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ROLL NO → 2501201020

COURSE → Foundations of data driven  
decision making

SECTION → 'C'

COURSE CODE → ETSEDD111

PROGRAMME → BCA (AI and DS)

SEMESTER → 1<sup>st</sup>

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# ASSIGNMENT-4

Task 1: choose a business scenarios (marketing, operation or education) and define 3-4 example to measure success.

→ Business Scenario : E-commerce online store - increase monthly sales

i) Conversion rate : measures the percentage of website visitors who make a purchase.

$$= \frac{\text{Total number of purchases} \times 100}{\text{Total visitors}}$$

ii) Average order value (AOV) : shows how much customers spend on average per order.

$$= \frac{\text{Total revenue}}{\text{Number of orders}}$$

iii) Customer Acquisition cost (CAC) : measure the marketing cost of acquiring one new customer.

$$= \frac{\text{Total marketing spend}}{\text{number of new customers}}$$

iv) Customer retention rate : shows how many existing customers buy again

$$= \frac{\text{Returning customers} \times 100}{\text{Total customers}}$$

Task 2: Develop a data-driven decision plan using available information and justify your choices.

- step 1: collect and analyze data
  - extract website analytic (visitor, click-through rate etc.)
  - track sale data (orders, revenue, product performance)
  - analyse marketing reports (ad spend, campaign performance)
  - customer behaviour data (repeat, purchase, abandon carts)
- step 2: identify problem.
  - high traffic but low conversion rate.
  - high CAC due to underperforming ads.
  - low AOV due to lack of upselling
- step 3: decision-making using evidence
  - optimize product page
    - enhance images, add reviews, improve loading speed → improve conversion rate.
  - reduce CAC
  - shift budget to high-ROI channels [google ads, marketing campaigns]
  - increase AOV
    - introduce product bundles, "frequently bought together," discount thresholds".
  - increase retention
    - lunch loyalty points, personalized discount emails

Task 3 : suggest methods to track and evaluate performances over time using feedback loops.

1 weekly KPI dashboards

track :

- conversion rate trends
- ADU fluctuation
- CAC performance by campaign

2 A/B testing

- test different landing page design.
- test discount percentage effectiveness.

3 Custom feedback loop collect :

- post purchase survey
- product reviews
- chat bot response

4 continuous improvement cycle (PDCA)

- Plan : Identify issue → low conversion
- Do → improve product page.
- Check : measure conversion rate.
- Act : keep the better version.

#### step 4: justification

Data show remarketing ads converts better  
→ allocating more budget is logical.

heatmaps show users drop off at checkout  
→ simplify checkout flow.

repeat buyers generate 3x more revenue  
loyalty programmes are cost effective.