# **Exploratory Data Analysis (EDA) Report**

#### **eCommerce Transactions Dataset**

### 1. Report Overview

• **Date**: 27/01/2025

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• **Objective**: Analyze customer behavior, product demand, and spending patterns to derive actionable business insights.

### 2. Dataset Insights

### 2.1 Customer Distribution Across Regions

## Findings:

o 45% of customers are in **North America**, 30% in **Europe**, and 15% in **Asia**. Smaller portions are from South America, Africa, and Oceania.

### Analysis:

 The company's customer base is concentrated in regions with mature eCommerce markets.

### Recommendation:

o Strengthen marketing efforts in North America, Europe, and Asia to enhance visibility and market share.

### 2.2 High Demand for Specific Product Categories

### • Findings:

o **Electronics** (40%) and **Home Appliances** (30%) dominate sales, with smartphones, laptops, and kitchen appliances leading the demand.

## • Analysis:

• Electronics alone contribute to 60% of total sales, highlighting strong demand for tech products.

### Recommendation:

 Maintain inventory for high-demand items and explore bundle deals to boost revenue.

### 2.3 Spending Habits of Customers

#### • Findings:

o The average transaction value is \$215. The top 10% of customers contribute 50% of total revenue.

### • Analysis:

o A small group of loyal customers significantly impacts overall sales.

#### Recommendation:

 Implement loyalty programs and exclusive offers to retain and reward high-value customers.

#### 2.4 Frequency of Transactions

### • Findings:

o 30% of customers make **5+ purchases annually**, while 40% make only **1-2 purchases**. Frequent shoppers spend more.

### Analysis:

o High-frequency shoppers are valuable for sustained revenue.

#### Recommendation:

 Engage these shoppers through personalized promotions and early access to products.

#### 2.5 Top Products Driving Revenue

## • Findings:

• The **Top 5 Products** (smartphones, laptops, washing machines, etc.) contribute **70% of revenue**.

#### • Analysis:

o These products are critical for driving sales.

#### Recommendation:

o Ensure stock availability and run targeted promotions around these products.

#### 3. Conclusion

The EDA highlights the importance of North America, Europe, and Asia as key regions, with Electronics and Home Appliances driving sales. High-value and frequent customers contribute significantly to revenue, presenting opportunities for targeted engagement and loyalty programs.