Telecom Users Project

Data Science Project
based on Communication Company Dataset

### Overview

Any business wants to maximize the number of customers. To achieve this goal, it is important not only to try to attract new ones, but also to retain existing ones. Retaining a client will cost the company less than attracting a new one

The data contains information about almost six thousand users, their demographic characteristics, the services they use, the duration of using the operator's services, the method of payment, and the amount of payment.

| <b>X1</b> ‡ | customerID <sup>‡</sup> | gender <sup>‡</sup> | SeniorCitizen <sup>‡</sup> | Partner <sup>‡</sup> | Dependents <sup>‡</sup> | tenure <sup>‡</sup> | PhoneService <sup>‡</sup> | MultipleLines <sup>‡</sup> | InternetService <sup>‡</sup> | OnlineSecurity <sup>‡</sup> |
|-------------|-------------------------|---------------------|----------------------------|----------------------|-------------------------|---------------------|---------------------------|----------------------------|------------------------------|-----------------------------|
| 1869        | 7010-BRBUU              | Male                | 0                          | Yes                  | Yes                     | 72                  | Yes                       | Yes                        | No                           | No internet service         |
| 4528        | 9688-YGXVR              | Female              | 0                          | No                   | No                      | 44                  | Yes                       | No                         | Fiber optic                  | No                          |
| 6344        | 9286-DOJGF              | Female              | 1                          | Yes                  | No                      | 38                  | Yes                       | Yes                        | Fiber optic                  | No                          |
| 6739        | 6994-KERXL              | Male                | 0                          | No                   | No                      | 4                   | Yes                       | No                         | DSL                          | No                          |

| OnlineBackup <sup>‡</sup> | DeviceProtection <sup>‡</sup> | TechSupport <sup>‡</sup> | StreamingTV <sup>‡</sup> | StreamingMovies <sup>‡</sup> | Contract <sup>‡</sup> | PaperlessBilling <sup>‡</sup> | PaymentMethod <sup>‡</sup> | MonthlyCharges <sup>‡</sup> | TotalCharges <sup>‡</sup> | Churn ÷ |
|---------------------------|-------------------------------|--------------------------|--------------------------|------------------------------|-----------------------|-------------------------------|----------------------------|-----------------------------|---------------------------|---------|
| No internet service       | No internet service           | No internet service      | No internet service      | No internet service          | Two year              | No                            | Credit card (automatic)    | 24.10                       | 1734.65                   | No      |
| Yes                       | Yes                           | No                       | Yes                      | No                           | Month-to-month        | Yes                           | Credit card (automatic)    | 88.15                       | 3973.20                   | No      |
| No                        | No                            | No                       | No                       | No                           | Month-to-month        | Yes                           | Bank transfer (automatic)  | 74.95                       | 2869.85                   | Yes     |
| No                        | No                            | No                       | No                       | Yes                          | Month-to-month        | Yes                           | Electronic check           | 55.90                       | 238.50                    | No      |
| No                        | Yes                           | No                       | No                       | No                           | Month-to-month        | No                            | Electronic check           | 53.45                       | 119.50                    | No      |

Rows: 5986

Columns: 22

| ^ X1   | customerID | † gender † | a             |         |            |                     |              |
|--------|------------|------------|---------------|---------|------------|---------------------|--------------|
|        |            | 3          | SeniorCitizen | Partner | Dependents | tenure <sup>‡</sup> | PhoneService |
| 1 1869 | 7010-BRBUU | Male       | 0             | Yes     | Yes        | 72                  | Yes          |
| 2 4528 | 9688-YGXVR | Female     | 0             | No      | No         | 44                  | Yes          |

| telecom <- read_csv("C:/Users/User/Downloads/telecom_users.csv") |
|--|
| View(telecom)  |
| <pre>ctelecom &lt;- select(telecom,-1)</pre>                     |
| View(ctelecom)   |

| L |   |            |    |                     |                            |                      |                         |          |                           |
|---|---|------------|----|---------------------|----------------------------|----------------------|-------------------------|----------|---------------------------|
|   | • | customerID | \$ | gender <sup>‡</sup> | SeniorCitizen <sup>‡</sup> | Partner <sup>‡</sup> | Dependents <sup>‡</sup> | tenure ‡ | PhoneService <sup>‡</sup> |
|   | 1 | 7010-BRBUU |    | Male                | 0                          | Yes                  | Yes                     | 72       | Yes                       |
|   | 2 | 9688-YGXVR |    | Female              | 0                          | No                   | No                      | 44       | Yes                       |
| Ì |   |            | Т  |                     |                            |                      |                         |          |                           |

#### > dim(ctelecom) [1] 5986 21

```
> summary(ctelecom$MonthlyCharges)
  Min. 1st Qu. Median Mean 3rd Qu. Max.
18.25 35.65 70.40 64.80 89.90 118.75
```

### Data Wrangling

- 1. Import The Dataset
- 2. Check The Dataset for Cleaning
- 3. Clean The Dataset
- 4. Remove (unnecessarily | Null ) Values
- 5. View The Dataset
- 6. Get The Dataset Stat Information
- 7. Get The Dataset Summarization

### Overview

### filtering

seniorspills1 <- filter(ctelecom, SeniorCitizen==1, PaperlessBilling == "No")</pre>

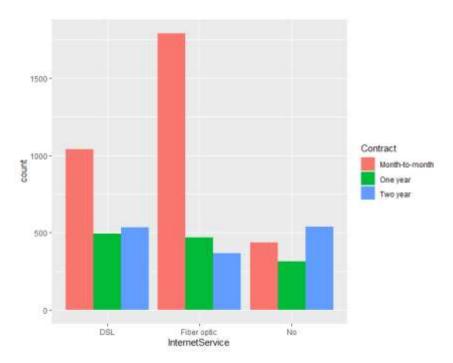
| • | customer  | ID ‡ | gender | SeniorCitizen <sup>‡</sup> | Partner | Dependents <sup>‡</sup> | tenure <sup>‡</sup> | PhoneService <sup>‡</sup> | MultipleLines <sup>‡</sup> | InternetService | OnlineSecurity <sup>‡</sup> | OnlineBackup <sup>‡</sup> | DeviceProtection <sup>‡</sup> | TechSupport         | StreamingTV <sup>‡</sup> | StreamingMovies <sup>‡</sup> | Contract       | PaperlessBilling | PaymentMethod <sup>‡</sup> |
|---|-----------|------|--------|----------------------------|---------|-------------------------|---------------------|---------------------------|----------------------------|-----------------|-----------------------------|---------------------------|-------------------------------|---------------------|--------------------------|------------------------------|----------------|------------------|----------------------------|
| 1 | 7173-TETG | 50   | Female | 1                          | Yes     | No                      | 72                  | Yes                       | Yes                        | Fiber optic     | Yes                         | No                        | No                            | No                  | No                       | No                           | Two year       | No               | Bank transfer (automatic)  |
| 2 | 4193-ORF  | CL   | Female | 1                          | No      | No                      | 1                   | Yes                       | No                         | DSL             | No                          | No                        | No                            | No                  | No                       | No                           | Month-to-month | No               | Mailed check               |
| 3 | 0529-ONK  | KER  | Male   | 1                          | No      | No                      | 15                  | Yes                       | Yes                        | Fiber optic     | No                          | No                        | No                            | No                  | No                       | No                           | Month-to-month | No               | Electronic check           |
| 4 | 2277-VW0  | CNI  | Female | 1                          | No      | No                      | 4                   | Yes                       | Yes                        | DSL             | No                          | No                        | No                            | No                  | No                       | No                           | Month-to-month | No               | Mailed check               |
| 5 | 8075-GXIU | JB   | Male   | 1                          | Yes     | No                      | 9                   | Yes                       | No                         | No              | No internet service         | No internet service       | No internet service           | No internet service | No internet service      | No internet service          | One year       | No               | Credit card (automatic)    |
| 6 | 9274-CNF  | MO   | Male   | 1                          | Yes     | No                      | 4                   | Yes                       | Yes                        | Fiber optic     | No                          | No                        | No                            | No                  | No                       | No                           | Month-to-month | No               | Electronic check           |
| 7 | 8250-ZNG  | GW   | Female | 1                          | No      | No                      | 5                   | Yes                       | No                         | DSL             | Yes                         | Yes                       | No                            | Yes                 | No                       | No                           | Month-to-month | No               | Credit card (automatic)    |
|   |           |      |        |                            |         |                         |                     |                           |                            |                 |                             |                           |                               |                     |                          |                              | _              |                  |                            |

pav\_methods [1] "Bank transfer (automati > cp1 pay\_methods <- levels(type.convert(ctelecom\$PaymentMethod))</pre> c)" "Credit card (automatic)" cp1 <- round(nrow(seniorspills1)/nrow(ctelecom),digits = 2)\*100 [1] 4 "Electronic check" "Mailed check" total\_monthly <- ctelecom %>% select(TotalCharges, MonthlyCharges) levels mutate yearly <- yearly\_charges %>% select(yearly\_charges) percentage periods <- months\_period %>% select(months\_period) financial\_Data <- data.frame(total\_monthly,yearly,periods)</pre> yearly\_charges <- mutate(ctelecom, yearly\_charges = MonthlyCharges \*12 ) TotalCharges MonthlyCharges yearly\_charges months period pipelines 1734.65 24.10 289.2 1057.8 2 3973.20 88.15 months\_period <- transmute(ctelecom,months\_period = tenure ) 3 2869.85 74.95 899.4 38 55.90 670.8 238.50 119.50 53,45 641.4 Financial Data Frame transmute

### Internet Services & Contract Types

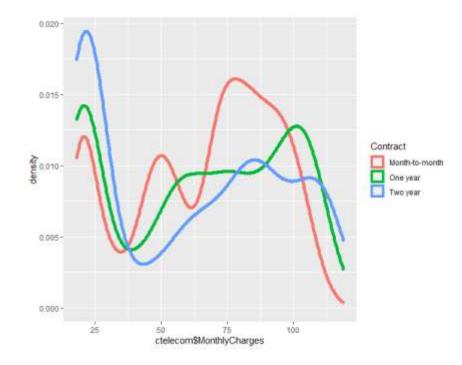
#### Insight

As shows in the chart, the most customers that use Fiber optic their contract is month to month and the most customers use DSL have One year contract but The customers with two years contract most of them they don't have internet service.



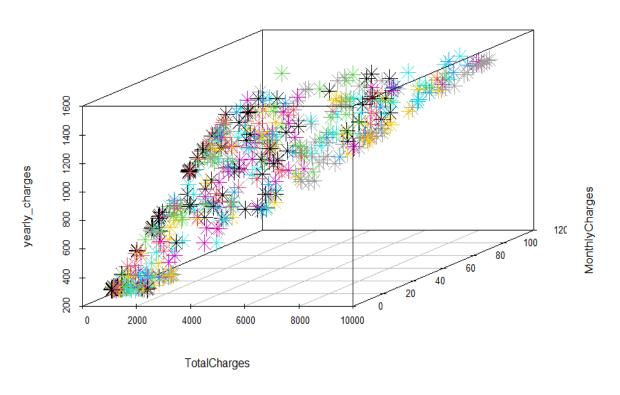
#### Insight

As shows in the chart, the less Monthly Charges Contract is the Two-year Contract and the expensive one is the month to month, the one-year contract in the middle between them.

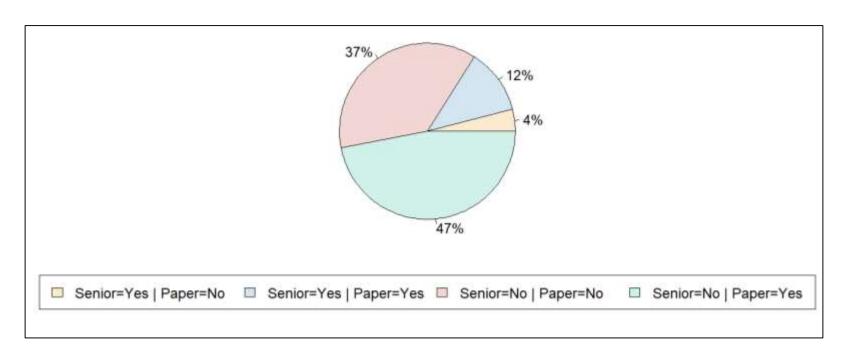


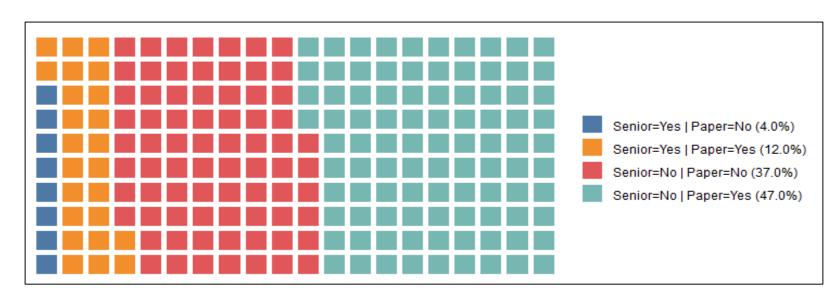
## Total Charges

samp <- financial\_Data[sample(nrow(financial\_Data),500),]
scatterplot3d(samp, pch = 8)</pre>



-Strong -Positive -Linear





### **Insight**

As shows in the charts, the biggest percentage are the young people who they still using the papers bills, and the smallest percentage are the old people who they don't use papers bills.

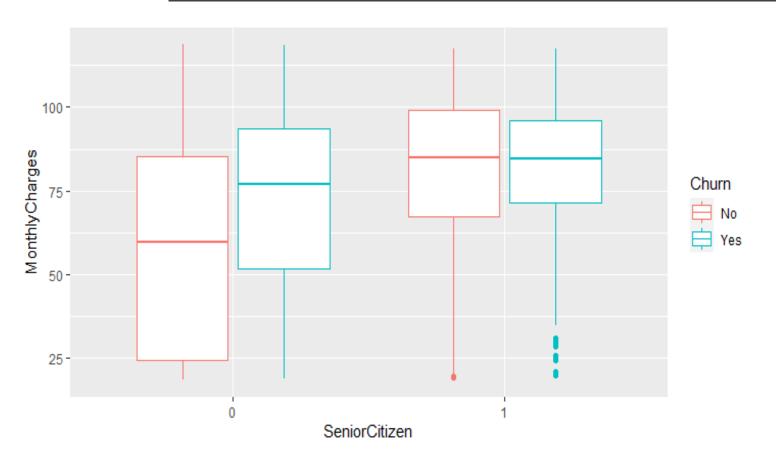
## **Explore Data Analysis**

```
> str(df)
'data.frame': 5986 obs. of 22 variables:
               : int 1869 4528 6344 6739 432 2215 5260 6001 1480 5137 ...
               : chr "7010-BRBUU" "9688-YGXVR" "9286-DOJGF" "6994-KERXL" ...
$ customerID
               : chr "Male" "Female" "Female" "Male" ...
$ gender
$ SeniorCitizen : int 0010000001...
$ Partner
$ Dependents
$ tenure
               : int 72 44 38 4 2 70 33 1 39 55 ...
$ PhoneService : chr "Yes" "Yes" "Yes" "Yes" "Yes" ...
$ MultipleLines : chr "Yes" "No" "Yes" "No" ...
$ InternetService : chr "No" "Fiber optic" "Fiber optic" "DSL" ...
$ OnlineSecurity : chr "No internet service" "No" "No" "No" ...
$ OnlineBackup : chr "No internet service" "Yes" "No" "No" ...
$ DeviceProtection: chr "No internet service" "Yes" "No" "No" ...
$ TechSupport
               : chr "No internet service" "No" "No" "No" ...
$ StreamingTV
              : chr "No internet service" "Yes" "No" "No" ...
$ StreamingMovies : chr "No internet service" "No" "No" "Yes" ...
                : chr "Two year" "Month-to-month" "Month-to-month" "Month-to-month" ...
$ PaperlessBilling: chr "No" "Yes" "Yes" "Yes" ...
$ PaymentMethod : chr "Credit card (automatic)" "Credit card (automatic)" "Bank transfer (automatic)" "Electronic check" ...
$ MonthlyCharges : num 24.1 88.2 75 55.9 53.5 ...
$ TotalCharges : num 1735 3973 2870 238 120 ...
$ Churn
```

```
# Change data type
df$SeniorCitizen, as.character)
```

# How the Monthly charges distribution looks for Senior Citizen and Non-Senior Citizen? And how affect on Churn\*?

```
df %>%
  ggplot(aes(y= MonthlyCharges, x= SeniorCitizen, color = Churn)) +
  geom_boxplot()
```



### **Insight**

As shows in the chart, the Churn of Senior Citizen users is almost similar for the Monthly Charges. Churn of Non-Senior Citizen users is highest when Monthly Charges is highest.

### What is the most Monthly charges paid by customers with Month-to-month contract?

```
df %>%
  filter(SeniorCitizen == "1" & Contract == "Month-to-month") %>%
  ggplot(aes(MonthlyCharges, color = Churn)) +
  ggtitle("Counts of monthly charges paid by customers based on churn Senior Citizen.") +
  geom_freqpoly()

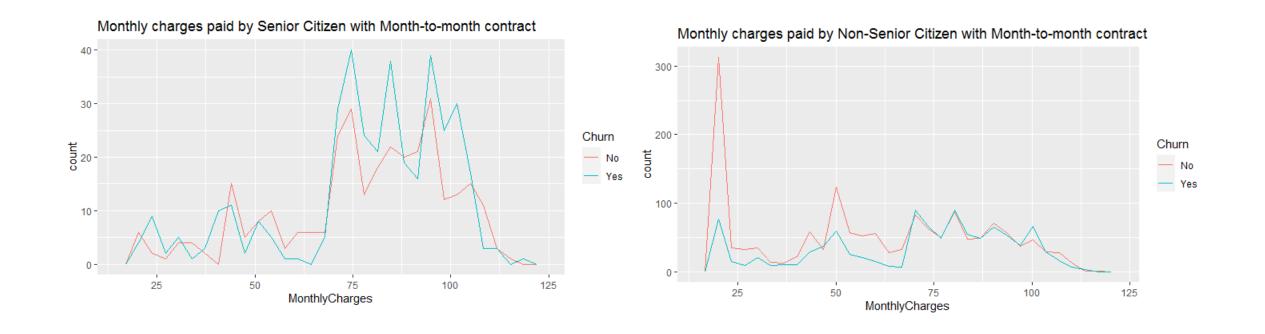
df %>%
  filter(SeniorCitizen == "0" & Contract == "Month-to-month") %>%
  ggplot(aes(MonthlyCharges, color = Churn)) +
  ggtitle("Counts of monthly charges paid by customers based on churn Non-Senior Citizen") +
  geom_freqpoly()
```



### What is the most Monthly charges paid by customers with Month-to-month contract?

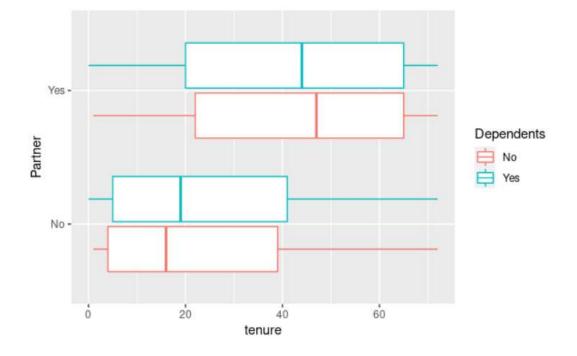
### **Insight**

Most of Senior Citizen paid between 70 and 105 per month. For Non-Senior Citizen there is big peak when Monthly Charges less than 25. As charts illustrate, Non-Senior Citizen paid less and not churn the service. On otherwise, monthly charges for Senior Citizen a bit similar for both churn or not.



# What's the period tenure for partners and are they dependents or independent?

```
ggplot(data = df,
mapping = aes(x = tenure, y = Partner, color =
Dependents)) + geom_boxplot()
```

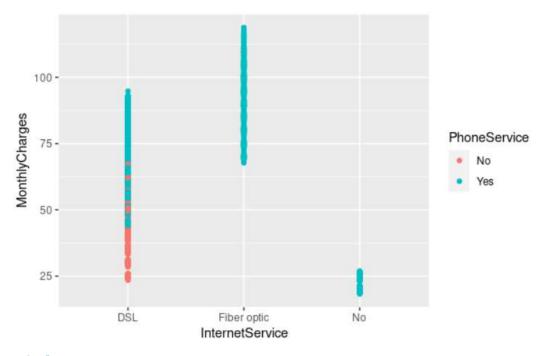


### Insight

The period tenure for partners was between 0-75 and most partners are dependents

## who have a monthly charges for internet service, have they also a phone service?

```
ggplot(data = df) +
geom_point(mapping = aes(x =InternetService,
y = MonthlyCharges, color = PhoneService))
```

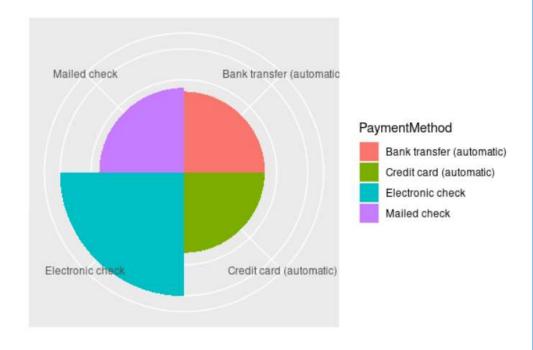


#### Insight

We can say yes, Since most of them have internet service and phone service, except who have a DSL internet service, we see in there are some of them haven't a phone service.

### What the most used of Payment Method?

```
bar = ggplot(data = df) + geom_bar(mapping = aes(x = PaymentMethod, fill = PaymentMethod), show.legend = TRUE, width = 1) + theme(aspect.ratio = 1) +labs(x = NULL, y = NULL)bar + coord_polar()
```

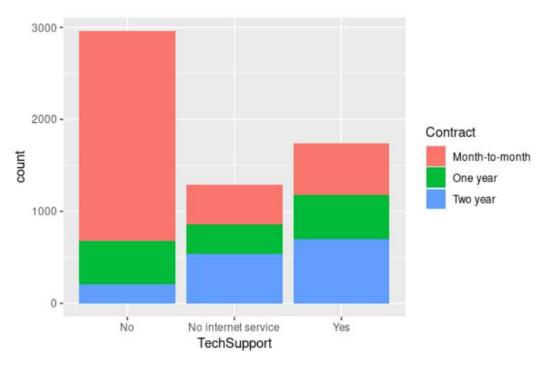


### Insight

As shows in the chart, The most used of Payment Method is Electronic check

### What is the most used technical support contract?

```
ggplot(data = df) + geom_bar(mapping = aes(x =
TechSupport, fill = Contract))
```



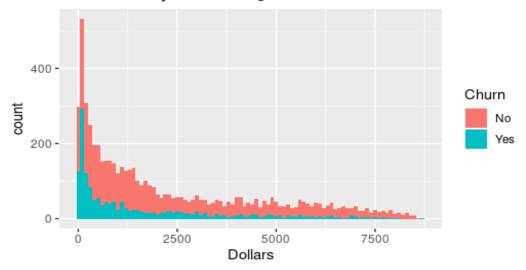
#### Insight

As shown in the chart, the most used technical support contracts are Two year

## How does the total charges paid affect the users leave or not?

```
df%>% ggplot(aes(x =TotalCharges , fill = Churn)) +
geom_histogram(binwidth = 100) +
labs(x = "Dollars", title = "Churn rate by total
charges")
df
```

#### Churn rate by total charges



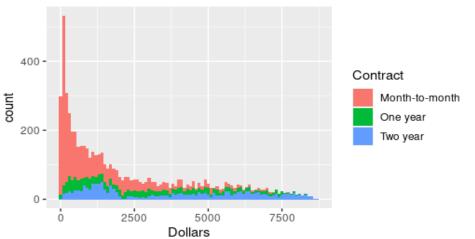
#### Insight

As shows in the chart, customers who have spent more with the company less likely to churn. That's mean customers who are more financially well off are less likely to leave.

# How about the distribution for total charges split by contract status?

```
df%>% ggplot(aes(x =TotalCharges , fill =Contract ))
+ geom_histogram(binwidth = 100) + labs(x =
"Dollars",title = "The total charges by contract
status ")
df
```

#### The total charges by contract status



#### Insight

As would be expected, the total charges of month-tomonth contract customers is much higher than the longer contract customers. There is a large spike at 1 month, indicating that there are a large portion of customers that will leave the after just one month of service.



Any questions?

Full code available here: The Code Source