# Assignment: Spotify Churn Prediction using ANN

## **Problem Statement**

You will build an **Artificial Neural Network (ANN)** model to predict whether a Spotify user will churn (cancel subscription or stop using) based on user behavior and account features in the **Spotify Dataset for Churn Analysis**. Students will carry out a full pipeline: Exploratory Data Analysis (EDA), preprocessing, baseline ANN, optimized ANN and evaluation, and also deploy the best model into a **Streamlit app**.

## **Dataset Link**

Spotify Dataset for Churn Analysis (nabihazahid) - Kaggle (Kaggle)

### **Guidelines for Students**

## **Data Understanding**

- Load the dataset and inspect its shape, column names, data types.
- Explore what features are available (user demographics, usage patterns, subscription plan, etc.).
- Identify the target variable (Churn) and the input features.
- Check for missing values, duplicates, or inconsistent data.

# **Exploratory Data Analysis (EDA)**

Plot the distribution of the Churn target (how many churn vs. non-churn users).

- Examine numerical feature distributions (e.g. usage metrics, time-based features, counts etc.).
- Compare churn vs non-churn for numerical features using boxplots or violin plots.
- For categorical features (subscription type, region, plan etc.) plot churn rates by category.
- Compute correlation matrix for numerical features; visualize with heatmap.
- Check for class imbalance (whether churned users are much fewer or many).

#### **Preprocessing**

- Deal with missing or invalid values.
- Encode categorical variables appropriately (Label Encoding or One-Hot Encoding).
- Possibly transform skewed numerical features (log or other transforms).
- Scale/normalize numerical features.
- Split into training & validation (and possibly test) sets (e.g., 80/20 or 70/30).

#### **Model Building**

#### **Baseline ANN**

- Simple architecture:
  - Input layer matching number of features
  - One or two hidden Dense layers with ReLU activation
  - Output layer with sigmoid activation (for binary classification)
- Loss: binary crossentropy; Optimizer: Adam (or similar)

- Train for a fixed number of epochs (say 30-50), with a batch size (e.g., 32)
- Evaluate training & validation performance (accuracy etc.)

#### **Optimized ANN**

- Increase depth / more hidden layers or more hidden units.
- Add regularization like Dropout and/or BatchNormalization.
- Use callbacks (e.g. EarlyStopping, ReduceLROnPlateau) to avoid overfitting.
- Hyperparameter tuning: different learning rates, batch sizes, number of epochs, layer sizes.
- Possibly try other architectures / techniques (e.g. different activation functions)

#### **Evaluation**

- Use metrics beyond accuracy: **Precision**, **Recall**, **F1-Score**, also **ROC-AUC**.
- Plot training vs. validation loss & accuracy curves.
- Compute confusion matrix.
- Show some example predictions: for some users, display the actual vs predicted churn (maybe for edge cases).
- Identify areas where model is doing poorly (which classes, which kinds of users) and discuss why.
- Compare the ANN's performance with at least one classical machine learning model (e.g. Logistic Regression, Random Forest).

# **Streamlit Application Deployment**

• Choose the best performing model (could be the optimized ANN or a ML model if it's better) and save it (e.g. model.save() for Keras / TensorFlow, or using

pickle/joblib for scikit-learn).

- Build a simple **Streamlit app** that:
  - 1. Provides input form(s) for relevant features (e.g. subscription plan, usage metrics, region etc.).
  - 2. Takes user input and preprocesses to the same format as your training data.
  - 3. Loads the saved model.
  - 4. Makes prediction: probability of churn, and outputs either "Likely to Churn" / "Not Likely to Churn" (or similar).
  - 5. Optionally shows extra information (confidence, maybe top features influencing prediction).
- Test the app with a few different hypothetical user profiles.

# **Expected Outcomes**

- A clear EDA showing insights on what features correlate with churn in the Spotify dataset.
- A working ANN model that performs reasonably well, and comparisons with simpler ML models.
- Demonstrated understanding of preprocessing (handling missing data, encoding, scaling).
- Ability to mitigate overfitting, with regularization / callbacks / tuning.
- Interpretations of evaluation metrics, not just accuracy.
- A deployed Streamlit app that lets someone interact and predict churn for new user data.