# **Summary: Customer Churn Analysis**

This analysis provides insights into customer attrition patterns using a telco dataset. It combines statistical summaries and data visualizations to uncover key drivers of churn, helping guide strategic retention efforts.

## 1. Overall Churn Landscape

- Out of all customers, 26.54% have churned, while 73.46% have remained.
- This churn rate, visualized via a pie chart, highlights that **over a quarter** of the customer base is being lost a significant figure warranting action.

## 2. Churn by Demographics

#### Gender:

- Churn among male and female customers is almost evenly split.
- Males: ~26.2% churned
- Females: ~26.9% churned
  Interpretation: Gender does not play a major role in churn; other factors are likely more influential.

#### **Senior Citizen:**

- Yes (Senior Citizens): ~42% churned
- No: ~24% churned
  Interpretation: Senior citizens are nearly twice as likely to churn as younger customers, indicating age-linked churn behavior.

# 3. Churn by Tenure

- Histogram analysis shows that customers with 1–3 months tenure have the highest churn.
- Customers with tenure above 20 months show significantly lower churn.
  Insight: Early months are critical. Improving onboarding and first-month experience could help reduce churn.

## 4. Churn by Contract Type

**Contract Type Churn Rate** 

Month-to-month 43.9%

One year **11.5%** 

Two year 2.7%

**Interpretation**: Month-to-month subscribers are **16 times more likely** to churn than two-year subscribers. Long-term contracts are a strong churn deterrent.

# 5. Churn by Service Features

You generated insightful subplots on service subscriptions (with hue='Churn'). Key takeaways:

#### **PhoneService**

- Customers with phone service: ~26% churn
- Customers without phone service: ~24% churn
  Minimal difference phone service isn't a churn driver.

### MultipleLines

- No phone service: low churn
- Having multiple lines shows slightly higher churn than those with a single line.

### **InternetService**

Type Churn Rate

DSL ~19%

Fiber optic ~41%

No ~7%

Customers using **Fiber optic internet** have the **highest churn rate** — possibly due to price or performance dissatisfaction.

### Security & Support Services:

- For each of the following: OnlineSecurity, OnlineBackup, TechSupport,
  DeviceProtection:
  - Customers without the service consistently show higher churn rates (~30–40%)
  - Those with these services churn less (~15–25%)

**Conclusion**: Value-added services act as **retention tools** — bundling these could enhance customer stickiness.

### **Streaming Services:**

- Moderate churn patterns seen.
- Churn is **higher for customers without streaming services**, but not as drastic as with security tools.