

1. Which are the top three variables in your model which contribute most towards the probability of a lead getting converted?

Ans. These are the top variables that contribute to the result are:

- Total Time Spent on the Website
- Lead Source
- Current Occupation

2. What are the top 3 categorical/dummy variables in the model that should be focused on to increase the probability of lead conversion?

Ans. Top 3 Categorical/Dummy variables to increase probability are:

- Lead Source with value Welingak Website
- Lead Source with value Reference
- Current occupation with value Working Professional.

3. X Education has a period of 2 months every year during which they hire some interns. The sales team, in particular, has around 10 interns allotted to them. So during this phase, they wish to make the lead conversion more aggressive. So they want almost all of the potential leads (i.e. the customers who have been predicted as 1 by the model) to be converted and hence, want to make phone calls to as many of such people as possible. Suggest a good strategy they should employ at this stage.

Ans. The concept of sensitivity is required.

$$\text{Sensitivity} = \text{True Positives} / (\text{True Positives} + \text{False Negatives})$$

With respect to our model, sensitivity can be defined as the number of actual conversions predicted correctly out of the total number of actual conversions. Different values of sensitivity can be achieved for the model by changing the cutoff threshold for the probability of lead conversion. For our model, below is the graph showing changes in Sensitivity, Specificity, and Accuracy with a change in the threshold: As we can see, sensitivity decreases as the threshold increases. In the given situation, we'll need a high sensitivity because high sensitivity will mean that our model will correctly predict almost all leads who are likely to convert. At the same time, it may overestimate and misclassify some of the non-conversions as conversions. But as the company has extra manpower for two months and wants to make the lead conversion more aggressive by making phone calls to as many potential leads as possible, it is a good strategy to go for high sensitivity. To achieve high sensitivity, we need to choose a low threshold value. Similarly, at times, the company reaches its target a quarter before the deadline. During this time, the company wants the sales team to also focus on some new work. So during this time, the company's aim is to not make phone calls unless it's extremely necessary, i.e. they want to minimize the rate of useless phone calls. Suggest a strategy they should employ at this stage.

4. Similarly, at times, the company reaches its target a quarter before the deadline. During this time, the company wants the sales team to also focus on some new work. So during this time, the company's aim is to not make phone calls unless it's extremely necessary, i.e. they want to minimize the rate of useless phone calls. Suggest a strategy they should employ at this stage.

Answer: The approach to answering this question is similar to the last one. Here, the concept of specificity is required.

$$\textbf{Specificity} = \textbf{True Negatives} / (\textbf{True Negatives} + \textbf{False Positives})$$

With respect to our model, specificity can be defined as the number of actual nonconversions predicted correctly out of the total number of actual non-conversions. From the above graph, we can see that the specificity increases as the threshold increases. In the given situation, we'll need a high specificity because high specificity will mean that our model will correctly predict almost all leads who are not likely to convert. At the same time, it may misclassify some of the conversions as non-conversions. But as the company has already reached its target for a quarter and doesn't want to make phone calls unless it's extremely necessary, it is a good strategy to go for high specificity. It will ensure that the phone calls are only made to customers who have a very high probability of conversion. To achieve high specificity, we need to choose a high threshold value.