Leading Score Case Study

By - Duaranne Everett, Elvis Sebastian, Ashish Francis

Program Name - upGrad & IIITB | Data Science Program - September 2023

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Problem Statement

- An education company named X Education sells online courses to industry professionals. On any given day, many professionals who are interested in the courses land on their website and browse for courses. They have process of form filling on their website after which the company that individual as a lead.
- Once these leads are acquired, employees from the sales team start making calls, writing emails etc. Through this process, some of the leads get converted while most do not.
- The typical lead conversion rate at X education is around 30%. Now, this means if, say, they acquire 100 leads in a day, only about 30 of them are converted. To make this process more efficient, the company wishes to identify the most potential leads, also known as Hot Leads in order to let the conversation rate go up.

Business Objective

- X Education wants to build a model to give every lead a lead score between 0 -100. So that they can identify the Hot leads and increase their conversion rate as well.
- The CEO want to achieve a lead conversion rate of 80%
- They want the model to be able to handle future constraints as well like Peak time actions required, how to utilize full man power and after achieving target what should be the approaches

Problem Approach

- Importing the data and inspecting the data frame
- Data preparation
- EDA
- Dummy variable creation
- Test-Train split
- Feature scaling
- Correlations
- Model Building (RFE R squared VIF and p-values)
- Model Evaluation
- Making predictions on test set

EDA – Data Cleaning

There are a few columns in which there is a level called 'Select' which is having maximum count

```
In [19]: leads['Lead Profile'].astype('category').value_counts()
Out[19]: Select
                                          4146
          Potential Lead
                                          1613
          Other Leads
                                           487
          Student of SomeSchool
          Lateral Student
                                            24
          Dual Specialization Student
          Name: Lead Profile, dtype: int64
In [20]: leads['How did you hear about X Education'].value counts()
Out[20]: Select
                                  5043
         Online Search
                                   808
         Word Of Mouth
         Student of SomeSchool
                                   310
         Other
                                   186
         Multiple Sources
                                   152
         Advertisements
                                    70
         Social Media
                                    67
         Email
                                    26
         SMS
         Name: How did you hear about X Education, dtype: int64
```

```
In [21]: leads['Specialization'].value counts()
Out[21]: Select
                                               1942
         Finance Management
                                                976
         Human Resource Management
                                                848
         Marketing Management
                                                838
         Operations Management
                                                503
         Business Administration
                                                403
         IT Projects Management
                                                366
         Supply Chain Management
                                                349
         Banking, Investment And Insurance
                                                338
         Travel and Tourism
                                                203
         Media and Advertising
                                                203
         International Business
                                                178
         Healthcare Management
                                                159
         Hospitality Management
                                                114
         E-COMMERCE
                                                112
         Retail Management
                                                100
         Rural and Agribusiness
                                                73
         F-Business
                                                 57
         Services Excellence
                                                 40
         Name: Specialization, dtype: int64
```

^{*}Leads from HR, Finance & Marketing management specializations are high probability to convert

Correlation

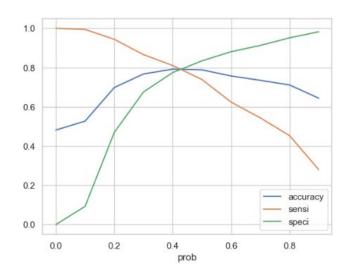
There is no correlation between the variables

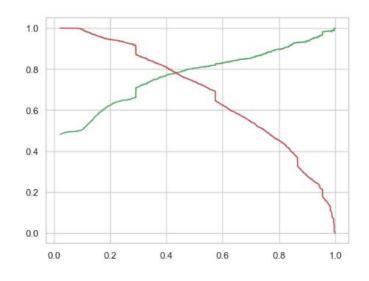


Model Evaluation

ROC curve

0.42 is the tradeoff between Precision and Recall -Thus we can safely choose to consider any Prospect Lead with Conversion Probability higher than 42% to be a HOT LEAD





Observations

Train Data:

Accuracy: 80% Sensitivity: 77% Specificity: 80%

Test Data:

Accuracy: 80% Sensitivity: 77% Specificity: 80%

Final Features list

- Lead Source_Olark Chart
- Specialization_Others
- Lead Origin_LeadAdd Form
- Lead Source_WelingakWebsite
- Total Time Spent on Website
- -Lead Origin_Landing Page Submission
- What is your current occupation Working
- Professionals
- Do Not Email

Conclusion

- We see that the conversion rate is 30-35% (close to average) for API and Landing page submission. But very low for Lead Add form and Lead import. Therefore we can intervene that we need to focus more on the leads originated from API and Landing page submission
- We see max number of leads are generated by google/ direct traffic. Max conversion ratio is by reference and welingak website
- Leads who spent more time on website, more likely to convert
- Most common last activity is email opened. Highest rate is SMS sent. Max conversion with working professional

Thank You