

SyriaTel Consumer Retention

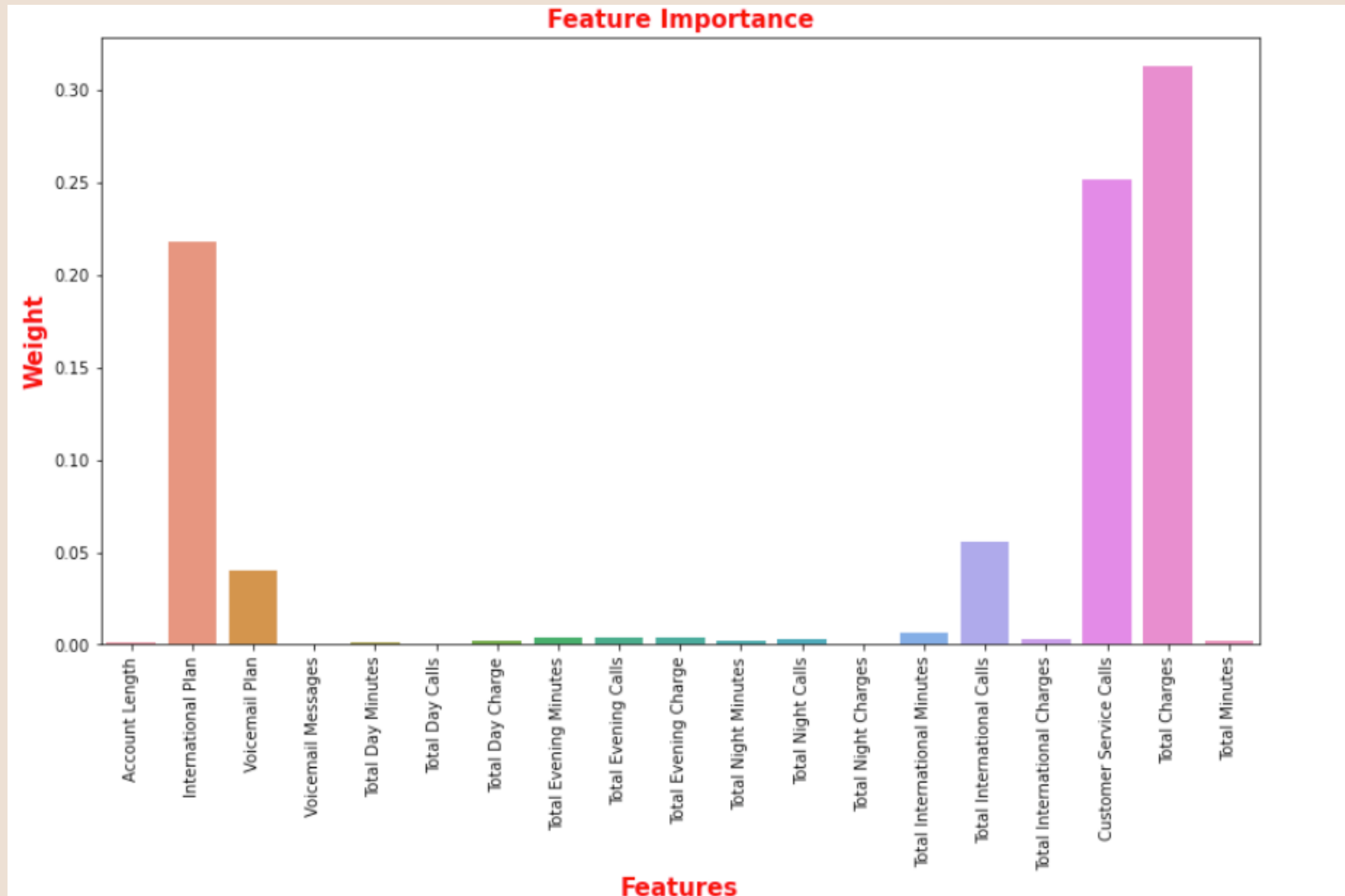
Carlos Govea

2022 Feb 26

Business Background

- Telecommunication company currently with 15% churn rate(customers who end subscription)
- Overall very clean dataset(No Nans or weird values)
- Dataset contains 3,333 records
- Identify feature importance to reduce that number by half

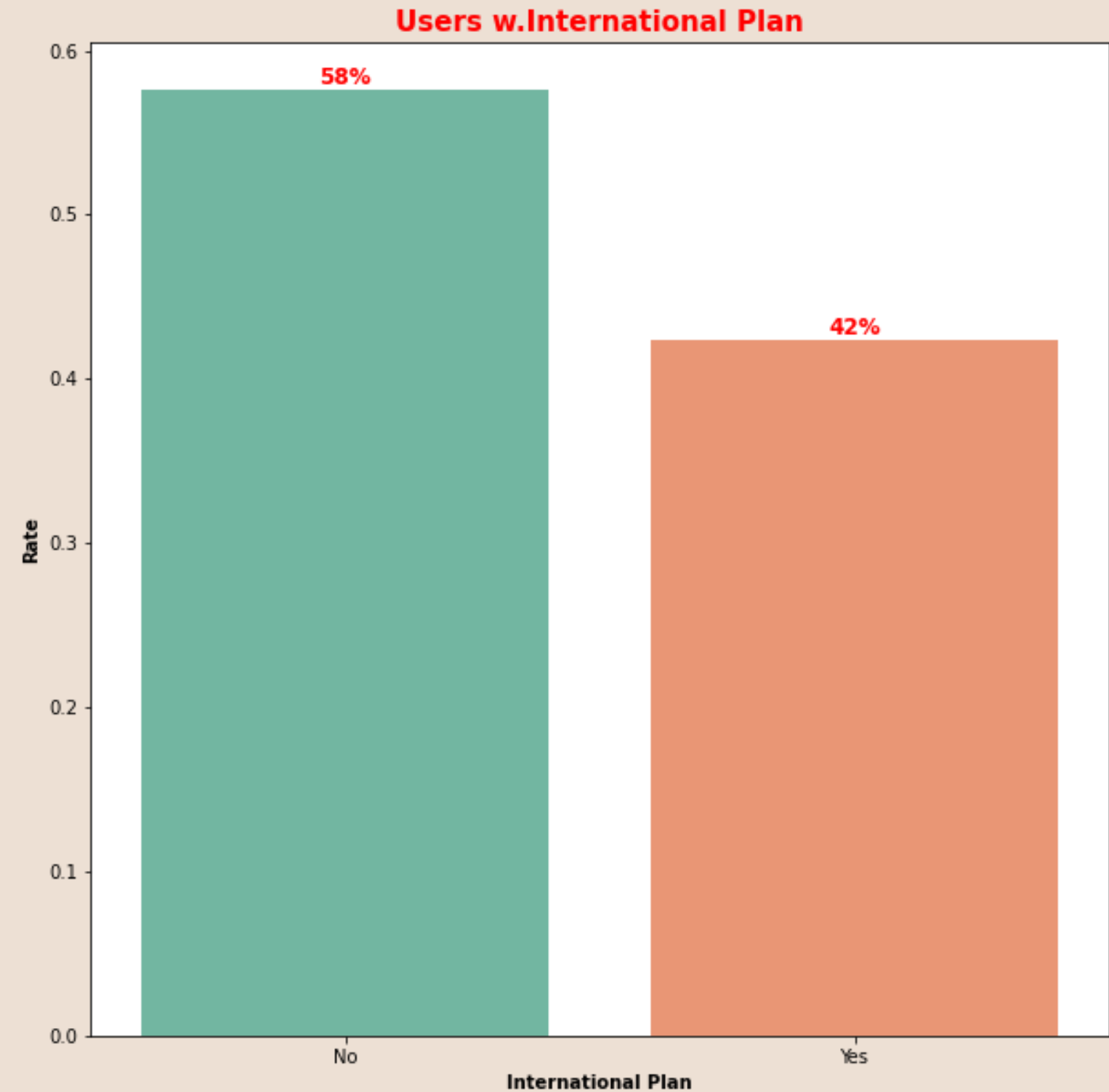
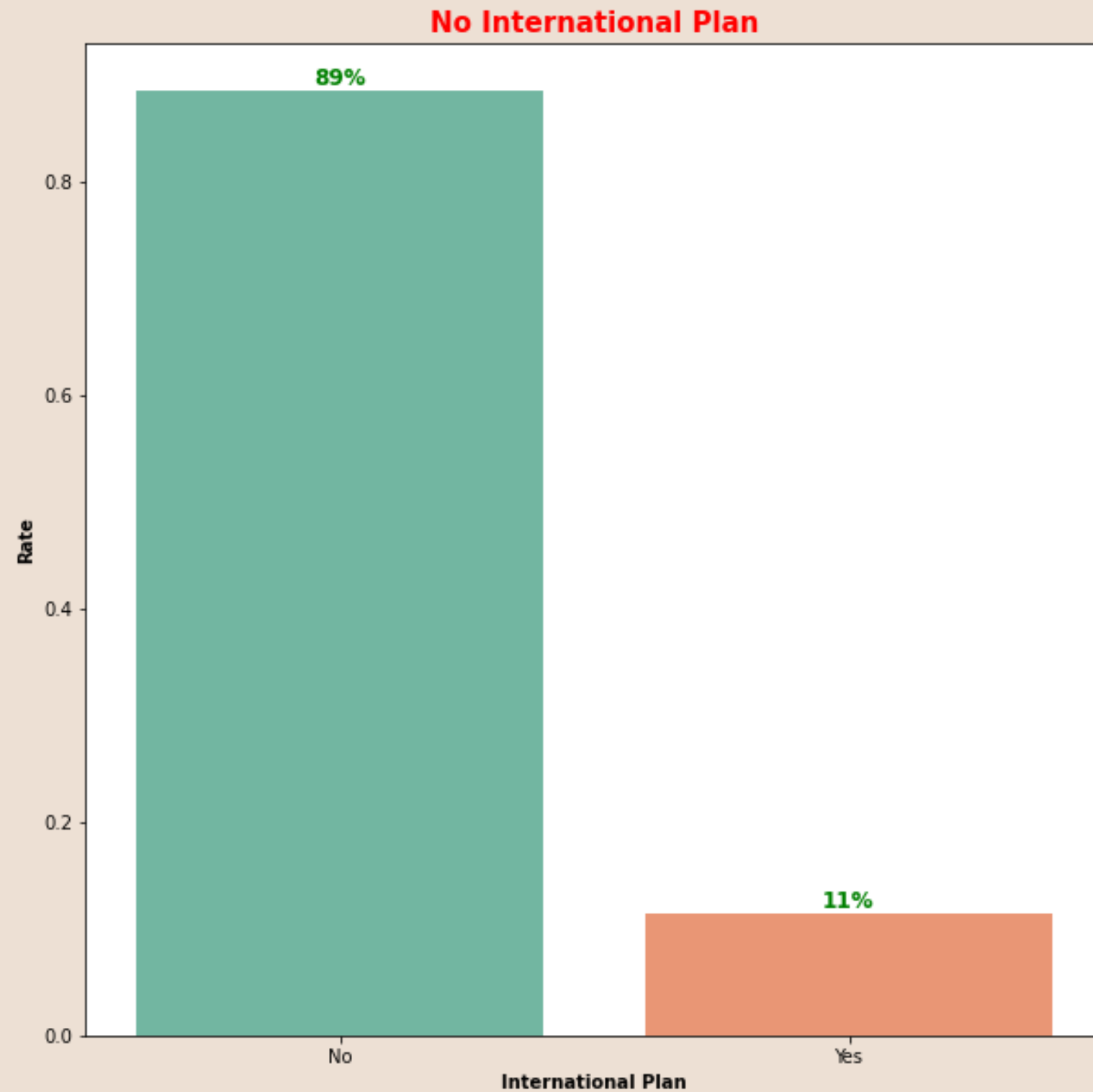
Feature Importance



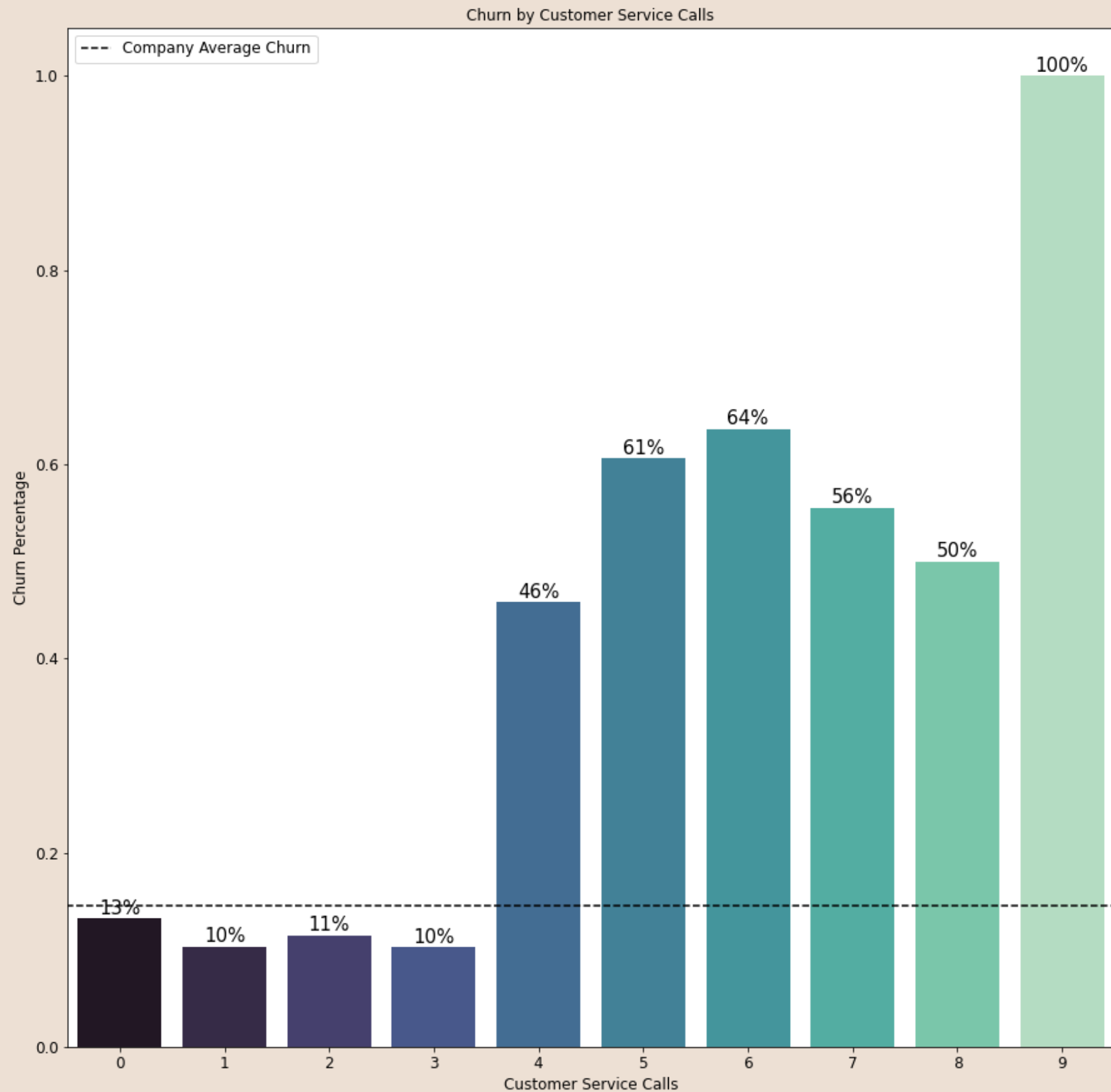
- Feature set by importance the same before and after EDA
- **International Plan**
- **Customer Service Calls**
- **Total Charges**(Day Calls, Evening Calls, Night Calls)

International Plan

- Of all users that did have an International plan 42% of them Churn

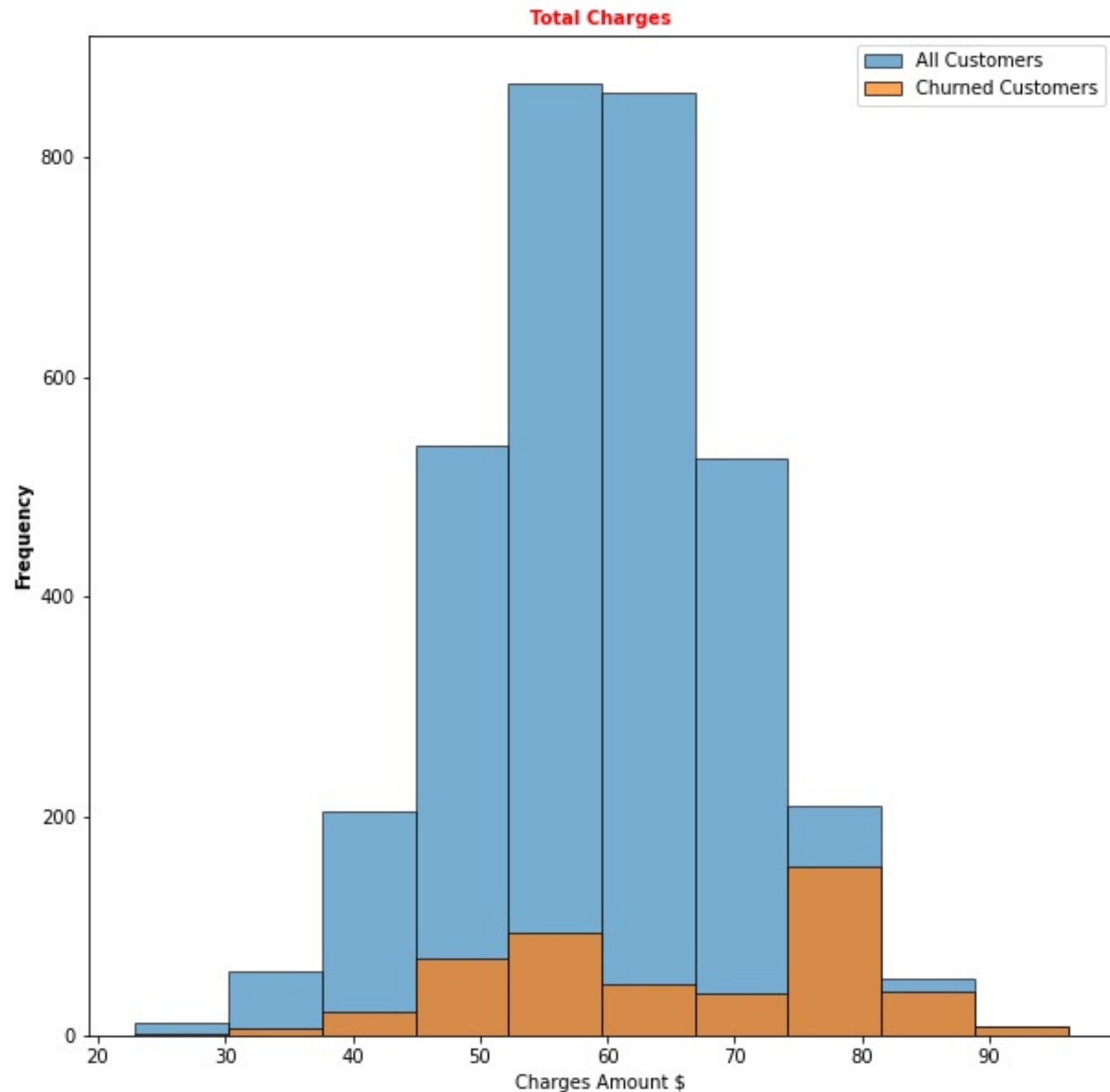


Customer Service Calls



- Customers who made more than 4 calls increase their likeliness of churning by 4x
- If 9 calls are made they are 100% likely to leave
- Through EDA I was able to see that 80% of call customers have made at least 1 phone call to customer service

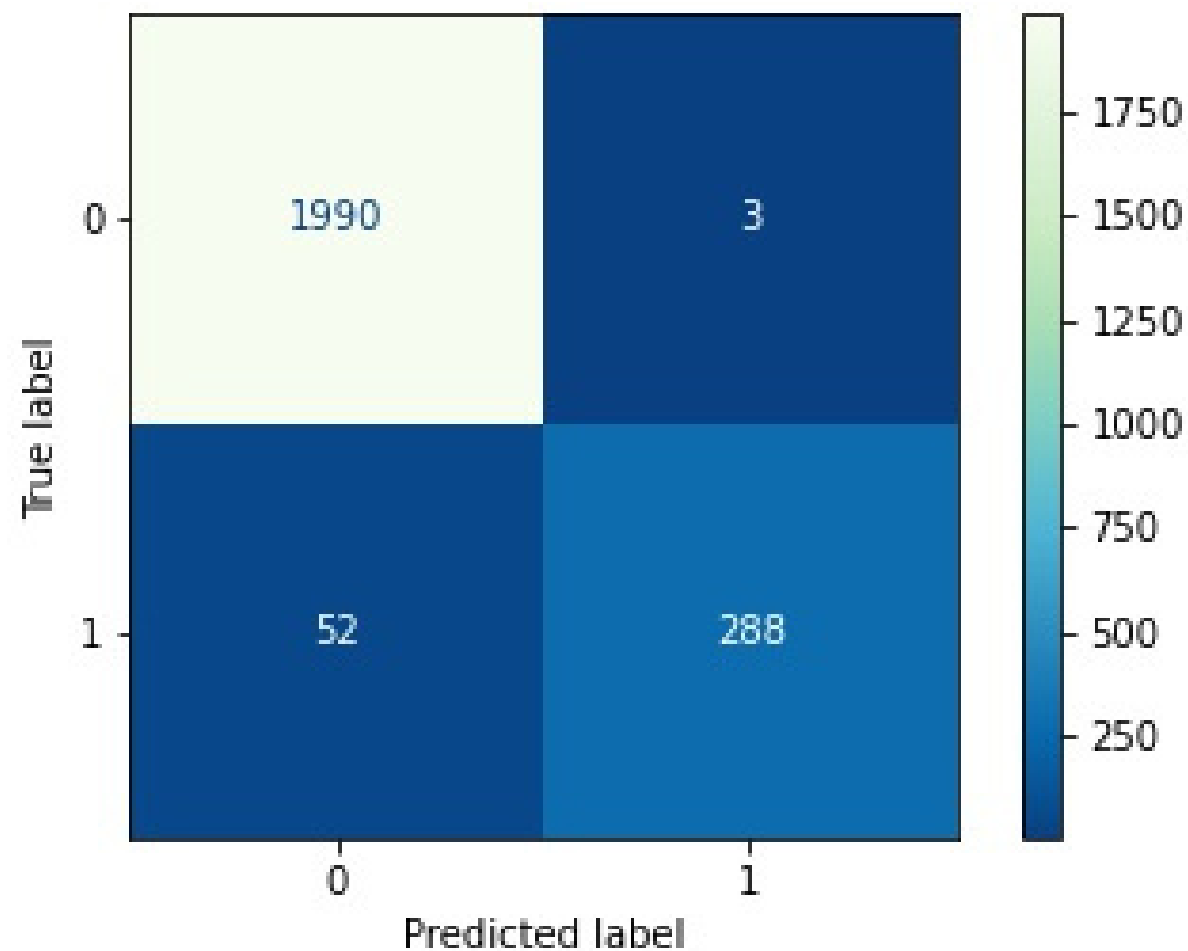
Total Charges



- **75% of customers charged more than \$70 are 80% likely to leave**

	Base Model(Train)	Base Model(Test)	Gradient Boosting(Train)	Gradient Boosting(Test)
Accuracy	0.78	0.77	0.97	0.98
Precision	0.38	0.35	0.98	0.98
Recall	0.76	0.74	0.84	0.88
F1 Score	0.5	0.48	0.91	0.92

Model



- Gradient boosting model performed the best with extremely well precision and solid **Recall** but not ideal accuracy
- Recall metric importance, misidentifying someone as churned more costly than missing someone who churned

Recommendations

- Begin monitoring customers with more than 3 calls to customer service
- Tiered pricing structure pricing for total charges for individual plans
- Cut down on International plan premium for a month as almost half of those churn

Future Findings

- Would like to get dates to gauge metrics better
- Competitor presence
- Pricing structure for different plans

Questions?

- <https://github.com/CarlosGG18>
- CarlosGovea18@gmail.com
- <https://www.linkedin.com/in/carlos-govea-427a25147/>