

Executive Summary:

This analysis focuses on predicting lead conversion in a business context using logistic regression. The process involves data exploration, cleaning, and preparation, followed by in-depth exploratory data analysis (EDA) and feature selection. The logistic regression model is built and evaluated for its effectiveness in predicting lead outcomes.

Key Findings:

1. Data Preparation:

- Addressed missing values, converted data types, and cleaned the dataset.
- Processed categorical variables and handled null values strategically.

2. Exploratory Data Analysis (EDA):

- Visualized variable distributions, particularly focusing on categorical features.
- Explored correlations among numerical variables using visualizations.

3. Feature Selection:

- Utilized Recursive Feature Elimination (RFE) and Variance Inflation Factor (VIF) for optimal feature selection.

4. Logistic Regression Modeling:

- Built logistic regression models, adjusting based on significance and VIF.
- Evaluated model performance on training and test datasets.

5. Model Evaluation:

- Analyzed accuracy, sensitivity, and specificity metrics.
- Created a Receiver Operating Characteristic (ROC) curve and calculated Area Under the Curve (AUC).
- Explored various probability cutoffs for balanced model performance.

6. Lead Score Assignment:

- Assigned lead scores based on predicted probabilities, identifying potential "hot leads" for targeted outreach.

Recommendations:

1. Targeted Marketing Strategies:

- Leverage lead scores for focused marketing efforts.
- Tailor strategies based on factors influencing lead conversion positively and negatively.

2. Continuous Model Improvement:

- Explore additional feature engineering for enhanced model performance.
- Consider more complex models for future iterations.

3. Alignment with Business Goals:

- Ensure model interpretation aligns with business objectives.
- Avoid overfitting and regularly assess the model's relevance.

4. Documentation and Communication:

- Document code, analysis, and decision-making processes transparently.
- Communicate findings effectively with stakeholders, emphasizing actionable insights.

It was found that the variables that mattered the most in the potential buyers are (In descending order):

1. The total time spend on the Website.
2. Total number of visits.
3. When the lead source was:
 - a. Google
 - b. Direct traffic
 - c. Organic search
 - d. Welingak website
4. When the last activity was:
 - a. SMS
 - b. Olark chat conversation
5. When the lead origin is Lead add format.
6. When their current occupation is as a working professional.