

Visualization Analysis of Telecom Customer Churn Dataset

1. Introduction to the Visualizations

The visualizations presented in this document are part of an analysis on a telecom company's customer churn dataset. The goal of these visualizations is to explore key features such as Senior Citizen status, Tenure, and Monthly Charges, in order to understand patterns that may influence customer churn.

2. Histogram Analysis

SeniorCitizen

The histogram for 'SeniorCitizen' shows a heavy concentration of customers with a value of 0, indicating that most of the customers are not senior citizens. A much smaller proportion has a value of 1, which represents senior citizens. This demographic imbalance suggests that senior citizens may not be the primary customer base of the telecom company.

Tenure

The 'Tenure' histogram displays an interesting distribution where customers are clustered at both the beginning and the end of the range. This indicates that there are many new customers with low tenure and many long-time customers with high tenure, while the middle range is more evenly distributed. This could suggest that customers either tend to churn early on, or remain loyal to the company for a long period.

MonthlyCharges

The 'MonthlyCharges' histogram shows a wide distribution of charges with some customers paying very low amounts, but the majority of customers fall within a broad range between \$20 and \$120. This suggests that the company serves a variety of customer types, and understanding these different groups may help in identifying at-risk customers based on their payment amounts.

3. Boxplot Analysis

SeniorCitizen

The boxplot for 'SeniorCitizen' reinforces the earlier observation, showing a significant skew with the majority of customers being non-senior citizens. A few outliers are present, but they do not significantly affect the overall trend. This indicates that senior citizens make up a very small portion of the customer base.

Tenure

The 'Tenure' boxplot reveals that most customers fall between the 20 and 60 month range, as indicated by the interquartile range. Customers with low tenure (less than 10 months) are more likely to churn, while those with a tenure of 60 months or more may represent a more loyal customer segment.

MonthlyCharges

The 'MonthlyCharges' boxplot shows the distribution of charges, with a median around \$70. There is a wider range of charges on the higher end, with some outliers paying significantly more. This suggests that there are premium customers in the dataset, and targeting them with special offers may help reduce churn among high-paying customers.

4. Results and Suggestions

The visualizations provide several key insights:

- **SeniorCitizen**: The low representation of senior citizens in the customer base suggests that they are not a key demographic for churn prevention strategies.
- **Tenure**: The high churn risk for customers with low tenure suggests that efforts should focus on retaining new customers, possibly through incentives during the first few months.
- **MonthlyCharges**: The spread in monthly charges indicates the presence of distinct customer segments. The company could benefit from personalized retention strategies for both low and high-paying customers.