

Elevating Customer Retention in Telecommunications

The Telecommunications Retention Manager faces the critical challenge of enhancing customer retention and reducing churn. By interpreting insightful data, this comprehensive solution aims to uncover key trends and patterns that will drive strategic initiatives to elevate customer loyalty and safeguard the company's subscriber base.

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Uncovering Data-Driven Insights

Data Sources

The project leverages the robust Customer Churn
Dataset from the PwC
Switzerland Virtual Internship
Program. This dataset
provides a wealth of
information on customer
demographics, service usage,
and retention metrics.

Data Preparation

The data was meticulously cleaned, organized, and structured to facilitate effective analysis using Power BI. This crucial step ensured the data was ready for indepth exploration and visualization.

Data Modeling

The data was thoughtfully modeled in Power BI, enabling the extraction of valuable insights through sophisticated DAX functions. This strategic data modeling approach laid the foundation for the project's analytical prowess.

Uncovering Key Insights

1 Customer Overview

The analysis revealed a total customer base of 7,032, with 1,869 customers identified as being at risk of churning. The average monthly charges stand at \$38,000, with a concerning average churn rate of 26.58%.

2 Service Utilization

Customers demonstrate a high usage of phone service (90.33%) and streaming services (TV: 38.44%, movies: 38.84%), along with notable usage of online security (28.65%), device protection (34.39%), tech support (29.01%), and online backup (34.49%).

3 Customer Demographics

The customer base is almost evenly split between male (50.47%) and female (49.53%) customers. Notably, senior citizens make up 16.24% of the customer population, while 29.85% have dependents and 48.25% have partners.

ics for Dynamics 365



Analyzing Churn Drivers

1 — Tenure and Churn

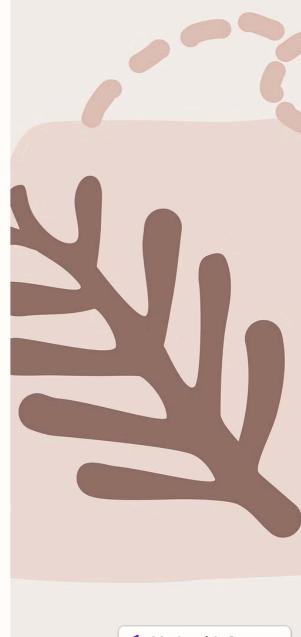
Churn rates are highest within the first year of customer tenure (55.48%), but decrease significantly with longer tenure (1-2 years: 15.73%, 2-3 years: 9.63%, 3-4 years: 7.76%, 4-5 years: 6.42%, more than 5 years: 4.98%).

2 — Internet Service and Churn

Fiber optic customers exhibit the highest churn rate at 44.03%, followed by DSL at 34.36%, and no internet service at 21.62%. This underscores the importance of addressing the unique needs of fiber optic customers.

Contract Types and Churn

Month-to-month contracts have the highest churn rate at 55.11%, while one-year contracts (20.39%) and two-year contracts (23.96%) demonstrate significantly lower churn rates.





Actionable Recommendations

Incentivize Longer Contracts

Encourage customers to subscribe to oneyear and two-year contracts by offering attractive incentives to mitigate the higher monthly costs and improve retention.

Promote Ancillary Services

Educate customers on the benefits of signing up for online security and tech support services to improve service stickiness and customer loyalty.

Targeted Discounts for Month-to-Month

Implement targeted discounts for month-tomonth subscribers to enhance retention and reduce the high churn rate associated with these contracts.

Boost Paperless Billing

Promote paperless billing to all customers, as it correlates with higher retention rates, and aim to increase the adoption by 5%.



