Business Case: Aerofit - Descriptive Statistics & Probability

About Aerofit

Aerofit is a leading brand in the field of fitness equipment. Aerofit provides a product range including machines such as treadmills, exercise bikes, gym equipment, and fitness accessories to cater to the needs of all categories of people.

Business Problem

The market research team at AeroFit wants to identify the characteristics of the target audience for each type of treadmill offered by the company, to provide a better recommendation of the treadmills to the new customers. The team decides to investigate whether there are differences across the product with respect to customer characteristics.

- 1. Perform descriptive analytics **to create a customer profile** for each AeroFit treadmill product by developing appropriate tables and charts.
- 2. For each AeroFit treadmill product, construct **two-way contingency tables** and compute all **conditional and marginal probabilities** along with their insights/impact on the business.

Dataset

The company collected the data on individuals who purchased a treadmill from the Aero Fit stores during the prior three months. The dataset has the following features:



Product Purchased: KP281, KP481, or KP781

Age: In years

Gender: Male/Female

Education: In years

MaritalStatus: Single or partnered

Usage: The average number of times the customer plans to use the treadmill each week

Income: Annual income (in \$)

Fitness: Self-rated fitness on a 1-to-5 scale, where 1 is the poor shape and 5 is the excell

shape.

The average number of miles the customer expects to walk/run each week

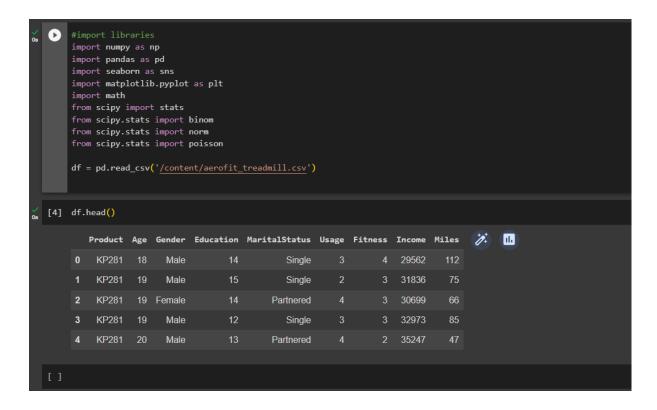
Miles:

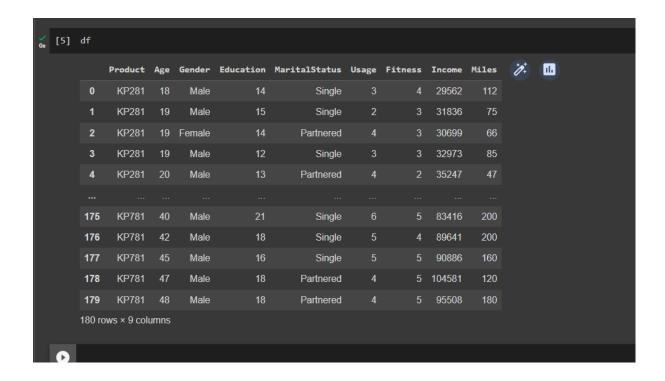
Product Portfolio:

- The KP281 is an entry-level treadmill that sells for \$1,500.
- The KP481 is for mid-level runners that sell for \$1,750.
- The KP781 treadmill is having advanced features that sell for \$2,500.
- 1. Defining Problem Statement and Analysing basic metrics (10 Points)
- 1.Observations on shape of data, data types of all the attributes, conversion of categorical attributes to 'category' (If required), statistical summary.

```
#import libraries
import numpy as np
import pandas as pd
import seaborn as sns
import matplotlib.pyplot as plt
import math
from scipy import stats
from scipy.stats import binom
from scipy.stats import norm
from scipy.stats import poisson

df = pd.read_csv('/content/aerofit_treadmill.csv')
```





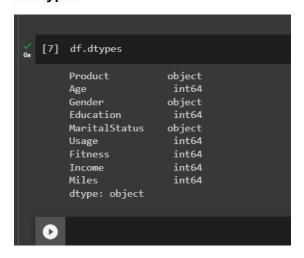
To find lenghth of the dataset use

len(df)



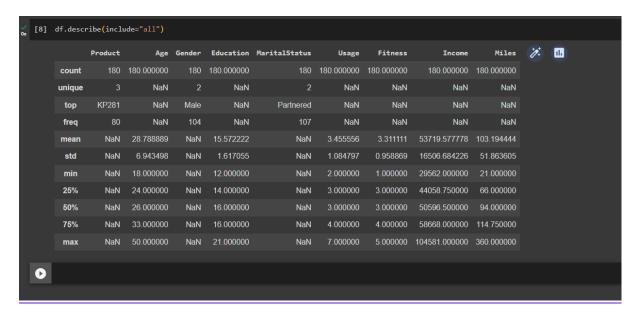
To find diferent data types in the dataset use:

df.dtypes



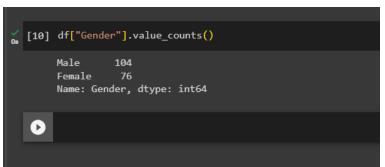
The following line displays a summary of the DataFrame, including descriptive statistics for each column.

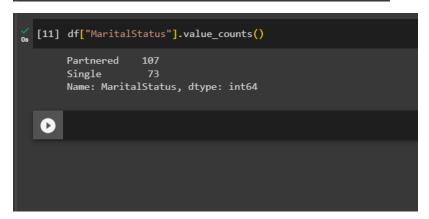
df.describe(include="all")



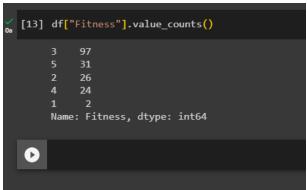
The following lines count the occurrences of each unique value in the specified columns.

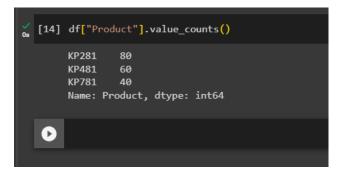
df["Age"].value_counts()











2.Non-Graphical Analysis: Value counts and unique attributes (10 Points)

```
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```

The line returns the number of unique values in each column of the DataFrame.

```
[16] for i in df.columns:
    print(i,':',df[i].nunique())

Product : 3
Age : 32
Gender : 2
Education : 8
MaritalStatus : 2
Usage : 6
Fitness : 5
Income : 62
Miles : 37
```

The line loop prints the name of each column in the DataFrame along with the number of unique values in that column.

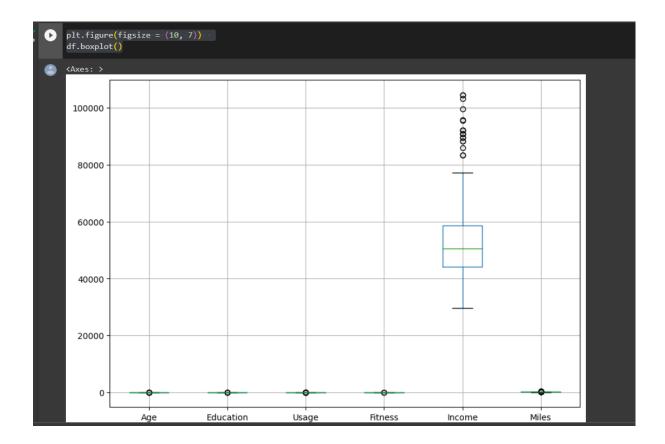


It return the dimensions and total size of the DataFrame.



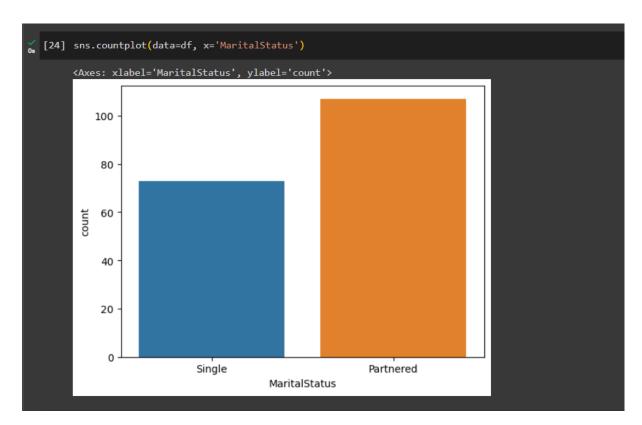
- 3. Visual Analysis Univariate & Bivariate (30 Points)
 - 1. For continuous variable(s): Distplot, countplot, histogram for univariate analysis (10 Points)
 - 2. For categorical variable(s): Boxplot (10 Points)
 - 3. For correlation: Heatmaps, Pairplots(10 Points)

plt.figure(figsize = (10, 7)) df.boxplot()

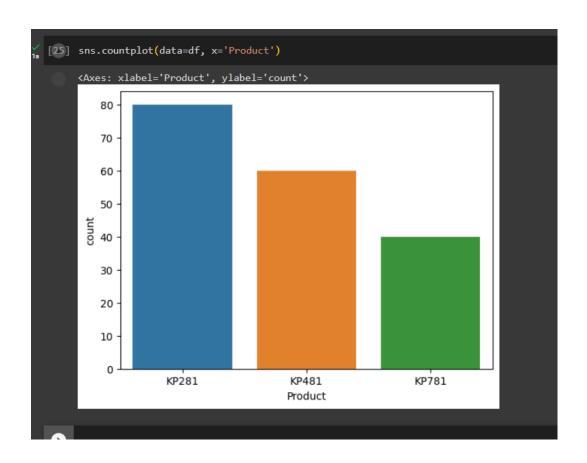


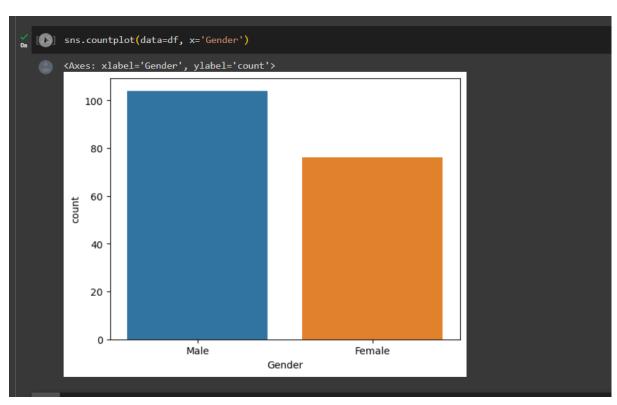


It return the mean, median and mode values for each column in the DataFrame.

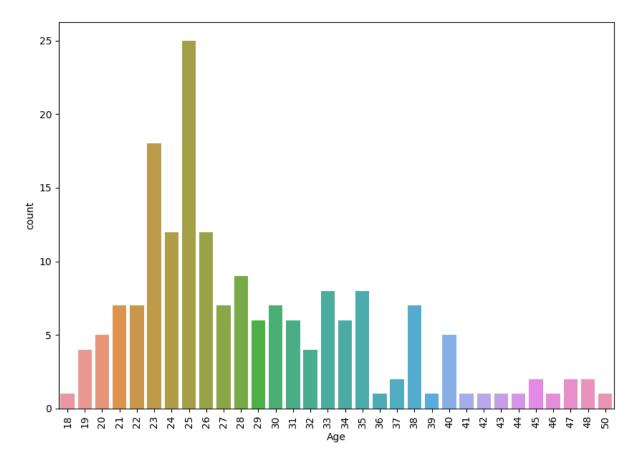


It create count plots of the "MaritalStatus", "Product", and "Gender" columns of the DataFrame using Seaborn.



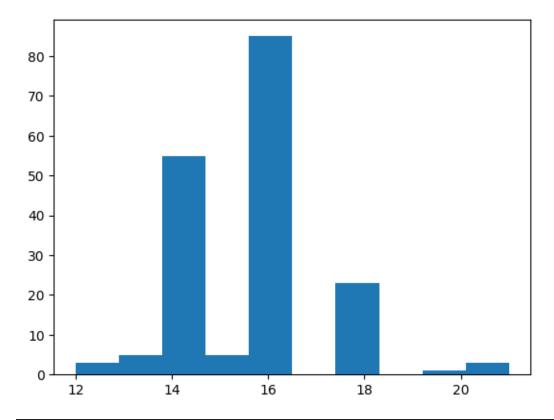


```
plt.figure(figsize = (10, 7))
sns.countplot(data=df, x='Age')
plt.xticks(rotation=90)
plt.show()
```

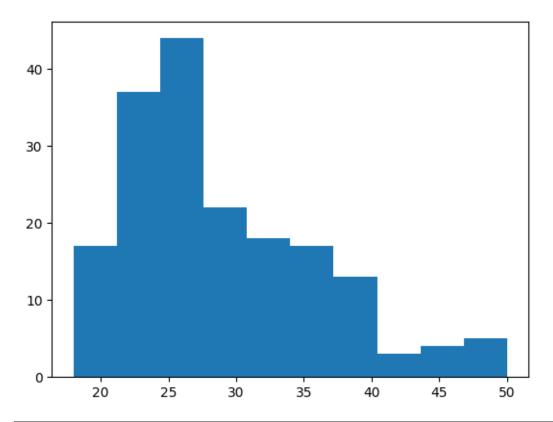


It create histograms of the "Education", "Age", "Product", "Usage", and "Fitness" columns of the DataFrame using Matplotlib.

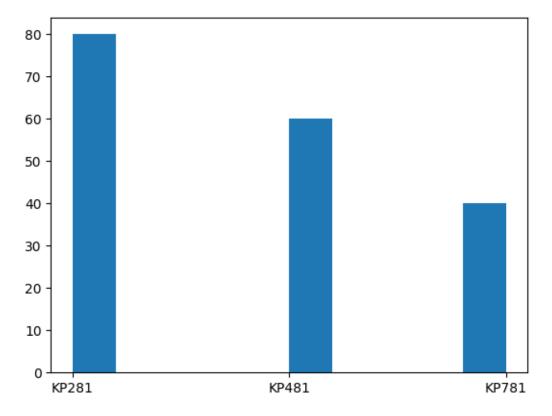
```
plt.hist(df["Education"])
plt.show()
```



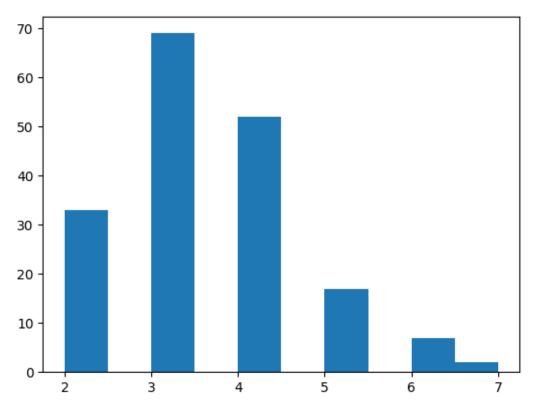
plt.hist(df["Age"])



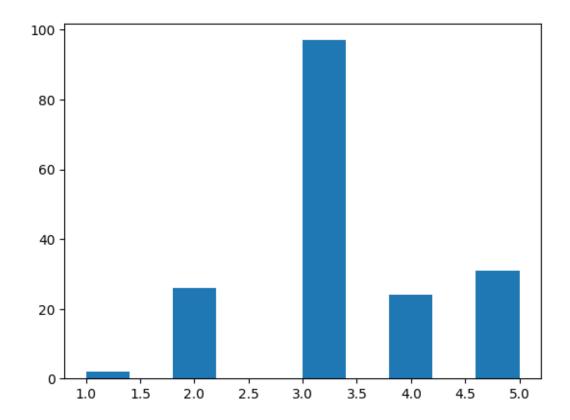
plt.hist(df["Product"])
plt.show()



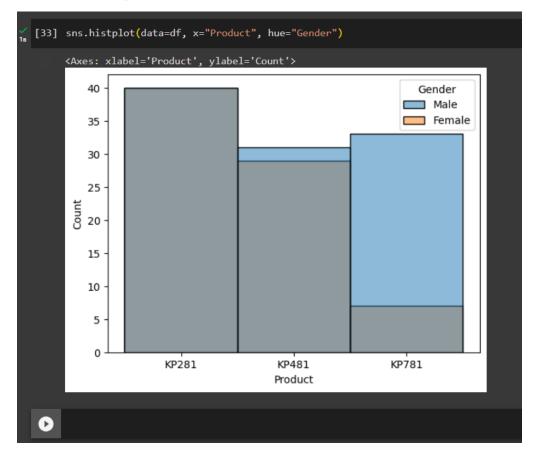
plt.hist(df["Usage"])
plt.show()

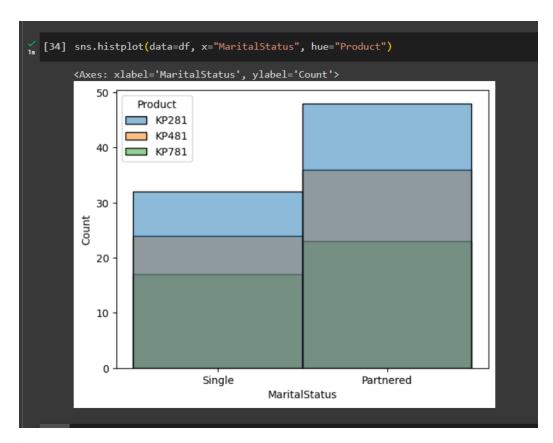


```
plt.hist(df["Fitness"])
plt.show()
```

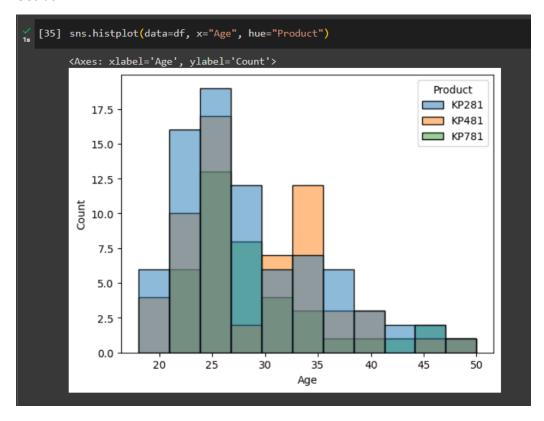


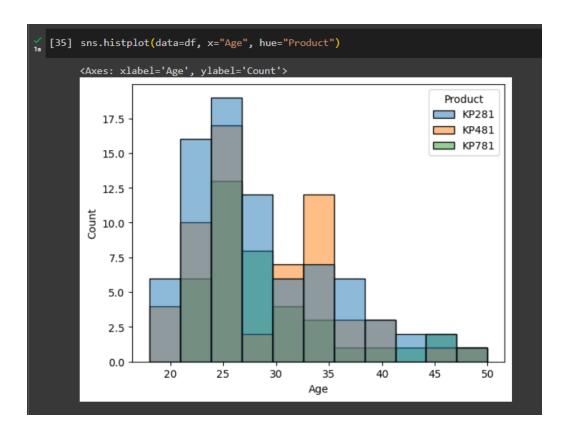
Bivariate analysis: It create a histogram for Product and Gender columns of the DataFrame using Seaborn.



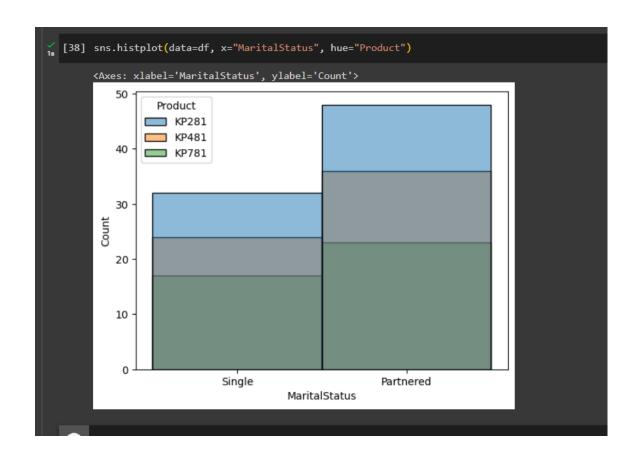


It create a histogram for MaritalStatus and Product columns of the DataFrame using Seaborn.

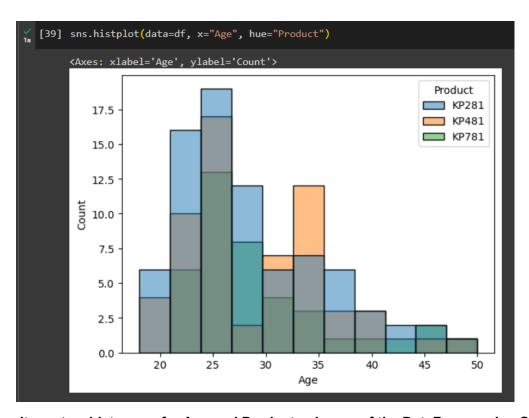




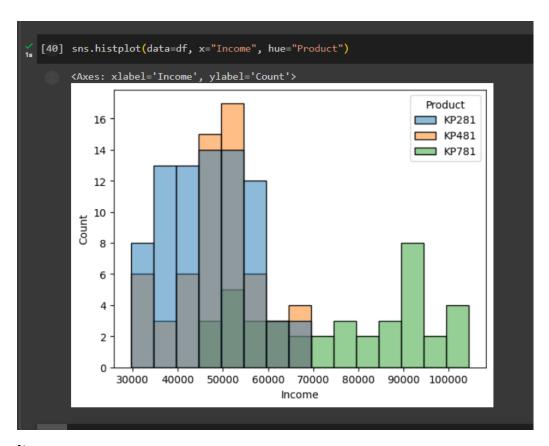
It create a histogram for Age and Product columns of the DataFrame using Seaborn



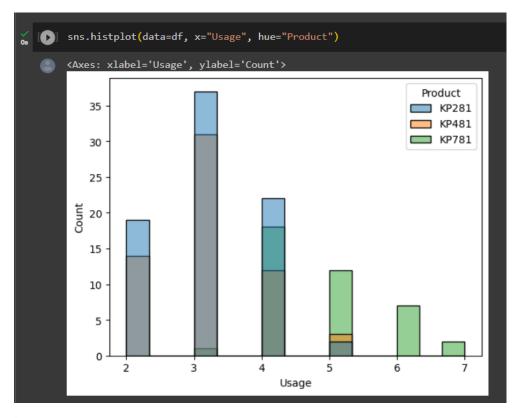
It create a histogram for MaritalStatus and Product columns of the DataFrame using Seaborn.



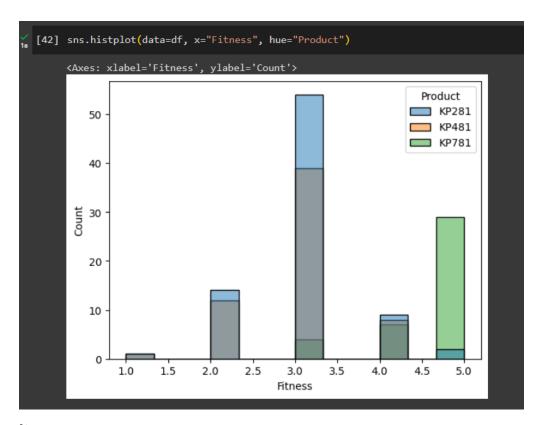
It create a histogram for Age and Product columns of the DataFrame using Seaborn



It create a histogram for Income and Product columns of the DataFrame using Seaborn.

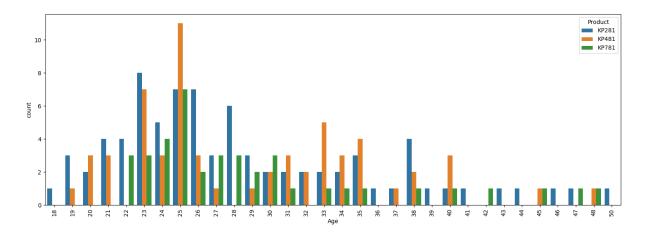


It create a histogram for Usage and Product columns of the DataFrame using Seaborn.



It create a histogram for Fitness and Product columns of the DataFrame using Seaborn.

```
plt.figure(figsize = (18,6))
sns.countplot(data=df, x='Age',hue="Product")
plt.xticks(rotation=90)
plt.show()
```



It create a Countplot for Fitness and Product columns of the DataFrame using Seaborn.

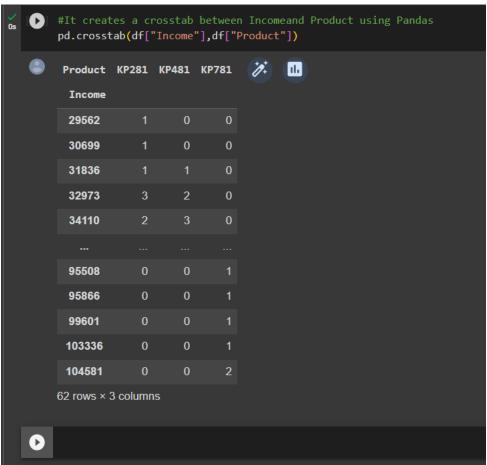


It creates a crosstab between Gender and Product using Pandas . A crosstab is used to ompute a simple cross tabulation of two (or more) factors.

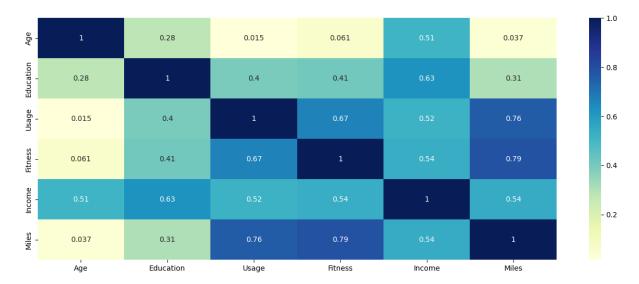
pd.crosstab(df["Age"],df["Product"])



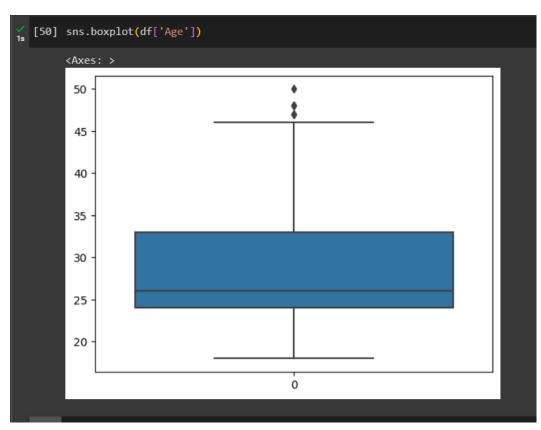


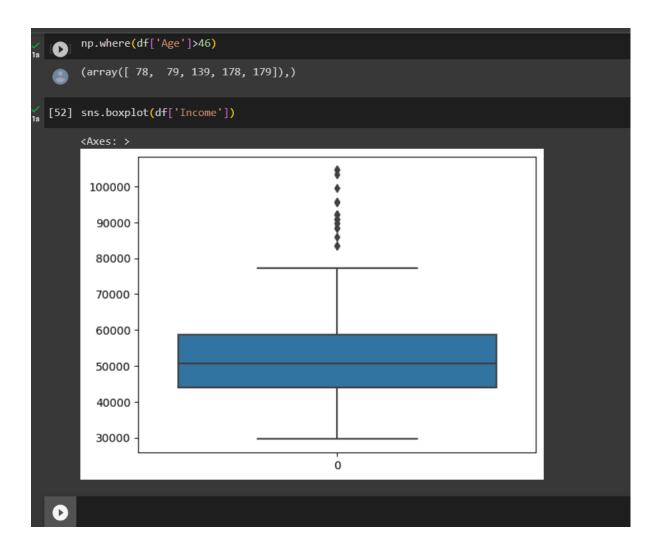


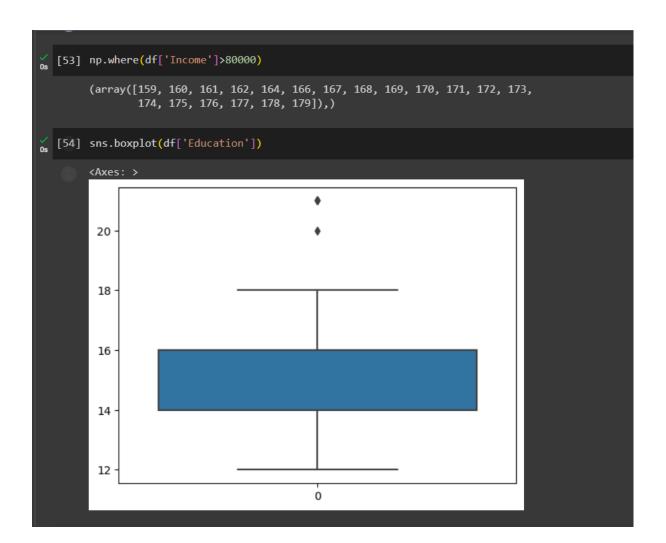
```
plt.figure(figsize=(16, 6))
sns.heatmap(df.corr(),cmap="YlGnBu", annot=True)
plt.show()
```

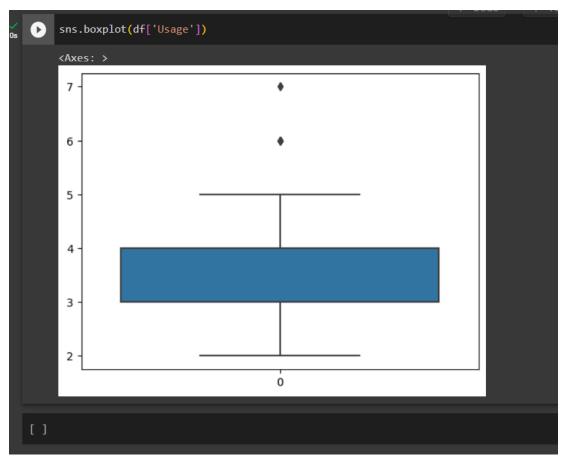


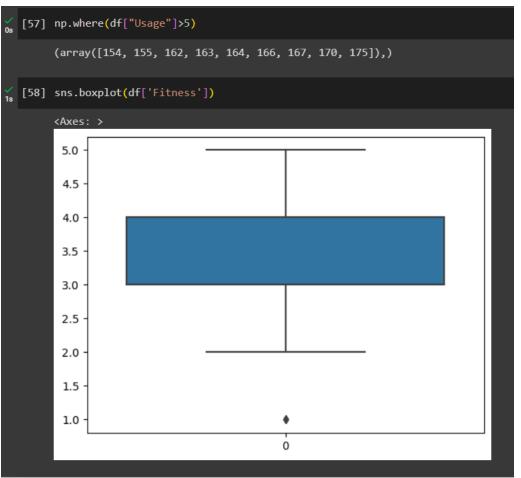
A heatmap is drawn using Searborn on all continuous values. Using a heatmap to visualise a confusion matrix, time-series movements, temperature changes, correlation matrix and SHAP interaction values.

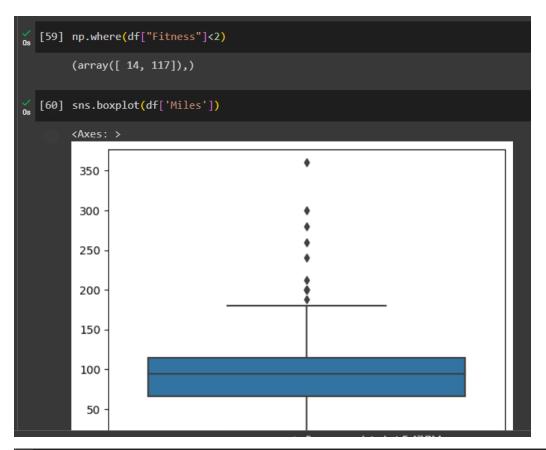












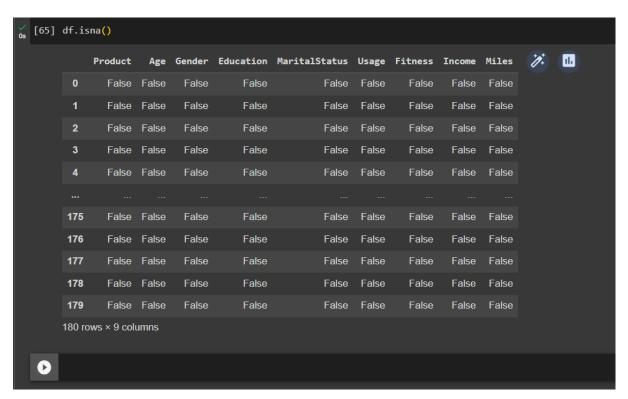
```
[61] np.where(df["Miles"]>180)

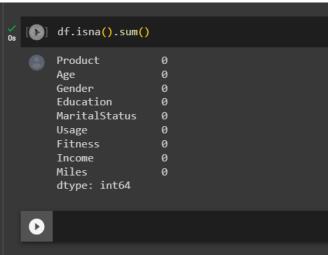
(array([ 23, 84, 142, 148, 152, 155, 166, 167, 170, 171, 173, 175, 176]),)
```

- Since most of the customers who bought KP781 are male we can say that it is best suited for male not for female
- Cutomers who are in age between 25-30 are buying KP781 treadmill more, so it is adviced that people belong to 30+ and below 25 are not recommended to buy this treadmill
- Customers who are less educated shouldn't buy KP781 treadmill.
- Customers who are not using treadmill less than 4 times a week shouldn't buy this treadmill.
- Customers with fitness less than 3 shouldn't buy KP781 treadmill.
- Customers who don't walk/run greater than 120 miles per week shouldn't nuy KP781 treadmill.
- There are no missing values in the data.
- There are 3 unique products in the dataset.
- KP281 is the most frequent product.
- Minimum & Maximum age of the person is 18 & 50, mean is 28.79 and 75% of persons have age less than or equal to 33.
- Most of the people are having 16 years of education i.e. 75% of persons are having education <= 16 years.
- Out of 180 data points, 104's gender is Male and rest are the female.
- Standard deviation for Income & Miles is very high. These variables might have the outliers in it.

 Females planning to use treadmill 3-4 times a week, are more likely to buy KP481 product

4. Missing Value & Outlier Detection (10 Points)







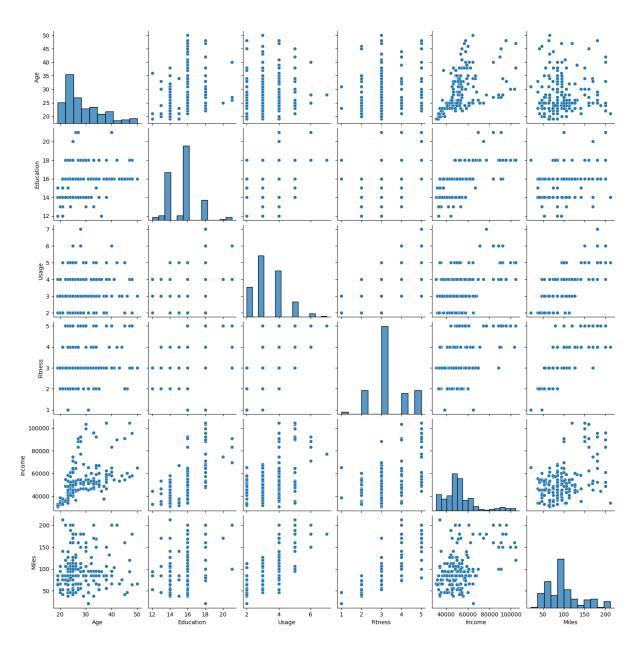
```
#Removing outliers
df= df[ ~(df['Miles']>225) ]
df = df[ ~(df['Income']<30000) ]
df.reset_index(drop=True, inplace=True)
df</pre>
```

		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles	1
	0	KP281	19	Male	15	Single	2	3	31836	75	
	1	KP281	19	Female	14	Partnered	4	3	30699	66	
	2	KP281	19	Male	12	Single	3	3	32973	85	
	3	KP281	20	Male	13	Partnered	4	2	35247	47	
	4	KP281	20	Female	14	Partnered	3	3	32973	66	
	169	KP781	40	Male	21	Single	6	5	83416	200	
	170	KP781	42	Male	18	Single	5	4	89641	200	
	171	KP781	45	Male	16	Single	5	5	90886	160	
	172	KP781	47	Male	18	Partnered	4	5	104581	120	
	173	KP781	48	Male	18	Partnered	4	5	95508	180	
	174 ro	ows × 9 colo	umns								

5. Business Insights based on Non-Graphical and Visual Analysis (10 Points)

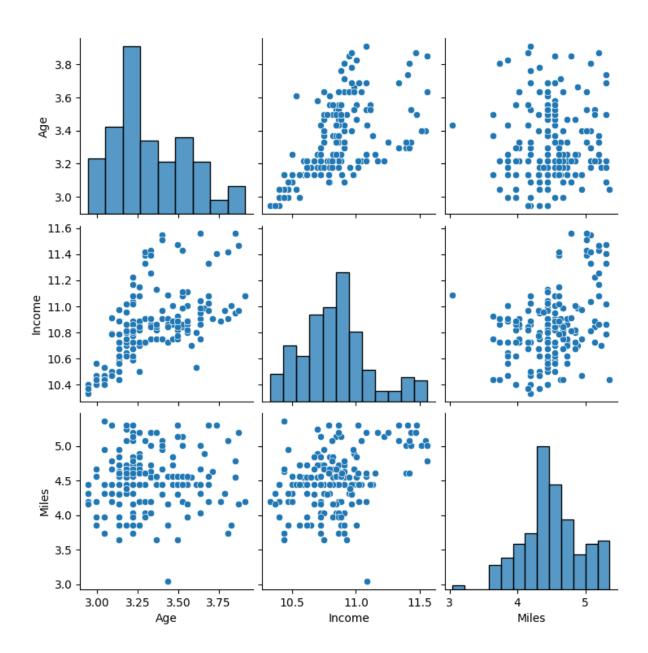
- 1. Comments on the range of attributes
- 2. Comments on the distribution of the variables and relationship between them
- 3. Comments for each univariate and bivariate plot

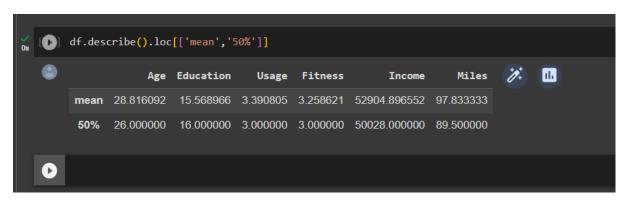
```
plt.figure(figsize=(20,10))
sns.pairplot(df)
plt.show()
```

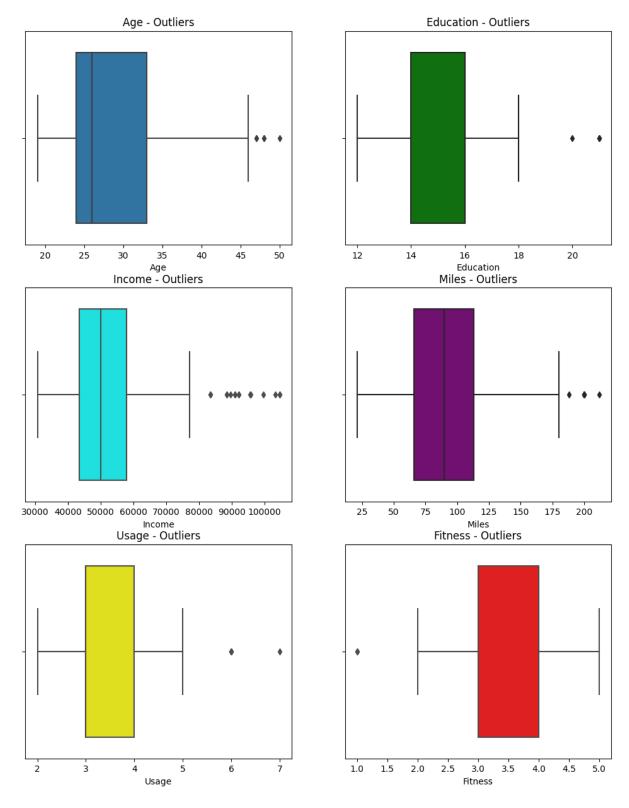


```
transformed_df['Age'] = np.log(df['Age'])
transformed_df['Income'] = np.log(df['Income'])
transformed_df['Miles'] = np.log(df['Miles'])

plt.figure(figsize=(20,10))
sns.pairplot(transformed_df)
plt.show()
```



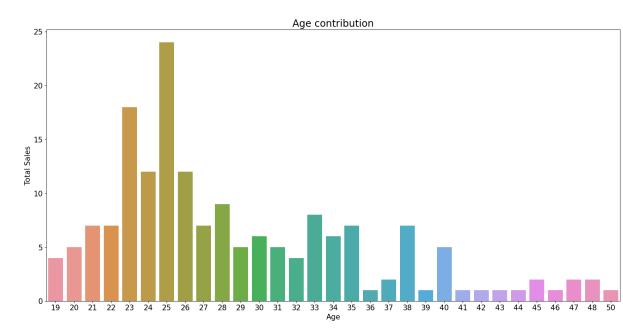




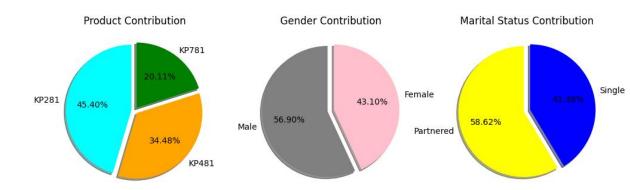
5.Business Insights based on Non-Graphical and Visual Analysis (10 Points)

- 1. Comments on the range of attributes
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- 3. Comments for each univariate and bivariate plot

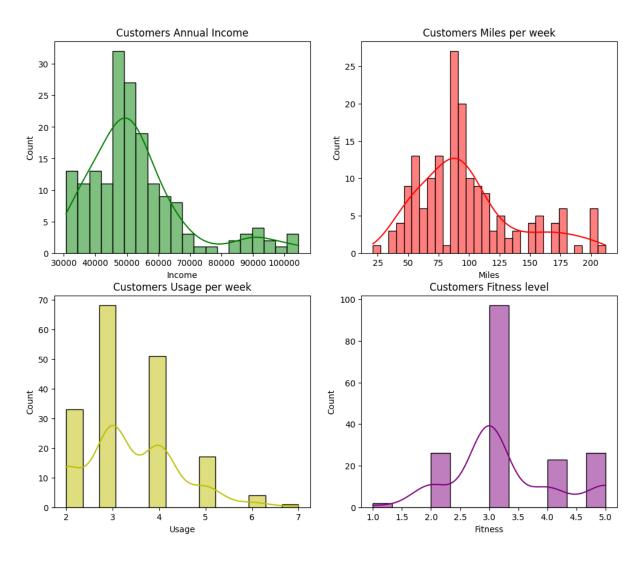
```
    plt.figure(figsize=(21,10))
    sns.countplot(data=df, x='Age')
    plt.ylabel('Total Sales', fontsize=15); plt.title('Age contribution', fontsize=20); plt.xlabel("Age", fontsize=15)
    plt.xticks(fontsize=15); plt.yticks(fontsize=15); plt.show()
```

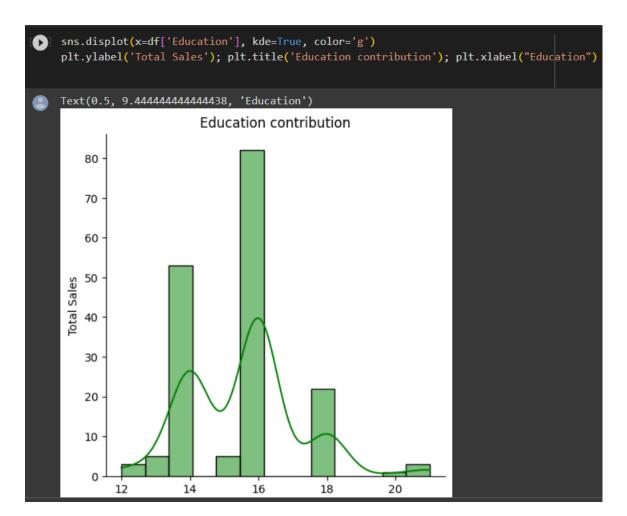


```
fig= plt.figure(figsize=(12,5))
a1 = fig.add subplot(131)
al.pie(x=df['Product'].value counts(),
        startangle=90, shadow=True, explode=[0.05,0.05,0.05],
        autopct='%1.2f%%', colors=['cyan','orange','green'],
labels=df['Product'].value counts().index)
a1.set title('Product Contribution')
a2= fig.add subplot(132)
a2.pie(x=df['Gender'].value counts(),
        startangle=90, shadow=True, explode=[0.05,0.05],
        autopct='%1.2f%%', colors=['Grey','Pink'],
labels=df['Gender'].value counts().index)
a2.set title('Gender Contribution')
a2= fig.add subplot(133)
a2.pie(x=df['MaritalStatus'].value counts(),
        startangle=90, shadow=True, explode=[0.05,0.05],
        autopct='%1.2f%%', colors=['yellow','blue'],
labels=df['MaritalStatus'].value counts().index)
a2.set title('Marital Status Contribution')
plt.show()
```

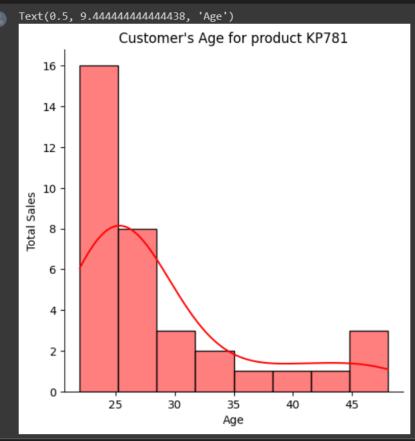


```
fig,ax = plt.subplots(nrows=2, ncols=2, figsize=(12,10))
sns.histplot(df['Income'], kde=True, bins=20, ax=ax[0,0], color='g');
ax[0,0].set_title("Customers Annual Income")
sns.histplot(df['Miles'], kde=True, bins=30, ax=ax[0,1], color='r');
ax[0,1].set_title("Customers Miles per week")
sns.histplot(df['Usage'], kde=True, ax=ax[1,0], color='y');
ax[1,0].set_title("Customers Usage per week")
sns.histplot(df['Fitness'], kde=True, ax=ax[1,1], color='purple');
ax[1,1].set_title("Customers Fitness level")
```

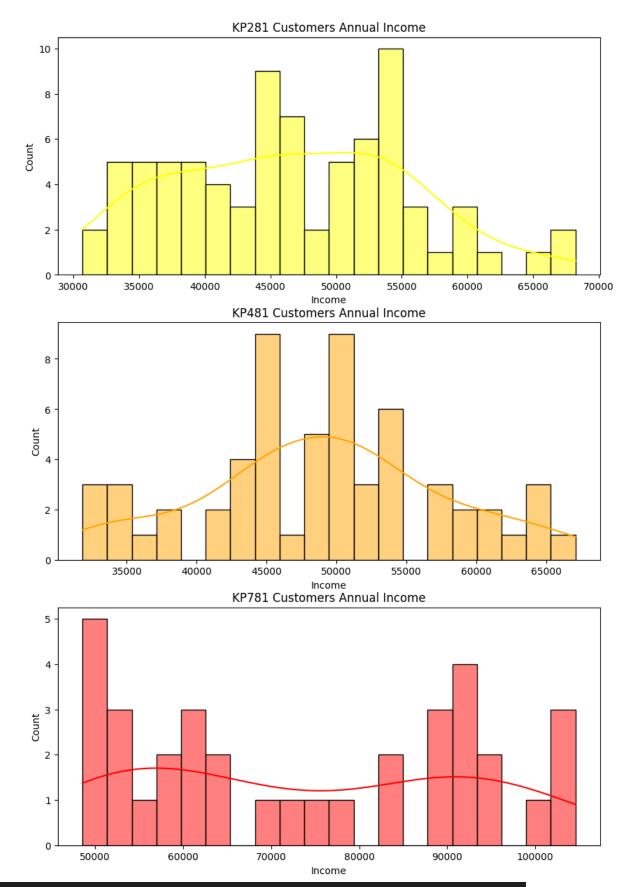




```
[82] sns.displot(x=df[df['Product']=='KP781']['Age'], kde=True, color='r')
    plt.ylabel('Total Sales'); plt.title("Customer's Age for product KP781"); plt.xlabel("Age")
```

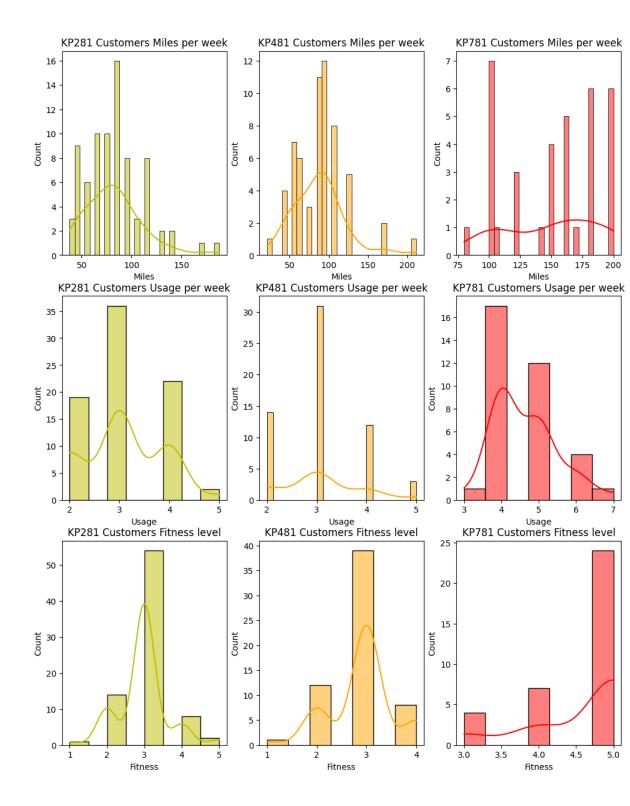


```
p1 = df[df['Product'] == 'KP281']
p2 = df[df['Product'] == 'KP481']
p3 = df[df['Product'] == 'KP781']
fig,ax = plt.subplots(nrows=3, ncols=1, figsize=(10,15))
sns.histplot(p1['Income'], kde=True, bins=20, ax=ax[0],
color='yellow'); ax[0].set_title("KP281 Customers Annual Income")
sns.histplot(p2['Income'], kde=True, bins=20, ax=ax[1],
color='orange'); ax[1].set_title("KP481 Customers Annual Income")
sns.histplot(p3['Income'], kde=True, bins=20, ax=ax[2], color='red');
ax[2].set_title("KP781 Customers Annual Income")
```

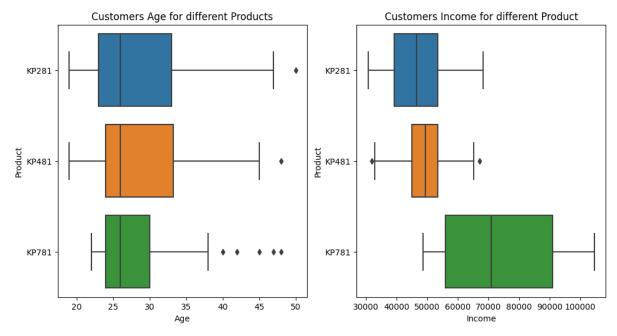


fig,ax = plt.subplots(nrows=3, ncols=3, figsize=(12,15))

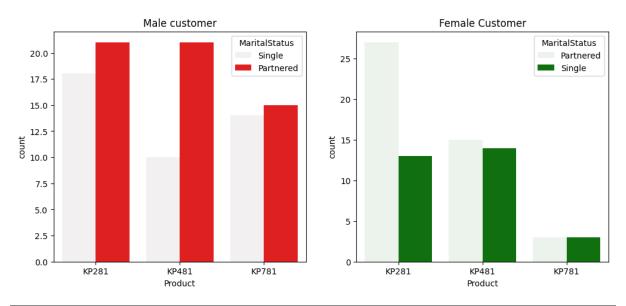
```
sns.histplot(p1['Miles'], kde=True, bins=30, ax=ax[0,0], color='y');
ax[0,0].set title("KP281 Customers Miles per week")
sns.histplot(p2['Miles'], kde=True, bins=30, ax=ax[0,1],
color='orange'); ax[0,1].set title("KP481 Customers Miles per week")
sns.histplot(p3['Miles'], kde=True, bins=30, ax=ax[0,2], color='r');
ax[0,2].set title("KP781 Customers Miles per week")
sns.histplot(p1['Usage'], kde=True, ax=ax[1,0], color='y');
ax[1,0].set title("KP281 Customers Usage per week")
sns.histplot(p2['Usage'], kde=True, ax=ax[1,1], color='orange');
ax[1,1].set title("KP481 Customers Usage per week")
sns.histplot(p3['Usage'], kde=True, ax=ax[1,2], color='r');
ax[1,2].set title("KP781 Customers Usage per week")
sns.histplot(p1['Fitness'], kde=True, ax=ax[2,0], color='y');
ax[2,0].set title("KP281 Customers Fitness level")
sns.histplot(p2['Fitness'], kde=True, ax=ax[2,1], color='orange');
ax[2,1].set title("KP481 Customers Fitness level")
sns.histplot(p3['Fitness'], kde=True, ax=ax[2,2], color='r');
ax[2,2].set title("KP781 Customers Fitness level")
```



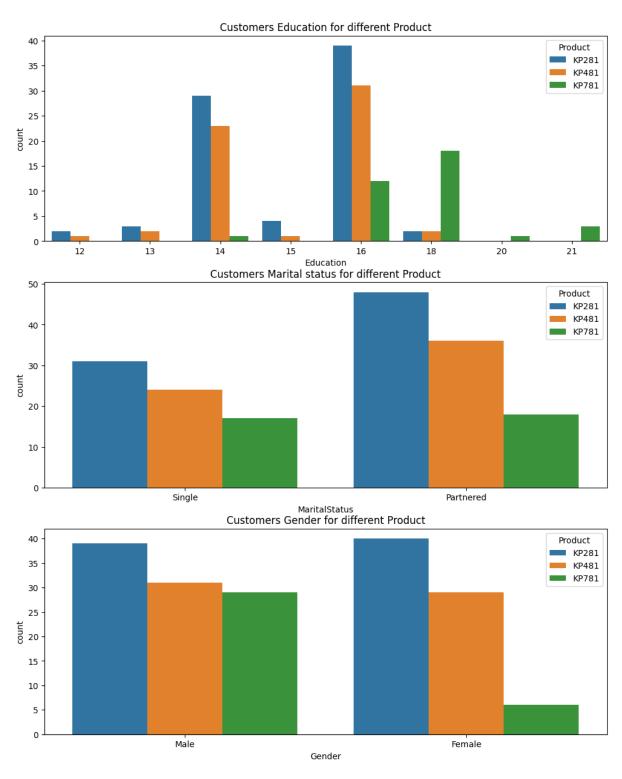
```
fig,ax = plt.subplots(nrows=1, ncols=2, figsize=(12,6))
sns.boxplot(data=df, x='Age', y='Product', ax=ax[0]);
ax[0].set_title('Customers Age for different Products')
sns.boxplot(data=df, x='Income', y='Product', ax=ax[1]);
ax[1].set_title('Customers Income for different Product')
```



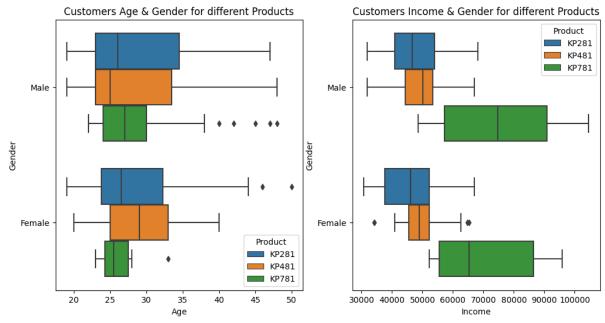
```
dff=df[df['Gender']=='Female']
dfm=df[df['Gender']=='Male']
fig,ax=plt.subplots(nrows=1, ncols=2, figsize=(12,5))
sns.countplot(data=dfm, x='Product',
hue='MaritalStatus',ax=ax[0],color='r'); ax[0].set_title('Male customer')
sns.countplot(data=dff, x='Product',
hue='MaritalStatus',ax=ax[1],color='g'); ax[1].set_title('Female Customer')
```



fig,ax = plt.subplots(nrows=3, ncols=1, figsize=(12,15))
sns.countplot(data=df, x='Education', hue='Product', ax=ax[0]);
ax[0].set_title('Customers Education for different Product')
sns.countplot(data=df, x='MaritalStatus', hue='Product', ax=ax[1])
ax[1].set_title('Customers Marital status for different Product')

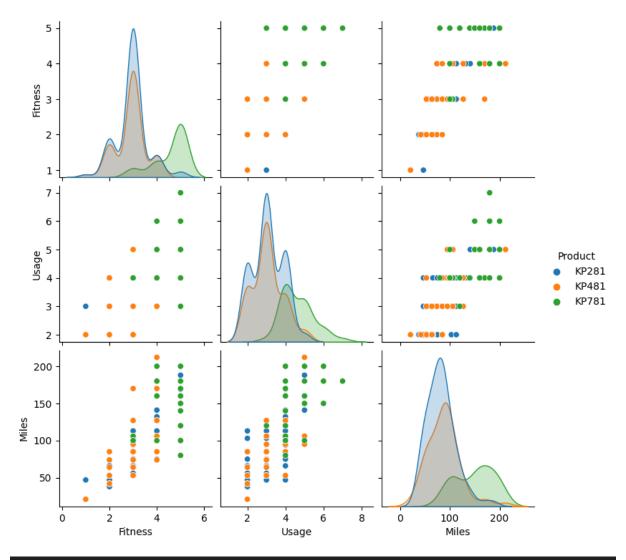


fig,ax = plt.subplots(nrows=1, ncols=2, figsize=(12,6))
sns.boxplot(data=df, x='Age', hue='Product', y='Gender', ax=ax[0])
ax[0].set_title('Customers Age & Gender for different Products')
sns.boxplot(data=df, x='Income', hue='Product', y='Gender', ax=ax[1])
ax[1].set title('Customers Income & Gender for different Products')

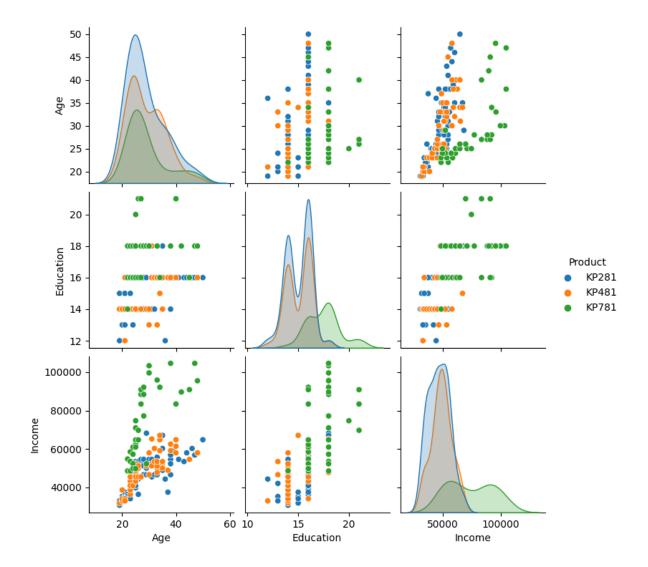




```
#Visual Analysis - Correlation
sns.pairplot(data=df[['Fitness','Usage','Miles','Product']],
hue='Product')
```



sns.pairplot(data=df[['Product','Age','Education','Income','Gender']],
hue='Product')



Business Insights:

- 1. Product KP281 brings in the highest revenue, KP481 and KP781 come next in line respectively
- 2. Majority of the customers are in the age group of 22-33 years
- 3. ~60-40% distribution of the male and female product buyers
- 4. Majority of the buyers spend 14, 16, 18 years on their education
- 5. ~60-40% distribution of the single and partnered product buyers
- 6. Most of the users use the treadmill 3-4 times a week
- 7. Most of the users rate themselves average in terms of their fitness levels
- 8. Majority of the users earn between \$35000 and \$60000 annually
- 9. Majority of the users set target miles expected to be walked/ran between 53 and 132 miles
- 10. Insights from product-based study:
 - A. Relationship with Age: no major insights
 - B. Relationship with Gender:
 - Very few female customers buy KP781 product(priced at 2500 dollats); could be cost-related reasons
 - C. Relationship with Education:
 - Highly educated customers prefer product KP781; they could be more aware of the product's typical features and its usage
 - D. Relationship with MaritalStatus: no major insights
 - E. Relationship with Usage:
 - product KP781 is used more compared to others products KP281 and KP481
 - this product is also prefered by highly-educated customers; this means highly-educated customers tend to exercise more
 - F. Relationship with Fitness:
 - since highly-educated customer prefer product KP781 because they exercise more; their fitness levels are generally on high scale
 - G. Relationship with Income and Miles:
 - product KP781 is prefered by high-income earning individuals
 - since highly-educated customer prefer product KP781 because they
 exercise more; their fitness levels are generally on high scale, the
 number of target miles they set are also higher

6.Recommendations (10 Points) - Actionable items for business. No technical jargon. No complications. Simple action items that everyone can understand

- 1. A better, high-end, premium product for highly-educated, high income and active customers to increase revenue.
- 2. Campaigns to promote KP781 product for females specially

3.	Since KP281 and KP481 also brings in significant revenue and is prefered by young & learnings individuals, added features and specialized discounts could help boost sales.										