Facebook Ad-Sales Analysis

Introduction

This report delves into the effectiveness of Facebook ad campaigns, aiming to identify the critical factors that drive ad conversions. By analyzing ad features such as demographic information, user interests, and engagement metrics, we aim to develop predictive models that classify ads based on their conversion rates. The insights garnered from this analysis will assist marketers in optimizing their ad campaigns for better performance and return on investment.

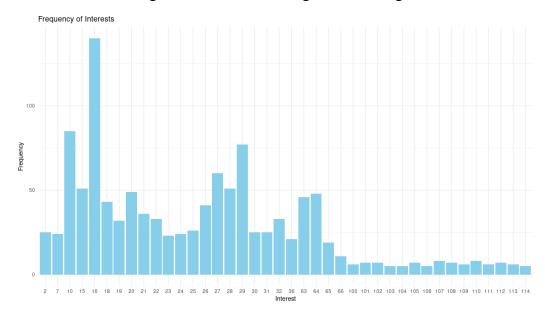
Dataset

The dataset consists of 1,143 records detailing various attributes of Facebook ads. These attributes include:

• **Demographic Information:** Age and gender of the target audience.

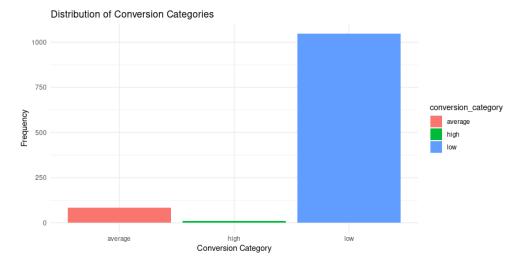
F M
30-34 0.17235346 0.20034996
35-39 0.09536308 0.12160980
40-44 0.09361330 0.09011374
45-49 0.12073491 0.10586177

• User Interests: Categorized interests that align with the target audience.



• Engagement Metrics: Includes Impressions (number of times an ad is viewed), Clicks (number of user interactions), and Spent (amount of money spent on the campaign).

• **Conversion Metrics:** Total conversions and approved conversions that directly measure the effectiveness of the campaigns.

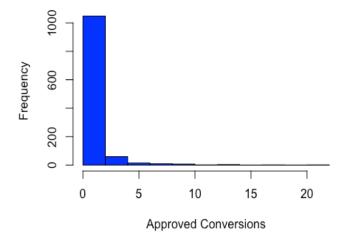


• **Non-essential ID:** Initial steps in the analysis involved removing non-essential ID columns to focus more on the attributes that potentially influence ad conversions.

age	gender	interest	Impressions	Clicks	Spent	Total_Conversion	Approved_Conversion
Length:1143	Length:1143	Min. : 2.00	Min. : 87	Min. : 0.00	Min. : 0.00	Min. : 0.000	Min. : 0.000
Class :character	Class :character	1st Qu.: 16.00	1st Qu.: 6504	1st Qu.: 1.00	1st Qu.: 1.48	1st Qu.: 1.000	1st Qu.: 0.000
Mode :character	Mode :character	Median : 25.00	Median : 51509	Median : 8.00	Median : 12.37	Median : 1.000	Median : 1.000
		Mean : 32.77	Mean : 186732	Mean : 33.39	Mean : 51.36	Mean : 2.856	Mean : 0.944
		3rd Qu.: 31.00	3rd Qu.: 221769	3rd Qu.: 37.50	3rd Qu.: 60.02	3rd Qu.: 3.000	3rd Qu.: 1.000
		Max. :114.00	Max. :3052003	Max. :421.00	Max. :639.95	Max. :60.000	Max. :21.000

• **Histogram of Approved Conversions:** This histogram provides a visual representation of the distribution of approved conversions across the dataset, which was instrumental in understanding the frequency and range of conversion counts.

Histogram of Approved Conversions



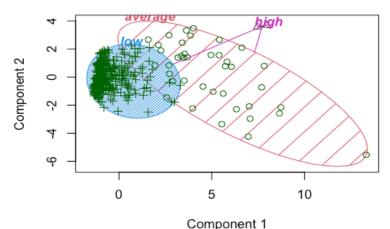
Analysis

We removed the approved and total conversions and considered conversions_category (low, average, high) in order to predict the best factors that drive conversion.

Naive Bayes Classifier

- **Model Execution:** The Naive Bayes classifier was trained using a subset of the data, focusing on predicting three categories of conversion: low, average, and high.
- **Model Evaluation:** The accuracy of the model on the test data was 89.77%, with an adjusted Rand Index of 0.4193, indicating a good match between the model's predictions and the actual data.
- **Visualization:** The clusplot for the Naive Bayes classification highlights the clustering of predicted categories in the multidimensional space of ad features.

Naive Bayes classification, holdout data



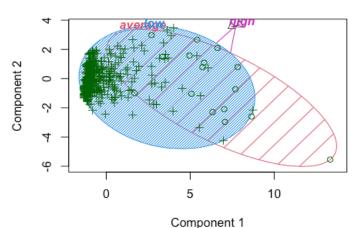
These two components explain 67.27 % of the point varia

Random Forest Classifier

- **Model Execution:** The Random Forest classifier was also trained on the dataset with the same objective as the Naive Bayes model. It utilized 11,430 trees to ensure robust predictions.
- **Model Evaluation:** The Random Forest model achieved an exceptional accuracy rate of 91.27% on the test data, with an adjusted Rand Index of 0.311.
- Variable Importance: Insights into feature importance revealed that Clicks, Spent, and Impressions are critical drivers of conversions, with Impressions being the most influential. This is visually represented in the Variable Importance Plot and further detailed in the heatmap analysis.

• **Visualization:** The heatmap of variable importance illustrates the relative importance of features in influencing ad conversions, highlighting the dominance of Clicks, Spent, and Impressions.

Random Forest classes, test data



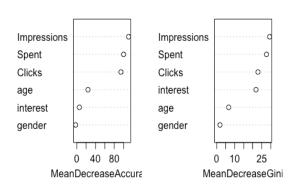
These two components explain 67.27 % of the point varia

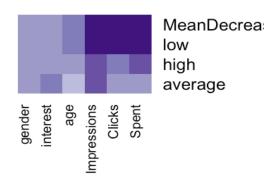
Conclusion

The comprehensive analysis using Naive Bayes and Random Forest classifiers indicates that **Impressions, Spent, and Clicks** are paramount in driving the success of Facebook ad campaigns. The Random Forest model, with its high accuracy and detailed insight into feature importance, particularly highlights the critical role of these variables in influencing ad conversions.

Given these insights, marketers are advised to focus on strategies that enhance user engagement through Impressions, optimize ad spending efficiently, and maximize the clicks of their ads to improve overall conversion rates.

Variable importance by segment





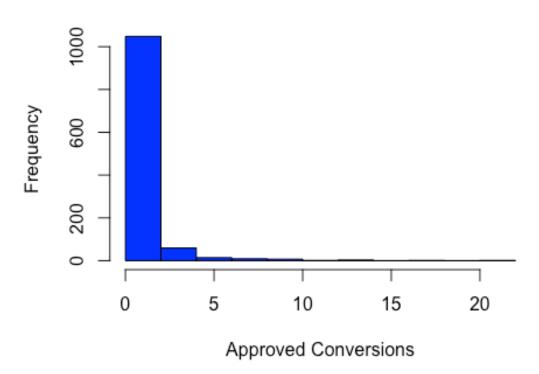
Appendix

```
#Understanding the dataset
fb.df <- read.csv("facebook.csv")
dim(fb.df)
## [1] 1143 11
summary(fb.df)
     ad id
              xyz campaign id fb campaign id
## Min. : 708746 Min. : 916 Min. :103916 Length:1143
## 1st Qu.: 777632 1st Qu.: 936 1st Qu.:115716 Class :character
## Median:1121185 Median:1178 Median:144549 Mode:character
## Mean : 987261 Mean :1067 Mean :133784
## 3rd Qu.:1121804 3rd Qu.:1178 3rd Qu.:144658
## Max. :1314415 Max. :1178 Max. :179982
##
    gender
                 interest
                           Impressions
                                           Clicks
## Length:1143
                  Min. : 2.00 Min. :
                                        87 Min.: 0.00
## Class :character 1st Qu.: 16.00 1st Qu.: 6504 1st Qu.: 1.00
## Mode :character Median : 25.00 Median : 51509 Median : 8.00
##
             Mean: 32.77 Mean: 186732 Mean: 33.39
##
             3rd Qu.: 31.00 3rd Qu.: 221769 3rd Qu.: 37.50
##
             Max. :114.00 Max. :3052003 Max. :421.00
##
              Total Conversion Approved Conversion
     Spent
## Min. : 0.00 Min. : 0.000 Min. : 0.000
## 1st Ou.: 1.48 1st Ou.: 1.000 1st Ou.: 0.000
## Median: 12.37 Median: 1.000 Median: 1.000
## Mean : 51.36 Mean : 2.856 Mean : 0.944
## 3rd Qu.: 60.02 3rd Qu.: 3.000 3rd Qu.: 1.000
## Max. :639.95 Max. :60.000 Max. :21.000
str(fb.df)
## 'data.frame': 1143 obs. of 11 variables:
## $ ad id
                 : int 708746 708749 708771 708815 708818 708820 708889 708895 70895
3 708958 ...
## $ fb campaign id : int 103916 103917 103920 103928 103928 103929 103940 103941 1
03951 103952 ...
## $ age
                : chr "30-34" "30-34" "30-34" "30-34" ...
## $ gender
                 : chr "M" "M" "M" "M" ...
## $ interest
                : int 15 16 20 28 28 29 15 16 27 28 ...
## $ Impressions
                   : int 7350 17861 693 4259 4133 1915 15615 10951 2355 9502 ...
## $ Clicks
                 : int 1201103113...
## $ Spent
                 : num 1.43 1.82 0 1.25 1.29 ...
## $ Total Conversion : int 2 2 1 1 1 1 1 1 1 1 ...
## $ Approved Conversion: int 1000110100...
#Creating factors
fb.df\( age <- factor(fb.df\( age ) \)
fb.df\( gender <- factor(fb.df\( gender \)
```

```
fb.df\sinterest <- factor(fb.df\sinterest)
summary(fb.df)
##
     ad id
               xyz campaign id fb campaign id
                                                       gender
                                                age
## Min. : 708746 Min. : 916 Min. :103916 30-34:426 F:551
## 1st Qu.: 777632 1st Qu.: 936 1st Qu.:115716 35-39:248 M:592
## Median:1121185 Median:1178 Median:144549 40-44:210
## Mean : 987261 Mean :1067 Mean :133784 45-49:259
## 3rd Qu.:1121804 3rd Qu.:1178 3rd Qu.:144658
## Max. :1314415 Max. :1178 Max. :179982
##
##
    interest
             Impressions
                             Clicks
                                         Spent
## 16
        :140 Min. : 87 Min. : 0.00 Min. : 0.00
## 10
        : 85 1st Ou.: 6504 1st Ou.: 1.00 1st Ou.: 1.48
## 29
        : 77 Median : 51509 Median : 8.00 Median : 12.37
## 27
        : 60 Mean : 186732 Mean : 33.39 Mean : 51.36
## 15
        : 51 3rd Qu.: 221769 3rd Qu.: 37.50 3rd Qu.: 60.02
## 28
        : 51 Max. :3052003 Max. :421.00 Max. :639.95
## (Other):679
## Total Conversion Approved Conversion
## Min. : 0.000 Min. : 0.000
## 1st Qu.: 1.000 1st Qu.: 0.000
## Median: 1.000 Median: 1.000
## Mean : 2.856 Mean : 0.944
## 3rd Qu.: 3.000 3rd Qu.: 1.000
## Max. :60.000 Max. :21.000
##
str(fb.df)
## 'data.frame': 1143 obs. of 11 variables:
                 : int 708746 708749 708771 708815 708818 708820 708889 708895 70895
## $ ad id
3 708958 ...
## $ fb campaign id : int 103916 103917 103920 103928 103928 103929 103940 103941 1
03951 103952 ...
                : Factor w/ 4 levels "30-34", "35-39", ..: 1 1 1 1 1 1 1 1 1 1 ...
## $ age
## $ gender
                 : Factor w/ 2 levels "F", "M": 2 2 2 2 2 2 2 2 2 2 ...
## $ interest
                 : Factor w/ 40 levels "2","7","10","15",..: 4 5 8 16 16 17 4 5 15 16 ...
                   : int 7350 17861 693 4259 4133 1915 15615 10951 2355 9502 ...
## $ Impressions
## $ Clicks
                 : int 1201103113...
## $ Spent
                 : num 1.43 1.82 0 1.25 1.29 ...
## $ Total Conversion : int 2 2 1 1 1 1 1 1 1 1 ...
## $ Approved Conversion: int 1 0 0 0 1 1 0 1 0 0 ...
#Visualize the Approved conversion using histogram
hist(fb.df\$Approved Conversion,
  main = "Histogram of Approved Conversions",
  xlab = "Approved Conversions",
  ylab = "Frequency",
```

```
col = "blue",
breaks = 10)
```

Histogram of Approved Conversions



```
#Remove the ID columns
fb.cl <- fb.df[,-(1:3)]
summary(fb.cl)
           gender interest Impressions
                                           Clicks
##
    age
## 30-34:426 F:551 16
                       :140 Min. : 87 Min. : 0.00
## 35-39:248 M:592 10 : 85 1st Qu.: 6504 1st Qu.: 1.00
                     : 77 Median : 51509 Median : 8.00
## 40-44:210
                 29
## 45-49:259
                      : 60 Mean : 186732 Mean : 33.39
##
             15 : 51 3rd Qu.: 221769 3rd Qu.: 37.50
             28 : 51 Max. :3052003 Max. :421.00
##
             (Other):679
##
              Total Conversion Approved Conversion
##
     Spent
## Min. : 0.00 Min. : 0.000 Min. : 0.000
## 1st Qu.: 1.48 1st Qu.: 1.000 1st Qu.: 0.000
## Median: 12.37 Median: 1.000 Median: 1.000
## Mean : 51.36 Mean : 2.856 Mean : 0.944
## 3rd Qu.: 60.02 3rd Qu.: 3.000 3rd Qu.: 1.000
## Max. :639.95 Max. :60.000 Max. :21.000
##
```

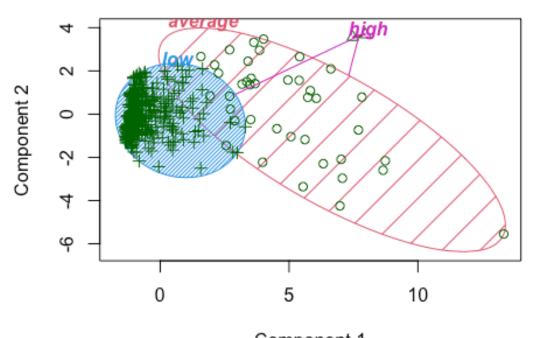
```
str(fb.cl)
## 'data.frame': 1143 obs. of 8 variables:
## $ age
                  : Factor w/ 4 levels "30-34", "35-39", ...: 1 1 1 1 1 1 1 1 1 1 1 ...
## $ gender
                   : Factor w/ 2 levels "F", "M": 2 2 2 2 2 2 2 2 2 2 ...
                   : Factor w/ 40 levels "2","7","10","15",..: 4 5 8 16 16 17 4 5 15 16 ...
## $ interest
## $ Impressions
                     : int 7350 17861 693 4259 4133 1915 15615 10951 2355 9502 ...
## $ Clicks
                   : int 1 2 0 1 1 0 3 1 1 3 ...
## $ Spent
                   : num 1.43 1.82 0 1.25 1.29 ...
## $ Total Conversion : int 2 2 1 1 1 1 1 1 1 1 ...
## $ Approved Conversion: int 1 0 0 0 1 1 0 1 0 0 ...
#Create a new column for approved conversion
fb.cl\$conversion category <- factor(ifelse(fb.cl\$Approved Conversion <= 2, "low",
                     ifelse(fb.cl\$Approved Conversion < 10, "average", "high")))
str(fb.cl)
## 'data.frame': 1143 obs. of 9 variables:
## $ age
                  : Factor w/ 4 levels "30-34", "35-39", ..: 1 1 1 1 1 1 1 1 1 1 ...
## $ gender
                   : Factor w/ 2 levels "F", "M": 2 2 2 2 2 2 2 2 2 2 ...
                   : Factor w/ 40 levels "2", "7", "10", "15", ...: 4 5 8 16 16 17 4 5 15 16 ...
## $ interest
## $ Impressions
                     : int 7350 17861 693 4259 4133 1915 15615 10951 2355 9502 ...
## $ Clicks
                   : int 1 2 0 1 1 0 3 1 1 3 ...
## $ Spent
                   : num 1.43 1.82 0 1.25 1.29 ...
## $ Total Conversion : int 2 2 1 1 1 1 1 1 1 1 ...
## $ Approved Conversion: int 1 0 0 0 1 1 0 1 0 0 ...
## $ conversion category: Factor w/3 levels "average", "high",...: 3 3 3 3 3 3 3 3 3 3 ...
summary(fb.cl)
##
     age
            gender
                     interest Impressions
                                                Clicks
## 30-34:426 F:551 16
                           :140 Min. : 87 Min. : 0.00
## 35-39:248 M:592 10
                           : 85 1st Ou.: 6504 1st Ou.: 1.00
## 40-44:210
                    29
                         : 77 Median : 51509 Median : 8.00
## 45-49:259
                   27
                         : 60 Mean : 186732 Mean : 33.39
##
               15 : 51 3rd Qu.: 221769 3rd Qu.: 37.50
##
               28 : 51 Max. :3052003 Max. :421.00
##
               (Other):679
##
                Total Conversion Approved Conversion conversion category
      Spent
## Min. : 0.00 Min. : 0.000 Min. : 0.000
                                                 average: 85
## 1st Qu.: 1.48 1st Qu.: 1.000 1st Qu.: 0.000
                                                  high : 10
## Median: 12.37 Median: 1.000 Median: 1.000
                                                      low :1048
## Mean : 51.36 Mean : 2.856 Mean : 0.944
## 3rd Qu.: 60.02 3rd Qu.: 3.000 3rd Qu.: 1.000
## Max. :639.95 Max. :60.000 Max. :21.000
#Pre-modeling steps
set.seed(123)
train.prop <- 0.65
train.cases <- sample(nrow(fb.cl), nrow(fb.cl)*train.prop)
train.cases
```

```
## [1] 415 463 179 526 195 938 1038 665 602 709 1011 1115 953 348 1017
## [16] 840 26 519 211 932 593 555 373 844 544 490 905 937 1047 923
## [31] 956 309 166 217 581 72 588 141 722 859 153 294 277 41 431
## [46] 90 316 528 774 747 456 598 1063 752 374 34 516 13 69 755
## [61] 409 928 1006 537 983 291 671 121 480 67 1014 165 236 610 330
## [76] 726 127 212 686 814 931 878 243 847 1079 619 477 151 666 767
## [91] 160 155 426 1029 326 789 985 39 822 986 137 455 589 1046 196
## [106] 680 500 1132 344 459 944 872 1139 876 534 177 554 827 84 523
## [121] 633 951 392 302 597 877 706 1058 1041 430 710 761 712 428 672
## [136] 250 804 429 398 1096 1059 381 545 40 936 522 473 200 978 125
## [151] 265 775 903 186 573 252 458 152 831 54 919 538 235 289 185
## [166] 765 413 627 998 1112 984 205 875 779 1080 564 794 391 1083 727
## [181] 346 1053 468 509 920 57 457 617 357 279 270 1062 646 347 129
## [196] 218 618 881 698 337 797 1127 539 1126 757 1055 553 724 390 498
## [211] 222 1077 861 657 421 958 660 163 238 673 578 1087 1069 225 389
## [226] 117 969 648 55 1110 1019 557 658 682 1143 134 711 873 688 939
## [241] 447 821 104 902 1036 907 961 210 349 401 737 258 1028 386 1106
## [256] 24 466 130 1072 703 1107 377 781 170 445 1013 874 234 422 508
## [271] 64 80 483 548 475 1078 995 343 323 479 560 450 111 791 317
## [286] 807 933 287 734 585 292 226 790 684 297 605 637 811 1040 237
## [301] 885 1016 33 83 396 1101 209 76 94 803 30 914 175 1089 865
## [316] 115 882 608 465 358 910 424 96 982 397 404 742 148 1021 714
## [331] 1123 991 338 744 1061 106 11 625 364 890 403 461 889 31 828
## [346] 851 835 1064 16 1134 420 178 417 464 412 891 524 437 1114 562
## [361] 204 899 1121 1022 798 384 122 399 834 315 259 494 760 980 48
## [376] 331 100 108 301 10 880 280 1130 402 837 897 649 974 395 766
## [391] 8 626 261 541 306 1049 74 282 854 267 262 736 783 723 219
## [406] 696 352 667 119 452 579 622 780 36 915 1118 240 632 304 764
## [421] 1136 971 612 105 388 1142 180 278 946 241 888 679 559 884 37
## [436] 1065 566 303 19 1124 378 549 615 244 769 188 970 393 139 299
## [451] 371 670 189 311 691 418 569 382 38 1025 319 771 642 120 768
## [466] 533 441 199 499 599 1108 1095 81 729 908 1045 6 128 49 476
## [481] 239 340 193 1034 1129 816 190 624 191 446 735 976 975 652 59
## [496] 61 1105 754 853 715 535 799 600 977 203 246 440 251 863 1001
## [511] 162 322 576 168 442 78 493 676 668 879 95 697 379 342 221
## [526] 161 448 242 536 407 229 224 474 677 171 23 948 484 867 79
## [541] 511 507 164 1120 733 647 650 759 824 595 1100 949 862 232 334
## [556] 839 813 264 201 52 959 1074 577 957 750 20 206 124 45 332
## [571] 281 91 138 1067 425 753 271 167 675 255 71 704 786 561 1131
## [586] 1048 1043 46 906 531 613 592 220 857 1135 777 1133 502 606 868
## [601] 169 812 341 1085 320 504 836 2 808 1091 830 924 449 1116 1024
## [616] 335 56 567 207 436 645 387 263 68 1137 955 256 895 471 88
## [631] 416 345 858 1094 718 809 945 856 921 173 1009 762 1119 616 266
## [646] 1122 328 172 298 962 707 966 1111 17 758 778 860 530 987 365
## [661] 485 1007 604 515 367 227 1068 748 110 503 1099 1018 993 826 989
## [676] 776 112 1093 93 838 653 699 580 248 720 609 184 4 327 312
```

```
## [691] 50 380 695 638 547 1097 1008 230 85 505 1076 114 1031 99 98
## [706] 58 806 1086 568 892 123 743 87 728 513 1109 1090 77 497 594
## [721] 1030 1073 1042 692 855 705 796 1140 1005 607 1052 596 841 749 274
## [736] 911 950 495 510 53 683 329
fb.cl.train <- fb.cl[ train.cases, ]
fb.cl.test <- fb.cl[-train.cases, ]
fb.cl.train\langle -fb.cl.train[,-c(7,8)]
#Let's check the details of sampling
nrow(fb.cl)
## [1] 1143
nrow(fb.cl)*train.prop
## [1] 742.95
nrow(fb.cl.train)
## [1] 742
nrow(fb.cl.test)
## [1] 401
#Naive Bayes
library(e1071)
fb.nb<-naiveBayes(conversion category~.,data = fb.cl.train)
fb.nb.class<-predict(fb.nb,fb.cl.test)
fb.nb.class
## [1] low
                    low
                                              low
                                                           low
              low
                           low
                                 low
                                        low
                                                     low
## [10] low
                     low
                           low
                                  low
                                        low
                                               low
                                                     low
                                                            low
              low
## [19] low
                     low
                           low
                                  low
                                        low
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                                                            low
              low
## [28] low
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                     low
                           low
                                  low
                                        low
                                               low
                                                     low
                                                            low
## [37] low
              low
                     low
                           low
                                  low
                                        low
                                               low
                                                     low
                                                            low
## [46] low
              low
                     low
                           low
                                  low
                                        low
                                               low
                                                     low
                                                            low
## [55] low
              average low
                             low
                                   low
                                          low
                                                low
                                                       low
                                                             low
## [64] low
                     low
                                  low
                                        low
                                               low
                                                     low
              low
                           low
                                                            low
## [73] low
                     average low
                                          low
                                                low
                                                       low
                                                             low
              low
                                   low
## [82] low
                                               low
                                                     low
                                                            low
              low
                     low
                           low
                                  low
                                        low
## [91] low
              low
                     low
                           low
                                  low
                                        low
                                               low
                                                     low
                                                            low
## [100] low
                            low
                                  low
                                         low
                                               low
                                                      low
                                                            low
               low
                     low
## [109] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [118] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [127] low
               low
                     low
                            low
                                  low
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                                                low
                                                      low
                                                             low
## [136] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [145] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [154] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [163] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             low
## [172] low
               low
                     low
                            low
                                  low
                                         low
                                               low
                                                      low
                                                             low
                                         average low
## [181] low
               low
                     low
                            low
                                  low
                                                       average average
## [190] low
                                               low
                                                             low
               low
                     low
                            low
                                  low
                                         low
                                                      low
## [199] low
               low
                     low
                            low
                                  low
                                         low
                                                average low
                                                              low
## [208] low
               low
                     low
                            low
                                  low
                                         low
                                                low
                                                      low
                                                             average
```

```
## [217] low
                           average average low low low low
              low
                     low
## [226] low
              low
                     low
                           low
                                 low
                                        low
                                              low
                                                    low
                                                           low
## [235] low
              low
                     low
                           low
                                 average low
                                               low
                                                      low
                                                            low
## [244] low
                                 low
                                        low
                                                    average low
              low
                     low
                           low
                                              low
## [253] low
              low
                     low
                           low
                                 low
                                        low
                                              low
                                                    low
                                                           low
## [262] low
              low
                     low
                           low
                                 low
                                        low
                                              low
                                                    low
                                                           low
## [271] low
              low
                     average low
                                   low
                                         low
                                               low
                                                      low
                                                            low
## [280] low
                           low
                                 average low
              low
                     low
                                                low
                                                      low
                                                            low
## [289] low
                                       low
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                     low
                           low
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                                              low
                                                    low
                                                           low
## [298] low
              average low
                            average low
                                          low
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                                                       low
                                                              low
## [307] low
              average low
                             low
                                   average low
                                                 low
                                                       low
                                                              low
## [316] low
              low
                     low
                           low
                                        average average average
                                 low
## [325] low
                                              low
                                                    low
                                                           average
              low
                           low
                                 low
                                        low
                     low
## [334] average low
                                               low
                      low
                            low
                                  low
                                         low
                                                      average low
## [343] low
              low
                     low
                           low
                                 low
                                        average low
                                                      low
                                                            low
## [352] low
                                        high average low
              low
                     low
                           low
                                 low
                                                            average
## [361] average average average low
                                             low
                                                    low
                                                          average average
## [370] high
                     average low
                                   low
                                                average low
                                                              low
              low
                                         low
## [379] low
                                                    low
                     low
                           low
                                        low
              low
                                 low
                                              low
                                                         low
## [388] low
              low
                     low
                           average average low
                                                               low
## [397] average low
                      average low low
## Levels: average high low
prop.table(table(fb.nb.class))
## fb.nb.class
##
     average
                high
                          low
## 0.099750623 0.004987531 0.895261845
#Naive Bayes - Plot the predicted classes
library(cluster)
clusplot(fb.cl.test[, -9], fb.nb.class, color=TRUE, shade=TRUE,
     labels=4,
     main="Naive Bayes classification, holdout data")
```

Naive Bayes classification, holdout data

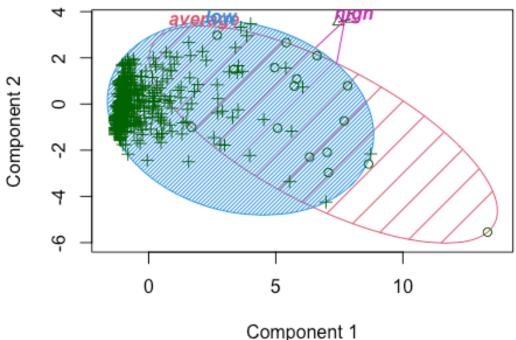


Component 1
These two components explain 67.27 % of the point varia

```
#How well did we predict in the test data?
mean(fb.cl.test\sconversion category\scale=fb.nb.class)
## [1] 0.8977556
library(mclust)
## Package 'mclust' version 6.1
## Type 'citation("mclust")' for citing this R package in publications.
adjustedRandIndex(fb.nb.class,fb.cl.test\u00a8conversion category)
## [1] 0.4193825
#Confusion Matrix
table(fb.nb.class,fb.cl.test\u00a8conversion category)
## fb.nb.class average high low
##
     average
                16 4 20
                0 0 2
##
     high
##
     low
               15 0 344
#Random Forest
library(randomForest)
## randomForest 4.7-1.1
## Type rfNews() to see new features/changes/bug fixes.
```

```
set.seed(123)
fb.rf<-randomForest(conversion category~.,data=fb.cl.train,ntree=11430)
fb.rf
##
## Call:
## randomForest(formula = conversion category ~ ., data = fb.cl.train, ntree = 11430)
            Type of random forest: classification
##
               Number of trees: 11430
## No. of variables tried at each split: 2
       OOB estimate of error rate: 7.82%
##
## Confusion matrix:
       average high low class.error
             13 1 40 0.75925926
## average
## high
             2 3 1 0.50000000
## low
            14 0 668 0.02052786
#Making Predictions
library(cluster)
fb.rf.class<-predict(fb.rf,fb.cl.test)
clusplot(fb.cl.test[, -9], fb.rf.class, color=TRUE, shade=TRUE,
     labels=4, main="Random Forest classes, test data")
```

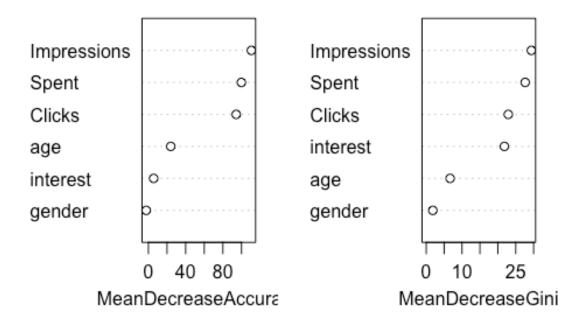
Random Forest classes, test data

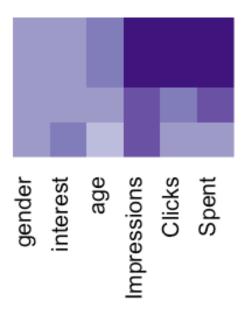


These two components explain 67.27 % of the point varia

```
#Individual prediction Probabilities
fb.rf.class.all <- predict(fb.rf, fb.cl.test, predict.all=TRUE)
#How well did we predict in the test data?
mean(fb.cl.test\sconversion category == fb.rf.class)
## [1] 0.9127182
library(mclust)
adjustedRandIndex(fb.cl.test\sconversion category, fb.rf.class)
## [1] 0.3114741
#Confusion Matrix
table(fb.cl.test\sconversion category,fb.rf.class)
        fb.rf.class
##
##
        average high low
               8 0 23
## average
              2 0 2
## high
## low
             6 2 3 5 8
#Variable Importance
set.seed(123)
fb.rf.vi <- randomForest(conversion category~., data = fb.cl.train, ntree=11430, importance=T
RUE)
importance(fb.rf.vi)
##
           average
                      high
                               low MeanDecreaseAccuracy
## age
           -12.706483 10.47963 32.9571523
                                                  24.003948
## gender
             -2.550218 -11.41242 0.2367961
                                                   -2.337986
## interest
            12.741816 11.24974 -2.5177716
                                                   5.634920
## Impressions 59.767155 59.46001 96.7181007
                                                     110.605294
## Clicks
             -3.530428 32.70783 89.5264110
                                                   94.325478
## Spent
             7.570335 55.91451 90.9448675
                                                  99.895645
##
         MeanDecreaseGini
## age
                6.677659
## gender
                 1.841500
## interest
                21.830070
## Impressions
                  29.376355
## Clicks
                22.925342
## Spent
                27.649127
varImpPlot(fb.rf.vi,main = "Variable importance by segment")
```

Variable importance by segment





MeanDecreation
low
high
average