```
In [1]: import pandas as pd
         import numpy as np
         import matplotlib.pyplot as plt
         import seaborn as sns
In [2]: df = pd.read_csv('Customer Churn.csv')
In [3]: df.head()
Out[3]:
            customerID gender SeniorCitizen Partner Dependents tenure PhoneService MultipleLines InternetService Online
                 7590-
                                                                                              No phone
         0
                                            0
                                                                                                                  DSL
                         Female
                                                  Yes
                                                               No
                                                                         1
                                                                                      No
                 VHVEG
                                                                                                service
                 5575-
         1
                                                                                                                  DSL
                           Male
                                            0
                                                   No
                                                               No
                                                                       34
                                                                                     Yes
                                                                                                   No
                GNVDE
                 3668-
         2
                           Male
                                            0
                                                   No
                                                               No
                                                                         2
                                                                                     Yes
                                                                                                   No
                                                                                                                  DSL
                 QPYBK
                 7795-
                                                                                              No phone
         3
                           Male
                                            0
                                                   No
                                                                       45
                                                                                      No
                                                                                                                  DSL
                                                               No
                CFOCW
                                                                                                service
                 9237-
                                            0
         4
                         Female
                                                   No
                                                               No
                                                                         2
                                                                                     Yes
                                                                                                   No
                                                                                                             Fiber optic
                 HQITU
        5 \text{ rows} \times 21 \text{ columns}
```

In [4]: df.info()

<class 'pandas.core.frame.DataFrame'> RangeIndex: 7043 entries, 0 to 7042 Data columns (total 21 columns):

#	Column	Non-Null Count	Dtype						
0	customerID	7043 non-null	object						
1	gender	7043 non-null	object						
2	SeniorCitizen	7043 non-null	int64						
3	Partner	7043 non-null	object						
4	Dependents	7043 non-null	object						
5	tenure	7043 non-null	int64						
6	PhoneService	7043 non-null	object						
7	MultipleLines	7043 non-null	object						
8	InternetService	7043 non-null	object						
9	OnlineSecurity	7043 non-null	object						
10	OnlineBackup ´	7043 non-null	object						
11	DeviceProtection	7043 non-null	object						
12	TechSupport	7043 non-null	object						
13	StreamingTV	7043 non-null	object						
14	StreamingMovies	7043 non-null	object						
15	Contract	7043 non-null	object						
16	PaperlessBilling	7043 non-null	object						
17	PaymentMethod	7043 non-null	object						
18	MonthlyCharges	7043 non-null	float64						
19	TotalCharges	7043 non-null	object						
20	Churn	7043 non-null	object						
dtypes: float64(1), int64(2), object(18)									
The same of the sa									

memory usage: 1.1+ MB

## Replacing blank value in totalcharges with 0.

```
In [7]: df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
        RangeIndex: 7043 entries, 0 to 7042
        Data columns (total 21 columns):
                                Non-Null Count Dtype
             Column
                                7043 non-null
         0
             customerID
                                                object
         1
                                7043 non-null
             gender
                                                object
         2
             SeniorCitizen
                                7043 non-null
                                                int64
         3
             Partner
                                7043 non-null
                                                object
         4
             Dependents
                                7043 non-null
                                                object
         5
             tenure
                                7043 non-null
                                                int64
                                7043 non-null
         6
             PhoneService
                                                object
             MultipleLines
         7
                                7043 non-null
                                                object
             InternetService
                                7043 non-null
         8
                                                object
         9
             OnlineSecurity
                                7043 non-null
                                                object
         10 OnlineBackup
                                7043 non-null
                                                object
         11 DeviceProtection 7043 non-null
                                                object
         12 TechSupport
                                                object
                                7043 non-null
         13 StreamingTV
                                7043 non-null
                                                object
         14 StreamingMovies
                                7043 non-null
                                                object
         15 Contract
                                7043 non-null
                                                object
         16 PaperlessBilling
                                7043 non-null
                                                object
         17
             PaymentMethod
                                7043 non-null
                                                object
             MonthlyCharges
                                7043 non-null
                                                float64
         19 TotalCharges
                                7043 non-null
                                                float64
         20
             Churn
                                7043 non-null
                                                object
        dtypes: float64(2), int64(2), object(17)
        memory usage: 1.1+ MB
 In [8]: df.isnull().sum().sum()
 Out[8]: 0
 In [9]:
         df.describe()
 Out[9]:
                SeniorCitizen
                                   tenure MonthlyCharges TotalCharges
          count 7043.000000 7043.000000
                                             7043.000000
                                                          7043.000000
                    0.162147
          mean
                                32.371149
                                                64.761692
                                                          2279.734304
            std
                    0.368612
                                24.559481
                                               30.090047
                                                          2266.794470
                    0.000000
                                0.000000
           min
                                                18.250000
                                                             0.000000
                    0.000000
           25%
                                9.000000
                                               35.500000
                                                           398.550000
          50%
                    0.000000
                               29.000000
                                               70.350000
                                                          1394.550000
           75%
                    0.000000
                               55.000000
                                               89.850000
                                                          3786.600000
                    1.000000
                               72.000000
                                               118.750000
                                                          8684.800000
           max
In [10]: df.duplicated().sum()
Out[10]: 0
In [11]: df["customerID"].duplicated().sum()
Out[11]: 0
```

# Create function to convert 0 and 1 value of SeniorCitizen into "yes" and "no" value

```
In [13]: def conv(value):
    if value==1:
        return "yes"
    else:
        return "no"

df["SeniorCitizen"]=df["SeniorCitizen"].apply(conv)
In [14]: df.head()
```

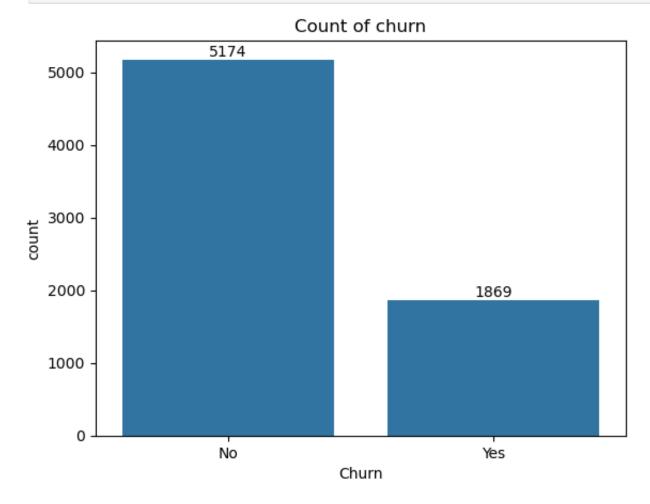
Out[14]:	С	ustomerID	gender	SeniorCitizen	Partner	Dependents	tenure	PhoneService	MultipleLines	InternetService	Online
	0	7590- VHVEG	Female	no	Yes	No	1	No	No phone service	DSL	
	1	5575- GNVDE	Male	no	No	No	34	Yes	No	DSL	
	2	3668- QPYBK	Male	no	No	No	2	Yes	No	DSL	
	3	7795- CFOCW	Male	no	No	No	45	No	No phone service	DSL	
	4	9237- HQITU	Female	no	No	No	2	Yes	No	Fiber optic	

5 rows × 21 columns

## 1. What percentage of customers have churned?

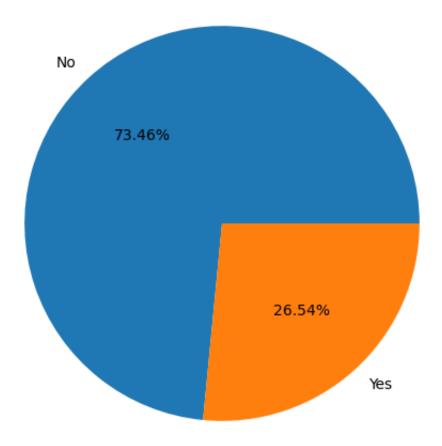
→ Countplot and pie chart showing overall churn rate (~26.5%).

```
In [16]: ax=sns.countplot(x='Churn', data=df)
ax.bar_label(ax.containers[0])
plt.title("Count of churn")
plt.show()
```



```
In [17]: gb=df.groupby("Churn").agg({'Churn':"count"})
    plt.figure(figsize=(7,6))
    plt.pie(gb['Churn'], labels=gb.index, autopct="%1.2f%")
    plt.title("Percentage of Churned Customer", fontsize=18)
    plt.show()
```

### Percentage of Churned Customer



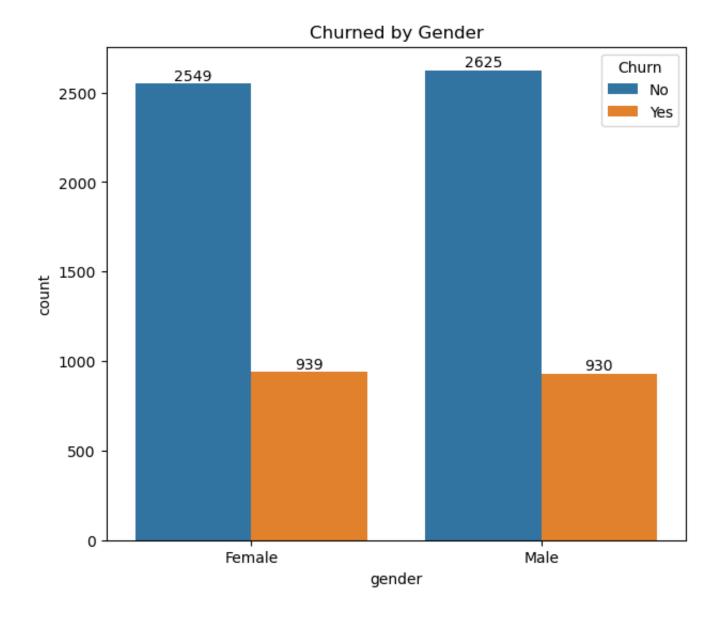
- From the given chart we can conclude that 26.54% of our customer have churned out.
- Reson for this is below

## 2. Does gender have an effect on churn?

 $\rightarrow$  Countplot by gender vs churn — no major difference observed.

```
In [20]: plt.figure(figsize=(7, 6))
    ax = sns.countplot(x="gender", data=df, hue="Churn")
    plt.title("Churned by Gender")
    ax.bar_label(ax.containers[0])
    ax.bar_label(ax.containers[1])

plt.show()
```

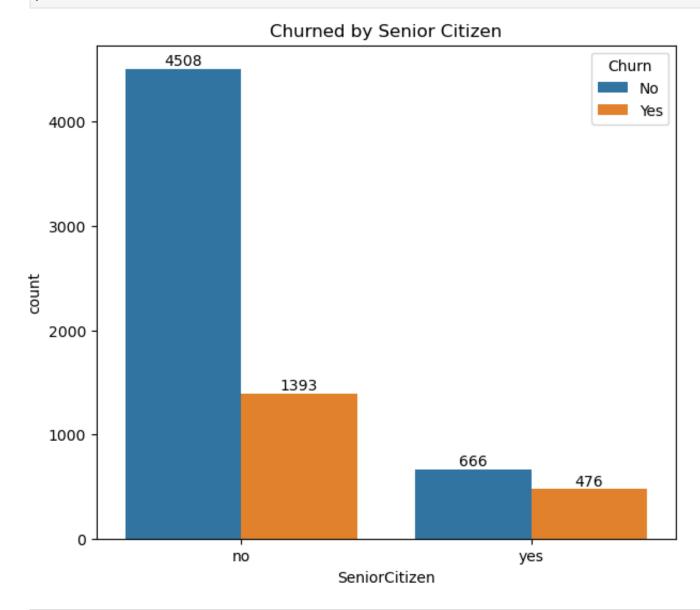


## 3. Are senior citizens more likely to churn?

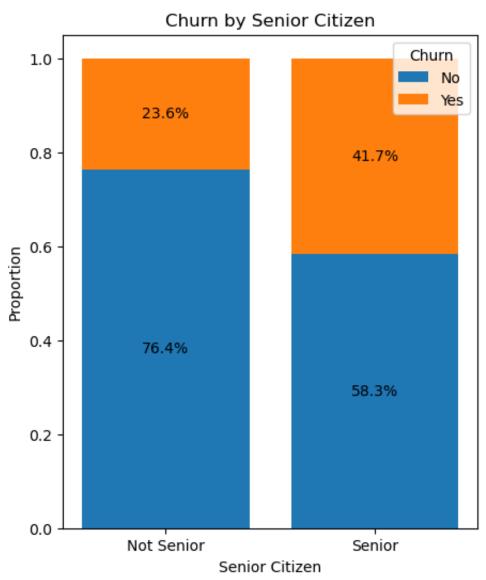
→ Senior citizens show a higher proportion of churn.

```
In [22]: plt.figure(figsize=(7,6))
    ax=sns.countplot(x="SeniorCitizen", data=df, hue="Churn")
    ax.bar_label(ax.containers[0])
    ax.bar_label(ax.containers[1])

plt.title("Churned by Senior Citizen")
    plt.show()
```



```
data_percent = data.div(data.sum(axis=1), axis=0)
plt.figure(figsize=(5,6))
bottom = [0] * len(data_percent)
for churn_value in data_percent.columns:
    values = data_percent[churn_value]
    bars = plt.bar(data_percent.index,
                   values,
                   bottom=bottom,
                   label=churn_value)
    for i, bar in enumerate(bars):
        height = bar.get_height()
        if height > 0.01:
            plt.text(bar.get_x() + bar.get_width() / 2,
                     bottom[i] + height / 2,
                     f'{height * 100:.1f}%',
                     ha='center', va='center', fontsize=10)
        bottom[i] += height
plt.title("Churn by Senior Citizen")
plt.xlabel("Senior Citizen")
plt.ylabel("Proportion")
plt.legend(title="Churn")
plt.xticks([0, 1], labels=["Not Senior", "Senior"])
plt.ylim(0, 1.05)
plt.show()
```

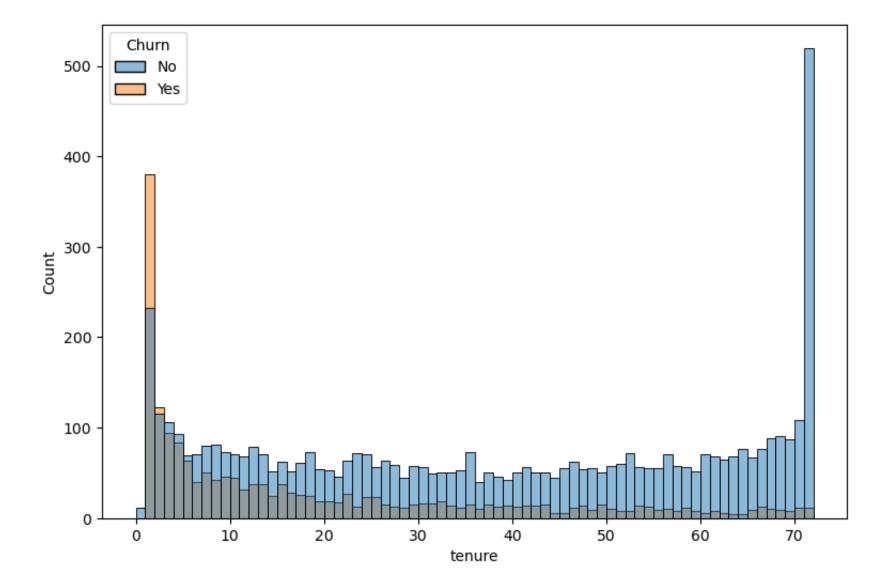


Comparative a greated percentage of people in senior citizen category have churned

#### 4. How does customer tenure affect churn likelihood?

 $\rightarrow$  Customers in the 0–12 month tenure group have the highest churn rate.

```
In [26]: plt.figure(figsize=(9,6))
    sns.histplot(x="tenure", data=df, bins=72, hue='Churn')
    plt.show()
```

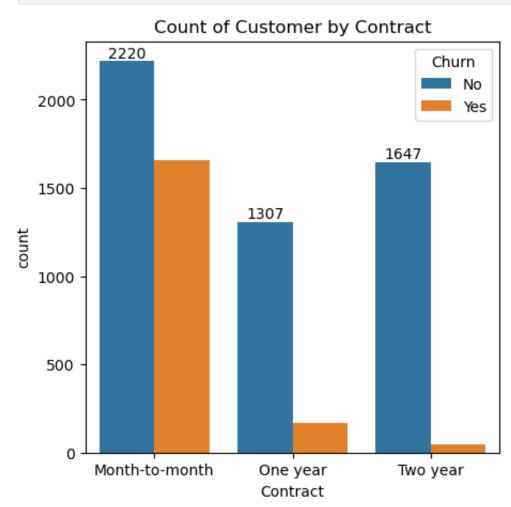


 People who haved used our services for a long time have stayed and people who have our service 1 or 2 months have churned

## 5. Which contract types are most associated with churn?

→ Month-to-month contracts have the highest churn rate.

```
In [29]: plt.figure(figsize=(5,5))
    ax=sns.countplot(x='Contract', data=df, hue='Churn')
    ax.bar_label(ax.containers[0])
    plt.title("Count of Customer by Contract")
    plt.show()
```



 People who have month to moth contract like to churn then who have one yer contact or two year contact

#### 6. Does use of internet and additional services affect churn?

→ Churn is higher for customers who do not use services like online security, backup, tech support.

'TotalCharges', 'Churn'], dtype=object)

```
In [33]: cols = ['PhoneService', 'MultipleLines', 'InternetService',
                         'OnlineSecurity', 'OnlineBackup', 'DeviceProtection',
                        'TechSupport', 'StreamingTV', 'StreamingMovies']
             fig, axes = plt.subplots(3, 3, figsize=(18, 12))
             axes = axes.flatten()
             for i, col in enumerate(cols):
                  ax = axes[i]
                  sns.countplot(data=df, x=col, hue="Churn", ax=ax)
                  ax.set_title(f"Churn by {col}")
                  ax.tick_params(axis='x', rotation=20)
                  for container in ax.containers:
                        ax.bar_label(container, label_type='edge', fontsize=8)
             plt.tight_layout()
             plt.show()
                              Churn by PhoneService
                                                                                Churn by MultipleLines
                                                                                                                                  Churn by InternetService
                                                                                                        Churn
                                                      Churn
                                                                                                                                                           Churn
                                                                                                                 1750
            4000
                                                      Yes
                                                               2000
                                                                                                                 1500
            3000
                                                                                                                 1250
                                                             북 <sup>1500</sup>
                                                                                                                 1000
            2000
                                                               1000
                                                                                                                  750
                                                                                                                  500
            1000
                                                                                                                  250
                                                                                                                                       Fiber optic
                                                                                     MultipleLines
                             Churn by OnlineSecurity
                                                                                Churn by OnlineBackup
                                                                                                                                  Churn by DeviceProtection
                                                               2000
            2000
                                                      Churn
                                                                                                         Churn
                                                                                                                                                           Churn
                                                                                                                 1750
                                                               1750
            1750
                                                                                                                 1500
            1500
                                                                                                                 1250
                                                               1250
            1250
                                                                                                                 1000
           5 1000
                                                             E 1000
                                                                                                                  750
             750
                                                               500
             500
                                                               250
                                                                                                                  250
             250
                                                                                                 No internet service
                                                                                                                                                    No internet service
                                              No internet service
                                                                                    OnlineBackup
                              Churn by TechSupport
                                                                                Churn by StreamingTV
                                                                                                                                 Churn by StreamingMovies
                                                                                                                 2000
            2000
                                                      Churn
                                                                                                        Churn
                                                                                                                                                           Churn
                                                               1750
                                                      No
                                                                                                         No
                                                                                                                                                           No
            1750
                                                                                                                 1500
            1500
                                                               1250
                                                                                                                 1250
            1250
                                                             5 1000
                                                                                                                 1000
           j 1000
                                                               500
                                                                                                                  500
             500
                                                               250
                                                                                                                  250
             250
```

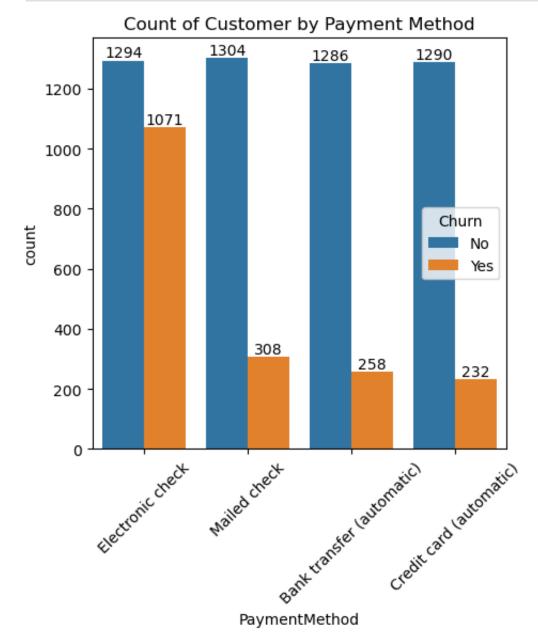
• Customers who don't have internet service rarely leave, but those who do have internet are more likely to leave if they don't use extra services like online security or tech support. People who use these extra services tend to stay longer. For phone services, churn is higher among those who have the service, especially if they don't use multiple lines. Overall, not using available services seems linked to a higher chance of leaving.

### 7. Do payment methods impact churn?

→ Customers using Electronic Check are most likely to churn.

```
In [36]: plt.figure(figsize=(5,5))
    ax=sns.countplot(x='PaymentMethod', data=df, hue='Churn')
    ax.bar_label(ax.containers[0])
    ax.bar_label(ax.containers[1])

plt.title("Count of Customer by Payment Method")
    plt.xticks(rotation=45)
    plt.show()
```

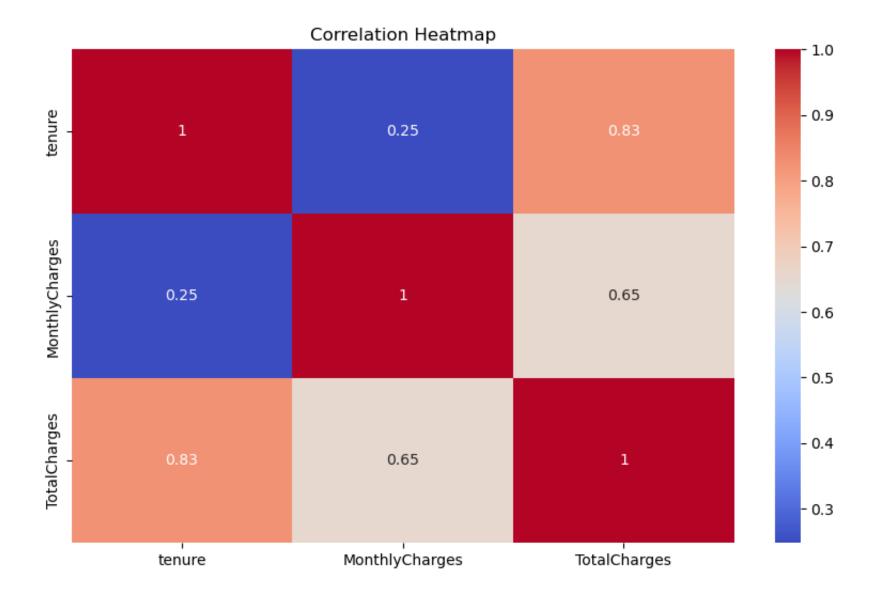


customer likely to churn when using electronic check

## 8. What is the relationship between tenure, monthly charges, and total charges?

→ Heatmap shows strong correlation between tenure and total charges.

```
In [39]: # Correlation heatmap
  plt.figure(figsize=(10, 6))
    sns.heatmap(df.corr(numeric_only=True), annot=True, cmap='coolwarm')
  plt.title("Correlation Heatmap")
  plt.show()
```

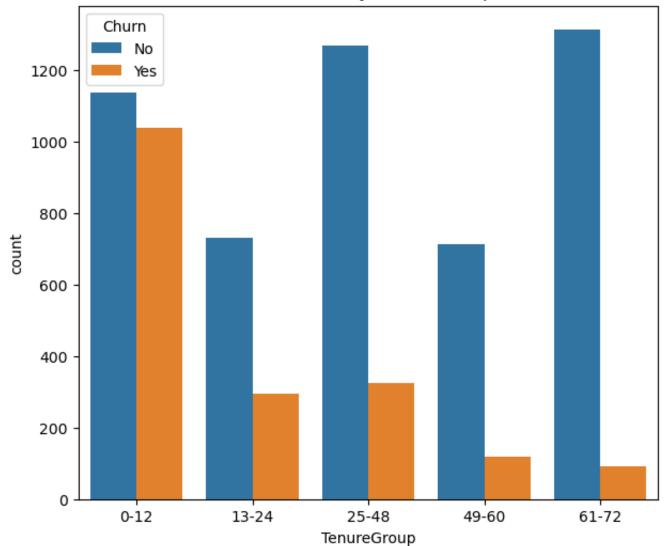


• The heatmap shows that TotalCharges is strongly correlated with tenure (0.83) and moderately with MonthlyCharges (0.65), while tenure and MonthlyCharges have a weak correlation (0.25)

### 9. How does customer tenure group impact churn rate?

 $\rightarrow$  It analyzes churn across different tenure bins (e.g., 0–12, 13–24, etc.), showing that churn is highest among new customers and decreases significantly with longer tenure.

#### Churn Rate by Tenure Group



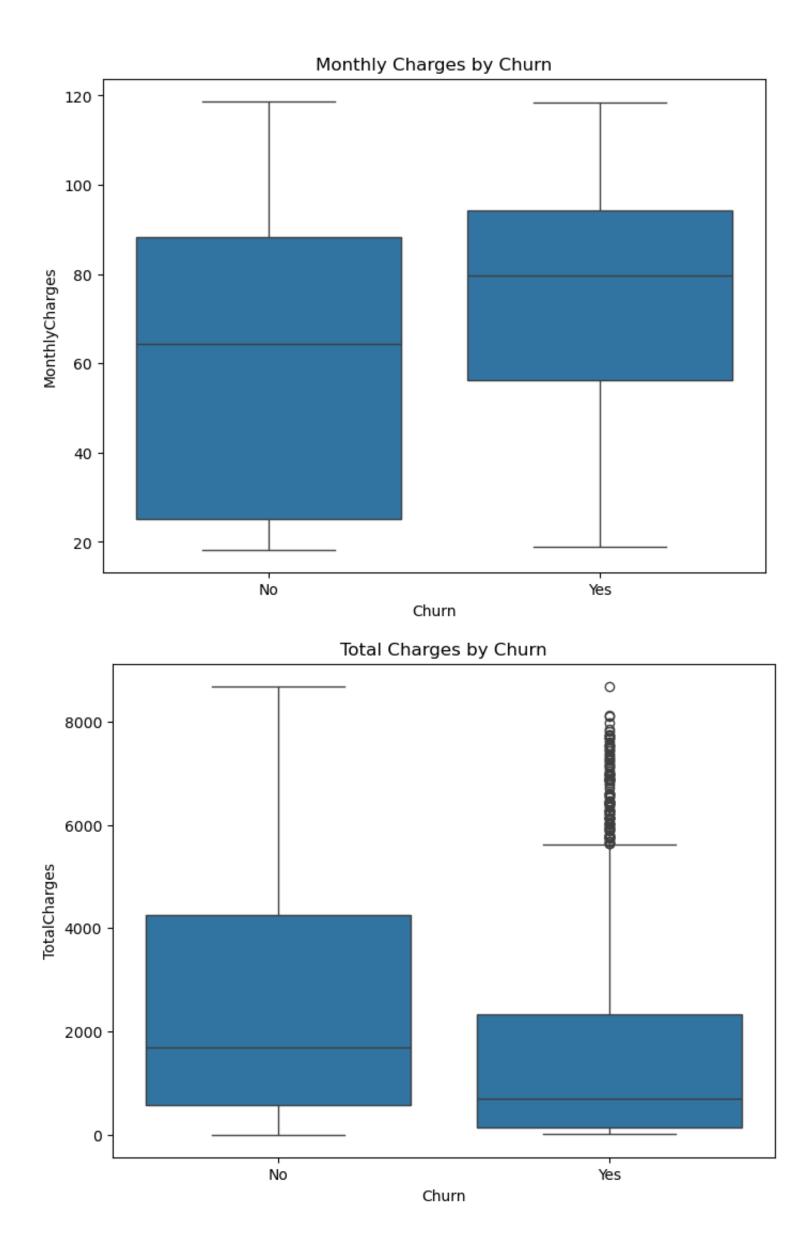
• The chart shows that customers with shorter tenures (0–12 months) are much more likely to churn, while those with longer tenures, especially 25 months and beyond, are significantly less likely to leave.

### 10. Do monthly or total charges differ for churned customers?

→ Churned customers pay higher monthly charges but have lower total charges.

```
In [45]: plt.figure(figsize=(8, 6))
    sns.boxplot(x='Churn', y='MonthlyCharges', data=df)
    plt.title("Monthly Charges by Churn")
    plt.show()

plt.figure(figsize=(8, 6))
    sns.boxplot(x='Churn', y='TotalCharges', data=df)
    plt.title("Total Charges by Churn")
    plt.show()
```

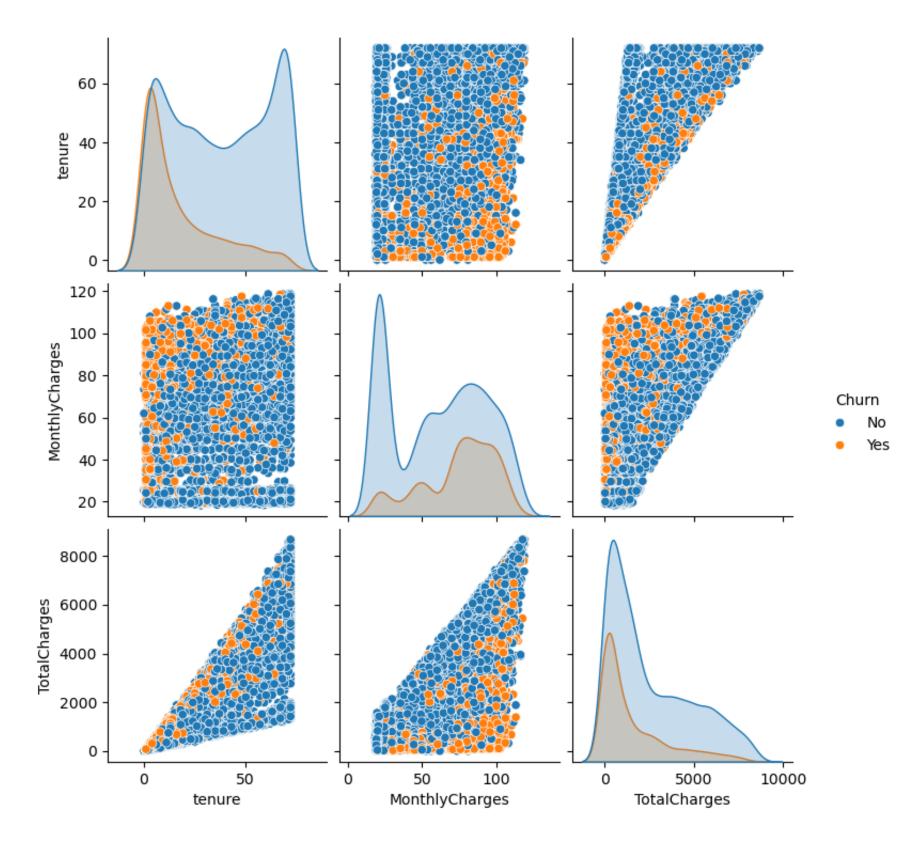


• The boxplots show that churned customers tend to have higher monthly charges but lower total charges, indicating they leave early despite paying more per month.

# 11. Where are churned customers positioned in numeric feature space?

→ Pairplot shows churned customers cluster at low tenure and total charges.

```
In [48]: selected_cols = ['tenure', 'MonthlyCharges', 'TotalCharges']
sns.pairplot(df[selected_cols + ['Churn']], hue='Churn')
plt.show()
```



• The pairplot reveals that churned customers cluster at lower tenure and lower total charges, while non-churned customers are spread across higher tenures and charges, suggesting retention improves with longer engagement.

## 12. How well can churn be predicted with a Random Forest model?

→ Model achieves 80% accuracy, but lower performance on churned customers (f1-score: 0.55) due to class imbalance.

```
In [51]: from sklearn.model_selection import train_test_split
         from sklearn.preprocessing import LabelEncoder
         from sklearn.ensemble import RandomForestClassifier
         from sklearn.metrics import classification_report
         df_ml = df.drop(columns=['customerID'])
         if 'TenureGroup' in df ml.columns:
             df_ml = df_ml.drop(columns=['TenureGroup'])
         label_enc = LabelEncoder()
         for column in df_ml.columns:
             if df_ml[column].dtype == 'object':
                 df_ml[column] = label_enc.fit_transform(df_ml[column])
         X = df_ml.drop('Churn', axis=1)
         y = df_ml['Churn']
         X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)
         model = RandomForestClassifier()
         model.fit(X_train, y_train)
```

```
y_pred = model.predict(X_test)
 print(classification_report(y_test, y_pred))
              precision
                           recall f1-score
                                              support
           0
                             0.91
                   0.83
                                       0.87
                                                 1036
           1
                   0.67
                             0.49
                                       0.57
                                                  373
                                       0.80
                                                 1409
   accuracy
   macro avg
                   0.75
                             0.70
                                       0.72
                                                 1409
weighted avg
                   0.79
                             0.80
                                       0.79
                                                 1409
```

• The classification report shows that the Random Forest model performs well overall (80% accuracy), but struggles to predict churned customers (f1-score: 0.55), indicating class imbalance or the need for better feature engineering.

In [ ]: