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ROLL NO → 2501201020

COURSE → Foundations of data driven  
decision making

SECTION → 'C'

COURSE CODE → ETSED D111

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

① Conversion rate: measures the percentage of website visitors who make purchase.

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

② Average order value (AOV): shows how much customer spend on average per order.

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

③ Customer Acquisition cost (CAC): measure the marketing cost of acquiring one new customer.

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

④ customer retention rate: shows how many existing customers to buy again

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



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

→ step 1: collect and analyze data

- extract website analytics (visitor, click through rate etc.)
- track sale data ~~coordinates~~, 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  
launch loyalty points, personalized discount email



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

1 weekly KPI dashboards

track :

- conversion rate trends
- AOV ~~fluc~~ 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.