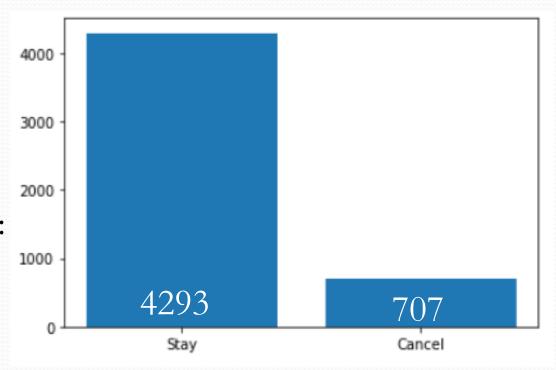
Predicting Cancellations

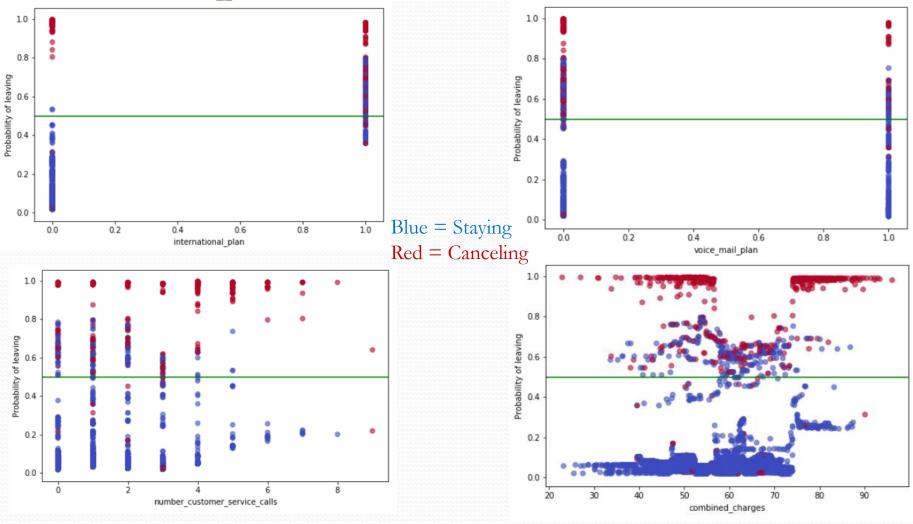
- Understand which items are most significant in causing customers to leave
- Cost/benefit analysis to figure out the best way to retain customers

Imbalanced Data

- Total Customers: 5,000
- Customers Staying:4,293
- Customers Cancelling:707

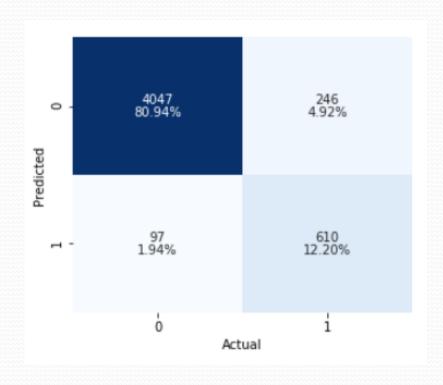


Most significant factors



Predictions by the Numbers

- 4047 Customers correctly classified as staying
- 610 customers correctly classified as cancelling
- 246 customers incorrectly classified as leaving
- 97 customers incorrectly classified as staying



Recommendations

- Average bill = \$60
- 24 Month contract brings in \$1440
- Promotion worth = \$500

• Cost / Benefit of \$310,720

Further Work

- Identify the best promotion amount to retain customers
- Identify the best promotions to offer: i.e discounted phone, discount on plan etc.

Thank you very much for joining me!

Levi Raichik