

# Predicting SyriaTel Customer Churn



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# Business Case

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- Why Does SyriaTel have such a high rate of churn?
- Industry Standard - 3-4%
- SyriaTel - Over 14%!
- But Why?

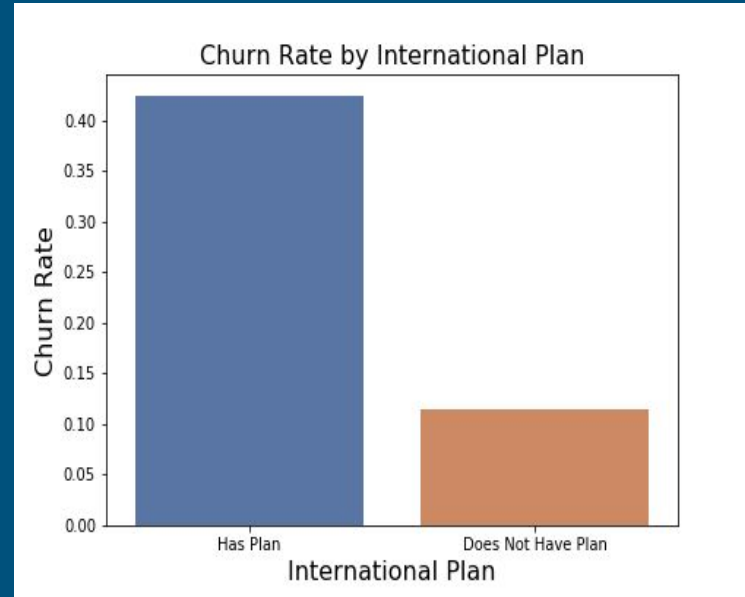
# Dataset

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- Kaggle
- 3,333 observations and 20 features
- Significant Class Imbalance (Churn is Minority Class)

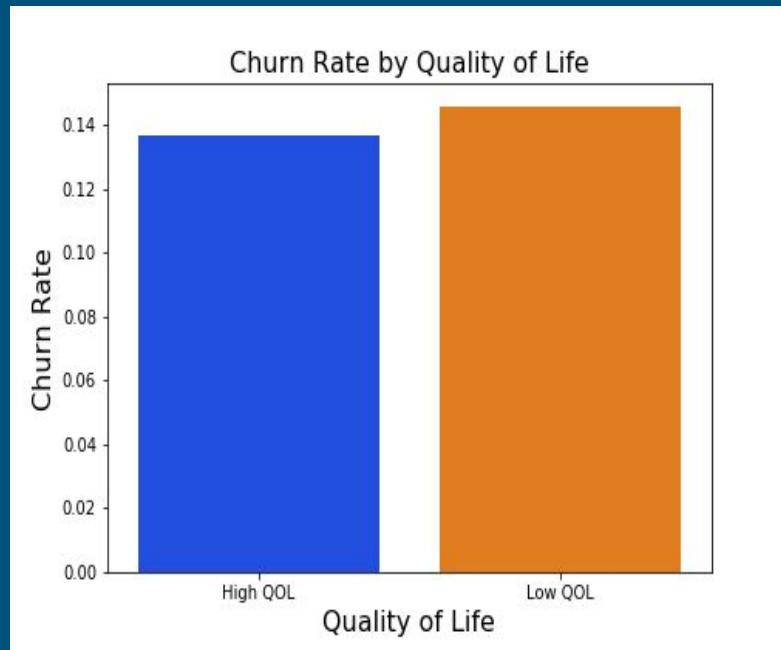
# EDA/Statistical Testing

- International Plan
- Proportion Test
- Test Statistic of 15
- P Value of  $7.15 \times 10^{-51}$



# EDA/Statistical Testing Continued

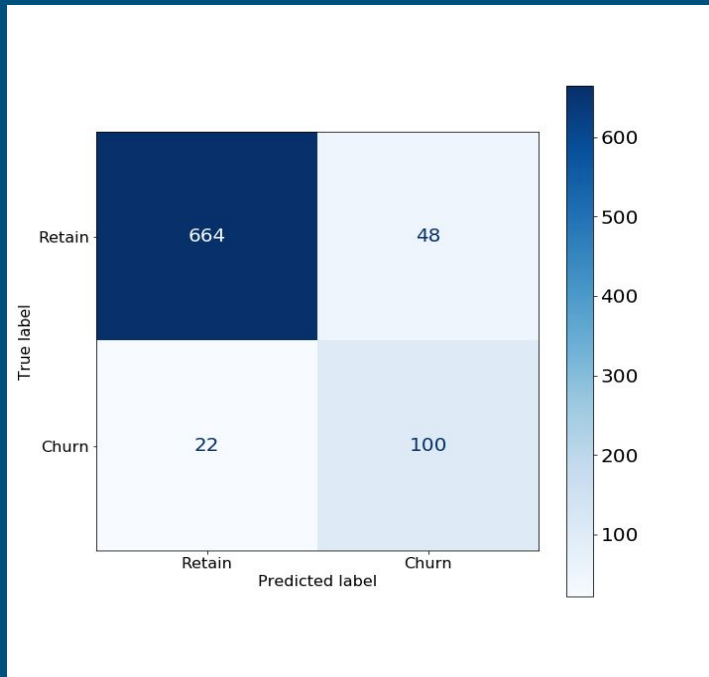
- Feature Engineering
- Quality of Life
- Proportion Test
- Test Statistic of  $-0.40$
- P Value of  $.689$
- Dropped!



# Modeling

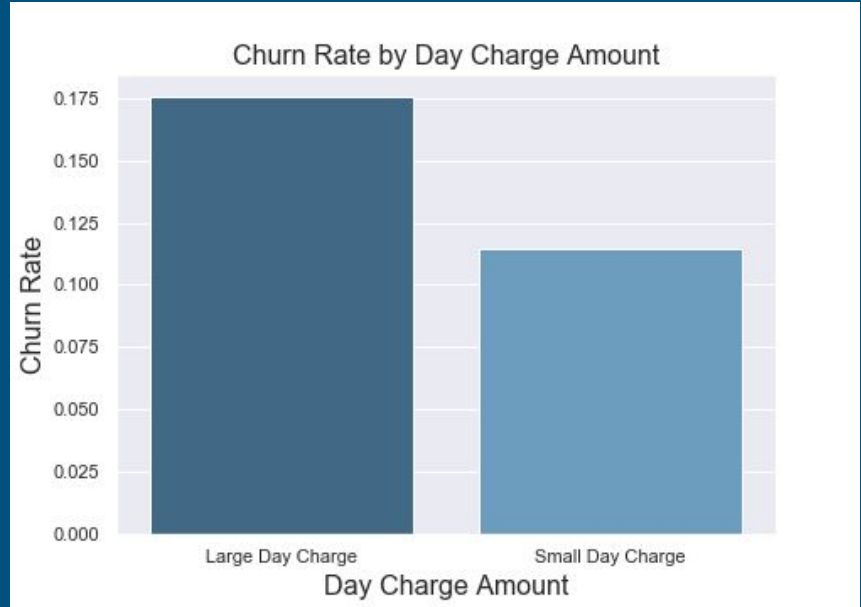
Model Type	Recall Score
KNN	.369
Decision Tree	.762
Random Forest	.820
XGBOOST	.754

# Confusion Matrix



# Post-Modeling Analysis/Conclusions

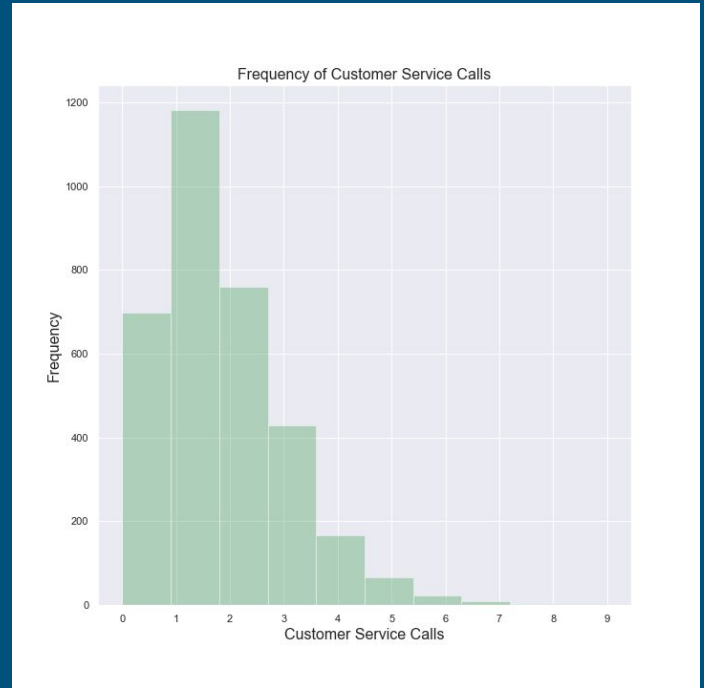
- Total Day Charge
- High Churn Rate
- Possibly Lower Rates?





# Conclusions Continued

- Customer Service Calls
- Why are there so many?
- Poor Service?
- Billing Issues?



# Next Steps

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- Improve Precision Score
- Create a model to predict customer service calls to investigate what causes SyriaTel customers to call customer service so frequently

# Any Questions?

