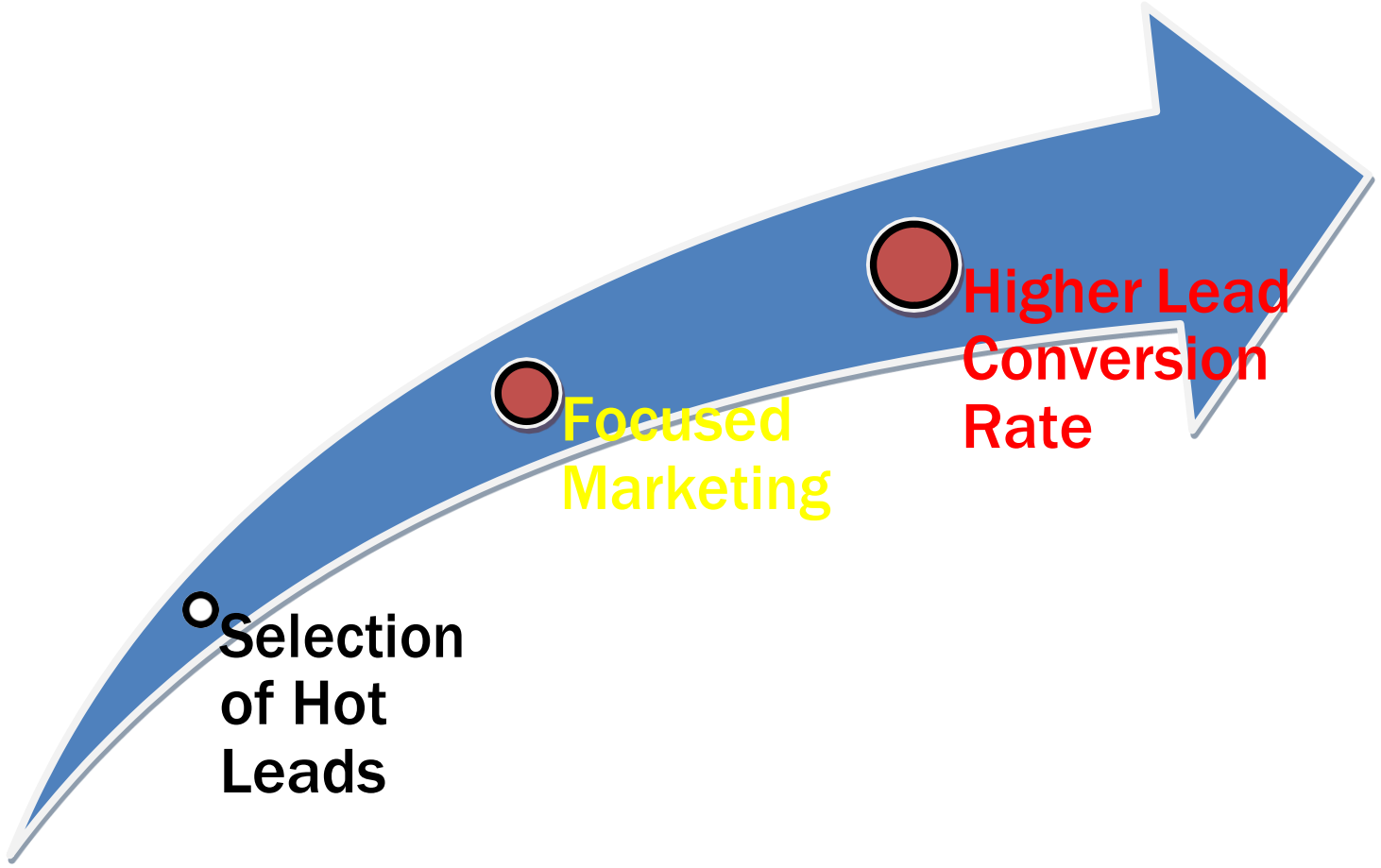
LEAD SCORING CASE STUDY

Problem Statement:

X Education has appointed you to help them select the most promising leads, i.e. the leads that are most likely to convert into paying customers. The company requires you to build a model wherein you need to assign a lead score to each of the leads such that the customers with a higher lead score have a higher conversion chance and the customers with a lower lead score have a lower conversion chance. The CEO, in particular, has given a ballpark of the target lead conversion rate to be around 80%.

Business Objective

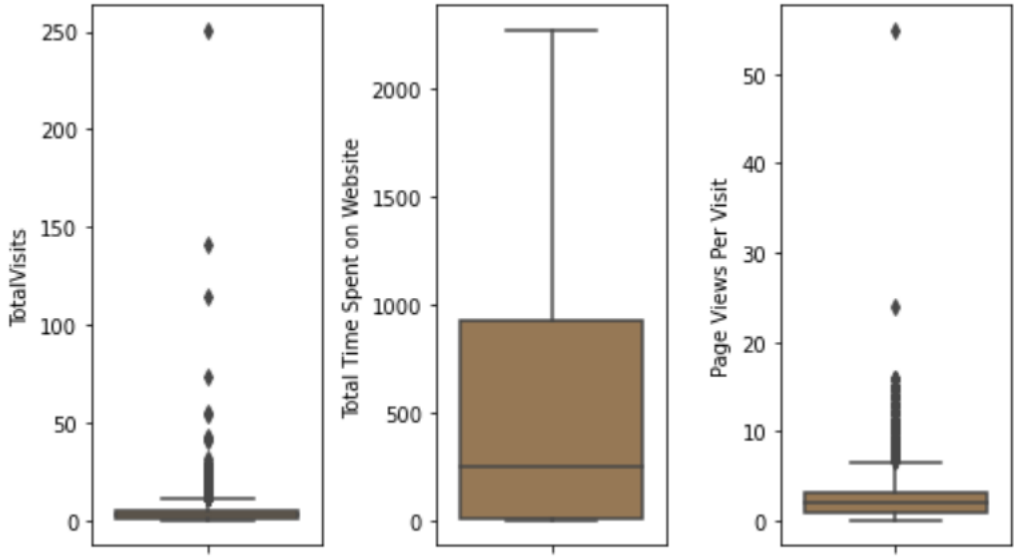
To help X Education select most promising leads ***(Hot Leads)***, i.e. the leads that are most likely to convert into paying customers.



DATA VISUALIZATION

- To identify important features
- To get insights

Numerical Variables



People spending more time on website are more likely to get converted.

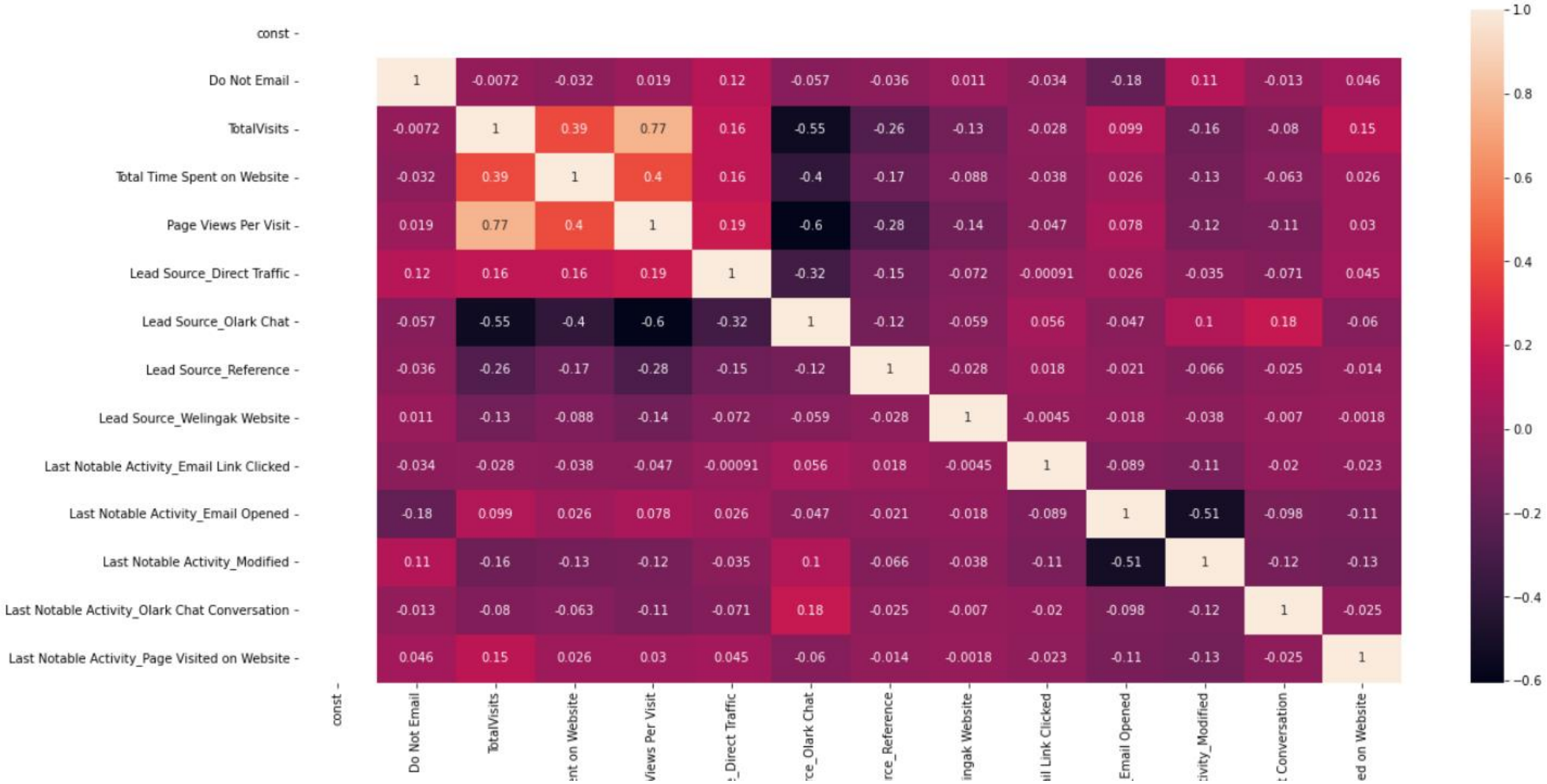
MODEL EVALUATION

Generalized Linear Model Regression Results

Dep. Variable:	Converted	No. Observations:	5911
Model:	GLM	Df Residuals:	5897
Model Family:	Binomial	Df Model:	13
Link Function:	Logit	Scale:	1.0000
Method:	IRLS	Log-Likelihood:	-2661.1
Date:	Tue, 24 Jan 2023	Deviance:	5322.3
Time:	22:13:46	Pearson chi2:	6.20e+03
No. Iterations:	7	Pseudo R-squ. (CS):	0.3448
Covariance Type:	nonrobust		

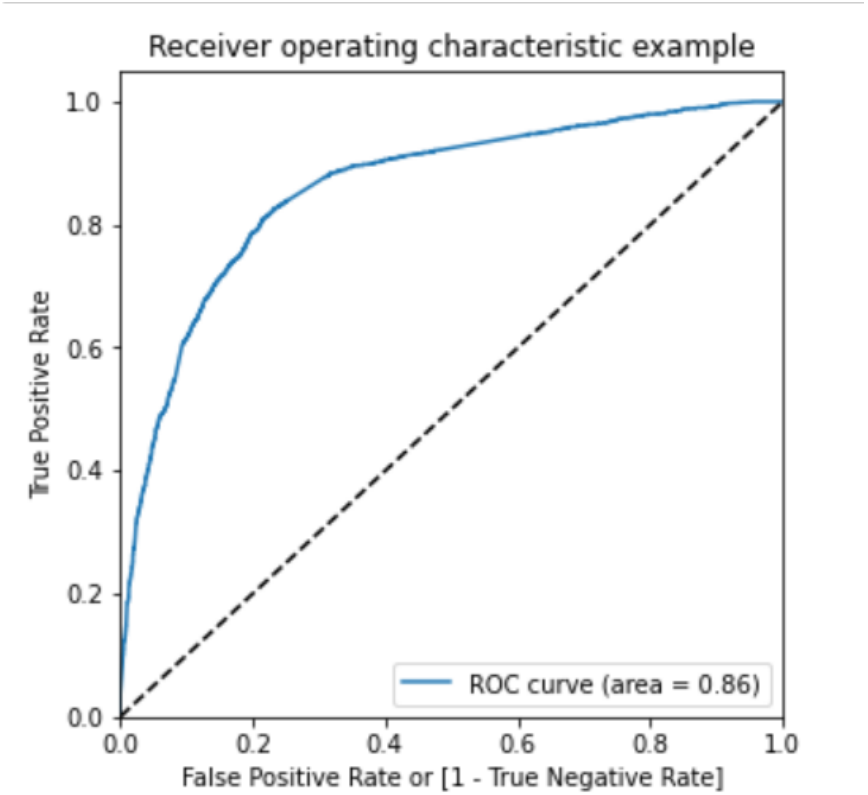
	coef	std err	z	P>|z|	[0.025	0.975]
const	0.4454	0.083	5.335	0.000	0.282	0.609
Do Not Email	-1.5941	0.173	-9.227	0.000	-1.933	-1.255
TotalVisits	0.2352	0.053	4.407	0.000	0.131	0.340
Total Time Spent on Website	1.0865	0.040	27.024	0.000	1.008	1.165
Page Views Per Visit	-0.2050	0.059	-3.461	0.001	-0.321	-0.089
Lead Source_Direct Traffic	-0.3124	0.083	-3.769	0.000	-0.475	-0.150
Lead Source_Olark Chat	0.8086	0.134	6.027	0.000	0.546	1.072
Lead Source_Reference	4.2311	0.244	17.370	0.000	3.754	4.709
Lead Source_Welingak Website	6.2647	1.025	6.113	0.000	4.256	8.273
Last Notable Activity_Email Link Clicked	-1.9305	0.274	-7.038	0.000	-2.468	-1.393
Last Notable Activity_Email Opened	-1.3768	0.089	-15.503	0.000	-1.551	-1.203
Last Notable Activity_Modified	-2.0628	0.091	-22.565	0.000	-2.242	-1.884
Last Notable Activity_Olark Chat Conversation	-3.4336	0.385	-8.921	0.000	-4.188	-2.679
Last Notable Activity_Page Visited on Website	-1.9372	0.226	-8.577	0.000	-2.380	-1.495

Final Model Summary: All p-values are zero



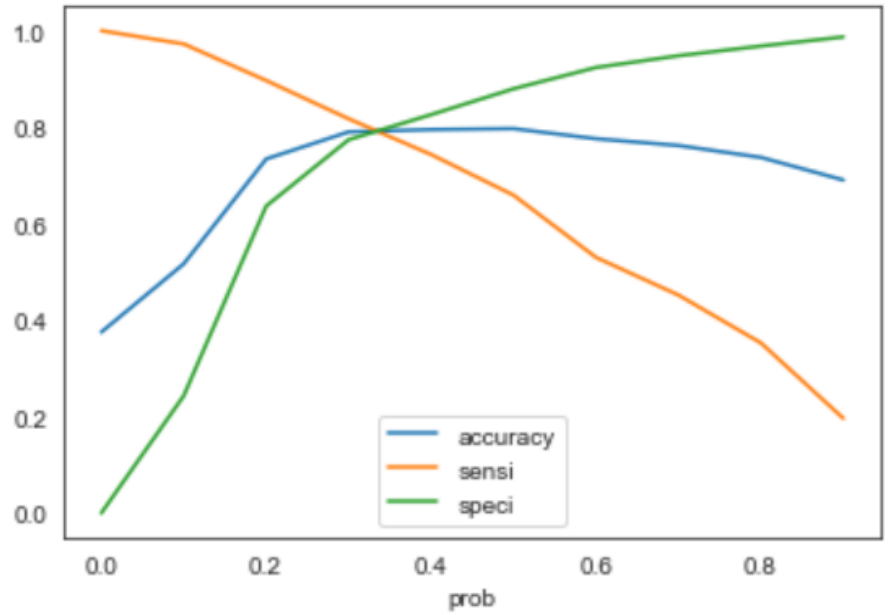
Correlations between features in the final model are **negligible.**

ROC curve



Area under curve = 0.86

Finding Optimal Threshold



Graph showing changes in Sensitivity, Specificity and Accuracy with changes in the probability threshold values

Optimal cutoff = 0.30

Relative Importance Of Features