# **Telecom Churn - ML Group Case Study**

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### Business Problem Overview ¶

In the telecom industry, customers are able to choose from multiple service providers and actively switch from one operator to another. In this highly competitive market, the telecommunications industry experiences an average of 15-25% annual churn rate. Given the fact that it costs 5-10 times more to acquire a new customer than to retain an existing one, customer retention has now become even more important than customer acquisition.

For many incumbent operators, retaining high profitable customers is the number one business goal.

To reduce customer churn, telecom companies need to predict which customers are at high risk of churn.

In this project, you will analyse customer-level data of a leading telecom firm, build predictive models to identify customers at high risk of churn and identify the main indicators of churn.

### **Definitions of Churn**

There are various ways to define churn, such as: 1. Revenue-based churn 2. Usage-based churn

For this project, you will use the **usage-based** definition to define churn.

**Usage-based churn:** Customers who have not done any usage, either incoming or outgoing - in terms of calls, internet etc. over a period of time. A potential shortcoming of this definition is that when the customer has stopped using the services for a while, it may be too late to take any corrective actions to retain them. For e.g., if you define churn based on a 'two-months zero usage' period, predicting churn could be useless since by that time the customer would have already switched to another operator.

### business objective:

The business objective is to predict the churn in the last (i.e. the ninth) month using the data (features) from the first three months. To do this task well, understanding the typical customer behaviour during churn will be helpful.

Filename: telecom\_churn\_data\_v1.csv

```
In [1]:
```

import pandas as pd

\*\* Importing Data

In [2]:

churn=pd.read csv("/Users/nisha/Downloads/telecom churn data v1.csv")

```
In [3]:
```

churn.head()

Out[3]:

	mobile_number	circle_id	loc_og_t2o_mou	std_og_t2o_mou	loc_ic_t2o_mou	last_date_of_m
0	7000842753	109	0.0	0.0	0.0	6/3
1	7001865778	109	0.0	0.0	0.0	6/3
2	7001625959	109	0.0	0.0	0.0	6/3
3	7001204172	109	0.0	0.0	0.0	6/3
4	7000142493	109	0.0	0.0	0.0	6/3

5 rows × 226 columns

In [4]:

churn.shape

Out[4]:

(99999, 226)

# **Data Cleaning and Data Preparation**

## Handling missing data\*

\*\* Missing Values more than 50%

### In [5]:

```
missing=round(100*churn.isnull().sum()/len(churn),2)
print("Columns with more than 50% missing values: ",len(missing.loc[missing>50
]))
missing.loc[missing>50]
```

Columns with more than 50% missing values: 40

## Out[5]:

```
date of last rech data 6
                             74.85
date of last rech data 7
                             74.43
date_of_last_rech_data_8
                             73.66
date of last rech data 9
                             74.08
total rech data 6
                             74.85
total rech data 7
                             74.43
total rech data 8
                             73.66
total rech data 9
                             74.08
max rech data 6
                             74.85
max rech data 7
                             74.43
max rech data 8
                             73.66
max rech data 9
                             74.08
count rech 2g 6
                             74.85
count rech 2g 7
                             74.43
count rech 2g 8
                             73.66
                             74.08
count rech 2g 9
count rech 3g 6
                             74.85
                             74.43
count_rech_3g_7
count rech 3g 8
                             73.66
count_rech_3g_9
                             74.08
av rech amt data 6
                             74.85
av rech amt data 7
                             74.43
av rech amt data 8
                             73.66
av rech amt data 9
                             74.08
arpu_3g_6
                             74.85
arpu_3g_7
                             74.43
arpu 3g 8
                             73.66
arpu 3g 9
                             74.08
                             74.85
arpu_2g_6
                             74.43
arpu 2g 7
arpu_2g_8
                             73.66
arpu 2g 9
                             74.08
night pck user 6
                             74.85
night pck user 7
                             74.43
night pck user 8
                             73.66
night_pck_user_9
                             74.08
fb user 6
                             74.85
fb user 7
                             74.43
fb user 8
                             73.66
                             74.08
fb user 9
dtype: float64
```

**Imputing with 0 for few missing values\*** Out the these 40 features, many are required and are essential for analysis. The missing values for these features seems to suggest that these customers KPI's did not have any value at that month. We can choose to impute these values with 0 to make enable these features to give value to analysis.

```
In [6]:
```

### In [7]:

```
for i in impute0:
    churn[i].fillna(0,inplace=True)
```

## missing Values more than 50% after 0 imputation\*\*\*

### In [8]:

```
missing=round(100*churn.isnull().sum()/len(churn),2)
missing.loc[missing>50]
```

## Out[8]:

```
date_of_last_rech_data_6
date_of_last_rech_data_7
date_of_last_rech_data_8
date_of_last_rech_data_9
dtype: float64

74.85
74.43
73.66
74.08
```

\*dropping columns with more than 50% missing values\*\*

```
In [9]:
```

```
d=['date_of_last_rech_data_6','date_of_last_rech_data_7','date_of_last_rech_data_8','date_of_last_rech_data_9']
churn.drop(d,axis=1,inplace=True)
```

\*missing values more than 2% for columns\*

### In [10]:

```
missing=round(100*churn.isnull().sum()/len(churn),2)
miss=missing.loc[missing>2]
miss=list(miss.index)
print("Total missing values with more tha 3% missing values :",len(miss))
```

Total missing values with more tha 3% missing values: 118

```
In [11]:
churn=churn[~churn[miss].isnull().all(axis=1)]
In [12]:
churn.shape
Out[12]:
(99618, 222)
*Adding New Features:***
       total rechg data6=total rech data 6*av rech amt data 6
       1. Total rech 6=total rech amt 6 +total rechg data 6
       2. Total rech 7=total rech amt 7 +total rechg data 7
       3. avg rechg for 6 &7 = (Total rech 6+Total rech 7)/2
In [13]:
churn['rech data 6 total']=churn['total rech data 6']*churn['av rech amt data 6'
churn['rech data 7 total']=churn['total rech data 7']*churn['av rech amt data 7'
#churn['rech data 8 total']=churn['total rech data 6']*churn['av rech amt data
6'1
In [14]:
churn['Total rech 6']=churn['rech data 6 total']+churn['total rech amt 6']
churn['Total rech 7']=churn['rech data 7 total']+churn['total rech amt 7']
In [15]:
churn['avg_amt_6_7']=churn[['Total rech_6','Total rech_7']].mean(axis=1)
**High profitable customer** finding 70th percentile and extracting data with more than 70% percentile avg
recharge amount for both data & calling -
In [16]:
import numpy as np
amount 70th percentile = np.percentile(churn['avg amt 6 7'], 70)
In [17]:
print(amount 70th percentile)
479.5
        *****Deriving records containing only High profitable customer in a D
   ataFrame and resetting index *******
```

```
In [18]:
```

```
hvc=churn[churn['avg_amt_6_7']>=amount_70th_percentile]
```

## In [19]:

hvc.shape

Out[19]:

(29906, 227)

## Total Records for High Profitable Customers= 29906\*\*

## In [20]:

```
hvc = hvc.reset_index(drop=True)
```

## In [21]:

hvc.head()

## Out[21]:

	mobile_number	circle_id	loc_og_t2o_mou	std_og_t2o_mou	loc_ic_t2o_mou	last_date_of_m
0	7000842753	109	0.0	0.0	0.0	6/3
1	7000701601	109	0.0	0.0	0.0	6/3
2	7001524846	109	0.0	0.0	0.0	6/3
3	7002124215	109	0.0	0.0	0.0	6/3
4	7000887461	109	0.0	0.0	0.0	6/3

5 rows × 227 columns

\*\*\*\*finding columns with 0 variance and dropping them as they have not muc h significance to show any pattern\*\*\*\*\*\*

## In [22]:

```
zero_var=hvc.var()==0
```

```
Telecom_Churn_Case Study V6
In [23]:
print(zero var.sum())
zero_var1=zero_var[zero_var==1].index
print(zero var1)
12
Index(['circle id', 'loc og t2o mou', 'std og t2o mou', 'loc ic t2o
mou',
       'std_og_t2c_mou_6', 'std_og_t2c_mou_7', 'std_og_t2c_mou_8',
       'std_og_t2c_mou_9', 'std_ic_t2o_mou_6', 'std_ic_t2o_mou_7',
       'std ic t2o mou 8', 'std ic t2o mou 9'],
      dtype='object')
In [24]:
hvc.drop(zero var1,axis=1,inplace=True)
*Deriving and adding the churn variable using features:
total ic mou 9,total ic mou 9,vol 2g mb 9,vol 3g mb 9*
**where: total_ic_mou_9+total_ic_mou_9+vol_2g_mb_9+vol_3g_mb_9==0-> 1 (churned) else: 0: not
churned
In [25]:
import numpy as np
hvc['churn']=np.where((hvc['total_ic_mou_9']+hvc['total_og_mou_9']+ hvc['vol_2g_
mb 9']+hvc['vol 3g mb 9']==0),1,0)
#hvc['churn']=hvc.apply(lambda x: 1 if ((x.total ic mou 9==0) and x.total og mou
9==0 and x.vol 2g mb 9==0 and x.vol 3g mb 9'==0 else 0)
In [26]:
print("Total Churned Customers: ",hvc['churn'].sum())
Total Churned Customers:
                            2418
In [27]:
print("Total % of Churned Customers: " ,round(100* hvc['churn'].sum()/len(hvc),2
)) # churn %
Total % of Churned Customers:
                                 8.09
**We need to drop the above list of last month columns entirely. **
In [28]:
col 9List = hvc.filter(regex=(' 9')).columns
```

```
file:///Users/nisha/Downloads/Telecom_Churn_Case Study V6.html
```

hvc.drop(col 9List, axis=1, inplace=True)

In [29]:

```
In [30]:
```

hvc.shape

Out[30]:

(29906, 165)

## **Dropping some more columns\***

### In [31]:

```
hvc.drop(['mobile_number'], axis=1, inplace = True)
```

## In [32]:

```
hvc.drop(['last_date_of_month_6','last_date_of_month_7','last_date_of_month_8'],
axis=1,inplace=True)
```

## In [33]:

```
hvc.drop(['date_of_last_rech_6', 'date_of_last_rech_7', 'date_of_last_rech_8'],a
xis=1, inplace=True)
```

## In [34]:

hvc.head()

Out[34]:

	arpu_6	arpu_7	arpu_8	onnet_mou_6	onnet_mou_7	onnet_mou_8	offnet_mou_6	off
0	197.385	214.816	213.803	NaN	NaN	0.00	NaN	
1	1069.180	1349.850	3171.480	57.84	54.68	52.29	453.43	
2	378.721	492.223	137.362	413.69	351.03	35.08	94.66	
3	514.453	597.753	637.760	102.41	132.11	85.14	757.93	
4	74.350	193.897	366.966	48.96	50.66	33.58	85.41	

5 rows × 158 columns

### In [35]:

```
from fancyimpute import IterativeImputer
```

Using TensorFlow backend.

```
In [36]:
```

```
missing=round(100*hvc.isnull().sum()/len(hvc),2)
miss=missing.loc[missing>3]
miss=list(miss.index)
len(miss)
```

## Out[36]:

27

Using Iterative Imputer to impute columns with more than 3% missing values\*\* Note- Iterative Imputer used only for a chunk of columns as it was making the system very slow and it was done in parts due to performance issues

```
In [37]:
```

```
temp=hvc[['total_rech_num_6', 'total_rech_num_7', 'total_rech_num_8']]
```

## In [38]:

```
df_columns = temp.columns
ii = IterativeImputer()
dftemp= pd.DataFrame(ii.fit_transform(temp))
dftemp.columns=df_columns
hvc[['total_rech_num_6', 'total_rech_num_7', 'total_rech_num_8']]=dftemp[['total_rech_num_6', 'total_rech_num_7', 'total_rech_num_8']]
```

## In [39]:

```
#for i in list(df_clean.columns):
    # hvc[i]=df_clean[i]
missing=round(100*hvc.isnull().sum()/len(hvc),2)
miss=missing.loc[missing>3]
miss=list(miss.index)
len(miss)
print(miss)
hvc.shape
```

```
['onnet_mou_8', 'offnet_mou_8', 'roam_ic_mou_8', 'roam_og_mou_8', 'loc_og_t2t_mou_8', 'loc_og_t2t_mou_8', 'loc_og_t2t_mou_8', 'loc_og_t2t_mou_8', 'loc_og_t2t_mou_8', 'std_og_t2t_mou_8', 'std_og_t2t_mou_8', 'std_og_t2t_mou_8', 'std_og_mou_8', 'isd_og_mou_8', 'spl_og_mou_8', 'o g_others_8', 'loc_ic_t2t_mou_8', 'loc_ic_t2t_mou_8', 'loc_ic_t2t_mou_8', 'loc_ic_t2t_mou_8', 'std_ic_t2t_mou_8', 'std_ic_t2t_mou_8', 'std_ic_t2t_mou_8', 'std_ic_t2t_mou_8', 'isd_ic_mou_8', 'ic_oth ers_8']

Out[39]:

(29906, 158)
```

### \*Iterative Imputation for more columns

#### In [40]:

```
temp2=hvc[['onnet mou 8', 'offnet mou 8', 'roam ic mou 8', 'roam og mou 8', 'loc
_og_t2t_mou_8',
           'loc og t2m mou 8', 'loc og t2f mou 8', 'loc og t2c mou 8', 'loc og m
ou 8', 'std og t2t mou 8',
           'std og t2m mou 8', 'std og t2f mou 8', 'std og mou 8', 'isd og mou
8', 'spl_og_mou_8', 'og_others_8',
           'loc ic t2t mou 8', 'loc ic t2m mou 8', 'loc ic t2f mou 8', 'loc ic m
ou_8', 'std_ic_t2t mou 8',
           'std ic t2m mou 8', 'std ic t2f mou 8', 'std ic mou 8', 'spl ic mou
8', 'isd ic mou_8', 'ic_others_8']]
df columns = temp2.columns
ii = IterativeImputer()
dftemp2= pd.DataFrame(ii.fit transform(temp2))
dftemp2.columns=df columns
hvc[['onnet mou 8', 'offnet mou 8', 'roam ic mou 8', 'roam og mou 8', 'loc og t2
t mou 8',
           'loc og t2m mou 8', 'loc og t2f mou 8', 'loc og t2c mou 8', 'loc og m
ou 8', 'std og t2t mou 8',
           'std og t2m mou 8', 'std og t2f mou 8', 'std og mou 8', 'isd og mou
8', 'spl og mou 8', 'og others 8',
           'loc ic t2t mou 8', 'loc ic t2m mou 8', 'loc ic t2f mou 8', 'loc ic m
ou_8', 'std_ic_t2t mou 8',
           'std ic t2m mou 8', 'std ic t2f mou 8', 'std ic mou 8', 'spl ic mou
8', 'isd_ic_mou_8', 'ic_others_8']]=dftemp2[['onnet_mou_8', 'offnet_mou_8', 'roa
m ic mou 8', 'roam og mou 8', 'loc og t2t mou 8',
           'loc og t2m mou 8', 'loc og t2f mou 8', 'loc og t2c mou 8', 'loc og m
ou 8', 'std og t2t mou 8',
           'std og t2m mou 8', 'std og t2f mou 8', 'std og mou 8', 'isd og mou
8', 'spl_og_mou_8', 'og_others 8',
           'loc ic t2t mou 8', 'loc ic t2m mou 8', 'loc ic t2f mou 8', 'loc ic m
ou 8', 'std ic t2t mou 8',
           'std ic t2m mou 8', 'std ic t2f mou 8', 'std ic mou 8', 'spl ic mou
8', 'isd ic mou 8', 'ic others 8']]
```

## In [41]:

```
missing=round(100*hvc.isnull().sum()/len(hvc),2)
miss=missing.loc[missing>2]
print("Columns with more than 2-3 % missing Values: ",len(miss))
```

Columns with more than 2-3 % missing Values: 0

### In [42]:

```
hvc.shape
Out[42]:
  (29906, 158)
In [ ]:
```

```
In [43]:
```

```
missing=round(100*hvc.isnull().sum()/len(hvc),2)
miss=missing.loc[missing>0]
print("Remaining columns with missing values i.e more than 0% and less than 3%)
: ",len(miss))
```

Remaining columns with missing values i.e more than 0% and less than 3%) : 54

```
In [44]:
```

```
hvc_clean=hvc
```

\*Using median Technique to impute remaining columns with missing values (less than 3%)\*\*

### In [45]:

```
hvc_clean=hvc.fillna(hvc.mean())
missing=round(100*hvc_clean.isnull().sum()/len(hvc_clean),2)
miss=missing.loc[missing>0]
print("Missing values columns : " , len(miss))
```

Missing values columns: 0

### In [46]:

```
hvc_clean.shape
```

```
Out[46]:
```

(29906, 158)

Looking at the problem statement, attributes total\_ic\_mou\_9, total\_og\_mou\_9, vol\_2g\_mb\_9 and vol\_3g\_mb\_9 are used to tag churners. So, it is clearly evident from the problem statement that the individual incoming and outgoing attributes are not used for data analysis. Dropping the individual columns (whose totals are already available like incoming, outgoing, arpu, etc) can help us in better analysis. Also, dropping these individual columns will help in removing the multicollinearity.

### In [47]:

```
individual_cols = ['loc_ic t2t mou 6',
                                            'loc ic t2t mou 7', 'loc ic t2t mou 8',
                      'loc ic_t2m_mou_6',
                                            'loc_ic_t2m_mou_7',
                                                                   'loc_ic_t2m_mou_8',
                      'loc ic t2f mou 6', 'loc ic t2f mou 7', 'loc ic t2f mou 8',
                      'std ic t2t mou 6', 'std ic t2t mou 7', 'std ic t2t mou 8',
                      'std_ic_t2m_mou_6', 'std_ic_t2m_mou_7',
                                                                    'std ic_t2m_mou_8',
                                                                  'std_ic_t2f_mou_8',
                      'std_ic_t2f_mou_6', 'std_ic_t2f_mou_7',
                      'loc_og_t2t_mou_6', 'loc_og_t2t_mou_7', 'loc_og_t2t_mou_8',
                      'loc_og_t2m_mou_6', 'loc_og_t2m_mou_7', 'loc_og_t2m_mou_8',
                      'loc_og_t2f_mou_6', 'loc_og_t2f_mou_7', 'loc_og_t2f_mou_8', 'loc_og_t2c_mou_6', 'loc_og_t2c_mou_7', 'loc_og_t2c_mou_8',
                      'std_og_t2t_mou_6', 'std_og_t2t_mou_7', 'std_og_t2t_mou_8',
                      'std_og_t2m_mou_6', 'std_og_t2m_mou_7', 'std_og_t2m_mou_8',
'std_og_t2f_mou_6', 'std_og_t2f_mou_7', 'std_og_t2f_mou_8',
                      'last day rch amt 6', 'last day rch amt 7', 'last day rch amt
_8',
                      'arpu_3g_6', 'arpu_3g_7', 'arpu_3g_8',
                      'arpu_2g_6', 'arpu_2g_7', 'arpu_2g_8',
                      'av_rech_amt_data_6', 'av_rech_amt_data 7', 'av rech amt data
_8']
hvc clean.drop(individual cols, axis=1, inplace=True)
```

### In [652]:

```
hvc_clean.shape
```

### Out[652]:

(29906, 107)

Variables night\_pck\_user\_6, night\_pck\_user\_7, night\_pck\_user\_8, fb\_user\_6, fb\_user\_7 and fb\_user\_8 are encoded with number 0 and 1. These variables can be considered as Ordered Categorical columns. Also, the datatype of these variables can be converted to integer. Also

```
In [48]:
```

```
hvc_final=hvc_clean
```

## In [50]:

```
category_list = ['night_pck_user_6', 'night_pck_user_7', 'night_pck_user_8', 'fb
    _user_6', 'fb_user_7', 'fb_user_8']
hvc_clean[category_list] = hvc_clean[category_list].astype(int)
```

```
In [51]:
```

```
plt.figure(figsize=(20, 5))

var = ['max_rech_data_6', 'max_rech_data_7', 'max_rech_data_8']

for i in enumerate(var[0:3]):
    plt.subplot(1,3,i[0]+1)
    sns.boxplot(x = i[1], data = hvc_clean)
    plt.title(i[1])

    'roam_og_mou_8'
```

-----

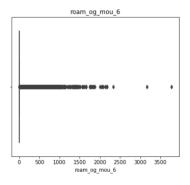
NameError: name 'plt' is not defined

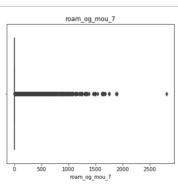
### In [784]:

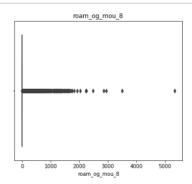
```
plt.figure(figsize=(20, 5))

var = ['roam_og_mou_6', 'roam_og_mou_7', 'roam_og_mou_8']

for i in enumerate(var[0:3]):
   plt.subplot(1,3,i[0]+1)
   sns.boxplot(x = i[1], data = hvc_clean)
   plt.title(i[1])
```







## In [52]:

```
hvc_clean[['roam_og_mou_6', 'roam_og_mou_7', 'roam_og_mou_8']].describe(percent
iles = [0.05,.10,.25,.50,.75,.90,.95,.99])
```

Out[52]:

	roam_og_mou_6	roam_og_mou_7	roam_og_mou_8
count	29906.000000	29906.000000	29906.000000
mean	27.105763	20.545711	20.721445
std	116.299660	96.168645	104.802679
min	0.000000	0.000000	0.000000
5%	0.000000	0.000000	0.000000
10%	0.000000	0.000000	0.000000
25%	0.000000	0.000000	0.000000
50%	0.000000	0.000000	0.000000
75%	0.000000	0.000000	0.000000
90%	50.510000	31.180000	29.025000
95%	145.632500	104.470000	101.117500
99%	531.973500	438.512500	427.106000
max	3775.110000	2812.040000	5337.040000

## **Correlation Matrix**

## In [53]:

```
hvc_clean.shape
```

## Out[53]:

(29906, 107)

In [54]:

hvc\_clean.corr()

## Out[54]:

	arpu_6	arpu_7	arpu_8	onnet_mou_6	onnet_mou_7	onnet_mou_8
arpu_6	1.000000	0.673890	0.614850	0.336680	0.216372	0.189865
arpu_7	0.673890	1.000000	0.759918	0.210143	0.314374	0.261969
arpu_8	0.614850	0.759918	1.000000	0.149375	0.228362	0.331684
onnet_mou_6	0.336680	0.210143	0.149375	1.000000	0.750729	0.623379
onnet_mou_7	0.216372	0.314374	0.228362	0.750729	1.000000	0.804208
onnet_mou_8	0.189865	0.261969	0.331684	0.623379	0.804208	1.000000
offnet_mou_6	0.503186	0.350875	0.276933	0.083074	0.049301	0.060984
offnet_mou_7	0.341108	0.482936	0.370811	0.032867	0.077852	0.080573
offnet_mou_8	0.291456	0.386513	0.505523	0.034148	0.066843	0.117753
roam_ic_mou_6	0.124468	0.091613	0.086920	0.022285	0.036976	0.050030
roam_ic_mou_7	0.083454	0.091537	0.075989	0.023526	0.006666	0.018601
roam_ic_mou_8	0.091067	0.090747	0.105062	0.043455	0.034607	0.019631
roam_og_mou_6	0.193622	0.132633	0.127220	0.075074	0.080194	0.096236
roam_og_mou_7	0.143380	0.177333	0.139405	0.074509	0.066588	0.082141
roam_og_mou_8	0.125832	0.148654	0.192735	0.072225	0.080985	0.092154
loc_og_mou_6	0.322348	0.211648	0.205902	0.290101	0.198764	0.187931
loc_og_mou_7	0.246894	0.296860	0.258626	0.221321	0.300140	0.251068
loc_og_mou_8	0.227920	0.245504	0.327574	0.187777	0.232229	0.324027
std_og_mou_6	0.380325	0.247334	0.148494	0.625309	0.466829	0.383590
std_og_mou_7	0.230870	0.375422	0.254126	0.447699	0.623831	0.505982
std_og_mou_8	0.185396	0.297237	0.386341	0.371508	0.504859	0.635303
isd_og_mou_6	0.467276	0.417040	0.394498	-0.015336	-0.013289	-0.012673
isd_og_mou_7	0.421577	0.508579	0.437533	-0.015835	-0.014553	-0.013856
isd_og_mou_8	0.414536	0.451791	0.453813	-0.013748	-0.012626	-0.012247
spl_og_mou_6	0.118770	0.065878	0.098316	0.095789	0.059666	0.051958
spl_og_mou_7	0.068735	0.110754	0.121643	0.077070	0.107708	0.077222
spl_og_mou_8	0.046421	0.064293	0.097303	0.082996	0.105796	0.127393
og_others_6	0.052782	0.017213	0.012253	0.053046	0.027321	0.018100
og_others_7	0.024368	0.025880	0.015584	-0.000705	-0.000591	-0.002038
og_others_8	0.015564	0.017519	0.011764	-0.003387	0.002198	-0.001835
vol_3g_mb_8	0.084933	0.117680	0.188343	-0.093900	-0.090389	-0.073101
night_pck_user_6	0.014175	-0.003247	-0.006162	-0.000391	-0.005046	-0.000183
night_pck_user_7	-0.004990	0.008788	0.004271	-0.004581	0.008456	0.009328
night_pck_user_8	0.009710	0.018681	0.028719	0.017073	0.035554	0.042438

	arpu_6	arpu_7	arpu_8	onnet_mou_6	onnet_mou_7	onnet_mou_8
monthly_2g_6	-0.038854	-0.081154	-0.053042	-0.107206	-0.112395	-0.098526
monthly_2g_7	-0.083853	-0.033438	-0.039188	-0.115068	-0.113961	-0.098440
monthly_2g_8	-0.060908	-0.048144	0.013437	-0.098770	-0.097434	-0.083134
sachet_2g_6	-0.158860	-0.183455	-0.153765	-0.131772	-0.133487	-0.115298
sachet_2g_7	-0.194322	-0.151892	-0.137655	-0.130825	-0.122059	-0.106287
sachet_2g_8	-0.152365	-0.132728	-0.075097	-0.108251	-0.100140	-0.080992
monthly_3g_6	0.176918	0.084529	0.089644	-0.081778	-0.084249	-0.072342
monthly_3g_7	0.081124	0.190621	0.123247	-0.082764	-0.081449	-0.067547
monthly_3g_8	0.103863	0.132428	0.223722	-0.075896	-0.076312	-0.059915
sachet_3g_6	-0.002547	-0.027453	-0.022386	-0.053433	-0.053765	-0.046420
sachet_3g_7	-0.025182	0.010745	-0.002303	-0.045542	-0.050519	-0.038532
sachet_3g_8	-0.017355	0.000923	0.045390	-0.045178	-0.039826	-0.033782
fb_user_6	-0.120347	-0.184654	-0.130863	-0.265405	-0.271157	-0.236517
fb_user_7	-0.197370	-0.117756	-0.102908	-0.275292	-0.269509	-0.235153
fb_user_8	-0.139852	-0.102191	0.007663	-0.233759	-0.222089	-0.187058
aon	0.041272	0.031618	0.070913	-0.051094	-0.058321	-0.036139
aug_vbc_3g	0.058837	0.083545	0.146394	-0.104990	-0.103066	-0.084375
jul_vbc_3g	0.055373	0.102169	0.085114	-0.110913	-0.108839	-0.091661
jun_vbc_3g	0.112206	0.055121	0.073724	-0.102253	-0.106994	-0.083225
sep_vbc_3g	0.045143	0.059089	0.104801	-0.034119	-0.033976	-0.029142
rech_data_6_total	0.089110	-0.013729	-0.004020	-0.098787	-0.101599	-0.086766
rech_data_7_total	-0.023862	0.091538	0.028596	-0.101304	-0.099503	-0.077776
Total rech_6	0.419419	0.230773	0.215430	0.027959	-0.014524	-0.009964
Total rech_7	0.211270	0.419401	0.295716	-0.020083	0.018716	0.022254
avg_amt_6_7	0.368623	0.384910	0.301778	0.004051	0.002871	0.007624
churn	0.065642	-0.011052	-0.159777	0.077764	0.027333	-0.033193

107 rows × 107 columns

```
In [105]:
```

```
import matplotlib.pyplot as plt
import seaborn as sns
plt.figure(figsize = (25, 20))
sns.heatmap(hvc_clean.corr())
plt.show()
```

<Figure size 2500x2000 with 2 Axes>

\*Features with high correlation\*\*\*

### In [55]:

```
#the matrix is symmetric so we need to extract upper triangle matrix without dia
gonal (k = 1)
upper_triangle = (corr_matrix.where(np.triu(np.ones(corr_matrix.shape), k=1).ast
ype(np.bool)))

highly_correlated_features = [column for column in upper_triangle.columns if any
(upper_triangle[column] > 0.80)]
print("List of highly correlated features from the above plot - \n\n", highly_co
rrelated_features)
print("\n\nTotal features with high correlation - ", len(highly_correlated_featu
res))
```

List of highly correlated features from the above plot -

```
['onnet_mou_8', 'loc_og_mou_7', 'loc_og_mou_8', 'isd_og_mou_7', 'is d_og_mou_8', 'total_og_mou_6', 'total_og_mou_7', 'total_og_mou_8', 'loc_ic_mou_7', 'loc_ic_mou_8', 'total_ic_mou_6', 'total_ic_mou_7', 'total_ic_mou_8', 'total_rech_amt_6', 'total_rech_amt_7', 'total_rech_amt_8', 'count_rech_2g_6', 'count_rech_2g_7', 'count_rech_2g_8', 'sachet_2g_6', 'sachet_2g_7', 'sachet_2g_8', 'sachet_3g_6', 'sachet_3g_7', 'sachet_3g_8', 'Total_rech_6', 'Total_rech_7', 'avg_amt_6_7']
```

Total features with high correlation - 28

# **Model Building**

## **SMOTE** for Class Imbalance

Deriving Train and Test Data for Model building with PCA

### In [56]:

```
from imblearn.over sampling import SMOTE
from sklearn.model_selection import train_test_split, GridSearchCV
X= hvc clean.drop('churn', axis = 1)
y = hvc clean[['churn']]
df cols = X.columns
x1=x
y1=y
###################
sm = SMOTE(random_state=12, ratio = 1)
X, y = sm.fit sample(X, y)
####################
X train, X test, y train, y test = train test split(X, y, train size = 0.7, test
_{\text{size}} = 0.3)
print(X train.shape)
print(y_train.shape)
print(X_test.shape)
print(y_test.shape)
```

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.neighbors.base module is deprecated in version 0.22 and will be removed in version 0.24. The corresponding classes / functions should instead be imported from sk learn.neighbors. Anything that cannot be imported from sklearn.neigh bors is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.ensemble.bagging module is deprecated in version 0.22 and will be removed in version 0.24. The corresponding classes / functions should instead be imported from sklearn.ensemble. Anything that cannot be imported from sklearn.en semble is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.ensemble.base module is deprecated in version 0.22 and will be removed in version 0.24. The corresponding classes / functions should instead be imported from sk learn.ensemble. Anything that cannot be imported from sklearn.ensemble is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.ensemble.forest module i s deprecated in version 0.22 and will be removed in version 0.24. T he corresponding classes / functions should instead be imported from sklearn.ensemble. Anything that cannot be imported from sklearn.ensemble is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.utils.testing module is deprecated in version 0.22 and will be removed in version 0.24. The corresponding classes / functions should instead be imported from sk learn.utils. Anything that cannot be imported from sklearn.utils is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:144: FutureWarning: The sklearn.metrics.classification m odule is deprecated in version 0.22 and will be removed in version 0.24. The corresponding classes / functions should instead be import ed from sklearn.metrics. Anything that cannot be imported from sklearn.metrics is now part of the private API.

warnings.warn(message, FutureWarning)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/val idation.py:760: DataConversionWarning: A column-vector y was passed when a ld array was expected. Please change the shape of y to (n\_sam ples, ), for example using ravel().

y = column\_or\_ld(y, warn=True)

/Users/nisha/anaconda3/lib/python3.7/site-packages/sklearn/utils/dep recation.py:87: FutureWarning: Function safe\_indexing is deprecated; safe\_indexing is deprecated in version 0.22 and will be removed in version 0.24.

warnings.warn(msg, category=FutureWarning)

```
(38483, 106)
(38483,)
(16493, 106)
(16493,)
```

Test Data and Train data after Class Imbalance for non PCA analysis \*

## In [57]:

```
X_train_np=pd.DataFrame(X_train)
X_test_np=pd.DataFrame(X_test)

X_train_np.columns=df_cols
X_test_np.columns=df_cols
X_train_np.head()
```

## Out[57]:

	arpu_6	arpu_7	arpu_8	onnet_mou_6	onnet_mou_7	onnet_mou_8	offnet_mou
0	1821.176000	2018.948000	2014.693	39.360000	73.33000	16.730000	264.7300
1	317.967000	370.947000	546.528	43.910000	27.28000	62.610000	101.6800
2	4.980000	549.687000	0.000	265.901436	273.09219	243.971718	380.9553
3	128.831677	34.545236	0.000	0.000000	0.00000	243.971718	5.6852
4	0.000000	2281.505000	2680.019	265.901436	31.78000	74.280000	380.9553

## 5 rows × 106 columns

## In [58]:

X\_test\_np.head()

## Out[58]:

	arpu_6	arpu_7	arpu_8	onnet_mou_6	onnet_mou_7	onnet_mou_8	offnet_mo				
0	696.450337	457.562286	258.567499	207.236209	214.543462	60.232194	398.514				
1	499.946829	294.848224	35.588019	104.540619	117.285273	204.334766	60.601				
2	351.471079	507.384328	144.360999	331.773562	622.016320	137.761047	215.006				
3	681.953774	459.034941	192.076542	1002.189898	815.287732	65.559705	189.718				
4	1049.508653	8.944276	0.000000	458.837107	157.583545	243.971718	1925.545				
5 r	5 rows × 106 columns										

<sup>\*</sup>Class Imbalance rectification analysis-SMOTE

```
In [59]:
```

```
print('After SMOTE, the shape of train_X: {}'.format(X_train.shape))
print('After SMOTE, the shape of train_y: {} \n'.format(y_train.shape))

print("After SMOTE, counts of label '1': {}".format(sum(y_train==1)))
print("After SMOTE, counts of label '0': {}".format(sum(y_train==0)))
print("After SMOTE, churn event rate : {}% \n".format(round(sum(y_train==1)/len(y_train)*100,2)))

After SMOTE, the shape of train_X: (38483, 106)
After SMOTE, the shape of train_y: (38483,)

After SMOTE, counts of label '1': 19206
After SMOTE, counts of label '0': 19277
After SMOTE, churn event rate : 49.91%
```

### Scaling the train and test data

```
In [60]:
```

```
## Scaling the train and test data
from sklearn.preprocessing import StandardScaler,MinMaxScaler
scaler = MinMaxScaler()
X_train = scaler.fit_transform(X_train )
X_test = scaler.fit_transform(X_test)
```

```
In [61]:
```

```
print(X_train.shape)
print(y_train.shape)
print(X_test.shape)
print(y_test.shape)

(38483, 106)
```

```
(38483, 106)
(38483,)
(16493, 106)
(16493,)
```

# **Model Building**

```
In [62]:
```

```
from sklearn.utils import class_weight
```

# **Applying PCA**

```
In [63]:
```

```
from sklearn.decomposition import PCA
```

```
In [64]:
```

```
pca = PCA(svd_solver='randomized', random_state=42)
```

### In [65]:

```
df_train_pca = pca.fit(X_train)
```

## In [67]:

```
pca.components_
```

### Out[67]:

```
array([[-4.89022587e-03, -2.50511794e-03, 9.69378829e-05, ..., 6.67443250e-03, 9.83099398e-03, 1.25726967e-02], [-3.61815507e-04, 7.32708468e-03, 1.20529630e-02, ..., -1.02672092e-02, 1.09919825e-02, 2.98434794e-04], [8.11525749e-03, -3.29775301e-03, 5.11425030e-03, ..., 1.00571994e-02, -1.13694603e-02, -7.45280523e-04], ..., [0.00000000e+00, 7.19172471e-16, 7.09736793e-16, ..., -1.93491192e-02, 1.87884557e-01, -5.45415722e-02], [0.00000000e+00, 4.50569278e-16, 3.16966032e-16, ..., -2.30314574e-01, -4.42168570e-02, -2.24891345e-01], [0.00000000e+00, -1.53279142e-14, 1.00951330e-14, ..., -2.29319761e-01, -1.20845150e-01, 3.57059559e-01]])
```

### In [68]:

pca.explained variance ratio

#### Out[68]:

```
array([5.66837907e-01, 1.19704697e-01, 8.22492957e-02, 4.95273077e-0
       2.26130403e-02, 2.12219586e-02, 1.74750400e-02, 1.22963370e-0
2,
       1.09240245e-02, 7.83153702e-03, 7.59701673e-03, 7.10710946e-0
3,
       6.72818491e-03, 5.34560727e-03, 5.10781548e-03, 4.19099820e-0
3,
       4.05460915e-03, 3.72749497e-03, 3.52939930e-03, 3.18717919e-0
3,
       2.64050086e-03, 2.46598214e-03, 2.42414772e-03, 2.25153894e-0
3,
       2.16486584e-03, 1.99162160e-03, 1.72564352e-03, 1.48471235e-0
3,
       1.43971461e-03, 1.34734424e-03, 1.32330640e-03, 1.23823606e-0
3,
       1.14886829e-03, 1.05455835e-03, 8.82519048e-04, 8.72386531e-0
4,
       7.36250124e-04, 6.63345058e-04, 6.44863749e-04, 6.16886610e-0
4,
       6.02349161e-04, 5.47696522e-04, 5.34156273e-04, 5.10995852e-0
4,
       4.91390294e-04, 4.36866227e-04, 4.17624336e-04, 4.08889245e-0
4,
       3.94413589e-04, 3.77018776e-04, 3.47548386e-04, 3.39239137e-0
4,
       2.87636686e-04, 2.72494377e-04, 2.66469768e-04, 2.56314259e-0
4,
       2.44731622e-04, 2.42464295e-04, 2.333363761e-04, 2.17921553e-0
4,
       2.08206014e-04, 1.90867864e-04, 1.76383245e-04, 1.66370060e-0
4,
       1.58560567e-04, 1.40348875e-04, 1.11338170e-04, 1.11016816e-0
4,
       1.08320622e-04, 9.77655427e-05, 9.10014500e-05, 8.41513650e-0
5,
       7.82887794e-05, 7.30788259e-05, 6.67481054e-05, 6.34172521e-0
5,
       5.06718614e-05, 4.29319142e-05, 4.07631848e-05, 3.83280927e-0
5,
       3.26133540e-05, 3.11421873e-05, 1.03201408e-05, 7.42233005e-0
6,
       5.84596283e-06, 4.25375962e-06, 3.11456268e-06, 2.48833632e-0
6,
       5.00262767e-07, 2.31581771e-07, 7.33191420e-08, 1.94668116e-1
3,
       1.34174545e-13, 1.13734492e-13, 1.77573757e-29, 4.03455096e-3
3,
       4.03455096e-33, 4.03455096e-33, 4.03455096e-33, 4.03455096e-3
3,
       4.03455096e-33, 4.03455096e-33, 4.03455096e-33, 4.03455096e-3
3,
       4.03455096e-33, 2.64935969e-341)
```

## Cumulative Variance Explained- n\_components derived is 17

```
In [69]:
var cumu = np.cumsum(pca.explained variance ratio )
In [70]:
fig = plt.figure(figsize=[12,8])
plt.vlines(x=17, ymax=1, ymin=0, colors="r", linestyles="--")
plt.hlines(y=0.95, xmax=30, xmin=0, colors="g", linestyles="--")
plt.plot(var_cumu)
plt.ylabel("Cumulative variance explained")
plt.show()
NameError
                                           Traceback (most recent cal
1 last)
<ipython-input-70-d29b968c85f2> in <module>
---> 1 fig = plt.figure(figsize=[12,8])
      2 plt.vlines(x=17, ymax=1, ymin=0, colors="r", linestyles="--"
)
      3 plt.hlines(y=0.95, xmax=30, xmin=0, colors="g", linestyles=
"--")
      4 plt.plot(var cumu)
      5 plt.ylabel("Cumulative variance explained")
NameError: name 'plt' is not defined
*Incremental PCA**
In [71]:
from sklearn.decomposition import IncrementalPCA
In [72]:
pca final = IncrementalPCA(n components=17)
In [73]:
df train pca = pca final.fit transform(X train)
df train pca.shape
Out[73]:
(38483, 17)
In [74]:
df test pca = pca final.fit transform(X test)
df_test_pca.shape
Out[74]:
(16493, 17)
```

# Model-1 -> Logistic Regression

## Applying Logistic Regression on our principal components

\*\*\*using Class\_weight="balanced" for class balancing while building model

```
In [90]:
from sklearn.linear model import LogisticRegression
import sklearn.metrics as metrics
from sklearn.metrics import classification report, confusion matrix, accuracy sco
logistic pca = LogisticRegression(class weight="balanced")
In [91]:
#Training the model on the train data
model pca = logistic pca.fit(df train pca, y train)
In [92]:
pred probs train1=model pca.predict(df train pca)
In [93]:
pred probs train = model pca.predict proba(df train pca)[:,1]
pred probs train[:5]
Out[93]:
array([0.04721767, 0.13752496, 0.75748083, 0.86692538, 0.07924185])
In [79]:
# predictions on Test data
In [94]:
pred probs test1 = model pca.predict(df test pca)
pred probs test = model pca.predict proba(df test pca)[:,1]
pred probs test[:10]
Out[94]:
array([0.72214954, 0.62116989, 0.82122323, 0.68487828, 0.75766312,
```

0.80972516, 0.24244965, 0.7275321 , 0.65553895, 0.78447575])

```
In [97]:
```

```
print ("\nModel Report- Training")
print ("Accuracy : %.4g" % metrics.accuracy_score(y_train, pred_probs_train1))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_train, pred_probs_train1))
print ("AUC Score (Train): %f" % metrics.roc_auc_score(y_train, pred_probs_train))
print("Precision : {}".format(metrics.precision_score(y_test,pred_probs_test1)))
```

Model Report- Training
Accuracy : 0.7596

Recall/Sensitivity: 0.7853
AUC Score (Train): 0.836468
Precision: 0.7045039234655488

### In [96]:

```
print ("\nEvaluation Report (Test data)")
print("Accuracy : {}".format(metrics.accuracy_score(y_test,pred_probs_test1)))
print("Recall : {}".format(metrics.recall_score(y_test,pred_probs_test1)))
print("Precision : {}".format(metrics.precision_score(y_test,pred_probs_test1)))
```

Evaluation Report (Test data)
Accuracy: 0.7285515066998121
Recall: 0.7913547452306207
Precision: 0.7045039234655488

### \*Evaluating the model with cut-off probability as 0.5\*\*

```
In [98]:
```

```
predprob=pd.DataFrame({"Churn":y_train,"Probs":pred_probs_train})
```

### In [99]:

```
predprob.head()
```

## Out[99]:

	Churn	Probs
0	0	0.047218
1	0	0.137525
2	1	0.757481
3	1	0.866925
4	0	0.079242

### In [100]:

```
predprob["Train_Predicted"]=predprob.Probs.map(lambda x:1 if x>0.5 else 0)
```

### In [101]:

```
predprob.head()
```

### Out[101]:

	Churn	Probs	Train_Predicted
0	0	0.047218	0
1	0	0.137525	0
2	1	0.757481	1
3	1	0.866925	1
4	0	0.079242	0

### In [687]:

```
print('For 0.5 as cut off probability Accuracy is', metrics.accuracy_score(predp
rob.Churn, predprob.Train_Predicted))
```

For 0.5 as cut off probability Accuracy is 0.7615570511654497

### Plotting the ROC Curve: An ROC curve demonstrates several things:

- 1. It shows the tradeoff between sensitivity and specificity (any increas e in sensitivity will be accompanied by a decrease in specificity).
- 2. The closer the curve follows the left-hand border and then the top borde  ${\tt r}$  of the ROC space, the more accurate the test.
- 3. The closer the curve comes to the 45-degree diagonal of the ROC space, the less accurate the test.

## In [102]:

```
In [103]:
```

## In [104]:

```
draw_roc(predprob.Churn, predprob.Train_Predicted)
```

\*The roc curve is lying in the top left corner which is a sign of a good fit.\*\*\*

<sup>\*\*</sup> Finding Optimal Cutoff Point Since recall or sensitivity is a much more important metrics for churn prediction. A trade off between sensitivity(or recall) and specificity is to be considered in doing so. We will try adjusting the probability threshold which shall lead to higher sensitivity or recall rate.

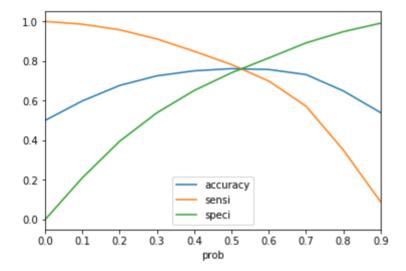
### In [691]:

```
def findOptimalCutoff(df):
    #Function to find the optimal cutoff for classifing as churn/non-churn
    # Let's create columns with different probability cutoffs
    numbers = [float(x)/10 \text{ for } x \text{ in } range(10)]
    for i in numbers:
        df[i] = df.Probs.map( lambda x: 1 if x > i else 0)
    #print(df.head())
    # Now let's calculate accuracy sensitivity and specificity for various proba
bility cutoffs.
    cutoff df = pd.DataFrame( columns = ['prob', 'accuracy', 'sensi', 'speci'])
    from sklearn.metrics import confusion matrix
    # TP = confusion[1,1] # true positive
    # TN = confusion[0,0] # true negatives
    # FP = confusion[0,1] # false positives
    # FN = confusion[1,0] # false negatives
    num = [0.0, 0.1, 0.2, 0.3, 0.4, 0.5, 0.6, 0.7, 0.8, 0.9]
    for i in num:
        cm1 = metrics.confusion matrix(df.Churn, df[i] )
        total1=sum(sum(cm1))
        accuracy = (cm1[0,0]+cm1[1,1])/total1
        speci = cm1[0,0]/(cm1[0,0]+cm1[0,1])
        sensi = cm1[1,1]/(cm1[1,0]+cm1[1,1])
        cutoff_df.loc[i] =[ i ,accuracy,sensi,speci]
    print(cutoff df)
    # Let's plot accuracy sensitivity and specificity for various probabilities.
    cutoff df.plot.line(x='prob', y=['accuracy','sensi','speci'])
    plt.show()
```

## In [692]:

## findOptimalCutoff(predprob)

	prob	accuracy	sensi	speci
0.0	0.0	0.500689	1.000000	0.000000
0.1	0.1	0.599096	0.985935	0.211189
0.2	0.2	0.677052	0.957858	0.395472
0.3	0.3	0.725515	0.911459	0.539058
0.4	0.4	0.750747	0.849439	0.651782
0.5	0.5	0.761557	0.782126	0.740932
0.6	0.6	0.757399	0.699294	0.815665
0.7	0.7	0.731752	0.572192	0.891751
0.8	0.8	0.649300	0.351048	0.948374
0.9	0.9	0.539823	0.089682	0.991205



## In [693]:

```
predprob['Finalpredicted']=predprob.Probs.map(lambda x:1 if x>0.52 else 0)
```

<sup>\*</sup>From the curve above, 0.52 is the optimum point\*\*\*

<sup>\*\*</sup> Operations on Training set with new cut off Probability value of 0.52

### In [694]:

```
predprob.head()
```

### Out[694]:

	Churn	Probs	Train_Predicted	0.0	0.1	0.2	0.3	0.4	0.5	0.6	0.7	8.0	0.9	Finalpredi
0	0	0.449957	0	1	1	1	1	1	0	0	0	0	0	_
1	1	0.519310	1	1	1	1	1	1	1	0	0	0	0	
2	0	0.291949	0	1	1	1	0	0	0	0	0	0	0	
3	0	0.234129	0	1	1	1	0	0	0	0	0	0	0	
4	0	0.173535	0	1	1	0	0	0	0	0	0	0	0	

### In [695]:

```
# Let's check the overall accuracy.
metrics.accuracy_score(predprob.Churn, predprob.Finalpredicted)
print("Training Data Report with cut off probability-0.52")
print("Accuracy : {}".format(metrics.accuracy_score(predprob.Churn, predprob.Fin alpredicted)))
print("Recall : {}".format(metrics.recall_score(predprob.Churn, predprob.Finalpr edicted)))
print("Precision : {}".format(metrics.precision_score(predprob.Churn, predprob.Finalpredicted)))
```

Training Data Report with cut off probability-0.52

Accuracy: 0.7602058051607203
Recall: 0.76453186630683
Precision: 0.7584697765420657

## In [696]:

print (classification\_report(predprob.Churn, predprob.Finalpredicted))

	precision	recall	f1-score	support
0	0.76 0.76	0.76 0.76	0.76 0.76	19215 19268
1	0.70	0.70	0.70	19200
accuracy			0.76	38483
macro avg	0.76	0.76	0.76	38483
weighted avg	0.76	0.76	0.76	38483

## \*Making prediction on test

## In [697]:

```
cutoff_p=0.52
predtest=pd.DataFrame({'Churn':y_test,"Probs":pred_probs_test})
```

```
In [698]:
```

```
predtest["Predicted"]=predtest.Probs.map(lambda x:1 if x>0.52 else 0)
```

### In [699]:

```
predtest.head()
```

## Out[699]:

	Churn	Probs	Predicted
0	0	0.194127	0
1	1	0.560061	1
2	0	0.683013	1
3	1	0.839623	1
4	0	0.011113	0

### In [700]:

```
metrics.accuracy_score(predtest.Churn, predtest.Predicted)
```

### Out[700]:

### 0.7347359485842478

### In [365]:

```
print("Classification Report Test Data: " )
print(classification_report(predtest.Churn, predtest.Predicted))
```

Classification Report Test Data:

	precision	recall	f1-score	support	
0	0.73	0.65	0.69	8286	
1	0.68	0.76	0.72	8207	
accuracy			0.70	16493	
macro avg	0.71	0.70	0.70	16493	
weighted avg	0.71	0.70	0.70	16493	

## In [701]:

```
print("Evaluation Report on Test Data cut off probability-0.52")
print("Accuracy : {}".format(metrics.accuracy_score(predtest.Churn,predtest.Predicted)))
print("Recall : {}".format(metrics.recall_score(predtest.Churn,predtest.Predicted)))
print("Precision : {}".format(metrics.precision_score(predtest.Churn,predtest.Predicted)))
```

Evaluation Report on Test Data cut off probability-0.52

Accuracy: 0.7347359485842478
Recall: 0.7838199513381995
Precision: 0.7126424068134056

```
In [774]:
```

```
from sklearn.metrics import confusion_matrix
print("Confusion Matrix: ")
print(confusion_matrix(predtest.Churn,predtest.Predicted))
```

```
Confusion Matrix:
[[5675 2598]
[1777 6443]]
```

## Model-2 -> Random Forest

```
In [702]:
```

```
from sklearn.ensemble import RandomForestClassifier
```

\*Tuning hyperparameters- n estimators\*\*

```
In [ ]:
```

## In [652]:

```
# scores of GridSearch CV
scores = rfgs.cv_results_
pd.DataFrame(scores).head()
```

### Out[652]:

р	param_n_estimators	std_score_time	mean_score_time	std_fit_time	mean_fit_time	
{'n_estim	50	0.004354	0.023435	0.029149	1.154389	0
{'n_estim	350	0.005352	0.134913	0.311798	8.046226	1
{'n_estim	650	0.015967	0.261628	0.532380	14.987780	2

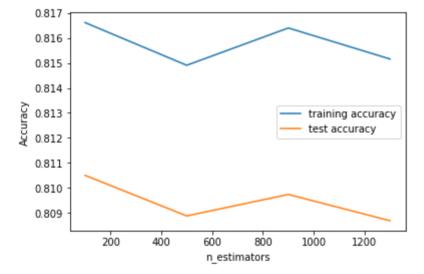
### 3 rows × 21 columns

```
In [653]:
```

```
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
```

We can get accuracy of 0.7485369329609581 using {'n\_estimators': 35 0}

### In [422]:



## **HyperTuning Max Depth \*\***

#### In [423]:

## Out[423]:

```
GridSearchCV(cv=5, error_score=nan,
             estimator=RandomForestClassifier(bootstrap=True, ccp al
pha=0.0,
                                               class weight='balance
d',
                                               criterion='gini', max
depth=None,
                                               max features='auto',
                                               max leaf nodes=None,
                                               max samples=None,
                                               min impurity decrease=
0.0,
                                               min impurity split=Non
e,
                                               min samples leaf=1,
                                               min samples split=2,
                                               min weight fraction le
af=0.0,
                                               n_estimators=100, n_jo
bs=None,
                                               oob score=False,
                                               random state=None, ver
bose=0,
                                               warm start=False),
             iid='deprecated', n jobs=None,
             param grid={'max depth': range(10, 30, 5)},
             pre dispatch='2*n jobs', refit=True, return train score
=True,
             scoring='accuracy', verbose=0)
```

#### In [424]:

```
# scores of GridSearch CV
scores = rfgs.cv_results_
pd.DataFrame(scores).head()
```

#### Out[424]:

	mean_fit_time	std_fit_time	mean_score_time	std_score_time	param_max_depth	para
0	3.933134	0.053682	0.059777	0.003125	10	{'max_dep
1	4.503921	0.031481	0.071830	0.004123	15	{'max_dep
2	4.583008	0.056256	0.072929	0.003688	20	{'max_dep
3	4.758910	0.104177	0.090992	0.031049	25	{'max_dep

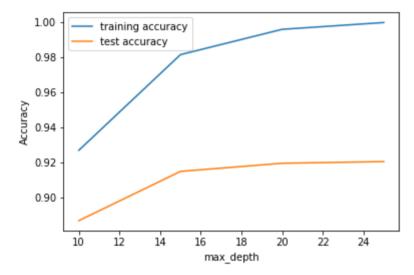
4 rows × 21 columns

#### In [425]:

```
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
```

We can get accuracy of 0.9206075707451602 using {'max\_depth': 25}

#### In [426]:



```
In [427]:
```

```
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
```

We can get accuracy of 0.9206075707451602 using {'max\_depth': 25}

#### hypertuning max\_features\*\*\*

#### In [0]:

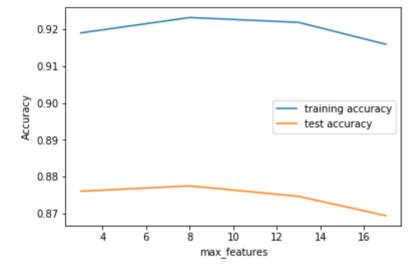
#### In [665]:

```
# scores of GridSearch CV
scores = rfgs.cv_results_
pd.DataFrame(scores).head()
```

#### Out[665]:

	mean_fit_time	std_fit_time	mean_score_time	std_score_time	param_max_features	
0	3.413739	0.085685	0.055989	0.002160	3	{'max_fe
1	8.463211	0.338176	0.062273	0.012617	8	{'max_fe
2	15.493625	1.489093	0.062968	0.006723	13	{'max_fe
3	17.467777	1.356815	0.057345	0.008069	17	{'max_fe
4 ro	ows × 21 colum	nns				

#### In [666]:



```
In [667]:
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
We can get accuracy of 0.8775012246325558 using {'max features': 8}
```

#### hypertuning hyperparameter Min Samples Leaf

#### In [433]:

#### Out[433]:

```
GridSearchCV(cv=5, error_score=nan,
             estimator=RandomForestClassifier(bootstrap=True, ccp al
pha=0.0,
                                               class weight='balance
d',
                                               criterion='gini', max
depth=10,
                                               max features='auto',
                                               max leaf nodes=None,
                                               max samples=None,
                                               min impurity decrease=
0.0,
                                               min impurity split=Non
e,
                                               min samples leaf=1,
                                               min samples split=2,
                                               min weight fraction le
af=0.0,
                                               n estimators=100, n jo
bs=None,
                                               oob score=False,
                                               random state=None, ver
bose=0,
                                               warm start=False),
             iid='deprecated', n jobs=None,
             param grid={'min samples leaf': range(100, 400, 50)},
             pre dispatch='2*n jobs', refit=True, return train score
=True,
             scoring='accuracy', verbose=0)
```

#### In [434]:

```
# scores of GridSearch CV
scores = rfgs.cv_results_
pd.DataFrame(scores).head()
```

#### Out[434]:

	mean_fit_time	std_fit_time	mean_score_time	std_score_time	param_min_samples_leaf	
0	3.258261	0.079839	0.065393	0.013718	100	{'m
1	2.964460	0.031697	0.052615	0.003026	150	{'m
2	2.807050	0.058211	0.054392	0.009293	200	{'m
3	2.647471	0.069888	0.050909	0.002653	250	{'m
4	2.571249	0.054979	0.052108	0.004405	300	{'m

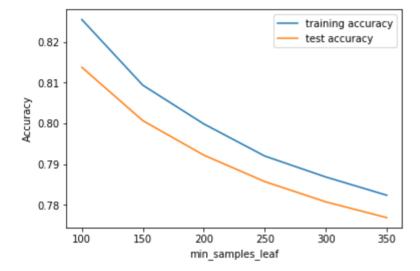
5 rows × 21 columns

#### In [436]:

```
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
```

We can get accuracy of 0.8137955729694134 using {'min\_samples\_leaf': 100}

#### In [437]:



#### In [ ]:

hypertuning hyperparameter Min Samples Split

#### In [438]:

#### Out[438]:

```
GridSearchCV(cv=5, error_score=nan,
             estimator=RandomForestClassifier(bootstrap=True, ccp al
pha=0.0,
                                               class weight='balance
d',
                                               criterion='gini', max
depth=10,
                                               max features='auto',
                                               max leaf nodes=None,
                                               max samples=None,
                                               min impurity decrease=
0.0,
                                               min impurity split=Non
e,
                                               min samples leaf=1,
                                               min samples split=2,
                                               min weight fraction le
af=0.0,
                                               n estimators=100, n jo
bs=None,
                                               oob score=False,
                                               random state=None, ver
bose=0,
                                               warm start=False),
             iid='deprecated', n jobs=None,
             param_grid={'min_samples_split': range(50, 300, 50)},
             pre_dispatch='2*n_jobs', refit=True, return_train_score
=True,
             scoring='accuracy', verbose=0)
```

#### In [439]:

```
# scores of GridSearch CV
scores = rfgs.cv_results_
pd.DataFrame(scores).head()
```

#### Out[439]:

	mean_fit_time	std_fit_time	mean_score_time	std_score_time	param_min_samples_split	
0	4.058382	0.102550	0.064116	0.005752	50	{'m
1	3.912810	0.068948	0.061389	0.004724	100	{'m
2	3.803410	0.028911	0.058375	0.006574	150	{'m
3	3.759199	0.136453	0.057979	0.006735	200	{'m
4	3.564885	0.057454	0.052718	0.001757	250	{'m

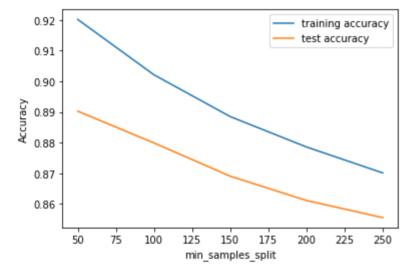
5 rows × 21 columns

#### In [440]:

```
print('We can get accuracy of',rfgs.best_score_,'using',rfgs.best_params_)
```

We can get accuracy of 0.8723607220081815 using {'min\_samples\_split': 50}

#### In [0]:



#### In [0]:

# Fitting the final model with the best parameters obtained from grid search.

```
In [704]:
```

#### In [705]:

```
rfc.fit(df_train_pca, y_train)
```

#### Out[705]:

#### **Checking Performance**

#### In [706]:

```
dtrain_predict=rfc.predict(df_train_pca)
dtrain_predprob = rfc.predict_proba(df_train_pca)[:,1]
print("Training Model parameters: ")
print ("Accuracy : %.4g" % metrics.roc_auc_score(y_train, dtrain_predict))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_train, dtrain_predict))
print ("AUC Score (Train): %f" % metrics.roc_auc_score(y_train, dtrain_predprob))
#print("Precision : {}".format(metrics.precision_score(predprob.Churn, predprob.Finalpredicted)))
```

```
Training Model parameters:
Accuracy: 0.8494
Recall/Sensitivity: 0.8617
AUC Score (Train): 0.927490
```

#### \* Model Performance on Test Data

```
In [709]:
```

```
predict_test = rfc.predict(df_test_pca)
```

#### In [710]:

```
print("Model performance on Test data ")
print ("Accuracy : %.4g" % metrics.roc_auc_score(y_test, predict_test))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_test, predict_test))
print ("AUC Score (Train): %f" % metrics.roc_auc_score(y_test, predict_test))
```

Model performance on Test data Accuracy: 0.795 Recall/Sensitivity: 0.853 AUC Score (Train): 0.795009

**Notes** The Model Performs quite satisfactorily in Random Forest as:

- 1. Accuracy is good in both Training and Test Data sets
- 2. Recall/Sensitivity is maintained and is above 85% in both Training and Test Data sets
- 3. AUC score is satisfactory but there is a variation of 20% between T raining and Test which we will try to improve once we define the threshold probability and make predictions

#### In [711]:

```
rfpred_train=pd.DataFrame({'Churn':y_train,'Probs':dtrain_predprob})
```

#### In [712]:

```
rfpred_train.head()
```

#### Out[712]:

	Churn	Probs
0	0	0.286831
1	1	0.939682
2	0	0.179675
3	0	0.160300
4	0	0.061806

#### In [713]:

```
rfpred train['predicted']=rfpred train.Probs.map(lambda x:1 if x>0.5 else 0)
```

#### In [714]:

rfpred\_train.head()

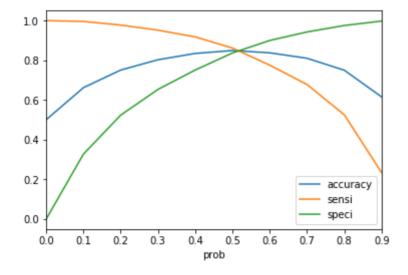
#### Out[714]:

	Churn	Probs	predicted
0	0	0.286831	0
1	1	0.939682	1
2	0	0.179675	0
3	0	0.160300	0
4	0	0.061806	0

#### In [715]:

findOptimalCutoff(rfpred\_train)

	prob	accuracy	sensi	speci
0.0	0.0	0.500689	1.000000	0.000000
0.1	0.1	0.662240	0.996056	0.327505
0.2	0.2	0.750981	0.977579	0.523757
0.3	0.3	0.802848	0.951889	0.653396
0.4	0.4	0.834732	0.917947	0.751288
0.5	0.5	0.849414	0.861688	0.837106
0.6	0.6	0.837747	0.775535	0.900130
0.7	0.7	0.810280	0.677963	0.942961
0.8	0.8	0.749994	0.525171	0.975436
0.9	0.9	0.615596	0.234326	0.997918



### In [0]:

# From the curve above, 0.52 is the optimal point with high enough sensitivity.

#### Fine tuning/Evaluating the model with Threshold probability of 0.52

```
In [716]:
```

```
rfpred_train['Finalpredicted']=rfpred_train.Probs.map(lambda x:1 if x>0.52 else
0)
```

#### In [717]:

```
rfpred_train.head()
```

#### Out[717]:

	Churn	Probs	predicted	0.0	0.1	0.2	0.3	0.4	0.5	0.6	0.7	8.0	0.9	Finalpredicted
0	0	0.286831	0	1	1	1	0	0	0	0	0	0	0	0
1	1	0.939682	1	1	1	1	1	1	1	1	1	1	1	1
2	0	0.179675	0	1	1	0	0	0	0	0	0	0	0	0
3	0	0.160300	0	1	1	0	0	0	0	0	0	0	0	0
4	0	0.061806	0	1	0	0	0	0	0	0	0	0	0	0

#### In [718]:

print (classification\_report(rfpred\_train.Churn, rfpred\_train.Finalpredicted))

support	f1-score	recall	precision	
19215 19268	0.85 0.85	0.85 0.85	0.85 0.85	0 1
38483	0.85			accuracy
38483	0.85	0.85	0.85	macro avg
38483	0.85	0.85	0.85	weighted avg

#### In [719]:

```
rfpred_t =rfc.predict_proba(df_test_pca)[:,1]
```

#### In [720]:

```
rfpred_test=pd.DataFrame({'Churn':y_test,'Probs':rfpred_t})
```

#### In [721]:

```
rfpred_test.head()
```

#### Out[721]:

	Churn	Probs
0	0	0.279869
1	1	0.525919
2	0	0.766447
3	1	0.543565
4	0	0.117195

#### In [722]:

```
rfpred_test['Predicted']=rfpred_test.Probs.map(lambda x:1 if x>0.52 else 0)
```

#### In [723]:

```
rfpred_test.head()
```

#### Out[723]:

	Churn	Probs	Predicted
0	0	0.279869	0
1	1	0.525919	1
2	0	0.766447	1
3	1	0.543565	1
4	0	0.117195	0

#### In [724]:

print (classification\_report(rfpred\_test.Churn, rfpred\_test.Predicted))

	precision	recall	f1-score	support
0	0.83	0.75	0.79	8273
1	0.77	0.84	0.81	8220
accuracy			0.80	16493
macro avg	0.80	0.80	0.80	16493
weighted avg	0.80	0.80	0.80	16493

```
In [725]:

print("Training Model parameters: ")
print ("Accuracy : % 4g" % metrics roc aug score(y train)
```

print ("Accuracy : %.4g" % metrics.roc\_auc\_score(y\_train, rfpred\_train.Finalpred
icted))
print ("Recall/Sensitivity : %.4g" % metrics.recall\_score(y\_train, rfpred\_train.
Finalpredicted))
print ("AUC Score (Train): %f" % metrics.roc\_auc\_score(y\_train, dtrain\_predprob
))

print("Precision : {}".format(metrics.precision\_score(y\_train, rfpred\_train.Final lpredicted)))

Training Model parameters:
Accuracy: 0.8493
Recall/Sensitivity: 0.8468
AUC Score (Train): 0.927490
Precision: 0.8513435950952257

#### In [726]:

```
print("Test Model parameters: ")
print ("Accuracy : %.4g" % metrics.roc_auc_score(y_test, rfpred_test.Predicted))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_test, rfpred_test.Pr
edicted))
print ("AUC Score (Test): %f" % metrics.roc_auc_score(y_test, rfpred_t))
print("Precision : {}".format(metrics.precision_score(y_test, rfpred_test.Predic
ted)))
```

Test Model parameters:
Accuracy: 0.7979
Recall/Sensitivity: 0.8438
AUC Score (Test): 0.870826
Precision: 0.7716955941255007

#### In [773]:

```
from sklearn.metrics import confusion_matrix
print("Confusion Matrix: ")
print(confusion_matrix(y_test, rfpred_test.Predicted))
```

Confusion Matrix: [[6221 2052] [1284 6936]]

#### \*Notes\*\*

- 1. Accuracy of model is good in both Training and Test Data sets
- 2. Recall/Sensitivity is also good and maintained in both Training and Test Data sets
- 3. Precison is also good as above 70%
- 4. AUC score of the model has improved to 84.5% post the threshold Probability of 0.52

#### **Preferred Model Analysis**

**Logistic Regression:** --Accuracy: 0.7347359485842478 --Recall: 0.7838199513381995 --Precision: 0.7126424068134056 **Random Forest:** --Accuracy: 0.7979 --Recall/Sensitivity: 0.8438 --Precision: 0.7716955941255007

#### **Preferred Model/ Winner: Random Forest**

- 1. Random Forest is the preferred Model as Accuracy of the model is better than Logistic Model
- 2. \*\*The Recall/Sensitivity & Precison factors are also better and maintained in Random Forest
- 3. \*\*The model is not overfitting and is generic as there is no drastic difference between Training and Test Results. So the model performs better on unseen data
- 4. \*\*AUC Score of Model is also good as it is 87%
- 5. \*\*Comparing the f1 scores and Confusion matrices of both logistic and Random Forest Models Random Forest emerges as the clear winner

## **Building Model without PCA**

#### **Model- Random Forest**

\*\* Building the model on training data sets without PCA

```
In [727]:
```

#### In [728]:

```
rfcnp.fit(X_train_np,y_train)
```

#### Out[728]:

#### In [729]:

```
dtrain_predict_np=rfcnp.predict(X_train_np)
dtrain_predprob_np = rfcnp.predict_proba(X_train_np)[:,1]
print("Training Model parameters-Training Set: ")
print ("Accuracy : %.4g" % metrics.roc_auc_score(y_train, dtrain_predict_np))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_train, dtrain_predict_np))
print ("AUC Score (Train): %f" % metrics.roc_auc_score(y_train, dtrain_predprob_np))
```

```
Training Model parameters-Training Set:
Accuracy: 0.919
Recall/Sensitivity: 0.9114
AUC Score (Train): 0.974261
```

#### In [730]:

```
dtest_predict_np=rfcnp.predict(X_test_np)
dtest_predprob_np = rfcnp.predict_proba(X_test_np)[:,1]
print("Evluation report on Test Data: ")
print ("Accuracy : %.4g" % metrics.roc_auc_score(y_test, dtest_predict_np))
print ("Recall/Sensitivity : %.4g" % metrics.recall_score(y_test ,dtest_predict_np))
print ("AUC Score (Train): %f" % metrics.roc_auc_score(y_test, dtest_predprob_np))
```

```
Evluation report on Test Data:
Accuracy: 0.9135
Recall/Sensitivity: 0.9028
AUC Score (Train): 0.970386
```

#### **Notes**

- 1. Model has done very well with Accuracy of 91%
- 2. Sensitivity of the model is very good approx 90%

<sup>\*</sup>Deriving feature importance\*

#### In [746]:

```
imp=rfcnp.feature_importances_
imp
```

#### Out[746]:

```
array([4.28406129e-04, 1.46933881e-03, 4.99775909e-02, 1.06645913e-0
3,
       1.19060770e-03, 3.76053500e-03, 7.88559306e-04, 1.11976740e-0
3,
       4.60896835e-03, 1.79070852e-03, 1.93241880e-02, 1.42151004e-0
1,
       2.82342698e-03, 2.36997904e-02, 1.46970850e-01, 1.28715924e-0
3,
       3.34782708e-03, 1.92605665e-02, 3.06355989e-03, 3.88396719e-0
3,
       5.55624398e-03, 1.28872254e-03, 1.14078208e-03, 2.08157597e-0
2,
       6.75915442e-03, 5.17215525e-03, 2.74383157e-03, 4.67885679e-0
3,
       1.70227840e-03, 2.67741121e-02, 9.55609555e-04, 2.14797361e-0
3,
       3.33455616e-02, 8.58912093e-04, 2.04809262e-03, 2.33877004e-0
2,
       9.73027147e-04, 1.27485719e-03, 4.48493437e-03, 1.42073412e-0
3,
       2.96178745e-03, 7.63403344e-02, 5.29574932e-03, 1.08817509e-0
3,
       8.37034371e-03, 1.88695311e-03, 6.34319645e-04, 4.68574534e-0
3,
       1.38418725e-03, 7.84641863e-04, 2.72854647e-03, 1.17336010e-0
3,
       2.89634812e-03, 1.19944299e-02, 3.44923205e-04, 1.28900048e-0
3,
       5.18553960e-02, 1.53882013e-03, 1.98838638e-03, 3.41786505e-0
2,
       1.97939775e-03, 3.06894265e-03, 3.44285821e-02, 1.82570034e-0
3,
       2.64333292e-03, 2.78338842e-02, 1.20040173e-03, 2.18236196e-0
3,
       1.42132265e-02, 1.37492546e-03, 1.45509452e-03, 5.83906024e-0
3,
       1.00036596e-03, 1.26076474e-03, 8.28397975e-03, 8.17013409e-0
4,
       1.14378826e-03, 1.02167552e-02, 1.97575998e-06, 0.00000000e+0
0,
       0.00000000e+00, 1.17886092e-03, 8.54015131e-04, 2.48225053e-0
3,
       9.49852812e-04, 1.27472303e-03, 5.06610689e-03, 5.31594133e-0
4,
       4.95524284e-04, 1.71566556e-03, 3.16088047e-04, 7.38318797e-0
4,
       1.15123772e-04, 2.91408135e-03, 4.82000023e-03, 5.23007174e-0
2,
       2.23309280e-03, 1.89962982e-03, 4.00858912e-04, 4.69535011e-0
4,
       5.93217828e-04, 8.68655739e-04, 2.10360117e-03, 3.38462871e-0
4,
       1.09797081e-03, 5.09820424e-04])
```

## mapping column names with importance

```
In [747]:
```

```
#for name, importance in zip(df_cols, imp):
for name, importance in zip(df_cols, imp):
    print(name, "=", importance)
```

```
arpu 6 = 0.000428406128694019
arpu 7 = 0.001469338809749534
arpu 8 = 0.04997759093744338
onnet mou 6 = 0.0010664591255723727
onnet mou 7 = 0.0011906076989066274
onnet mou 8 = 0.003760534995909619
offnet mou 6 = 0.0007885593059849056
offnet mou 7 = 0.0011197673996465522
offnet mou 8 = 0.004608968351902497
roam ic mou 6 = 0.0017907085242518947
roam ic mou 7 = 0.01932418799101418
roam ic mou 8 = 0.14215100384340487
roam og mou 6 = 0.002823426976749755
roam og mou 7 = 0.023699790380323636
roam og mou 8 = 0.14697084992987614
loc og mou 6 = 0.0012871592444620395
loc og mou 7 = 0.0033478270757533245
loc og mou 8 = 0.019260566543982654
std_og_mou_6 = 0.003063559885434841
std og mou 7 = 0.003883967186024259
std og mou 8 = 0.005556243977794144
isd og mou 6 = 0.0012887225382097866
isd og mou 7 = 0.0011407820835001943
isd og mou 8 = 0.020815759711131705
spl og mou 6 = 0.006759154416626769
spl_og_mou_7 = 0.005172155252757629
spl og mou 8 = 0.0027438315663630285
og others 6 = 0.004678856789222028
og others 7 = 0.0017022784019672169
og others 8 = 0.02677411207547937
total og mou 6 = 0.0009556095554990137
total og mou 7 = 0.00214797360600002
total og mou 8 = 0.033345561592081546
loc ic mou 6 = 0.0008589120932630188
loc ic mou 7 = 0.002048092618519195
loc ic mou 8 = 0.02338770044172436
std ic mou 6 = 0.0009730271471843873
std ic mou 7 = 0.001274857192012496
std ic mou 8 = 0.004484934372663194
total ic mou 6 = 0.001420734118494782
total_ic_mou_7 = 0.002961787453630681
total ic mou 8 = 0.07634033436774731
spl ic mou 6 = 0.005295749322722625
spl ic mou 7 = 0.0010881750914075873
spl ic mou 8 = 0.008370343712221888
isd ic mou 6 = 0.0018869531076647153
isd ic mou 7 = 0.0006343196447684852
isd ic mou 8 = 0.004685745344232016
ic others 6 = 0.0013841872464140405
ic others 7 = 0.0007846418629660333
ic others 8 = 0.0027285464664759855
total_rech_num_6 = 0.0011733601019935122
total rech num 7 = 0.0028963481179398514
total rech num 8 = 0.011994429944571675
total rech amt 6 = 0.0003449232048335955
total_rech_amt_7 = 0.001289000480204327
total rech amt 8 = 0.05185539597954208
\max \text{ rech amt } 6 = 0.0015388201284257629
max_rech_amt_7 = 0.0019883863837016607
\max \text{ rech amt } 8 = 0.034178650488380646
total rech data 6 = 0.001979397754019947
```

```
total rech data 7 = 0.0030689426456023744
total rech data 8 = 0.0344285820592214
max rech data 6 = 0.0018257003421222379
\max \text{ rech data } 7 = 0.002643332915545892
\max \text{ rech data } 8 = 0.027833884208403985
count rech 2g 6 = 0.0012004017327724877
count rech 2g 7 = 0.002182361963848955
count rech 2g 8 = 0.014213226532918495
count rech 3g 6 = 0.001374925455146684
count rech 3g 7 = 0.0014550945183788705
count rech 3g 8 = 0.005839060243450501
vol 2g mb 6 = 0.0010003659601310897
vol 2g mb 7 = 0.0012607647388504463
vol 2g mb 8 = 0.008283979750134231
vol 3g mb 6 = 0.0008170134090197137
vol 3g mb 7 = 0.0011437882643459234
vol 3g mb 8 = 0.010216755162265577
night pck user 6 = 1.9757599814280796e-06
night pck user 7 = 0.0
night pck user 8 = 0.0
monthly 2g 6 = 0.001178860918650319
monthly 2g 7 = 0.0008540151307726339
monthly 2g 8 = 0.002482250530946055
sachet 2g 6 = 0.0009498528119304991
sachet 2q 7 = 0.0012747230326319173
sachet 2g 8 = 0.005066106890423425
monthly 3q 6 = 0.0005315941327581485
monthly 3g 7 = 0.0004955242844644428
monthly 3g \ 8 = 0.001715665563693029
sachet 3g\ 6 = 0.00031608804718760095
sachet 3q 7 = 0.0007383187974787073
sachet 3g 8 = 0.00011512377208791548
fb user 6 = 0.002914081353352586
fb user 7 = 0.004820000227692812
fb user 8 = 0.052300717373213075
aon = 0.0022330927999574227
aug vbc 3g = 0.0018996298177419927
jul vbc 3q = 0.0004008589117957976
jun vbc 3g = 0.00046953501056817343
sep vbc 3g = 0.0005932178284611293
rech data 6 total = 0.0008686557394525258
rech data 7 total = 0.0021036011673263508
Total rech 6 = 0.00033846287119815527
Total rech_7 = 0.0010979708103992583
avg amt 6.7 = 0.0005098204242302779
```

#### In [748]:

```
featmap=list(zip(df cols, imp))
```

In [749]:

featmap

#### Out[749]:

```
[('arpu 6', 0.000428406128694019),
('arpu 7', 0.001469338809749534),
('arpu 8', 0.04997759093744338),
('onnet mou 6', 0.0010664591255723727),
('onnet_mou_7', 0.0011906076989066274),
('onnet mou 8', 0.003760534995909619),
('offnet mou 6', 0.0007885593059849056),
('offnet_mou_7', 0.0011197673996465522),
('offnet_mou_8', 0.004608968351902497),
('roam ic mou 6', 0.0017907085242518947),
('roam_ic_mou_7', 0.01932418799101418),
 ('roam ic mou 8', 0.14215100384340487),
 ('roam_og_mou_6', 0.002823426976749755),
('roam og mou 7', 0.023699790380323636),
('roam og_mou_8', 0.14697084992987614),
  'loc_og_mou_6', 0.0012871592444620395),
 ('loc_og_mou_7', 0.0033478270757533245),
('loc_og_mou_8', 0.019260566543982654),
('std og mou 6', 0.003063559885434841),
 ('std_og_mou_7', 0.003883967186024259),
('std og mou 8', 0.005556243977794144),
('isd og mou 6', 0.0012887225382097866),
('isd_og_mou_7', 0.0011407820835001943),
 ('isd_og_mou_8', 0.020815759711131705),
('spl_og_mou_6', 0.006759154416626769),
('spl_og_mou_7', 0.005172155252757629),
 ('spl_og_mou_8', 0.0027438315663630285),
 ('og_others_6', 0.004678856789222028),
('og others 7', 0.0017022784019672169),
('og_others_8', 0.02677411207547937),
 ('total_og_mou_6', 0.0009556095554990137),
('total og mou 7', 0.00214797360600002),
('total og mou 8', 0.033345561592081546),
 ('loc_ic_mou_6', 0.0008589120932630188),
 ('loc_ic_mou_7', 0.002048092618519195),
('loc ic mou 8', 0.02338770044172436),
('std ic mou 6', 0.0009730271471843873),
('std_ic_mou_7', 0.001274857192012496),
 ('std ic mou 8', 0.004484934372663194),
('total ic mou 6', 0.001420734118494782),
('total ic mou 7', 0.002961787453630681),
 ('total_ic_mou_8', 0.07634033436774731),
 ('spl ic mou 6', 0.005295749322722625),
('spl ic mou 7', 0.0010881750914075873),
 ('spl ic mou 8', 0.008370343712221888),
 ('isd_ic_mou_6', 0.0018869531076647153),
('isd ic mou 7', 0.0006343196447684852),
('isd_ic_mou_8', 0.004685745344232016),
 ('ic_others_6', 0.0013841872464140405),
('ic others_7', 0.0007846418629660333),
('ic others 8', 0.0027285464664759855),
('total rech num 6', 0.0011733601019935122),
 ('total_rech_num_7', 0.0028963481179398514),
('total_rech_num_8', 0.011994429944571675),
('total rech amt 6', 0.0003449232048335955),
('total_rech_amt_7', 0.001289000480204327),
 ('total rech amt 8', 0.05185539597954208),
 ('max rech amt 6', 0.0015388201284257629),
 ('max rech amt 7', 0.0019883863837016607),
```

('max rech amt 8', 0.034178650488380646), ('total rech data 6', 0.001979397754019947), ('total\_rech\_data\_7', 0.0030689426456023744), ('total\_rech\_data\_8', 0.0344285820592214), ('max rech data 6', 0.0018257003421222379), ('max rech data 7', 0.002643332915545892),

```
('max_rech_data_8', 0.027833884208403985),
 ('count rech 2g 6', 0.0012004017327724877),
 ('count rech 2g 7', 0.002182361963848955),
 ('count rech 2g 8', 0.014213226532918495),
 ('count_rech_3g_6', 0.001374925455146684),
 ('count_rech_3g_7', 0.0014550945183788705),
 ('count rech 3g 8', 0.005839060243450501),
 ('vol 2g mb_6', 0.0010003659601310897),
 ('vol_2g_mb_7', 0.0012607647388504463),
 ('vol 2g mb_8', 0.008283979750134231),
 ('vol 3g mb 6', 0.0008170134090197137),
 ('vol 3g_mb_7', 0.0011437882643459234),
 ('vol 3g mb 8', 0.010216755162265577),
 ('night pck user 6', 1.9757599814280796e-06),
 ('night pck user 7', 0.0),
 ('night_pck_user_8', 0.0),
 ('monthly_2g_6', 0.001178860918650319),
 ('monthly 2g 7', 0.0008540151307726339),
 ('monthly 2g 8', 0.002482250530946055),
 ('sachet_2g_6', 0.0009498528119304991),
 ('sachet 2g 7', 0.0012747230326319173),
 ('sachet 2g 8', 0.005066106890423425),
 ('monthly_3g_6', 0.0005315941327581485),
 ('monthly_3g_7', 0.0004955242844644428),
 ('monthly 3g 8', 0.001715665563693029),
 ('sachet_3g_6', 0.00031608804718760095),
 ('sachet_3g_7', 0.0007383187974787073),
 ('sachet 3g 8', 0.00011512377208791548),
 ('fb_user_6', 0.002914081353352586),
 ('fb user_7', 0.004820000227692812),
 ('fb_user_8', 0.052300717373213075),
 ('aon', 0.0022330927999574227),
 ('aug_vbc_3g', 0.0018996298177419927),
   jul_vbc_3g', 0.0004008589117957976),
 ('jun vbc 3g', 0.00046953501056817343),
 ('sep vbc 3g', 0.0005932178284611293),
 ('rech_data_6_total', 0.0008686557394525258),
 ('rech_data_7_total', 0.0021036011673263508),
 ('Total rech_6', 0.00033846287119815527),
 ('Total rech 7', 0.0010979708103992583),
 ('avg amt 6 7', 0.0005098204242302779)]
In [750]:
def Sort Tuple(tup):
    return(sorted(tup, key = lambda x: x[1],reverse=True))
Sorting Feature Names based on importance in descending order
```

In [751]:

Sort\_Tuple(featmap)

#### Out[751]:

```
[('roam_og_mou_8', 0.14697084992987614),
('roam_ic_mou_8', 0.14215100384340487),
('total ic mou 8', 0.07634033436774731),
('fb user 8', 0.052300717373213075),
('total rech amt 8', 0.05185539597954208),
 ('arpu 8', 0.04997759093744338),
('total rech data 8', 0.0344285820592214),
('max rech amt 8', 0.034178650488380646),
 ('total_og_mou_8', 0.033345561592081546),
('max rech data 8', 0.027833884208403985),
('og others 8', 0.02677411207547937),
 ('roam_og_mou_7', 0.023699790380323636),
 ('loc_ic_mou_8', 0.02338770044172436),
('isd og mou 8', 0.020815759711131705),
('roam_ic_mou_7', 0.01932418799101418),
  'loc_og_mou_8', 0.019260566543982654),
 ('count rech 2g 8', 0.014213226532918495),
('total rech num 8', 0.011994429944571675),
('vol 3g mb 8', 0.010216755162265577),
 ('spl_ic_mou_8', 0.008370343712221888),
 ('vol 2g mb 8', 0.008283979750134231),
('spl og mou 6', 0.006759154416626769),
 ('count_rech_3g_8', 0.005839060243450501),
 ('std_og_mou_8', 0.005556243977794144),
('spl ic mou 6', 0.005295749322722625),
('spl_og_mou_7', 0.005172155252757629),
 ('sachet_2g_8', 0.005066106890423425),
 ('fb user 7', 0.004820000227692812),
('isd ic mou 8', 0.004685745344232016),
('og others 6', 0.004678856789222028),
 ('offnet_mou_8', 0.004608968351902497),
('std_ic_mou_8', 0.004484934372663194),
('std og mou 7', 0.003883967186024259),
 ('onnet mou 8', 0.003760534995909619),
 ('loc og mou 7', 0.0033478270757533245),
('total rech data 7', 0.0030689426456023744),
('std og mou 6', 0.003063559885434841),
 ('total_ic_mou_7', 0.002961787453630681),
 ('fb user 6', 0.002914081353352586),
('total rech num 7', 0.0028963481179398514),
('roam_og_mou_6', 0.002823426976749755),
 ('spl_og_mou_8', 0.0027438315663630285),
 ('ic others 8', 0.0027285464664759855),
('max rech data 7', 0.002643332915545892),
 ('monthly 2g 8', 0.002482250530946055),
 ('aon', 0.0022330927999574227),
('count_rech_2g_7', 0.002182361963848955),
('total_og_mou_7', 0.00214797360600002),
 ('rech_data_7_total', 0.0021036011673263508),
 ('loc_ic_mou_7', 0.002048092618519195),
('max rech amt 7', 0.0019883863837016607),
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 ('aug_vbc_3g', 0.0018996298177419927),
 ('isd ic mou 6', 0.0018869531076647153),
('max rech data 6', 0.0018257003421222379),
 ('roam_ic_mou_6', 0.0017907085242518947),
 ('monthly_3g_8', 0.001715665563693029),
 ('og others 7', 0.0017022784019672169),
 ('max rech amt 6', 0.0015388201284257629),
```

```
('arpu 7', 0.001469338809749534),
('count rech 3g 7', 0.0014550945183788705),
('total ic mou 6', 0.001420734118494782),
('ic_others_6', 0.0013841872464140405),
('count rech 3g 6', 0.001374925455146684),
('total rech amt 7', 0.001289000480204327),
('isd og mou 6', 0.0012887225382097866),
('loc og mou 6', 0.0012871592444620395),
('std ic mou 7', 0.001274857192012496),
('sachet 2g 7', 0.0012747230326319173),
('vol 2g mb 7', 0.0012607647388504463),
('count_rech_2g_6', 0.0012004017327724877),
('onnet mou 7', 0.0011906076989066274),
('monthly 2g 6', 0.001178860918650319),
('total rech num 6', 0.0011733601019935122),
('vol 3g mb 7', 0.0011437882643459234),
('isd og mou 7', 0.0011407820835001943),
('offnet_mou_7', 0.0011197673996465522),
('Total rech 7', 0.0010979708103992583),
('spl ic mou 7', 0.0010881750914075873),
('onnet_mou_6', 0.0010664591255723727),
('vol_2g_mb_6', 0.0010003659601310897),
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('sachet 2g 6', 0.0009498528119304991),
('rech_data_6_total', 0.0008686557394525258),
('loc ic mou 6', 0.0008589120932630188),
('monthly_2g_7', 0.0008540151307726339),
('vol_3g_mb_6', 0.0008170134090197137),
('offnet_mou_6', 0.0007885593059849056),
('ic others 7', 0.0007846418629660333),
('sachet 3g 7', 0.0007383187974787073),
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('monthly_3g_6', 0.0005315941327581485),
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('jun vbc 3g', 0.00046953501056817343),
('arpu 6', 0.000428406128694019),
 jul vbc 3g', 0.0004008589117957976),
('total rech amt 6', 0.0003449232048335955),
('Total rech 6', 0.00033846287119815527),
('sachet_3g_6', 0.00031608804718760095),
('sachet 3g 8', 0.00011512377208791548),
('night pck user 6', 1.9757599814280796e-06),
('night pck user 7', 0.0),
('night pck user 8', 0.0)]
```

#### In [754]:

```
#Storing data frame with Features & importances
df_feat=pd.DataFrame(imp,index=df_cols)
```

In [755]:

```
df feat.head()
Out[755]:
                  0
     arpu_6 0.000428
     arpu_7 0.001469
      arpu_8 0.049978
onnet_mou_6 0.001066
onnet_mou_7 0.001191
In [756]:
#sorting the dataframe based on feature importance
final df = df feat.sort values(by=[0], ascending=False)
In [757]:
final df.head()
Out[757]:
                     0
 roam_og_mou_8 0.146971
  roam_ic_mou_8 0.142151
  total_ic_mou_8 0.076340
      fb user 8 0.052301
total_rech_amt_8 0.051855
In [766]:
# Deriving top 21 variables
final=final_df[:21]
```

## In [767]:

### final.head(21)

## Out[767]:

	0		
roam_og_mou_8	0.146971		
roam_ic_mou_8	0.142151		
total_ic_mou_8	0.076340		
fb_user_8	0.052301		
total_rech_amt_8	0.051855		
arpu_8	0.049978		
total_rech_data_8	0.034429		
max_rech_amt_8	0.034179		
total_og_mou_8	0.033346		
max_rech_data_8	0.027834		
og_others_8	0.026774		
roam_og_mou_7	0.023700		
loc_ic_mou_8	0.023388		
isd_og_mou_8	0.020816		
roam_ic_mou_7	0.019324		
loc_og_mou_8	0.019261		
count_rech_2g_8	0.014213		
total_rech_num_8	0.011994		
vol_3g_mb_8	0.010217		
spl_ic_mou_8	0.008370		
vol_2g_mb_8	0.008284		

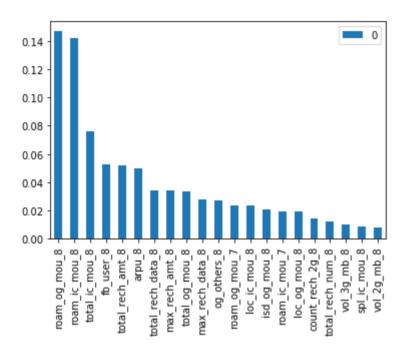
## Plotting Bar Graph- Visual Analysis of Important Feature

#### In [768]:

final.plot.bar()

#### Out[768]:

<matplotlib.axes.\_subplots.AxesSubplot at 0x1414f57f0>



## **Important Feature Analysis**

Some of the top main predictiors of churn are the monthly KPI features for the action phase (3rd month August).

The graph above suggest that the top 25 features ranked in order of importance as produced by our RandomForest implementation are the features that belong to month 8 i.e., the action month. Hence, it is clear that what happens in the action phase has a direct impact on the customer churn of high value customers. Specifically, these features are as follows:

- 1. roam\_og\_mou\_8 -- outgoing roaming calls minutes of usage in month 8
- 2. roam\_ic\_mou\_8 -- incoming roaming calls minutes of usage in month 8
- 3. total\_ic\_mou\_8 -- Total incoming minutes of usage in month 8
- 4. fb\_user\_8 -- services of Facebook and similar social networking sites for month 8
- 5. total rech amt 8 -- total recharge amount in month 8
- 6. arpu 8 -- average revenue per user in month 8
- 7. total\_rech\_data\_8 -- total data recharge (MB) in month 8
- 8. max\_rech\_amt\_8 -- maximum recharge amount in month 8
- 9. total\_og\_mou\_8 -- total outgoing calls minutes of usage in month 8
- 10. max\_rech\_amt\_8 -- maximum recharge amount in month 8
- 11. og\_others\_8
- 12. roam\_og\_mou\_7 -- outgoing roaming calls minutes of usage in month 7
- 13. loc\_ic\_mou\_8 -- local incoming minutes of usage in month 8
- 14. isd\_og\_mou\_8 -- outgoing ISD minutes of usage in month 8
- 15. roam\_ic\_mou\_7 -- incoming roaming calls minutes of usage in month 8
- 16. loc\_og\_mou\_8 -- local outgoing calls minutes of usage in month 8
- 17. count\_rech\_2g\_8 -- Number of 2g data recharge in month 8
- 18. total\_rech\_num\_8 -- total number of recharges done in the month 8
- 19. vol\_3g\_mb\_8 -- volume of 3G data (MB) consumed for month 8
- 20. spl\_ic\_mou\_8 -- Special incoming call for the month of 7
- 21. vol 2g mb 8 -- volume of 2G data (MB) consumed for month 8

#### **Notes**

- 1. Local& Roaming calls Mou's be it incoming or outgoing have a very important role for churn predictions.
- 2. Reduction in these KPI's forms a clear indicator of churn.
- 3. Overall, drop in any of these indicator KPI is a signal that the customer is not actively engaging in the services offered by the Network operator and thus may choose to churn in the near future.
- 4. Data Usage and Social Networking sites packages also are a vital factor in retaining customers

Next, we will look at some of the stratergic steps which can be taken to retain these predicted churners.

#### Strategies to Manage customer churn

#### 1. Monitoring Drop in usage

--Telecom company should pay close attention to drop in MoU, ARPU and data usage (2g and 3g) month over month. If feasible, the company should track these numbers week over week. Since billing cycles are typically monthly, a drop in usage numbers will give the company time to react when tracked at weekly level. --Contact these customers proactively to find out what's affecting their experience. --\*offer them attractive data recharge coupons or other incentives to continue to use the services, while the company fixes the issues reported.

- 1. Improving Outgoing services
- 2. --\*The Network operators must futher investigate their outgoing tariffs, plans and campaigns.
- 3. --\*There could be a possibility that the outgoing tariffs offered to it's customer are less competitive to the outgoing tariffs of their competitor.
- 4. --Attractive offers like Discounted outgoing rates during particular hours of the day for these customers or For every X mou, grant customer with some % of X free mou.
- 5. -- Free monthly outgoing mou's depending on the users past roaming mou usage.
- 1. Improving Roaming services
- 2. -- Churners show higher roaming usage than non-churners.
- 3. -- The Network operators must futher investigate their roaming tariffs, and quality of service.
- 4. --\*Might be that the roaming tariffs offered are less competitive than their competitor.
- 5. --It might be that the customer is not getting good quality of service while roaming. In this case, quality of service guarantees with roaming partners and network quality need to be investigated.
- --New campaigns which targets the roaming customers can be rolled out. Like Discounted roaming rates
  during particular hours of the day or Free monthly roaming mou's depending on the users past roaming
  mou usage.
- 1. \*\*Offer Attractive packages and monthly recharge plans for
  - --\*2G & 3G Data Recharge packs\*
  - --\*Facebook an other scoial Networking Sites\*

In [ ]:		