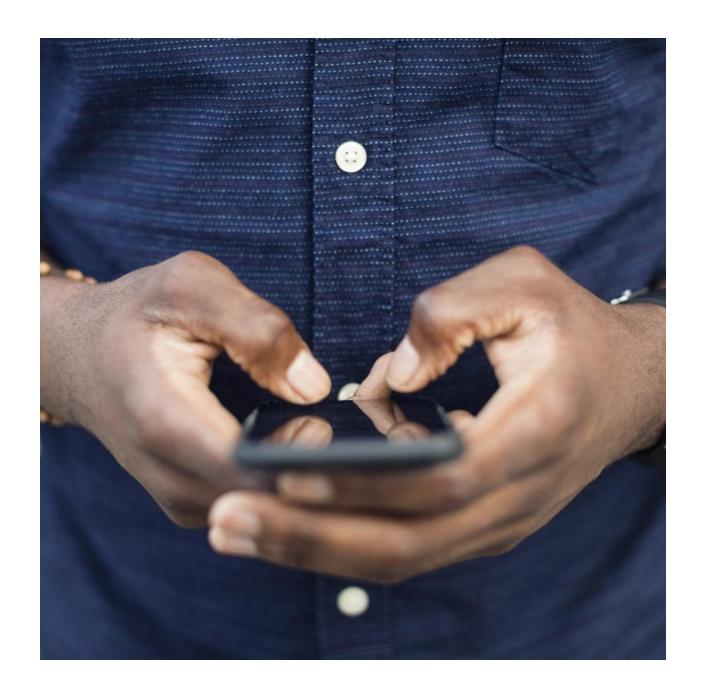
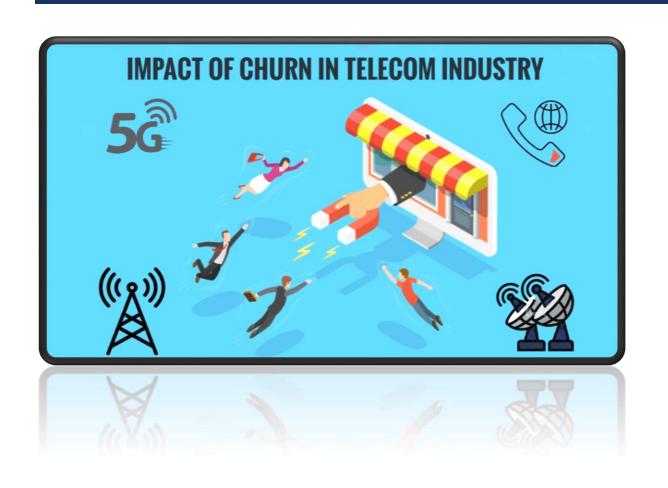
SYRIATEL CUSTOMER CHURN ANALYSIS



OUTLINE



Project Overview Business Problem Objectives & Research Questions Data Models Incorporated Recommendations

PROJECT OVERVIEW



In Syria, SyriaTelcom confronts high customer churn due to intense competition and changing preferences, threatening revenue and market position.



The company aims to analyze data to identify churn drivers and devise targeted retention strategies, enhancing its competitive standing and customer loyalty.

BUSINESS PROBLEM

Challenge:

- Experiencing high churn rates.
- Declining customer satisfaction and loyalty.
- Resulting revenue losses and reduced market share.

Strategic Approach:

- Development of a Predictive Model: Utilize historical data and analytics.
- Objective: Identify customers at risk of churn.

Goal:

- Pre-empt churn to enhance retention.
- Cultivate lasting customer relationships.
- Implement targeted retention efforts for improved loyalty and satisfaction.

OBJECTIVES & RESEARCH QUESTIONS

Specific Objectives

Research Questions



Identify Churn Indicators: Determine features and patterns differentiating churners from loyal customers.

What key factors significantly contribute to customer churn?



Enhance Customer Experience: Address issues leading to churn, improving satisfaction and loyalty.

How are usage patterns and the intensity of service usage linked to churn likelihood?



Strategic Insights: Provide data-driven recommendations for targeted retention strategies to minimize churn.

Do certain contract terms or pricing plans correlate with increased churn rates?



Predictive Modeling: Develop algorithms to forecast churn risk for individual subscribers.

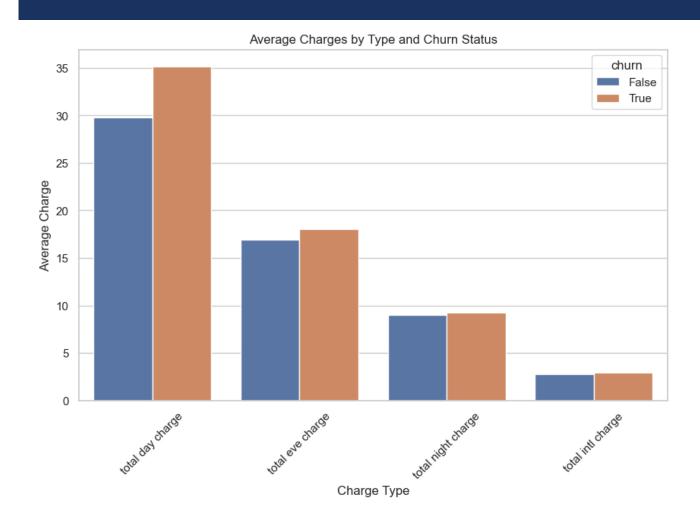
Which model offers the highest accuracy in predicting customer churn?

DATA

- Data Origin Kaggle.
- Length of data frame 3333(inclusive of outliers), after dropping numerical outliers the length of the data frame is 2860.
- The distribution of our target variable ('Churn'):
 - √ 85% of retained customers
 - ✓ 15% of Customers Churned

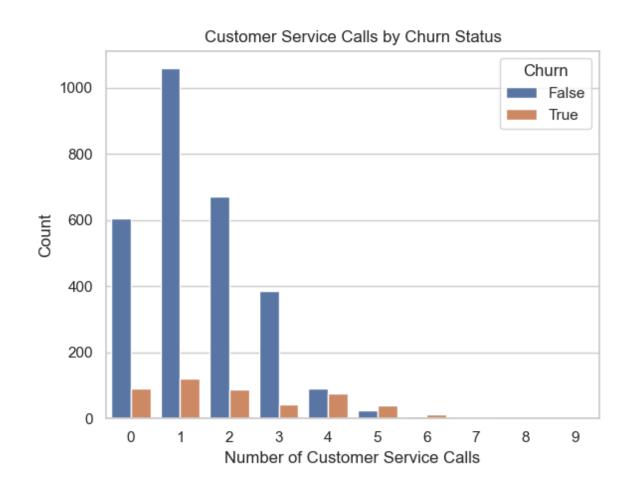


AVERAGE CHARGES BY TYPE AND CHURN STATUS



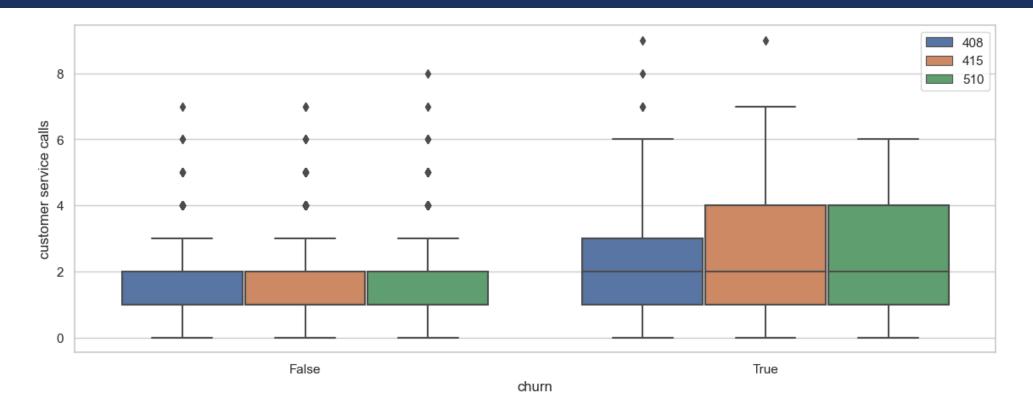
 Notably, if certain charges (e.g., total day charge or total intl charge) are noticeably higher for churned customers, this could indicate a direct impact of pricing on customer retention decisions.

CUSTOMER SERVICE CALLS BY CHURN STATUS



There is a clear correlation between the true churn rate and the number of customer service calls.

CHURN INSTANCE BY AREA CODE

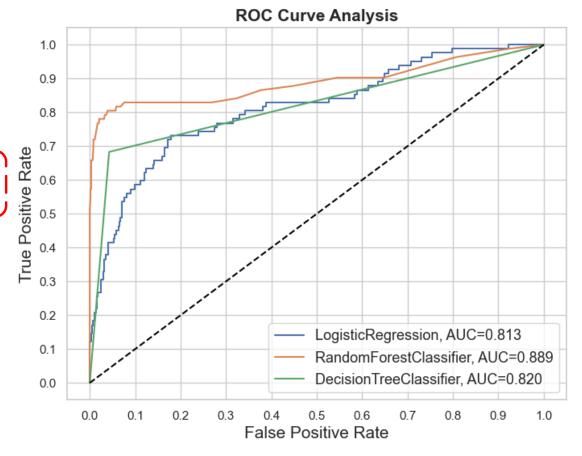


• The combined counts of churn and non-churn instances for each area code. Area-code 415 has the highest churn count.

MODELS INCORPORATED

Models	Accuracy Score	FI Score	Recall Score	Precision
Logistic Regression	0.89	0.21	0.12	1.00
Random Forest Classifier	0.95	0.71	0.57	0.96
Decision Tree	0.93	0.69	0.63	0.75

 After modelling, Random Forest Classifier performed better with an accuracy score of 95% and Precision score of 96%.



FINDINGS

0

High day and evening charges, along with frequent customer service calls, are key drivers of churn.

02

Urban customers prioritize convenience and service variety, whereas rural customers value personalized service and affordability.

03

Direct links between specific contracts/plans and churn are not identified, but related charges and service quality significantly influence churn.

04

The Random Forest Classifier is the most effective predictive model, with a 96.1% precision rate in identifying potential churn.



like message storage

and accessibility.

satisfaction.

RECOMMENDATIONS

improve satisfaction.

customizable plans or

peak hour incentives.

GROUP 10 – TEAM MEMBERS



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