



# Churn prediction at TV 2 Sumo

# Love Island Norge

De norske deltakerne flytter inn i kjærlighetens villa for å finne den rette, men i kjærlighetens navn er alt lov, og når som helst kan nye single ankomme villaen for å finne sin drømmepartner.

[Se mer](#)



Sprekkene i den norske fasaden



Kjærlighet down under



En av norgeshistoriens mest sensasjonelle drapssaker



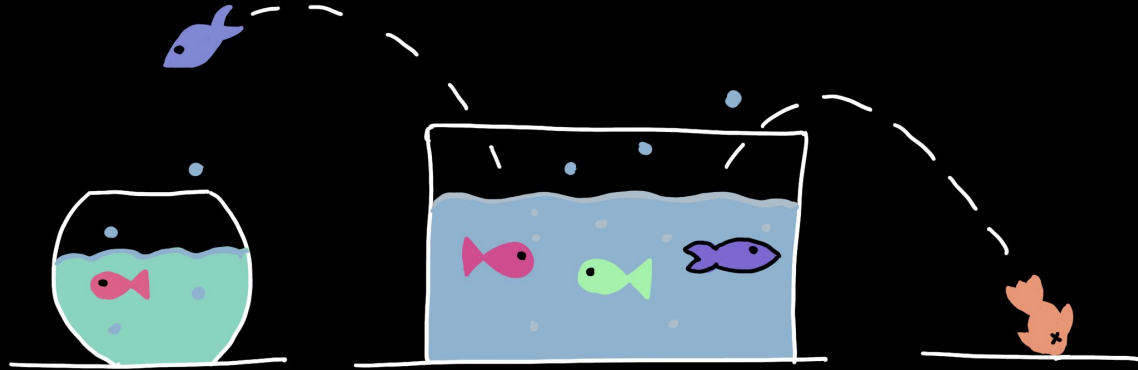
Sminke slik du aldri har sett det

## Vi tror du vil like disse

[Vis mer](#)

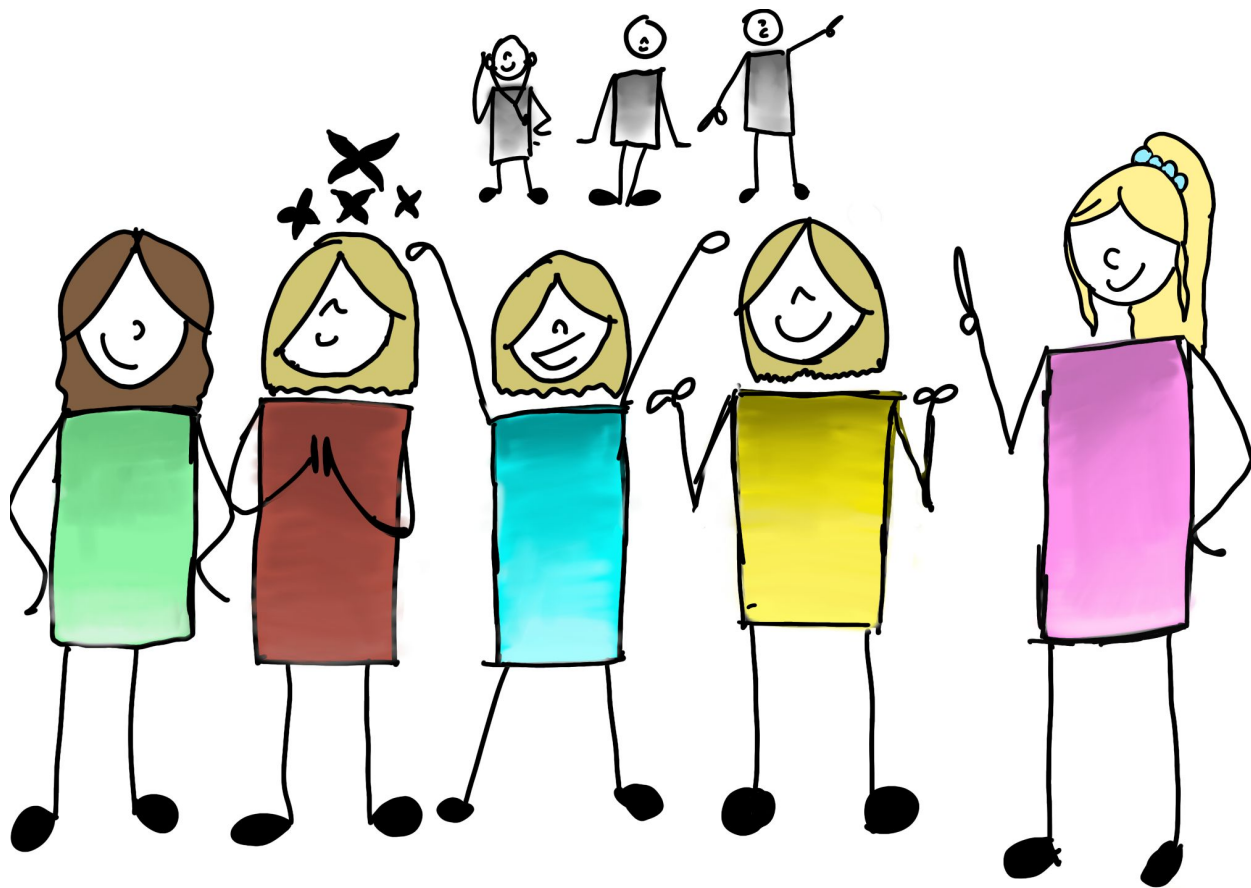


It is cheaper to retain current customers than to acquire new ones.



# Agenda

- The team
- The problem and how we define churn
- XGboost
- SHAP values
- Future work



DS

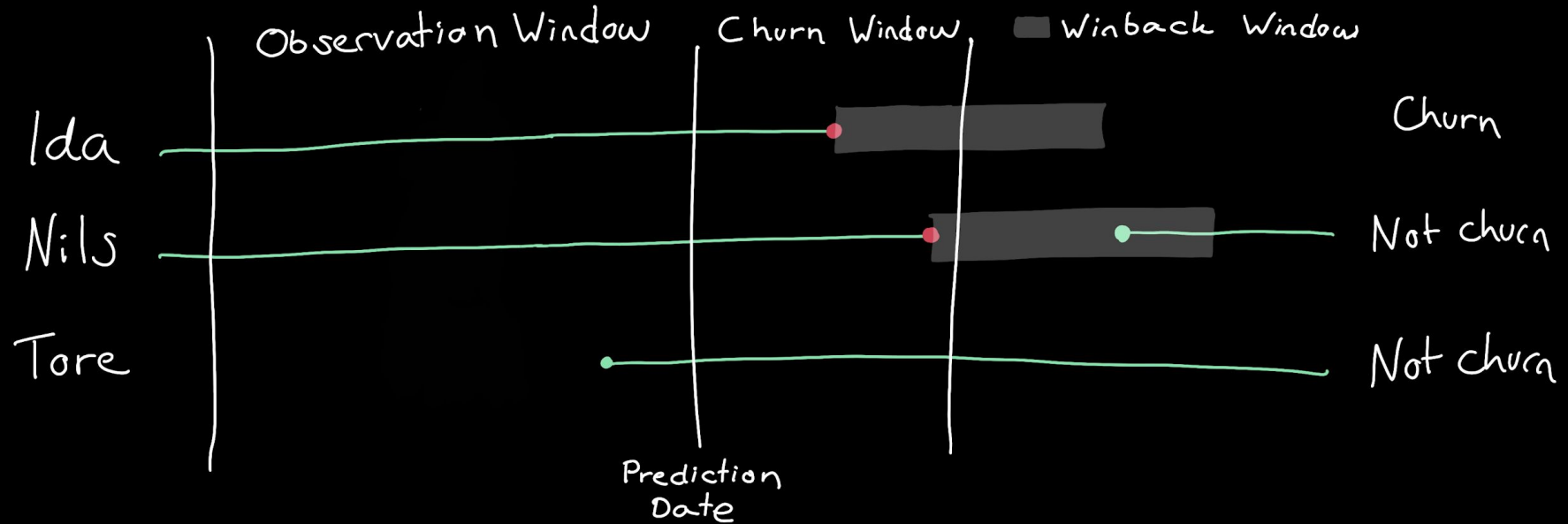
DS

CRM

CRM

TL

We want to predict if a customer will end its subscription and stay out for at least 30 days



# We are using features that describe the customer's viewing pattern...



## 12. Episode 12

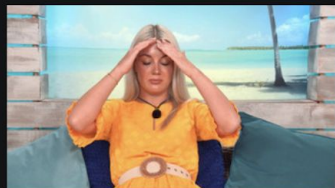
42 min



Thammy blir irritert når en av jentene viser interesse for Nate, samtidig vil Mie fortelle Ali hva hun egentlig føler for han. Jentene skal ut i en konkurranse der de må vise sine superwoman (evt. superhelt)-egenskaper for gutta.

Publisert 20. januar 2020

Tilgjengelig til 4. januar 2025



## 13. Episode 13

43 min



Hvem blir stående igjen som single når det er klart for et nytt parbytte? Det er klart for et nytt parbytte som fører til at to jenter blir stående igjen som sårbare. Iselin liker ikke at nykommer Caroline er interessert i hennes partner Omid

Publisert 21. januar 2020

Tilgjengelig til 4. januar 2025



## 14. Episode 14

41 min









Ida har hørt rykter, og konfronterer Thammy for å få sannheten. Og kvelden tar en brå vending når øyboerne får en uventet melding.

Publisert 22. januar 2020

Tilgjengelig til 4. januar 2025

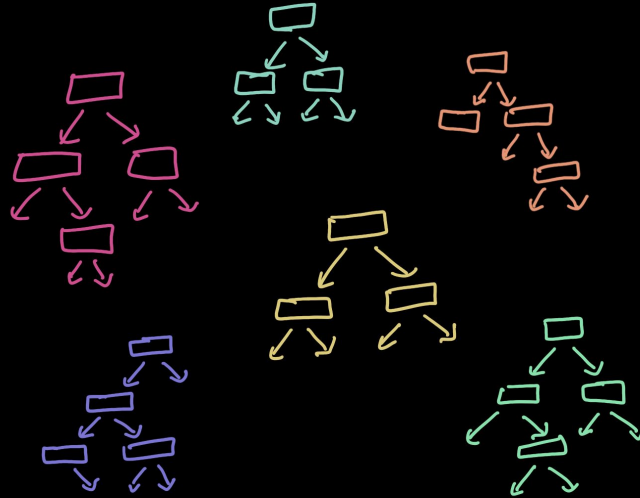


# ... and information about the customer's subscription

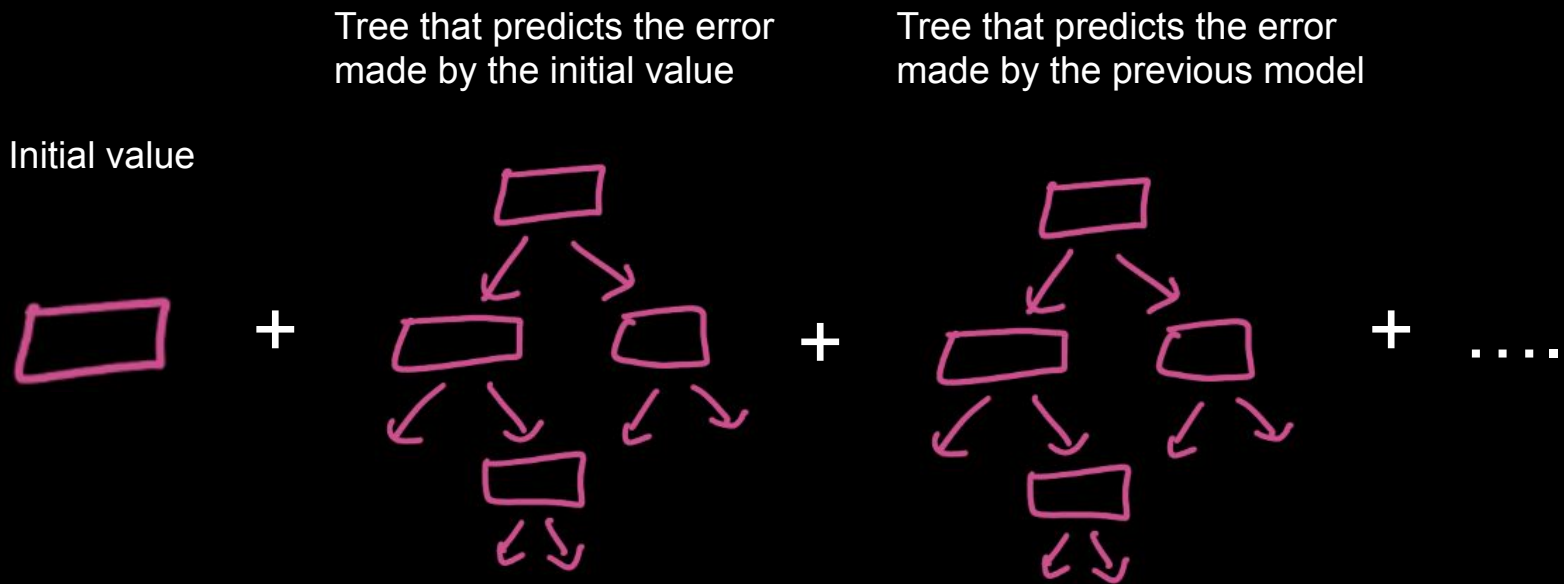
<p>Nyheter</p>  <p><b>Kr 99,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✗ Alt av film og serier</li><li>✗ Underholdningskanaler</li><li>✗ Sport</li><li>✗ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>	<p>Film og serier</p>  <p><b>Kr 129,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✓ Alt av film og serier</li><li>✓ Underholdningskanaler</li><li>✗ Sport</li><li>✗ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>	<p>Sport</p>  <p><b>Kr 149,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✗ Alt av film og serier</li><li>✗ Underholdningskanaler</li><li>✓ Sport</li><li>✗ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>	<p>Sport, film og serier</p>  <p><b>Kr 179,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✓ Alt av film og serier</li><li>✓ Underholdningskanaler</li><li>✓ Sport</li><li>✗ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>	<p>Premier League og sport</p>  <p><b>Kr 449,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✗ Alt av film og serier</li><li>✗ Underholdningskanaler</li><li>✓ Sport</li><li>✓ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>	<p>Total</p>  <p><b>Kr 479,-</b> /mnd</p> <ul style="list-style-type: none"><li>✓ Nyheter og aktualitet</li><li>✓ Alt av film og serier</li><li>✓ Underholdningskanaler</li><li>✓ Sport</li><li>✓ Premier League</li></ul> <p><a href="#">Se hva du får tilgang til</a></p> <p><input type="radio"/> Velg</p>
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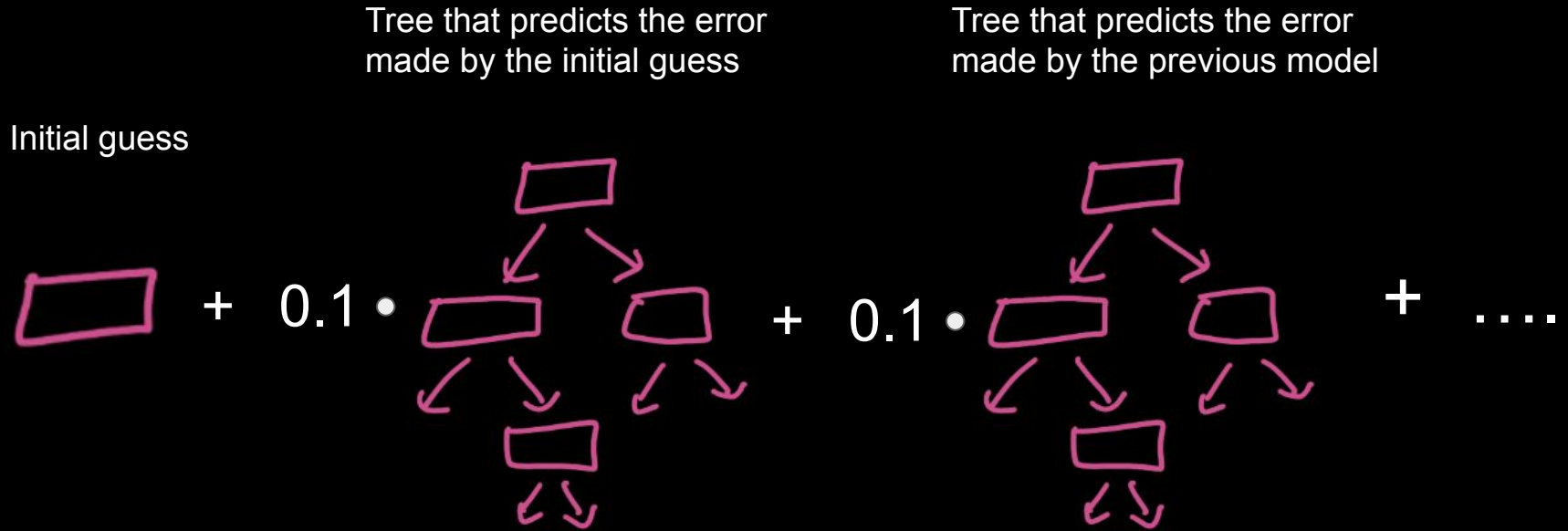
We use XGBoost, which is an implementation of gradient boosting decision trees.



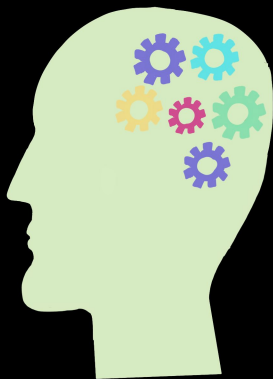
# XGBoost create weak learners based on the error the previous learner made.



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# Why we chose XGBoost



Performance



Popular



Speed



Parallel learning

# This is the performance of our model

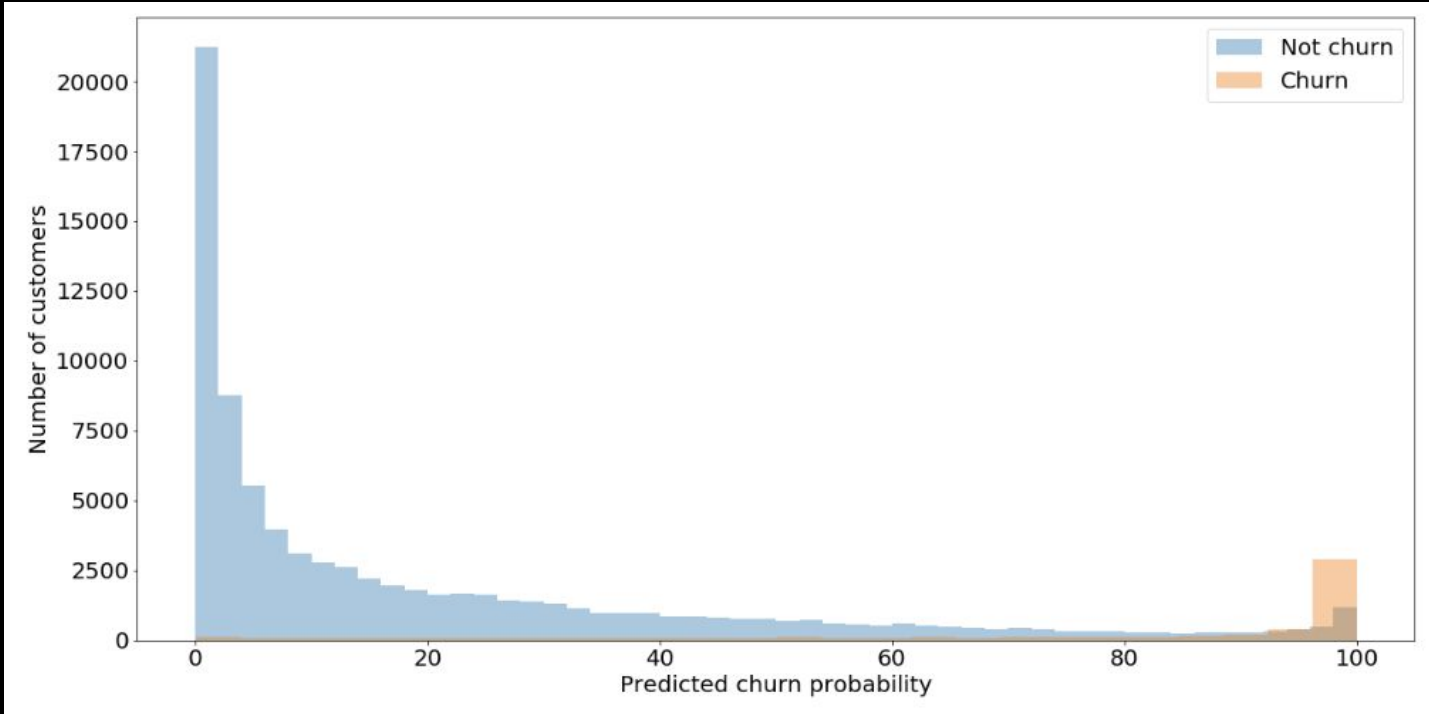
	Predicted Churn	Predicted Not churn
Actual Churn	82% (4473)	18% (993)
Actual Not churn	12% (9937)	88% (74999)

Accuracy: 87,9%

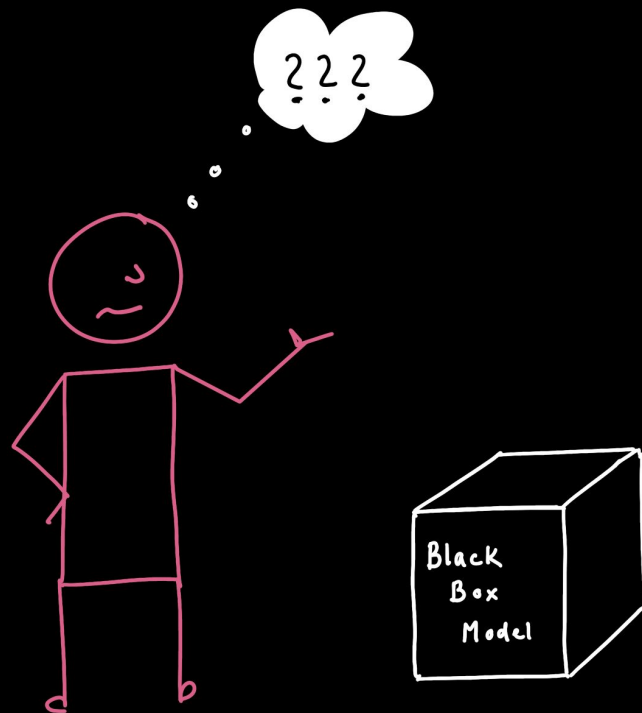
Precision: 31,0%

Recall: 81,8%

# Distribution of the customers churn probability



# How can we interpret a black box model?





# We are using SHAP (Shapley Additive exPlanations) to explain the model predictions



Based on  
Shapley values  
from Game  
Theory

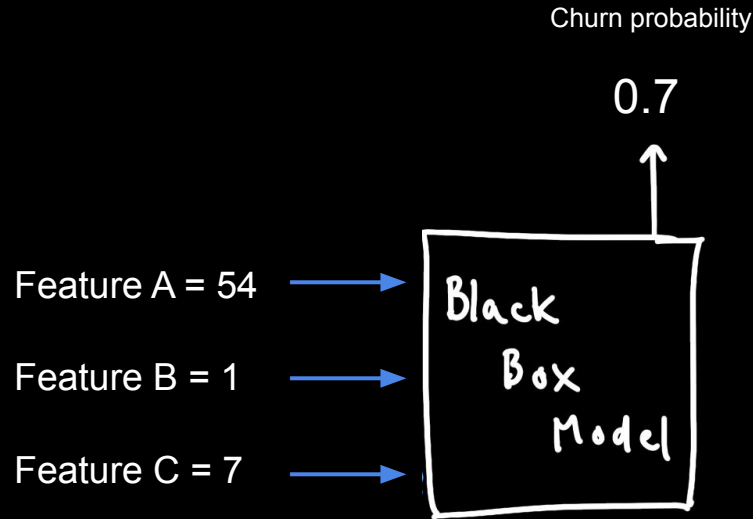


Nice theoretical  
properties

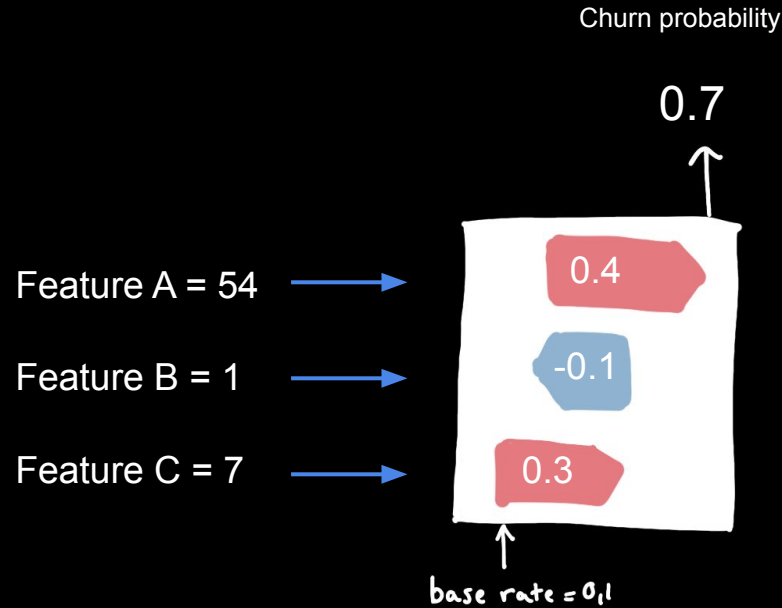


Computational  
intensive

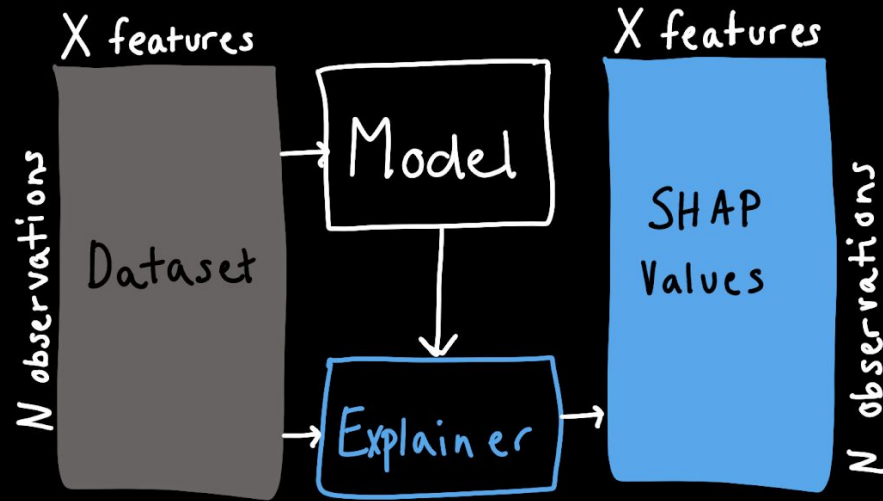
# SHAP gives local additive explanations for each customer



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# SHAP gives local explanations that can be used for global understanding



Model summary

Feature dependence

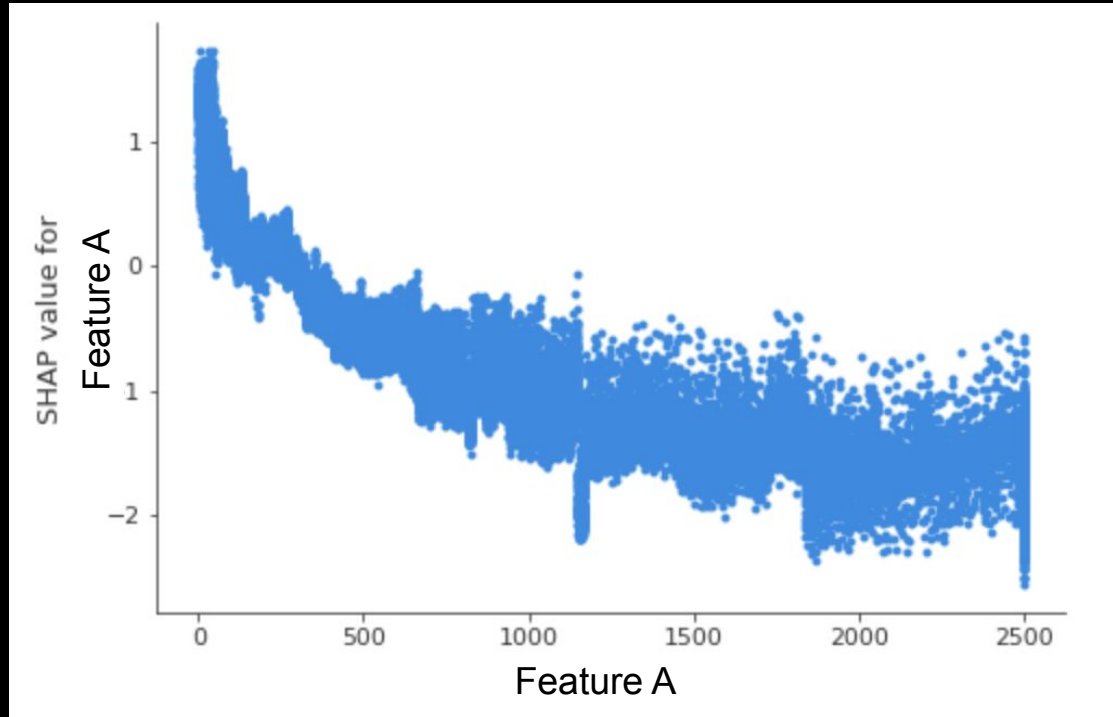
Feature interactions

...

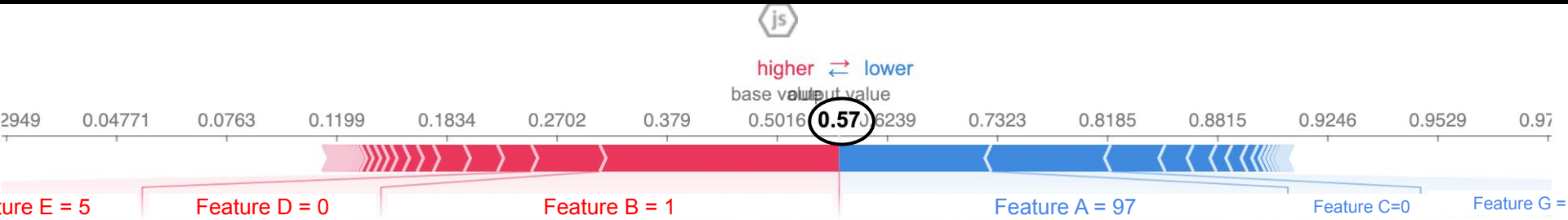
The summary plot shows the SHAP values for all customers



SHAP dependence plots shows how the impact of a feature varies with its feature value

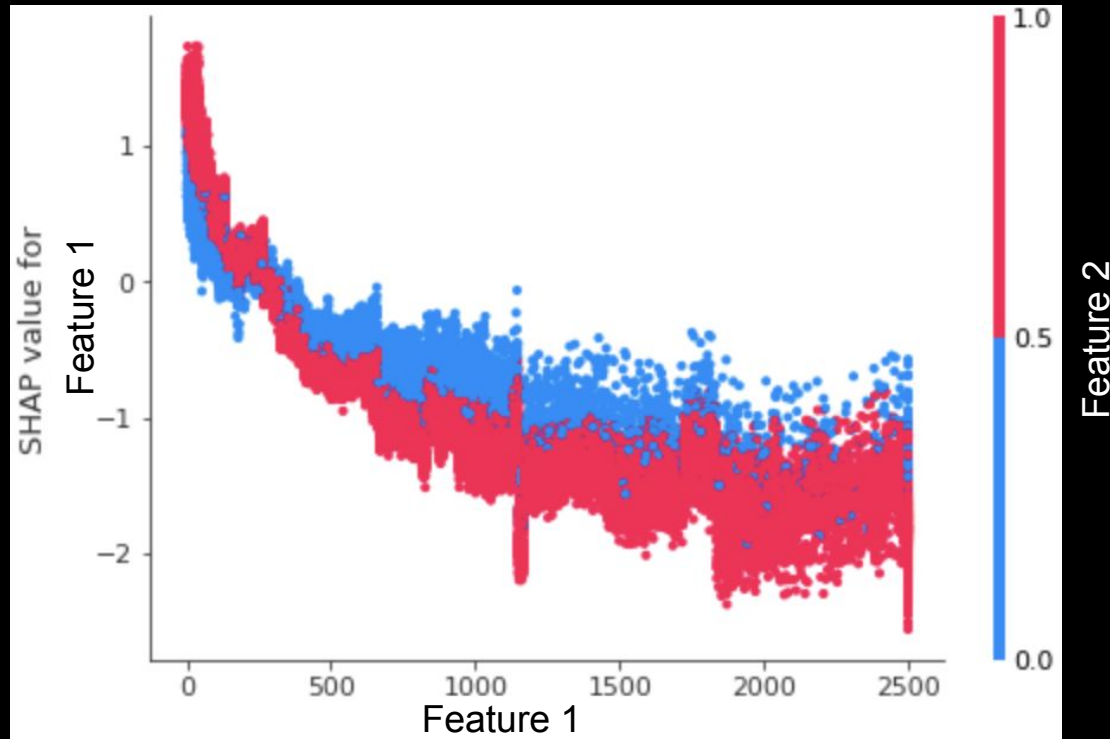


# Force plots visualizes the local explanation for a specific customer

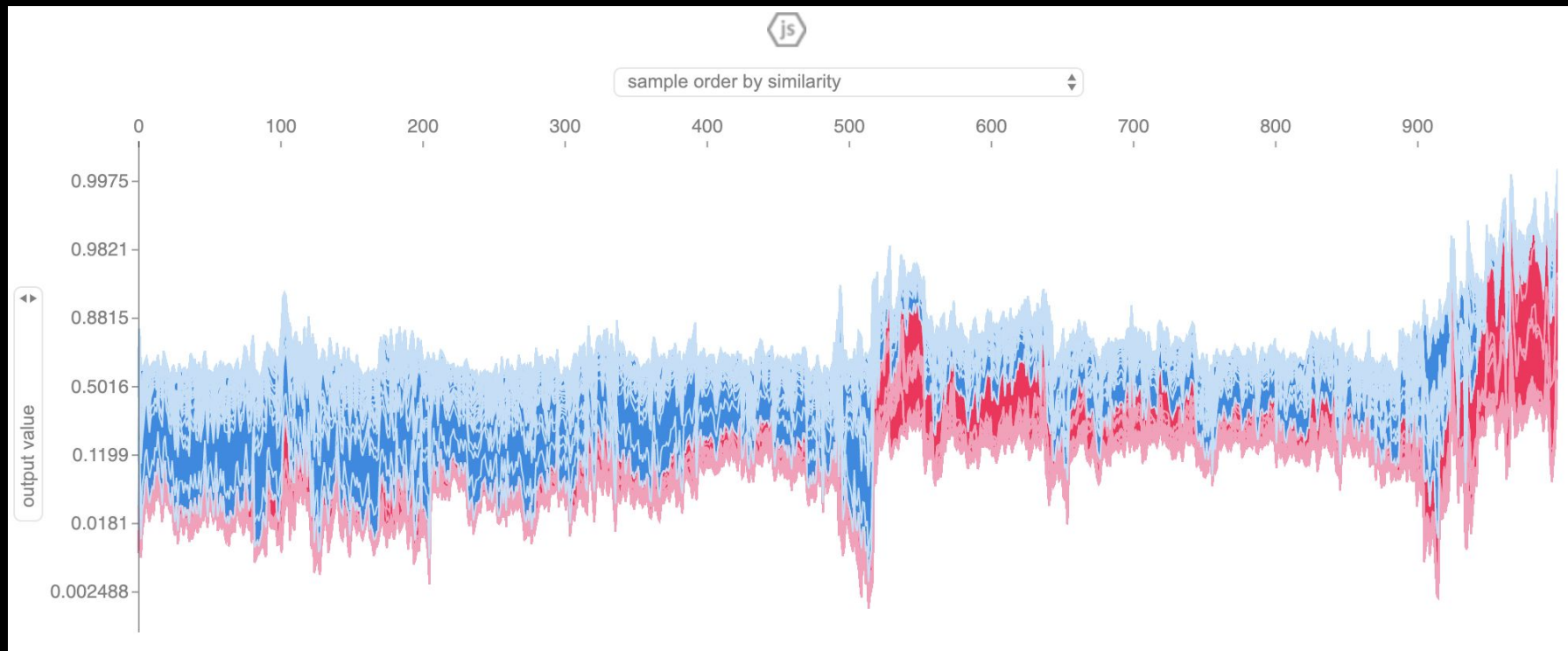




SHAP dependence plots shows how the impact of a feature varies with its feature value



# We can cluster customers based on SHAP values





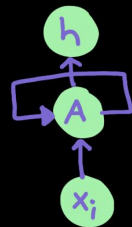
App  
data



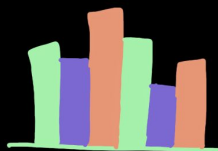
Future  
work



More  
data



RNN



Features