Lead Scoring – Logistic Regression

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Business Understanding

- ▶ 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.
- ▶ The company markets its courses on several websites and search engines like Google. Once these people land on the website, they might browse the courses or fill up a form for the course or watch some videos. When these people fill up a form providing their email address or phone number, they are classified to be a lead. Moreover, the company also gets leads through past referrals. 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%.

Problem Statement

Now, although X Education gets a lot of leads, its lead conversion rate is very poor. For example, 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'. If they successfully identify this set of leads, the lead conversion rate should go up as the sales team will now be focusing more on communicating with the potential leads rather than making calls to everyone. A typical lead conversion process can be represented using the

following funnel:



Expected outcome

- There are a lot of leads generated in the initial stage (top) but only a few of them come out as paying customers from the bottom. In the middle stage, you need to nurture the potential leads well (i.e. educating the leads about the product, constantly communicating etc.) in order to get a higher lead conversion.
- ➤ X Education has appointed you to help them select the most promising leads, i.e. the leads that are most likely to convert into paying customers. The company requires you to build a model wherein you need to assign a lead score to each of the leads such that the customers with higher lead score have a higher conversion chance and the customers with lower lead score have a lower conversion chance. The CEO, in particular, has given a ballpark of the target lead conversion rate to be around 80%.

Inspecting the data on a data frame,

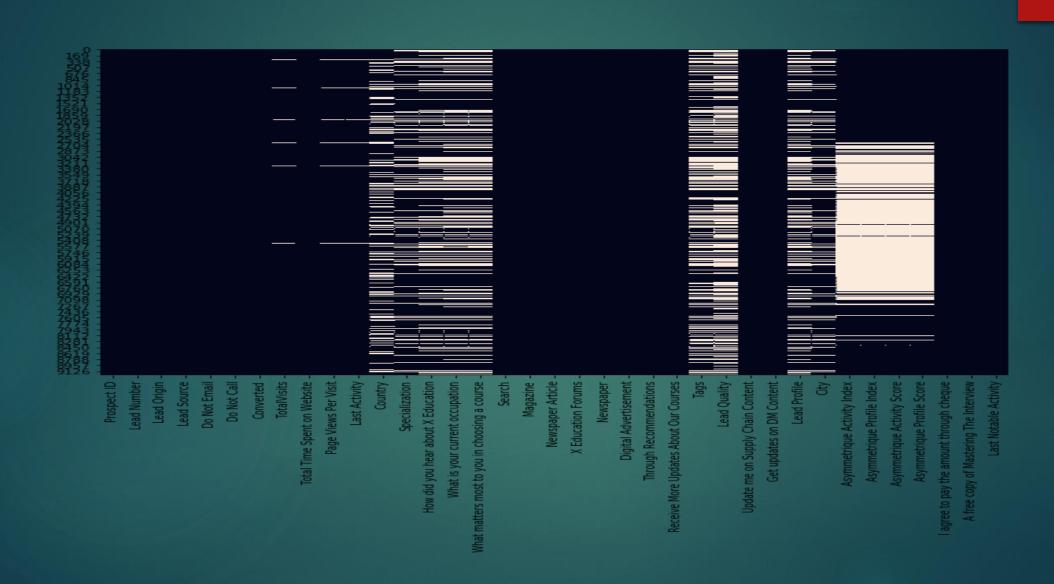
| Prospect ID | object |
|---|---------|
| Lead Number | int64 |
| Lead Origin | object |
| Lead Source | object |
| Do Not Email | object |
| Do Not Call | object |
| Converted | int64 |
| TotalVisits | float64 |
| Total Time Spent on Website | int64 |
| Page Views Per Visit | float64 |
| Last Activity | object |
| Country | object |
| Specialization | object |
| How did you hear about X Education | object |
| What is your current occupation | object |
| What matters most to you in choosing a course | object |
| Search | object |
| Magazine | object |
| Newspaper Article | object |
| X Education Forums | object |
| Newspaper | object |
| Digital Advertisement | object |
| Through Recommendations | object |
| Receive More Updates About Our Courses | object |
| Tags | object |
| Lead Quality | object |
| Update me on Supply Chain Content | object |
| Get updates on DM Content | object |
| Lead Profile | object |
| City | object |
| Asymmetrique Activity Index | object |
| Asymmetrique Profile Index | object |
| Asymmetrique Activity Score | float64 |
| Asymmetrique Profile Score | float64 |
| I agree to pay the amount through cheque | object |
| A free copy of Mastering The Interview | object |
| Last Notable Activity | object |
| dtype: object | |

Preparing the data for a model, looking for null values,.

| | Total | Percentage |
|---|-------|------------|
| Lead Quality | 4767 | 51.59 |
| Asymmetrique Profile Score | 4218 | 45.65 |
| Asymmetrique Activity Score | 4218 | 45.65 |
| Asymmetrique Profile Index | 4218 | 45.65 |
| Asymmetrique Activity Index | 4218 | 45.65 |
| Tags | 3353 | 36.29 |
| What matters most to you in choosing a course | 2709 | 29.32 |
| Lead Profile | 2709 | 29.32 |
| What is your current occupation | 2690 | 29.11 |
| Country | 2461 | 26.63 |
| How did you hear about X Education | 2207 | 23.89 |
| Specialization | 1438 | 15.56 |
| City | 1420 | 15.37 |
| TotalVisits | 137 | 1.48 |
| Page Views Per Visit | 137 | 1.48 |
| Last Activity | 103 | 1.11 |
| Lead Source | 36 | 0.39 |

| Do Not Email | 0 | 0.00 |
|--|---|------|
| Do Not Call | 0 | 0.00 |
| Converted | 0 | 0.00 |
| Total Time Spent on Website | 0 | 0.00 |
| Lead Origin | 0 | 0.00 |
| Lead Number | 0 | 0.00 |
| Last Notable Activity | 0 | 0.00 |
| Newspaper Article | 0 | 0.00 |
| Search | 0 | 0.00 |
| Magazine | 0 | 0.00 |
| A free copy of Mastering The Interview | 0 | 0.00 |
| X Education Forums | 0 | 0.00 |
| Newspaper | 0 | 0.00 |
| Digital Advertisement | 0 | 0.00 |
| Through Recommendations | 0 | 0.00 |
| Receive More Updates About Our Courses | 0 | 0.00 |
| Update me on Supply Chain Content | 0 | 0.00 |
| Get updates on DM Content | 0 | 0.00 |
| I agree to pay the amount through cheque | 0 | 0.00 |
| Prospect ID | 0 | 0.00 |

Visualizing occurrence of Null values in the columns based on rows



Dropping Unnecessary Columns NOT needed for Analysis

```
# Identifying if any column exists with only null values
leads.isnull().all(axis=0).any()
False
```

```
# Dropping all columns with only 0 values
leads.loc[:, (leads != 0).any(axis=0)]
leads.shape
(9240, 37)
```

```
#Remove columns which has only one unique value

"""

Deleting the following columns as they have only one unique value and hence cannot be responsible in predicting a successful lead case

Magazine
Receive More Updates About Our Courses
Update me on Supply Chain Content
Update me on Supply Chain Content
I agree to pay the amount through cheque

"""

leads= leads.loc[:,leads.nunique()!=1]
leads.shape

(9240, 32)
```

```
# Deleting the columns 'Asymmetrique Activity Score' & 'Asymmetrique Profile Score'
# as they will be represented by their corresponding index columns
leads = leads.drop('Asymmetrique Activity Score', axis=1)
leads = leads.drop('Asymmetrique Profile Score', axis=1)
leads.shape
(9240, 30)
# Deleting the columns 'Prospect ID' as it will not have any effect in the predicting model
leads = leads.drop('Prospect ID', axis=1)
#leads = leads.drop('Lead Number', axis=1)
leads.shape
(9240, 29)
# Deleting the columns 'What matters most to you in choosing a course' as it mostly has unique values and
 some null values.
leads = leads.drop('What matters most to you in choosing a course', axis=1)
leads.shape
(9240, 28)
# Deleting the columns 'How did you hear about X Education' as it mostly has null values or 'Select' value
# that contribute to the 'Converted' percentage.
leads = leads.drop('How did you hear about X Education', axis=1)
leads.shape
(9240, 27)
```

Removing rows where a particular column has high missing values

```
leads['Lead Source'].isnull().sum()

36

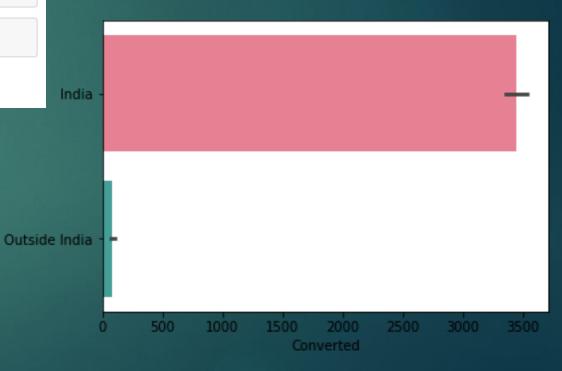
# removing rows where a particular column has high missing values because the column cannot be removed because of its importance
leads = leads[~pd.isnull(leads['Lead Source'])]
leads.shape

(9204, 27)
```

Imputing with Median values because the continuous variables have outliers

```
leads['TotalVisits'].replace(np.NaN, leads['TotalVisits'].median(), inplace =True)
leads['Page Views Per Visit'].replace(np.NaN, leads['Page Views Per Visit'].median(), inplace =True)
```

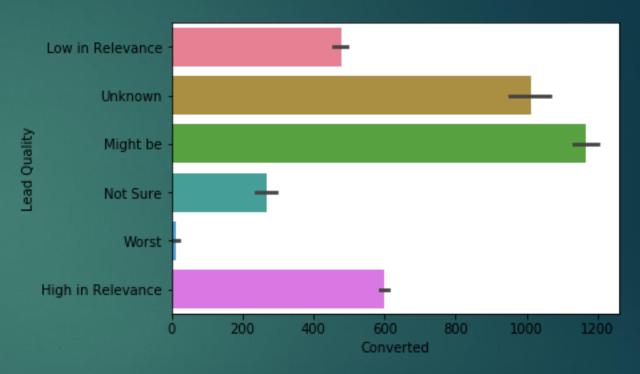
Imputing with Mode values



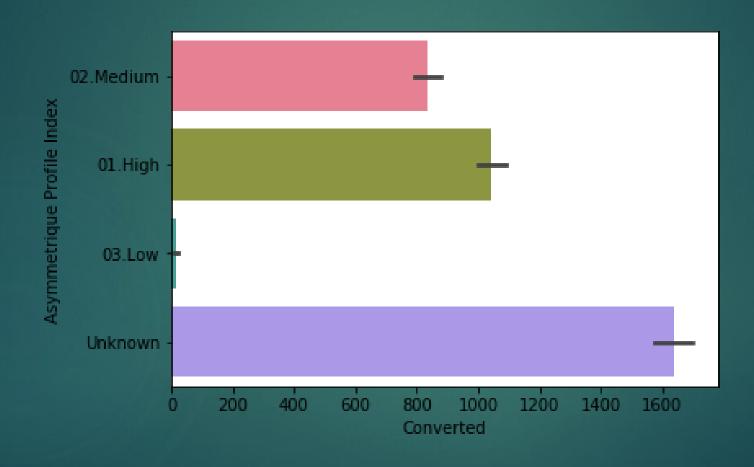
Assigning An Unique Category to NULL/SELECT values

- ► Instead of deleting columns with huge null value percentage(which results in loss of data), this strategy adds more information into the dataset and results in the change of variance.
- Creating a new category consisting on NULL/Select values for the field Lead Quality
- ▶ There are some columns in dataset which have a level/value called 'Select'. This might have happened because these fields in the website might be non mandatory fields with drop downs options for the customer to choose from. Amongst the dropdown values, the default option is probably 'Select' and since these aren't mandatory fields, many customer might have chosen to leave it as the default value 'Select'

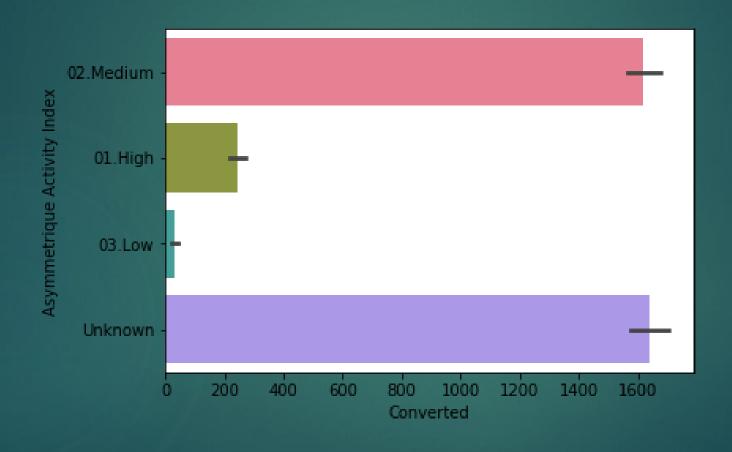
```
leads['Lead Quality'].value_counts()
Might be
                     1545
Not Sure
                     1090
High in Relevance
                      632
Worst
                      601
Low in Relevance
                      583
Name: Lead Quality, dtype: int64
leads['Lead Quality'].isnull().sum()
4753
leads['Lead Quality'].fillna("Unknown", inplace = True)
leads['Lead Quality'].value counts()
Unknown
                     4753
Might be
                     1545
Not Sure
                     1090
High in Relevance
                      632
Worst
                      601
Low in Relevance
                      583
Name: Lead Quality, dtype: int64
```



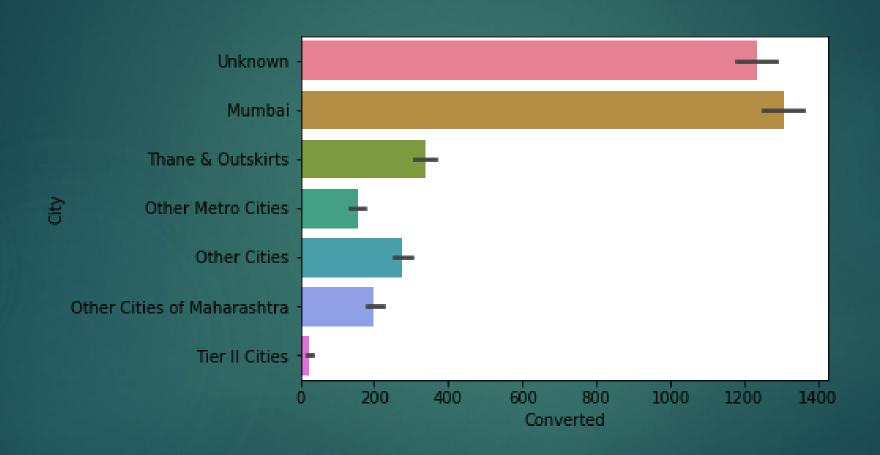
Creating a new category consisting on NULL/Select values for the field Asymmetrique Profile Index



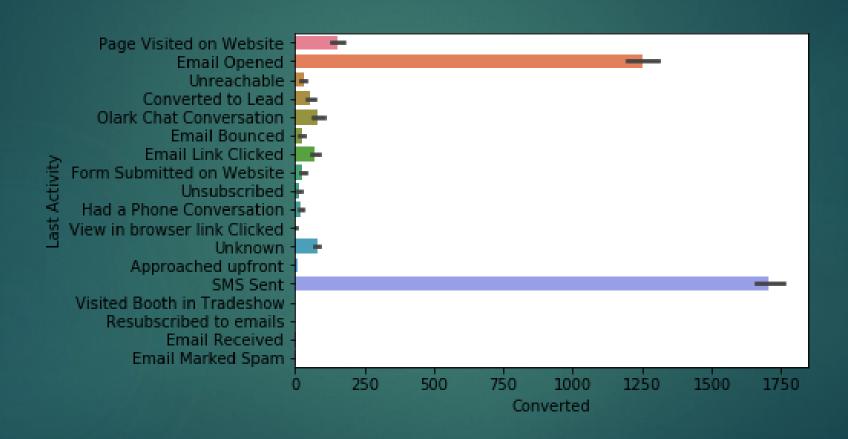
Creating a new category consisting on NULL/Select values for the field Asymmetrique Activity Index



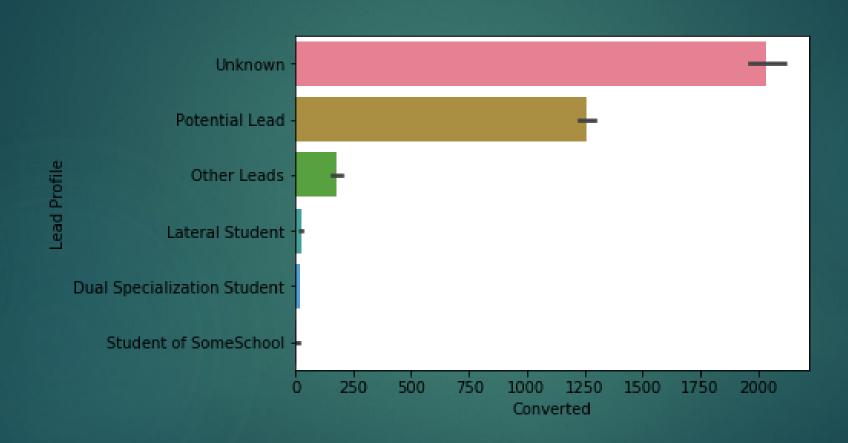
Creating a new category consisting on NULL/Select values for the field City



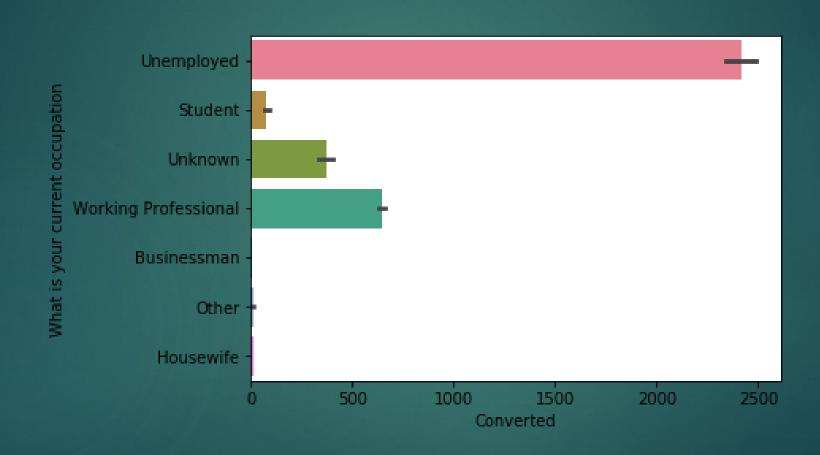
Creating a new category consisting on NULL/Select values for the field Last Activity



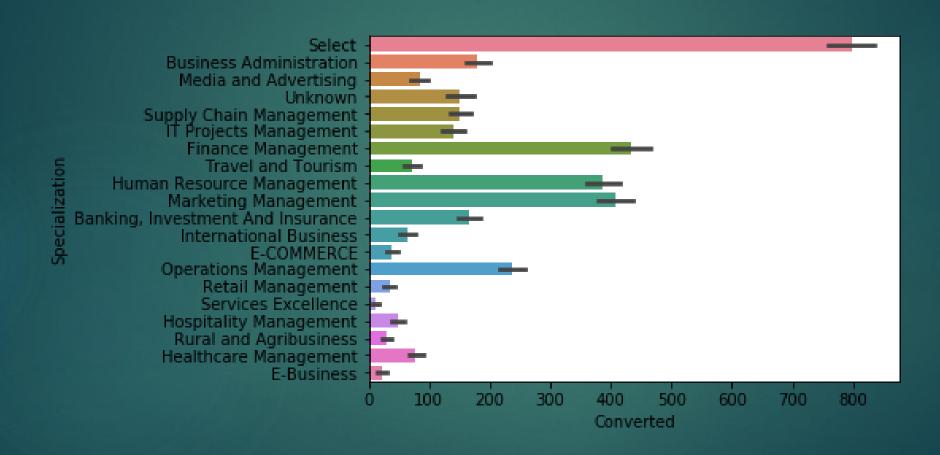
Creating a new category consisting on NULL/Select values for the field Lead Profile



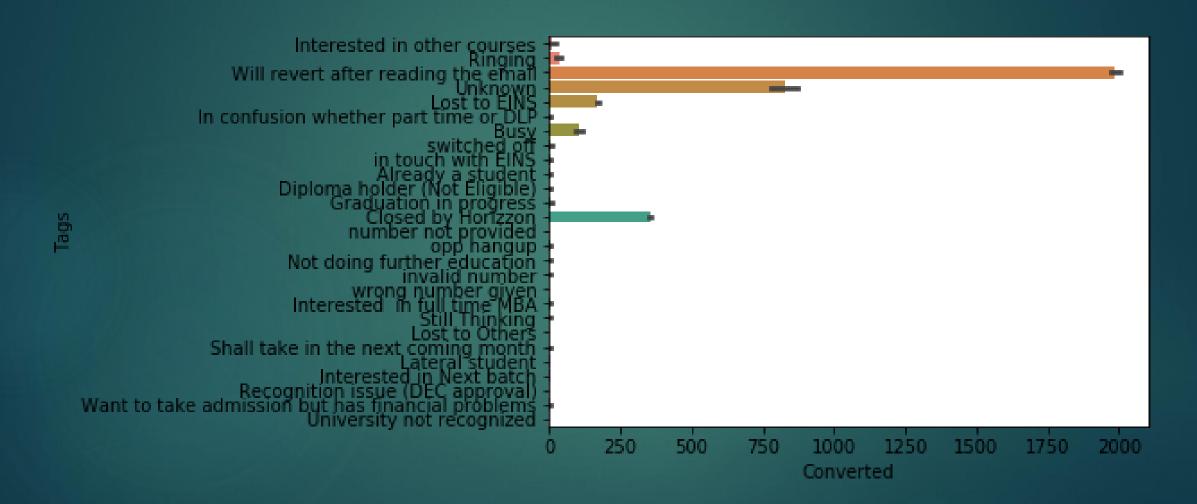
Creating a new category consisting on NULL/Select values for the field "What is your current occupation"



Creating a new category consisting on NULL/Select values for the field Specialization

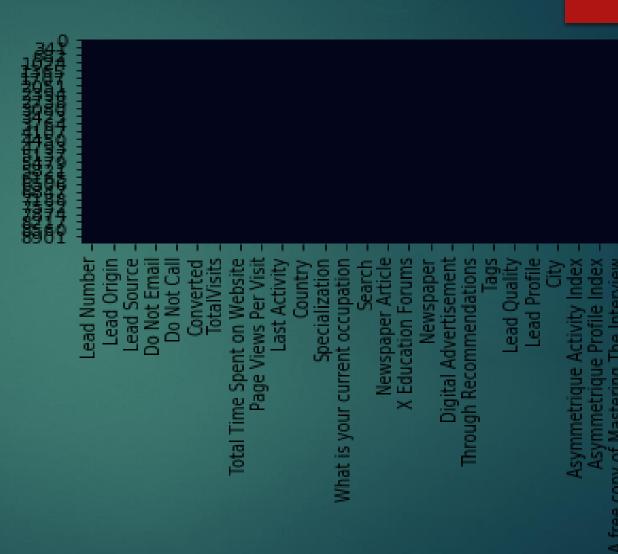


Creating a new category consisting on NULL/Select values for the field Tags

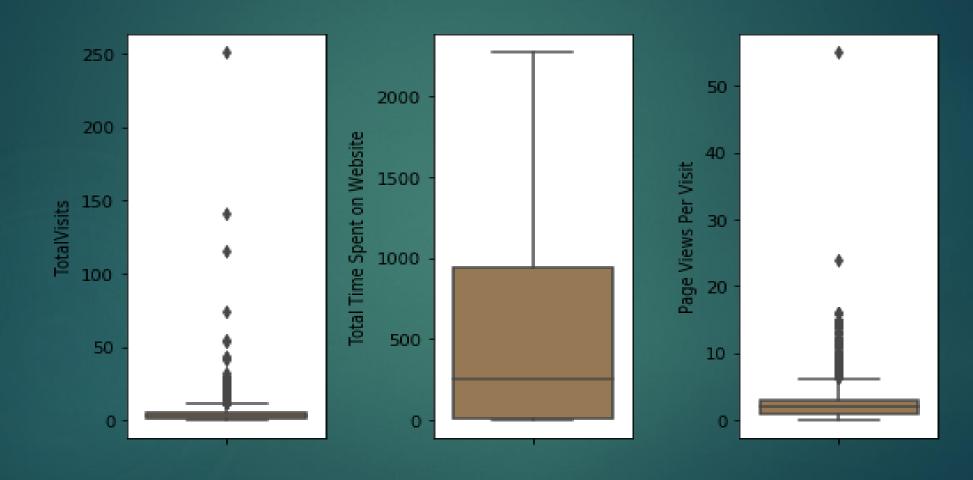


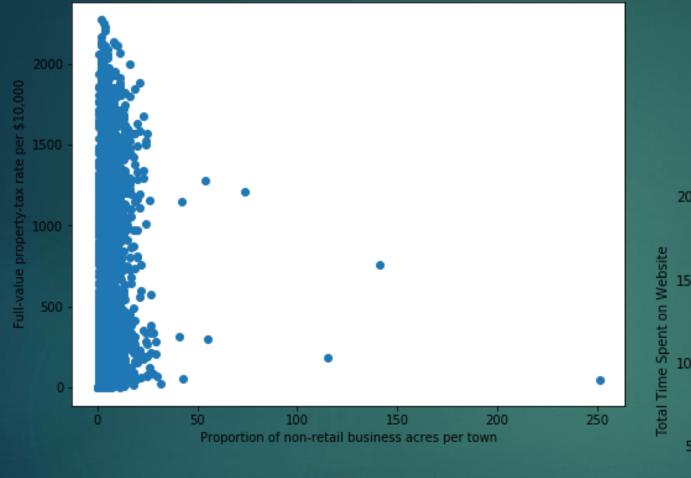
Re-inspecting null values...

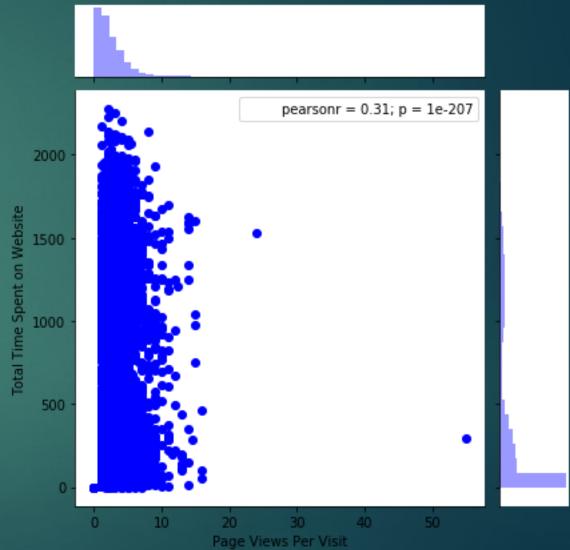
| | Total | Percentage |
|---------------------------------|-------|------------|
| Last Notable Activity | 0 | 0.0 |
| What is your current occupation | 0 | 0.0 |
| Lead Origin | 0 | 0.0 |
| Lead Source | 0 | 0.0 |
| Do Not Email | 0 | 0.0 |
| , | | |



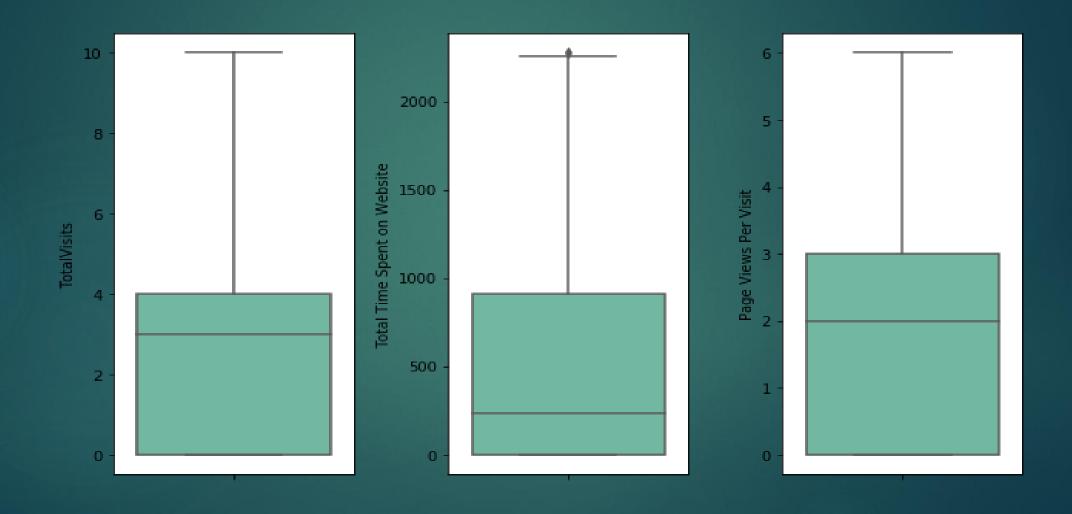
Checking for outliers..







Removing outlier values based on the Interquartile distance for few continuous variables..



Manipulating rest of the data to fine tune it for model

Converting some binary variables (Yes/No) to 0/1

For categorical variables with multiple levels, creating dummy features (one-hot encoded)

```
# Creating a dummy variable for some of the categorical variables and dropping the first one.
dummy1 = pd.get_dummies(leads[['Country', 'Lead Source','Lead Origin','Last Notable Activity']], drop_firs
t=True)
# Adding the results to the master dataframe
leads = pd.concat([leads, dummy1], axis=1)
leads.shape
(8575, 66)
```

Dropping the repeated variables ¶

Splitting train and test dataset, feature scaling and checking for lead conversion rate

Checking the Lead Conversion Rate

```
### Checking the Lead Conversion Rate
converted = (sum(leads['Converted'])/len(leads['Converted'].index))*100
converted
```

38.04081632653061

We have almost 38% lead conversion rate

Building the model..

| | coef | std err | z | P> z | [0.025 | 0.975] |
|--|------------|----------|-----------|-------|-----------|-----------|
| const | -3.865e+15 | 1.08e+08 | -3.56e+07 | 0.000 | -3.86e+15 | -3.86e+15 |
| Do Not Email | -2.322e+14 | 4.66e+06 | -4.98e+07 | 0.000 | -2.32e+14 | -2.32e+14 |
| Do Not Call | -28.8800 | 2.23e-06 | -1.29e+07 | 0.000 | -28.880 | -28.880 |
| TotalVisits | 6.117e+13 | 1.51e+06 | 4.04e+07 | 0.000 | 6.12e+13 | 6.12e+13 |
| Total Time Spent on Website | 1.056e+14 | 1.07e+06 | 9.87e+07 | 0.000 | 1.06e+14 | 1.06e+14 |
| Page Views Per Visit | -7.88e+13 | 1.64e+06 | -4.81e+07 | 0.000 | -7.88e+13 | -7.88e+13 |
| Search | -7.853e+14 | 2.9e+07 | -2.7e+07 | 0.000 | -7.85e+14 | -7.85e+14 |
| Newspaper Article | 14.9691 | 1.59e-06 | 9.4e+06 | 0.000 | 14.969 | 14.969 |
| X Education Forums | 3.1361 | 1.64e-06 | 1.91e+06 | 0.000 | 3.136 | 3.136 |
| Newspaper | -2.455e+15 | 6.76e+07 | -3.63e+07 | 0.000 | -2.45e+15 | -2.45e+15 |
| Digital Advertisement | -1.129e+14 | 4.85e+07 | -2.33e+06 | 0.000 | -1.13e+14 | -1.13e+14 |
| Through Recommendations | 1.672e+15 | 5e+07 | 3.34e+07 | 0.000 | 1.67e+15 | 1.67e+15 |
| A free copy of Mastering The Interview | 3.07e+13 | 2.94e+06 | 1.05e+07 | 0.000 | 3.07e+13 | 3.07e+13 |
| Country_Outside India | 1.086e+14 | 4.99e+06 | 2.18e+07 | 0.000 | 1.09e+14 | 1.09e+14 |
| Lead Source_Direct Traffic | 1.666e+15 | 7.95e+07 | 2.09e+07 | 0.000 | 1.67e+15 | 1.67e+15 |
| Lead Source_Facebook | 7.147e+14 | 4.01e+07 | 1.78e+07 | 0.000 | 7.15e+14 | 7.15e+14 |
| Lead Source_Google | 1.688e+15 | 7.95e+07 | 2.12e+07 | 0.000 | 1.69e+15 | 1.69e+15 |
| Lead Source_Live Chat | 3.106e+15 | 6.31e+07 | 4.92e+07 | 0.000 | 3.11e+15 | 3.11e+15 |
| Lead Source_NC_EDM | 6.546e+15 | 1.04e+08 | 6.28e+07 | 0.000 | 6.55e+15 | 6.55e+15 |
| Lead Source_Olark Chat | 1.84e+15 | 7.94e+07 | 2.32e+07 | 0.000 | 1.84e+15 | 1.84e+15 |

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5871 |
| Model Family: | Binomial | Df Model: | 130 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | nan |
| Date: | Sun, 03 Mar 2019 | Deviance: | nan |
| Time: | 17:43:16 | Pearson chi2: | 2.09e+18 |
| No. Iterations: | 100 | Covariance Type: | nonrobust |

| Lead Source_Organic Search | 1.558e+15 | 7.96e+07 | 1.96e+07 | 0.000 | 1.56e+15 | 1.56e+15 |
|--|------------|----------|-----------|-------|-----------|-----------|
| Lead Source_Pay per Click Ads | -2.212e+14 | 1.04e+08 | -2.12e+06 | 0.000 | -2.21e+14 | -2.21e+14 |
| Lead Source_Press_Release | 8.5926 | 1.38e-06 | 6.22e+06 | 0.000 | 8.593 | 8.593 |
| Lead Source_Reference | 6.49e+14 | 4.15e+07 | 1.56e+07 | 0.000 | 6.49e+14 | 6.49e+14 |
| Lead Source_Referral Sites | 1.488e+15 | 7.99e+07 | 1.86e+07 | 0.000 | 1.49e+15 | 1.49e+15 |
| Lead Source_Social Media | -2.137e+15 | 1.06e+08 | -2.01e+07 | 0.000 | -2.14e+15 | -2.14e+15 |
| Lead Source_WeLearn | -11.7045 | 4.87e-07 | -2.41e+07 | 0.000 | -11.705 | -11.705 |
| Lead Source_Welingak Website | 1.112e+15 | 4.2e+07 | 2.65e+07 | 0.000 | 1.11e+15 | 1.11e+15 |
| Lead Source_bing | 8.754e+14 | 9.28e+07 | 9.43e+06 | 0.000 | 8.75e+14 | 8.75e+14 |
| Lead Source_blog | 1.893e+15 | 1.04e+08 | 1.81e+07 | 0.000 | 1.89e+15 | 1.89e+15 |
| Lead Source_google | -8.717e+14 | 9.31e+07 | -9.37e+06 | 0.000 | -8.72e+14 | -8.72e+14 |
| Lead Source_testone | -2.328e+15 | 1.04e+08 | -2.23e+07 | 0.000 | -2.33e+15 | -2.33e+15 |
| Lead Source_welearnblog_Home | 2.053e+15 | 1.04e+08 | 1.97e+07 | 0.000 | 2.05e+15 | 2.05e+15 |
| Lead Source_youtubechannel | -0.7858 | 1.58e-06 | -4.98e+05 | 0.000 | -0.786 | -0.786 |
| Lead Origin_Landing Page Submission | -2.119e+13 | 4.28e+06 | -4.95e+06 | 0.000 | -2.12e+13 | -2.12e+13 |
| Lead Origin_Lead Add Form | 9.363e+14 | 6.77e+07 | 1.38e+07 | 0.000 | 9.36e+14 | 9.36e+14 |
| Lead Origin_Lead Import | 7.147e+14 | 4.01e+07 | 1.78e+07 | 0.000 | 7.15e+14 | 7.15e+14 |
| Last Notable Activity_Email Bounced | 2.328e+15 | 7.42e+07 | 3.14e+07 | 0.000 | 2.33e+15 | 2.33e+15 |
| Last Notable Activity_Email Link Clicked | 1.334e+15 | 7.39e+07 | 1.81e+07 | 0.000 | 1.33e+15 | 1.33e+15 |
| Last Notable Activity_Email Marked Spam | 2.971e+15 | 4.39e+07 | 6.77e+07 | 0.000 | 2.97e+15 | 2.97e+15 |
| Last Notable Activity_Email Opened | 1.849e+15 | 7.32e+07 | 2.53e+07 | 0.000 | 1.85e+15 | 1.85e+15 |

| Last Notable Activity_Email Received | 2.536e+13 | 1.2e+08 | 2.11e+05 | 0.000 | 2.54e+13 | 2.54e+13 |
|--|------------|----------|-----------|-------|-----------|-----------|
| Last Notable Activity_Form Submitted on Website | -2.721e+15 | 9.98e+07 | -2.73e+07 | 0.000 | -2.72e+15 | -2.72e+15 |
| Last Notable Activity_Had a Phone Conversation | 1.6e+15 | 8.18e+07 | 1.95e+07 | 0.000 | 1.6e+15 | 1.6e+15 |
| Last Notable Activity_Modified | 1.592e+15 | 7.31e+07 | 2.18e+07 | 0.000 | 1.59e+15 | 1.59e+15 |
| Last Notable Activity_Olark Chat Conversation | 1.462e+15 | 7.35e+07 | 1.99e+07 | 0.000 | 1.46e+15 | 1.46e+15 |
| Last Notable Activity_Page Visited on Website | 1.625e+15 | 7.35e+07 | 2.21e+07 | 0.000 | 1.62e+15 | 1.62e+15 |
| Last Notable Activity_Resubscribed to emails | 29.4125 | 6.4e-07 | 4.59e+07 | 0.000 | 29.412 | 29.412 |
| Last Notable Activity_SMS Sent | 1.878e+15 | 7.32e+07 | 2.56e+07 | 0.000 | 1.88e+15 | 1.88e+15 |
| Last Notable Activity_Unreachable | 2.122e+15 | 7.54e+07 | 2.81e+07 | 0.000 | 2.12e+15 | 2.12e+15 |
| Last Notable Activity_Unsubscribed | 1.039e+15 | 7.68e+07 | 1.35e+07 | 0.000 | 1.04e+15 | 1.04e+15 |
| Last Notable Activity_View in browser link Clicked | -1.461e+15 | 1.2e+08 | -1.21e+07 | 0.000 | -1.46e+15 | -1.46e+15 |
| Lead Quality_High in Relevance | -2.301e+14 | 5.63e+06 | -4.09e+07 | 0.000 | -2.3e+14 | -2.3e+14 |
| Lead Quality_Low in Relevance | -2.669e+14 | 5.45e+06 | -4.89e+07 | 0.000 | -2.67e+14 | -2.67e+14 |
| Lead Quality_Might be | -1.605e+14 | 4.06e+06 | -3.96e+07 | 0.000 | -1.61e+14 | -1.61e+14 |
| Lead Quality_Not Sure | -2.779e+13 | 3.68e+06 | -7.54e+06 | 0.000 | -2.78e+13 | -2.78e+13 |
| Lead Quality_Worst | -4.553e+14 | 5.57e+06 | -8.17e+07 | 0.000 | -4.55e+14 | -4.55e+14 |
| Asymmetrique Profile Index_01.High | -1.018e+14 | 3.86e+06 | -2.64e+07 | 0.000 | -1.02e+14 | -1.02e+14 |
| Asymmetrique Profile Index_02.Medium | -8.199e+12 | 3.34e+06 | -2.46e+06 | 0.000 | -8.2e+12 | -8.2e+12 |
| Asymmetrique Profile Index_03.Low | -1.459e+14 | 1.44e+07 | -1.01e+07 | 0.000 | -1.46e+14 | -1.46e+14 |
| Asymmetrique Activity Index_01.High | 1.725e+14 | 4.13e+06 | 4.18e+07 | 0.000 | 1.73e+14 | 1.73e+14 |
| Asymmetrique Activity Index_02.Medium | 9.322e+13 | 3.34e+06 | 2.79e+07 | 0.000 | 9.32e+13 | 9.32e+13 |

| Asymmetrique Activity Index_03.Low | -5.217e+14 | 5.07e+06 | -1.03e+08 | 0.000 | -5.22e+14 | -5.22e+14 |
|--|------------|----------|-----------|-------|-----------|-----------|
| Tags_Aiready a student | -1.566e+15 | 6.49e+06 | -2.41e+08 | 0.000 | -1.57e+15 | -1.57e+15 |
| Tags_Busy | -8.087e+14 | 7.61e+06 | -1.06e+08 | 0.000 | -8.09e+14 | -8.09e+14 |
| Tags_Closed by Horizzon | 6.206e+14 | 7.01e+06 | 8.85e+07 | 0.000 | 6.21e+14 | 6.21e+14 |
| Tags_Diploma holder (Not Eligible) | -4.643e+15 | 1.11e+07 | -4.19e+08 | 0.000 | -4.64e+15 | -4.64e+15 |
| Tags_Graduation in progress | -9.442e+14 | 9.08e+06 | -1.04e+08 | 0.000 | -9.44e+14 | -9.44e+14 |
| Tags_In confusion whether part time or DLP | -2.595e+15 | 3.04e+07 | -8.54e+07 | 0.000 | -2.59e+15 | -2.59e+15 |
| Tags_Interested in full time MBA | -1.154e+15 | 8.87e+06 | -1.3e+08 | 0.000 | -1.15e+15 | -1.15e+15 |
| Tags_Interested in Next batch | 3.661e+15 | 3.92e+07 | 9.33e+07 | 0.000 | 3.66e+15 | 3.66e+15 |
| Tags_Interested in other courses | -1.068e+15 | 5.13e+06 | -2.08e+08 | 0.000 | -1.07e+15 | -1.07e+15 |
| Tags_Lateral student | 4.176e+15 | 4.79e+07 | 8.72e+07 | 0.000 | 4.18e+15 | 4.18e+15 |
| Tags_Lost to EINS | 1.139e+15 | 7.42e+06 | 1.53e+08 | 0.000 | 1.14e+15 | 1.14e+15 |
| Tags_Lost to Others | -3.588e+15 | 3.08e+07 | -1.17e+08 | 0.000 | -3.59e+15 | -3.59e+15 |
| Tags_Not doing further education | -1.25e+15 | 8.38e+06 | -1.49e+08 | 0.000 | -1.25e+15 | -1.25e+15 |
| Tags_Recognition issue (DEC approval) | -4.325e+15 | 6.89e+07 | -6.27e+07 | 0.000 | -4.32e+15 | -4.32e+15 |
| Tags_Ringing | -1.729e+15 | 4.4e+06 | -3.93e+08 | 0.000 | -1.73e+15 | -1.73e+15 |
| Tags_Shall take in the next coming month | 4.608e+15 | 6.78e+07 | 6.8e+07 | 0.000 | 4.61e+15 | 4.61e+15 |
| Tags_Still Thinking | -1.623e+15 | 3.42e+07 | -4.75e+07 | 0.000 | -1.62e+15 | -1.62e+15 |
| Tags_University not recognized | -2.409e+15 | 4.79e+07 | -5.03e+07 | 0.000 | -2.41e+15 | -2.41e+15 |
| Tags_Want to take admission but has financial problems | -3.546e+14 | 4.15e+07 | -8.55e+06 | 0.000 | -3.55e+14 | -3.55e+14 |
| Tags_Will revert after reading the email | 5.366e+14 | 5.07e+06 | 1.06e+08 | 0.000 | 5.37e+14 | 5.37e+14 |
| Tags_in touch with EINS | -1.108e+15 | 2.42e+07 | -4.58e+07 | 0.000 | -1.11e+15 | -1.11e+15 |

| Tags_invalid number | -5.177e+15 | 9.98e+06 | -5.19e+08 | 0.000 | -5.18e+15 | -5.18e+15 |
|--|------------|----------|-----------|-------|-----------|-----------|
| Tags_number not provided | -2.815e+15 | 1.66e+07 | -1.7e+08 | 0.000 | -2.81e+15 | -2.81e+15 |
| Tags_opp hangup | -1.613e+15 | 1.62e+07 | -9.98e+07 | 0.000 | -1.61e+15 | -1.61e+15 |
| Tags_switched off | -1.871e+15 | 6.61e+06 | -2.83e+08 | 0.000 | -1.87e+15 | -1.87e+15 |
| Tags_wrong number given | -4.914e+15 | 1.27e+07 | -3.87e+08 | 0.000 | -4.91e+15 | -4.91e+15 |
| Lead Profile_Dual Specialization Student | 2.939e+15 | 2.16e+07 | 1.36e+08 | 0.000 | 2.94e+15 | 2.94e+15 |
| Lead Profile_Lateral Student | 1.037e+15 | 1.79e+07 | 5.8e+07 | 0.000 | 1.04e+15 | 1.04e+15 |
| Lead Profile_Other Leads | 2.281e+14 | 4.7e+06 | 4.85e+07 | 0.000 | 2.28e+14 | 2.28e+14 |
| Lead Profile_Potential Lead | 1.225e+14 | 3.28e+06 | 3.74e+07 | 0.000 | 1.23e+14 | 1.23e+14 |
| Lead Profile_Student of SomeSchool | -4.562e+13 | 8.03e+06 | -5.68e+06 | 0.000 | -4.56e+13 | -4.56e+13 |
| What is your current occupation_Businessman | -3.365e+14 | 4.82e+07 | -6.98e+06 | 0.000 | -3.36e+14 | -3.36e+14 |
| What is your current occupation_Housewife | 3.036e+15 | 2.45e+07 | 1.24e+08 | 0.000 | 3.04e+15 | 3.04e+15 |
| What is your current occupation_Other | 9.483e+14 | 1.95e+07 | 4.87e+07 | 0.000 | 9.48e+14 | 9.48e+14 |
| What is your current occupation_Student | 1.032e+15 | 7.46e+06 | 1.38e+08 | 0.000 | 1.03e+15 | 1.03e+15 |
| What is your current occupation_Unemployed | 1.038e+15 | 4.32e+06 | 2.4e+08 | 0.000 | 1.04e+15 | 1.04e+15 |
| What is your current occupation_Working Professional | 1.118e+15 | 5.71e+06 | 1.96e+08 | 0.000 | 1.12e+15 | 1.12e+15 |
| Specialization_Banking, Investment And Insurance | 2.771e+13 | 6.78e+06 | 4.09e+06 | 0.000 | 2.77e+13 | 2.77e+13 |
| Specialization_Business Administration | 8.143e+13 | 6.5e+06 | 1.25e+07 | 0.000 | 8.14e+13 | 8.14e+13 |
| Specialization_E-Business | -6.415e+13 | 1.29e+07 | -4.96e+06 | 0.000 | -6.41e+13 | -6.41e+13 |
| Specialization_E-COMMERCE | -1.305e+14 | 9.61e+06 | -1.36e+07 | 0.000 | -1.3e+14 | -1.3e+14 |
| Specialization_Finance Management | 8.757e+13 | 5.75e+06 | 1.52e+07 | 0.000 | 8.76e+13 | 8.76e+13 |
| Specialization_Healthcare Management | -4.925e+13 | 8.91e+06 | -5.53e+06 | 0.000 | -4.92e+13 | -4.92e+13 |

| Specialization_Hospitality Management | -2.862e+13 | 9.42e+06 | -3.04e+06 | 0.000 | -2.86e+13 | -2.86e+13 |
|--|------------|----------|-----------|-------|-----------|-----------|
| Specialization_Human Resource Management | 2.274e+13 | 5.74e+06 | 3.96e+06 | 0.000 | 2.27e+13 | 2.27e+13 |
| Specialization_IT Projects Management | -6.794e+12 | 6.98e+06 | -9.73e+05 | 0.000 | -6.79e+12 | -6.79e+12 |
| Specialization_International Business | 7.207e+13 | 8.12e+06 | 8.87e+06 | 0.000 | 7.21e+13 | 7.21e+13 |
| Specialization_Marketing Management | 5.332e+13 | 5.67e+06 | 9.4e+06 | 0.000 | 5.33e+13 | 5.33e+13 |
| Specialization_Media and Advertising | 1.1e+13 | 7.95e+06 | 1.38e+06 | 0.000 | 1.1e+13 | 1.1e+13 |
| Specialization_Operations Management | 4.443e+13 | 6.22e+06 | 7.14e+06 | 0.000 | 4.44e+13 | 4.44e+13 |
| Specialization_Retail Management | -9.17e+13 | 1.02e+07 | -9.02e+06 | 0.000 | -9.17e+13 | -9.17e+13 |
| Specialization_Rural and Agribusiness | -2.008e+14 | 1.12e+07 | -1.79e+07 | 0.000 | -2.01e+14 | -2.01e+14 |
| Specialization_Select | -1.098e+13 | 4.18e+06 | -2.63e+06 | 0.000 | -1.1e+13 | -1.1e+13 |
| Specialization_Services Excellence | 1.248e+14 | 1.66e+07 | 7.5e+06 | 0.000 | 1.25e+14 | 1.25e+14 |
| Specialization_Supply Chain Management | -3.066e+13 | 6.74e+06 | -4.55e+06 | 0.000 | -3.07e+13 | -3.07e+13 |
| Specialization_Travel and Tourism | -7.874e+13 | 8.3e+06 | -9.49e+06 | 0.000 | -7.87e+13 | -7.87e+13 |
| City_Mumbai | -1.472e+14 | 4.61e+06 | -3.19e+07 | 0.000 | -1.47e+14 | -1.47e+14 |
| City_Other Cities | -1.375e+14 | 5.4e+06 | -2.54e+07 | 0.000 | -1.38e+14 | -1.38e+14 |
| City_Other Cities of Maharashtra | -7.228e+12 | 5.87e+06 | -1.23e+06 | 0.000 | -7.23e+12 | -7.23e+12 |
| City_Other Metro Cities | -2.81e+14 | 6.29e+06 | -4.46e+07 | 0.000 | -2.81e+14 | -2.81e+14 |
| City_Thane & Outskirts | -1.988e+14 | 5.26e+06 | -3.78e+07 | 0.000 | -1.99e+14 | -1.99e+14 |
| City_Tier II Cities | 4.113e+14 | 1.1e+07 | 3.75e+07 | 0.000 | 4.11e+14 | 4.11e+14 |
| Last Activity_Approached upfront | 4.777e+15 | 2.92e+07 | 1.64e+08 | 0.000 | 4.78e+15 | 4.78e+15 |
| Last Activity_Converted to Lead | -1.565e+14 | 1.06e+07 | -1.48e+07 | 0.000 | -1.57e+14 | -1.57e+14 |
| Last Activity_Email Bounced | -3.581e+14 | 1.17e+07 | -3.05e+07 | 0.000 | -3.58e+14 | -3.58e+14 |

| | 11/1/2011 | | | | | |
|--|------------|----------|-----------|-------|-----------|-----------|
| Last Activity_Email Link Clicked | 2.393e+14 | 1.25e+07 | 1.92e+07 | 0.000 | 2.39e+14 | 2.39e+14 |
| Last Activity_Email Marked Spam | 2.971e+15 | 4.39e+07 | 6.77e+07 | 0.000 | 2.97e+15 | 2.97e+15 |
| Last Activity_Email Opened | -9.667e+13 | 9.92e+06 | -9.74e+06 | 0.000 | -9.67e+13 | -9.67e+13 |
| Last Activity_Email Received | 4.179e+15 | 6.8e+07 | 6.15e+07 | 0.000 | 4.18e+15 | 4.18e+15 |
| Last Activity_Form Submitted on Website | 4.846e+13 | 1.21e+07 | 4e+06 | 0.000 | 4.85e+13 | 4.85e+13 |
| Last Activity_Had a Phone Conversation | 1.575e+14 | 2.31e+07 | 6.81e+06 | 0.000 | 1.58e+14 | 1.58e+14 |
| Last Activity_Olark Chat Conversation | -2.084e+14 | 1.01e+07 | -2.07e+07 | 0.000 | -2.08e+14 | -2.08e+14 |
| Last Activity_Page Visited on Website | -1.667e+13 | 1.06e+07 | -1.58e+06 | 0.000 | -1.67e+13 | -1.67e+13 |
| Last Activity_Resubscribed to emails | 0 | 0 | nan | nan | 0 | 0 |
| Last Activity_SMS Sent | 1.688e+14 | 1e+07 | 1.68e+07 | 0.000 | 1.69e+14 | 1.69e+14 |
| Last Activity_Unreachable | -1.374e+14 | 1.43e+07 | -9.62e+06 | 0.000 | -1.37e+14 | -1.37e+14 |
| Last Activity_Unsubscribed | 6.919e+14 | 2.28e+07 | 3.03e+07 | 0.000 | 6.92e+14 | 6.92e+14 |
| Last Activity_View in browser link Clicked | -2.15e+15 | 6.81e+07 | -3.16e+07 | 0.000 | -2.15e+15 | -2.15e+15 |
| Last Activity_Visited Booth in Tradeshow | 1.354e+15 | 6.9e+07 | 1.96e+07 | 0.000 | 1.35e+15 | 1.35e+15 |
| 1 | | | | | | |

Feature Selection using RFE

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5981 |
| Model Family: | Binomial | Df Model: | 20 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | -1264.7 |
| Date: | Sun, 03 Mar 2019 | Deviance: | 2529.4 |
| Time: | 17:43:35 | Pearson chi2: | 8.56e+03 |
| No. Iterations: | 24 | Covariance Type: | nonrobust |

| | coef | std err | Z | P> z | [0.025 | 0.975] |
|--|----------|----------|---------|-------|-----------|----------|
| const | -2.4929 | 0.090 | -27.836 | 0.000 | -2.668 | -2.317 |
| Lead Source_Welingak Website | 3.2281 | 0.731 | 4.414 | 0.000 | 1.795 | 4.662 |
| Lead Quality_Worst | -2.5504 | 0.761 | -3.354 | 0.001 | -4.041 | -1.060 |
| Asymmetrique Activity Index_03.Low | -2.4592 | 0.358 | -6.869 | 0.000 | -3.161 | -1.758 |
| Tags_Already a student | -3.8785 | 0.726 | -5.344 | 0.000 | -5.301 | -2.456 |
| Tags_Closed by Horizzon | 5.1421 | 0.722 | 7.120 | 0.000 | 3.727 | 6.558 |
| Tags_Diploma holder (Not Eligible) | -24.1871 | 2.82e+04 | -0.001 | 0.999 | -5.52e+04 | 5.52e+04 |
| Tags_Interested in full time MBA | -3.0545 | 0.742 | -4.117 | 0.000 | -4.509 | -1.600 |
| Tags_Interested in other courses | -3.0288 | 0.330 | -9.183 | 0.000 | -3.675 | -2.382 |
| Tags_Lost to EINS | 6.3792 | 0.831 | 7.677 | 0.000 | 4.751 | 8.008 |
| Tags_Not doing further education | -3.7904 | 1.032 | -3.674 | 0.000 | -5.813 | -1.768 |
| Tags_Ringing | -4.2659 | 0.249 | -17.107 | 0.000 | -4.755 | -3.777 |
| Tags_Will revert after reading the email | 3.5963 | 0.194 | 18.561 | 0.000 | 3.217 | 3.976 |
| Tags_invalid number | -25.7192 | 2.7e+04 | -0.001 | 0.999 | -5.3e+04 | 5.29e+04 |
| Tags_number not provided | -25.9733 | 4.5e+04 | -0.001 | 1.000 | -8.82e+04 | 8.82e+04 |
| Tags_opp hangup | -3.5152 | 1.063 | -3.308 | 0.001 | -5.598 | -1.433 |
| Tags_switched off | -5.1620 | 0.724 | -7.126 | 0.000 | -6.582 | -3.742 |
| Tags_wrong number given | -26.1206 | 3.49e+04 | -0.001 | 0.999 | -6.84e+04 | 6.84e+04 |
| What is your current occupation_Unemployed | 2.0649 | 0.119 | 17.357 | 0.000 | 1.832 | 2.298 |
| What is your current occupation_Working Professional | 2.1458 | 0.364 | 5.903 | 0.000 | 1.433 | 2.858 |
| Last Activity_SMS Sent | 2.0390 | 0.112 | 18.174 | 0.000 | 1.819 | 2.259 |

Creating a data frame with the actual churn flag and the predicted probabilities

| | Converted | Conversion_Prob | LeadID |
|---|-----------|-----------------|--------|
| 0 | 0 | 0.065692 | 8529 |
| 1 | 0 | 0.009069 | 7331 |
| 2 | 1 | 0.833555 | 7688 |
| 3 | 0 | 0.076360 | 92 |
| 4 | 0 | 0.076360 | 4908 |

Creating new column 'predicted' with 1 if Churn_Prob > 0.5 else 0

| | Converted | Conversion_Prob | LeadID | predicted |
|---|-----------|-----------------|--------|-----------|
| 0 | 0 | 0.065692 | 8529 | 0 |
| 1 | 0 | 0.009069 | 7331 | 0 |
| 2 | 1 | 0.833555 | 7688 | 1 |
| 3 | 0 | 0.076360 | 92 | 0 |
| 4 | 0 | 0.076360 | 4908 | 0 |

Creating Confusion Metrics

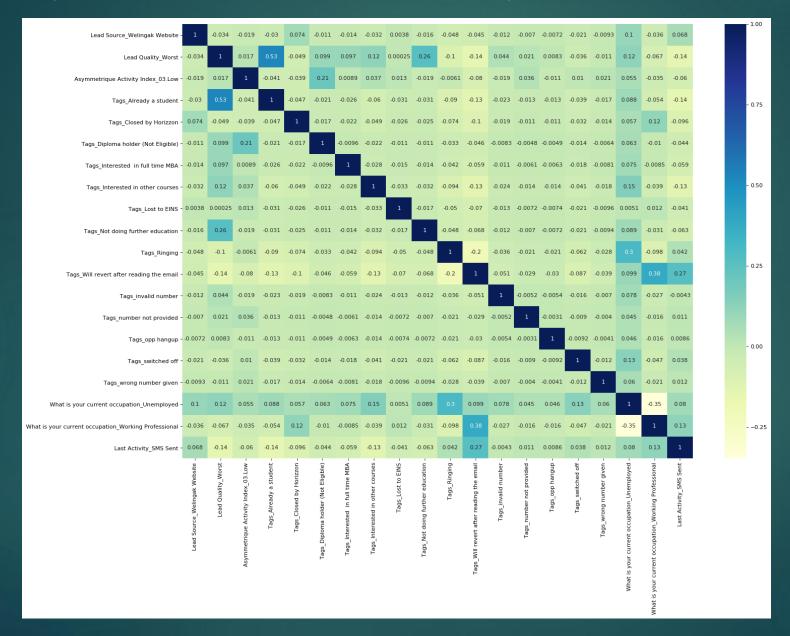
```
# Confusion matrix
confusion = metrics.confusion_matrix(y_train_pred_final.Converted, y_train_pred_final.predicted )
print(confusion)

[[3647 89]
[ 409 1857]]
```

Checking VIFs

| Features | VIF |
|--|--|
| Tags_Closed by Horizzon | 1.30 |
| Tags_Not doing further education | 1.27 |
| Tags_switched off | 1.20 |
| Tags_Diploma holder (Not Eligible) | 1.12 |
| Tags_Interested in full time MBA | 1.12 |
| Asymmetrique Activity Index_03.Low | 1.11 |
| Lead Source_Welingak Website | 1.09 |
| Tags_invalid number | 1.08 |
| Tags_Lost to EINS | 1.07 |
| Tags_wrong number given | 1.04 |
| Tags_opp hangup | 1.03 |
| Tags_number not provided | 1.03 |
| What is your current occupation_Working Profes | 0.80 |
| Lead Quality_Worst | 0.69 |
| Tags_Ringing | 0.62 |
| Tags_Interested in other courses | 0.40 |
| Tags_Already a student | 0.38 |
| Tags_Will revert after reading the email | 0.09 |
| What is your current occupation_Unemployed | 0.01 |
| Last Activity_SMS Sent | 0.00 |
| | Tags_Closed by Horizzon Tags_Not doing further education Tags_switched off Tags_Diploma holder (Not Eligible) Tags_Interested in full time MBA Asymmetrique Activity Index_03.Low Lead Source_Welingak Website Tags_invalid number Tags_Lost to EINS Tags_wrong number given Tags_opp hangup Tags_number not provided What is your current occupation_Working Profes Lead Quality_Worst Tags_Ringing Tags_Interested in other courses Tags_Already a student Tags_Will revert after reading the email What is your current occupation_Unemployed |

Checking correlation between features using Heat Map



Dropping the Variable and Updating the Model

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5982 |
| Model Family: | Binomial | Df Model: | 19 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | -1278.7 |
| Date: | Sun, 03 Mar 2019 | Deviance: | 2557.4 |
| Time: | 17:44:02 | Pearson chi2: | 8.49e+03 |
| No. Iterations: | 24 | Covariance Type: | nonrobust |

| | coef | std err | Z | P> z | [0.025 | 0.975] |
|--|----------|----------|---------|-------|-----------|----------|
| const | -2.4804 | 0.089 | -27.881 | 0.000 | -2.655 | -2.306 |
| Lead Source_Welingak Website | 3.2918 | 0.731 | 4.503 | 0.000 | 1.859 | 4.725 |
| Lead Quality_Worst | -2.7112 | 0.739 | -3.668 | 0.000 | -4.160 | -1.263 |
| Asymmetrique Activity Index_03.Low | -2.4342 | 0.357 | -6.817 | 0.000 | -3.134 | -1.734 |
| Tags_Already a student | -3.8015 | 0.724 | -5.247 | 0.000 | -5.221 | -2.382 |
| Tags_Closed by Horizzon | 5.1851 | 0.722 | 7.184 | 0.000 | 3.770 | 6.600 |
| Tags_Diploma holder (Not Eligible) | -24.1120 | 2.81e+04 | -0.001 | 0.999 | -5.51e+04 | 5.51e+04 |
| Tags_Interested in full time MBA | -2.9855 | 0.741 | -4.028 | 0.000 | -4.438 | -1.533 |
| Tags_Interested in other courses | -2.9603 | 0.329 | -8.996 | 0.000 | -3.605 | -2.315 |
| Tags_Lost to EINS | 6.4382 | 0.838 | 7.684 | 0.000 | 4.796 | 8.080 |
| Tags_Not doing further education | -3.7070 | 1.031 | -3.596 | 0.000 | -5.727 | -1.687 |
| Tags_Ringing | -4.1829 | 0.248 | -16.855 | 0.000 | -4.669 | -3.696 |
| Tags_Will revert after reading the email | 3.6368 | 0.193 | 18.834 | 0.000 | 3.258 | 4.015 |
| Tags_invalid number | -25.6348 | 2.7e+04 | -0.001 | 0.999 | -5.3e+04 | 5.29e+04 |
| Tags_opp hangup | -3.4305 | 1.062 | -3.231 | 0.001 | -5.512 | -1.349 |
| Tags_switched off | -5.0770 | 0.724 | -7.013 | 0.000 | -6.496 | -3.658 |
| Tags_wrong number given | -26.0375 | 3.49e+04 | -0.001 | 0.999 | -6.85e+04 | 6.84e+04 |
| What is your current occupation_Unemployed | 1.9949 | 0.118 | 16.969 | 0.000 | 1.764 | 2.225 |
| What is your current occupation_Working Professional | 2.1030 | 0.363 | 5.788 | 0.000 | 1.391 | 2.815 |
| Last Activity_SMS Sent | 2.0063 | 0.111 | 18.069 | 0.000 | 1.789 | 2.224 |

Creating a data frame with the actual churn flag and the predicted probabilities

| | Converted | Conversion_Prob | LeadID |
|---|-----------|-----------------|--------|
| 0 | 0 | 0.065249 | 8529 |
| 1 | 0 | 0.009300 | 7331 |
| 2 | 1 | 0.820658 | 7688 |
| 3 | 0 | 0.077242 | 92 |
| 4 | 0 | 0.077242 | 4908 |

Creating new column 'predicted' with 1 if Churn_Prob > 0.5 else 0

| | | Converted | Conversion_Prob | LeadID | predicted |
|---|---|-----------|-----------------|--------|-----------|
| (| 0 | 0 | 0.065249 | 8529 | 0 |
| 1 | 1 | 0 | 0.009300 | 7331 | 0 |
| í | 2 | 1 | 0.820658 | 7688 | 1 |
| * | 3 | 0 | 0.077242 | 92 | 0 |
| 4 | 4 | 0 | 0.077242 | 4908 | 0 |

Checking VIFs again...

| | Features | VIF |
|----|--|------|
| 4 | Tags_Closed by Horizzon | 1.29 |
| 9 | Tags_Not doing further education | 1.27 |
| 14 | Tags_switched off | 1.19 |
| 6 | Tags_Interested in full time MBA | 1.12 |
| 5 | Tags_Diploma holder (Not Eligible) | 1.12 |
| 2 | Asymmetrique Activity Index_03.Low | 1.11 |
| 0 | Lead Source_Welingak Website | 1.09 |
| 12 | Tags_invalid number | 1.08 |
| 8 | Tags_Lost to EINS | 1.07 |
| 15 | Tags_wrong number given | 1.04 |
| 13 | Tags_opp hangup | 1.03 |
| 17 | What is your current occupation_Working Profes | 0.79 |
| 1 | Lead Quality_Worst | 0.69 |
| 10 | Tags_Ringing | 0.62 |
| 7 | Tags_Interested in other courses | 0.39 |
| 3 | Tags_Already a student | 0.38 |
| 11 | Tags_Will revert after reading the email | 0.09 |
| 16 | What is your current occupation_Unemployed | 0.01 |
| 18 | Last Activity_SMS Sent | 0.00 |

Dropping the Variable and Updating the Model

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5983 |
| Model Family: | Binomial | Df Model: | 18 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | -1305.1 |
| Date: | Sun, 03 Mar 2019 | Deviance: | 2610.1 |
| Time: | 17:44:18 | Pearson chi2: | 8.25e+03 |
| No. Iterations: | 23 | Covariance Type: | nonrobust |

| | coef | std err | z | P> z | [0.025 | 0.975] |
|--|----------|----------|---------|-------|-----------|----------|
| const | -2.4653 | 0.088 | -27.969 | 0.000 | -2.638 | -2.293 |
| Lead Source_Welingak Website | 3.4161 | 0.731 | 4.676 | 0.000 | 1.984 | 4.848 |
| Lead Quality_Worst | -2.7568 | 0.728 | -3.787 | 0.000 | -4.184 | -1.330 |
| Asymmetrique Activity Index_03.Low | -2.3688 | 0.357 | -6.637 | 0.000 | -3.068 | -1.669 |
| Tags_Already a student | -3.6760 | 0.724 | -5.080 | 0.000 | -5.094 | -2.258 |
| Tags_Closed by Horizzon | 5.2742 | 0.721 | 7.314 | 0.000 | 3.861 | 6.687 |
| Tags_Diploma holder (Not Eligible) | -22.9881 | 1.71e+04 | -0.001 | 0.999 | -3.35e+04 | 3.35e+04 |
| Tags_Interested in full time MBA | -2.8602 | 0.740 | -3.866 | 0.000 | -4.310 | -1.410 |
| Tags_Interested in other courses | -2.8332 | 0.328 | -8.641 | 0.000 | -3.476 | -2.191 |
| Tags_Lost to EINS | 6.4558 | 0.839 | 7.692 | 0.000 | 4.811 | 8.101 |
| Tags_Not doing further education | -3.5698 | 1.030 | -3.467 | 0.001 | -5.588 | -1.552 |
| Tags_Ringing | -4.0320 | 0.246 | -16.378 | 0.000 | -4.515 | -3.550 |
| Tags_Will revert after reading the email | 3.7184 | 0.192 | 19.386 | 0.000 | 3.342 | 4.094 |
| Tags_invalid number | -24.4886 | 1.64e+04 | -0.001 | 0.999 | -3.22e+04 | 3.21e+04 |
| Tags_opp hangup | -3.2794 | 1.061 | -3.092 | 0.002 | -5.358 | -1.201 |
| Tags_switched off | -4.9237 | 0.723 | -6.809 | 0.000 | -6.341 | -3.506 |
| What is your current occupation_Unemployed | 1.8623 | 0.115 | 16.189 | 0.000 | 1.637 | 2.088 |
| What is your current occupation_Working Professional | 2.0226 | 0.363 | 5.570 | 0.000 | 1.311 | 2.734 |
| Last Activity_SMS Sent | 1.9628 | 0.109 | 17.982 | 0.000 | 1.749 | 2.177 |

Creating a data frame with the actual churn flag and the predicted probabilities

| | Converted | Conversion_Prob | LeadID |
|---|-----------|-----------------|--------|
| 0 | 0 | 0.064635 | 8529 |
| 1 | 0 | 0.009613 | 7331 |
| 2 | 1 | 0.795734 | 7688 |
| 3 | 0 | 0.078329 | 92 |
| 4 | 0 | 0.078329 | 4908 |

Creating new column 'predicted' with 1 if Churn_Prob > 0.5 else 0

| | Converted | Conversion_Prob | LeadID | predicted |
|---|-----------|-----------------|--------|-----------|
| 0 | 0 | 0.064635 | 8529 | 0 |
| 1 | 0 | 0.009613 | 7331 | 0 |
| 2 | 1 | 0.795734 | 7688 | 1 |
| 3 | 0 | 0.078329 | 92 | 0 |
| 4 | 0 | 0.078329 | 4908 | 0 |

Checking VIFs again..

| | Features | VIF |
|----|--|------|
| 4 | Tags_Closed by Horizzon | 1.29 |
| 9 | Tags_Not doing further education | 1.26 |
| 14 | Tags_switched off | 1.19 |
| 6 | Tags_Interested in full time MBA | 1.12 |
| 5 | Tags_Diploma holder (Not Eligible) | 1.12 |
| 2 | Asymmetrique Activity Index_03.Low | 1.11 |
| 0 | Lead Source_Welingak Website | 1.09 |
| 12 | Tags_invalid number | 1.08 |
| 8 | Tags_Lost to EINS | 1.06 |
| 13 | Tags_opp hangup | 1.02 |
| 16 | What is your current occupation_Working Profes | 0.79 |
| 1 | Lead Quality_Worst | 0.69 |
| 10 | Tags_Ringing | 0.61 |
| 7 | Tags_Interested in other courses | 0.39 |
| 3 | Tags_Already a student | 0.38 |
| 11 | Tags_Will revert after reading the email | 0.09 |
| 15 | What is your current occupation_Unemployed | 0.01 |
| 17 | Last Activity_SMS Sent | 0.00 |

Dropping the Variable and Updating the Model

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5984 |
| Model Family: | Binomial | Df Model: | 17 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | -1313.2 |
| Date: | Sun, 03 Mar 2019 | Deviance: | 2626.4 |
| Time: | 17:44:36 | Pearson chi2: | 8.42e+03 |
| No. Iterations: | 23 | Covariance Type: | nonrobust |

| | coef | std err | z | P> z | [0.025 | 0.975] |
|--|----------|----------|---------|-------|-----------|----------|
| const | -2.4750 | 0.088 | -28.020 | 0.000 | -2.648 | -2.302 |
| Lead Source_Welingak Website | 3.4678 | 0.731 | 4.747 | 0.000 | 2.036 | 4.900 |
| Lead Quality_Worst | -2.8883 | 0.706 | -4.092 | 0.000 | -4.272 | -1.505 |
| Asymmetrique Activity Index_03.Low | -2.4330 | 0.351 | -6.931 | 0.000 | -3.121 | -1.745 |
| Tags_Already a student | -3.6149 | 0.723 | -4.999 | 0.000 | -5.032 | -2.198 |
| Tags_Closed by Horizzon | 5.3212 | 0.721 | 7.382 | 0.000 | 3.908 | 6.734 |
| Tags_Interested in full time MBA | -2.8081 | 0.740 | -3.794 | 0.000 | -4.259 | -1.357 |
| Tags_Interested in other courses | -2.7838 | 0.328 | -8.493 | 0.000 | -3.426 | -2.141 |
| Tags_Lost to EINS | 6.5606 | 0.846 | 7.757 | 0.000 | 4.903 | 8.218 |
| Tags_Not doing further education | -3.5144 | 1.030 | -3.412 | 0.001 | -5.533 | -1.496 |
| Tags_Ringing | -3.9921 | 0.246 | -16.235 | 0.000 | -4.474 | -3.510 |
| Tags_Will revert after reading the email | 3.7631 | 0.192 | 19.646 | 0.000 | 3.388 | 4.138 |
| Tags_invalid number | -24.4442 | 1.64e+04 | -0.001 | 0.999 | -3.22e+04 | 3.21e+04 |
| Tags_opp hangup | -3.2379 | 1.061 | -3.052 | 0.002 | -5.317 | -1.159 |
| Tags_switched off | -4.8845 | 0.723 | -6.756 | 0.000 | -6.302 | -3.467 |
| What is your current occupation_Unemployed | 1.8184 | 0.114 | 15.893 | 0.000 | 1.594 | 2.043 |
| What is your current occupation_Working Professional | 1.9876 | 0.362 | 5.486 | 0.000 | 1.277 | 2.698 |
| Last Activity_SMS Sent | 1.9808 | 0.109 | 18.198 | 0.000 | 1.767 | 2.194 |
| 4 | | | | | | |

Creating a data frame with the actual churn flag and the predicted probabilities

| | Converted | Conversion_Prob | LeadID |
|---|-----------|-----------------|--------|
| 0 | 0 | 0.064888 | 8529 |
| 1 | 0 | 0.009483 | 7331 |
| 2 | 1 | 0.789866 | 7688 |
| 3 | 0 | 0.077629 | 92 |
| 4 | 0 | 0.077629 | 4908 |

Creating new column 'predicted' with 1 if Churn_Prob > 0.5 else 0

| | Converted | Conversion_Prob | LeadID | predicted |
|---|-----------|-----------------|--------|-----------|
| 0 | 0 | 0.064888 | 8529 | 0 |
| 1 | 0 | 0.009483 | 7331 | 0 |
| 2 | 1 | 0.789866 | 7688 | 1 |
| 3 | 0 | 0.077629 | 92 | 0 |
| 4 | 0 | 0.077629 | 4908 | 0 |

Checking VIFs again..

| | Features | VIF |
|----|--|------|
| 4 | Tags_Closed by Horizzon | 1.28 |
| 8 | Tags_Not doing further education | 1.25 |
| 13 | Tags_switched off | 1.18 |
| 5 | Tags_Interested in full time MBA | 1.11 |
| 0 | Lead Source_Welingak Website | 1.08 |
| 11 | Tags_invalid number | 1.07 |
| 2 | Asymmetrique Activity Index_03.Low | 1.07 |
| 7 | Tags_Lost to EINS | 1.06 |
| 12 | Tags_opp hangup | 1.02 |
| 15 | What is your current occupation_Working Profes | 0.78 |
| 1 | Lead Quality_Worst | 0.67 |
| 9 | Tags_Ringing | 0.59 |
| 6 | Tags_Interested in other courses | 0.38 |
| 3 | Tags_Already a student | 0.37 |
| 10 | Tags_Will revert after reading the email | 0.09 |
| 14 | What is your current occupation_Unemployed | 0.01 |
| 16 | Last Activity_SMS Sent | 0.00 |

Dropping the Variable and Updating the Model

| Dep. Variable: | Converted | No. Observations: | 6002 |
|-----------------|------------------|-------------------|-----------|
| Model: | GLM | Df Residuals: | 5985 |
| Model Family: | Binomial | Df Model: | 16 |
| Link Function: | logit | Scale: | 1.0000 |
| Method: | IRLS | Log-Likelihood: | -1342.4 |
| Date: | Sun, 03 Mar 2019 | Deviance: | 2684.8 |
| Time: | 17:44:56 | Pearson chi2: | 8.52e+03 |
| No. Iterations: | 8 | Covariance Type: | nonrobust |
| | | | |

| | coef | std err | Z | P> z | [0.025 | 0.975] |
|--|---------|---------|---------|-------|--------|--------|
| const | -2.4751 | 0.088 | -28.144 | 0.000 | -2.647 | -2.303 |
| Lead Source_Welingak Website | 3.6135 | 0.730 | 4.949 | 0.000 | 2.182 | 5.044 |
| Lead Quality_Worst | -3.1794 | 0.670 | -4.742 | 0.000 | -4.494 | -1.865 |
| Asymmetrique Activity Index_03.Low | -2.3401 | 0.354 | -6.605 | 0.000 | -3.035 | -1.646 |
| Tags_Already a student | -3.4492 | 0.722 | -4.776 | 0.000 | -4.865 | -2.034 |
| Tags_Closed by Horizzon | 5.4435 | 0.720 | 7.559 | 0.000 | 4.032 | 6.855 |
| Tags_Interested in full time MBA | -2.6565 | 0.740 | -3.591 | 0.000 | -4.106 | -1.207 |
| Tags_Interested in other courses | -2.6347 | 0.327 | -8.060 | 0.000 | -3.275 | -1.994 |
| Tags_Lost to EINS | 6.7102 | 0.862 | 7.786 | 0.000 | 5.021 | 8.399 |
| Tags_Not doing further education | -3.3472 | 1.030 | -3.250 | 0.001 | -5.366 | -1.329 |
| Tags_Ringing | -3.8360 | 0.244 | -15.709 | 0.000 | -4.315 | -3.357 |
| Tags_Will revert after reading the email | 3.8695 | 0.190 | 20.331 | 0.000 | 3.497 | 4.243 |
| Tags_opp hangup | -3.0789 | 1.061 | -2.903 | 0.004 | -5.158 | -1.000 |
| Tags_switched off | -4.7274 | 0.722 | -6.544 | 0.000 | -6.143 | -3.311 |
| What is your current occupation_Unemployed | 1.6711 | 0.112 | 14.926 | 0.000 | 1.452 | 1.891 |
| What is your current occupation_Working Professional | 1.8944 | 0.363 | 5.221 | 0.000 | 1.183 | 2.606 |
| Last Activity_SMS Sent | 1.9687 | 0.107 | 18.383 | 0.000 | 1.759 | 2.179 |

Creating a data frame with the actual Converted flag and the predicted probabilities

| | Converted | Conversion_Prob | LeadID |
|---|-----------|-----------------|--------|
| 0 | 0 | 0.064688 | 8529 |
| 1 | 0 | 0.009566 | 7331 |
| 2 | 1 | 0.762190 | 7688 |
| 3 | 0 | 0.077626 | 92 |
| 4 | 0 | 0.077626 | 4908 |

Creating new column 'predicted' with 1 if Conversion_Prob > 0.5 else 0

| | Converted | Conversion_Prob | LeadID | predicted |
|---|-----------|-----------------|--------|-----------|
| 0 | 0 | 0.064688 | 8529 | 0 |
| 1 | 0 | 0.009566 | 7331 | 0 |
| 2 | 1 | 0.762190 | 7688 | 1 |
| 3 | 0 | 0.077626 | 92 | 0 |
| 4 | 0 | 0.077626 | 4908 | 0 |

Checking VIFs again..

| | Features | VIF |
|----|--|------|
| 4 | Tags_Closed by Horizzon | 1.26 |
| 8 | Tags_Not doing further education | 1.23 |
| 12 | Tags_switched off | 1.17 |
| 5 | Tags_Interested in full time MBA | 1.10 |
| 0 | Lead Source_Welingak Website | 1.08 |
| 2 | Asymmetrique Activity Index_03.Low | 1.07 |
| 7 | Tags_Lost to EINS | 1.06 |
| 11 | Tags_opp hangup | 1.02 |
| 14 | What is your current occupation_Working Profes | 0.77 |
| 1 | Lead Quality_Worst | 0.67 |
| 9 | Tags_Ringing | 0.58 |
| 6 | Tags_Interested in other courses | 0.38 |
| 3 | Tags_Already a student | 0.36 |
| 10 | Tags_Will revert after reading the email | 0.09 |
| 13 | What is your current occupation_Unemployed | 0.01 |
| 15 | Last Activity_SMS Sent | 0.00 |
| 4 | | |



Our latest model have the following features:

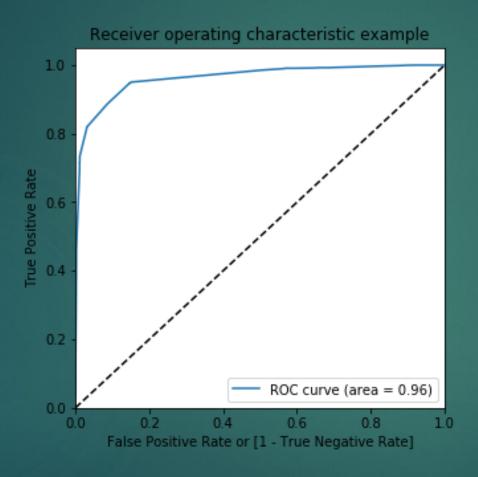
- All variables have p-value
- ▶ All the features have very low VIF values, meaning, there is hardly any multicollinearity among the features. This is also evident from the heat map.
- Overall accuracy of 0.9125 highly acceptable

So we need not drop any more variables and we can proceed with making predictions using this model only

Calculating Metrics beyond Accuracy

```
TP = confusion[1,1] # true positive
TN = confusion[0,0] # true negatives
FP = confusion[0,1] # false positives
FN = confusion[1,0] # false negatives
# Let's see the sensitivity of our logistic regression model
TP / float(TP+FN)
0.8195057369814651
# Let us calculate specificity
TN / float(TN+FP)
0.9689507494646681
# Calculate false postive rate - predicting churn when customer does not have churned
print(FP/ float(TN+FP))
0.031049250535331904
# positive predictive value
print (TP / float(TP+FP))
0.941206284845413
# Negative predictive value
print (TN / float(TN+ FN))
0.8984859766691486
```

Plotting the ROC Curve

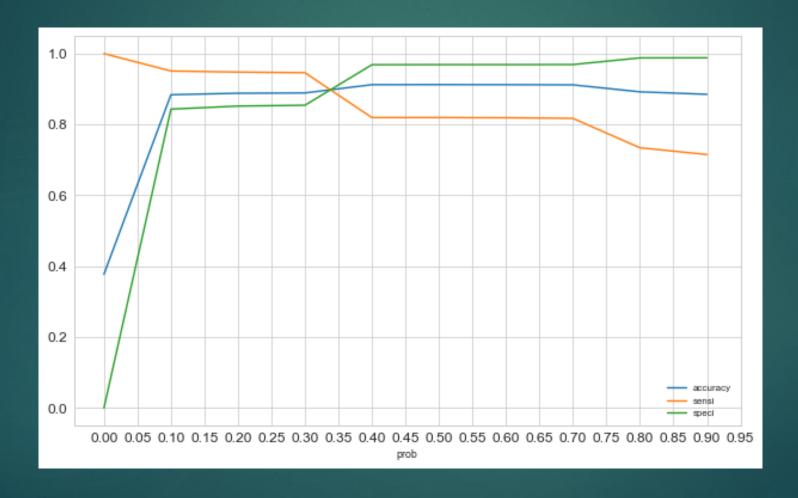


Finding Optimal Cutoff Point

| | Converted | Conversion_Prob | LeadID | predicted | 0.0 | 0.1 | 0.2 | 0.3 | 0.4 | 0.5 | 0.6 | 0.7 | 0.8 | 0.9 |
|---|-----------|-----------------|--------|-----------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| 0 | 0 | 0.064688 | 8529 | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 1 | 0 | 0.009566 | 7331 | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 2 | 1 | 0.762190 | 7688 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 1 | 0 | 0 |
| 3 | 0 | 0.077626 | 92 | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 4 | 0 | 0.077626 | 4908 | 0 | 1 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

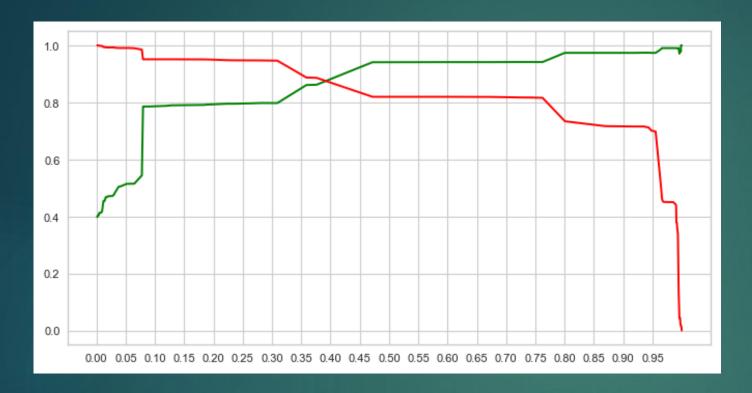
4

Plotting accuracy sensitivity and specificity for various probabilities



From the curve above, 0.33 is the optimum point to take it as a cutoff probability.

Precision and Recall



From the precision-recall graph above, we get the optical threshold value as close to .37. However our business requirement here is to have Lead Conversion Rate around 80%.

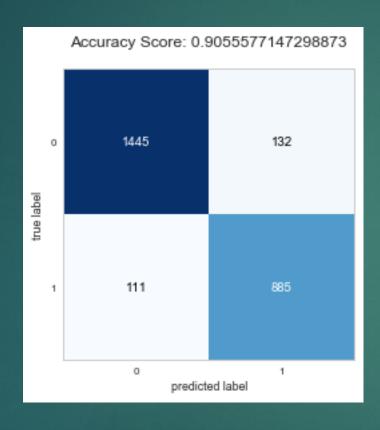
This is already achieved with our earlier threshold value of 0.33. So we will stick to this value.

Calculating the F1 score

```
F1 = 2*(precision*recall)/(precision+recall)
F1
```

0.8737231036731146

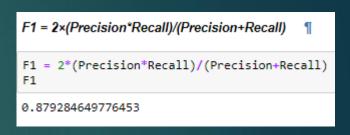
Confusion Matrix in Visuals



Different metrics beyond accuracy on the test dataset

Sensitivity ¶ TP/TP+FN # Let's see the sensitivity of our logistic regression model TP / float(TP+FN) 0.8885542168674698

Specificity TN/TN+FP # Let us calculate specificity TN / float(TN+FP) 0.9162967660114141



```
False Postive Rate

FP/TN + FP

# Calculate false postive rate - predicting churn when customer does not have churned print(FP/ float(TN+FP))

0.08370323398858592
```

```
Positive Predictive Value ¶

TP/TP+FP

: # Positive predictive value print (TP / float(TP+FP))

0.8702064896755162
```

```
Negative Predictive Value

TN / TN + FN

]: # Negative predictive value
print (TN / float(TN+ FN))

0.9286632390745502
```

```
Precision
TP/TP+FP

Precision = confusion_test[1,1]/(confusion_test[0,1]+confusion_test[1,1])
Precision
0.8702064896755162
```

```
Recall
TP/TP+FN

Recall = confusion_test[1,1]/(confusion_test[1,0]+confusion_test[1,1])
Recall
0.8885542168674698
```

Classification Report

```
from sklearn.metrics import classification_report
print(classification_report(y_pred_final.Converted, y_pred_final.final_predicted))

precision recall f1-score support

0 0.93 0.92 0.92 1577
1 0.87 0.89 0.88 996
```

0.91

2573

Cross Validation Score

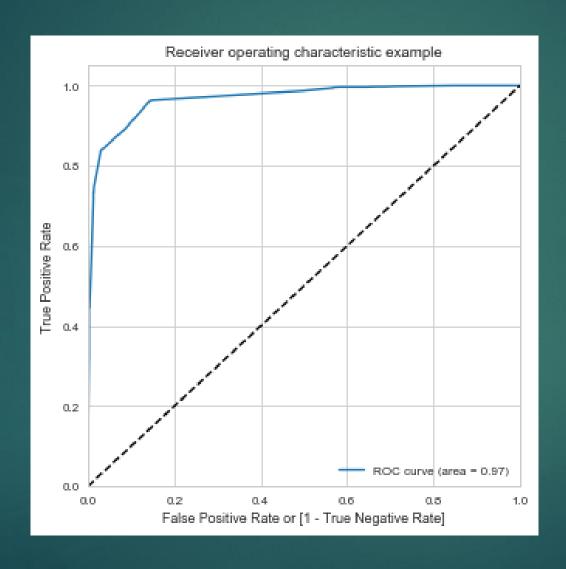
0.91

0.91

avg / total

To avoid overfitting, let us calculate the Cross Validation Score to see how our model performs

Plotting the ROC Curve for Test Dataset



Calculating the Area Under the Curve(GINI)

```
def auc_val(fpr,tpr):
    AreaUnderCurve = 0.
    for i in range(len(fpr)-1):
        AreaUnderCurve += (fpr[i+1]-fpr[i]) * (tpr[i+1]+tpr[i])
    AreaUnderCurve *= 0.5
    return AreaUnderCurve

auc = auc_val(fpr,tpr)
auc

0.9678947241088641
```

As a rule of thumb, an AUC can be classed as follows,

```
•0.90 - 1.00 = excellent

•0.80 - 0.90 = good

•0.70 - 0.80 = fair

•0.60 - 0.70 = poor

•0.50 - 0.60 = fail
```

Since we got a value of 0.9678, our model seems to be doing well on the test dataset.

Calculating Lead score for the entire dataset

Lead Score = 100 * Conversion Probability

test dataset

| | LeadID | Converted | Conversion_Prob | final_predicted |
|---|--------|-----------|-----------------|-----------------|
| 0 | 6190 | 0 | 0.000591 | 0 |
| 1 | 7073 | 0 | 0.077626 | 0 |
| 2 | 4519 | 0 | 0.309185 | 0 |
| 3 | 607 | 1 | 0.999825 | 1 |
| 4 | 440 | 0 | 0.077626 | 0 |

train dataset

| | LeadID | Converted | Conversion_Prob | final_predicted |
|---|--------|-----------|-----------------|-----------------|
| 0 | 8529 | 0 | 0.064688 | 0 |
| 1 | 7331 | 0 | 0.009566 | 0 |
| 2 | 7688 | 1 | 0.762190 | 1 |
| 3 | 92 | 0 | 0.077626 | 0 |
| 4 | 4908 | 0 | 0.077626 | 0 |
| | | | | |

Concatenating the train and the test dataset with the Conversion Probabilities

| | LeadID | Converted | Conversion_Prob | final_predicted |
|---|--------|-----------|-----------------|-----------------|
| 0 | 8529 | 0 | 0.064688 | 0 |
| 1 | 7331 | 0 | 0.009566 | 0 |
| 2 | 7688 | 1 | 0.762190 | 1 |
| 3 | 92 | 0 | 0.077626 | 0 |
| 4 | 4908 | 0 | 0.077626 | 0 |
| | | | | |

Calculating the lead score value

| | LeadID | Converted | Conversion_Prob | final_predicted | Lead_Score |
|---|--------|-----------|-----------------|-----------------|------------|
| 0 | 8529 | 0 | 0.064688 | 0 | 6 |
| 1 | 7331 | 0 | 0.009566 | 0 | 1 |
| 2 | 7688 | 1 | 0.762190 | 1 | 76 |
| 3 | 92 | 0 | 0.077626 | 0 | 8 |
| 4 | 4908 | 0 | 0.077626 | 0 | 8 |

Associating the lead ids and score with respective leads

| | Lead Number | Converted | Conversion_Prob | final_predicted | Lead_Score |
|--------|-------------|-----------|-----------------|-----------------|------------|
| LeadID | | | | | |
| 0 | 660737 | 0 | 0.031109 | 0 | 3 |
| 1 | 660728 | 0 | 0.009566 | 0 | 1 |
| 2 | 660727 | 1 | 0.801308 | 1 | 80 |
| 3 | 660719 | 0 | 0.009566 | 0 | 1 |
| 4 | 660681 | 1 | 0.955452 | 1 | 96 |
| 5 | 660680 | 0 | 0.077626 | 0 | 8 |
| 6 | 660673 | 1 | 0.955452 | 1 | 96 |
| 7 | 660664 | 0 | 0.077626 | 0 | 8 |
| 8 | 660624 | 0 | 0.077626 | 0 | 8 |
| 9 | 660616 | 0 | 0.077626 | 0 | 8 |

Determining Feature Importance

| Lead Source_Welingak Website | 3.61 |
|--|-------|
| Lead Quality_Worst | -3.18 |
| Asymmetrique Activity Index_03.Low | -2.34 |
| Tags_Already a student | -3.45 |
| Tags_Closed by Horizzon | 5.44 |
| Tags_Interested in full time MBA | -2.66 |
| Tags_Interested in other courses | -2.63 |
| Tags_Lost to EINS | 6.71 |
| Tags_Not doing further education | -3.35 |
| Tags_Ringing | -3.84 |
| Tags_Will revert after reading the email | 3.87 |
| Tags_opp hangup | -3.08 |
| Tags_switched off | -4.73 |
| What is your current occupation_Unemployed | 1.67 |
| What is your current occupation_Working Professional | 1.89 |
| Last Activity_SMS Sent | 1.97 |
| dtype: float64 | |

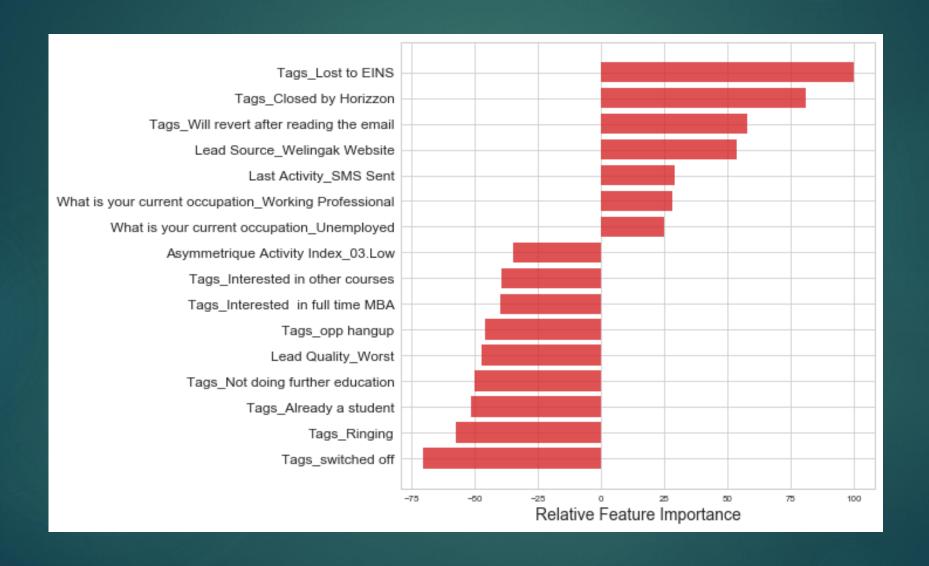
Getting a relative coefficient value for all the features wrt the feature with the highest coefficient

| Lead Source_Welingak Website | 53.85 |
|--|--------|
| Lead Quality_Worst | -47.38 |
| Asymmetrique Activity Index_03.Low | -34.87 |
| Tags_Already a student | -51.40 |
| Tags_Closed by Horizzon | 81.12 |
| Tags_Interested in full time MBA | -39.59 |
| Tags_Interested in other courses | -39.26 |
| Tags_Lost to EINS | 100.00 |
| Tags_Not doing further education | -49.88 |
| Tags_Ringing | -57.17 |
| Tags_Will revert after reading the email | 57.67 |
| Tags_opp hangup | -45.88 |
| Tags_switched off | -70.45 |
| What is your current occupation_Unemployed | 24.90 |
| What is your current occupation_Working Professional | 28.23 |
| Last Activity_SMS Sent | 29.34 |
| dtype: float64 | |

Sorted order of features

| Lead Source Welingak Website | 12 |
|--|----|
| Lead Quality Worst | 9 |
| Asymmetrique Activity Index_03.Low | 3 |
| Tags_Already a student | 8 |
| Tags_Closed by Horizzon | 1 |
| Tags_Interested in full time MBA | 11 |
| Tags_Interested in other courses | 5 |
| Tags_Lost to EINS | 6 |
| Tags_Not doing further education | 2 |
| Tags_Ringing | 13 |
| Tags_Will revert after reading the email | 14 |
| Tags_opp hangup | 15 |
| Tags_switched off | 0 |
| What is your current occupation_Unemployed | 10 |
| What is your current occupation_Working Professional | 4 |
| Last Activity_SMS Sent | 7 |
| dtype: int64 | |

Plotting the relative coefficient variable values



Top 3 features that contribute to a lead conversion are,

| | index | 0 | |
|----|--|--------|--|
| 7 | Tags_Lost to EINS | 100.00 | |
| 4 | Tags_Closed by Horizzon | 81.12 | |
| 10 | Tags_Will revert after reading the email | 57.67 | |
| | | | |

Concluding..

- ► All variables have p-value <0.05
- All the features have very low VIF values, meaning, there is hardly any Multicollinearity among the features.
- ▶ The overall accuracy of 0.9056 at a probability threshold of 0.33 on the test dataset is also very acceptable.

The conversion probability of a lead increases with increase in values of the following features in descending order

Tags_Lost to EINS Tags_Closed by Horizzon Tags_Will revert after reading the email Lead Source_Welingak Website Last Activity_SMS Sent What is your current occupation_Working Professional What is your current occupation_Unemployed

The conversion probability of a lead increases with decrease in values of the following features in descending order

Tags_switched off Tags_Ringing Tags_Already a student Tags_Not doing further education Lead Quality_Worst Tags_opp hangup Tags_Interested in full time MBA Tags_Interested in other courses Asymmetrique Activity Index_03.Low