



Summary and Recommendations

Objective:



Analyze customer churn patterns in the telecom sector using Python. Focused on factors like **payment methods**, **contract types**, **tenure**, and **demographics** to find out what leads to higher churn rates and how to improve customer retention.

Key Insights & Findings:



Contract Type and Churn

-  **42%** churn for month-to-month contracts
 -  **11%** for one-year, and **3%** for two-year contracts
 - **Implication:** Longer contracts help reduce churn significantly.
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Payment Methods and Churn

-  **45%** churn for customers using **electronic checks**
 -  Only **15–18%** churn for credit cards, bank transfers, and mailed checks
 - **Implication:** Promote more trusted and convenient payment methods.
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Churn by Tenure

-  **50%** churn for customers with **<1 year** tenure
 -  Drops to **35%** for 1–3 years, and **15%** after 3 years
 - **Implication:** Focus on early engagement in the customer journey.
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Churn by Internet Service Type

-  **30%** churn for **Fiber Optic** users
 -  **20%** churn for **DSL** users
 - **Implication:** Investigate service quality for Fiber Optic customers.
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Senior Citizens and Churn

-  **41%** churn among senior citizens (65+)
-  **26%** churn among non-seniors
- **Implication:** Create dedicated support for senior customers.

Visualizations & Data Insights:

-  **Bar charts and line graphs** clearly show:
 - Higher churn with electronic checks
 - Drop in churn as customer tenure increases
-  Reinforces need for **early loyalty programs** and **secure payment options**

Recommendations:

1.  **Promote Long-Term Contracts**
Encourage customers to choose 1–2 year plans with discounts or benefits.
2.  **Improve Payment Method Options**
Guide users away from electronic checks toward more secure methods like cards.
3.  **Focus on Early Customer Engagement**
Offer onboarding benefits or support during the first year.
4.  **Support Senior Citizens**
Design personalized plans, helplines, or offers for elderly users.