

Customer Conversion

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```
library(readxl)
library(ggplot2)
library(dplyr)
```

```
##
## Attaching package: 'dplyr'

## The following objects are masked from 'package:stats':
##
##   filter, lag

## The following objects are masked from 'package:base':
##
##   intersect, setdiff, setequal, union
```

```
library(glmnet)
```

```
## Warning: package 'glmnet' was built under R version 4.1.3

## Loading required package: Matrix

## Loaded glmnet 4.1-4
```

```
library(lubridate)
```

```
## Warning: package 'lubridate' was built under R version 4.1.3

##
## Attaching package: 'lubridate'

## The following objects are masked from 'package:base':
##
##   date, intersect, setdiff, union
```

```

library(scatterplot3d)

### LOAD THE DATA IN AND MERGE

session = read.csv('sessions.csv', sep = ',')

transactions = read.csv('transactions.csv', sep = ',')

data= merge(session,transactions,by=c("session_id"))

### USE YMD TO CONVERT DATE TO DATE TYPE

data$session_dt = ymd(data$session_dt)

### ADD TWO FEATURE FOR DATE WHICH TELLS WHAT DAY AND WHAT MONTH

data = data %>% mutate(session_day = weekdays(as.Date(data$session_dt)),session_month = months(as.Date(
data$session_dt)))

data$session_day = as.factor(data$session_day)

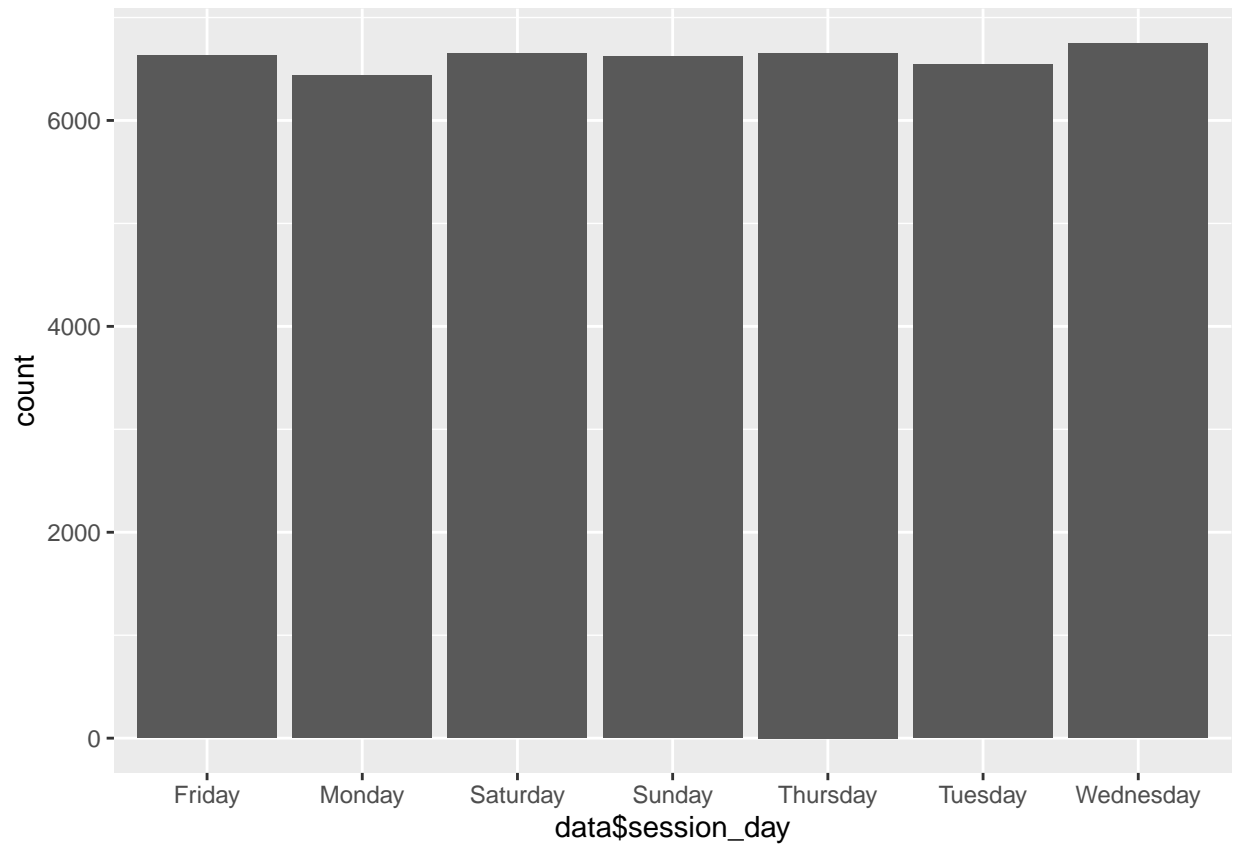
data$session_month = as.factor(data$session_month)

### EDA

ggplot(data = data, aes(data$session_day)) +
  geom_bar()

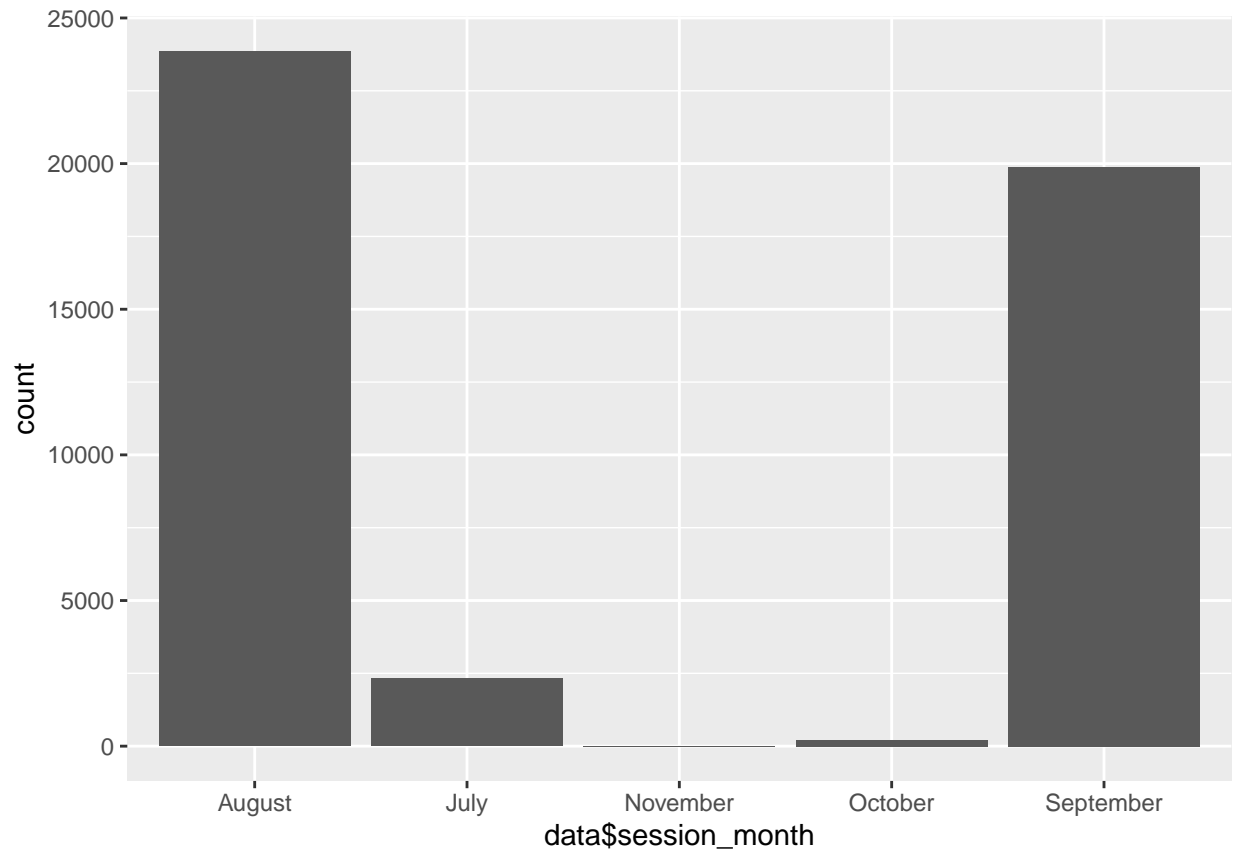
## Warning: Use of 'data$session_day' is discouraged. Use 'session_day' instead.

```



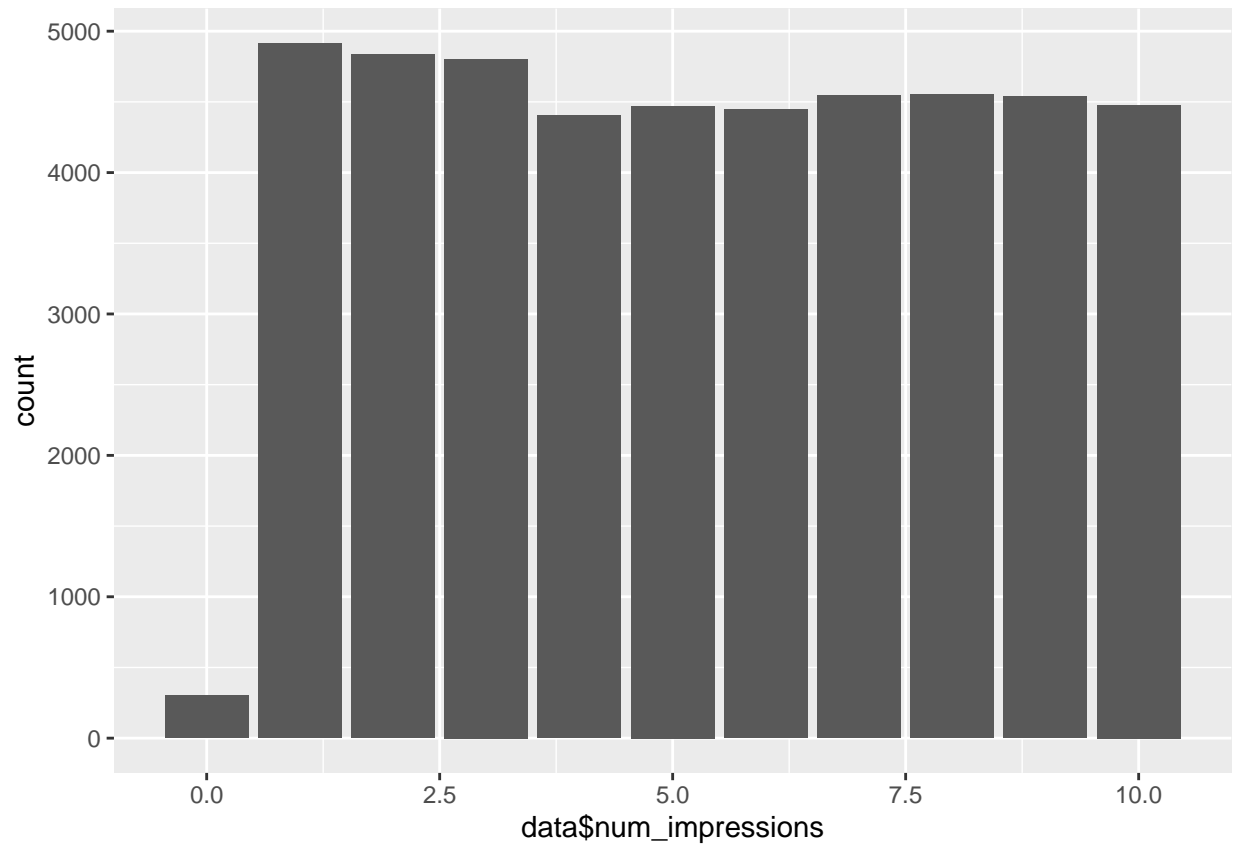
```
ggplot(data = data, aes(data$session_month)) +  
  geom_bar()
```

```
## Warning: Use of 'data$session_month' is discouraged. Use 'session_month'  
## instead.
```



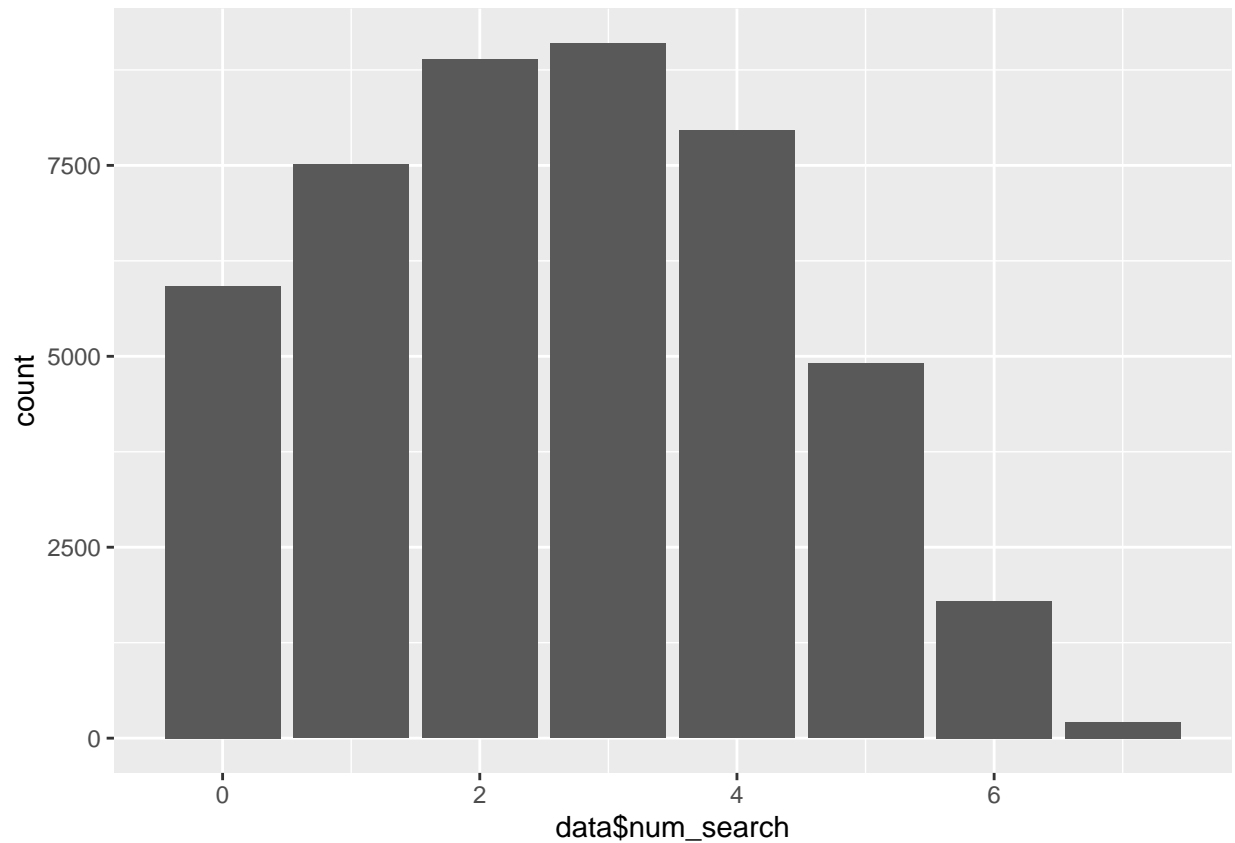
```
ggplot(data = data, aes(data$num_impressions)) +  
  geom_bar()
```

```
## Warning: Use of 'data$num_impressions' is discouraged. Use 'num_impressions'  
## instead.
```



```
ggplot(data = data, aes(data$num_search)) +  
  geom_bar()
```

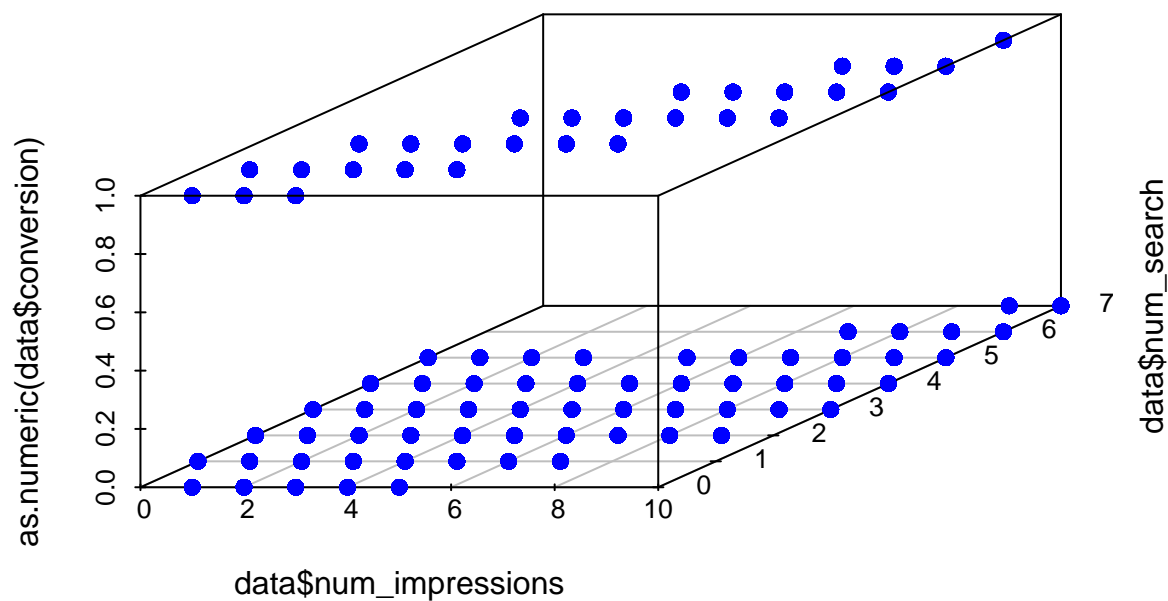
```
## Warning: Use of 'data$num_search' is discouraged. Use 'num_search' instead.
```



```
totconversion = data %>% group_by(conversion) %>% summarise(count = n())  
howmanysessions = data %>% group_by(user_id) %>% summarise(count = n())  
unique(howmanysessions$count)
```

```
## [1] 3 4 5 6
```

```
scatterplot3d(data$num_impressions, data$num_search, as.numeric(data$conversion), pch = 19, color = "bl
```



ADD RANKING FEATURE FOR SEVERAL FEATURES

```
nexttr = data %>% group_by(user_id) %>% arrange(session_dt) %>% mutate(rank = rank(session_dt,ties.method="first"))
```

```
nexttr = nexttr %>% group_by(user_id) %>% mutate(prevrel = ifelse(rank == 1,0,ifelse(rank == 2, avg_rel, 1)))
```

```
nexttr = nexttr %>% group_by(user_id) %>% mutate(prevsearch = ifelse(rank == 1,0,ifelse(rank == 2, num_search, 1)))
```

```
nexttr = nexttr %>% group_by(user_id) %>% mutate(previmp = ifelse(rank == 1,0,ifelse(rank == 2, num_impressions, 1)))
```

```
nexttr = nexttr %>% mutate(b4thisses = (imp2sess - num_impressions))
```

```
nexttr = nexttr %>% mutate(searchb4 = (num2ses - num_search))
```

```
nexttr$prevrel = as.numeric(nexttr$prevrel)
```

```
nexttr$prevsearch = as.numeric(nexttr$prevsearch)
```

```
nexttr$previmp = as.numeric(nexttr$previmp)
```

DROP FEATURES THAT ARE OF NO VALUE AND NOT BEING USED

```

use = nexttr[,!(colnames(nexttr)%in% c("session_id","session_dt","user_id","avgrelacross","totsearch","

### Split into train, validation and test

train = use[use$train == TRUE,]

train = train[,!(colnames(train)%in% c("train","score","test"))]

validation = use[use$score == TRUE,]

validation = validation[,!(colnames(validation)%in% c("train","score","test"))]

test = use[use$test == TRUE,]

test = test[,!(colnames(test)%in% c("train","score","test"))]

### CREATE MATRIX FOR FEATURES AND PULL TARGET VARIABLE INTO ITS OWN DATAFRAME

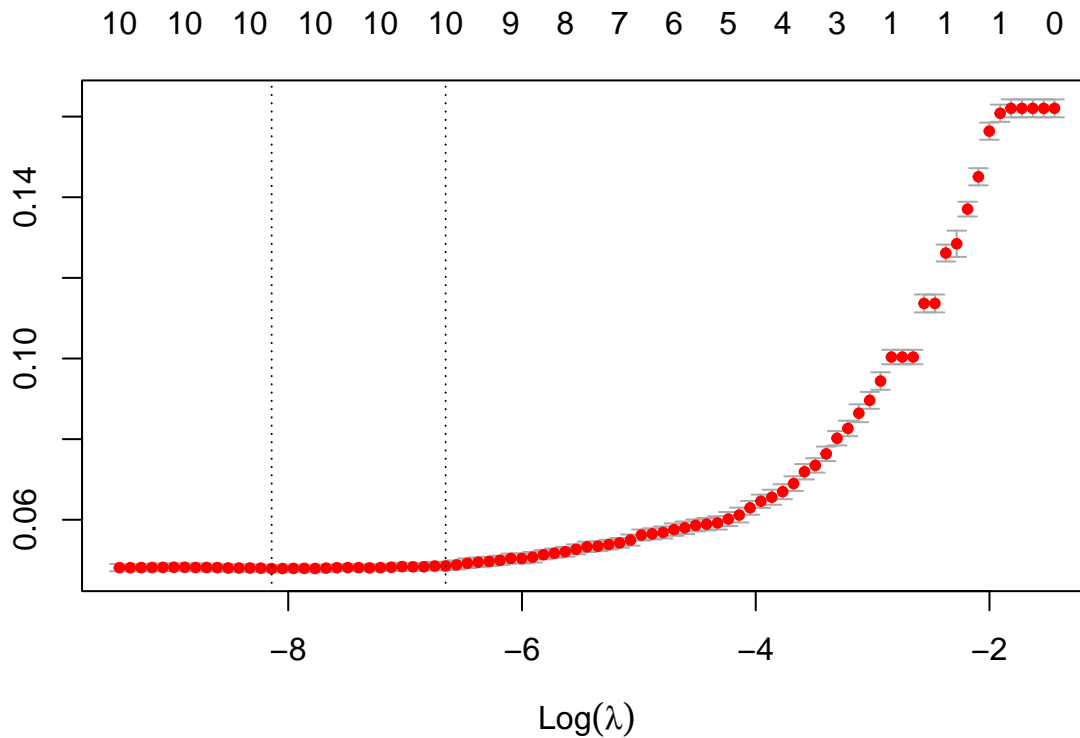
x = model.matrix(conversion ~ ., train)[,-1]

y = as.factor(train$conversion)

### FIT MODEL USING CV AND L1 PENALTY

fit_ridge_cv = cv.glmnet(x, y, alpha = 1,family = "binomial",type.measure = "class")
plot(fit_ridge_cv)

```

```
coef(fit_ridge_cv,s = "lambda.min")
```

```
## 11 x 1 sparse Matrix of class "dgCMatrix"
##              s1
## (Intercept)  -24.6484577
## num_impressions    0.3088236
## avg_relevance      6.6932226
## num_search         -0.2201854
## session_monthJuly   -2.8521413
## session_monthNovember -8.2045718
## session_monthOctober -11.2655291
## session_monthSeptember -0.1214183
## rank              2.6773452
## imp2sess           0.8305224
## num2ses            -0.3804287
```

```
coef(fit_ridge_cv,s = "lambda.1se")
```

```
## 11 x 1 sparse Matrix of class "dgCMatrix"
##              s1
## (Intercept)  -22.14387870
## num_impressions    0.26603141
## avg_relevance      5.99574054
## num_search         -0.19271328
```

```
## session_monthJuly      -1.13262187
## session_monthNovember -6.29910993
## session_monthOctober   -8.55426181
## session_monthSeptember -0.05386694
## rank                   2.32764634
## imp2sess                0.72063170
## num2ses                 -0.26257964
```

PREDICT AND CHECK FOR ACCURACY TRAIN DATA

```
xtrain = model.matrix(conversion ~ ., train)[,-1]

ne = data.frame(predict(fit_ridge_cv,xtrain,type = "class", s="lambda.min"))

see = data.frame(train$conversion)

see$pred = ne$lambda.min

table(see$pred,see$train.conversion)
```

```
##
##      FALSE  TRUE
## FALSE 25574   858
##  TRUE   643  4212
```

CALCULATE PREDICTION STATISTICS

```
cm <- table(see$pred, see$train.conversion)

accuracy <- sum(cm[1], cm[4]) / sum(cm[1:4])
precision <- cm[4] / sum(cm[4], cm[2])
sensitivity <- cm[4] / sum(cm[4], cm[3])
fscore <- (2 * (sensitivity * precision))/(sensitivity + precision)
specificity <- cm[1] / sum(cm[1], cm[2])

accuracy
```

```
## [1] 0.9520248
```

```
precision
```

```
## [1] 0.8675592
```

```
sensitivity
```

```
## [1] 0.8307692
```

```
fscore
```

```
## [1] 0.8487657
```

```
specificity
```

```
## [1] 0.9754739
```

PREDICT AND CHECK ACCURACY

```
xval = model.matrix(conversion ~ ., validation)[,-1]
ne = data.frame(predict(fit_ridge_cv,xval,type = "class", s="lambda.min"))
see = data.frame(validation$conversion)
see$pred = ne$lambda.min
table(see$pred,see$validation.conversion)
```

```
##
##          FALSE  TRUE
##  FALSE 12370   416
##   TRUE    200  2014
```

CALCULATE PREDICTION STATISTICS

```
cm <- table(see$pred, see$validation.conversion)

accuracy <- sum(cm[1], cm[4]) / sum(cm[1:4])
precision <- cm[4] / sum(cm[4], cm[2])
sensitivity <- cm[4] / sum(cm[4], cm[3])
fscore <- (2 * (sensitivity * precision))/(sensitivity + precision)
specificity <- cm[1] / sum(cm[1], cm[2])

accuracy
```

```
## [1] 0.9589333
```

```
precision
```

```
## [1] 0.9096658
```

```
sensitivity
```

```
## [1] 0.8288066
```

```
fscore
```

```
## [1] 0.8673557
```

```
specificity
```

```
## [1] 0.9840891
```

```
### PREDICT AND CHECK ACCURACY ON TEST DATA
```

```
xtest = model.matrix(conversion ~ ., test)[-1]
ne = data.frame(predict(fit_ridge_cv,xtest,type = "class", s="lambda.min"))
see = data.frame(test$conversion)
see$pred = ne$lambda.min
table(see$pred,see$test.conversion)
```

```
##
##          FALSE TRUE
##  FALSE  2461  416
##   TRUE   109 2014
```

```
### CALCULATE PREDICTION STATISTICS
```

```
cm <- table(see$pred, see$test.conversion)

accuracy <- sum(cm[1], cm[4]) / sum(cm[1:4])
precision <- cm[4] / sum(cm[4], cm[2])
sensitivity <- cm[4] / sum(cm[4], cm[3])
fscore <- (2 * (sensitivity * precision))/(sensitivity + precision)
specificity <- cm[1] / sum(cm[1], cm[2])

accuracy
```

```
## [1] 0.895
```

```
precision
```

```
## [1] 0.9486576
```

```
sensitivity
```

```
## [1] 0.8288066
```

```
fscore
```

```
## [1] 0.8846914
```

```
specificity
```

```
## [1] 0.9575875
```

```
### COMPARE TO RIDGE REGRESSION
```

```
### FIT MODEL USING CV AND L2 PENALTY
```

```
use = nextttr[,!(colnames(nextttr)%in% c("session_id","session_dt","user_id"))]
```

```
### Split into train, validation and test
```

```
train = use[use$train == TRUE,]
```

```
train = train[,!(colnames(train)%in% c("train","score","test"))]
```

```
validation = use[use$score == TRUE,]
```

```
validation = validation[,!(colnames(validation)%in% c("train","score","test"))]
```

```
test = use[use$test == TRUE,]
```

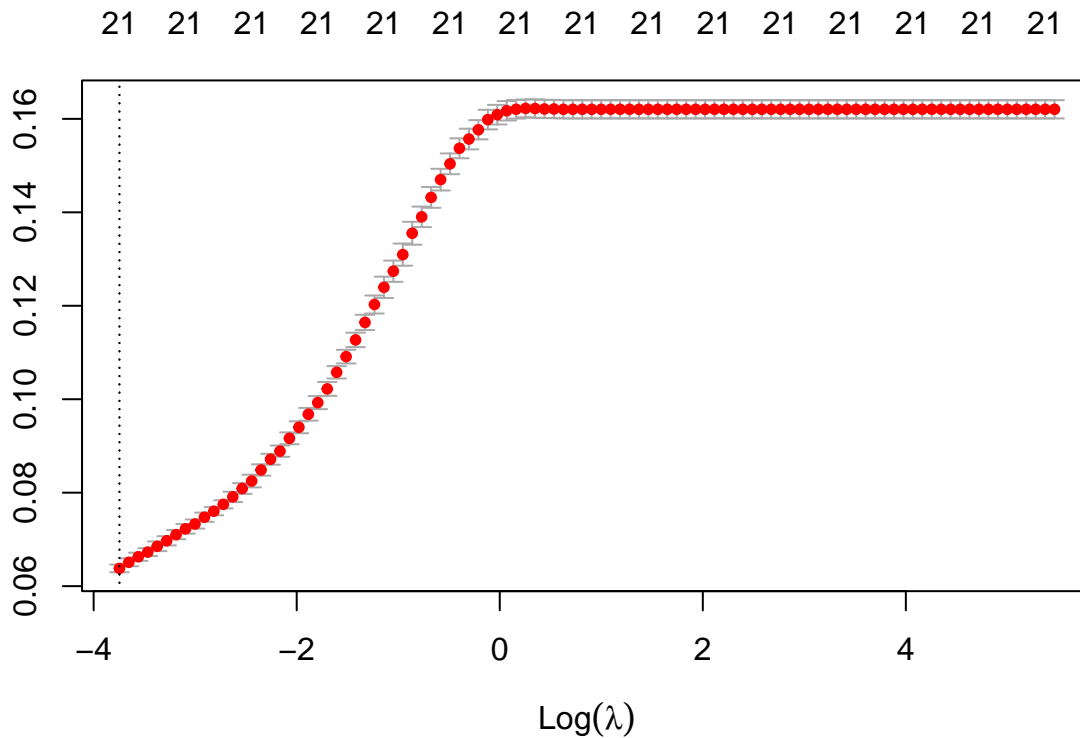
```
test = test[,!(colnames(test)%in% c("train","score","test"))]
```

```
### CREATE MATRIX FOR FEATURES AND PULL TARGET VARIABLE INTO ITS OWN DATAFRAME
```

```
x = model.matrix(conversion ~ ., train)[,-1]
```

```
y = as.factor(train$conversion)
```

```
fit_ridge_cv = cv.glmnet(x, y, alpha = 0,family = "binomial",type.measure = "class")  
plot(fit_ridge_cv)
```



```
coef(fit_ridge_cv,s = "lambda.min")
```

```
## 22 x 1 sparse Matrix of class "dgCMatrix"
##                               s1
## (Intercept)                 -10.697326056
## num_impressions              0.214285500
## avg_relevance                2.708405158
## num_search                   -0.027367169
## session_dayMonday            -0.004076398
## session_daySaturday          0.039117269
## session_daySunday            -0.047904140
## session_dayThursday          0.059749229
## session_dayTuesday           -0.014975387
## session_dayWednesday         -0.007331888
## session_monthJuly            -0.674876645
## session_monthNovember        -4.783354609
## session_monthOctober         -3.675890103
## session_monthSeptember       -0.042727021
## rank                         0.724582171
## imp2sess                     0.147198688
## num2ses                      0.081795072
## prevrel                      0.278245844
## prevsearch                   -0.059160561
## previmp                      -0.005087706
## b4thisses                    0.125025090
## searchb4                     0.114112663
```

```
coef(fit_ridge_cv,s = "lambda.1se")
```

```
## 22 x 1 sparse Matrix of class "dgCMatrix"
##              s1
## (Intercept)   -10.697326056
## num_impressions    0.214285500
## avg_relevance     2.708405158
## num_search        -0.027367169
## session_dayMonday -0.004076398
## session_daySaturday 0.039117269
## session_daySunday  -0.047904140
## session_dayThursday 0.059749229
## session_dayTuesday -0.014975387
## session_dayWednesday -0.007331888
## session_monthJuly   -0.674876645
## session_monthNovember -4.783354609
## session_monthOctober -3.675890103
## session_monthSeptember -0.042727021
## rank              0.724582171
## imp2sess          0.147198688
## num2ses           0.081795072
## prevrel           0.278245844
## prevsearch        -0.059160561
## previmp           -0.005087706
## b4thisses         0.125025090
## searchb4          0.114112663
```

PREDICT AND CHECK FOR ACCURACY TEST DATA

```
xtest = model.matrix(conversion ~ ., test)[-1]

ne = data.frame(predict(fit_ridge_cv,xtest,type = "class", s="lambda.min"))

see = data.frame(test$conversion)

see$pred = ne$lambda.min

table(see$pred,see$test.conversion)
```

```
##
##      FALSE TRUE
## FALSE  2515  726
## TRUE   55 1704
```

CALCULATE PREDICTION STATISTICS

```
cm <- table(see$pred, see$test.conversion)

accuracy <- sum(cm[1], cm[4]) / sum(cm[1:4])
precision <- cm[4] / sum(cm[4], cm[2])
sensitivity <- cm[4] / sum(cm[4], cm[3])
fscore <- (2 * (sensitivity * precision))/(sensitivity + precision)
```

```
specificity <- cm[1] / sum(cm[1], cm[2])
```

```
accuracy
```

```
## [1] 0.8438
```

```
precision
```

```
## [1] 0.9687322
```

```
sensitivity
```

```
## [1] 0.7012346
```

```
fscore
```

```
## [1] 0.8135593
```

```
specificity
```

```
## [1] 0.9785992
```