Telecommunication Customer Churn Analysis

This project focuses on understanding customer churn behavior within a telecommunication company through data exploration and analysis. The primary goal is to provide insights into churn patterns and identify factors contributing to customer attrition.

Key Objectives

1. Understand Churn Trends:

- Analyze historical data to identify patterns in customer churn.
- Visualize differences between churned and retained customers.

2. Explore Influential Factors:

- Assess key customer attributes (e.g., demographics, service type, and usage) affecting churn behavior.
- o Provide actionable insights for reducing churn rates.

Data Description

- Source: Telecommunications customer records.
- Attributes:
 - Customer Information: Demographics, tenure, and account details.
 - Service Details: Subscriptions (internet, phone, TV), contract type, and payment method.
 - **Usage Metrics**: Call duration, data usage, and monthly charges.
 - **Churn Indicator**: Binary field denoting if a customer churned (Yes/No).

Project Workflow

1. Data Preprocessing:

- Loaded data into Python.
- o Handled missing values, duplicates, and inconsistencies.
- o Performed feature engineering to create new metrics or reformat data.

2. Exploratory Data Analysis (EDA):

- o Visualized customer distribution based on churn status.
- Explored correlations between churn and factors like contract type, tenure, and charges.
- Created summary statistics and charts for better understanding.

Key Findings

- 1. High churn rates are observed among customers with:
 - Month-to-month contracts.
 - o High monthly charges.
 - o Low tenure (new customers).
- 2. Service issues and limited bundling options are significant contributors to churn.

Recommendations

• Enhance Customer Retention:

- o Incentivize long-term contracts with discounts or perks.
- Target low-tenure customers with proactive outreach.

• Improve Services:

- o Address common complaints related to service downtimes.
- o Offer bundled packages to reduce overall costs for customers.

• Monitor Churn Factors:

o Regularly analyze churn rates and their correlation with key metrics.