conversion rate and will have better financial situation to pay higher fees too.