# **Summary and Recommendations:**

## 1. Customer Churn Overview:

 A countplot and a pie chart were created to show the distribution of churned and non-churned customers. The charts indicate that churned customers make up a significant portion of the dataset.

## 2. Demographic Analysis:

- Gender and Senior Citizen Status were analyzed to see their impact on churn.
   The results show:
  - Churn rates do not differ significantly between genders.
  - Senior citizens have a higher likelihood of churn compared to nonsenior citizens.

## 3. Service Usage Patterns:

- Various countplots were generated for services like Phone Service, Internet
   Service, Online Security, and Streaming Services.
- Customers with no additional services (like Online Security, Tech Support, or Device Protection) exhibit higher churn rates.
- Fiber optic internet users tend to churn more compared to DSL users.

# 4. Data Processing:

- The dataset was cleaned by converting missing or incorrect values in the TotalCharges column.
- Senior Citizen values were transformed to categorical labels for better interpretation.

Overall, the analysis emphasizes that **lack of additional services** and **being a senior citizen** are strong indicators of potential churn. This suggests that offering bundled services or personalized support to senior customers may help reduce churn rates.

This analysis focuses on understanding customer churn patterns within a telecom dataset by examining various demographic and service usage factors. The findings are based on a series of visualizations and data processing steps aimed at uncovering key insights into churn behavior.

# 1. Overall Customer Churn Analysis

• Churn Distribution:

- Approximately 26.5% of customers have churned, while 73.5% have remained.
- The churn distribution was visualized using a countplot and a pie chart to illustrate the proportion of churned and non-churned customers clearly.

## 2. Demographic Analysis

#### Gender-Based Churn:

- Churn rates among Male and Female customers are very similar, indicating no significant gender-based impact on churn.
- The distribution of churn shows that Male and Female churn rates hover around 26%, suggesting gender is not a primary driver of churn.

# Senior Citizen Impact:

- o **Senior citizens** exhibit higher churn rates compared to non-senior citizens.
- Churn Rates:
  - Senior Citizens: About 42% churn rate.
  - Non-Senior Citizens: About 24% churn rate.
- This indicates that senior citizens are nearly twice as likely to churn compared to non-senior citizens.

# 3. Service Usage and Churn Analysis

Countplots for various services were generated to explore how different service subscriptions correlate with churn. Key findings include:

#### Phone Service & Multiple Lines:

- Customers without Phone Service show a slightly higher churn rate.
- o Among customers with **Multiple Lines**, churn rates are moderate.

#### • Internet Service:

- Customers with Fiber Optic Internet exhibit a higher churn rate (30%)
   compared to those with DSL (19%).
- $\circ$  Customers with **no internet service** have a significantly lower churn rate ( $\sim$ 10%).

#### Additional Services Impact:

Lack of additional services like **Online Security, Online Backup, Device Protection,** and **Tech Support** is associated with higher churn rates. For example:

## Online Security:

- Customers without Online Security have a churn rate of about 42%.
- Customers with Online Security have a churn rate of only 15%.

# o Tech Support:

- Customers without Tech Support have a churn rate of about 41%.
- Customers with Tech Support have a churn rate of only 14%.

# • Streaming Services:

- Churn rates are higher among customers who subscribe to **Streaming TV** and **Streaming Movies**.
- This suggests that while these services are popular, they may not be sufficient to retain customers without other supporting services.

# 4. Data Processing Highlights

## Data Cleaning:

 The TotalCharges column had missing or blank values replaced with zeros and converted to numerical data for analysis.

# • Senior Citizen Conversion:

 The SeniorCitizen column was transformed from numerical values (0 and 1) to categorical labels ("Yes" and "No") to facilitate better interpretation in visualizations.

# **Recommendations:**

- 1. **Senior citizens** and customers with **Fiber Optic Internet** are more likely to churn.
- Additional services (such as Online Security, Tech Support, and Device Protection)
  play a crucial role in reducing churn, with churn rates dropping by more than 50%
  when these services are included.
- 3. **Gender** does not significantly impact churn rates.
- 4. Providing bundled services and targeted support for senior citizens may help mitigate churn.

These insights can guide customer retention strategies, emphasizing personalized service offerings and support for high-risk groups.