UPGRAD LEAD SCORE CASE STUDY

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PROBLEM STATEMENT

- •X Education sells online courses to its customers
- •Company wants to increase the number of leads to join the courses
- •Company is looking to smoothen the process of identifying potential leads (Hot leads)
- Company wishes to call only those leads who are potentially hot leads and hence needs to save time for other productive task

Business Objective

- Lead wants to build a logistic regression model to assign a lead score between 0 and 100 to each of the leads which can be used by the company to target potential leads.
- •A higher score would mean that the lead is hot, i.e. is most likely to convert whereas a lower score would mean that the lead is cold and will mostly not get converted.
- •The CEO, in particular, has given a ballpark of the target lead conversion rate to be around 80%
- •the company reaches its target for a quarter before the deadline. During this time, the company wants the sales team to focus on some new work as well. 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.

METHODOLOGY FOR MODEL PREPARATION

- Data Cleaning, imputing and understanding the data
- To check null values, 'Select' data and to find a solution to deal with such values
- To check outliers in the data
- Exploratory data Analysis
- Creation of Dummy variables for categorical columns
- Scaling of numerical variables
- Building Logistic Regression Model
- Model evaluation using confusion matrix, precision, recall, specificity.

DATA CLEANING & IMPUTATION

Total columns at initial = 37

Columns such as 'City', 'Country', 'Prospect Id', 'Lead number' are eliminated as there serve no enhancement in analysis

Eliminating all the 'Asymmetric' features as these contain more than 50% of null values

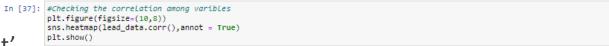
Reducing the data by removing all the rows which contain the 'Select' values in columns such as 'Lead Profile', 'Specialization' and 'How did you hear about X Education'

At the end we left with 12 columns and 6373 rows for EDA

Exploratory Data Analysis (EDA)

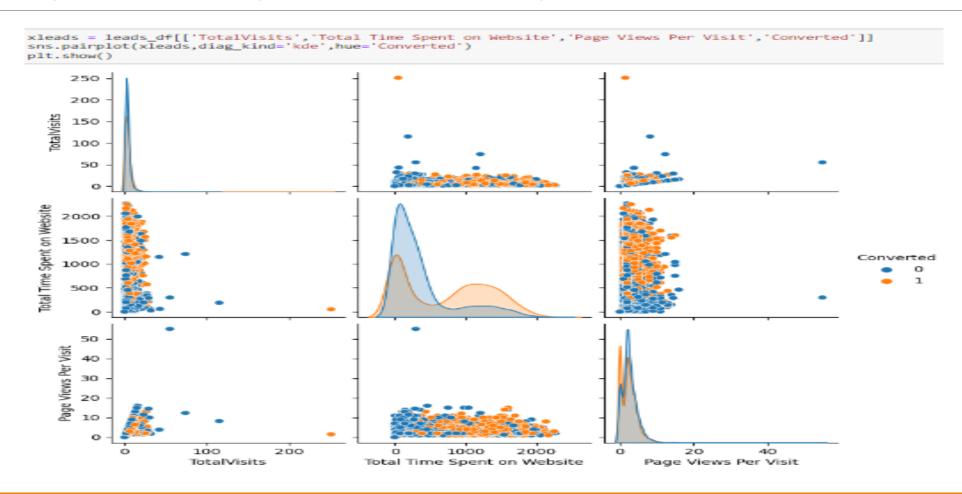
- 'TotalVisits' has high co-relation with 'Page Views Per Visit'
- 'Total time spent on Website' has a direct correlation with 'Converted' which is a target column

In [36]:	lead_data.corr()						
ut[36]:		Converted	TotalVisits	Total Time Spent on Website	Page Views Per Visit		
	Converted	1.000000	-0.002933	0.336092	-0.098751		
	TotalVisits	-0.002933	1.000000	0.113488	0.407609		
	Total Time Spent on Website	0.336092	0.113488	1.000000	0.188492		
	Page Views Per Visit	-0.098751	0.407609	0.186492	1.000000		





Exploratory Data Analysis (EDA) - Conti



DUMMY VARIABLES SELECTION

Following are the categorical variable which are considered for creating dummy variables

- 'Lead Origin',
- 'Lead Source',
- 'Do Not Email',
- 'Last Activity',
- 'Specialization',
- 'What is your current occupation',
- 'A free copy of Mastering The Interview',
- 'Last Notable Activity'

TRAIN TEST SPLIT

The data is split in the ratio of 70 (Train) to 30 (test)

•Train data rows in total: 3174

•Test data rows in total: 1361

```
print(f"X_train shape {X_train.shape}\n")
print(f"X_test shape {X_test.shape}\n")
print(f"y_train shape {y_train.shape}\n")
print(f"y_test shape {y_test.shape}\n")

X_train shape (3174, 72)

X_test shape (1361, 72)

y_train shape (3174,)

y_test shape (1361,)
```

SCALING

Below are the numerical columns selected for scaling.

- 'TotalVisits'
- 'Total Time Spent on Website'
- 'Page Views Per Visit'

BEFORE

F ----- -- 72 ------

X_train.head()								
	TotalVisits	Total Time Spent on Website	Page Views Per Visit	Lead Origin_Landing Page Submission	Lead Origin_Lead Add Form	Lead Origin_Lead Import	Lead Source_Direct Traffic	Source
2006	14.0	255	7.00	1	0	0	0	
5140	5.0	12	1.67	1	0	0	0	
7588	4.0	30	4.00	1	0	0	1	
5244	6.0	158	3.00	1	0	0	1	
8663	11.0	190	3.67	1	0	0	0	

AFTER

	TotalVisits	Total Time Spent on Website	Page Views Per Visit	Lead Origin_Landing Page Submission	Lead Origin_Lead Add Form	Lead Origin_Lead Import	Lead Source_Direct Traffic
2006	1.604339	-0.648184	1.845831	1	0	0	0
5140	0.111763	-1.076875	-0.588172	1	0	0	0
7588	-0.054079	-1.044935	0.475848	1	0	0	1
5244	0.277605	-0.819228	0.019187	1	0	0	1
8663	1.106814	-0.762801	0.325150	1	0	0	0

MODEL BUILDING

- Model is build using Logistic Regression classification technique
- Columns are eliminated using Recursive Feature Elimination (RFE)
- •Variance Inflation Factor and p-values are considered for further manual elimination of the columns
- •Max limit for VIF is 5 and for p-value is 0.05
- •Separate individual function for logistic model and Variance inflation Factor are written for the reusability
- •Recursively perform RFE and VIF to get best feature at the end for building model

MODEL BUILDING - Conti

Generalized Linear N	Model Regression R	esults						
Dep. Variable:	Converted	No. Ob	servations:	4	461			
Model:	GLM	Df	Residuals:	4	449			
Model Family:	Binomial		Df Model:		11			
Link Function:	Logit		Scale:	1.0	000			
Method:	IRLS	Log-	Likelihood:	-20	79.1			
Date:	Mon, 17 Jul 2023		Deviance:	41	58.1			
Time:	12:21:54	Pe	arson chi2:	4.80e	+03			
No. Iterations:	7	Pseudo R	R-squ. (CS):	0.3	642			
Covariance Type:	nonrobust							
			coef	std err	z	P> z	[0.025	0.975]
		const	0.2040	0.196	1.043	0.297	-0.179	0.587
	1	otalVisits	11.1489	2.665	4.184	0.000	5.926	16.371
	Total Time Spent o	n Website	4.4223	0.185	23.899	0.000	4.060	4.785
	Lead Origin_Lead	Add Form	4.2051	0.258	16.275	0.000	3.699	4.712
	Lead Source_C	lark Chat	1.4526	0.122	11.934	0.000	1.214	1.691
Lea	d Source_Welinga	k Website	2.1526	1.037	2.076	0.038	0.121	4.185
	Do Not E	mail_Yes	-1.5037	0.193	-7.774	0.000	-1.883	-1.125
Last Activity	_Had a Phone Con	versation	2.7552	0.802	3.438	0.001	1.184	4.326
	Last Activity_	SMS Sent	1.1856	0.082	14.421	0.000	1.024	1.347
What is your	current occupation	_Student	-2.3578	0.281	-8.392	0.000	-2.908	-1.807
What is your curre	ent occupation_Un	employed	-2.5445	0.186	-13.699	0.000	-2.908	-2.180
Last N	otable Activity_Un	reachable	2.7846	0.807	3.449	0.001	1.202	4.367

	Features	VIF
9	What is your current occupation_Unemployed	2.82
1	Total Time Spent on Website	2.00
0	TotalVisits	1.54
7	Last Activity_SMS Sent	1.51
2	Lead Origin_Lead Add Form	1.45
3	Lead Source_Olark Chat	1.33
4	Lead Source_Welingak Website	1.30
5	Do Not Email_Yes	1.08
8	What is your current occupation_Student	1.06
6	Last Activity_Had a Phone Conversation	1.01
10	Last Notable Activity_Unreachable	1.01

MODEL EVALUATION: Train data

Different measures are used to evaluate the model which includes

Confusion Matri

Accuracy > ~ 79% which is quite good.

```
# Let's check the accuracy now
metrics.accuracy_score(y_train_pred_final.Converted, y_train_pred_final.final_predicted)
```

0.7908540685944856

MODEL EVALUATION: Train data - Conti

Sensitivity > ~ 77%

Precision > ~ 78%

•Specificity > ~78%

•Recall > ~ 77%

```
# Let's evaluate the other metrics as well
TP = confusion2[1,1] # true positive
TN = confusion2[0,0] # true negatives
FP = confusion2[0,1] # false positives
FN = confusion2[1,0] # false negatives
# Calculate Precision
TP/(TP+FP)
0.784037558685446
# Calculate Recall
TP/(TP+FN)
0.7771056305258259
# Calculate sensitivity
TP / float(TP+FN)
0.7794759825327511
# Calculate specificity
TN / float(TN+FP)
0.7891566265060241
```

We have got quite good values for sensitivity and specificity for threshold cut off at 0.42 with 79% of accuracy in train data which is quite good.

MODEL EVALUATION: Test data

Different measures are used to evaluate the model which includes

Confusion Matri

Accuracy > ~ 78% which is quite good.

```
# Let's check the overall accuracy
metrics.accuracy_score(y_pred_final['Converted'], y_pred_final.final_predicted)
0.7866108786610879
```

MODEL EVALUATION: Train data - Conti

• Sensitivity > ~ 76%

Precision > ~ 78%

•Specificity > ~80%

•Recall > ~ 76%

```
TP = confusion2[1,1] # true positive
TN = confusion2[0,0] # true negatives
FP = confusion2[0,1] # false positives
FN = confusion2[1,0] # false negatives
# Calculate Specificity
TN/(TN+FP)
0.8042168674698795
# Calculate Sensitivity
TP/(TP+FN)
0.767467248908297
# Calculate Precision
TP/(TP+FP)
0.7828507795100222
# Calculate Recall.
TP/(TP+FN)
0.767467248908297
```

we obtained sensitivity of 76% and specificity of 80% with current logistic regression model which is quite satisfactory with 78.66% of accuracy.

Business recommendation & Conclusion

X Education can make use of the following points in order to convert their leads into successful leads:

- It is observed that those who vists the website and spend considerable amount of time there, can be approached to convert them into successful leads
- Also, those Source Olark Chat and Welingak Website can also be taken into consideration for the successful lead
- Those with Origin_Lead Add Form has chances to get convert into lead
- By closely looking at the data When the last activity Had a Phone Conversation, then there are high chances of them getting converted into successful leads
- It is observed that those who working professionals are more prone to opt for the courses
- Business can max the number of leads generated by direct traffic and google