

# CUSTOMER CHURN ANALYSIS







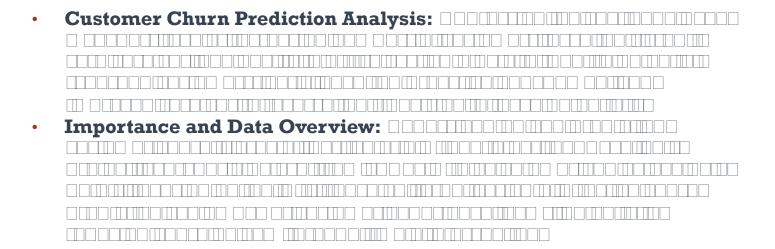




## **OUTLINE**

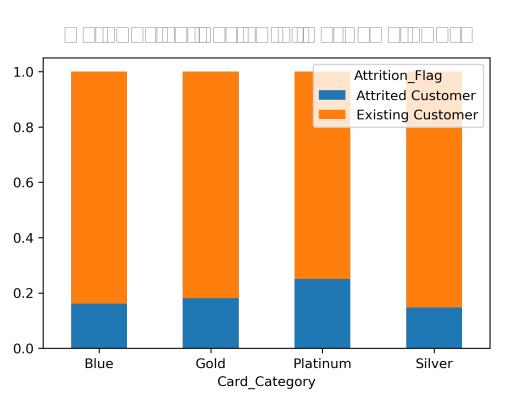


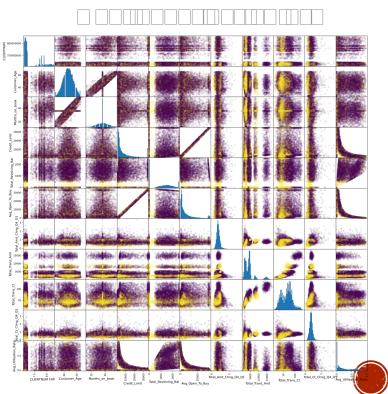
#### **BACKGROUND**



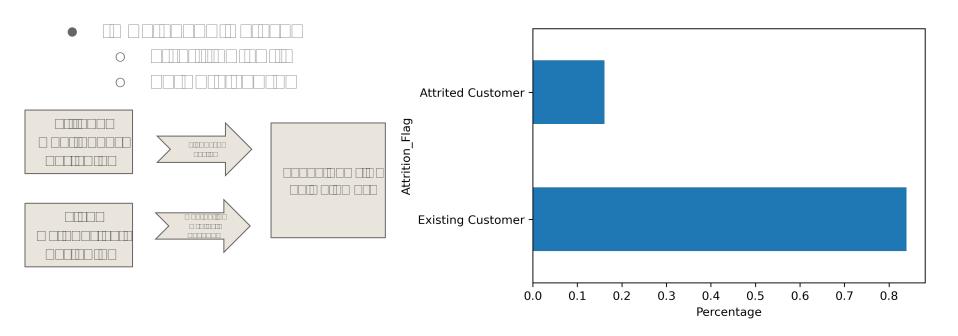


## EDA



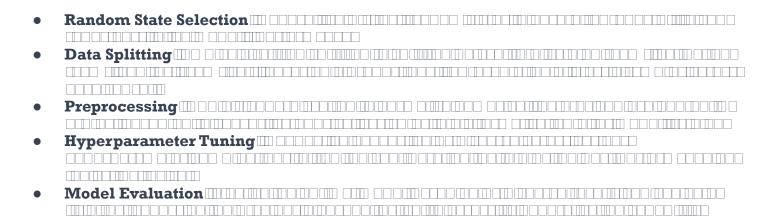


### **PREPROCESSING**



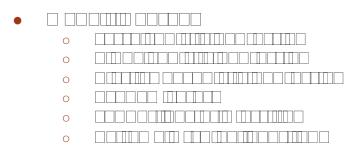


#### CROSS VALIDATION PIPELINE





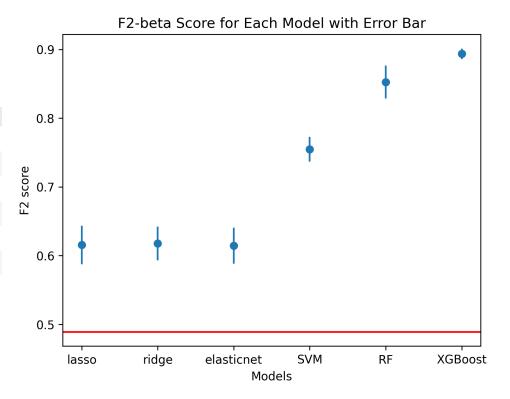
## PARAMETER TUNING



Model	Hyperparameter	Search Space
L1	С	10 values of logspace from -5 to 5 with base 10
L2	С	10 values of logspace from -5 to 5 with base 10
ElasticNet	С	10 values of logspace from -5 to 5 with base 10
	I1_ratio	[0.1, 0.3, 0.5, 0.7, 0.9]
RandomForest	max_depth	[1, 2, 3, 5, 10, 15, 20, 30, 50]
	max_features	[2, 5, 10, 15, 20]
SVM	С	[0.001, 0.01, 0.1, 1, 10, 100, 1000]
	gamma	[0.001, 0.01, 0.1, 1, 10, 100, 1000]
XGBoost	learning_rate	[0.03]
	n_estimators	[10000]
	min_child_weight	[1, 3, 5, 7]
	gamma	[0, 0.1, 0.2, 0.3, 0.4]
	max_depth	[2]
	colsample_bytree	[0.3, 0.4, 0.5, 0.7, 1]
	subsample	[0.5, 0.66, 0.75, 1]

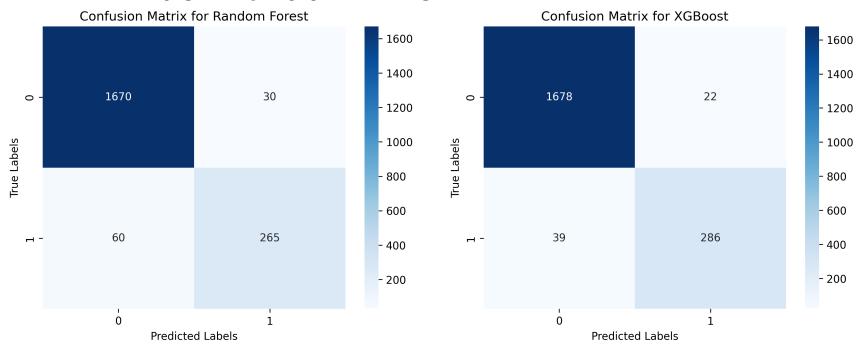
### RESULTS

	Model	F2 Beta Score (Mean ± Std)
0	Lasso Logistic Regression	0.616 ± 0.031
1	Ridge Logistic Regression	0.618 ± 0.027
2	SVM	$0.755 \pm 0.02$
3	Random Forest	0.853 ± 0.027
4	XGBoost	0.894 ± 0.008
5	Baseline	0.489





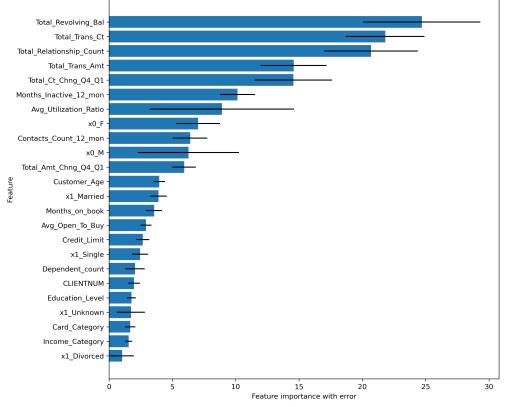
#### RESULTS CONTINUE



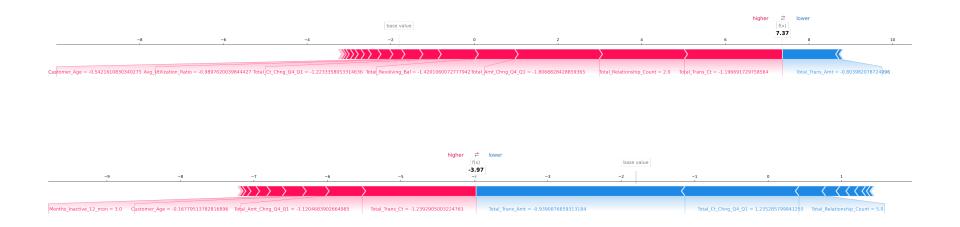


GLOBAL FEATURE IMPORTANCE

 Total\_Revolving\_Bal is the most influential feature when predicting whether a customer will churn using XGBoost and 'Gain' as the importance metric.



## LOCAL IMPORTANCE





## **OUTLOOK**

Expand Dataset:
Enhanced Hyperparameter Tuning:
Advanced Models:
Interpretability:



# Q & A

