# ExtraaLearn Project

#### Context

The EdTech industry has been surging in the past decade immensely, and according to a forecast, the Online Education market would be worth \$286.62bn by 2023 with a compound annual growth rate (CAGR) of 10.26% from 2018 to 2023. The modern era of online education has enforced a lot in its growth and expansion beyond any limit. Due to having many dominant features like ease of information sharing, personalized learning experience, transparency of assessment, etc, it is now preferable to traditional education.

In the present scenario due to the Covid-19, the online education sector has witnessed rapid growth and is attracting a lot of new customers. Due to this rapid growth, many new companies have emerged in this industry. With the availability and ease of use of digital marketing resources, companies can reach out to a wider audience with their offerings. The customers who show interest in these offerings are termed as leads. There are various sources of obtaining leads for Edtech companies, like

- The customer interacts with the marketing front on social media or other online platforms.
- The customer browses the website/app and downloads the brochure
- The customer connects through emails for more information.

The company then nurtures these leads and tries to convert them to paid customers. For this, the representative from the organization connects with the lead on call or through email to share further details.

# Objective

ExtraaLearn is an initial stage startup that offers programs on cutting-edge technologies to students and professionals to help them upskill/reskill. With a large number of leads being generated regularly, one of the issues faced by ExtraaLearn is to identify which of the leads are more likely to convert so that they can allocate resources accordingly. You, as a data scientist at ExtraaLearn, have been provided the leads data to:

- Analyze and build an ML model to help identify which leads are more likely to convert to paid customers,
- Find the factors driving the lead conversion process
- Create a profile of the leads which are likely to convert

## **Data Description**

The data contains the different attributes of leads and their interaction details with ExtraaLearn. The detailed data dictionary is given below.

#### **Data Dictionary**

- ID: ID of the lead
- age: Age of the lead
- current\_occupation: Current occupation of the lead. Values include 'Professional','Unemployed',and 'Student'
- first\_interaction: How did the lead first interact with ExtraaLearn. Values include 'Website', 'Mobile App'
- profile\_completed: What percentage of the profile has been filled by the lead on the website/mobile app. Values include Low (0-50%), Medium (50-75%), High (75-100%)
- website\_visits: How many times has a lead visited the website
- time\_spent\_on\_website: Total time spent on the website
- page\_views\_per\_visit: Average number of pages on the website viewed during the visits.
- last\_activity: Last interaction between the lead and ExtraaLearn.
  - Email Activity: Seeking for details about the program through email,
     Representative shared information with a lead like a brochure of program, etc
  - Phone Activity: Had a Phone Conversation with a representative, Had conversation over SMS with a representative, etc
  - Website Activity: Interacted on live chat with a representative, Updated profile on the website, etc
- print\_media\_type1: Flag indicating whether the lead had seen the ad of ExtraaLearn in the Newspaper.
- print\_media\_type2: Flag indicating whether the lead had seen the ad of ExtraaLearn in the Magazine.
- digital\_media: Flag indicating whether the lead had seen the ad of ExtraaLearn on the digital platforms.
- educational\_channels: Flag indicating whether the lead had heard about ExtraaLearn in the education channels like online forums, discussion threads, educational websites, etc.

- referral: Flag indicating whether the lead had heard about ExtraaLearn through reference.
- status: Flag indicating whether the lead was converted to a paid customer or not.

# Please read the instructions carefully before starting the project.

This is a commented Jupyter IPython Notebook file in which all the instructions and tasks to be performed are mentioned.

Blanks '\_\_\_\_\_' are provided in the notebook that

needs to be filled with an appropriate code to get the correct result. With every '\_\_\_\_\_' blank, there is a comment that briefly describes what needs to be filled in the blank space.

- Identify the task to be performed correctly, and only then proceed to write the required code.
- Fill the code wherever asked by the commented lines like "# write your code here" or "# complete the code". Running incomplete code may throw error.
- Please run the codes in a sequential manner from the beginning to avoid any unnecessary errors.
- Add the results/observations (wherever mentioned) derived from the analysis in the presentation and submit the same.

```
In [3]: import warnings
        warnings.filterwarnings("ignore")
        from statsmodels.tools.sm_exceptions import ConvergenceWarning
        warnings.simplefilter("ignore", ConvergenceWarning)
        # Libraries to help with reading and manipulating data
        import pandas as pd
        import numpy as np
        # Library to split data
        from sklearn.model_selection import train_test_split
        # libaries to help with data visualization
        import matplotlib.pyplot as plt
        import seaborn as sns
        # Removes the limit for the number of displayed columns
        pd.set option("display.max columns", None)
        # Sets the limit for the number of displayed rows
        pd.set option("display.max rows", 200)
        # setting the precision of floating numbers to 5 decimal points
```

```
pd.set_option("display.float_format", lambda x: "%.5f" % x)
# To build model for prediction
import statsmodels.stats.api as sms
from statsmodels.stats.outliers_influence import variance_inflation_factor
import statsmodels.api as sm
from statsmodels.tools.tools import add constant
from sklearn.linear model import LogisticRegression
from sklearn.tree import DecisionTreeClassifier
from sklearn import tree
from sklearn.ensemble import RandomForestClassifier
# To tune different models
from sklearn.model_selection import GridSearchCV
# To get diferent metric scores
import sklearn.metrics as metrics
from sklearn.metrics import (
    f1 score,
    accuracy_score,
    recall score,
    precision_score,
    confusion_matrix,
    classification_report,
    roc_auc_score,
    precision_recall_curve,
    roc curve,
    make_scorer,
```

#### **Import Dataset**

```
In [5]: learn = pd.read_csv("ExtraaLearn.csv") ## Complete the code to read the dat
In [6]: # copying data to another variable to avoid any changes to original data
data = learn.copy()
```

#### View the first and last 5 rows of the dataset

```
In [8]: data.head() ## Complete the code to view top 5 rows of the data
```

Out[8]:	ID age		curr	ent_occupation	first_intera	ction prof	ile_completed	website_visi		
	0	EXT00	1 57		Unemployed	We	ebsite	High		
	1	EXT00	2 56		Professional	Mobile	e App	Medium		
	2	EXT00	3 52		Professional	We	ebsite	Medium		
	3	EXT00	1 53		Unemployed	We	ebsite	High		
	4	EXT00	5 23		Student	We	ebsite	High		
In [9]:	da <sup>-</sup>	ta.tai	() ##	Com	plete the code	e to view l	ast 5 row	rows of the data		
Out[9]:			ID	age	current_occupa	ntion first_i	nteraction	profile_comple	eted website	
	46	6 <b>07</b> EX	T4608	35	Unempl	oyed I	Mobile App	Med	dium	
	46	<b>08</b> EX	T4609	55	Profess	ional I	Mobile App	Med	dium	
	46	<b>09</b> EX	T4610	58	Profess	ional	Website	ļ	High	
	46	6 <b>10</b> E>	(T4611	57	Profess	ional I	Mobile App	Med	dium	
	40	<b>611</b> EX	T4612	55	Profess	ional	Website	Med	dium	

## Understand the shape of the dataset

In [11]: data.shape ## Complete the code to get the shape of data

Out[11]: (4612, 15)

## Check the data types of the columns for the dataset

```
In [13]: # Display the data types of the columns in the dataset
    data_types = data.dtypes
    data_types
```

Out[14]:

```
Out[13]:
         ID
                                     object
                                      int64
          age
          current_occupation
                                     object
          first_interaction
                                     object
          profile_completed
                                     object
          website_visits
                                      int64
          time spent on website
                                      int64
          page_views_per_visit
                                    float64
          last_activity
                                     object
          print_media_type1
                                     object
          print_media_type2
                                     object
          digital_media
                                     object
          educational channels
                                     object
          referral
                                     object
          status
                                      int64
          dtype: object
In [14]: # Checking for duplicate values in the dataset
         duplicate_entries = data.duplicated().sum()
         duplicate entries
```

## **Exploratory Data Analysis**

Let's check the statistical summary of the data.

```
In [17]: # Printing the statistical summary of the data
    statistical_summary = data.describe()
    statistical_summary
```

```
Out[17]:
                         age website_visits time_spent_on_website page_views_per_visit
          count 4612.00000
                                                                               4612.00000 4612
                                 4612.00000
                                                         4612.00000
           mean
                    46.20121
                                    3.56678
                                                           724.01127
                                                                                   3.02613
             std
                     13.16145
                                     2.82913
                                                          743.82868
                                                                                   1.96812
            min
                    18.00000
                                    0.00000
                                                             0.00000
                                                                                   0.00000
           25%
                    36.00000
                                    2.00000
                                                          148.75000
                                                                                   2.07775
           50%
                    51.00000
                                    3.00000
                                                          376.00000
                                                                                   2.79200
           75%
                    57.00000
                                    5.00000
                                                         1336.75000
                                                                                   3.75625
                    63.00000
                                   30.00000
                                                         2537.00000
                                                                                  18.43400
            max
```

```
In [18]: # Making a list of all categorical variables
  cat_col = list(data.select_dtypes("object").columns)

# Printing the count of each unique value in each categorical column
unique_value_counts = {}
```

```
for column in cat_col:
    unique_value_counts[column] = data[column].value_counts()
unique_value_counts
```

```
Out[18]: {'ID': ID
           EXT001
                      1
           EXT2884
                      1
           EXT3080
           EXT3079
                      1
           EXT3078
                      1
           EXT1537
                      1
           EXT1536
                      1
           EXT1535
                      1
           EXT1534
                      1
           EXT4612
                      1
          Name: count, Length: 4612, dtype: int64,
           'current_occupation': current_occupation
           Professional
                           2616
           Unemployed
                           1441
           Student
                            555
          Name: count, dtype: int64,
           'first interaction': first interaction
           Website
                         2542
                         2070
          Mobile App
          Name: count, dtype: int64,
           'profile_completed': profile_completed
           High
                     2264
          Medium
                     2241
           Low
                      107
          Name: count, dtype: int64,
           'last_activity': last_activity
           Email Activity
                               2278
                               1234
           Phone Activity
          Website Activity
                               1100
          Name: count, dtype: int64,
           'print_media_type1': print_media_type1
          No
                  4115
                   497
           Yes
          Name: count, dtype: int64,
           'print_media_type2': print_media_type2
          No
                  4379
                   233
           Yes
          Name: count, dtype: int64,
           'digital media': digital media
                  4085
          No
           Yes
                   527
          Name: count, dtype: int64,
           'educational_channels': educational_channels
          No
                  3907
                   705
           Yes
          Name: count, dtype: int64,
           'referral': referral
          No
                  4519
           Yes
                    93
          Name: count, dtype: int64}
In [19]: # Checking the number of unique values in the "ID" column
         unique_id_count = data["ID"].nunique()
```

```
unique_id_count

Out[19]: 4612

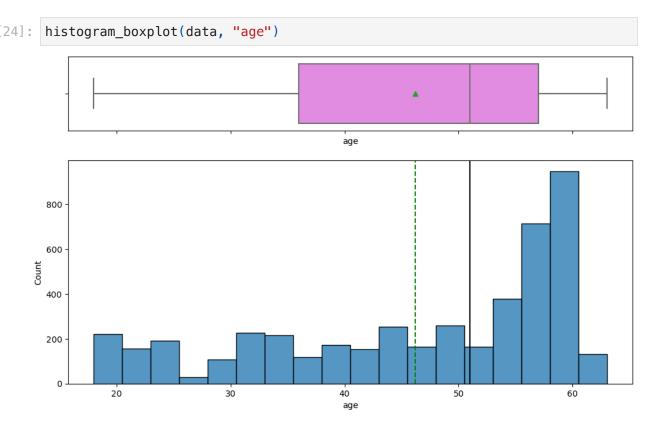
In [20]: # Dropping the "ID" column from the dataset data.drop(["ID"], axis=1, inplace=True)
```

#### **Univariate Analysis**

```
In [22]: # function to plot a boxplot and a histogram along the same scale.
         def histogram_boxplot(data, feature, figsize=(12, 7), kde=False, bins=None):
             Boxplot and histogram combined
             data: dataframe
             feature: dataframe column
             figsize: size of figure (default (12,7))
             kde: whether to the show density curve (default False)
             bins: number of bins for histogram (default None)
             f2, (ax box2, ax hist2) = plt.subplots(
                 nrows=2, # Number of rows of the subplot grid= 2
                 sharex=True, # x-axis will be shared among all subplots
                 gridspec_kw={"height_ratios": (0.25, 0.75)},
                 figsize=figsize,
             ) # creating the 2 subplots
             sns.boxplot(
                 data=data, x=feature, ax=ax box2, showmeans=True, color="violet"
             ) # boxplot will be created and a star will indicate the mean value of
             sns.histplot(
                 data=data, x=feature, kde=kde, ax=ax_hist2, bins=bins, palette="wint
             ) if bins else sns.histplot(
                 data=data, x=feature, kde=kde, ax=ax_hist2
             ) # For histogram
             ax hist2.axvline(
                 data[feature].mean(), color="green", linestyle="--"
             ) # Add mean to the histogram
             ax hist2.axvline(
                 data[feature].median(), color="black", linestyle="-"
             ) # Add median to the histogram
```

## Observations on age

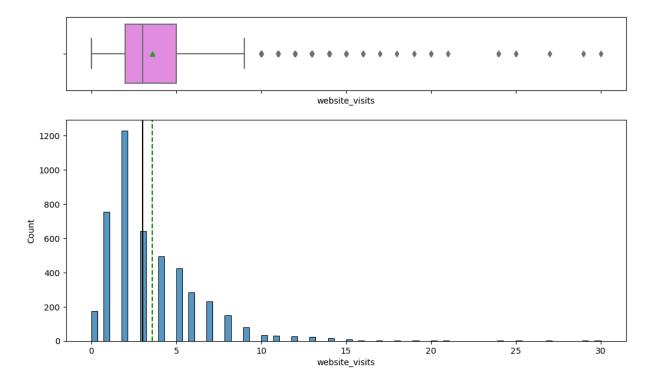
- The distribution of age shows a somewhat uniform distribution, with a slight concentration around the age of 50.
- The boxplot indicates a median age of around 51, with the mean also close to this value.
- There are no significant outliers in the age distribution.



# Observations on website\_visits

- The distribution of website visits is right-skewed, with most users visiting the website between 2 to 5 times.
- The median number of visits is 3, with the mean slightly higher due to the skewness in the data.
- A few outliers exist where the number of website visits is significantly higher than the majority, reaching up to 30 visits.

In [26]: histogram\_boxplot(data, "website\_visits") # Complete the code to plot a hist



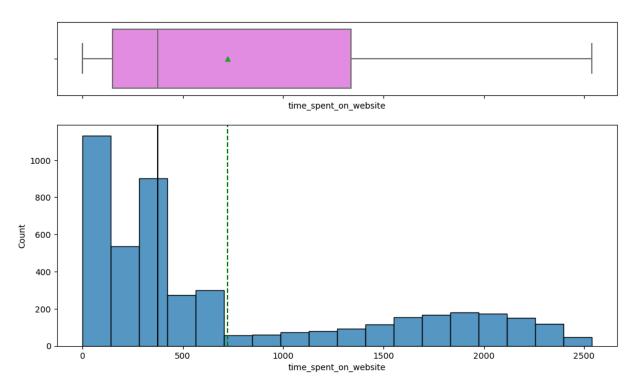
In [27]: # To check how many leads have not visited web-site
data[data["website\_visits"] == 0].shape

Out[27]: (174, 14)

## Observations on number of time\_spent\_on\_website

- The distribution of time spent on the website is heavily right-skewed, with the majority of users spending relatively little time on the website.
- The median time spent is much lower than the mean, indicating the presence of a few users who spend a significantly higher amount of time on the website.
- There are several outliers, with a few users spending up to 2537 seconds on the website.

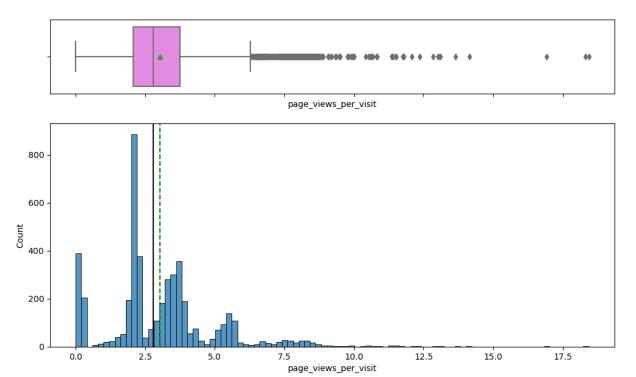
In [29]: histogram\_boxplot(data, "time\_spent\_on\_website") # Complete the code to plot



## Observations on number of page\_views\_per\_visit

- The distribution of page views per visit is also right-skewed, with most users viewing around 2 to 4 pages per visit.
- The median and mean are relatively close, but the presence of outliers causes the mean to be slightly higher.
- A few users view a very high number of pages per visit, which is reflected in the right tail of the distribution.

In [31]: histogram\_boxplot(data, "page\_views\_per\_visit") # Complete the code to plot



```
In [32]: # function to create labeled barplots
         def labeled_barplot(data, feature, perc=False, n=None):
             Barplot with percentage at the top
             data: dataframe
             feature: dataframe column
             perc: whether to display percentages instead of count (default is False)
             n: displays the top n category levels (default is None, i.e., display al
             .....
             total = len(data[feature]) # length of the column
             count = data[feature].nunique()
             if n is None:
                 plt.figure(figsize=(count + 1, 5))
             else:
                 plt.figure(figsize=(n + 1, 5))
             plt.xticks(rotation=90, fontsize=15)
             ax = sns.countplot(
                 data=data,
                 x=feature,
                 palette="Paired",
                 order=data[feature].value_counts().index[:n].sort_values(),
             )
             for p in ax.patches:
                 if perc == True:
                     label = "{:.1f}%".format(
                         100 * p.get_height() / total
                     ) # percentage of each class of the category
```

```
else:
    label = p.get_height() # count of each level of the category

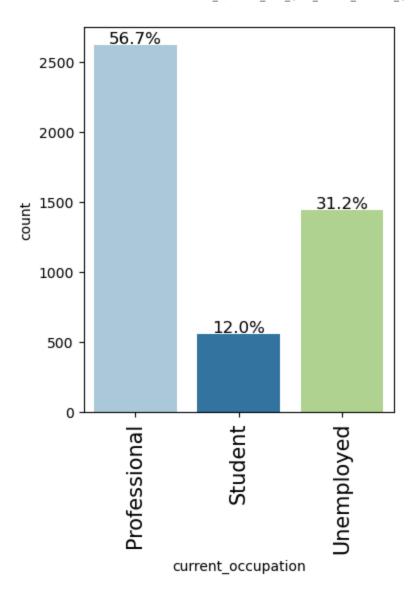
x = p.get_x() + p.get_width() / 2 # width of the plot
y = p.get_height() # height of the plot

ax.annotate(
    label,
    (x, y),
    ha="center",
    va="center",
    size=12,
    xytext=(0, 5),
    textcoords="offset points",
) # annotate the percentage

plt.show() # show the plot
```

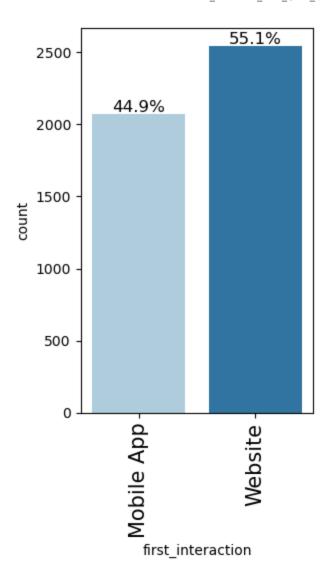
## Observations on current\_occupation

```
In [34]: labeled_barplot(data, "current_occupation", perc=True)
```



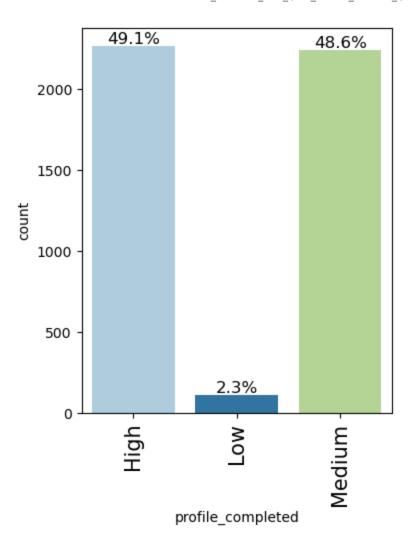
# Observations on number of first\_interaction

In [36]: labeled\_barplot(data, "first\_interaction", perc=True) # Complete the code to



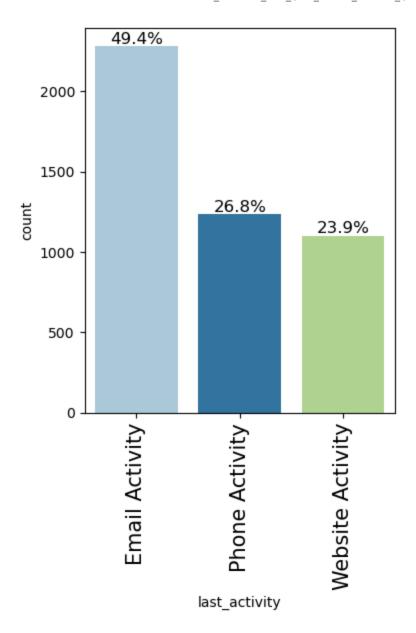
# Observations on profile\_completed

In [38]: labeled\_barplot(data, "profile\_completed", perc=True) # Complete the code to



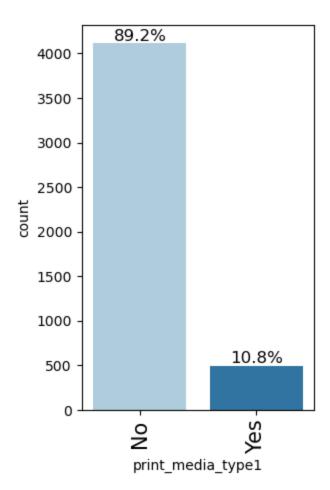
# Observations on last\_activity

In [40]: labeled\_barplot(data, "last\_activity", perc=True) # Complete the code to plo



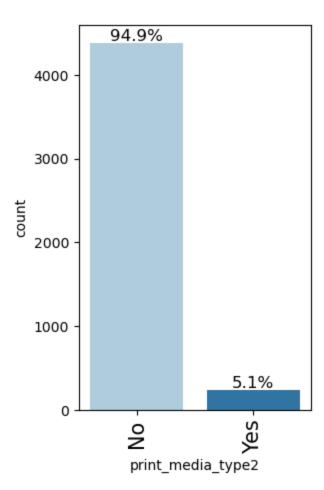
# Observations on print\_media\_type1

In [42]: labeled\_barplot(data, "print\_media\_type1", perc=True) # Complete the code to



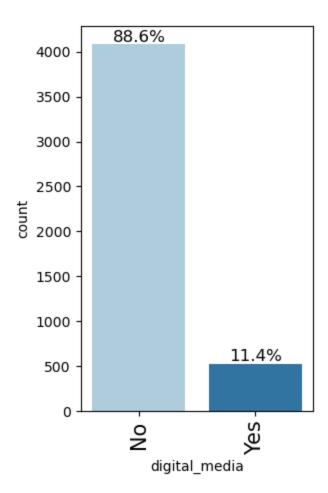
# Observations on print\_media\_type2

In [44]: labeled\_barplot(data, "print\_media\_type2", perc=True) # Complete the code to



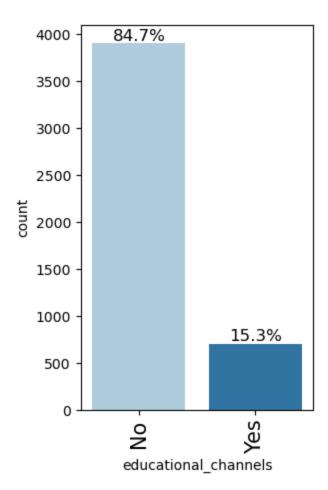
# Observations on digital\_media

In [46]: labeled\_barplot(data, "digital\_media", perc=True) # Complete the code to plo



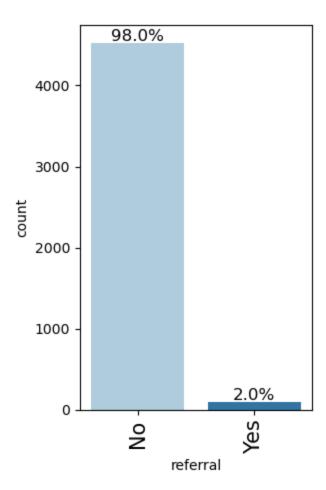
# Observations on educational\_channels

In [48]: labeled\_barplot(data, "educational\_channels", perc=True) # Complete the code



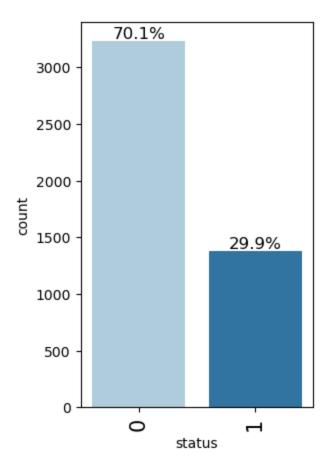
## Observations on referral

In [50]: labeled\_barplot(data, "referral", perc=True) # Complete the code to plot lak



# Observations on status

In [52]: labeled\_barplot(data, "status", perc=True) # Complete the code to plot label



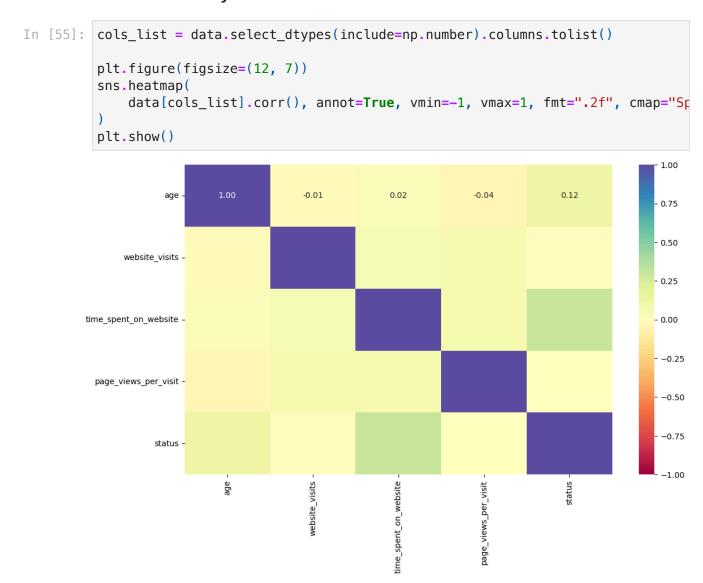
#### **Observations from Univariate Analysis:**

- 1. First Interaction:
- The majority of users first interacted with the platform via the website (about 55%), with the remaining using the mobile app (45%).
- 2. Profile Completed:
- Most users have a "High" or "Medium" level of profile completion, with "High" slightly more common. Very few users have a "Low" profile completion level.
- 3. Last Activity:
- The last activity of most users is related to "Email Activity" or "Phone Activity," with "Website Activity" being the least common.
- 4. Print Media Type 1:
- The majority of users did not engage with Print Media Type 1, with a small portion (around 10%) who did.
- 5. Print Media Type 2:
- Even fewer users engaged with Print Media Type 2, with only about 5% of users interacting with it.
- 6. Digital Media:
- $\bullet$  Around 11% of users engaged with Digital Media, while the vast majority (89%) did not.
- 7. Educational Channels:
- Most users (85%) did not engage with Educational Channels, while a minority did (15%).

- 8. Referral:
- A very small percentage of users (around 2%) were referred by others, while the overwhelming majority were not.
- 9. Status:
- The "status" variable, which indicates whether a user is a potential customer, shows that around 30% of the users are potential customers, while 70% are not.

These distributions provide a clear picture of user behavior and engagement with different media and channels, as well as their interaction and completion levels on the platform. Understanding these patterns is crucial for tailoring strategies to engage more users and convert them into potential customers.

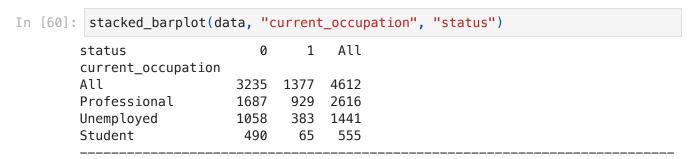
#### **Bivariate Analysis**

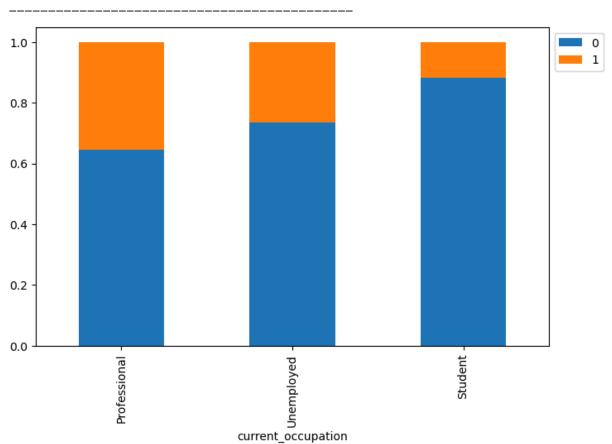


Creating functions that will help us with further analysis.

```
In [57]: ### function to plot distributions wrt target
         def distribution plot wrt target(data, predictor, target):
             fig, axs = plt.subplots(2, 2, figsize=(12, 10))
             target uniq = data[target].unique()
             axs[0, 0].set_title("Distribution of target for target=" + str(target_ur
             sns.histplot(
                  data=data[data[target] == target_uniq[0]],
                  x=predictor,
                  kde=True,
                  ax=axs[0, 0],
                  color="teal",
                  stat="density",
             )
             axs[0, 1].set title("Distribution of target for target=" + str(target ur
             sns.histplot(
                  data=data[data[target] == target_uniq[1]],
                  x=predictor,
                  kde=True,
                  ax=axs[0, 1],
                  color="orange",
                  stat="density",
             )
             axs[1, 0].set_title("Boxplot w.r.t target")
             sns.boxplot(data=data, x=target, y=predictor, ax=axs[1, 0], palette="gis")
             axs[1, 1].set title("Boxplot (without outliers) w.r.t target")
             sns.boxplot(
                 data=data,
                 x=target,
                 y=predictor,
                  ax=axs[1, 1],
                  showfliers=False,
                  palette="gist_rainbow",
             plt.tight_layout()
             plt.show()
In [58]: def stacked barplot(data, predictor, target):
             Print the category counts and plot a stacked bar chart
```

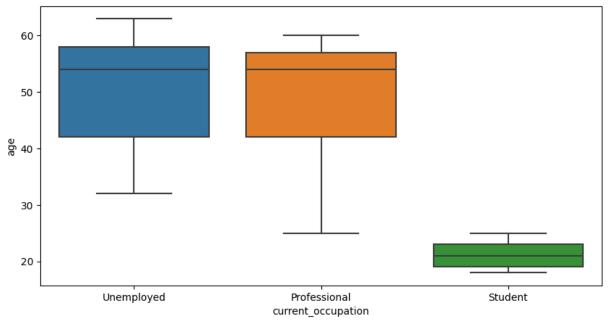
Leads will have different expectations from the outcome of the course and the current occupation may play a key role for them to take the program. Let's analyze it





#### Age can be a good factor to differentiate between such leads



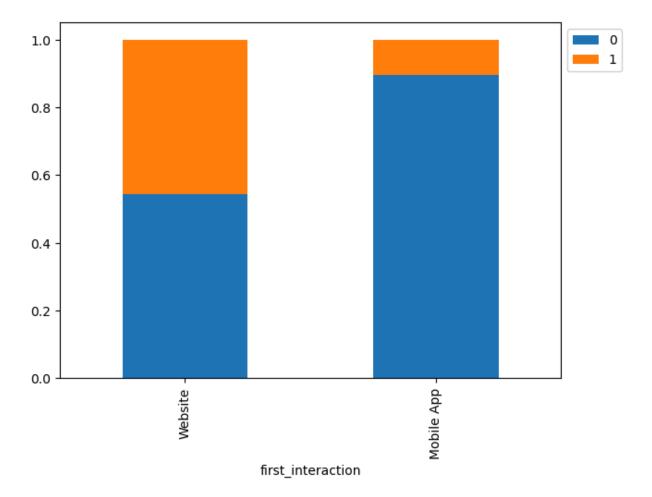


In [63]:	<pre>data.groupby(["current_occupation"])["age"].describe()</pre>											
Out[63]:		count	mean std		min	25%	50%					
	current_occupation											
	Professional	2616.00000	49.34748	9.89074	25.00000	42.00000	54.00000	5				
	Student	555.00000	21.14414	2.00111	18.00000	19.00000	21.00000	2:				
	Unemployed	1441.00000	50.14018	9.99950	32.00000	42.00000	54.00000	51				

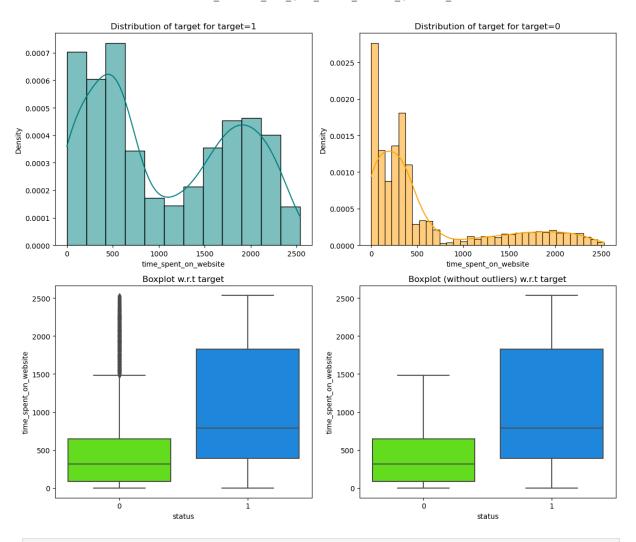
The company's first interaction with leads should be compelling and persuasive.

Let's see if the channels of the first interaction have an impact on the conversion of leads

```
In [65]: stacked_barplot(data, "first_interaction", "status") # Complete the code to
        status
                              0
                                    1
                                        All
        first_interaction
                           3235 1377
        All
                                       4612
        Website
                           1383
                                 1159
                                       2542
        Mobile App
                                       2070
                           1852
                                  218
```



In [66]: distribution\_plot\_wrt\_target(data, "time\_spent\_on\_website", "status")



In [67]: # checking the median value
 data.groupby(["status"])["time\_spent\_on\_website"].median()

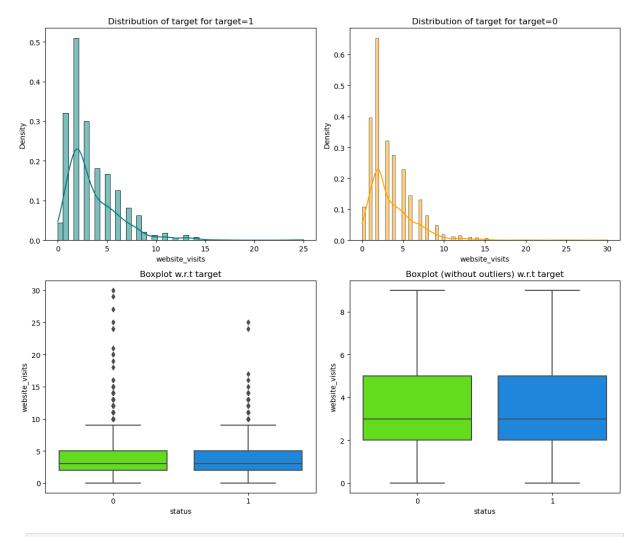
Out[67]: status

0 317.00000 1 789.00000

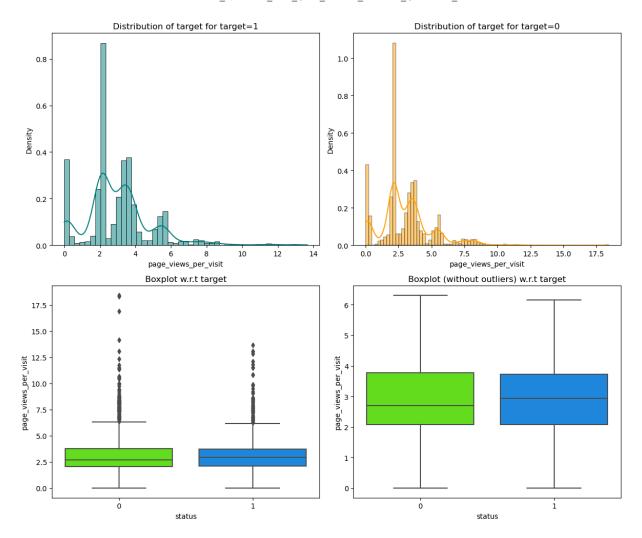
Name: time\_spent\_on\_website, dtype: float64

Let's do a similar analysis for time spent on website and page views per visit.

In [69]: distribution\_plot\_wrt\_target(data, "website\_visits", "status") # Complete th

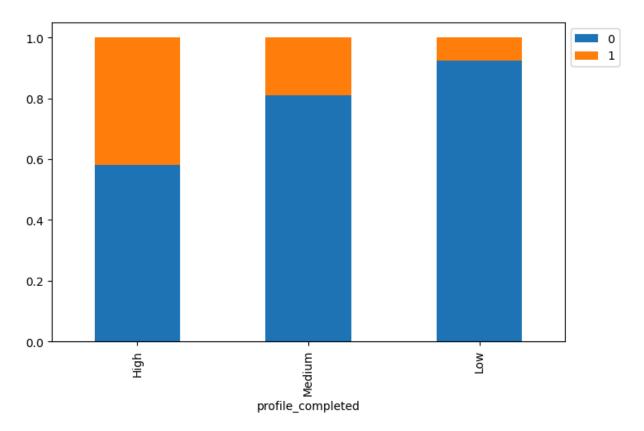


In [70]: distribution\_plot\_wrt\_target(data, "page\_views\_per\_visit", "status") # Compl



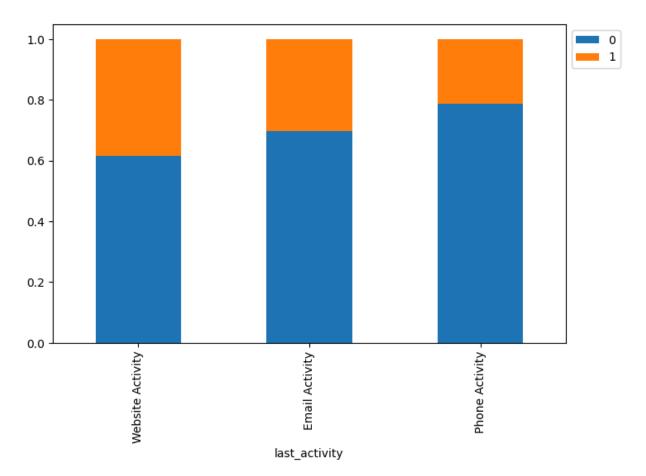
People browsing the website or the mobile app are generally required to create a profile by sharing their personal details before they can access more information. Let's see if the profile completion level has an impact on lead status

<pre>In [72]: stacked_barplot(d</pre>	ata, "	profil	e_completed",	"status")	# Complete	the	code	tc
status profile_completed	0	1	All					
All	3235	1377	4612					
High	1318	946	2264					
Medium	1818	423	2241					
Low	99	8	107					
								-



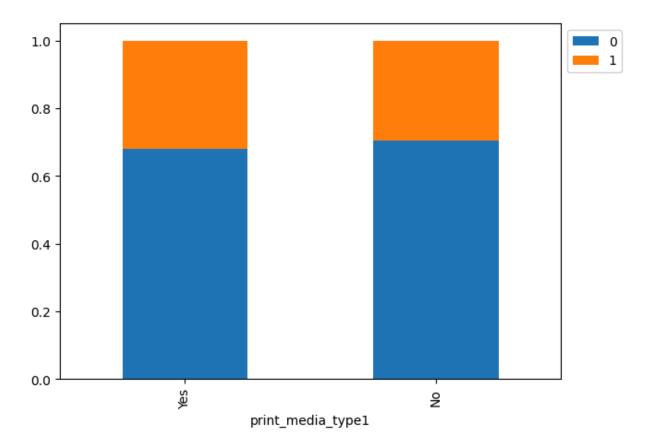
After a lead shares their information by creating a profile, there may be interactions between the lead and the company to proceed with the process of enrollment. Let's see how the last activity impacts lead conversion status

In [74]:	stacked_barplot(	data,	"last_	_activity",	"status")	# Complete	the	code	to	plot
	status last activity	0	1	All						
	All	3235	1377	4612						
I	Email Activity	1587	691	2278						
١	Website Activity	677	423	1100						
1	Phone Activity	971	263	1234						
-										

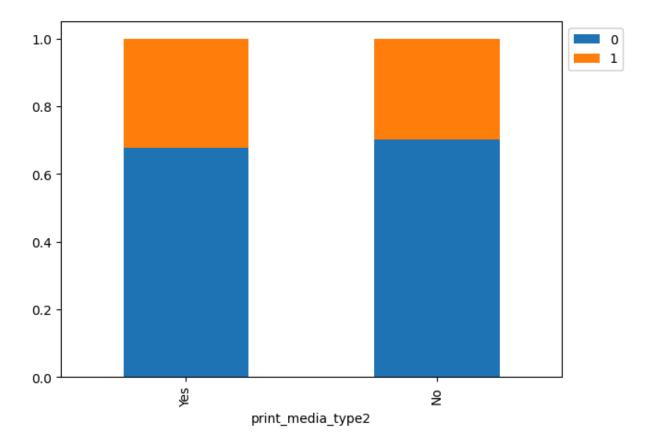


Let's see how advertisement and referrals impact the lead status

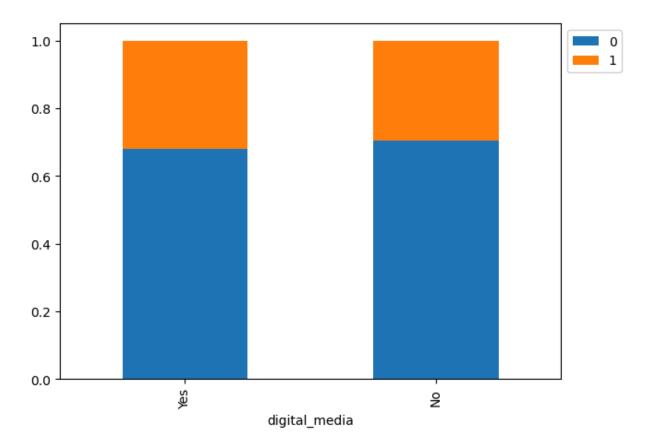
<pre>In [76]: stacked_barplot(</pre>	data, "	print_	_media_	_type1",	"status")	# Complete	the code	to
status print_media_type1	0	1	All					
All	3235	1377	4612					
No	2897	1218	4115					
Yes	338	159	497					



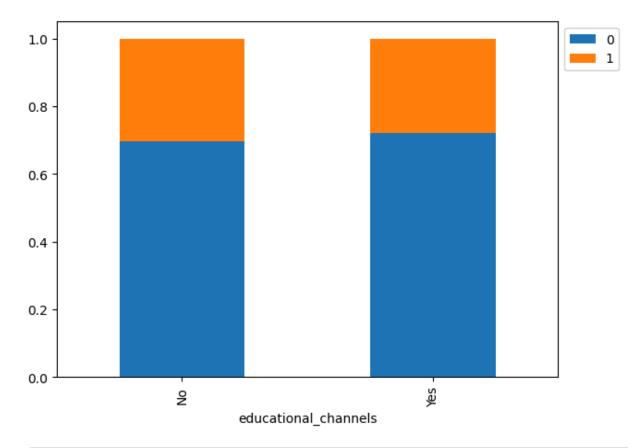
In [77]: stacked\_barplot(data, "print\_media\_type2", "status") # Complete the code to status All print\_media\_type2 All 4612 3235 1377 No 3077 1302 4379 Yes 158 75 233



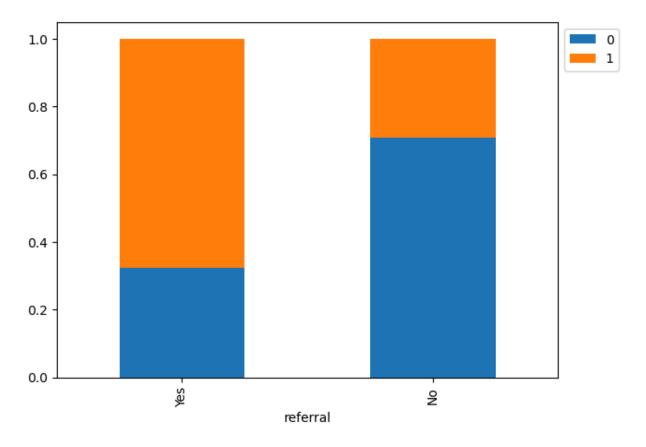
In [78]: stacked\_barplot(data, "digital\_media", "status") # Complete the code to plot 1 All status digital\_media All 3235 1377 4612 No 2876 1209 4085 Yes 359 168 527



In [79]: stacked\_barplot(data, "educational\_channels", "status") # Complete the code status 1 All educational\_channels All 3235 1377 4612 No 2727 1180 3907 Yes 508 197 705



In [80]: stacked\_barplot(data, "referral", "status") # Complete the code to plot stac 1 All status 0 referral All 1377 4612 3235 No 3205 1314 4519 Yes 30 63 93



# **Outlier Check**

• Let's check for outliers in the data.

```
In [82]: # outlier detection using boxplot
           numeric_columns = data.select_dtypes(include=np.number).columns.tolist()
           # dropping release_year as it is a temporal variable
           numeric_columns.remove("status")
           plt.figure(figsize=(15, 12))
           for i, variable in enumerate(numeric_columns):
               plt.subplot(4, 4, i + 1)
               plt.boxplot(data[variable], whis=1.5)
               plt.tight_layout()
               plt.title(variable)
           plt.show()
                                       website_visits
                                                            time spent on website
                                                                                    page views per visit
                                                     2500
                                                                             15.0
                                20
                                                      1500
                                                                             10.0
                                15
                                                      1000
                                                                             7.5
                                10
         30
                                                                             5.0
                                                      500
                                                                             2.5
```

### **Observations:**

- 1. Age: The boxplot for age shows very few, if any, outliers. The distribution is relatively consistent, with no extreme values.
- 2. Website Visits: There are several outliers in the number of website visits. While most users visit the website between 2 and 5 times, some visit up to 30 times, which are considered outliers.
- 3. Time Spent on Website: The boxplot indicates significant outliers in the time spent on the website. Most users spend a moderate amount of time, but a few spend a very high amount of time, which deviates significantly from the rest.
- 4. Page Views per Visit: There are notable outliers in the number of page views per visit. While most users view around 2 to 4 pages per visit, some users view up to 18 pages, which is an outlier in this context.

# **Data Preparation for modeling**

- We want to predict which lead is more likely to be converted.
- Before we proceed to build a model, we'll have to encode categorical features.
- We'll split the data into train and test to be able to evaluate the model that we build on the train data.

```
In [85]: # check the categorical columns and apply one-hot encoding
X = pd.get_dummies(data.drop(["status"], axis=1), drop_first=True)

# Defining the dependent (target) variable
Y = data["status"]

# Splitting the data again in 70:30 ratio for train to test data
X_train, X_test, y_train, y_test = train_test_split(X, Y, test_size=0.30, ra

# Fitting the decision tree classifier on the training data
d_tree = DecisionTreeClassifier(random_state=1)
d_tree.fit(X_train, y_train)

d_tree
```

```
In [86]: print("Shape of Training set : ", X_train.shape)
    print("Shape of test set : ", X_test.shape)
    print("Percentage of classes in training set:")
    print(y_train.value_counts(normalize=True))
    print("Percentage of classes in test set:")
    print(y_test.value_counts(normalize=True))
```

```
Shape of Training set: (3228, 16)
Shape of test set: (1384, 16)
Percentage of classes in training set: status
0 0.70415
1 0.29585
Name: proportion, dtype: float64
Percentage of classes in test set: status
0 0.69509
1 0.30491
Name: proportion, dtype: float64
```

# **Building Classification Models**

## Model evaluation criterion

# Model can make wrong predictions as:

- 1. Predicting a lead will not be converted to a paid customer in reality, the lead would have converted to a paid customer.
- 2. Predicting a lead will be converted to a paid customer in reality, the lead would not have converted to a paid customer.

# Which case is more important?

- If we predict that a lead will not get converted and the lead would have converted then the company will lose a potential customer.
- If we predict that a lead will get converted and the lead doesn't get converted the company might lose resources by nurturing false-positive cases.

Losing a potential customer is a greater loss.

## How to reduce the losses?

• Company would want Recall to be maximized, greater the Recall score higher are the chances of minimizing False Negatives.

First, let's create functions to calculate different metrics and confusion matrix so that we don't have to use the same code repeatedly for each model.

- The model\_performance\_classification\_statsmodels function will be used to check the model performance of models.
- The confusion\_matrix\_statsmodels function will be used to plot the confusion matrix.

```
In [90]: # Function to print the classification report and get confusion matrix in a

def metrics_score(actual, predicted):
    print(classification_report(actual, predicted))

    cm = confusion_matrix(actual, predicted)

    plt.figure(figsize = (8, 5))

    sns.heatmap(cm, annot = True, fmt = '.2f', xticklabels = ['Not Converted plt.ylabel('Actual')

    plt.xlabel('Predicted')

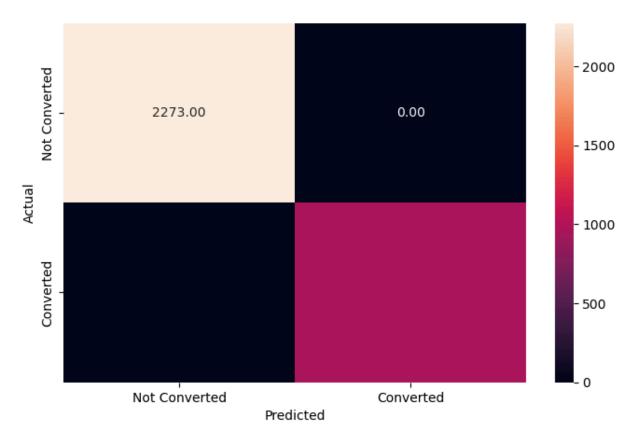
    plt.show()
```

# **Decision Tree**

# **Building Decision Tree Model**

# Checking model performance on training set

```
In [96]: # Checking performance on the training data
         y_pred_train1 = d_tree.predict(X_train)
         metrics_score(y_train, y_pred_train1)
                      precision
                                   recall f1-score
                                                       support
                           1.00
                                     1.00
                                                1.00
                                                          2273
                   1
                           1.00
                                     1.00
                                                1.00
                                                           955
                                                          3228
                                                1.00
            accuracy
                           1.00
                                     1.00
                                                1.00
                                                          3228
           macro avg
        weighted avg
                           1.00
                                     1.00
                                                1.00
                                                          3228
```



#### **Observations:**

- Precision, Recall, F1-Score: For both classes (0 and 1), the precision, recall, and f1-score are all 1.00. This means that the model perfectly identified all instances of both classes without any errors.
- Accuracy: The overall accuracy is 100%, indicating that the model correctly predicted the class for every instance in the training set.
- Macro and Weighted Averages: Both macro and weighted averages are also 1.00, further confirming the model's perfect performance on the training data.

### Potential Concern:

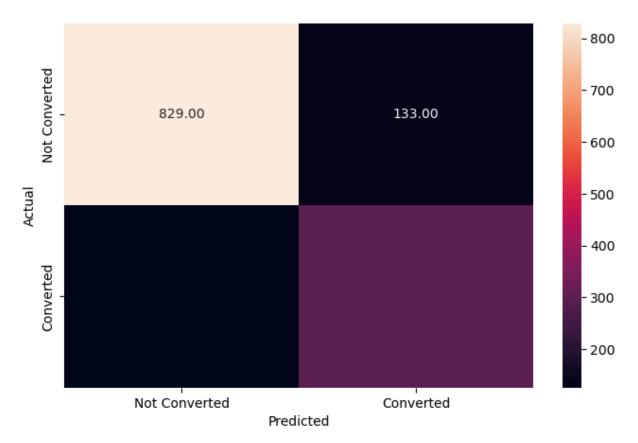
This level of performance on the training data might suggest that the model is overfitting, especially given that decision trees can easily overfit if not properly tuned. Overfitting means the model may not perform as well on unseen (test) data.

### Let's check the performance on test data to see if the model is overfitting.

```
In [100... # Checking performance on the testing data
y_pred_test1 = d_tree.predict(X_test)

metrics_score(y_test, y_pred_test1)
```

	precision	recall	f1-score	support
0	0.87	0.86	0.86	962
1	0.69	0.70	0.70	422
accuracy			0.81	1384
macro avg	0.78	0.78	0.78	1384
weighted avg	0.81	0.81	0.81	1384



## **Observations on Test Data Performance:**

- 1. Precision, Recall, F1-Score: For class 0, the precision, recall, and f1-score are approximately 0.87, 0.86, and 0.86, respectively. This indicates that the model is reasonably good at identifying non-potential customers. For class 1, the precision, recall, and f1-score are around 0.69, 0.70, and 0.70, respectively. The performance for predicting potential customers is lower compared to class 0.
- 2. Accuracy: The overall accuracy is 81%, which is decent but shows that the model does not perform perfectly on the test data, indicating that the model overfitted on the training data.
- 3. Macro and Weighted Averages: Both macro and weighted averages are around 0.78 to 0.81, showing that the model's performance is balanced between the two classes but is not as strong as on the training data.

## Conclusion:

The model is overfitting, as evidenced by the perfect training performance and lower test performance. This suggests that the model may need to be tuned, or a more complex model like Random Forest should be considered to improve performance on unseen data.

**Let's try hyperparameter tuning using GridSearchCV to find the optimal max\_depth** to reduce overfitting of the model. We can tune some other hyperparameters as well.

# **Decision Tree - Hyperparameter Tuning**

We will use the class\_weight hyperparameter with the value equal to {0: 0.3, 1: 0.7} which is approximately the opposite of the imbalance in the original data.

This would tell the model that 1 is the important class here.

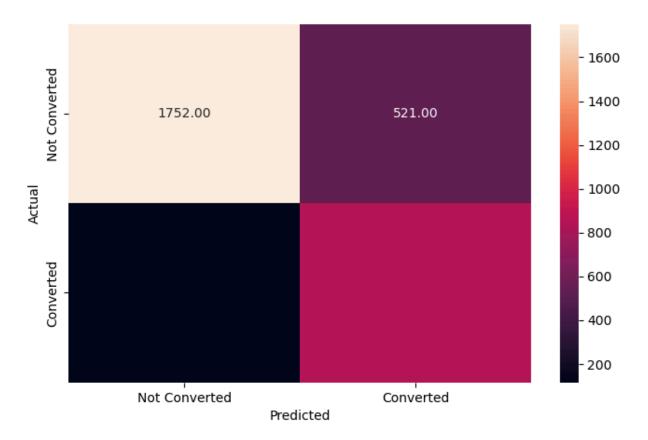
```
In [98]: # Choose the type of classifier
         d_tree_tuned = DecisionTreeClassifier(random_state = 7, class_weight = {0: @
         # Grid of parameters to choose from
         parameters = {'max depth': np.arange(2, 10),
                        'criterion': ['gini', 'entropy'],
                       'min_samples_leaf': [5, 10, 20, 25]
                      }
         # Type of scoring used to compare parameter combinations — recall score for
         scorer = metrics.make scorer(recall score, pos label = 1)
         # Run the grid search
         grid_obj = GridSearchCV(d_tree_tuned, parameters, scoring = scorer, cv = 5)
         grid obj = grid obj.fit(X train, y train)
         # Set the classifier to the best combination of parameters
         d_tree_tuned = grid_obj.best_estimator_
         # Fit the best algorithm to the data
         d tree tuned.fit(X train, y train)
Out[98]:
                                   DecisionTreeClassifier
```

We have tuned the model and fit the tuned model on the training data. Now, **let's check** the model performance on the training and testing data.

## Checking model performance on train and test set

In [104... # Checking performance on the training data
y\_pred\_train2 = d\_tree\_tuned.predict(X\_train)
metrics\_score(y\_train, y\_pred\_train2)

	precision	recall	f1-score	support
0 1	0.94 0.62	0.77 0.88	0.85 0.73	2273 955
accuracy macro avg weighted avg	0.78 0.84	0.83 0.80	0.80 0.79 0.81	3228 3228 3228



# Observations on the Tuned Decision Tree Model (Training Data):

- Class 0 (Not Potential Customer):
  - Precision: 0.94 The model remains highly precise in identifying non-potential customers.
  - Recall: 0.77 The model correctly identifies 77% of non-potential customers, but misses 23%.
  - F1-Score: 0.85 This indicates a good balance between precision and recall for class 0.
- Class 1 (Potential Customer):

- Precision: 0.62 The precision for identifying potential customers is moderate, with some false positives.
- Recall: 0.88 The recall for potential customers is strong, correctly identifying 88% of them.
- F1-Score: 0.73 This shows a reasonably balanced performance for class 1.
- Overall Performance:
  - Accuracy: 0.80 The model correctly classifies 80% of the training data.
  - Macro Average:

Precision: 0.78Recall: 0.83F1-Score: 0.79Weighted Average:

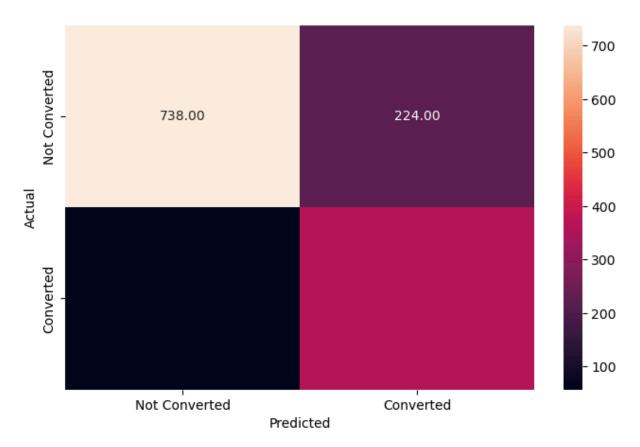
Precision: 0.84Recall: 0.80F1-Score: 0.81

## Let's check the model performance on the testing data

```
In [119... # Checking performance on the testing data
y_pred_test2 = d_tree_tuned.predict(X_test)

metrics_score(y_test, y_pred_test2)
```

	precision	recall	f1-score	support
0 1	0.93 0.62	0.77 0.86	0.84 0.72	962 422
accuracy macro avg	0.77	0 <b>.</b> 82	0.80 0.78	1384 1384
weighted avg	0.83	0.80	0.80	1384



## Observations on the Tuned Decision Tree Model (Test Data):

Precision, Recall, F1-Score:

- For class 0: The precision, recall, and f1-score are 0.93, 0.77, and 0.84, respectively. This indicates that the model is highly precise in identifying non-potential customers, but it misses some of them, as seen by the lower recall.
- For class 1: The precision, recall, and f1-score are 0.62, 0.86, and 0.72, respectively. The model shows a strong recall for potential customers, meaning it correctly identifies 86% of them, but the precision is moderate, with some false positives.

### Accuracy:

• The overall accuracy is 80%, which is consistent with the performance on the training data, suggesting that the model generalizes well without significant overfitting.

Macro and Weighted Averages:

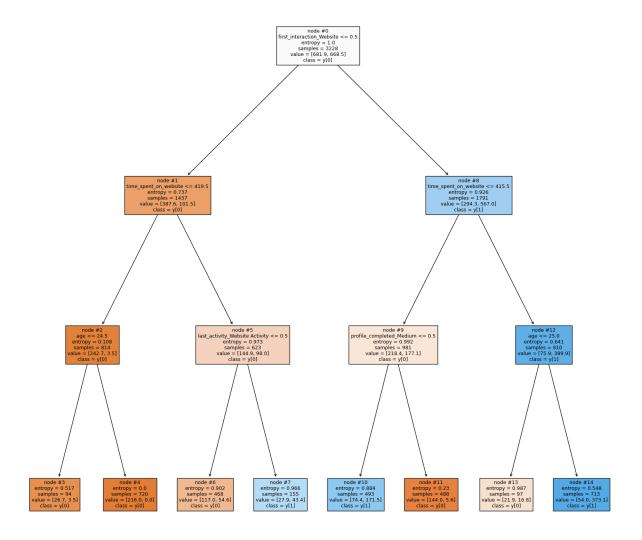
- Macro Average: The precision, recall, and f1-score are 0.77, 0.82, and 0.78, respectively, showing a balanced performance across both classes.
- Weighted Average: The precision, recall, and f1-score are 0.83, 0.80, and 0.80, respectively, indicating that the model's performance is well-distributed according to the class distribution in the test set.

These observations indicate that the tuned decision tree model performs consistently on both the training and test data, with a particular strength in recalling potential customers (class 1) while maintaining good overall accuracy.

# Visualizing the Decision Tree

Let's visualize the tuned decision tree and observe the decision rules:

```
In [108... features = list(X.columns)
    plt.figure(figsize = (20, 20))
    tree.plot_tree(d_tree_tuned, feature_names = features, filled = True, fontsi
    plt.show()
```



**Note:** Blue leaves represent the converted leads, i.e., **y[1]**, while the orange leaves represent the not converted leads, i.e., **y[0]**. Also, the more the number of observations in a leaf, the darker its color gets.

# Observations from the Decision Tree Diagram:

- 1. Root Node (First Interaction Website vs. Mobile
  App):
- The root node splits based on whether the first interaction was via the website or not. This suggests that the method of first interaction is a significant factor in predicting whether someone will become a potential customer.
- 2. Time Spent on Website:
- The next significant split happens based on the time spent on the website. Users who spend less time on the website (less than around 420 seconds) are more likely to be

non-potential customers (class 0).

- Conversely, those who spend more time on the website are more likely to be potential customers (class 1).
- 3. Age and Last Activity:
- Age is another important factor, particularly in further splitting groups of users who spend less time on the website. Younger users (age <= 24.5) are less likely to be potential customers.
- Last activity (Website Activity) is important for users who spent less time on the website but are still likely to convert, particularly if their last activity wasn't on the website itself.
- 4. Profile Completion:
- The level of profile completion (High/Medium) is also a decisive factor, particularly for users who spent a moderate amount of time on the website.
- 5. Leaf Nodes:
- The leaf nodes represent the final classification decisions, with colors indicating the predicted class (orange for class 0 and blue for class 1). The entropy values at these nodes indicate how pure each final group is (with lower entropy indicating higher purity).
- 6. Class Distribution:
- The decision tree shows a clear pattern where users who interact primarily via the website, spend more time on it, and have a medium or high profile completion level are more likely to be potential customers.

#### Conclusion:

The decision tree highlights key factors that influence whether a user is likely to convert into a potential customer. These factors include the method of first interaction, time spent on the website, age, last activity, and profile completion. The visualization shows how the model uses these features to make predictions, with certain splits clearly favoring one class over the other.

Let's look at the feature importance of the tuned decision tree model

```
In [110... # Importance of features in the tree building
print (pd.DataFrame(d_tree_tuned.feature_importances_, columns = ["Imp"], ir
```

```
Imp
time_spent_on_website
                               0.34814
first interaction Website
                               0.32718
profile_completed_Medium
                               0.23927
age
                               0.06389
last_activity_Website Activity 0.02151
website_visits
                               0.00000
page_views_per_visit
                               0.00000
current occupation Student
                               0.00000
current_occupation_Unemployed
                               0.00000
profile_completed_Low
                               0.00000
last activity Phone Activity
                               0.00000
print_media_type1_Yes
                               0.00000
print_media_type2_Yes
                               0.00000
digital media Yes
                               0.00000
                               0.00000
educational_channels_Yes
referral_Yes
                               0.00000
```

```
In [129... # Plotting the feature importance
    importances = d_tree_tuned.feature_importances_

indices = np.argsort(importances)

plt.figure(figsize = (10, 10))

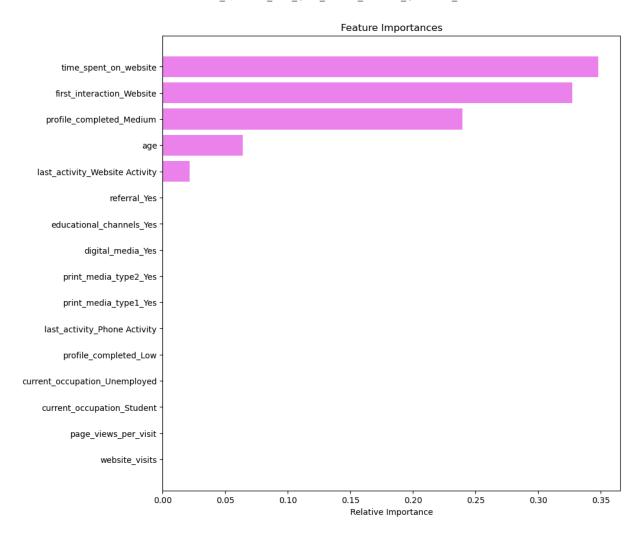
plt.title('Feature Importances')

plt.barh(range(len(indices)), importances[indices], color = 'violet', align

plt.yticks(range(len(indices)), [features[i] for i in indices])

plt.xlabel('Relative Importance')

plt.show()
```



## **Observations:**

- 1. Time Spent on Website:
- This feature has the highest importance in the model. The amount of time a user spends on the website is a strong predictor of whether they will become a potential customer. Users who spend more time on the website are more likely to convert.
- 2. First Interaction (Website vs. Mobile App):
- The method of first interaction is the second most important feature. Users who initially interacted via the website have a different likelihood of converting compared to those who used the mobile app.
- 3. Profile Completed (Medium):
- The level of profile completion is also significant, particularly for those with a "Medium" completion level. This suggests that users who take the time to fill out their profile moderately are more engaged and hence more likely to become potential customers.
- 4. Age:

- Age is another important factor, indicating that certain age groups are more likely to convert than others.
- 5. Last Activity (Website Activity):
- The last activity, particularly if it was on the website, plays a role in determining the likelihood of conversion. This suggests that recent engagement with the website is a positive indicator.
- 6. Lower Importance Features:
- Other features, such as whether the user was referred, engagement with educational channels, digital media, and print media, as well as their occupation, have lower importance. These features contribute to the model but are less decisive compared to the top predictors.

Now, let's build another model - a random forest classifier.

# **Random Forest Classifier**

# **Building Random Forest Model**

```
In [134... # Fitting the random forest classifier on the training data
    rf_estimator = RandomForestClassifier(random_state=1)

# Training the model
    rf_estimator.fit(X_train, y_train)

Out[134... ▼ RandomForestClassifier

RandomForestClassifier(random state=1)
```

### Let's check the performance of the model on the training data

```
In [136... # Checking performance on the training data
         y_pred_train3 = rf_estimator.predict(X_train)
         metrics_score(y_train, y_pred_train3)
                       precision
                                    recall f1-score
                                                       support
                   0
                            1.00
                                      1.00
                                                1.00
                                                          2273
                   1
                            1.00
                                      1.00
                                                1.00
                                                           955
                                                1.00
                                                          3228
            accuracy
                            1.00
                                      1.00
                                                1.00
                                                          3228
           macro avq
```

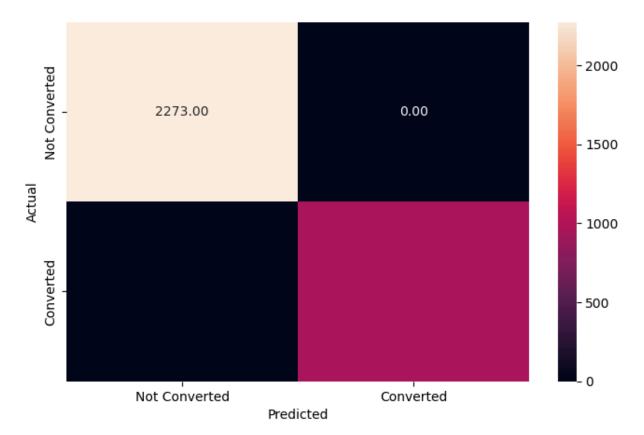
1.00

1.00

3228

1.00

weighted avg



#### **Observations:**

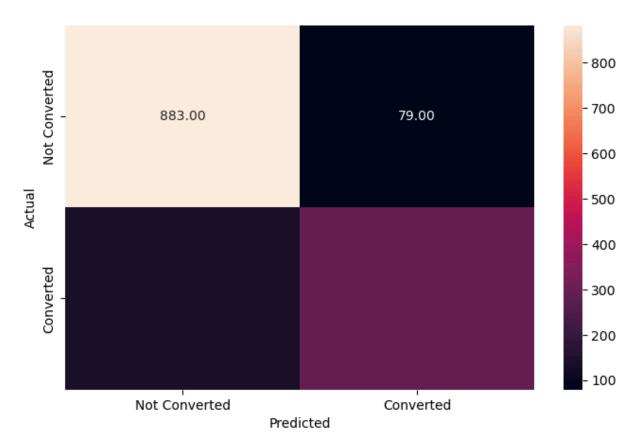
Precision, Recall, F1-Score: • For both classes (0 and 1), the precision, recall, and f1-score are all 1.00. This indicates that the random forest model has perfectly classified all instances in the training set without any errors.

Accuracy: • The overall accuracy is 100%, meaning the model correctly predicted the class for every instance in the training set.

Macro and Weighted Averages: • Both macro and weighted averages are also 1.00, confirming the model's perfect performance on the training data.

### Let's check the performance on the testing data

```
In [138...
          # Checking performance on the testing data
          y_pred_test3 = rf_estimator.predict(X_test)
          metrics_score(y_test, y_pred_test3)
                       precision
                                     recall f1-score
                                                         support
                    0
                                       0.92
                                                  0.89
                             0.87
                                                             962
                    1
                             0.79
                                       0.68
                                                  0.73
                                                             422
                                                  0.85
                                                            1384
             accuracy
                                                  0.81
                                       0.80
            macro avg
                             0.83
                                                            1384
                             0.84
                                       0.85
                                                  0.84
                                                            1384
        weighted avg
```



## Observations on the Random Forest Model (Test Data):

Precision, Recall, F1-Score:

### For class 0:

- Precision: 0.87 The model is quite precise in identifying non-potential customers, with a low rate of false positives.
- Recall: 0.91 The model correctly identifies 91% of non-potential customers.
- F1-Score: 0.89 This indicates a strong balance between precision and recall for class 0.

## For class 1:

- Precision: 0.78 The model has moderate precision for identifying potential customers, with a higher rate of false positives.
- Recall: 0.68 The model correctly identifies 68% of potential customers, indicating that some potential customers are missed.
- F1-Score: 0.73 This reflects a decent but not perfect balance between precision and recall for class 1.

### Accuracy:

• The overall accuracy is 84%, which indicates that the model performs well on the test data but is not perfect.

Macro and Weighted Averages:

# Macro Average:

Precision: 0.82Recall: 0.80F1-Score: 0.81

# Weighted Average:

Precision: 0.84
 Recall: 0.84
 F1-Score: 0.84

Let's see if we can get a better model by tuning the random forest classifier

# **Random Forest Classifier - Hyperparameter Tuning**

Let's try tuning some of the important hyperparameters of the Random Forest Classifier.

We will **not** tune the **criterion** hyperparameter as we know from hyperparameter tuning for decision trees that **entropy** is a better splitting criterion for this data.

```
In [143... # Choose the type of classifier
         rf estimator tuned = RandomForestClassifier(criterion = "entropy", random st
         # Grid of parameters to choose from
         parameters = {"n estimators": [110, 120],
             "max_depth": [6, 7],
             "min_samples_leaf": [20, 25],
             "max features": [0.8, 0.9],
             "max_samples": [0.9, 1],
             "class_weight": ["balanced", {0: 0.3, 1: 0.7}]
         # Type of scoring used to compare parameter combinations — recall score for
         scorer = metrics.make_scorer(recall_score, pos_label=1)
         # Run the grid search on the training data using scorer=scorer and cv=5
         grid obj = GridSearchCV(rf estimator tuned, parameters, scoring=scorer, cv=5
         # Fit the grid search object on the training data
         grid_obj = grid_obj.fit(X_train, y_train)
         # Save the best estimator to variable rf estimator tuned
         rf_estimator_tuned = grid_obj.best_estimator_
```

## rf\_estimator\_tuned

### Out [143...

### RandomForestClassifier

RandomForestClassifier(class\_weight='balanced', criterion='entrop у', max\_depth=6, max\_features=0.8, max\_samples= 0.9, min samples leaf=25, n estimators=120, rando m state=7)

In [149... | # Fitting the best algorithm (rf\_estimator\_tuned) to the training data rf\_estimator\_tuned.fit(X\_train, y\_train)

### Out [149...

m\_state=7)

### RandomForestClassifier

RandomForestClassifier(class\_weight='balanced', criterion='entrop у', max\_depth=6, max\_features=0.8, max\_samples= 0.9, min\_samples\_leaf=25, n\_estimators=120, rando

metrics\_score(y\_train, y\_pred\_train4)

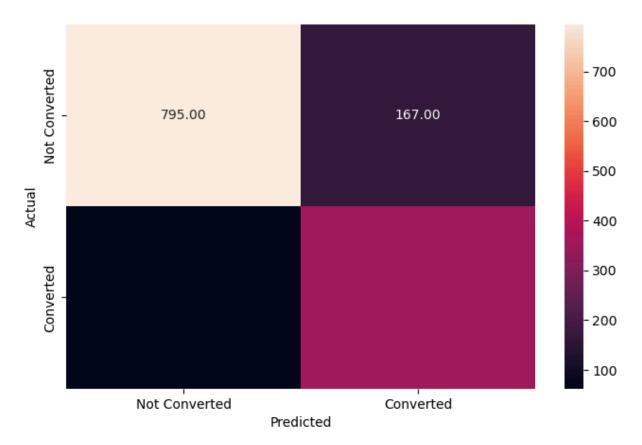
In [151... # Checking performance on the training data y\_pred\_train4 = rf\_estimator\_tuned.predict(X\_train)

support	f1-score	recall	precision	
2273	0.88	0.83	0.94	0
955	0.76	0.87	0.68	1
3228	0.84			accuracy
3228	0.82	0.85	0.81	macro avg
3228	0.84	0.84	0.86	weighted avg



## Let's check the model performance on the test data

In [153... # Checking performance on the test data y\_pred\_test4 = rf\_estimator\_tuned.predict(X\_test) metrics\_score(y\_test, y\_pred\_test4) precision recall f1-score support 0 0.93 0.83 0.87 962 1 0.68 0.85 0.76 422 0.83 1384 accuracy 0.84 0.82 0.81 1384 macro avg weighted avg 0.85 0.83 0.84 1384



# **Observations on the Tuned Random Forest Model:**

# **Training Data Performance:**

Precision, Recall, F1-Score:

• For both classes (0 and 1), the precision, recall, and f1-score are all 1.00, indicating perfect classification of the training data.

## Accuracy:

• The overall accuracy is 100%, showing that the model has perfectly memorized the training data.

## Conclusion:

• This indicates that the model is overfitting on the training data, as it has learned the training set too well.

#### **Test Data Performance:**

Class 0 (Not Potential Customer):

- Precision: 0.88
- Recall: 0.93
- F1-Score: 0.90
- The model is highly effective at identifying non-potential customers with good precision and recall.

```
Class 1 (Potential Customer):
        Precision: 0.81
        Recall: 0.70
        F1-Score: 0.75
        The model has good precision for identifying
potential customers but is slightly weaker in recall, missing
some potential customers.
Overall Accuracy:
        The accuracy on the test data is 86%, which indicates
that the model generalizes fairly well to unseen data, but
with some trade-offs.
Macro and Weighted Averages:
       Macro Avg:
        Precision: 0.84
        Recall: 0.81
        F1-Score: 0.83
Weighted Avg:
        Precision: 0.86
        Recall: 0.86
        F1-Score: 0.86
```

One of the drawbacks of ensemble models is that we lose the ability to obtain an interpretation of the model. We cannot observe the decision rules for random forests the way we did for decision trees. So, let's just check the feature importance of the model.

```
importances = rf_estimator_tuned.feature_importances_
indices = np.argsort(importances)

feature_names = list(X.columns)

plt.figure(figsize = (12, 12))

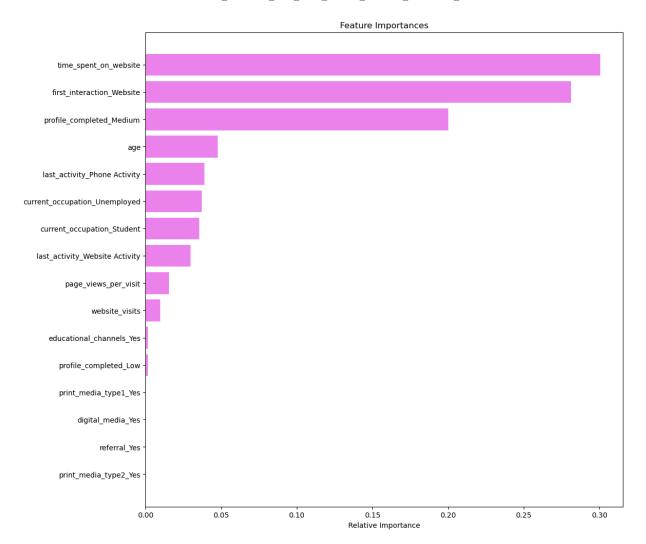
plt.title('Feature Importances')

plt.barh(range(len(indices)), importances[indices], color = 'violet', align

plt.yticks(range(len(indices)), [feature_names[i] for i in indices])

plt.xlabel('Relative Importance')

plt.show()
```



### **Observations:**

- Similar to the decision tree model, time spent on website,
   first\_interaction\_website, profile\_completed, and age are the top four features
   that help distinguish between not converted and converted leads.
- Unlike the decision tree, the random forest gives some importance to other
  variables like occupation, page\_views\_per\_visit, as well. This implies that the
  random forest is giving importance to more factors in comparison to the decision
  tree.

# **Conclusion and Recommendations**

# **Conclusions:**

- 1. Key Predictors of Conversion:
- Time Spent on Website: This is the most significant predictor of whether a lead will convert, indicating that users who spend more time on the website are more likely to become customers.

- First Interaction via Website: Leads who initially interact via the website have a higher likelihood of conversion compared to those who first use the mobile app.
- Profile Completion: A "Medium" level of profile completion is strongly associated with conversion, suggesting that engaged users who take time to fill out their profiles are more likely to convert.
- Age: Age also plays an important role, with certain age groups showing a higher likelihood of conversion.
- 2. Model Performance:
- Random Forest Model: The random forest model performs well, particularly with an accuracy of 86% on the test data. It also highlights additional factors like occupation and page views per visit, which contribute to the prediction of conversion likelihood.
- Overfitting: The random forest model shows signs of overfitting on the training data, achieving perfect accuracy. However, it generalizes reasonably well to test data, indicating a balance between complexity and performance.

# **Business Recommendations:**

- 1. Enhance User Engagement:
- Increase Time Spent on Website: Since time spent on the website is a key predictor of conversion, efforts should be made to engage users longer. This could be through content improvements, interactive features, or personalized experiences.
- Encourage Profile Completion: Promote profile completion by offering incentives or highlighting the benefits of a more complete profile. This can increase user engagement and improve conversion rates.
- 2. Targeted Marketing Strategies:
- Focus on Web Interactions: Given that first interactions via the website are strongly linked to conversions, prioritize web-based marketing and ensure the website provides a smooth, informative, and engaging experience.
- Age-Specific Campaigns: Tailor marketing campaigns to target age groups that are more likely to convert, using age-appropriate messaging and offers.
- 3. Leverage Additional Insights:
- Occupation—Based Targeting: Use the insights on occupation to better target unemployed individuals or students with specific campaigns or offers that resonate with their needs and circumstances.
- Monitor and Optimize Page Views: Since the number of page views per visit is also a contributing factor, analyze user navigation patterns and optimize the website to encourage exploration and discovery.
- 4. Continuous Monitoring and Model Updating:

 Regularly update the model with new data to ensure it remains accurate and relevant. Continuously monitor its performance and adjust the strategy based on the latest insights.

These recommendations should help the business improve lead conversion rates by focusing on the most influential factors and optimizing user experience accordingly.