Summary and Recommendation

This comprehensive analysis explores the factors contributing to customer churn in a telecommunications company, focusing on key demographic, contractual, and service-related features. Several detailed visualizations are used to uncover patterns and insights in customer behavior.

- **Churn Overview**:
  The analysis begins by showing that **26.54%** of customers have churned, while **73.46%** have remained. This high churn rate underscores the need for targeted retention strategies.
- **Demographics**:
  The relationship between demographics and churn reveals that **gender has little impact**, as both male and female customers show almost identical churn rates. However, **senior citizens** are disproportionately affected, with a **42.5% churn rate** compared to **24.3%** for non-senior citizens. This suggests that senior citizens may be less satisfied with the services or may need additional support.
- **Tenure and Churn**:
  A clear trend emerges when examining customer tenure:
  - Customers with less than **1-2 months** of tenure show a high churn rate, suggesting dissatisfaction shortly after joining.
  - On the other hand, customers who have been with the company for a longer period (e.g., more than 6 months) exhibit much lower churn rates, reinforcing the importance of customer retention within the early months of service.
- This pattern indicates that improving the onboarding experience and early customer support could reduce churn significantly.
- **Contract Type**:
  Contract type plays a crucial role in customer churn:
  - **Month-to-month contracts** have the highest churn rate at **42%**, indicating that customers with flexible, short-term contracts are more likely to leave.
  - In contrast, customers with **1-year** or **2-year contracts** exhibit churn rates of **11%** and **3.9%**, respectively. This demonstrates that long-term contracts foster customer retention, likely due to customer commitment and potential early cancellation fees.
- **Service Usage**:
  A detailed analysis of service usage reveals that customers who do not subscribe to add-on services are more likely to churn:
  - Customers **without OnlineSecurity** have a churn rate of **42%**, compared to **15%** for those with the service.
  - Similarly, customers **without TechSupport** churn at **39.8%**, while those with TechSupport churn at only **14.6%**.

- ○ Interestingly, customers with **Fiber optic internet** show a higher churn rate (around **30%**) compared to those using **DSL** (approximately **20%**). This suggests possible dissatisfaction with the service quality or pricing of fiber optic internet.
- Furthermore, customers who **don't use internet services** show the lowest churn rates (below **15%**), likely because they are subscribing to fewer services in general.
- **Additional Services**:
  The analysis of services like **StreamingTV**, **StreamingMovies**, and **MultipleLines** indicates higher churn rates for customers who subscribe to multiple services, possibly due to increasing bills or service complexity.
- **Payment Method**:
  Payment methods also significantly influence churn. The highest churn rate is observed among customers who use **electronic checks** (around **46%**), whereas those paying via **credit card** or **bank transfer** have a churn rate closer to **16%**. This may suggest that customers using electronic checks face higher payment friction or less convenience compared to other methods.

Conclusion:

The analysis highlights several key areas of improvement for customer retention:

- Focusing on long-term contracts and incentivizing customers to transition from month-to-month plans could significantly reduce churn.
- Addressing service quality and customer satisfaction, especially among senior citizens and those using Fiber optic internet, is crucial.
- Enhancing the onboarding experience and offering targeted promotions or support for customers in their first few months can reduce early churn.
- Offering more convenient payment methods, such as autopay through credit cards or bank transfers, may help lower churn among electronic check users.

By targeting these areas with strategic interventions, the company can improve customer satisfaction and retention, ultimately reducing the overall churn rate.