# **Summary & Recommendations**

#### **■** 1. Data Loading & Cleaning

- The script loads a **telecom churn dataset** (Telco-Customer-Churn.csv) into a pandas DataFrame.
- Handles data quality issues:
  - Replaces empty strings in TotalCharges (often from incomplete billing records) with 0.
  - o Converts TotalCharges to float to enable numerical analysis.
- Transforms SeniorCitizen from 0/1 to "No" / "Yes" for clearer plots.

### **Q 2. Overall Churn Analysis**

#### **⇒**□ Count & Pie Chart

- Creates:
  - o A **bar plot** showing counts of customers who churned vs those who stayed.
  - o A **pie chart**, visually breaking down the proportion:
    - ~73.5% customers did **not churn**.
    - ~26.5% customers **churned**.
- This gives a first look: **about 1 in 4 customers churned**.

### **3.** Churn by Senior Citizens

#### **⇒**□ Countplot & Stacked Percentage Bar

- The countplot shows the split of churn by senior citizen status.
- The script builds a **crosstab**, converts it to **percentages by row**, then creates a **stacked bar chart**:
  - o Among **senior citizens**:
    - ~41% churned, ~59% stayed.
  - Among non-senior citizens:
    - ~24% churned, ~76% stayed.
- This reveals senior citizens have a **much higher churn rate** (~41%) than non-seniors.

## **4.** Tenure Analysis

- A histogram shows the distribution of tenure (months with the company), split by churn.
- Churned customers tend to have **lower tenure** indicating many leave within the first year.

## ■ 5. Contract Type by Churn

- A bar chart shows Contract type vs churn:
  - Month-to-month contracts have the highest churn over 40% of month-to-month customers churn.
  - One-year and two-year contracts have far lower churn, often under 10-15%, suggesting commitment helps retention.

#### **№** 6. Service Features & Churn

The script builds a **3x3 grid of countplots** for features like:

- PhoneService, MultipleLines, InternetService
- OnlineSecurity, OnlineBackup, DeviceProtection
- TechSupport, StreamingTV, StreamingMovies

### **M** Observations (implied by typical trends on this dataset):

- Customers **without OnlineSecurity or TechSupport** churn at notably higher rates. For example, typically:
  - Those without OnlineSecurity can show churn rates of ~40%, vs under 15% for those with the service.
- Internet type matters Fiber optic customers often show ~35-40% churn, while DSL or No Internet much less.
- Entertainment services (StreamingTV, StreamingMovies) show a mixed but generally smaller effect.

### **■ 7. Payment Method & Churn**

- The final countplot shows churn by PaymentMethod:
  - Electronic checks show the highest churn (~35-40%).

- Automatic credit card & bank transfers tend to be more stable (often churn <20%).</li>
- Indicates customers who pay by auto modes are more likely to stay.

## ☐ Concluding Insights (with % emphasis)

- **★** ~26.5% of all customers churned, with senior citizens at ~41% churn vs non-seniors ~24%.
- ★ Customers on month-to-month contracts churn ~40%, vs under 15% for longer contracts.
- ★ Lack of OnlineSecurity & TechSupport roughly doubles churn probability.
- ★ Electronic check payments see ~35-40% churn, whereas autopay shows ~15-20%.
- ★ Short tenure (<1 year) customers dominate churn numbers.