# Telecom Customer Churn Analysis Identifying Revenue Risk & Strategic Retention Opportunities

## Dataset Summary

This project is based on a fictional telecom dataset of **7,043 customers in California**, including details on demographics, services, billing, and churn status.

The goal: Analyze churn behavior, identify revenue risk, and recommend actionable retention strategies.

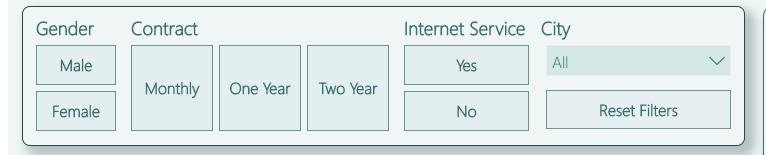
★ Tools: Power BI, DAX, Power Query

Created by: Pratiyush Kumar

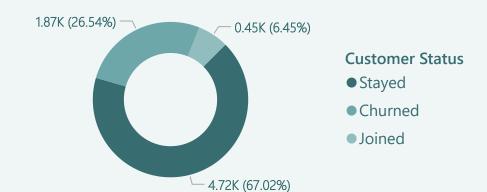
July 2025

# Executive Summary – Churn & Revenue Snapshot

Churn Demographics →







**■ Total Customers** 

Total Revenue

Churn Rate %

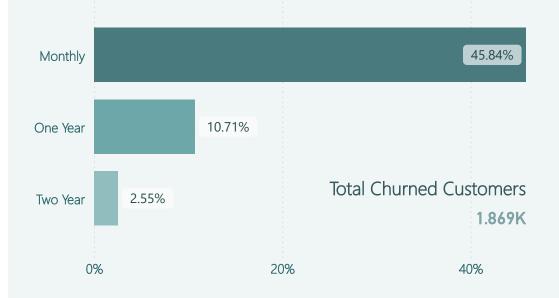
7K

\$21.37M 26.54%

\$3.68M

Revenue Lost to Churn

Which Contract Types Are Losing Customers?



As of Q2 2022, the churn rate stands at 26.5%, with over 3.6 million in revenue lost. Customers on monthly contracts and with short tenures are the most likely to churn.

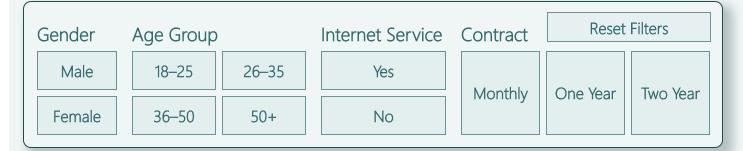
#### Churn Risk by Customer Tenure





# Who's Churning? Demographic & Payment Patterns

Churn Drivers →



Highest Churn Age Group

Customer Status 

Churned 

Joined 

Stayed

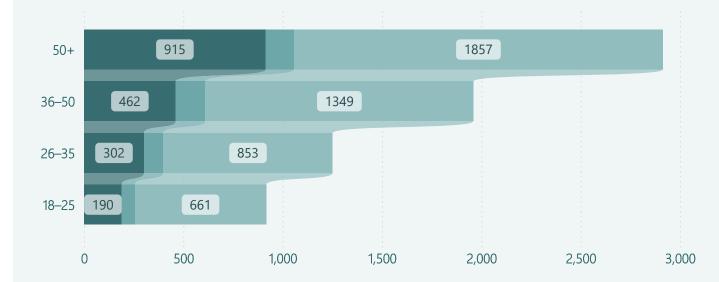
Avg Monthly Spend (Churned) Highest Churn Risk (Payment)

50+

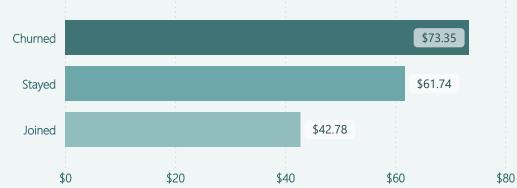
\$73.35

## Mailed Check

#### **Lesson** Customer Age Demographics vs Churn



## Monthly Spending Patterns by Customer Type



**Insights:** High-paying, older customers are churning at greater volume — especially those using manual payment methods like Mailed Check, signaling a need for digital billing incentives.

#### **a** Billing Method Breakdown & Churn Trends





# What's Driving Churn? Services, Internet Plans & Offers

Revenue Risk →

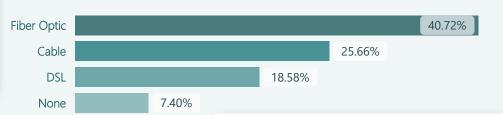


Customer Status 

Churned 

Stayed

#### Internet Plan Type vs Churn Rate



#### Churn Risk by Number of Services Subscribed



#### Primary Churn Triggers



Customers with fewer than 3 services or using Fiber Optic internet show the highest churn risk. Support-related add-ons like Security & Tech Support are underutilized by churned users. Competitor-driven exits dominate, while offers like A & B show promise in retention strategy.

182

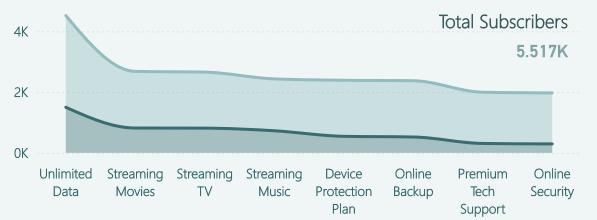
Other

211

Price









314

Attitude



# High-Value Churn: Revenue Impact & Strategic Risk

Key Findings →

#### **Q** Key Insight:

Although just 25% of customers contribute the majority of revenue, they account for **over 50% of total churn revenue**. Many of these high-spending churners were **loyal long-term customers** (60+ months) with **One- or Two-Year contracts** — a clear signal that churn isn't just a short-tenure issue.

#### **Risk Pattern:**

The **highest churn rates** are seen in customers generating **less than \$1K in total revenue**, but the **real financial impact** comes from the **top revenue tier (\$8K+)**, where even a small churn rate leads to significant losses.

High-Value Churn Impact

**Total Churn Revenue** 

Percent of Churn Revenue from Top 25% Spenders

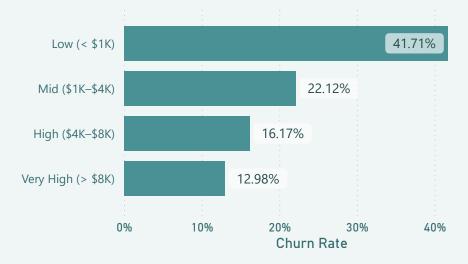
\$3.68M

50.22%



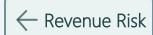


### **III** Which Revenue Segments Are Most at Risk?



#### Top 10 High-Revenue Churned Customers

Customer ID	Total Revenue ▼	Monthly Charge	Tenure (in Months)	Contract Type
2889-FPWRM	\$11,195.44	\$117.80	72	One Year
3259-FDWOY	\$11,084.84	\$106.00	71	Two Year
2834-JRTUA	\$11,040.97	\$108.05	71	Two Year
1984-FCOWB	\$10,756.15	\$109.50	70	One Year
5287-QWLKY	\$10,718.96	\$105.10	71	Monthly
9835-ZIITK	\$10,717.17	\$110.85	66	One Year
5440-FLBQG	\$10,690.92	\$108.40	69	Two Year
9090-SGQXL	\$10,507.21	\$105.30	68	Monthly
0979-PHULV	\$10,374.80	\$99.45	69	Monthly
3886-CERTZ	\$10,351.16	\$109.25	72	One Year



# **Key Findings & Retention Strategy**

## **Q** Key Insights

- \*Customer churn sits at 26.5%, with over \$3.6M in revenue lost, heavily driven by short-tenure, monthly contract users.
- \*Over 50% of lost revenue comes from just 25% of customers many of them long-tenured, high spenders, proving churn is not just an early lifecycle issue.
- \*Competitors are the leading churn trigger, cited more than all other reasons combined mainly for better pricing, download speed, or data offers.
- \* Customers with **fewer than 3 services**, or those using **fiber optic plans**, exhibit significantly **higher churn risk**.
- \*Add-ons like Security, Tech Support, and Protection Plans are underutilized by churned users, pointing to missed retention opportunities.

Dataset Source: IBM Cognos Analytics via Maven Analytics
Structure: 39 fields | 2 tables | CSV | Public domain

Want to explore the data? [Dataset link]

#### Recommended Actions

- **& Launch retention offers** for high-value, long-tenure users especially those on month-to-month plans.
- **Promote add-on services** (support, protection) as loyalty perks during early tenure phases.
- Incentivize digital billing adoption to reduce churn from manual payers.
- Audit fiber optic segment to explore service quality or pricing issues.
- \* Personalize outreach to older customers with simplified plans or concierge support.

This dashboard was built to support proactive retention strategies and reduce revenue leakage in the telecom space by identifying who's at risk — and what we can do about it.

Made with ♥ by Pratiyush

Let's Connect

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