Data Preparation

PREDICTING CUSTOMER CHURN IN PYTHON



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Model assumptions

- Some assumptions that models make:
 - That the features are normally distributed
 - That the features are on the same scale



Data types

- Machine learning algorithms require numeric data types
 - Need to encode categorical variables as numeric

| Account_Length | int64 |
|----------------|---------|
| Vmail_Message | int64 |
| Day_Mins | float64 |
| Eve_Mins | float64 |
| | |
| Night_Mins | float64 |
| Intl_Mins | float64 |
| CustServ_Calls | int64 |
| Churn | object |
| Intl_Plan | object |
| Vmail_Plan | object |
| Day_Calls | int64 |
| Day_Charge | float64 |
| Eve_Calls | int64 |
| Eve_Charge | float64 |
| Night_Calls | int64 |
| Night_Charge | float64 |
| Intl_Calls | int64 |
| Intl_Charge | float64 |
| State | object |
| Area_Code | int64 |
| Phone | object |
| dtype: object | |

Encoding binary features

```
telco['Intl_Plan'].head()
```

```
0 no
1 no
2 no
3 yes
4 yes
Name: Intl_Plan, dtype: object
```

Encoding binary features

```
Option 1: .replace()
```

```
telco['Intl_Plan'].replace({'no':0 , 'yes':1})
telco['Intl_Plan'].head()
```

```
0   0
1   0
2   0
3   1
4   1
Name: Intl_Plan, dtype: int64
```

Option 2: LabelEncoder()

```
from sklearn.preprocessing importLabelEncoder

LabelEncoder().fit_transform(telco["Intl_Plan"])

telco['Intl_Plan'].head()
```

```
0   0
1   0
2   0
3   1
4   1
Name: Intl_Plan, dtype: int64
```

Encoding state

telco['State'].head(4)

```
0 KS
1 OH
2 NJ
3 OH
Name: State, dtype: object
```

Could assign a number to each state

```
0  0
1  1
2  2
3  1
Name: State, dtype: int64
```

- Bad idea
- Would make your model less effective

One hot encoding

State

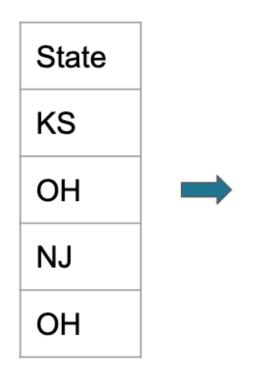
KS

OH

NJ

OH

One hot encoding



One hot encoding

| State | | State_KS | State_OH | State_NJ |
|-------|---------------|----------|----------|----------|
| KS | | 1 | 0 | 0 |
| ОН | \rightarrow | 0 | 1 | 0 |
| NJ | | 0 | 0 | 1 |
| ОН | | 0 | 1 | 0 |

Feature scaling

- Features should be on the same scale
- Rarely true of real-world data

Feature scaling

```
telco['Intl_Calls'].describe()
```

```
count
         3333.000000
            4.479448
mean
            2.461214
std
min
            0.000000
25%
            3.000000
50%
            4.000000
75%
            6.000000
           20.000000
max
Name: Intl_Calls, dtype: float64
```

```
telco['Night_Mins'].describe()
```

```
count
         3333.000000
          200.872037
mean
           50.573847
std
min
           23.200000
25%
          167.000000
          201.200000
50%
75%
          235.300000
          395.000000
max
Name: Night_Mins, dtype: float64
```

Standardization

- Centers the distribution around the mean
- Calculates the number of standard deviations away from the mean each point is

```
from sklearn.preprocessing import StandardScaler

df = StandardScaler().fit_transform(df)
```

Let's practice!

PREDICTING CUSTOMER CHURN IN PYTHON



Feature selection and engineering

PREDICTING CUSTOMER CHURN IN PYTHON



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Dropping unnecessary features

- Unique identifiers
 - Phone numbers
 - Social security numbers
 - Account numbers
- .drop() method

```
telco.drop(['Soc_Sec', 'Tax_ID'], axis=1)
```

Dropping correlated features

- Highly correlated features can be dropped
- They provide no additional information to the model

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
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| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
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| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
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| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
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| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
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| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
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| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
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| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

| | Day_Mins | Eve_Mins | Night_Mins | Intl_Mins | CustServ_Calls | Day_Calls | Day_Charge | Eve_Calls | Eve_Charge | Night_Calls | Night_Charge | Intl_Calls | Intl_Charge |
|----------------|-----------|-----------|------------|-----------|----------------|-----------|------------|-----------|------------|-------------|--------------|------------|-------------|
| Day_Mins | 1.000000 | 0.007043 | 0.004323 | -0.010155 | -0.013423 | 0.006750 | 1.000000 | 0.015769 | 0.007029 | 0.022972 | 0.004300 | 0.008033 | -0.010092 |
| Eve_Mins | 0.007043 | 1.000000 | -0.012584 | -0.011035 | -0.012985 | -0.021451 | 0.007050 | -0.011430 | 1.000000 | 0.007586 | -0.012593 | 0.002541 | -0.011067 |
| Night_Mins | 0.004323 | -0.012584 | 1.000000 | -0.015207 | -0.009288 | 0.022938 | 0.004324 | -0.002093 | -0.012592 | 0.011204 | 0.999999 | -0.012353 | -0.015180 |
| Intl_Mins | -0.010155 | -0.011035 | -0.015207 | 1.000000 | -0.009640 | 0.021565 | -0.010157 | 0.008703 | -0.011043 | -0.013605 | -0.015214 | 0.032304 | 0.999993 |
| CustServ_Calls | -0.013423 | -0.012985 | -0.009288 | -0.009640 | 1.000000 | -0.018942 | -0.013427 | 0.002423 | -0.012987 | -0.012802 | -0.009277 | -0.017561 | -0.009675 |
| Day_Calls | 0.006750 | -0.021451 | 0.022938 | 0.021565 | -0.018942 | 1.000000 | 0.006753 | 0.006462 | -0.021449 | -0.019557 | 0.022927 | 0.004574 | 0.021666 |
| Day_Charge | 1.000000 | 0.007050 | 0.004324 | -0.010157 | -0.013427 | 0.006753 | 1.000000 | 0.015769 | 0.007036 | 0.022972 | 0.004301 | 0.008032 | -0.010094 |
| Eve_Calls | 0.015769 | -0.011430 | -0.002093 | 0.008703 | 0.002423 | 0.006462 | 0.015769 | 1.000000 | -0.011423 | 0.007710 | -0.002056 | 0.017434 | 0.008674 |
| Eve_Charge | 0.007029 | 1.000000 | -0.012592 | -0.011043 | -0.012987 | -0.021449 | 0.007036 | -0.011423 | 1.000000 | 0.007596 | -0.012601 | 0.002541 | -0.011074 |
| Night_Calls | 0.022972 | 0.007586 | 0.011204 | -0.013605 | -0.012802 | -0.019557 | 0.022972 | 0.007710 | 0.007596 | 1.000000 | 0.011188 | 0.000305 | -0.013630 |
| Night_Charge | 0.004300 | -0.012593 | 0.999999 | -0.015214 | -0.009277 | 0.022927 | 0.004301 | -0.002056 | -0.012601 | 0.011188 | 1.000000 | -0.012329 | -0.015186 |
| Intl_Calls | 0.008033 | 0.002541 | -0.012353 | 0.032304 | -0.017561 | 0.004574 | 0.008032 | 0.017434 | 0.002541 | 0.000305 | -0.012329 | 1.000000 | 0.032372 |
| Intl_Charge | -0.010092 | -0.011067 | -0.015180 | 0.999993 | -0.009675 | 0.021666 | -0.010094 | 0.008674 | -0.011074 | -0.013630 | -0.015186 | 0.032372 | 1.000000 |

Feature engineering

- Creating new features to help improve model performance
- Should consult with business and subject matter experts

Examples of feature engineering

- Total Minutes: Sum of Day_Mins , Eve_Mins , Night_Mins , Intl_Mins
- Ratio between Minutes and Charge

```
telco['Day_Cost'] = telco['Day_Mins'] / telco['Day_Charge']
```

Let's practice!

PREDICTING CUSTOMER CHURN IN PYTHON

