

# **SYRIATEL CUSTOMER CHURN ANALYSIS**

**DATA DRIVEN INSIGHTS FOR CUSTOMER LOYALTY**

**BY**

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## CORE OBJECTIVE: IDENTIFY RISK, PRESERVE REVENUE

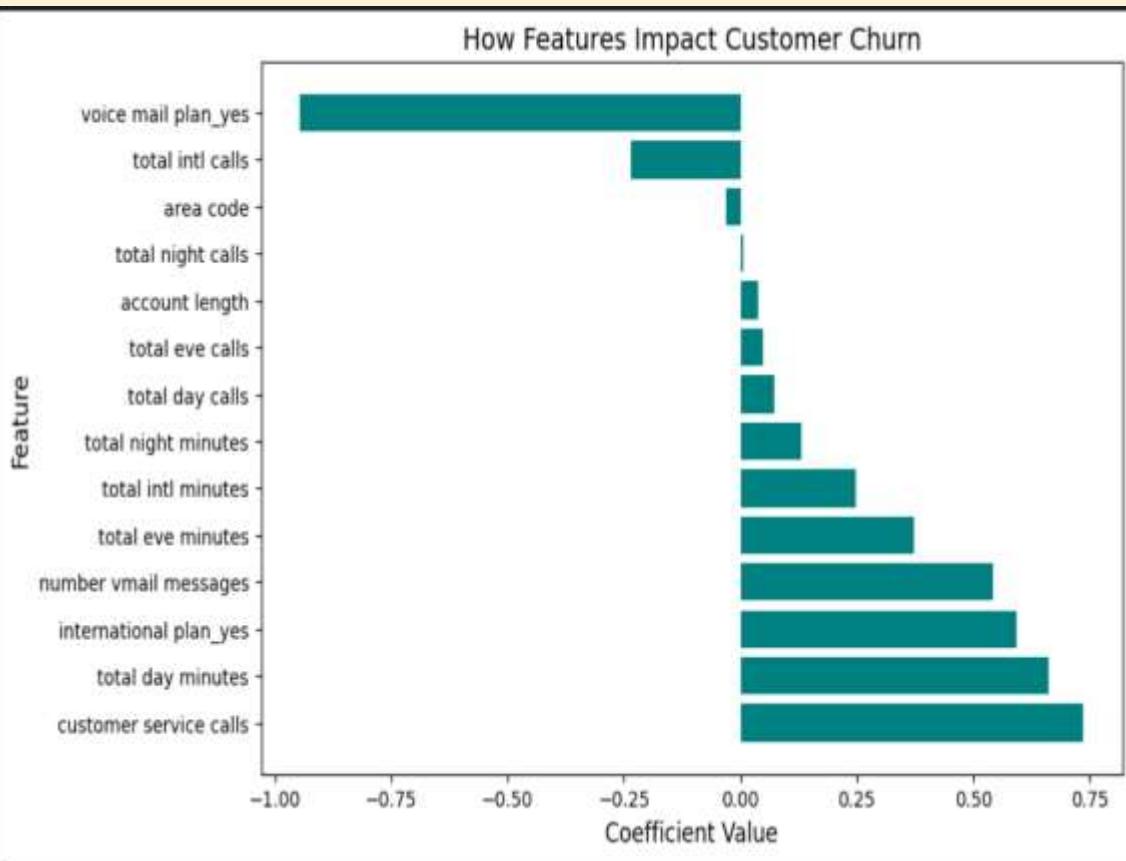
- **Objective:** The aim is to focus on identifying the specific customer behaviors and service friction points that result in account cancellations (churn).
- **Goal:** To provide a set of data-driven recommendations designed to help SyriaTel proactively intervene and retain high-value customers.

## ANALYZING SYRIATEL DATA

- **SOURCE:** SyriaTel Customer Churn Dataset (Cleaned and Feature-Engineered).
- **METRIC:** The primary risk measure is Target Recall (Churn). This measures the model's actual success in catching at-risk customers before they leave, rather than just looking at overall accuracy.

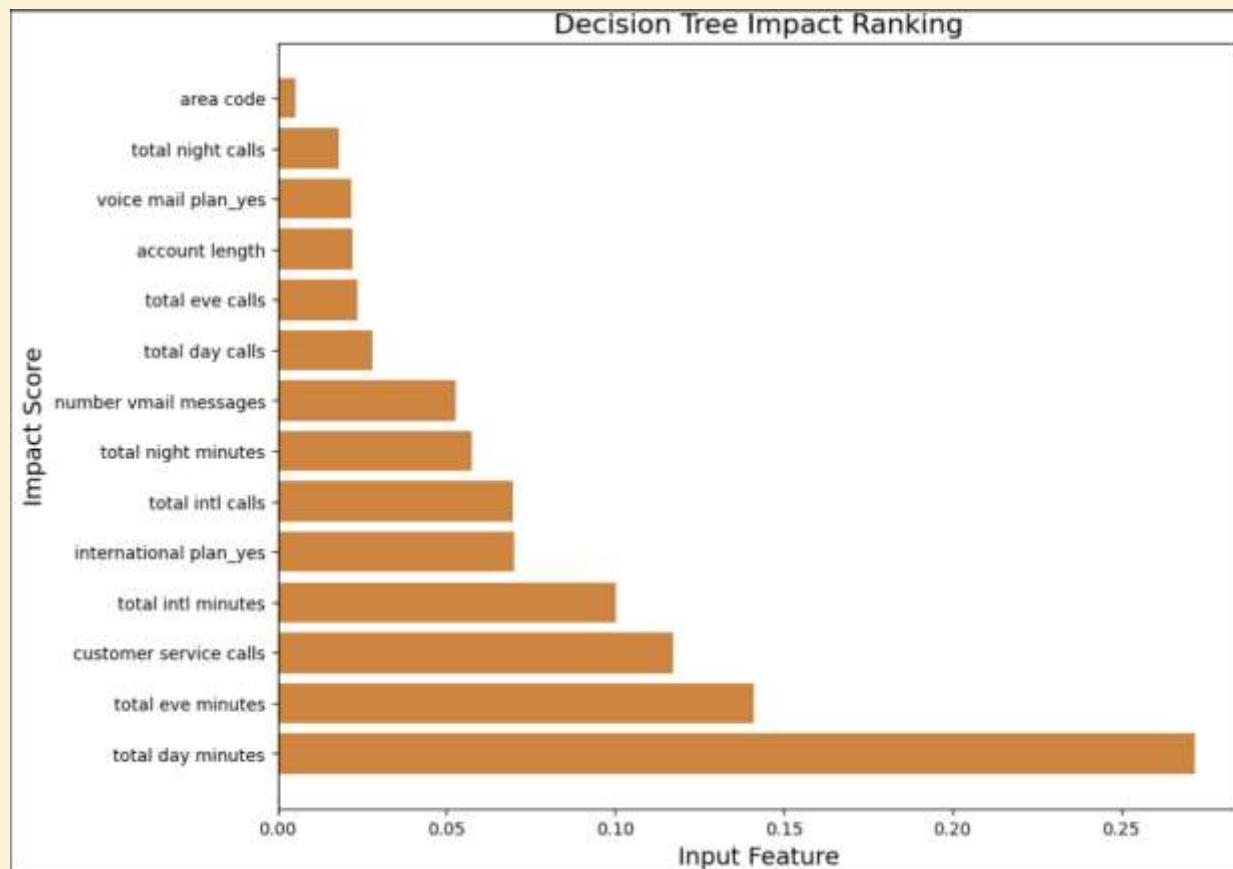
## **ANALYSIS AND KEY FINDINGS**

## FINDING 1: THE SERVICE INTERACTION BREAKING POINT



- **Observation:** Customer churn risk is most heavily influenced by the volume of Customer Service Calls.
- **Statistics:** This feature emerged as the strongest positive predictor of churn. Each additional call represents an unresolved friction point that exponentially increases the probability of a customer leaving.

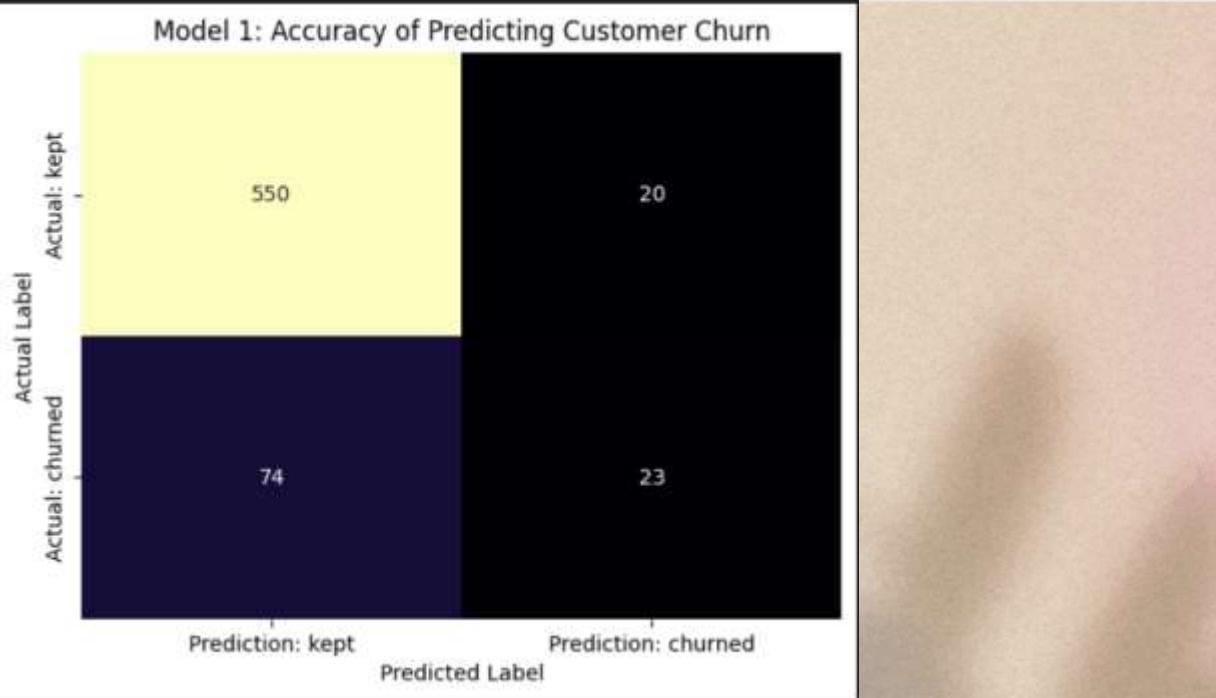
## FINDING 2: THE HIGH-USAGE ATTRITION RISK



*Observation:* There is a high-volume risk associated with total day minutes

*Statistic:* SyriaTel most active daytime users are most likely to churn.

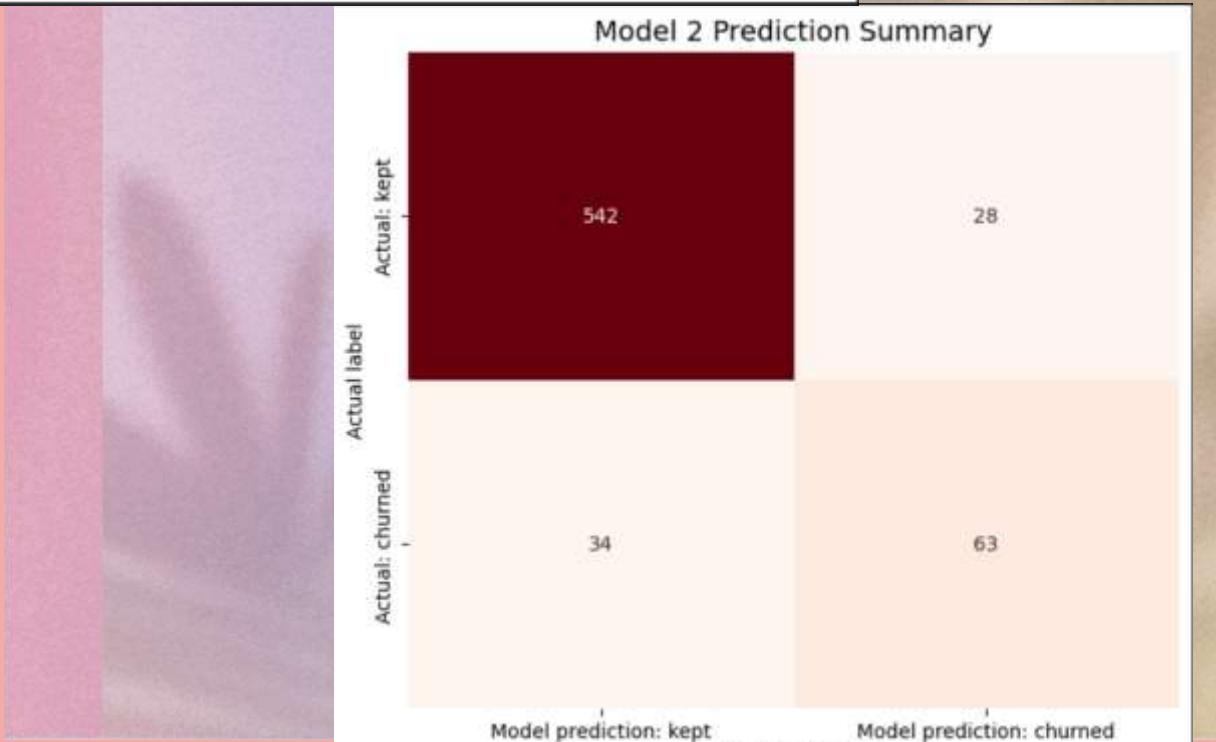
Model 1: Accuracy of Predicting Customer Churn



## FINDING 3: MODEL OPTIMIZATION SUCCESS

*Observation:* The baseline Logistic Regression model suffered from an accuracy trap missing most of the at-risk customers.

*Statistics:* By switching to the Decision tree model, Recall improved from 24% to 65%.<sup>m</sup>



# **RECOMMENDATIONS**

**(ACTIONABLE STRATEGY)**

## **PROACTIVE SERVICE INTERVENTION**

**Action: Call an automated Loyalty Outreach to any customer with more than 3 service interactions in one billing cycle.**

**This will eliminate friction before the customer achieves the breaking point that was established in the data.**

## HIGH-VALUE RETENTION

**Action: Develop a special loyalty program to top volume daytime users (Top 10% of Day Minutes).**

**Competitive pricing is directed to the particular group who is most likely to find better rates elsewhere.**

## **MODEL DEPLOYMENT**

**Action: Embark the Decision Tree classification logic into the CRM.**

**Guarantees the marketing team concentrates funds on the 65% of the clientele who are actually at risk, as opposed to expenditure on the loyal accounts.**

## CONCLUSION

**To sum up, these evidence-based recommendations will enable SyriaTel to shift to retention instead of damage control, which will greatly reduce the risk of losing high-value accounts.**

# THANK YOU