

```
In [1]: 1 import numpy as np
2 import pandas as pd
3 import sklearn
4 import seaborn as sns
5 %matplotlib inline
6 from IPython.display import Image
7 import matplotlib as mlp
8 import matplotlib.pyplot as plt
9 import matplotlib.ticker as mtick
10 from matplotlib import rcParams
11
12 import warnings
13 import pickle
14 pd.set_option('display.max_columns', None)
15 pd.set_option("max_rows", 1000)
16 pd.options.display.float_format = lambda x : '{:.0f}'.format(x) if x > 2 else '{:,.2f}'
17 df = pd.read_csv("./data/WA_Fn-UseC_-Telco-Customer-Churn.csv")
18 df_Seg_Metadata = pd.read_excel("./data/CustomerSegmentMetadata.xlsx")
```

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Functions To Create Visuals

In [2]:

```
1 # Graph 1 - Loyal vs. Churn Summary
2
3 def ShowChurnVsNoChurnSummary_Counts():
4     '''Creates Two Summary Graphs, Uses Data Created in Exploratory Part of Notebook'''
5     df_churnCounts = df_wD["Churn"].value_counts()
6     df_churnpercents = df_wD["Churn"].value_counts(normalize=True)
7
8     df_churnCounts = df_churnCounts.rename(index={0: 'Loyal', 1: 'Churn'})
9     df_churnpercents = df_churnpercents.rename(index={0: 'Loyal', 1: 'Churn'})
10
11     LoyalCnt = int(df_churnCounts[:2][0])
12     ChurnCnt = int(df_churnCounts[:2][1])
13
14     Loyalpercent = round(df_churnpercents[:2][0],2)
15     Churnpercent = round(df_churnpercents[:2][1],2)
16
17     fig, ax = plt.subplots(1, 2, figsize=(15, 4))
18     sns.set(font_scale=2)
19     sns.set_style("whitegrid")
20     sns.barplot(x =df_churnCounts.index, y = df_churnCounts, ax=ax[0]);
21     ax[0].annotate('{:.0f}'.format(ChurnCnt), (1,500));
22     ax[0].annotate('{:.0f}'.format(LoyalCnt), (0,2900));
23     ax[0].axes.xaxis.set_visible(True)
24     ax[0].set_ylabel("Count", size=15)
25
26     for tick in ax[0].axes.xaxis.get_major_ticks():
27         tick.label.set_fontsize(20)
28
29     for tick in ax[0].axes.yaxis.get_major_ticks():
30         tick.label.set_fontsize(20)
31
32     sns.barplot(x =df_churnCounts.index, y = df_churnCounts, ax=ax[1]);
33     ax[1].annotate('{:.0f}%'.format(100* Churnpercent), (1,500));
34     ax[1].annotate('{:.0f}%'.format(100* Loyalpercent), (0,2900));
35     ax[1].axes.xaxis.set_visible(True)
36     ax[1].axes.yaxis.set_visible(False)
37     ax[1].set_ylabel("Percent", size=15, color="black")
38     for tick in ax[1].axes.xaxis.get_major_ticks():
39         tick.label.set_fontsize(20)
40
41     for tick in ax[1].axes.yaxis.get_major_ticks():
42         tick.label.set_fontsize(20)
43
44     plt.suptitle('Loyal vs. Churn Counts', fontsize = 30)
45
46     plt.tight_layout(pad=4.0)
47     plt.show();
48
49 #Graph 2 Review Counts by features
50 def reviewCategoricalCounts ():
51     '''Creates Count Plots of all Features within the Dataset, Takes Data from Frames
52     warnings.filterwarnings("ignore")
53     fig, ax = plt.subplots(figsize=(13,50))
54
55     sns.set(rc={'axes.facecolor':'white', 'figure.facecolor':'white'})
56     total = float(len(cats_w_Churn))
57     for index, column in enumerate(cats_w_Churn):
58         if column != 'Churn':
59             ax = plt.subplot(20, 3, index+1, facecolor="white")
60             ax = sns.countplot(x=column, hue="Churn", data=cats_w_Churn)
61             GraphTitle = df_Seg_Metadata[df_Seg_Metadata["group"]==column]["Title"].va
```

```

62         ax.set_title(GraphTitle, size=20)
63
64         ax.set_xlabel('')
65         ax.set_ylabel('')
66         ax.get_legend().set_visible(False)
67         plt.xticks(rotation = 45)
68         ax.axes.yaxis.set_visible(False)
69
70         for tick in ax.axes.yaxis.get_major_ticks():
71             tick.label.set_fontsize(25)
72
73         for tick in ax.axes.xaxis.get_major_ticks():
74             tick.label.set_fontsize(20)
75
76         for p in ax.patches:
77             percentage = '{:.0f}%'.format(100 * p.get_height()/total)
78             x = p.get_x() + p.get_width()
79             y = p.get_height()
80             ax.annotate(percentage, (x, y), ha='center', size=15)
81
82     fig.tight_layout()
83     plt.show();
84     #No Churn vs. Churn By Counts Above _____
85
86     #No Churn vs. Churn By Revenue Below _____
87
88
89     # Graphs 3 & 4 - Summary No Churn vs. Churn By Revenue
90     def showPercentSummary(CountofGroupsToBeGraphed, plot_df, supitle):
91         '''Creates Summary Graphs, Takes in # of graphs to be created, Supporting Data nee
92
93         sns.set(rc={"font.style": "normal",
94                     "axes.facecolor": "white",
95                     "figure.facecolor": "white"})
96
97         #Caluculate number of columns and rows for the sub plots
98         if CountofGroupsToBeGraphed == 1:
99             nRows = 1
100             nCols = 1
101             figsize=(5,5)
102             fig, axes = plt.subplots(nrows=nRows, ncols=nCols, figsize=figsize)
103             fig.subplots_adjust(top=8)
104
105             if CountofGroupsToBeGraphed == 1:
106                 i = axes
107                 g = plot_df
108                 ax = axes
109                 custom_stacked_Summary(g, ax)
110                 ax.legend().set_visible(True)
111                 L=plt.legend(loc=(.9,0.5), prop={'size':30})
112                 L.get_texts()[0].set_text('Loyal')
113                 L.get_texts()[1].set_text('Churn')
114                 plt.setp(plt.gca().get_legend().get_texts(), fontsize='20') #Legend 'List' for
115                 ax.set_xticklabels([])
116
117             fig.suptitle(supitle, fontsize = 30, y=1.05)
118             rotation='vertical'
119             plt.tight_layout()
120             plt.show()
121
122     # Graphs 3 & 4 - Called within the above showPercentSummary() function
123     def custom_stacked_Summary(cross_tab_df, ax):

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124     '''Supporting Function Called by showPercentSummary() to create plots, takes in data
125
126     plot_df = cross_tab_df
127     p = plot_df.plot(kind="bar", stacked=False, ax = ax)
128     p.yaxis.set_major_formatter(mtick.PercentFormatter(1))
129     ax.tick_params(labelrotation=0)
130     ax.xaxis.label.set_visible(False)
131     ax.set_xlabel('')
132
133     rcParams['axes.titlepad'] = 20
134
135     for tick in ax.axes.yaxis.get_major_ticks():
136         tick.label.set_fontsize(15)
137
138     for pa in ax.patches:
139         percentage = '{:.0f}%'.format(100 * pa.get_height())
140         x = pa.get_x() + pa.get_width()
141         y = pa.get_height()
142         ax.annotate(percentage, (x, y), ha='center', size=25)
143
144     return p
145
146 def showPercentRevenueByFeature():
147     '''Creates subplots, uses data created a few steps prior to calling this function
148     g_dfs = df_all_Percents.groupby("group")
149     sns.set(rc={"font.style": "normal",
150               "axes.facecolor": "white",
151               "figure.facecolor": "white"})
152
153     fig, axes = plt.subplots(nrows=6, ncols=int(len(g_dfs)/7)+1, figsize=(15,15))
154     fig.subplots_adjust(top=8)
155
156     # BUILD PLOTS ACROSS LEVELS
157     for ax, (i,g) in zip(axes.ravel(), sorted(g_dfs)):
158         custom_stacked_barplotByFeature(i, g, ax)
159
160     fig.suptitle('% Revenue By:', fontsize = 30, y=1.03)
161     rotation='vertical'
162     plt.tight_layout()
163     plt.show()
164
165
166
167 def custom_stacked_barplotByFeature(t, sub_df, ax):
168     '''Supporting function, called by showPercentRevenueByFeature only, takes in data
169     plot_df = pd.crosstab(index=sub_df["shortDesc"], columns=sub_df['Churn'],
170                          values=sub_df['MnthlyRev%'], aggfunc=sum)
171
172     title = sub_df["Title"][0:1].to_list()[0]
173     p = plot_df.plot(kind="bar", stacked=False, ax = ax, title=title)
174     p.yaxis.set_major_formatter(mtick.PercentFormatter(1))
175     ax.tick_params(labelrotation=0)
176     ax.xaxis.label.set_visible(False)
177     ax.legend().set_visible(False)
178
179     rcParams['axes.titlepad'] = 20
180
181     for tick in ax.axes.yaxis.get_major_ticks():
182         tick.label.set_fontsize(15)
183
184     for pa in ax.patches:
185         percentage = '{:.0f}%'.format(100 * pa.get_height())

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186         x = pa.get_x() + pa.get_width()
187         y = pa.get_height()
188         ax.annotate(percentage, (x, y), ha='center')
189
190     return p
191
192 #No Churn vs. Churn By Revenue Ends _____
193
194 #No Churn vs. Churn By Continuous _____
195
196 def ShowChurnNoChurnByContinuousFeatures ():
197     '''Creates Box Plots of the Continuous Features Contained within the Dataset, Data
198     #Get List of Categorical and Continuous features
199     cont_features = [col for col in df.columns if df[col].dtype in [np.float64, np.int
200     cat_features = [col for col in df.columns if df[col].dtype in [np.object]]
201
202     # Show/ Look at numerical columns by churn and non churn
203     df_IQR = pd.DataFrame(columns=["25%", "75%"])
204     warnings.filterwarnings("ignore")
205
206     df_review_featuresByChurnNotChurn = df[cont_features]
207     df_review_featuresByChurnNotChurn["Churn"] = df["Churn"]
208     plt.figure(figsize=(15,7), facecolor="white")
209     # sns.set(font_scale=4)
210     sns.set_style("whitegrid")
211
212
213     df_review_featuresByChurnNotChurn['Churnstr'] = df_review_featuresByChurnNotChurn
214     df_review_featuresByChurnNotChurn['Churnstr'] = df_review_featuresByChurnNotChurn
215     df_review_featuresByChurnNotChurn['Churnstr'].replace(to_replace="1", value='Churn')
216     df_review_featuresByChurnNotChurn['Churnstr'].replace(to_replace="0", value='Loyal')
217
218     for index, column in enumerate(df_review_featuresByChurnNotChurn):
219
220         if column != "Churnstr" and column != 'Churn':
221             ax = plt.subplot(2, 3, index+1)
222             medians = round(df_review_featuresByChurnNotChurn.groupby(['Churn'])[column].quant
223             Q1 = df_review_featuresByChurnNotChurn.groupby(['Churnstr'])[column].quant
224             Q3 = df_review_featuresByChurnNotChurn.groupby(['Churnstr'])[column].quant
225             ttl = pd.concat([Q1, Q3], axis=1)
226             ttl.columns = ["25%", "75%"]
227             ttl.index = [f'{column} - {Q1.index[0]}', f'{column} - {Q1.index[1]}']
228             ttl.reset_index(inplace=True)
229
230             df_IQR = df_IQR.append(ttl)
231
232
233             vertical_offset = df_review_featuresByChurnNotChurn[column].median() * 0.6
234             box_plot = sns.boxplot(x="Churnstr", y=column, data=df_review_featuresByCh
235             ax.set_xlabel('')
236
237             for tick in ax.axes.xaxis.get_major_ticks():
238                 tick.label.set_fontsize(20)
239
240             for tick in ax.axes.yaxis.get_major_ticks():
241                 tick.label.set_fontsize(20)
242
243             for xtick in box_plot.get_xticks():
244                 medlabel = '{:.0f}'.format(medians[xtick])
245                 box_plot.text(xtick, medians[xtick] + vertical_offset, medlabel, horizon
246                             , size='medium', color='w', weight='bold', bbox=dict(faceco
247                             va='center')

```

```

248
249
250
251 plt.subplots_adjust(top=0.2)
252
253 plt.tight_layout(pad=4.0)
254 plt.show();
255 warnings.filterwarnings('default')
256
257 from IPython.display import display, HTML
258 display(HTML(df_IQR.to_html(index=False)))
259
260 #No Churn vs. Churn By Continous Ends _____
261
262 #No Churn vs. Churn Index Graphs _____
263
264 def ShowChurnNoIndex():
265     '''Creates Heatmaps, Uses Index, Churn vs. Non Churn Data Created in Earlier Steps
266     #Create Customer Profile for Churn vs non churn
267     df_Churn_Cust_T = df[df["Churn"] == 1].describe().T
268     df_Nchurn_Cust_T = df[df["Churn"] == 0].describe().T
269
270     df_wD_all_gpby = df_wD_all.groupby(['Churn']).agg('sum')
271     df_wD_all_gpby = df_wD_all_gpby.reset_index().rename_axis(None, axis=1)
272     df_wD_all_gpby_T = df_wD_all_gpby.T
273     df_wD_all_gpby_T.columns = ['LoyalCust', 'ChurnCust']
274
275
276     df_wD_all_gpby_T["TtIs"] = df_wD_all_gpby_T["LoyalCust"] + df_wD_all_gpby_T["ChurnCust"]
277     df_wD_all_gpby_T["Loyal_I"] = df_wD_all_gpby_T["LoyalCust"]/df_wD_all_gpby_T["TtIs"]
278     df_wD_all_gpby_T["Churn_I"] = df_wD_all_gpby_T["ChurnCust"]/df_wD_all_gpby_T["TtIs"]
279     LoyalIndex = df_wD_all_gpby_T.loc[ ['Cnt'], ['Loyal_I'] ].values[0][0]
280     ChurnIndex = df_wD_all_gpby_T.loc[ ['Cnt'], ['Churn_I'] ].values[0][0]
281     df_wD_all_gpby_T["Loyal"] = df_wD_all_gpby_T["Loyal_I"]/LoyalIndex
282     df_wD_all_gpby_T["Churn"] = df_wD_all_gpby_T["Churn_I"]/ChurnIndex
283
284     df_wD_all_gpby_T = df_wD_all_gpby_T.drop(['Churn', 'Cnt'])
285     df_wD_all_gpby_T.sort_values(by='Churn', ascending=True, inplace=True)
286
287
288     df_Cust_Profile_heatmap = df_wD_all_gpby_T.drop(columns=['LoyalCust', 'ChurnCust'],
289                                                         axis=1)
290
291     colormap=sns.diverging_palette(220,10,as_cmap=True)
292     therows = list(df_Cust_Profile_heatmap.index)
293     thecols = list(df_Cust_Profile_heatmap.columns)
294
295     fig, ax = plt.subplots(figsize=(30,7))
296     im = ax.imshow(df_Cust_Profile_heatmap.T, cmap=colormap)
297
298     colormap=sns.diverging_palette(220,10,as_cmap=True)
299
300     fig.colorbar(im, orientation="horizontal", pad=0.5)
301
302     ax = sns.heatmap(df_Cust_Profile_heatmap.T, linewidth=0.5, cmap=colormap, cbar=False,
303                     annot_kws={"size": 20,"style": "italic", "weight": "bold"},center=False)
304
305     ax.set_yticks(np.arange(len(thecols)))
306     ax.set_xticks(np.arange(len(therows)))
307     ax.set_yticklabels(thecols,fontsize = 18)
308     ax.set_xticklabels(therows, fontsize = 18)
309

```

```

310 # Rotate the tick labels and set their alignment.
311 plt.setp(ax.get_xticklabels(), rotation=45, ha="right", rotation_mode="anchor")
312
313 #ax.set_title("Index of Churn vs. No Churn vs. Average")
314 plt.subplots_adjust(top=0.2)
315 plt.suptitle('Feature Usage Index', fontsize = 50)
316 plt.tight_layout(pad=4.0)
317 plt.show()
318
319 def showCorrelationWithChurn():
320     '''Creates Heatmap, Uses Data Created in Earlier Steps, plots Correlation Between
321     # what features correlate with churn
322     df_ChurnvsNoChurnCorrelation = df_wD_all.corr().filter(regex='Churn')
323     df_ChurnvsNoChurnCorrelation = df_ChurnvsNoChurnCorrelation[df_ChurnvsNoChurnCorrelation.columns]
324     df_ChurnvsNoChurnCorrelation.sort_values(by="Churn", inplace=True)
325
326     colormap=sns.diverging_palette(220,10,as_cmap=True)
327     therows = list(df_ChurnvsNoChurnCorrelation.index)
328     thecols = list(df_ChurnvsNoChurnCorrelation.columns)
329
330     fig, ax = plt.subplots(figsize=(30,7))
331     im = ax.imshow(df_ChurnvsNoChurnCorrelation.T, cmap=colormap)
332
333     fig.colorbar(im, orientation="horizontal", pad=0.5)
334
335     ax = sns.heatmap(df_ChurnvsNoChurnCorrelation.T, linewidth=0.5, cmap=colormap, cbar_kws={
336         'annot':True, 'annot_kws':{'size': 20,"style": "italic", "weight": "bold"}})
337
338
339     ax.set_yticks(np.arange(len(thecols)))
340     ax.set_xticks(np.arange(len(therows)))
341     ax.set_yticklabels(thecols)
342     ax.set_xticklabels(therows, fontsize =25)
343
344     # Rotate the tick labels and set their alignment.
345     plt.setp(ax.get_xticklabels(), rotation=45, ha="right", rotation_mode="anchor")
346
347     plt.subplots_adjust(top=0.2)
348     ax.set_title("Features Correlated with Churn", fontsize = 60)
349     fig.tight_layout()
350     plt.show()
351

```

In [3]: 1 print>ShowChurnVsNoChurnSummary_Counts.__doc__

Creates Two Summary Graphs, Uses Data Created in Exploratory Part of Notebook

► Exploratory Analysis, and Preprocessing Data

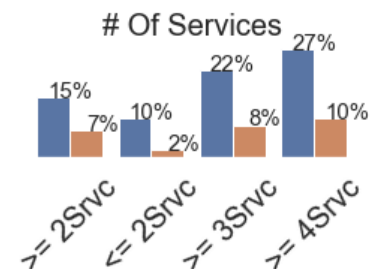
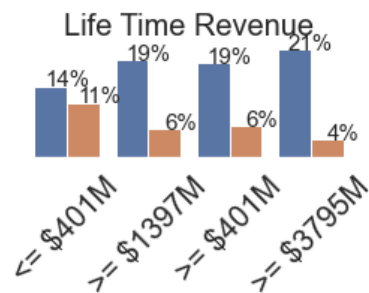
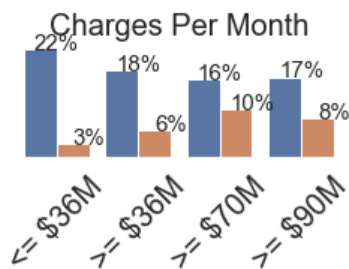
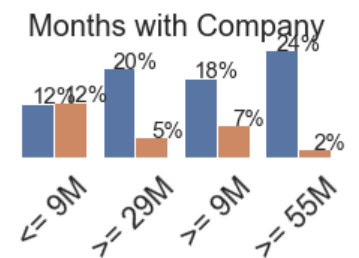
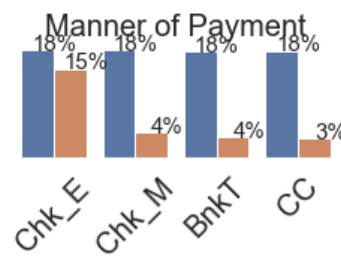
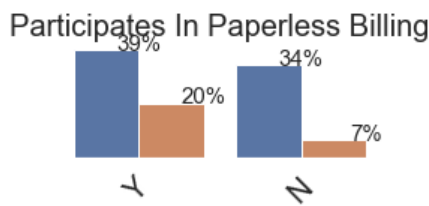
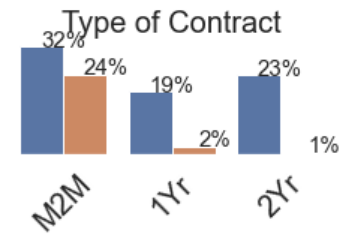
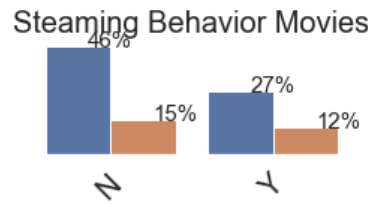
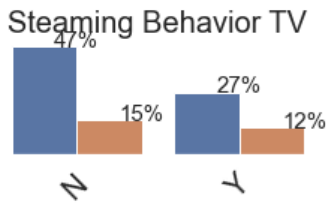
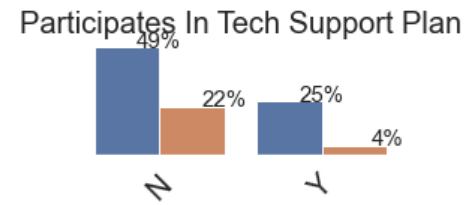
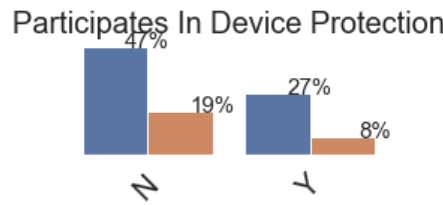
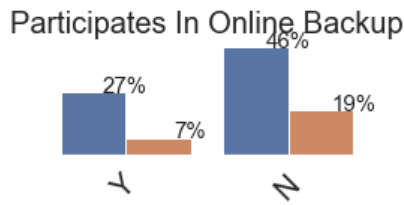
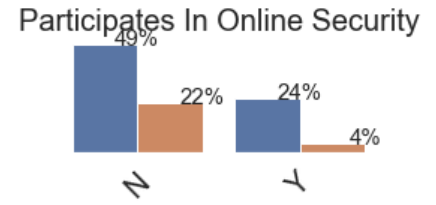
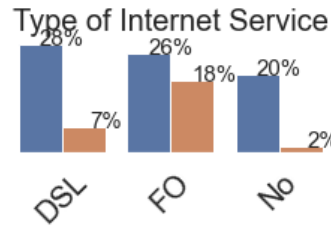
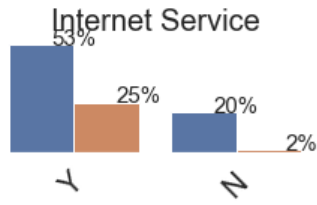
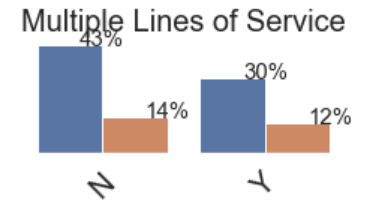
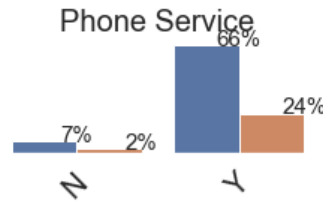
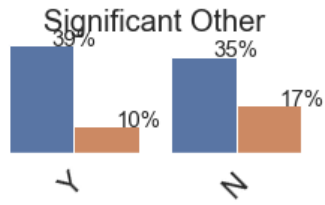
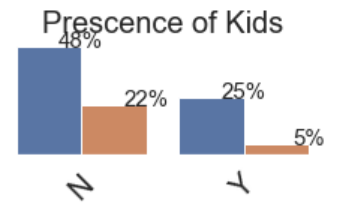
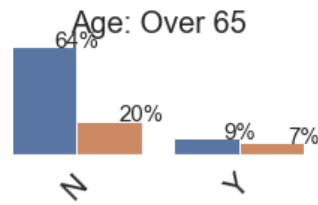
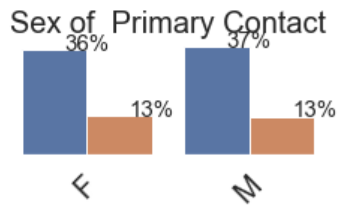
[...]

▼ Visuals - No Churn vs. Churn By Count

```
In [13]: 1 warnings.filterwarnings("ignore")
2 ShowChurnVsNoChurnSummary_Counts()
3 reviewCategoricalCounts()
```

Loyal vs. Churn Counts





OBSERVATIONS:

Graphs - Loyal vs. Churn Summary:

- Dealing with imbalanced dataset, will employ "Weight" or SMOTE as necessary.
- Type Of Contract - 89% of Churners In Month-To-Month Contracts
- Type of Internet Service - 66% Churners Part of Fiber Optics
- Count of Services - 66% Churners Part of 3 or more Services
- Monthly Charges - 66% of churners paying \geq \$70 per month, less churn with lower monthly spend

▼ **Visuals - No Churn vs. Churn By Monthly Revenue**

► **Create Additional Dataframes Needed to Graph Revenue Breakdown**

[...]

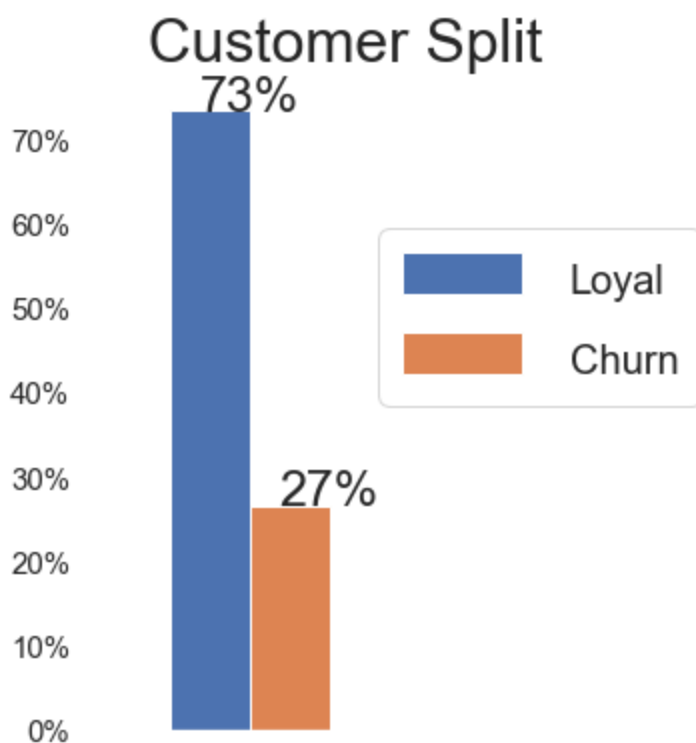
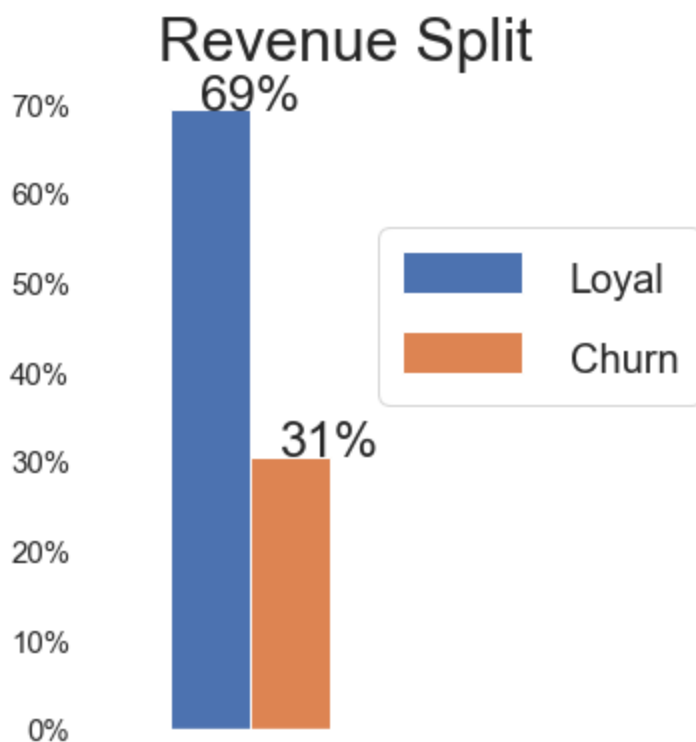
► **Create Additional Dataframes to Calculate % Revenue Monthly and Total By Features**

[...]

▼ **Call Graph Functions**

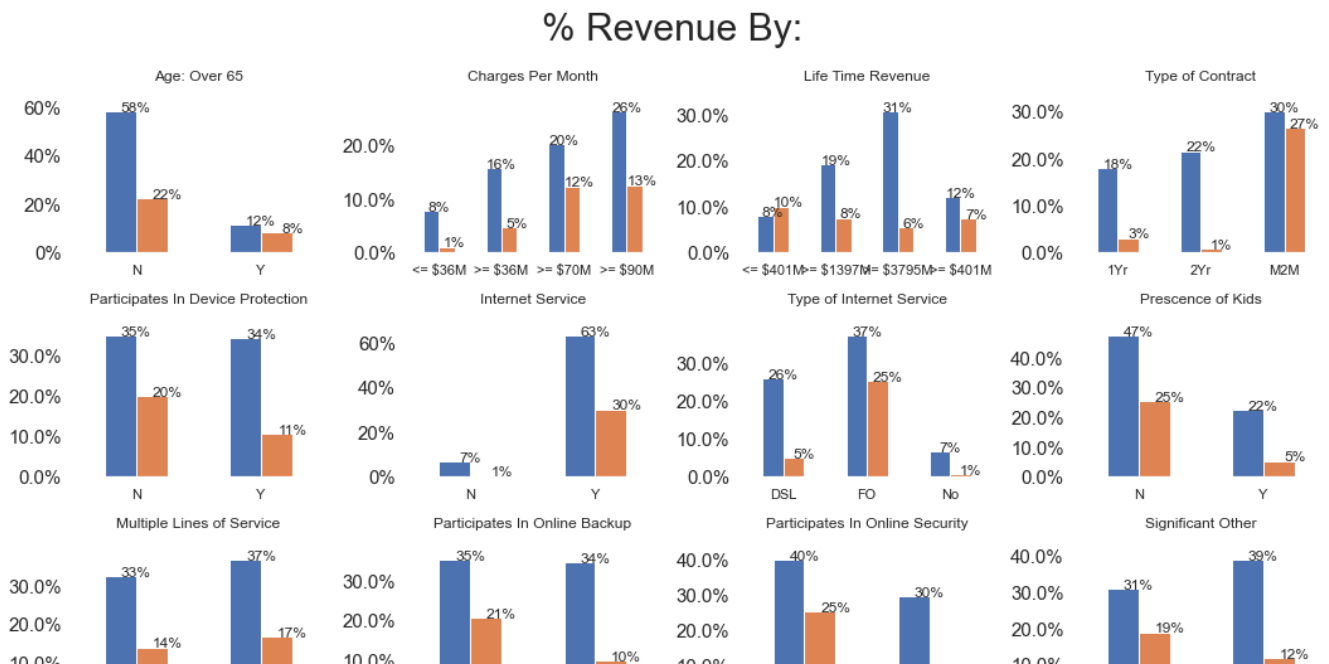
In [16]:

```
1 # Call graph function
2 warnings.filterwarnings("ignore")
3
4 subtitle = 'Revenue Split'
5 showPercentSummary(CountofGroupsToBeGraphed,plot_df,supitle)
6
7 CountofGroupsToBeGraphed = df_churnpercents["group"].nunique()
8 plot_df1 = pd.crosstab(index=[df_churnpercents['group'],df_churnpercents['Title']], co
9                      values=df_churnpercents['%Customers'], aggfunc=sum)
10 subtitle = 'Customer Split'
11 showPercentSummary(CountofGroupsToBeGraphed,plot_df1,supitle)
```



In [17]:

```
1 # Call graphs to view Montly Revenue by Feature
2 warnings.filterwarnings("ignore")
3 showPercentRevenueByFeature()
```



OBSERVATIONS:

Graphs - Loyal vs. Churn Summary:

- Building on Features Noted Above

Graphs - Loyal vs. Churn Summary:

- Churners over index on spend, they make up 27% count, but account for 31% revenue
- Type Of Contract - 27% of Revenue at risk with Month-To-Month Contracts
- Type of Payment - Majority of Churners Pay with Electronic Pay
- Monthsly with Company - Majority of Churners Part of 3 or more Services
- Monthly Charges - 66% of churners paying $\geq \$70$ per month, less churn with lower monthly spend

Visuals - No Churn vs. Churn Misc

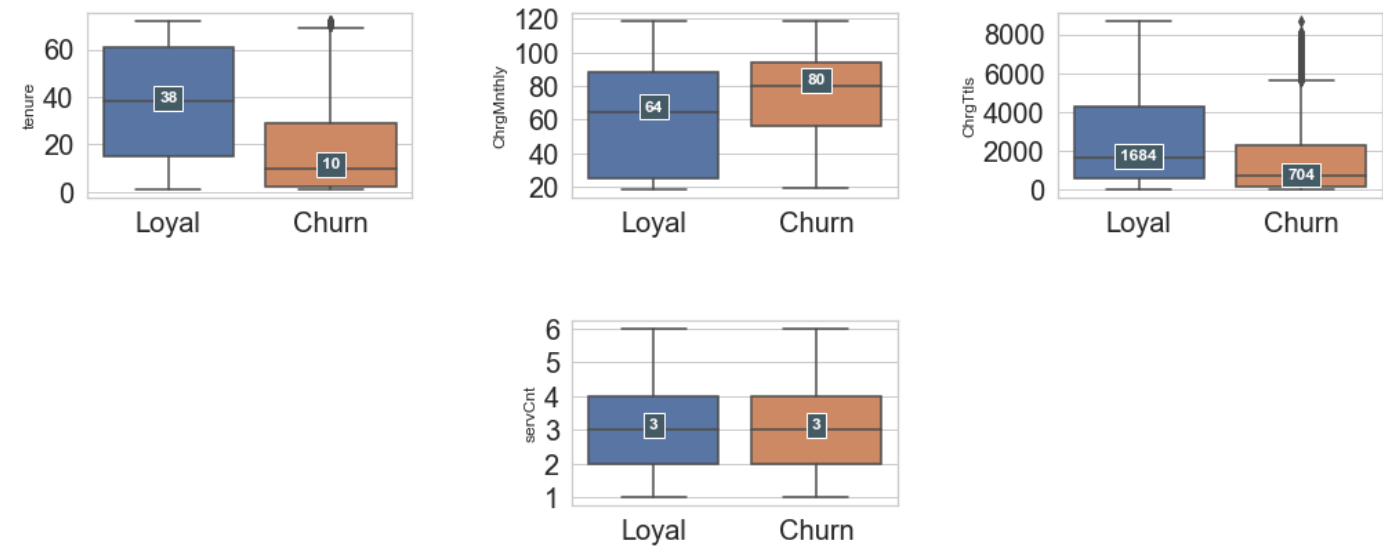
In [18]:

1

Show Range of Countinous Features

2

ShowChurnNoChurnByContinousFeatures()

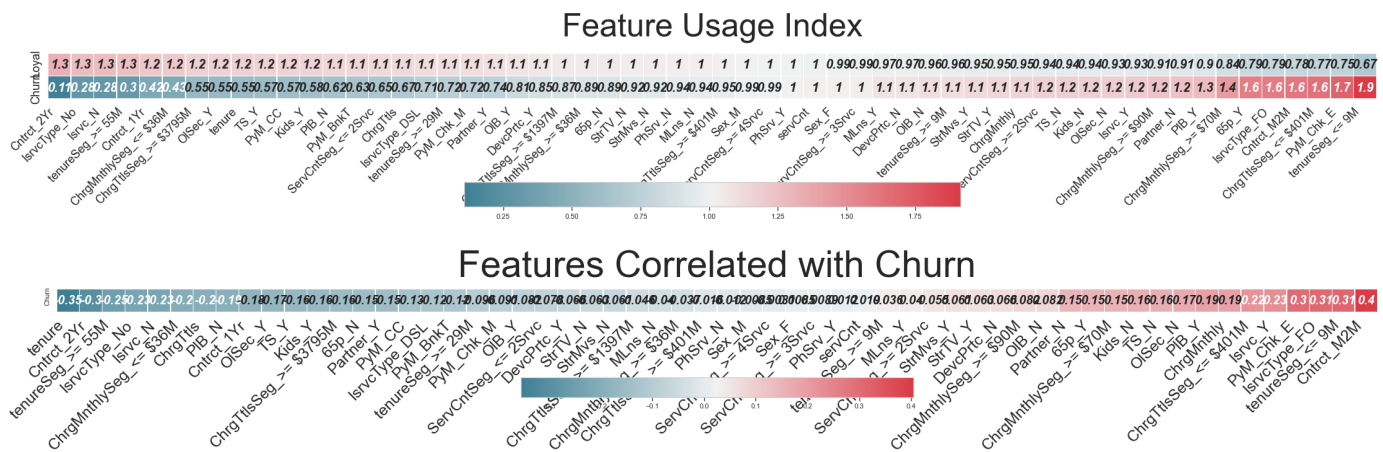


25%	75%	index
2.00	29	tenure - Churn
15	61	tenure- Loyal
56	94	ChrgMnthly - Churn
25	88	ChrgMnthly- Loyal
134	2331	ChrgTtls - Churn
578	4264	ChrgTtls- Loyal
2.00	4	servCnt - Churn
2.00	4	servCnt- Loyal

Churn Correlation By Feature

In [19]:

```
1 # Correlations between features and Churn
2 ShowChurnNoIndex()
3 showCorrelationWithChurn()
```



Graphs - Loyal vs. Churn Summary:

- Dealing with imbalanced dataset, will employ "Weight" or SMOTE as necessary.
- Type Of Contract- 89% of Churners In Month-To-Month Contracts, 27% of Revenue at risk with Month-To-Month Contracts
- Tenure - 75% of Churners leave between 2 - 29 months of usage, a few longer term customers also are showing churn.
- Type of Internet Service - 66% Churners Part of Fiber Optics
- Count of Services - 66% Churners Part of 3 or more Services
- Monthly Charges - 66% of churners paying \geq \$70 per month, less churn with lower monthly spend

Feature Usage Index:

- Churners over index on Paying with Check Electronically, paying Month to Month, participate in Fiber Optics Internet Services, skew a little older than younger, and favor Paperless Billing.
- Loyal customers over index on Contract usage (1&2Yr), Not using Internet Services, and using Online Security.

▼ Create Pickle Files for Modeling

```
In [20]: 1 #Create Files for Modeling
          2 with open('./data/df_wD_all.pickle', 'wb') as f:
          3     pickle.dump(df_wD_all, f)
          4
          5 with open('./data/df_wD.pickle', 'wb') as f:
          6     pickle.dump(df_wD, f)
```

```
In [ ]: 1
```