# Customer Churn Analysis Report

#### 1. Overall Churn Rate

- Total Churned Customers: 1869 out of 7032 → 26.5%
- **Insight**: 1 in every 4 customers is leaving.
- **Q** Action: Focus on customer retention strategies.

#### **2.** Senior Citizen Impact

Category Churn Rate

Non-Senior 26.6%

Senior Citizen 24.8%

- Insight: Non-senior citizens (younger customers) churn slightly more.
- **Q** Action: Design offers that attract and retain younger users.

## ③ 3. Tenure (Customer Duration)

- Highest churn (190 customers) happens in first month.
- After 2 months, churn drops significantly.
- **Insight**: New users are at **highest risk** of leaving.
- **Action**: Provide offers, support, or onboarding calls in the first 2 months.

# 4. Contract Type Impact

Contract Type Churn Rate

Month-to-Month 43%

One Year 11%

Two Year 3.5%

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**V** Insight: Short-term users leave faster.

• **Q** Action: Give discounts or extra features for annual/2-year plans.

## 5. Monthly Charges

- Users paying ₹70 or more are twice as likely to churn.
- **Insight**: High-billing users are more sensitive.
- **Action**: Give premium users **special benefits** or support.

## 🔧 6. Optional Services

Service Churned % if not subscribed

Online Security 40%

Tech Support 38%

Device Protection 37%

Online Backup 35%

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- **✓ Insight**: Users without these services churn more.
- Action: Offer bundle packages or free trials for these services.

## = 7. Payment Method Impact

| Method           | Churn Rate |
|------------------|------------|
| Electronic Check | 45%        |
| Bank Transfer    | 15%        |
| Credit Card      | 12%        |
| Mailed Check     | 13%        |

- Insight: Electronic check users churn the most.
- **Q** Action: Encourage digital auto-payment with cashbacks or discounts.

#### **9** 8. Partner Status

| Partner Status | Churn Count | Total<br>Users | Churn % |
|----------------|-------------|----------------|---------|
| Yes            | 669         | 3391           | 19.7%   |
| No             | 1200        | 3641           | 33%     |

- ✓ Insight: Single users churn more than those with a partner.
- **Q** Action: Run couple/family plans or partner referral bonuses.

# **V** Final Summary Table

| Area               | 🔽 Insight                       | Recommendation                             |
|--------------------|---------------------------------|--|
| Overall Churn      | 26.5% churn rate                | Focus on retention                         |
| Tenure             | Highest churn in first 2 months | Strengthen onboarding, early offers        |
| Contract Type      | Month-to-month churn is 43%     | Push 1–2 year plans with offers            |
| Monthly<br>Charges | High-paying users churn more    | Provide premium support or loyalty rewards |

| Optional<br>Services | Lack of add-ons leads to more churn | Create bundles, free trials, or promotions     |
|----------------------|-------------------------------------|--|
| Payment<br>Method    | Electronic check = 45% churn        | Promote auto-pay, UPI, or credit card benefits |
| Partner Status       | Single users churn 13% more         | Offer family/partner referral plans            |
| Senior Citizen       | Younger users churn more            | Engage youth with targeted plans               |