Business Objective:

- Help X Education to select the most promising leads(Hot Leads), i.e. the leads that are most likely to convert into paying customers.
- To build a logistic regression model to assign a lead score value between 0 and 100 to each of the leads.

Approach:

The approach has been to divide the entire case study into various checkpoints to meet each of the sub-goals. The checkpoints are represented as below:

- Understanding the Data Set & Data Cleaning
- Exploratory Data Analysis
- Data Preparation for Modelling
- Feature Selection using RFE
- Model Building
- Predicting the conversion Probability on Train dataset
- Finding optimum probability threshold
- Plotting the ROC curve and calculating AUC
- Evaluating the model on train dataset
- Making Prediction on test dataset
- Evaluating the model on Test dataset
- Lead Score calculation on complete data
- Determining Important Features

Logistic Model metrics on train dataset:

We evaluated the train model on different metrics as below:

Accuracy: 0.9208
Sensitivity: 0.9207
Specificity: 0.9209
Precision: 0.8765
Recall: 0.9207
F1 score: 0.8980

Logistic Model metrics on test dataset:

We evaluated the train model on different metrics as below:

Accuracy: 0.9052
Sensitivity: 0.8988
Specificity: 0.9092
Precision: 0.8636
Recall: 0.8988
F1 score: 0.8809

Important Features:

We used model features coefficients to determine the important features. Higher the value, higher the importance. We came up with 3 important features which will affect the lead conversion.

- Tags_Closed by horrizon
- Tags Lost to EINS
- Tags_Will revert after reading the email

Challenges:

- 1. Data was skewed and had null values so cleaning data was a major challenge. We started with 37 columns but ended up with only 15 features for model building.
- 2. Making final model with significant p-value (less than 0.05) and no multicollinearity (vif less than 3) and high sensitivity
- 3. Accurate prediction on test dataset with high accuracy and high sensitivity

Learnings:

- 1. Data cleaning is most important part for analysis and model building
- 2. Exploratory Data Analysis helps to understand and visualise data better
- 3. Scaling data helps to bring all the variables at same scale
- 4. Start with enough features for model building
- 5. Drop variables with high significance and with multicollinearity
- 6. Metrics are important to evaluate the model performance
- 7. Business understanding is equally important to evaluate any model