SyriaTel Customer Churn

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Business Case

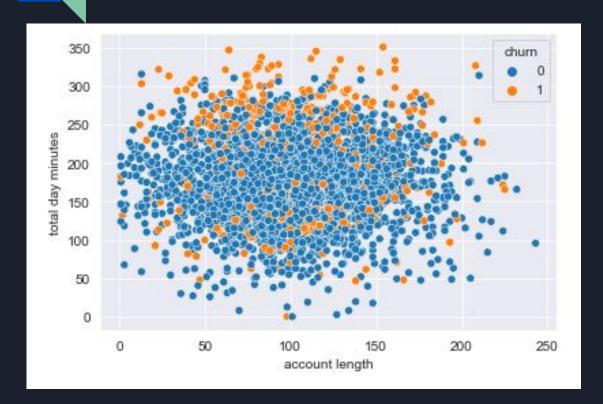
A telecommunication company call SyriaTel has enlisted the help of a data scientist to create a model that predict when the customers are leaving their business.

Given the 'customer_churn.csv' file the data scientist is expected to:

- Build an accurate model
- Report features that may be an indicator that the customers will be more likely to leave



Exploratory Data Analysis

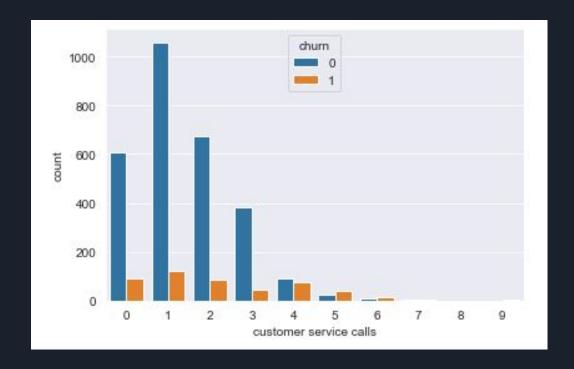


The Scatterplot shows the relationship between the account length and total day minutes used by each customers.

There is a higher concentration of customer churning towards the top of the graphs which could indicate the cost may not be as agreeable for some people

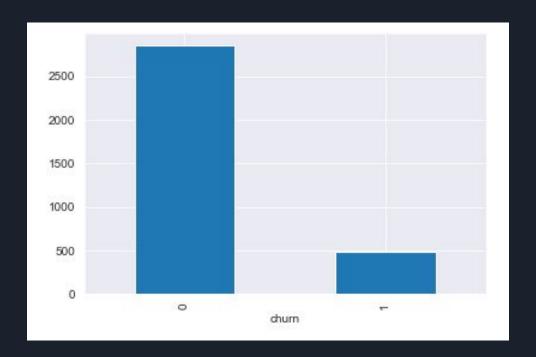
Exploratory Data Analysis

There is a trend in the graph that shows that the more times the customers has to call for services the more likely that they will leave.



Class Imbalance

There is a problem with this dataset, out of over 3000 customers, almost 500 has left the company. This shows a significant class imbalance the first model done had a high accuracy score however the recall score was low.



Model Process Random Forest

During the model process for Random Forest:

 I fitted SMOTE to the training data from the train test split of the original data to improve the class imbalance

 I took advantage of the Grid Search to find the best parameters for the Random Forest Classifier 0 2284 1 382 Name: churn, dtype: int64 After SMOTE: 1 2284 0 2284 Name: churn, dtype: int64

Before SMOTE:

Optimal Parameters:

criterion : entropy

max_depth : None

min_samples_leaf : 2

min_samples_split : 5

n_estimators : 100

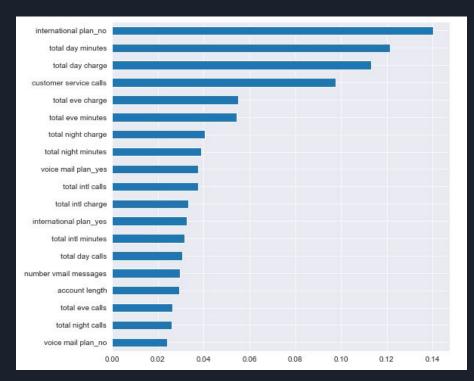
Final Random Forest

The feature importances graph is sorted by how strongly the factors influence customer churn.

Below is the final metric score of the Random Forest Model

Precision Score: 0.8282828282828283 Recall Score: 0.8118811881188119 Accuracy Score: 0.9460269865067467 F1 Score: 0.8200000000000001

Feature Importances



Recommendations

Looking at the model, I would recommend:

- Increase the quality of customer services to decrease the amount of time called
- Provide decreasing charge rate after hitting a cap of 240 call minutes instead of a flat rate per minutes
- Give out some unique benefits or rewards for customers who does not have an international plan. This can be done by account length of stay

The SyriaTel communication company will be able to utilize this information to make decision that best serve their interests in customer retention.



Future Work



 Gather more data; Monthly Costs, Family Plans, Data Services, etc. to see if there is any other unique factors that affects churn.

- Make 24 hour columns that includes day, evening, and night to see if total accumulation of charge, calls, and minutes could show a more impactful outcome of customer churning.
- Take a look at locations, see if one state has more churn than other which could be a sign of poor cellular coverage.

Thank You

Thank you for giving me your time during my presentation today.