

FINAL PROJECT SUBMISSION

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Business Problem

The business problem in this scenario is to provide a Telecom Company a prediction of customer churn so it can effectively focus on a customer retention market program

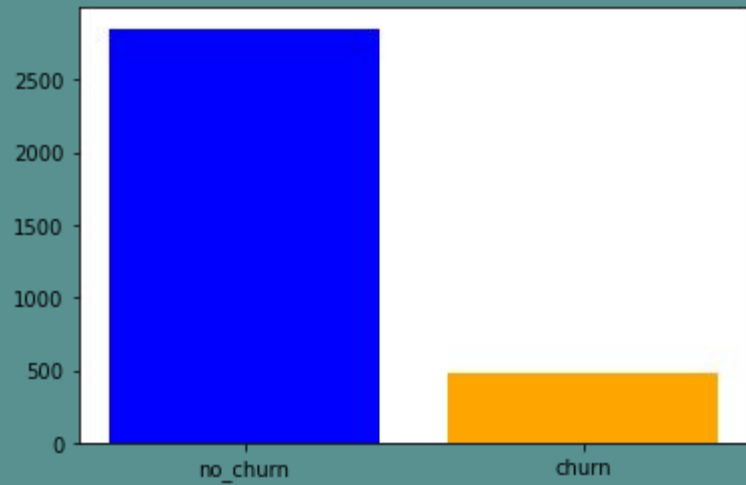
Data Understanding

- The data is from a Telecom Company.
- It can be found here:

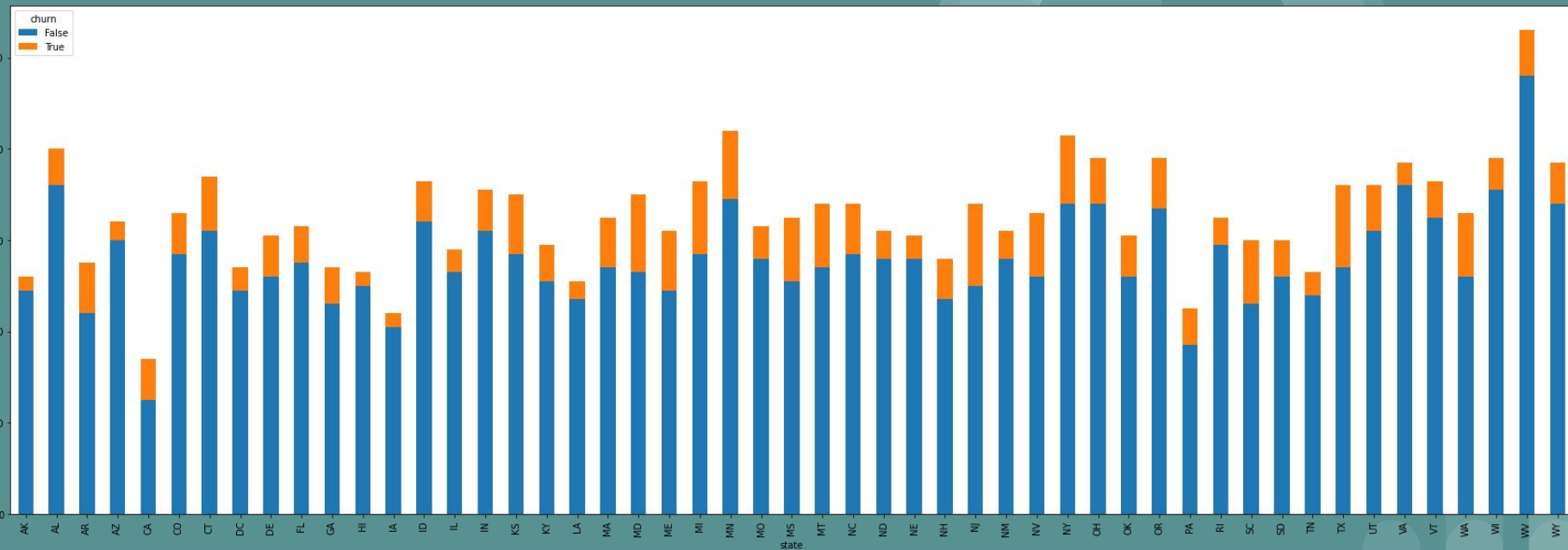
<https://www.kaggle.com/becksddef/churn-in-telecoms-dataset>.



Customer Churn in total



Customer churn per state



Data Preparation

- The categorical data was transformed into numerical
- The data was scaled to balance the impact of all variables
- The identifier column like phone number were dropped

Modeling

Baseline Model

- The baseline model is a simple model used to contextualize the results of trained models. We create the baseline model to provide a reference point for measuring the performance of other models.
- The baseline model chosen is a Logistical regression model

Observations

The accuracy of the models was:

Logistical regression : 86%

Decision Tree : 91.8%

KNN Classifier: 90.6%



Conclusion

Our goal was to identify clients which are likely to churn, so we can do special-purpose marketing strategies to avoid the churn event. For this we evaluated differently preprocessed datasets and different classifiers. In the classification chapter we have trained several different classifiers, including a Logistic Regression, a K-Nearest Neighbors Classifier and Decision Tree.