ABSTRACT

According to kartuHalo sales, churn, and customer base report of retail segment within 5 years, there is increasing number of customer churned. The number who churned indicates retention programs has not yet reach its objective. Therefore a research regarding churn prediction model is needed to be the main source to plan retention program and decide which customer segment will the target.

This research utilizes data source based on Telkomsel data regarding customer behavior consist of total bill amount, voice usage, sms usage, and churn information. Those data is collected within a period of January – March 2018. Data mining is undergone by logistic regression modelling using SPSS data modeler.

The result of data mining using logistic regression modelling shows a sensitivity factor of 97,9%. It means the data modelling method able to predict churn accurately by 97,9%. Along with that, 5 significant variables to predict churn are average voice usage to Telkomsel, device changing behavior, average voice usage to other telecommunication provider, average bill amount, outstanding bill.

Keywords: Customer Retention; Big Data Analysis, Logistic Regression, Churn prediction and churn score