



# Executive Summary: Customer Churn Analysis

This exploratory data analysis (EDA) was conducted to understand patterns behind customer churn in a telecom company. Key trends were visualized using charts and graphs, offering actionable insights for improving customer retention.



## Key Findings:

### 1. Overall Churn Rate

- Approximately **26.54%** of customers have churned, as identified through pie chart analysis.

### 2. Demographic Influence

- **Senior Citizens** are more likely to churn compared to non-senior customers.
- Binary indicators (e.g., 0/1) were mapped to **No/Yes** for clearer interpretation in charts.

### 3. Customer Tenure

- Customers with **short tenures (1–2 months)** show a significantly higher churn rate.
- Those with **longer tenures** tend to remain loyal.

### 4. Contract Type Matters

- Customers on **month-to-month contracts** are far more likely to churn.
- Churn is much lower among customers with **1-year or 2-year contracts**.

### 5. Service Usage Patterns

- Non-churning customers typically use:
  - **Phone Service**
  - **DSL Internet**
  - **Online Security**
- In contrast, churn is higher among customers who **don't use or lack access** to:

- Online Backup
- Tech Support
- Streaming TV

## 6. Payment Method

- Customers using **Electronic Checks** as a payment method exhibit a higher churn rate compared to other payment modes.

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## Conclusion & Recommendations:

- **Retention campaigns** should target new customers early, especially those in the first few months of service.
- Promote **long-term contracts** with incentives to reduce churn.
- Enhance usage and accessibility of key services (like Tech Support and Online Security).
- Investigate further why electronic check users are more prone to churn—this may indicate billing issues or dissatisfaction.