# StreamFlow: Customer Engagement & Churn Analysis Report

#### **Executive Summary**

The primary finding is that our high **50% overall churn** is entirely predictable and focused on new users in the **North and East regions**. Churn is caused by a failure to reach a critical engagement threshold in the first week.

We recommend launching the "7-Hour Kickstart" Program in the North and East regions to guide new subscribers past this engagement barrier, which is the most cost-effective way to secure long-term customers and stop wasting acquisition budget.

## Phase 1: Problem Definition & Key Metrics

Metric	Finding	Actionable Goal
Overall Churn Rate	50%	Reduce overall churn by 30%
Engagement Threshold	9.6 - 12.5 hours in the first 7 days	Drive new users past the <b>7-hour</b> simplified target.
Success Metric	First-Week Retention Rate	Increase this rate by <b>30%</b> in the target regions (North/East).

# Phase 2: Regional & Behavioral Insights

### 1. Isolation Strategy (Where to Focus)

The problem is isolated to two key regions:

- North Region: 100% of customers acquired here churn.
- **East Region:** 100% of customers acquired here churn.
- Customers in these regions barely watch past 1 hour in their first seven days, confirming that their behavior is the immediate cause of the 50% loss.

#### 2. Content Preference

The recommendation engine should prioritize the **Action** genre, as it drives the highest overall engagement across the platform.

Content Genre	Share of Viewership
Action	32% (Platform Leader)
Comedy	24%
Documentary	22%
Drama	22%

#### 3. Behavioral Opportunity

- **Time Available:** Even with 8 hours for sleep and 8 hours for work, users have 56 hours of free time per week.
- **Realistic Goal:** Asking users to watch 3.5 to 7 hours per week (30 minutes to 1 hour per day) is an achievable target to bridge the gap toward the 9.6-hour retention threshold.

#### **Phase 3: Actionable Interventions**

The following recommendations are grouped by priority, with the first two being immediately cost-effective fixes.

**Priority 1: High-Impact Churn Reduction (Immediate Action)** 

Intervention	Purpose
Launch "7-Hour Kickstart" Program	Target the North and East regions specifically with a clear 7-hour watch goal to hit the 9.6-hour threshold.
Gamified Daily Reminders	Implement non-intrusive daily reminders that track progress toward the 7-hour goal, encouraging users to dedicate their 30 minutes of leisure time.
Free Episode Nudge	Automatically push a high-rated <b>Action</b> series episode (the platform's most popular genre) for free to new users in the North/East to initiate their viewing habit.

#### **Priority 2: Long-Term Growth & Experience (Future Investment)**

Intervention	Purpose
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User Interface (UI) Upgrade	Modernize the app design to match competitors, improving navigation and reducing churn caused by a poor product experience.
Affordable Subscription Plans	Revisit pricing strategies to ensure plans are accessible, addressing economic pressure that might influence cancellation.
Film Industry Collaborations	Secure exclusive content deals for new releases to boost overall value and acquisition interest.