

# Churn Prediction Model Report

## ➤ Introduction

This report documents the process of building a churn prediction model using the Random Forest algorithm. The goal is to predict customer churn based on a given dataset. The process involves preprocessing the data, handling outliers, splitting the data, standardizing features, training the model using GridSearchCV for hyperparameter tuning, and evaluating the model's performance.

## ➤ Code Overview

### **1. Data Preprocessing and Outlier Handling –**

- The dataset is loaded using pandas. Numerical features are identified, and Z -scores are calculated to detect outliers.
- Outliers are identified using a specified Z-score threshold. Outliers are handled by capping their values to the 95th percentile.

### **2. Data Splitting –**

- The preprocessed data is split into training and testing sets using `train_test_split`.

### **3. Feature Standardization –**

- Numerical features in the training and testing sets are standardized using `StandardScaler`.

### **4. Categorical Feature Encoding –**

- Categorical features are identified.
- The `ColumnTransformer` is used to apply scaling and one-hot encoding to different subsets of features.

### **5. Model Training and Hyperparameter Tuning –**

- A Random Forest Classifier is initialized. A parameter grid is defined for hyperparameter tuning using `GridSearchCV`. `GridSearchCV` is used to find the best hyperparameters using cross-validation.
- The best model is selected from `GridSearchCV` results.

### **6. Model Evaluation –**

- The best model is used to predict outcomes on the test set. Accuracy is calculated using `accuracy_score`.
- The confusion matrix is calculated using `confusion_matrix`.
- The classification report, including precision, recall, F1-score, and support, is generated using `classification_report`.

*Note: I am familiar with the various model deployment techniques but not yet used and being very less time for the assignment submission deadline I was not able to utilize time and deploy my model as I am a working professional.*