# High Level Machine Learning Classification Project Life Cycle

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### 1.Domain Introduction

We have the customer data for a **telecom** company which offers many services like phone, internet, TV Streaming and Movie Streaming.

#### 2.Problem Statement

"Find the Best model to predict behavior to retain customers. You can analyze all relevant customer data and develop focused customer retention programs."

### 3. Data Source

Available at: IBM watson analytics page (https://community.watsonanalytics.com/wp-content/uploads/2015/03/WA Fn-UseC -Telco-Customer-Churn.csv?

cm mc uid=14714377267115403444551&cm mc sid 50200000=12578191540344455127&cm mc sid 52640000=36692891540344455130)

# 4. Data Description

This data set provides info to help you predict behavior to retain customers. You can analyze all relevant customer data and develop focused customer retention programs.

A telecommunications company is concerned about the number of customers leaving their landline business for cable competitors. They need to understand who is leaving. Imagine that you're an analyst at this company and you have to find out who is leaving and why.

The data set includes information about:

- Customers who left within the last month the column is called Churn
- Services that each customer has signed up for phone, multiple lines, internet, online security, online backup, device protection, tech support, and streaming TV and movies
- Customer account information how long they've been a customer, contract, payment method, paperless billing, monthly charges, and total charges
- Demographic info about customers gender, age range, and if they have partners and dependents

# 5. Identify the target variable

The Goal is to predict whether or not a particular customer is likely to retain services. This is represented by the Churn column in dataset. Churn=Yes means customer leaves the company, whereas Churn=No implies customer is retained by the company.

#### 6. Read the data

```
In [ ]: 🕨
             1 # Step1 : importing the librabries like Numpy, Pandas, matplotlib, seaborn
                          Reading the Data from the CSV File
             2
             3
                import numpy as np
               import pandas as pd
               import matplotlib.pyplot as plt
             7 %matplotlib inline
                import seaborn as sns
                import warnings
             10
             11
             12
               # to remove the warnings coming in the output
             13
               if name == ' main ':
                    warnings.filterwarnings(action='ignore', category=UserWarning)
             15
                    warnings.filterwarnings(action='ignore', category=DeprecationWarning)
             16
             17
            18 # Laoding The Data From the File
                df = pd.read csv('WA Fn-UseC -Telco-Customer-Churn.csv',index col='customerID')
             20
               # the shapeof DataSet, number of rows and number of Columns
             22 print(df.shape)
             23
               print(df.size)
             24
             25 print(" The Telecom Company Data Set contains %d rows and features %d"%(df.shape[0],df.shape[1]))
```

# 7. Inspect the data

https://www.kaggle.com/blastchar/telco-customer-churn# (https://www.kaggle.com/blastchar/telco-customer-churn)

```
In [ ]: N
             1 # Inspecting the Data of the Customer , seeing the fields of the DataSet
             2 print('-'*80,"\n The Records of Customer of Telecom \n",'-'*80)
             3 print(df.head(3))
```

```
In [ ]: |
             1 #Step2: Analysing the customer Data
              3 print('-'*80,"\n Analysing the Data by using functions like info, describe, checking for missing values \n",'-'*
                # the datatypes of the fields
                print(df.info())
                # checking the mean, min, max values for numeric fields
                print(df.describe())
              9
                # checking if there are any null values
             11 print(df.isnull().sum())
             12
             13
                print('-'*80,'''\n We observe that
                      1. The attributes are mostly object type(Except -Tenure, monthly charges, Senior Citizen)
             14
                      2. Numeric Fields are-Senior Citizen with binary value(0,1), Tenure is maximum 72 months and avg-32 months
             15
                         monthly charges maximum is 118 rupees with average 64 Rupees
             16
                      3. Senior Citizen should be Categorical field
             17
                      4. And No Null Values ''')
             18
                # Analysing for non numeric fields
               # printing the information on Nonnumerical Fields
                print('-'*80,"\n Printing the non numerical fields , their unique values , \n",'-'*80)
```

```
In [ ]: ▶
                print(df.describe(include=object))
                 print('-'*80,'''\n From Non-numerical Values , We observe that
                      1. Gender is mostly balanced , mean both male and female are customers
                       2. Maximum Customers have taken phone Service, Internet Service via Fiber optic is
              9
                          more preferred
             10
                       3. 50% Customers have opted for month-to-month billing , Max opted for paperless
             11
                          billing and mostly Electronic cheque
             12
                       4. Total Charges should be Float field , instead of Object Type
             13
                      ''')
             14
             15
```

```
In [ ]: ▶
             1 print('-'*80)
              2 print(" Identifying the Unique Fields for the Categorical Fields\n",'-'*80)
                # printing the Unique values for the Categorical/Object Fields
                # As the Data contains Total charges numerical , instead of Float type , having max-val=10
                # so that such columns are not considered.
                 def print_unique_values(df,max_val = 10):
                    for col in df:
                        if (len(df[col].unique()) < 10):</pre>
             10
                             print(df[col].name, ":" ,df[col].unique())
             11
             12
             13 print unique values(df)
```

# 8. Data Manipulation

#Defined A Common Function to remove spaces, special characters, brackets from column Names

In [ ]: |

```
# and Fields Values of a DataSet
              3
                 def filter df(df):
              5
              6
                     import string
              7
                       print(string.punctuation)
              8
                     def remove punctuation(s):
              9
                         s = ''.join([i for i in s if i not in frozenset(string.punctuation) and i not in ' '])
             10
             11
                         return s
             12
             13
                     # To replace the spaces with ' ', and removing brackets from Column NAmes
                     df.columns = df.columns.str.strip().str.replace(' ', '_').str.replace('(', '').str.replace(')', '')
             14
             15
                     # removing punctuation from the object type column values
             16
                     df categorical = df.select dtypes(include=object)
             17
             18
                     print(len(df categorical))
                     for col in df categorical.columns:
             19
                         df[col] = df[col].apply(remove punctuation)
             20
             21
                     return df
             22
                # calling the function to Filter the Column Names and Column Values
             23
                 df = filter df(df)
             25
             26
                 print('-'*80,"\n The DataSet after removing the punctuations \n",'-'*80)
             28
                 print(df.head())
             29
             30
In [ ]: 🕨
              1 # Creating a Copy of the DataSet
              2 df org = df
              3 print(df org.head())
```

#### **Data Manipulation**

- 1. We Observe from the Data, that Total Charges Atrribute should be Float instead of object variable.
- 2. And Senior Citizen Atrribute should be Categorical, instead of Int

```
In [ ]: N
              1 # We need to convert the Total Charges from object type to Numeric
              2 \mid \#df = df \text{ or } q
                # replacing the Space if found in Field with null value
              5 df['TotalCharges'] = df['TotalCharges'].replace(r'\s+', np.nan, regex=True)
              6 # converting to numeric
             7 #print(df['TotalCharges'].head())
              8 | df['TotalCharges'] = pd.to numeric(df['TotalCharges'])
             10
             11 print('-'*80,"\n Total Charges converted to numeric Field \n",'-'*80)
             12 print(df.info())
In [ ]: ▶
             1 # making The SeniorCitizen Column , Categorical
              3 df['SeniorCitizen'] = df['SeniorCitizen'].replace({1:'Yes',0:'No'})
              5 print(" After Making Senior Citizen Field Categorical , checking for Nulls \n",'-'*80)
                print(df.isnull().sum())
             7 print(df.head())
In [ ]: ▶
             1 # We Observe the Conversions There are 11 values null in TotalCharges.
             2 #print(df[df['TotalCharges'].isnull()== True].head())
              3 print('-'*80,'''\n We Observe after converting TotalCharges and Senior Citizen columns
                       1. Totalcharges Column has some null values
                       2. Tenure for Such customers is 0 , hence we can fill null values by mean value so will not impact much \
              6 | df['TotalCharges'] = df['TotalCharges'].fillna(df['TotalCharges'].mean())
             7 print(df.isnull().sum())
```

We Observe that on converting the Field to Numeric, there are some null values for Total Charges created for customers who has not opted out of Service The Tenure for these customers is 0 ,but there may be additional charges so we can put the total charges as mean value

#### **Imputation**

```
In [ ]: |
             1 # the Final Data Set
             2 print(df.head())
```

# 9. Exploratory Data Analysis

```
In [ ]: ▶
                # IDentifying the Categorical and Numerical FEatures of the DataSet and creating two Datasets
               df categorical = df.select dtypes(include=object)
               column categorical = df categorical.columns
               print('-'*80,"\n The Categorical Fields are \n",'-'*80)
             7 print(column categorical)
In [ ]: ▶
             1 # The Numerical Fields in the DataSet
               df numerical = df.select dtypes(include=[np.float,np.int64])
                print('-'*80,"\n The Numerical Fields are \n",'-'*80)
               column numerical = df numerical.columns
               print(column numerical)
```

#### **Univariate Analysis**

```
In [ ]: ▶
                 # Function to display the distribution of each variable for
                 # Categorical Fields as well as Numerical fields, based on the object mode value
              3
                 def display plot(df, col to exclude, object mode = True):
              5
                      This function plots the count or distribution of each column in the dataframe based on specified inputs
              6
              7
                      @Args
              8
                        df: pandas dataframe
              9
                        col to exclude: specific column to exclude from the plot, used for excluded key
                        object mode: whether to plot on object data types or not (default: True)
             10
             11
             12
                      Return
             13
                        No object returned but visualized plot will return based on specified inputs
             14
             15
                     n = 0
             16
                     this = []
             17
             18
                     if object mode:
             19
                         nrows = 4
             20
                         ncols = 4
             21
                         width = 20
                         height = 20
             22
             23
             24
                     else:
             25
                         nrows = 2
             26
                         ncols = 2
             27
                         width = 14
             28
                         height = 10
             29
             30
             31
                     for column in df.columns:
                         if object mode:
             32
             33
                             if (df[column].dtypes == '0') & (column != col to exclude):
                                 this.append(column)
             34
             35
             36
             37
                         else:
             38
                             if (df[column].dtypes != '0'):
             39
                                 this.append(column)
             40
             41
                     totcnt = len(this)
```

```
fig, ax = plt.subplots(nrows, ncols, sharex=False, sharey=False, figsize=(width, height))
42
        for row in range(nrows):
43
            for col in range(ncols):
44
                if (totcnt == 0):
45
                    break
46
47
                if object mode:
48
                    g = sns.countplot(df[this[n]], ax=ax[row][col])
49
                else:
                    g = sns.distplot(df[this[n]], ax = ax[row][col])
50
51
                totcnt -= 1
52
53
54
55
                ax[row,col].set title("Column name: {}".format(this[n]))
56
                ax[row, col].set xlabel("")
57
                ax[row, col].set ylabel("")
58
59
                n += 1
60
        plt.show();
61
        return None
62
```

```
In [ ]: ▶
             1 # Displaying the Plots for each variable for Categorical Fields
                # Step3: Data Visualisation of the Customer Data
              3
                 display plot(df, 'customerid', object mode = True)
              6
                print('-'*80, "\n The Main observations from the Categorical Data as follows \n",'-'*80)
                print('''
                               1. Almost Equal Percentage of Male and Female Customers
              9
                       2. Most of Customers have Phone Service
                      FiberOptics is preferred InternetService way
             10
             11
                      4. Most of the Customers have taken Monthly Plan
                      5. Payment preferred by Customers is paperless and mostly pay through
             12
             13
                          Electronic Cheque
             14
                      6. Very few Customers have taken online services, like Backup, Streaming,
             15
                          opportunity for company to sell that to customers
             16
```

```
In [ ]: ▶
             1 # Observing the Numerical Fields
               df.head()
                display plot(df, 'customerid', object mode = False)
                print('-'*80, "\n The Main observations from the Numerical Data as follows \n",'-'*80)
                               1. Maximum Customers have taken month wise Tenure and followed by very long tenures,
                print('''
                        Hence Maximum customers pay monthly charges
              9
             10
```

#### Feature Engineering

Based on the value of the services the subscribers subscribed to, there are yes, no, and no phone / internet service. These are somewhat related to primary products. Examples are illustrated through *panda crosstab* function below:

#### 1. Phone service (Primary) and Multiple lines (Secondary)

- If the subscribers have phone service, they may have multiple lines (yes or no).
- But if the subscribers don't have phone service, the subscribers will never have multiple lines.

```
pd.crosstab(index = df["PhoneService"], columns = df["MultipleLines"])
In [ ]:
```

#### 2. Internet Service (Primary) and other services, let's say streaming TV (secondary)

- If the subscribers have Internet services (either DSL or Fiber optic), the subscribers may opt to have other services related to Internet (i.e. onlineSecurity, OnlineBackup, DeviceProtection, TechSupport, StreamingTV, StreamingMovies, ).
- But if the subscribers don't have the Internet services, this secondary service will not be available for the subscribers.

```
In [ ]: ▶
             1 # Show For StreamingTV Feature, which has yes, no , no Internet option
             2 | pd.crosstab(index = df["InternetService"], columns = df["StreamingTV"])
```

So We can transform the Secondary Attributes (MultipleLines, StreamingTV...) to have only two values. Yes and No and Transform No Phone / Internet service to be the same No

```
# Function Defined to identify all the columns/Services that have more than 2 options
In [ ]: 🕨
               # as mentioned above and replace "No Phone Service" &"No Internet Service" to "No"
                 def convert no service (df):
                     col to transform = []
              5
                     for col in df.columns:
              6
              7
                        if (df[col].dtype == '0') & (col != 'customerid'):
                            if len(df[df[col].str.contains("No")][col].unique()) > 1:
                                 col to transform.append(col)
              9
             10
                     print("Total column(s) that will be transformed: {}".format(col to transform))
             11
                     for col in col to transform:
             12
                         df.loc[df[col].str.contains("No"), col] = 'No'
             13
             14
             15
                     return df
In [ ]:
             1 df = convert no service(df)
In [ ]: |
             1 # Let's see the data after transformation.
             2 print("The Data Can be Visualised again after Transforming the Secondary Columns")
             3 display plot(df, 'customerid', object mode = True)
```

The Conclusions that can be made after transforming Columns are

- 1. Most customers have phone Service and Single line (opportunity 1 for multiline)
- 2. Customers having Internet Service, have very few Secondary services (StreamingTV, OnlineBackUp...) (Opportunity2 for cross-sell)

```
In [ ]: |
                 #1We have observed above each Columns Behavior for the customers, now we can see the impact
                 #20 f these columns on Target Column Churn
                 #Bunction to compare each Column with Churn
                 def compare Features(cols cmp, Target = 'Churn'):
                    for col in cols cmp:
                  8
                         print(col)
                         pd.crosstab(index = df[col],columns=df[Target],margins=True).plot(kind='bar',figsize=(5,3))
                  9
                         for lbl in df[col].unique():
                 10
                             Fea cnt = len(df[(df[col] == lbl)&(df['Churn']== 'Yes')])
                 11
                             print(" Percent of ({} {}) Left Company {}".format(lbl ,col, (Fea cnt/Churn cnt)*100))
                 12
                 13
                 14
                 #15compare Features(df, df. Churn)
                 dols = column categorical
                 መጀመጥ cnt = len(df[(df['Churn'] == 'Yes')])
                 d@1s cmp = cols[0:5]
                 19
                 #20Comparing the First 5 Columns /FEatures with Churn
                 2dmpare Features(cols cmp)
                 22int('-'*80)
                 print(''' The Conclusion that can be made from Comparing with Churn are:
                         1. Churning of Customers was independent of Gender (i.e no impact)
                         2. More percentage Young Customers, Non Partnered , having no Dependents and have
                 25
                 26
                            PhoneService left Company
                         3. Company could make customers partners, and see if there is any issue with Phone Service ''')
                 27
```

```
In [ ]: |
             1 # Comparing the Next 5 Columns /FEatures with Churn
             2 cols cmp = cols[5:10]
             3 compare Features(cols cmp)
                print('-'*80)
               print(''' The Conclusion that can be made from Comparing with Churn are:
                        1. Churning of Customers was independent of whether they had Multiple Lines
                        2. More percentage Customers taking FiberOptic Internet Service, not having Online
             7
                           Services ...left Company
                        3. Company could check if some issue with FiberOptic Service, and try selling online
             9
                           services ''')
             10
In [ ]: |
             1 # Comparing the Next 5 Columns /FEatures with Churn
             2 cols cmp = cols[10:16]
              3
                compare Features(cols cmp)
               print('-'*80)
                print(''' The Conclusion that can be made from Comparing with Churn are:
                        1. Percentage of Customers having no TechSupport left Company
                        2. Having Streaming Tv, Movies or not had same impact on leaving Company
                        3. Maximum percentage of Customers with MonthtoMonth Contract Left
                        3. Company could try making customers with longer contracts to retain them ''')
             10
In [ ]: |
             1 # To check the relation between Tenure and Partner Atrributes
             plt.figure(figsize=(8,4))
             3 sns.countplot(x=df['tenure'],hue=df.Partner);
```

We Observer, Most of the Customers that are Partners Stay Longer with The Company. So Being a Partner is a Plus-Point For the Company as they will Stay Longer with Them.

Let's Check for Outliers in Monthly Charges And Total Charges Using Box Plots

```
1 df.boxplot('MonthlyCharges');
In [ ]: N
             2 | print(" No Outliers in Monthly Charges")
```

```
1 # For Total Charges Attribute , we observe there are outliers
In [ ]: |
             3 # df.boxplot('TotalCharges')
               # print(df['TotalCharges'].describe())
             5 Tot mean = df['TotalCharges'].mean()
             6 Tot std = df['TotalCharges'].std()
             7 std low = Tot mean - 3 * Tot std
             8 std upp = Tot mean + 3 * Tot std
             9 print("The number of TotalCharges below (mean -2 std)" + str(std_low) + " are " , len(df[df['TotalCharges'] < st
            10 print("The number of TotalCharges above (mean +2 std) " + str(std upp) + " are ", len(df[df['TotalCharges'] > s
            11 print("We Observe 99percent confidence of Total Charges values lie between %0.2f and %0.2f " % (std low, std upp
            12 # and %0.3f,std upp))
            13
            14
In [ ]: ▶
             1 #df.drop(df[df['TotalCharges'] > std upp],axis=0, inplace=True)
             2 df = df org
             3 Out = df[df['TotalCharges'] > std upp]
             4 print(df.shape)
             5 Tot new = df[(df['TotalCharges'] > std upp)].index
             6 print(Tot new)
             7 #print(df.drop(Out, inplace=True))
             8 df = df.drop(Tot new,axis=0)
             9 print(df.shape)
            10
```

Monthly Charges don't have any Outliers so we don't have to Get into Extracting Information from Outliers.

```
In [ ]: ▶
             1 | ## correlation matrix
             3 # Let's Check the Correaltion Matrix in Seaborn
               sns.heatmap(df.corr(),xticklabels=df.corr().columns.values,yticklabels=df.corr().columns.values,annot=True);
```

Here We observe Tenure and Total Charges Atrributes are correlated 50% and also Monthly charges and Total Charges are also correlated 31% with each other. But It is not above 0.90, so we can retain columns

we can assume from our domain expertise that , Total Charges ~ Monthly Charges \* Tenure + Additional Charges(Tax).

## **Bucketing**

```
1 # Bucketting the Tenure Feature into slabs
In [ ]: ▶
              2 df['tenure'].describe()
In [ ]: ▶
                 # Changing the Tenure to categorical column
                 print(" Min and Max Values of tenure = %0.2f & %0.2f "%(min(df['tenure']), max(df['tenure'])))
                 def tenure lab(telcom) :
              7
                     if telcom["tenure"] <= 12 :</pre>
                         return "Tenure 0-12"
              9
                     elif (telcom["tenure"] > 12) & (telcom["tenure"] <= 24 ):</pre>
                         return "Tenure 12-24"
             10
                     elif (telcom["tenure"] > 24) & (telcom["tenure"] <= 48) :</pre>
             11
             12
                         return "Tenure 24-48"
                     elif (telcom["tenure"] > 48) & (telcom["tenure"] <= 60) :</pre>
             13
                         return "Tenure 48-60"
             14
                     elif telcom["tenure"] > 60 :
             15
                         return "Tenure gt 60"
             16
             17
             18
                 df["tenure group"] = df.apply(lambda x:tenure lab(x),axis = 1)
In [ ]: ▶
              1 print(" Telecom Data with Tenure in Buckets\n",'-'*80)
                print(df.head())
```

# 10. Data preprocessing

### **Encoding categorical variable**

```
In [ ]: ▶
             1 # Categorical Features and count of unique values
             2 #print(df.nunique())
             3 bin cols = df.nunique()[df.nunique() < 3].keys().tolist()</pre>
               multi cols = df.nunique()[(df.nunique() < 7) & (df.nunique() > 2)].keys().tolist()
               num cols = df.nunique()[(df.nunique() > 7) ].keys().tolist()
             7 | print("The Binary Categorical Columns are : \n",'-'*80)
               print("Binary Value Categorical Columns \n",'-'*80)
             9 print(bin cols)
            10 print("Multiple Value Categorical Columns \n",'-'*80)
            11 print(multi cols)
            12 print("Numerical Columns \n",'-'*80)
            13 print(num cols)
In [ ]: ▶
             1 #Label encoding for all the Categorical Values
               from sklearn.preprocessing import LabelEncoder
               from sklearn.preprocessing import MinMaxScaler
                #Encoding the binary columns
                le = LabelEncoder()
                for i in bin cols:
                    df[i] = le.fit transform(df[i])
             10
             11
            12 #Duplicating columns for multi value columns
            df = pd.get dummies(data = df,columns = multi cols )
In [ ]:
             1 df.head()
         H
In [ ]:
             1 list(df.columns)
```

## **Normalizing features**

```
In [ ]: ▶
              1 telcom = df
                 #Scaling Numerical columns as there is large difference in values, to make them comparable
                 ransforms features by scaling each feature to a given range.
                 This estimator scales and translates each feature individually such that it is in the given range on the training
              9
                 std = MinMaxScaler()
             10
             11
             12
             13 scaled = std.fit transform(telcom[num cols])
             14 | scaled = pd.DataFrame(scaled,columns=num cols)
In [ ]:
             1 print(scaled.shape)
             2 | scaled.head(2)
In [ ]:
             1 #dropping original values and merging new scaled values for numerical columns
               df telcom og = telcom.copy()
                telcom = telcom.drop(columns = num_cols,axis = 1)
                telcom.reset index(drop=False, inplace=True)
                telcom = pd.concat([telcom, scaled], axis=1)
                 telcom.set index('customerID', inplace=True)
             10
                 print("The DataSet with scaled numerical values \n",'-'*80)
             11
             12
                print(telcom.shape)
             13
                print(telcom.head())
```

### Spliting The Data Set into Train/Val/Test data

```
1 telcom.info()
In [ ]:
         M
In [ ]: ▶
                # importing the metric for performance calculation
             3 from sklearn.model selection import train test split
               from sklearn.linear model import LogisticRegression
               from sklearn.metrics import confusion matrix,accuracy score,classification report
               from sklearn.metrics import roc_auc_score,roc_curve,scorer
             7 from sklearn.metrics import f1 score
               import statsmodels.api as sm
             9 from sklearn.metrics import precision score, recall score
               #splitting train and test data
             11
            12  # telcom = df
            13 | target col = telcom["Churn"]
            14 telcom = telcom.drop('Churn',axis=1)
               #target col = target col.values.reshape(-1,1)
             16
                X train,X test,y train,y test = train test split(telcom,target col,test size = 0.25 ,random state = 111)
            17
            18
            19 print(" The Training and Test Data Set size after Splitting \n",'-'*80)
             20 print(X train.shape)
            21 print(X test.shape)
             22 print(y train.shape)
            23 print(y test.shape)
```

## 11. Model Building

```
In [ ]: ▶
             1 # importing the Machine Learning Models
             2 from sklearn.dummy import DummyClassifier
             3
                # Machine Learning
             5 from sklearn import tree , linear model
               from sklearn.svm import LinearSVC
             7 from sklearn.ensemble import RandomForestClassifier, GradientBoostingClassifier
               from sklearn.neighbors import KNeighborsClassifier
             9 from sklearn.naive bayes import GaussianNB
            10 from sklearn.linear model import LinearRegression, LogisticRegression, Ridge, Lasso, SGDClassifier
            11 from sklearn.tree import DecisionTreeClassifier
            12 from xgboost.sklearn import XGBClassifier
In [ ]: ▶
             1 # validation
             2 from sklearn import datasets, model selection, metrics , preprocessing
In [ ]: ▶
             1 # Grid and Random Search
             2 import scipy.stats as st
             3 from scipy.stats import randint as sp randint
             4 from sklearn.model selection import GridSearchCV
             5 from sklearn.model selection import RandomizedSearchCV
In [ ]: •
             1 # Metrics
             2 from sklearn.metrics import precision recall fscore support, roc curve, auc
In [ ]: ▶
             1 #utilities
             2 import time
             3 import io, os, sys, types, time, datetime, math, random
```

```
In [ ]: ▶
                 # calculate the fpr and tpr for all thresholds of the classification
                 def plot roc curve(y test, preds):
              3
                     fpr, tpr, threshold = metrics.roc curve(y test, preds)
                     roc auc = metrics.auc(fpr, tpr)
                     plt.title('Receiver Operating Characteristic')
              5
              6
                     plt.plot(fpr, tpr, 'b', label = 'AUC = %0.2f' % roc auc)
              7
                     plt.legend(loc = 'lower right')
                     plt.plot([0, 1], [0, 1], 'r--')
              9
                     plt.xlim([-0.01, 1.01])
                     plt.ylim([-0.01, 1.01])
             10
                     plt.vlabel('True Positive Rate')
             11
             12
                     plt.xlabel('False Positive Rate')
             13
                     plt.show()
             14
             15
             16
             17
                 # Function that runs the requested algorithm and returns the accuracy metrics
                 def fit_ml_algo(algo, X_train, y_train, X test, cv):
             18
             19
                     # One Pass
                     model = algo.fit(X train, y train)
             20
                     test pred = model.predict(X test)
             21
                     if (isinstance(algo, (LogisticRegression,
             22
                                            KNeighborsClassifier,
             23
             24
                                            GaussianNB,
                                            DecisionTreeClassifier,
             25
                                            RandomForestClassifier,
             26
             27
                                            GradientBoostingClassifier))):
             28
                         probs = model.predict proba(X test)[:,1]
                     else:
             29
             30
                         probs = "Not Available"
             31
                     acc = round(model.score(X test, y test) * 100, 2)
             32
                     # CV
             33
                     train pred = model selection.cross val predict(algo,
             34
                                                                     X train,
             35
                                                                     y train,
             36
                                                                     cv=cv,
                                                                     n iobs = -1)
             37
             38
                     acc cv = round(metrics.accuracy score(y train, train pred) * 100, 2)
                     return train pred, test pred, acc, acc cv, probs
             39
             40
                # Utility function to report best scores
```

```
def report(results, n top=5):
       for i in range(1, n top + 1):
43
            candidates = np.flatnonzero(results['rank_test_score'] == i)
44
           for candidate in candidates:
45
                print("Model with rank: {0}".format(i))
46
                print("Mean validation score: {0:.3f} (std: {1:.3f})".format(
47
                      results['mean test score'][candidate],
48
                      results['std test score'][candidate]))
49
                print("Parameters: {0}".format(results['params'][candidate]))
50
                print("")
51
52
```

#### **Baseline model with DummyClassifier**

```
# Instantiating a Dummy Classifier Model , that will be the baseline for
In [ ]:
                # comparisions for all other models
                clf = DummyClassifier(strategy='most frequent', random state=0)
               clf.fit(X train, y train)
                accuracy = clf.score(X test, y test)
```

```
In [ ]: ▶
             1 preds = clf.predict(X test)
              3
                # dummyistic Regression
                start time = time.time()
                train pred dummy, test pred dummy, acc dummy, acc cv dummy, probs dummy = fit ml algo(DummyClassifier(strategy=
              7
                                                                                  X train,
              8
                                                                                  y train,
              9
                                                                                  X test,
             10
                                                                                  10)
                dummy time = (time.time() - start time)
             11
                print("Accuracy for Dummy Classfier Model: %s" % acc dummy)
                print("Accuracy CV 10-Fold: %s" % acc cv dummy)
                print("Running Time: %s" % datetime.timedelta(seconds=dummy time))
             15
                 print(" Classification report for Training Data\n",'-'*80 )
             16
                 print (metrics.classification report(y train, train pred dummy))
             17
             18
                print(" Classification report for Test Data\n",'-'*80 )
             19
                print (metrics.classification report(y test, test pred dummy))
             21
```

## **Select Candidate Algorithms**

- 1. KNN
- 2. Logistic Regression
- 3. Naive Bayes
- 4. Decision Tree
- 5. Random Forest

#### **6. Gradient Boosted Trees**

```
In [ ]: ▶
                # Model 1 - k-Nearest Neighbors
                start time = time.time()
                train pred knn, test pred knn, acc knn, acc cv knn, probs knn = fit ml algo(KNeighborsClassifier(n neighbors = 3
                                                                                                                  n jobs = -1),
                                                                                                                 X train,
              6
              7
                                                                                                                 y train,
              8
                                                                                                                 X test,
              9
                                                                                                                  10)
               knn time = (time.time() - start time)
             10
             11 print("K Nearest Neighbour Model \n",'-'*80)
             12 print("Accuracy for KNN Model: %s" % acc knn)
            13 print("Accuracy CV 10-Fold: %s" % acc cv knn)
                print("Running Time: %s" % datetime.timedelta(seconds=knn time))
             15
                print (metrics.classification report(y train, train pred knn))
             16
             17
                print (metrics.classification report(y test, test pred knn))
             19 print("ROC AUC Curve for KNN \n",'-'*80)
               plot roc curve(y test, probs knn)
```

```
In [ ]: ▶
                # Specify parameters and distributions to sample from
                 param_dist = {'penalty': ['12', '11'],
                                          'class_weight': [None, 'balanced'],
                                          'C': np.logspace(-20, 20, 10000),
                                          'intercept scaling': np.logspace(-20, 20, 10000)}
              7
                 # Run Randomized Search
                n iter search = 10
             11 | lrc = LogisticRegression()
                random search = RandomizedSearchCV(lrc,
             12
             13
                                                    n jobs=-1,
             14
                                                    param distributions=param dist,
                                                    n iter=n iter search)
             15
             16
                start = time.time()
             17
             18
                random search.fit(X train, y train)
                print("RandomizedSearchCV took %.2f seconds for %d candidates"
             19
                       " parameter settings." % ((time.time() - start), n iter search))
             20
                print(report(random search.cv results ))
             21
             22 print('-'*80)
             23 print(random search.best estimator )
             24 print('-'*80)
                print(random search.best params )
             26
```

```
In [ ]: |
             1 # Modeling the Data with various Models , one by one , since we want to see individual results
               # for each model in detail, hence not defined a function for same
                # Model 1 - Logistic Regression
             5 start time = time.time()
                train pred log, test pred log, acc log, acc cv log, probs log = fit ml algo(LogisticRegression(n jobs = 1, penalt
                                                                                 X train,
             7
             8
                                                                                 y train,
             9
                                                                                 X test,
             10
                                                                                 10)
            11 log time = (time.time() - start time)
            12 print(" Logistic REgression Model \n",'-'*80)
            13 print("Accuracy for Logistic Regression : %s" % acc log)
            14 print("Accuracy for CV 10-Fold: %s" % acc cv log)
               print("Running Time: %s" % datetime.timedelta(seconds=log time))
             16
                print (metrics.classification report(y train, train pred log))
             17
            18
            19 print (metrics.classification report(y test, test pred log))
            20 print(" ROC-AUC Curve for Logistic Regression Model\n",'-'*80)
            21 plot roc curve(y test, probs log)
```

```
In [ ]: ▶
             1 # Model 3 - Gaussian Naive Bayes
             2 start time = time.time()
              3 train pred gaussian, test pred gaussian, acc gaussian, acc cv gaussian, probs gau = fit ml algo(GaussianNB(),
                                                                                                     X train,
              5
                                                                                                     v train,
              6
                                                                                                     X test,
              7
                                                                                                      10)
                gaussian time = (time.time() - start time)
                print(" Naives Bayes Gausian Model \n",'-'*80)
               print("Accuracy: %s" % acc gaussian)
             11 print("Accuracy CV 10-Fold: %s" % acc cv gaussian)
                print("Running Time: %s" % datetime.timedelta(seconds=gaussian time))
             12
             13
             14
                print (metrics.classification report(y train, train pred gaussian))
             15
             16 print (metrics.classification report(y test, test pred gaussian))
               print("ROC AUC Curve for NB Model\n",'-'*80)
            18 plot roc curve(y test, probs gau)
In [ ]: ▶
              1 | # Model 4 - Decision Tree Classifier
              2 start time = time.time()
               train pred dt, test pred dt, acc dt, acc cv dt, probs dt = fit ml algo(DecisionTreeClassifier(),
                                                                              X train,
              5
                                                                              v train,
                                                                              X test,
                                                                              10)
                dt time = (time.time() - start time)
                print(" Decision Tree Model \n",'-'*80)
             10 print("Accuracy: %s" % acc dt)
                print("Accuracy CV 10-Fold: %s" % acc cv dt)
                print("Running Time: %s" % datetime.timedelta(seconds=dt time))
             12
             13
                print (metrics.classification report(y train, train pred dt))
             14
             15
                print (metrics.classification report(y test, test pred dt))
               print("ROC AUC curve for Decision Tree Model \n",'-'*80)
               plot_roc_curve(y_test, probs_dt)
```

```
In [ ]: ▶
                 # Model 5 - Random Forest Classifier - Random Search for Hyperparameters
                 # Utility function to report best scores
                 # def report(results, n top=5):
                      for i in range(1, n + 1):
              5
                           candidates = np.flatnonzero(results['rank test score'] == i)
              6
              7
                           for candidate in candidates:
                               print("Model with rank: {0}".format(i))
                               print("Mean validation score: {0:.3f} (std: {1:.3f})".format(
              9
                                     results['mean test score'][candidate],
             10
                                     results['std test score'][candidate]))
             11
                               print("Parameters: {0}".format(results['params'][candidate]))
             12
                               print("")
             13
             14
             15
             16
                 # Specify parameters and distributions to sample from
             17
                 param dist = {"max depth": [10, None],
             18
                               "max features": sp randint(1, 11),
             19
                               "min samples split": sp randint(2, 20),
             20
             21
                               "min samples leaf": sp randint(1, 11),
                               "bootstrap": [True, False],
             22
             23
                               "criterion": ["gini", "entropy"]}
             24
             25
             26
                 # Run Randomized Search
                 n iter search = 10
                rfc = RandomForestClassifier(n estimators=10)
             29
                 random search = RandomizedSearchCV(rfc,
             30
                                                     n jobs = -1,
             31
                                                     param distributions=param dist,
             32
                                                     n iter=n iter search)
             33
                start = time.time()
             34
                random search.fit(X train, y train)
                 print("RandomizedSearchCV took %.2f seconds for %d candidates"
             36
                       " parameter settings." % ((time.time() - start), n_iter_search))
             37
                print(report(random search.cv results ))
                print('-'*80)
                 print(random_search.best_estimator_)
                print('-'*80)
```

print(random\_search.best\_params\_)

```
In [ ]: ▶
             1 #Final Model 5 Random Forest Classifier
             2 start time = time.time()
               rfc = RandomForestClassifier(n estimators=10,
                                             bootstrap=True,
             5
                                             max depth=10,
                                             min samples leaf=9,
                                             min samples split=7,
             7
             8
                                             criterion='entropy',
                                             max features=2)
               train pred rf, test pred rf, acc rf, acc cv rf, probs rf = fit ml algo(rfc,X train,y train,X test,10)
             10
            11 rf time = (time.time() - start time)
            12 print(" Random Forest Model \n",'-'*80)
            13 print("Accuracy for RF: %s" % acc rf)
               print("Accuracy CV 10-Fold: %s" % acc cv rf)
                print("Running Time: %s" % datetime.timedelta(seconds=rf time))
            15
             16
                print (metrics.classification report(y train, train pred rf))
             17
             18
                print (metrics.classification report(y test, test pred rf))
               print(" ROC-AUC Curve for RF\n",'-'*80)
             21 plot roc curve(y test, probs rf)
```

```
In [ ]: ▶
             1 # Model 6 - Gradient Boosting Trees
             2 start_time = time.time()
             3 train pred gbt, test pred_gbt, acc_gbt, acc_cv_gbt, probs_gbt = fit_ml_algo(GradientBoostingClassifier(),
                                                                                 X train,
             5
                                                                                 y train,
             6
                                                                                 X test,
             7
                                                                                 10)
                gbt time = (time.time() - start time)
                print(" Gradient Boost Tree\n",'-'*80)
               print("Accuracy: %s" % acc gbt)
            11 print("Accuracy CV 10-Fold: %s" % acc cv gbt)
                print("Running Time: %s" % datetime.timedelta(seconds=gbt time))
             12
            13
                print (metrics.classification report(y train, train pred gbt))
            15
            16 print (metrics.classification report(y test, test pred gbt))
               print(" ROC-AUC Curve for GBT \n",'-'*80)
            18 plot roc curve(y test, probs gbt)
```

```
In [ ]: |
                def xgb_f1(y, t):
              2
              3
                     # Function to evaluate the prediction based on F1 score, this will be used as evaluation metric when trainin
                     # Args:
              5
                       v: Label
                         t: predicted
              6
              7
              8
                     # Return:
                        f1: F1 score of the actual and predicted
              9
             10
             11
                     t = t.get label()
                     y bin = [1. if y cont > 0.5 else 0. for y cont in y] # change the prob to class output
             12
             13
                     return 'f1', f1 score(t, y bin)
             14
                 best xgb = XGBClassifier(objective = 'binary:logistic',
             15
                                          colsample bylevel = 0.7,
             16
                                          colsample bytree = 0.8,
             17
             18
                                          gamma = 1,
             19
                                          learning rate = 0.15,
             20
                                          \max delta step = 3,
                                          max depth = 4,
             21
                                          min child weight = 1,
             22
             23
                                          n = 50,
                                          reg lambda = 10,
             24
                                          scale pos weight = 1.5,
             25
                                          subsample = 0.9,
             26
             27
                                          silent = True,
             28
                                          n jobs = 4
             29
             30
                xgbst = best xgb.fit(X train, y train, eval metric = xgb f1, eval set = [(X train, y train), (X test, y test)],
             31
                              early stopping rounds = 20)
             32
```

```
In [ ]: ▶
             1 train_pred_xgbst, test_pred_xgbst, acc_xgbst, acc_cv_xgbst, probs_xgbst = fit_ml_algo(xgbst,
                                                                            X_train,
             3
                                                                            y_train,
                                                                            X test,
                                                                            10)
In [ ]: ▶
             1 import xgboost as xgb
             2 xgb.plot importance(best xgb, max num features = 15)
             3 plt.show();
```

## Compare all models

```
In [ ]:
                 models = pd.DataFrame({
                     'Model': ['KNN', 'Logistic Regression',
              3
                               'Random Forest', 'Naive Bayes',
                               'Decision Tree',
                               'Gradient Boosting Trees'],
                     'Score': [
                         acc knn,
                         acc log,
              9
                         acc_rf,
             10
                         acc_gaussian,
             11
                         acc dt,
             12
                         acc_gbt,
             13
                     ]})
             14
             15
                 print(" WE observe from the Table , GBT, Logistic Regression, Random Forest have good accuracy\n",'-'*80)
                models.sort values(by='Score', ascending=False)
```

```
In [ ]: ▶
                 # printing a ROC-AUC Curve for the All models in same plot to compare
                 models = [
              3
                     'KNN'.
                     'Logistic Regression',
                     'Random Forest',
              5
              6
                     'Naive Bayes',
              7
                     'Decision Tree'.
                     'Gradient Boosting Trees',
              9
             10
             11
                 probs = [
             12
                     probs knn,
             13
                     probs log,
                     probs rf,
             14
             15
                     probs gau,
             16
                     probs dt,
                     probs gbt
             17
             18
                 colors = [
             19
             20
                     'blue'.
                     'green'.
             21
             22
                     'red',
             23
                     'cyan',
             24
                     'magenta',
                     'yellow',
             25
             26
                     'black',
             27 ]
In [ ]:
                 def plot roc curves(y test, prob, model):
                     fpr, tpr, threshold = metrics.roc curve(y test, prob)
              2
              3
                     roc_auc = metrics.auc(fpr, tpr)
                     plt.plot(fpr, tpr, 'b', label = model + ' AUC = %0.2f' % roc auc, color=colors[i])
                     plt.legend(loc = 'lower right')
                 for i, model in list(enumerate(models)):
              8
                     plot_roc_curves(y_test, probs[i], models[i])
             10 plt.show()
```

### Interpretation

#### 1. The Conclusions that can be made from the graph and Probability scores from the test dataset

- 1. The DummyClassifier, used For Baseline, gave accuracy of 72%
- 2. We Observe that based on ROC AUC, the Algoritms that the Model is trained the best accuracy is given by Gradient Boost, Logistic Regression, Random Forest and Naives Bayes Algoritms
- 3. The Probability score metric also reconfirms the conclusion.

Hence, The Best Model Trained for This test DataSet is Gradient Boost with score 80%

## 2. The Observations Made From DataSet after Analysis

- 1. Customer Churning is irrepective of Gender
- 2. Maximum Customers have Phone Service with single Line, and churn out more in them
- 3. Maximum Customers having internet, prefer Fiber Optic, But Churn High too in this category
- 4. Maximum Customers availing month-monthBilling and high churn as compared to long tenure customers

## 3. Customer Retension Programs Suggested

- 1. Analyse issues faced by customer in FiberOptics Internet offering and resolve them at earliest, to prevent Churning in this segment
- 2. Convert Customers from Month to Month billing to long tenure to Churn Less
- 3. Analyse if Phone Service having any issues and resolve at the earliest, to prevent Churning
- 4. Less Customers having Multiline and Online Services Company can focus and sell models
- Company to offer Partnership to Customers, they would stay longer duration.