

## LEAD SCORING CASE STUDY

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## PROBLEM STATEMENT

An education company named X Education sells online courses to industry professionals. On any given day, many professionals who are interested in the courses land on their website and browse for courses.

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 higher lead score have a higher conversion chance and the customers with 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%.

## STEPS TO PERFORM CASE STUDY ANALYSIS

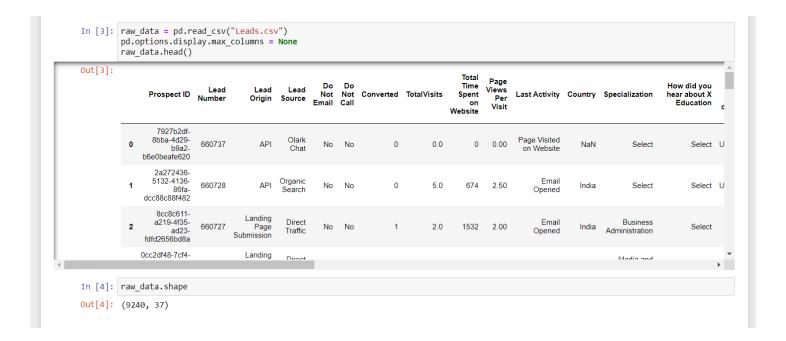
- Import Data
- Inspecting the Dataframe
- Data Preparation
- Test-Train Split
- Feature Scaling
- Looking for Correlation
- Model Building
- Feature Scaling using RFE
- Plotting the ROC Curve
- Finding Optimal Cutoff Point
- Making Predictions to the Test set

### **IMPORT DATA**

Imported "Leads.csv"

The raw data contains 9240 rows

The raw data contains 37 columns (combination of Original + Sales info)



# INSPECTING THE DATAFRAME

### Checking on the data types of the variables

### Checking on the null value percent

n [5]:	raw_data.dtypes		In [7]:	raw_data.isnull().sum()/len(raw_data) * 100	
ut[5]:	Prospect ID	object	Out[7]:	Prospect ID	0.000000
[-].	Lead Number	int64		Lead Number	0.000000
	Lead Origin	object		Lead Origin	0.000000
	Lead Source	object		Lead Source	0.389610
	Do Not Email	object		Do Not Email	0.000000
	Do Not Call	object		Do Not Call	0.000000
	Converted	int64		Converted	0.000000
	TotalVisits	float64		TotalVisits	1.482684
	Total Time Spent on Website	int64		Total Time Spent on Website	0.000000
	Page Views Per Visit	float64		Page Views Per Visit	1.482684
	Last Activity	object		Last Activity	1.114719
	Country	object		Country	26.634199
	Specialization	object		Specialization	15.562771
	How did you hear about X Education	object		How did you hear about X Education	23.885281
	What is your current occupation	object		What is your current occupation	29.112554
	What matters most to you in choosing a course	object		What matters most to you in choosing a course	29.318182
	Search	object		Search	0.000000
	Magazine	object		Magazine	0.000000
	Newspaper Article	object		Newspaper Article	0.000000
	X Education Forums	object		X Education Forums	0.000000
	Newspaper	object		Newspaper	0.000000
	Digital Advertisement	object		Digital Advertisement	0.000000
	Through Recommendations	object		Through Recommendations	0.000000
	Receive More Updates About Our Courses	object		Receive More Updates About Our Courses	0.000000
	Tags	object		Tags	36.287879
	Lead Quality	object		Lead Quality	51.590909
	Update me on Supply Chain Content	object		Update me on Supply Chain Content	0.000000
	Get updates on DM Content	object		Get updates on DM Content	0.000000
	Lead Profile	object		Lead Profile	29.318182
	City	object		City	15.367965
	Asymmetrique Activity Index	object		Asymmetrique Activity Index	45.649351
	Asymmetrique Profile Index	object		Asymmetrique Profile Index	45.649351
	Asymmetrique Activity Score	float64		Asymmetrique Activity Score	45.649351
	Asymmetrique Profile Score	float64		Asymmetrique Profile Score	45.649351
	I agree to pay the amount through cheque	object		I agree to pay the amount through cheque	0.000000
	A free copy of Mastering The Interview	object		A free copy of Mastering The Interview	0.000000
	Last Notable Activity	object		Last Notable Activity	0.000000
	dtype: object			dtype: float64	

```
In [14]: raw_data["Specialization"].value_counts() #18
Out[14]: Select
                                               1942
         Finance Management
                                                976
         Human Resource Management
                                                848
         Marketing Management
                                                838
         Operations Management
                                                503
         Business Administration
                                                403
         IT Projects Management
                                                366
         Supply Chain Management
                                                349
         Banking, Investment And Insurance
                                                338
         Media and Advertising
                                                203
         Travel and Tourism
                                                203
         International Business
                                                178
         Healthcare Management
                                                159
         Hospitality Management
                                                114
         F-COMMERCE
                                                112
         Retail Management
                                                100
         Rural and Agribusiness
                                                 73
         E-Business
                                                 57
         Services Excellence
                                                 40
         Name: Specialization, dtype: int64
```

```
In [10]: raw_data["Do Not Email"].value_counts()
Out[10]: No     8506
     Yes     734
     Name: Do Not Email, dtype: int64

In [11]: raw_data["Do Not Call"].value_counts()
Out[11]: No     9238
     Yes     2
     Name: Do Not Call, dtype: int64
```

#### Mode for one column

```
In [16]: # What matters most to you in choosing a course
raw_data["What matters most to you in choosing a course"].value_counts()

Out[16]: Better Career Prospects 6528
Flexibility & Convenience 2
Other 1
Name: What matters most to you in choosing a course, dtype: int64

In [17]: raw_data["What matters most to you in choosing a course"].isnull().sum()

Out[17]: 2709

In [18]: raw_data["What matters most to you in choosing a course"].fillna(raw_data["What matters most to you in choosing a course"].mode()
```

Out[27]: 0.0

## DATA PREPARATION

#### Remove null valules

```
In [25]: # What is your current occupation
         raw data["What is your current occupation"].value counts()
Out[25]: Unemployed
                                  5600
         Working Professional
                                  706
         Student
                                  210
         Other
                                    16
         Housewife
                                    10
         Businessman
         Name: What is your current occupation, dtype: int64
In [26]: raw_data["What is your current occupation"].isnull().sum()/len(raw data) * 100
Out[26]: 29.11255411255411
In [27]: raw_data = raw_data.dropna(axis=0, subset=["What is your current occupation"])
         raw_data["What is your current occupation"].isnull().sum()/len(raw_data) * 100
```

#### handling "Select" values

```
In [24]: raw_data = raw_data.replace("Select", np.NaN)
```

#### Setting up dummy variables

#### Dummy var1

```
In [63]: raw_data.shape
Out[63]: (6420, 26)
In [64]: raw data["Lead Origin"].value counts()
Out[64]: Landing Page Submission
                                    2140
         API
         Others
                                     636
         Name: Lead Origin, dtype: int64
In [65]: # Creating dummy variables for the remaining categorical variables and dropping the level with big names.
         # Creating dummy variables for the variable 'MultipleLines'
         ml = pd.get_dummies(raw_data["Lead Origin"], prefix="Lead Origin")
         # Dropping MultipleLines_No phone service column
         ml1 = ml.drop(["Lead Origin Others"], 1)
         #Adding the results to the master dataframe
         raw_data = pd.concat([raw_data,ml1], axis=1)
In [66]: raw_data.shape
Out[66]: (6420, 28)
```

## DATA PREPARATION

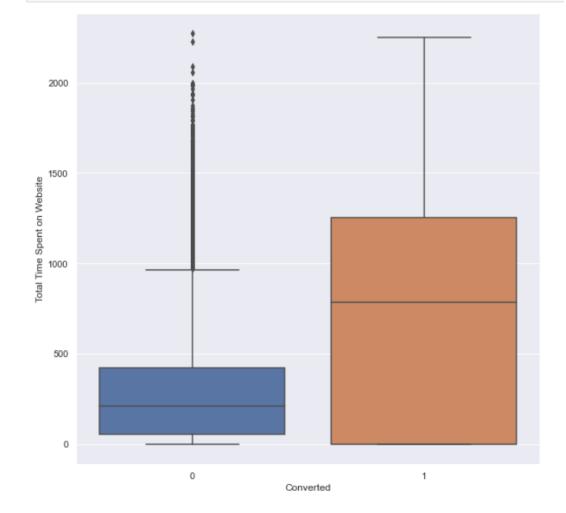
# UNIVARIATE ANALYSIS

### Inference:

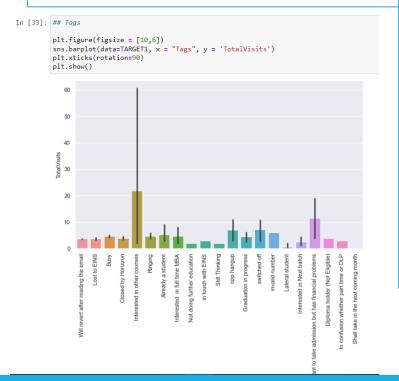
As we can clearly see from above plot those who have been converted to take up the course have spent considerable amount of time on the website as compared to those who have not.

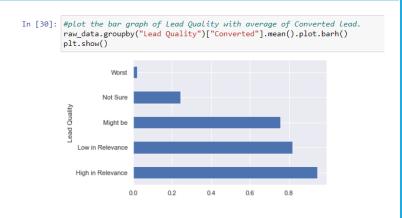
### **Total Time Spent on Website**

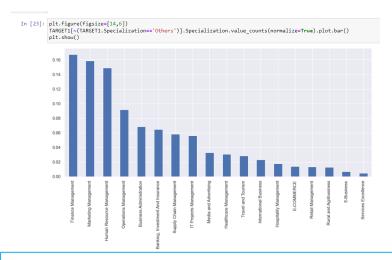
```
In [160]: plt.figure(figsize = [10,10])
    sns.boxplot(data=raw_data, x="Converted", y="Total Time Spent on Website")
    plt.show()
```



As we can see, apart from those whose field of specialization is Unknown, there are 3 primary fields of people who are usually getting converted to the course and hence they should be prioritized for the leads.







As we can see from above those with tags category as "Interested in other courses" and probably those with some financial need are keen to take up courses and hence making more visits to the website should also be pursued more as they have better chances of being converted.

## BI-VARIATE ANALYSIS

### TEST-TRAIN SPLIT

The dependent variable to be predicted is "Converted"

Train set size = 70% of the raw\_data

Test set size = 30% of the raw\_data

```
In [81]: from sklearn.model_selection import train_test_split
In [82]: # Putting feature variable to X
         X = raw_data.drop(["Converted"], axis=1)
         X.head()
Out[82]:
                                   Total
               Do Do
                                   Time
                                        Views
                                                                                                  Digital
                                                              Newspaper
              Not
                  Not TotalVisits
                                  Spent
                                               Search Magazine
                                                                                           Advertisement Recommendations
             Email
                                     on
                                                                                                                                 Chain
                                                                                                                           Our
                                                                                                                                        Conten
                                                                                                                                Content
                                                                                                                        Courses
                             0.0
                             5.0
                             2.0
                                   1532
                                          2.0
In [83]: # Putting response variable to y
         y = raw_data["Converted"]
         y.head()
Out[83]: 0
          Name: Converted, dtype: int64
In [84]: # Splitting the data into train and test
         X_train, X_test, y_train, y_test = train_test_split(X, y, train_size=0.7, test_size=0.3, random_state=100)
```

### FEATURE SCALING

Performing feature scaling using StandardScaler

Post Data Preparation, we are left with 3 columns for scaling:

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

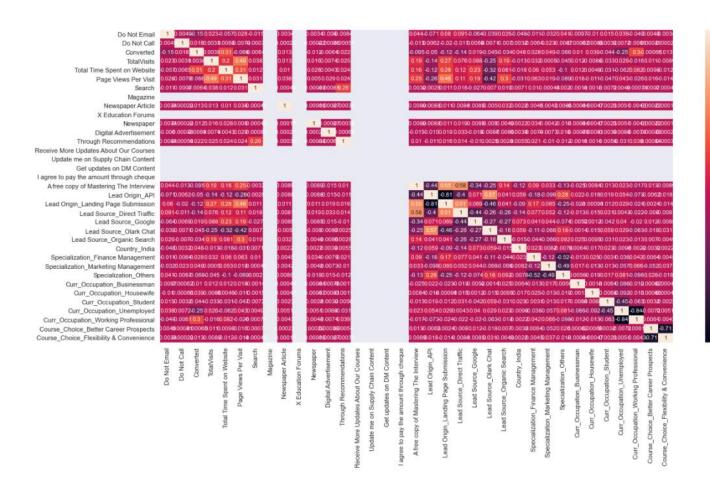
We have almost 48-49% conversion rate

```
In [85]: from sklearn.preprocessing import StandardScaler
In [86]: scaler = StandardScaler()
         X_train[["TotalVisits","Total Time Spent on Website","Page Views Per Visit"]] = scaler.fit_transform(X_train[["TotalVisits","Total
         X train.head()
Out[86]:
                                        Total
                  Do Do
                                                                                                          Digital
                                                Views Search Magazine
                                                                                Education Newspaper
                 Not Not TotalVisits
                                    Spent on
                                                                                                    Advertisement Recom-
                                                                                                                                 Courses
                                             -0.232526
                           -0.446432 -0.601041
In [87]: ### Checking the converted Rate
          converted = (sum(raw_data["Converted"])/len(raw_data["Converted"].index))*100
          converted
Out[87]: 48.14641744548286
```

# LOOKING FOR CORRELATION

On performing correlation on the 35 variables

We found few variables with no correlation value and decided to get rid of them



- 0.75

- 0.50

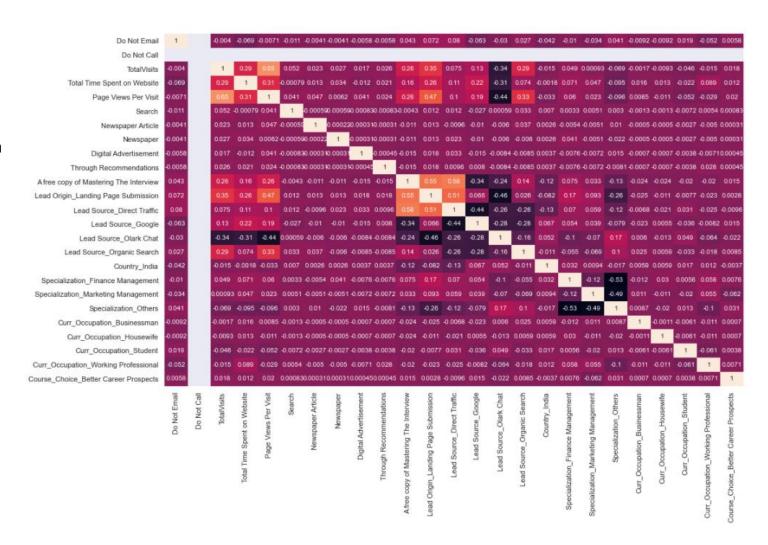
- 0.25

--0.25

-0.50

# CORRELATION CONT.

Post removing 10 variables with highest and no correlation, we ended up with 24 independent variables to go ahead with our regression model building



- 0.8

- 0.6

--0.2

-0.4

## MODEL BUILDING

```
In [96]: import statsmodels.api as sm
In [97]: # Logistic Regression Model
           X train sm = sm.add constant(X train)
          log_res_m1 = sm.GLM(y_train, X_train_sm, family=sm.families.Binomial())
           log res m1.fit().summary()
Out[97]:
           Generalized Linear Model Regression Results
               Dep. Variable:
                                   Converted No. Observations:
                                                                  4469
                     Model:
                                                 Df Residuals:
              Model Family:
                                    Binomial
                                                    Df Model:
                                                                    24
              Link Function:
                                                       Scale:
                                                                1.0000
                                       logit
                    Method:
                                               Log-Likelihood:
                                                                -2301.4
                                                                4602.8
                      Date: Tue. 11 Jan 2022
                                    13:05:16
                                                Pearson chi2: 4.75e+03
              No. Iterations:
                                        21
            Covariance Type:
                                   nonrobust
                                                                                                0.975]
                                                                                                5.405
                                                                                       -0.369
                                                                       1.709 0.087
```

We started to build our first model using StatsModels as the dependent variable is 0s and 1s

Using train set, after adding a constant

Family as Binomial because our outcome is binary (zeros and ones), proportions of "successes" and "failures" (values between 0 and 1), or their counts, we can use Binomial distribution

# FEATURE SCALING USING RFE

Performed feature scaling using LogisticRegression library

Ran RFE with 20 variables as output

Split the columns into two sets

```
In [102]: list(zip(X train.columns, rfe.support , rfe.ranking ))
Out[102]: [('Do Not Email', True, 1),
            ('Do Not Call', False, 6),
            ('TotalVisits', True, 1),
            ('Total Time Spent on Website', True, 1),
            ('Page Views Per Visit', True, 1),
            ('Search', False, 4),
             ('Newspaper Article', True, 1),
            ('Newspaper', True, 1),
            ('Digital Advertisement', True, 1),
            ('Through Recommendations', True, 1),
            ('A free copy of Mastering The Interview', False, 5),
            ('Lead Origin Landing Page Submission', True, 1),
            ('Lead Source Direct Traffic', True, 1),
            ('Lead Source Google', True, 1),
            ('Lead Source Olark Chat', True, 1),
            ('Lead Source Organic Search', True, 1),
            ('Country India', True, 1),
            ('Specialization Finance Management', True, 1),
            ('Specialization_Marketing Management', True, 1),
            ('Specialization_Others', False, 3),
            ('Curr Occupation Businessman', False, 2),
            ('Curr_Occupation_Housewife', True, 1),
            ('Curr Occupation Student', True, 1),
            ('Curr Occupation Working Professional', True, 1),
            ('Course_Choice_Better Career Prospects', True, 1)]
```

```
In [103]: col = X train.columns[rfe.support ]
In [104]: col
Out[104]: Index(['Do Not Email', 'TotalVisits', 'Total Time Spent on Website',
                 'Page Views Per Visit', 'Newspaper Article', 'Newspaper',
                 'Digital Advertisement', 'Through Recommendations',
                 'Lead Origin Landing Page Submission', 'Lead Source Direct Traffic',
                 'Lead Source_Google', 'Lead Source_Olark Chat',
                 'Lead Source Organic Search', 'Country India',
                 'Specialization Finance Management',
                 'Specialization_Marketing Management', 'Curr_Occupation_Housewife',
                 'Curr Occupation Student', 'Curr Occupation Working Professional',
                 'Course Choice Better Career Prospects'],
                dtype='object')
In [105]: X train.columns[~rfe.support ]
Out[105]: Index(['Do Not Call', 'Search', 'A free copy of Mastering The Interview',
                 'Specialization Others', 'Curr Occupation Businessman'],
                dtype='object')
```

# RE-BUILDING THE MODEL

Now we re-built the mode using 20 variables

#### Assessing the model with StatsModels

```
In [106]: # Logistic Regression Model
X_train_sm2 = sm.add_constant(X_train[col])
log_res_m2 = sm.GLM(y_train, X_train_sm2, family=sm.families.Binomial())
res = log_res_m2.fit()
res.summary()
```

#### Out[106]:

Generalized Linear Model Regression Results

4494	No. Observations:	Converted	Dep. Variable:
4473	Df Residuals:	GLM	Model:
20	Df Model:	Binomial	Model Family:
1.0000	Scale:	logit	Link Function:
-2301.5	Log-Likelihood:	IRLS	Method:
4603.0	Deviance:	Tue, 11 Jan 2022	Date:
4.75e+03	Pearson chi2:	13:05:16	Time:
		21	No. Iterations:
		nonrobust	Covariance Type:

	coef	std err	Z	P> z	[0.025	0.975
const	2.4828	1.467	1.692	0.091	-0.393	5.359
Do Not Email	-1.2376	0.170	-7.278	0.000	-1.571	-0.904
TotalVisits	0.1747	0.049	3.602	0.000	0.080	0.270
Total Time Spent on Website	1.0770	0.044	24.228	0.000	0.990	1.164
Page Views Per Visit	-0.1828	0.055	-3.296	0.001	-0.291	-0.074
Newspaper Article	22.6095	4.82e+04	0.000	1.000	-9.44e+04	9.45e+04
Newspaper	-24.6263	4.82e+04	-0.001	1.000	-9.45e+04	9.44e+04
Digital Advertisement	-20.8031	3.4e+04	-0.001	1.000	-6.66e+04	6.66e+04
Through Recommendations	21.2192	3.24e+04	0.001	0.999	-6.34e+04	6.35e+04
Lead Origin_Landing Page Submission	-0.0916	0.106	-0.860	0.390	-0.300	0.117
Lead Source_Direct Traffic	-3.2210	0.188	-17.118	0.000	-3.590	-2.852
Lead Source_Google	-2.8123	0.173	-16.236	0.000	-3.152	-2.473
Lead Source_Olark Chat	-1.8660	0.160	-11.655	0.000	-2.180	-1.552
Lead Source_Organic Search	-2.9108	0.196	-14.849	0.000	-3.295	-2.527
Country India	0 4769	0.235	2 029	0.042	0.016	0.937

## REMOVING VARIABLES WITH HIGH P-VALUE

# CHECKING THE VIF VALUES

Now the model variables all look good enough

All the variable VIF value is less than 5

Model is also giving accuracy % within the expected range

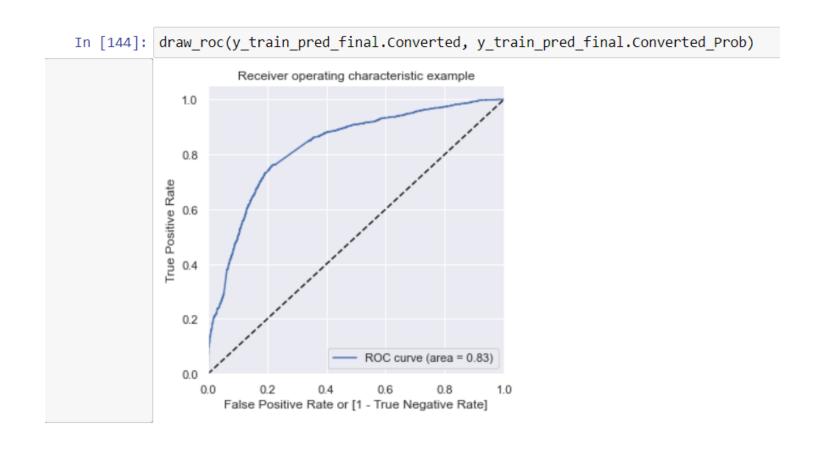
```
In [133]: vif = pd.DataFrame()
vif['Features'] = X_train[col].columns
vif['VIF'] = [variance_inflation_factor(X_train[col].values, i) for i in range(X_train[col].shape[1])]
vif['VIF'] = round(vif['VIF'], 2)
vif = vif.sort_values(by = "VIF", ascending = False)
vif
```

#### Out[133]:

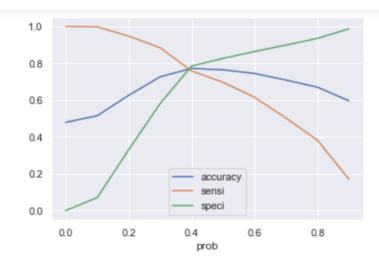
	reatures	VII
4	Lead Origin_Landing Page Submission	4.90
5	Lead Source_Direct Traffic	3.26
3	Page Views Per Visit	2.14
6	Lead Source_Google	2.08
1	TotalVisits	1.79
8	Lead Source_Organic Search	1.50
7	Lead Source_Olark Chat	1.31
2	Total Time Spent on Website	1.22
9	Specialization_Finance Management	1.19
10	Specialization_Marketing Management	1.15
12	Curr_Occupation_Working Professional	1.11
0	Do Not Email	1.10
11	Curr_Occupation_Student	1.04

Features VIF

## PLOTTING THE ROC CURVE



## FINDING THE OPTIMAL CUTOFF



From the curve above, 0.4 is the optimum point to take it as a cutoff probability.

In [165]: y\_train\_pred\_final['final\_predicted'] = y\_train\_pred\_final.Converted\_Prob.map( lambda x: 1 if x > 0.4 else 0)
y\_train\_pred\_final.head()

Our	Ηľ	-1	65	: 1 :
Ou	~ [	_	U.	' J ·

	Converted	Converted_Prob	Lead Number	predicted	0.0	0.1	0.2	0.3	0.4	0.5	0.6	0.7	8.0	0.9	final_predicted
0	0	0.158933	6630	0	1	1	0	0	0	0	0	0	0	0	0
1	0	0.298823	8176	0	1	1	1	0	0	0	0	0	0	0	0
2	0	0.617596	4978	1	1	1	1	1	1	1	1	0	0	0	1
3	0	0.205180	7457	0	1	1	1	0	0	0	0	0	0	0	0
4	0	0.324083	4383	0	1	1	1	1	0	0	0	0	0	0	0

## CHECKING OVERALL ACCURACY

#### Creating new column 'predicted' with 1 if Churn Prob > 0.5 else 0

```
y_train_pred_final["predicted"] = y_train_pred_final.Converted_Prob.map(lambda x: 1 if x > 0.5 else 0)
# Let's see the head
y_train_pred_final.head(10)
```

	Converted	Converted_Prob	Lead Number	predicted
0	0	0.162972	6630	0
1	0	0.302033	8176	0
2	0	0.619870	4978	1
3	0	0.207763	7457	0
4	0	0.326288	4383	0
5	0	0.384336	4152	0
6	1	0.769680	406	1
7	0	0.256225	8992	0
8	0	0.203254	1504	0
9	1	0.572031	66	1

In [150]: y\_train\_pred\_final['final\_predicted'] = y\_train\_pred\_final.Converted\_Prob.map( lambda x: 1 if x > 0.4 else 0)
y\_train\_pred\_final.head()

Out[150]

•		Converted	Converted_Prob	Lead Number	predicted	0.0	0.1	0.2	0.3	0.4	0.5	0.6	0.7	8.0	0.9	final_predicted
	0	0	0.158933	6630	0	1	1	0	0	0	0	0	0	0	0	0
	1	0	0.298823	8176	0	1	1	1	0	0	0	0	0	0	0	0
	2	0	0.617596	4978	1	1	1	1	1	1	1	1	0	0	0	1
	3	0	0.205180	7457	0	1	1	1	0	0	0	0	0	0	0	0
	4	0	0.324083	4383	0	1	1	1	1	0	0	0	0	0	0	0

In [151]: # Let's check the overall accuracy.
metrics.accuracy\_score(y\_train\_pred\_final.Converted, y\_train\_pred\_final.final\_predicted)

Out[151]: 0.7719181130396083

Creating new column 'predicted' with 1 if Churn\_Prob > 0.5 else 0

Accuracy = 77.1%

## METRICS BEYOND ACCURACY

Metrices	Value
Sensitivity	75.8
Specificity	78.4
False Positive Rate	21.5
Positive Predictive Value	76.4
Negative Predictive value	77.9

```
In [153]: TP = confusion2[1,1] # true positive
          TN = confusion2[0,0] # true negatives
          FP = confusion2[0,1] # false positives
          FN = confusion2[1,0] # false negatives
In [154]: # Let's see the sensitivity of our logistic regression model
          TP / float(TP+FN)
Out[154]: 0.7580120761727822
In [155]: # Let us calculate specificity
          TN / float(TN+FP)
Out[155]: 0.7847073900042717
In [156]: # Calculate false postive rate - predicting churn when customer does not have churned
          print(FP/ float(TN+FP))
          0.21529260999572833
In [157]: # Positive predictive value
          print (TP / float(TP+FP))
          0.7640449438202247
In [158]: # Negative predictive value
          print (TN / float(TN+ FN))
          0.779050042408821
```

## MAKING PREDICTIONS ON THE TEST SET

Metrices	Value
Overall Accuracy	76.1
Sensitivity	77.5
Specificity	74.9

```
In [219]: TP = confusion2[1,1] # true positive
    TN = confusion2[0,0] # true negatives
    FP = confusion2[0,1] # false positives
    FN = confusion2[1,0] # false negatives
```