Customer Churn Analysis

```
import pandas as pd
import numpy as np
import seaborn as sns
import matplotlib.pyplot as plt
import warnings
warnings.filterwarnings("ignore")
```

 ${\color{blue} \textbf{Data source:}} \ \underline{\textbf{https://www.kaggle.com/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommerce-customer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-and-prediction/datasets/ankitverma2010/ecommer-churn-analysis-an$

1. Data Loading:

```
c=pd.read_csv('/content/customer .csv')
```

c_copy=c.copy() # copy of the original dataset is created which can be used for future references

c.head(2) # reading first 2 rows

| | CustomerID | Churn | Tenure | PreferredLoginDevice | CityTier | WarehouseToHome | Prefer |
|---|------------|-------|--------|----------------------|----------|-----------------|--------|
| 0 | 50001 | 1 | 4.0 | Mobile Phone | 3 | 6.0 | |
| 1 | 50002 | 1 | NaN | Phone | 1 | 8.0 | |

c.tail(2) #reading last 2 rows

| | CustomerID | Churn | Tenure | PreferredLoginDevice | CityTier | WarehouseToHome | Pre |
|------|------------|-------|--------|----------------------|----------|-----------------|-----|
| 5628 | 55629 | 0 | 23.0 | Computer | 3 | 9.0 | |
| 5629 | 55630 | 0 | 8.0 | Mobile Phone | 1 | 15.0 | |

2. Exploratory Data Analysis

```
c.shape # reading dimensions of the dataset
```

(5630, 20)

c.info()

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 5630 entries, 0 to 5629
Data columns (total 20 columns):

| # | Column | Non-Null Count | Dtype | | | |
|--|-----------------------------|----------------|---------|--|--|--|
| 0 | CustomerID | 5630 non-null | int64 | | | |
| 1 | Churn | 5630 non-null | int64 | | | |
| 2 | Tenure | 5366 non-null | float64 | | | |
| 3 | PreferredLoginDevice | 5630 non-null | object | | | |
| 4 | CityTier | 5630 non-null | int64 | | | |
| 5 | WarehouseToHome | 5379 non-null | float64 | | | |
| 6 | PreferredPaymentMode | 5630 non-null | object | | | |
| 7 | Gender | 5630 non-null | object | | | |
| 8 | HourSpendOnApp | 5375 non-null | float64 | | | |
| 9 | NumberOfDeviceRegistered | 5630 non-null | int64 | | | |
| 10 | PreferedOrderCat | 5630 non-null | object | | | |
| 11 | SatisfactionScore | 5630 non-null | int64 | | | |
| 12 | MaritalStatus | 5630 non-null | object | | | |
| 13 | NumberOfAddress | 5630 non-null | int64 | | | |
| 14 | Complain | 5630 non-null | int64 | | | |
| 15 | OrderAmountHikeFromlastYear | 5365 non-null | float64 | | | |
| 16 | CouponUsed | 5374 non-null | float64 | | | |
| 17 | OrderCount | 5372 non-null | float64 | | | |
| 18 | DaySinceLastOrder | 5323 non-null | float64 | | | |
| 19 | CashbackAmount | 5630 non-null | int64 | | | |
| <pre>dtypes: float64(7), int64(8), object(5) memory usage: 879.8+ KB</pre> | | | | | | |

c describe() # statistical summany

| | CustomerID | Churn | Tenure | CityTier | WarehouseToHome | HourSpend(|
|-------|--------------|-------------|-------------|-------------|-----------------|------------|
| count | 5630.000000 | 5630.000000 | 5366.000000 | 5630.000000 | 5379.000000 | 5375.00 |
| mean | 52815.500000 | 0.168384 | 10.189899 | 1.654707 | 15.639896 | 2.93 |
| std | 1625.385339 | 0.374240 | 8.557241 | 0.915389 | 8.531475 | 0.72 |
| min | 50001.000000 | 0.000000 | 0.000000 | 1.000000 | 5.000000 | 0.00 |
| 25% | 51408.250000 | 0.000000 | 2.000000 | 1.000000 | 9.000000 | 2.00 |
| 50% | 52815.500000 | 0.000000 | 9.000000 | 1.000000 | 14.000000 | 3.00 |
| 75% | 54222.750000 | 0.000000 | 16.000000 | 3.000000 | 20.000000 | 3.00 |
| max | 55630.000000 | 1.000000 | 61.000000 | 3.000000 | 127.000000 | 5.00 |

c.columns

```
Index(['CustomerID', 'Churn', 'Tenure', 'PreferredLoginDevice', 'CityTier',
    'WarehouseToHome', 'PreferredPaymentMode', 'Gender', 'HourSpendOnApp',
    'NumberOfDeviceRegistered', 'PreferedOrderCat', 'SatisfactionScore',
    'MaritalStatus', 'NumberOfAddress', 'Complain',
    'OrderAmountHikeFromlastYear', 'CouponUsed', 'OrderCount',
    'DaySinceLastOrder', 'CashbackAmount'],
    dtype='object')
```

c.nunique() # count of unique values per column

| CustomerID | 5630 |
|-----------------------------|------|
| Churn | 2 |
| Tenure | 36 |
| PreferredLoginDevice | 3 |
| CityTier | 3 |
| WarehouseToHome | 34 |
| PreferredPaymentMode | 7 |
| Gender | 2 |
| HourSpendOnApp | 6 |
| NumberOfDeviceRegistered | 6 |
| PreferedOrderCat | 6 |
| SatisfactionScore | 5 |
| MaritalStatus | 3 |
| NumberOfAddress | 15 |
| Complain | 2 |
| OrderAmountHikeFromlastYear | 16 |
| CouponUsed | 17 |
| OrderCount | 16 |
| DaySinceLastOrder | 22 |
| CashbackAmount | 220 |
| dtype: int64 | |

a. No.of customers based on login device

c['PreferredLoginDevice'].value_counts()

Mobile Phone 2765 Computer 1634 Phone 1231

Name: PreferredLoginDevice, dtype: int64

Most of the customers prefer mobile phone

b. Customers based on gender

c['Gender'].value_counts()

Male 3384 Female 2246

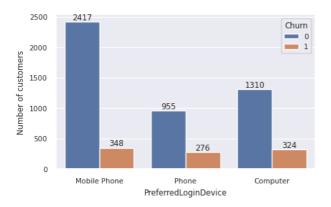
Name: Gender, dtype: int64

Comparatively, male customers are more

c. customers churned based on login device

1/22/24, 12:53 PM

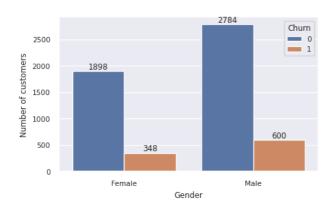
```
plt.figure(figsize=(5,3))
sns.set(font_scale=0.7)
s=sns.countplot(data=c,x='PreferredLoginDevice',hue='Churn')
plt.ylabel('Number of customers')
for i in s.containers:
    s.bar_label(i)
```



Only small amount of customers have churned

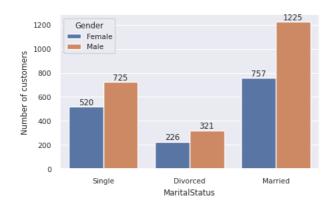
d. gender vs churn

```
plt.figure(figsize=(5,3))
sns.set(font_scale=0.7)
s=sns.countplot(data=c,x='Gender',hue='Churn')
plt.ylabel('Number of customers')
for i in s.containers:
    s.bar_label(i)
```



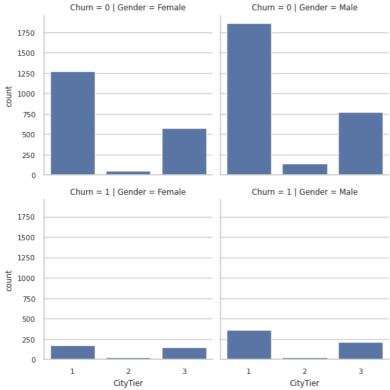
e. customers churned from different cities

```
# Gender vs Marital Status
plt.figure(figsize=(5,3))
sns.set(font_scale=0.7)
s=sns.countplot(data=c,x='MaritalStatus',hue='Gender')
plt.ylabel('Number of customers')
for i in s.containers:
    s.bar_label(i)
```



```
sns.set_style('whitegrid')
f=sns.FacetGrid(data=c,col ='Gender',row='Churn')
f.map_dataframe(sns.countplot,x='CityTier')
```



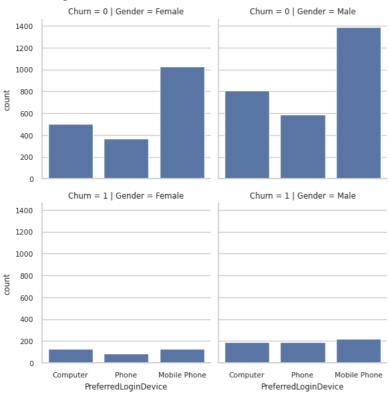


City 1 has more customers than from other 2 city tiers

f. customers churned from different devices used

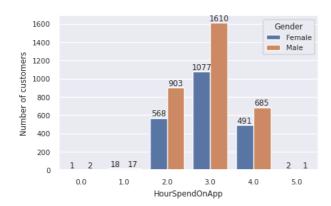
```
sns.set_style('whitegrid')
h=sns.FacetGrid(data=c,col='Gender',row='Churn')
h.map_dataframe(sns.countplot,x='PreferredLoginDevice')
```

<seaborn.axisgrid.FacetGrid at 0x7c9cde193d90>



g. time spent on app by different customers based on their gender

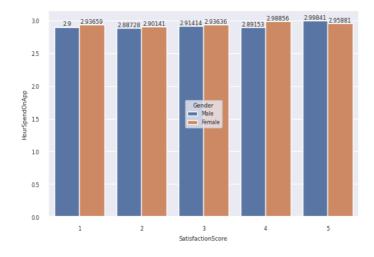
```
plt.figure(figsize=(5,3))
sns.set(font_scale=0.7)
s=sns.countplot(data=c,x='HourSpendOnApp',hue='Gender')
plt.ylabel('Number of customers')
for i in s.containers:
    s.bar_label(i)
```



Maximum hours spent is 4, but 3 hrs is the maximum duration spent by each customer

h. time spent vs satisfaction score

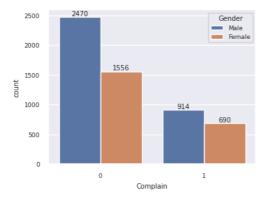
```
plt.figure(figsize=(6,4))
sns.set(font_scale=0.5)
s=sns.barplot(data=c,x='SatisfactionScore',y='HourSpendOnApp',hue='Gender',errorbar=None)
sns.move_legend(s,"center")
for i in s.containers:
    s.bar_label(i)
```



i. no.of complains raised by customers

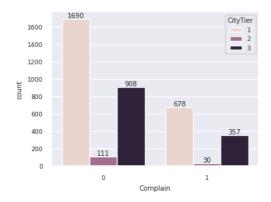
(1) gender based

```
plt.figure(figsize=(4,3))
sns.set(font_scale=0.6)
s=sns.countplot(data=c,x='Complain',hue='Gender')
for i in s.containers:
    s.bar_label(i)
```



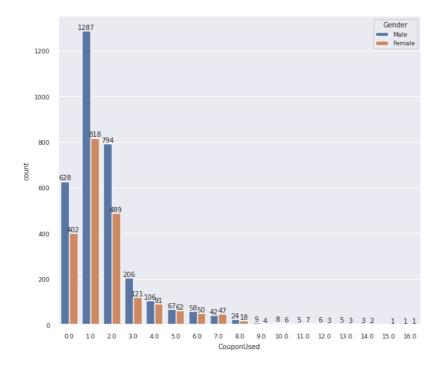
(2) City based

```
plt.figure(figsize=(4,3))
sns.set(font_scale=0.6)
s=sns.countplot(data=c,x='Complain',hue='CityTier')
for i in s.containers:
    s.bar_label(i)
```



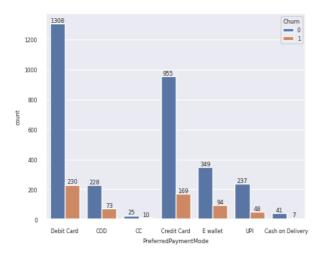
j. coupons used

```
plt.figure(figsize=(7,6))
sns.set(font_scale=0.6)
s=sns.countplot(data=c,x='CouponUsed',hue='Gender')
for i in s.containers:
    s.bar_label(i)
```



k. payment mode vs gender

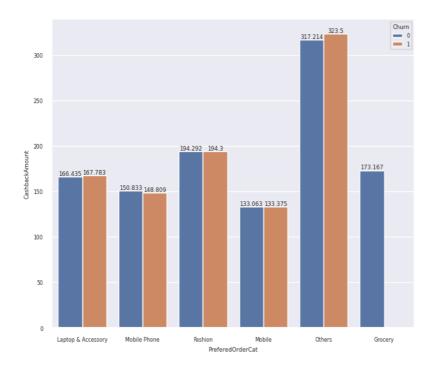
```
plt.figure(figsize=(5,4))
sns.set(font_scale=0.5)
s=sns.countplot(data=c,x='PreferredPaymentMode',hue='Churn')
for i in s.containers:
    s.bar_label(i)
```



Majority prefers debit card for payment

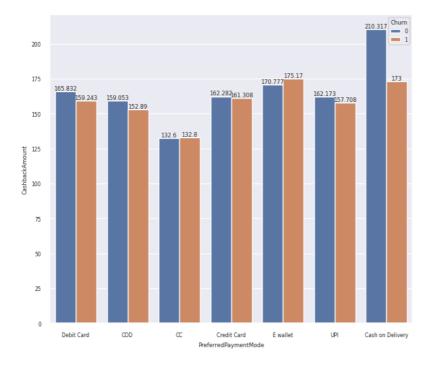
I. cashback amount vs order categories based on gender

```
plt.figure(figsize=(7,6))
sns.set(font_scale=0.5)
s=sns.barplot(data=c,x='PreferedOrderCat',y='CashbackAmount',hue='Churn',errorbar=None)
for i in s.containers:
    s.bar label(i)
```



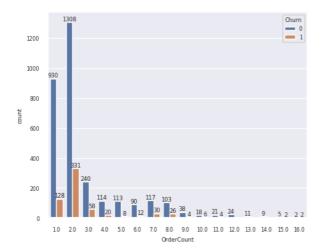
m. payment mode vs cashback amt

```
plt.figure(figsize=(7,6))
sns.set(font_scale=0.5)
s=sns.barplot(data=c,x='PreferredPaymentMode',y='CashbackAmount',hue='Churn',errorbar=None)
for i in s.containers:
    s.bar_label(i)
```



n. order count vs gender

```
plt.figure(figsize=(5,4))
sns.set(font_scale=0.5)
s=sns.countplot(data=c,x='OrderCount',hue='Churn')
for i in s.containers:
    s.bar_label(i)
```



Data Cleaning

```
print('null values:',c.isnull().any().sum())
print('nan values:',c.isna().any().sum())
print('duplicates:',c.duplicated().any().sum())
    null values: 7
    nan values: 7
    duplicates: 0
```

Null values are dropped

```
c=c.dropna()

l=[]
for i in range(len(c)):
    l.append(i)
    c.index=1

print('null values:',c.isnull().any().sum())
```

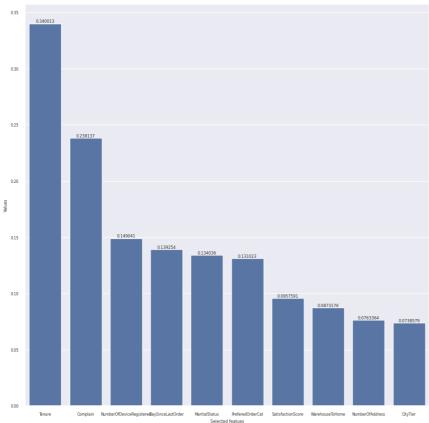
```
print('nan values:',c.isna().any().sum())
print('duplicates:',c.duplicated().any().sum())
    null values: 0
    nan values: 0
    duplicates: 0
Removing unnecessary columns
c=c.drop(columns=['CustomerID'])
Feature Engineering
c1=c.loc[:,['PreferredLoginDevice','PreferredPaymentMode','Gender','PreferedOrderCat','MaritalStatus']]
c f=c.drop(columns=c1.columns)
from sklearn.preprocessing import LabelEncoder
c_cd=c1.apply(LabelEncoder().fit_transform)
C=pd.concat([c_f,c_cd],axis=1)
Feature Selection
# separate data into feature and target:
x=C.drop(columns='Churn') # feature
y=C['Churn'] # Target is churn
correlation_values = x.apply(lambda feature: np.abs(np.corrcoef(feature, y)[0, 1]))
correlation values
                                   0.340013
    Tenure
     CityTier
                                   0.073858
     WarehouseToHome
                                   0.087318
     HourSpendOnApp
                                   0.060845
     NumberOfDeviceRegistered
                                   0.149041
    SatisfactionScore
                                   0.095759
     NumberOfAddress
                                   0.076336
    Complain
                                   0.238137
     OrderAmountHikeFromlastYear
                                   0.017193
                                   0.010982
     CouponUsed
                                   0.001962
     OrderCount
    DaySinceLastOrder
                                   0.139254
     {\sf CashbackAmount}
                                   0.058866
     PreferredLoginDevice
                                   0.003295
                                   0.024731
     PreferredPaymentMode
     Gender
                                   0.033792
     PreferedOrderCat
                                   0.131023
    MaritalStatus
                                   0.134036
    dtype: float64
sorted_features = correlation_values.sort_values(ascending=False)
sorted_features
                                   0.340013
                                   0.238137
     NumberOfDeviceRegistered
                                   0.149041
    DaySinceLastOrder
                                   0.139254
     MaritalStatus
                                   0.134036
     PreferedOrderCat
                                   0.131023
                                   0.095759
     SatisfactionScore
                                   0.087318
     WarehouseToHome
     NumberOfAddress
                                   0.076336
     CityTier
                                   0.073858
     HourSpendOnApp
                                   0.060845
     CashbackAmount
                                   0.058866
     Gender
                                   0.033792
     PreferredPaymentMode
                                   0.024731
     {\tt Order Amount Hike From last Year}
                                   0.017193
     CouponUsed
                                    0.010982
     PreferredLoginDevice
                                   0.003295
                                   0.001962
     OrderCount
```

dtype: float64

plt.ylabel('Values')

```
k = 10
selected_features = sorted_features.index[:k] # why .index because:- x[columns in selected_features. corr gives the values,we need only
selected_features
      Index(['Tenure', 'Complain', 'NumberOfDeviceRegistered', 'DaySinceLastOrder',
               'MaritalStatus', 'PreferedOrderCat', 'SatisfactionScore', 'WarehouseToHome', 'NumberOfAddress', 'CityTier'],
             dtype='object')
sns.heatmap(x[selected\_features].corr(), annot=True, fmt='.2f', linewidths=0.5)
      <Axes: >
                                                     -0.08
                            -0.04
                                                                 -0.04
                  Complain
                                  1.00
                                                                                                 0.8
       NumberOfDeviceRegistered
                                        1.00
            DaySinceLastOrder
                                  -0.06
                                        -0.05
                                              1.00
                                                           -0.24
                            -0.08
                                                     1.00
                                                                 -0.05
                MaritalStatus
                                                                                                  0.4
                                                           1.00
                                                                                                 0.2
             SatisfactionScore
                                  -0.04
                                                                 1.00
             WarehouseToHome
                                                                       1.00
                                                                                                  0.0
             NumberOfAddress
                                                                              1.00
                                                     0.00
                                                           -0.26
                                                                                    1.00
                   CityTier
                            -0.06
                                                                                     OtyTier
sorted_features[:k]
                                       0.340013
      Tenure
      Complain
                                       0.238137
      NumberOfDeviceRegistered
                                       0.149041
      DaySinceLastOrder
                                       0.139254
     MaritalStatus
                                       0.134036
      PreferedOrderCat
                                       0.131023
      SatisfactionScore
                                       0.095759
      WarehouseToHome
                                       0.087318
     NumberOfAddress
                                       0.076336
                                       0.073858
      CityTier
     dtype: float64
selected_features
      Index(['Tenure', 'Complain', 'NumberOfDeviceRegistered', 'DaySinceLastOrder',
              'MaritalStatus', 'PreferedOrderCat', 'SatisfactionScore', 'WarehouseToHome', 'NumberOfAddress', 'CityTier'],
             dtype='object')
plt.figure(figsize=(11,11))
sns.set(font_scale=0.5)
v=sns.barplot(x=selected_features, y=sorted_features[:k])
for i in v.containers:
  v.bar_label(i)
plt.xlabel('Selected featues')
```





Above are the top 10 features that act as factors of customers' churn

Model Building

```
x\_train, x\_test, y\_train, y\_test=train\_test\_split(x, y, test\_size=0.2, random\_state=0)
print('x_train.shape:',x_train.shape,'x_test.shape:',x_test.shape)
     x_train.shape: (3019, 10) x_test.shape: (755, 10)
print('y_train.shape:',y_train.shape,'y_test.shape:',y_test.shape)
     y_train.shape: (3019,) y_test.shape: (755,)
{\tt from \ sklearn.model\_selection \ import \ GridSearchCV}
\verb|models={|}
    'log_r':{
        'model':LogisticRegression(),
        'params':{
        }
    },
     'KNC':{
        'model':KNeighborsClassifier(),
        'params':{
            'n_neighbors':[2,5,10,12,15,20]
    },
    'RFC':{
        'model':RandomForestClassifier(),
        'params':{
            'n_estimators':[1,2,3,4,5,6,7,8,9,10,12,15,20]
    }
}
from sklearn.model_selection import ShuffleSplit
scores=[]
cv=ShuffleSplit(n_splits=5,test_size=0.2,random_state=0)
for i,j in models.items():
 gs=GridSearchCV(j['model'],j['params'],cv=cv,return_train_score=False)
 gs.fit(x,y)
scores.append({
    'model':i.
    'best score':gs.best_score_,
    'best parameter':gs.best params
})
     /usr/local/lib/python3.10/dist-packages/sklearn/linear_model/_logistic.py:458: ConvergenceWarning: lbfgs failed to converge (status=
     STOP: TOTAL NO. of ITERATIONS REACHED LIMIT.
     Increase the number of iterations (max_iter) or scale the data as shown in:
         https://scikit-learn.org/stable/modules/preprocessing.html
     Please also refer to the documentation for alternative solver options:
         https://scikit-learn.org/stable/modules/linear_model.html#logistic-regression
       n_iter_i = _check_optimize_result(
df=pd.DataFrame(scores,columns=['model','best score','best parameter'])
                                               model best score
                           best parameter
                  0.965828 {'n_estimators': 20}
      0
         RFC
Among the models, Random Forest Classifier is chosen due to its highest score
from sklearn.model_selection import cross_val_score
cv=ShuffleSplit(n_splits=5,test_size=0.2)
s=cross_val_score(RandomForestClassifier(n_estimators=20),x,y,cv=cv)
print('Average Accuracy : {}%'.format(round(sum(s)*100/len(s)), 3))
     Average Accuracy: 97%
```

The accuracy obtained using model built by Random Forest Classificatier algorithm is around 97%.

 ${\tt rfc=RandomForestClassifier(n_estimators=20)}$ rfc.fit(x_train,y_train)

```
RandomForestClassifier
RandomForestClassifier(n_estimators=20)
```

from sklearn import metrics from sklearn.metrics import classification_report

pred=rfc.predict(x_test)

print(classification_report(pred,y_test))

| | precision | recall | f1-score | support |
|--------------|--------------|--------------|--------------|------------|
| 0 | 0.99 0.85 | 0.97 0.95 | 0.98 0.90 | 637 118 |
| accuracy | 0.03 | 0.55 | 0.97 | 755 |
| macro avg | 0.92 | 0.96 | 0.94 | 755 |
| weighted avg | 0.97 | 0.97 | 0.97 | 755 |

#Features:- ['Tenure', 'Complain', 'NumberOfDeviceRegistered', 'DaySinceLastOrder', 'MaritalStatus', 'PreferedOrderCat', 'SatisfactionScore', 'WarehouseToHome', 'NumberOfAddress', 'CityTier']

[#]