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Business

·01· Understanding

"Increased revenue loss due to last minute hotel booking cancellations"





Hotel Booking Cancellation Prediction Dataset



36,283 unique lines of information and 17 feature columns



·01·	•02•	·03·	.04.
Data Exploration and Cleaning	Feature Engineering	Feature Selection	Data Transformation



·Baseline Logistic

Regression.

·2·

·Modified Logistic Regression·

statistically significant features

•3•

·Modified Logistic Regression·

Used SMOTE and Class Weights

•4•

·5·

·6·

·Baseline Decision Tree· ·Hyperparameter Tuning on Decision Tree·

·Understanding feature importance·

Parameters: max_depth, min_samples_split, min_samples_leaf, class_weight, criterion



Final Model: Tuned Decision Tree

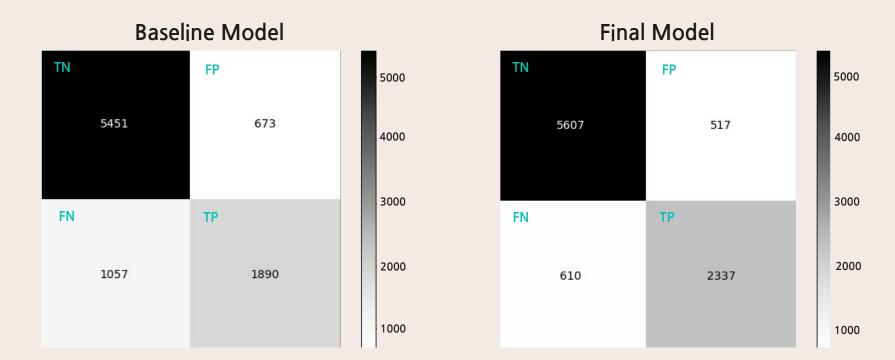
max_depth = 13
min_samples_split = 2
min_samples_leaf = 2
class_weight = None
criterion = gini



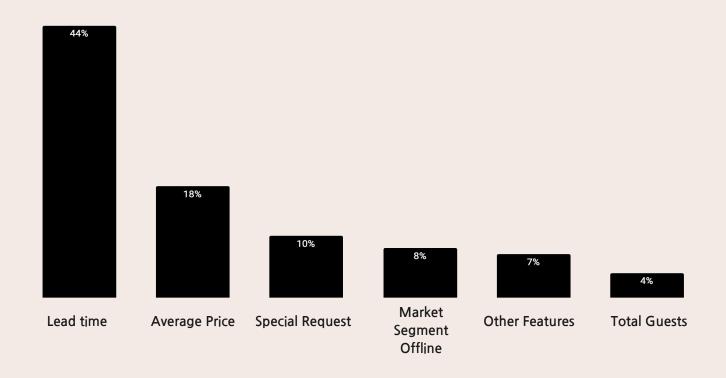
Evaluation Metrics

	Baseline Model _(*)	Final Model	Delta
Accuracy	81%	88%	+7%
Precision	74%	82%	+8%
Recall	64%	80%	+16%
F1 score	69%	81%	+12%
AUC	87%	92%	+5%

Confusion Matrix



Feature Importance



06 Recommendations



·01·

Overselling strategy

·02·

Features impacting cancellations

·03·

"Check with Guest" Program





Implement Recommendations



Features impacting cancellations



Hotel Datasets



Re-evaluate and tune the model



