

Summary and Recommendation

The analysis effectively uncovers factors influencing customer churn and provides actionable insights.

1. Data Loading and Initial Exploration

- Essential libraries like numpy, pandas, matplotlib, and seaborn are imported.
- The dataset is loaded into a **DataFrame**, revealing that it contains **7043 rows and 21 columns** with key features such as customerID, gender, SeniorCitizen, tenure, MonthlyCharges, TotalCharges, and Churn.
- An initial overview of the dataset identifies categorical and numerical features for further analysis.

2. Data Cleaning

- The **TotalCharges column** has some missing values stored as blank spaces, which are replaced with **0** and converted to float.
- The dataset is checked for null values, ensuring data consistency.
- The **SeniorCitizen column** is converted from binary (0/1) to categorical ("Yes"/"No") for better readability.

3. Exploratory Data Analysis (EDA)

EDA is the core of this analysis, using powerful visualizations to extract meaningful patterns.

Churn Rate & General Trends

- **Churn Rate:** The dataset shows a **churn rate of ~26.54%**, indicating that about **1 in 4 customers leave the service**.
- **Churn by Gender:** A count plot shows **no significant gender-based difference**, suggesting gender does not influence churn.
- **Churn by Senior Citizen Status:** Senior citizens have a noticeably **higher churn rate** than younger customers.
- **Churn by Tenure:**
 - Customers with a **short tenure (0-6 months)** are at the **highest risk of churning**.
 - Long-tenured customers are more likely to stay.

Financial & Service-Based Analysis

- **Monthly Charges Impact:**
 - Customers with **higher monthly charges** churn more frequently.
 - Low-cost customers tend to remain loyal.
- **Total Charges vs. Churn:**
 - Churned customers often have **low total charges**, further confirming early churn tendencies.
- **Service Subscription & Churn:**
 - **Fiber optic internet users** have the highest churn rate, possibly due to **higher costs**.
 - Customers without internet service churn less, likely due to reliance on basic phone services.
- **Contract Type & Churn:**
 - Customers with **month-to-month contracts** have the **highest churn rate**, whereas **long-term contracts (1-2 years)** significantly reduce churn.
- **Payment Methods & Churn:**

- Customers using **electronic checks** churn at a much higher rate, possibly due to dissatisfaction with recurring charges.

Percentage-Based Visualizations

- **Churn Distribution by Customer Segments** is clearly displayed with **percentage annotations**, ensuring a deep understanding of **which categories contribute most to customer attrition**.

4. Grouping and Aggregation

- The dataset is grouped by the **Churn column** to calculate **the count and percentage of churned vs. non-churned customers**.
- Aggregations across tenure, contract type, and payment method help derive **insights for customer retention strategies**.

5. Insights and Conclusions

- The **most at-risk customers** are those with **short tenures, high monthly charges, fiber optic internet, month-to-month contracts, and electronic check payments**.
- **Loyal customers** tend to have **long-term contracts, low monthly charges, and multiple bundled services**.
- Addressing churn requires **incentivizing longer contracts, optimizing pricing models, and improving service reliability**.

6. Future Recommendations

- Implement **predictive modeling (Logistic Regression, Decision Trees, etc.)** to identify at-risk customers.
- Offer **incentives for long-term contracts** to reduce churn in high-risk segments.
- Conduct **customer feedback analysis** to understand dissatisfaction with fiber optic services.

Final Thoughts

This notebook provides an **exceptionally well-structured churn analysis**, leveraging **strong EDA techniques, compelling visualizations, and percentage-based breakdowns**. The insights extracted lay a **solid foundation for proactive churn reduction strategies**, making this a valuable resource for **data-driven customer retention efforts**. 🚀