```
# identify customer segments based on purchasing behavior.
In [5]:
In [6]:
        #Load required libraries and datasets
In [1]:
        import pandas as pd
        import numpy as np
        import matplotlib.pyplot as plt
        import seaborn as sns
In [2]:
        df_customer = pd.read_csv(r'C:\Users\Käyttäjä\OneDrive - LUT University\Documents 1
In [3]:
        df_transaction = pd.read_excel(r'C:\Users\Käyttäjä\OneDrive - LUT University\Docume
In [1]: #Exploratory data analysis
        #Examining customer data
        df_customer
In [4]:
Out[4]:
                LYLTY_CARD_NBR
                                               LIFESTAGE PREMIUM_CUSTOMER
             0
                           1000
                                  YOUNG SINGLES/COUPLES
                                                                      Premium
                           1002
                                  YOUNG SINGLES/COUPLES
                                                                    Mainstream
             2
                           1003
                                          YOUNG FAMILIES
                                                                        Budget
             3
                           1004
                                  OLDER SINGLES/COUPLES
                                                                    Mainstream
             4
                           1005
                                 MIDAGE SINGLES/COUPLES
                                                                    Mainstream
         72632
                        2370651
                                 MIDAGE SINGLES/COUPLES
                                                                    Mainstream
         72633
                        2370701
                                          YOUNG FAMILIES
                                                                    Mainstream
         72634
                        2370751
                                          YOUNG FAMILIES
                                                                      Premium
        72635
                         2370961
                                          OLDER FAMILIES
                                                                        Budget
        72636
                        2373711
                                 YOUNG SINGLES/COUPLES
                                                                    Mainstream
        72637 rows × 3 columns
In [5]: df_customer.isnull().sum()
Out[5]: LYLTY_CARD_NBR
        LIFESTAGE
        PREMIUM_CUSTOMER
                             0
        dtype: int64
In [6]: df_customer['LIFESTAGE'].unique()
```

```
Out[6]: array(['YOUNG SINGLES/COUPLES', 'YOUNG FAMILIES', 'OLDER SINGLES/COUPLES', 'MIDAGE SINGLES/COUPLES', 'NEW FAMILIES', 'OLDER FAMILIES', 'RETIREES'], dtype=object)

In [7]: df_customer['PREMIUM_CUSTOMER'].unique()

Out[7]: array(['Premium', 'Mainstream', 'Budget'], dtype=object)

In [8]: df_customer.duplicated().any()

Out[8]: False

In [4]: #Examining transaction data

In [9]: df_transaction
```

Out[9]

		DATE	STORE_NBR	LYLTY_CARD_NBR	TXN_ID	PROD_NBR	PROD_NAME	PROE
	0	43390	1	1000	1	5	Natural Chip Compny SeaSalt175g	
	1	43599	1	1307	348	66	CCs Nacho Cheese 175g	
	2	43605	1	1343	383	61	Smiths Crinkle Cut Chips Chicken 170g	
	3	43329	2	2373	974	69	Smiths Chip Thinly S/Cream&Onion 175g	
	4	43330	2	2426	1038	108	Kettle Tortilla ChpsHny&Jlpno Chili 150g	
	•••							
	264831	43533	272	272319	270088	89	Kettle Sweet Chilli And Sour Cream 175g	
	264832	43325	272	272358	270154	74	Tostitos Splash Of Lime 175g	
	264833	43410	272	272379	270187	51	Doritos Mexicana 170g	
	264834	43461	272	272379	270188	42	Doritos Corn Chip Mexican Jalapeno 150g	
	264835	43365	272	272380	270189	74	Tostitos Splash Of Lime 175g	
	264026							

264836 rows × 8 columns

In [10]: df_transaction.info()

127.0.0.1:8888/nbconvert/html/Documents/ Case_studies/Quantium_chips_retail analytics/ identify customer segments based on purchasing behavio...

```
<class 'pandas.core.frame.DataFrame'>
       RangeIndex: 264836 entries, 0 to 264835
       Data columns (total 8 columns):
            Column
                            Non-Null Count
                                             Dtype
            -----
                            -----
                                             ----
            DATE
                            264836 non-null int64
        0
            STORE_NBR
        1
                            264836 non-null int64
            LYLTY_CARD_NBR 264836 non-null int64
        3
            TXN ID
                            264836 non-null int64
        4
            PROD_NBR
                            264836 non-null int64
        5
            PROD_NAME
                            264836 non-null object
        6
            PROD_QTY
                            264836 non-null int64
            TOT_SALES
                            264836 non-null float64
        7
       dtypes: float64(1), int64(6), object(1)
       memory usage: 16.2+ MB
In [15]: df_transaction.duplicated().any()
Out[15]: False
         df_transaction[df_transaction.duplicated()]
Out[13]:
                 DATE STORE NBR LYLTY CARD NBR TXN ID PROD NBR PROD NAME
                                                                                   PROD C
                                                                        Smiths Thinly
                 2018-
         124845
                               107
                                            107024
                                                   108462
                                                                    45
                                                                           Cut Roast
                 10-01
                                                                        Chicken 175g
         df_transaction = df_transaction.drop_duplicates()
In [11]:
          # change type of date to date using pd.to_datetime() function '
         #('1899-12-30' base date) and the unit as 'D' (days)
         df_transaction['DATE'] = pd.to_datetime( df_transaction['DATE'], origin='1899-12-30
In [16]: sorted(df_transaction['PROD_NAME'].unique())
```

```
Out[16]: ['Burger Rings 220g',
           'CCs Nacho Cheese
           'CCs Original 175g',
           'CCs Tasty Cheese
                                175g',
           'Cheetos Chs & Bacon Balls 190g',
           'Cheetos Puffs 165g',
           'Cheezels Cheese 330g',
           'Cheezels Cheese Box 125g',
           'Cobs Popd Sea Salt Chips 110g',
           'Cobs Popd Sour Crm &Chives Chips 110g',
           'Cobs Popd Swt/Chlli &Sr/Cream Chips 110g',
           'Dorito Corn Chp
                                Supreme 380g',
           'Doritos Cheese
                                Supreme 330g',
           'Doritos Corn Chip Mexican Jalapeno 150g',
           'Doritos Corn Chip Southern Chicken 150g',
           'Doritos Corn Chips Cheese Supreme 170g',
           'Doritos Corn Chips Nacho Cheese 170g',
           'Doritos Corn Chips Original 170g',
           'Doritos Mexicana
                                170g',
           'Doritos Salsa
                                Medium 300g',
           'Doritos Salsa Mild 300g',
           'French Fries Potato Chips 175g',
                               Sweet Chilli 210g',
           'Grain Waves
           'Grain Waves Sour Cream&Chives 210G',
           'GrnWves Plus Btroot & Chilli Jam 180g',
           'Infuzions BBQ Rib
                                Prawn Crackers 110g',
           'Infuzions Mango
                                Chutny Papadums 70g',
           'Infuzions SourCream&Herbs Veg Strws 110g',
           'Infuzions Thai SweetChili PotatoMix 110g',
           'Infzns Crn Crnchers Tangy Gcamole 110g',
           'Kettle 135g Swt Pot Sea Salt',
           'Kettle Chilli 175g',
           'Kettle Honey Soy
                                Chicken 175g',
           'Kettle Mozzarella
                                Basil & Pesto 175g',
           'Kettle Original 175g',
           'Kettle Sea Salt
                                And Vinegar 175g',
           'Kettle Sensations
                                BBQ&Maple 150g',
           'Kettle Sensations
                                Camembert & Fig 150g',
           'Kettle Sensations
                                Siracha Lime 150g',
           'Kettle Sweet Chilli And Sour Cream 175g',
           'Kettle Tortilla ChpsBtroot&Ricotta 150g',
           'Kettle Tortilla ChpsFeta&Garlic 150g',
           'Kettle Tortilla ChpsHny&Jlpno Chili 150g',
           'NCC Sour Cream &
                                Garden Chives 175g',
           'Natural Chip
                                Compny SeaSalt175g',
           'Natural Chip Co
                                Tmato Hrb&Spce 175g',
           'Natural ChipCo
                               Hony Soy Chckn175g',
           'Natural ChipCo Sea Salt & Vinegr 175g',
           'Old El Paso Salsa
                                Dip Chnky Tom Ht300g',
                                Dip Tomato Med 300g',
           'Old El Paso Salsa
           'Old El Paso Salsa
                                Dip Tomato Mild 300g',
           'Pringles Barbeque
                                134g',
           'Pringles Chicken
                                Salt Crips 134g',
           'Pringles Mystery
                                Flavour 134g',
           'Pringles Original
                                Crisps 134g',
           'Pringles Slt Vingar 134g',
```

```
'Pringles SourCream Onion 134g',
'Pringles Sthrn FriedChicken 134g',
'Pringles Sweet&Spcy BBQ 134g',
'RRD Chilli&
                     Coconut 150g',
'RRD Honey Soy
                     Chicken 165g',
                     165g',
'RRD Lime & Pepper
'RRD Pc Sea Salt
                     165g',
'RRD SR Slow Rst
                     Pork Belly 150g',
'RRD Salt & Vinegar 165g',
                     Chimuchurri 150g',
'RRD Steak &
'RRD Sweet Chilli & Sour Cream 165g',
'Red Rock Deli Chikn&Garlic Aioli 150g',
                     Salsa & Mzzrlla 150g',
'Red Rock Deli SR
'Red Rock Deli Sp
                     Salt & Truffle 150G',
'Red Rock Deli Thai Chilli&Lime 150g',
'Smith Crinkle Cut
                     Bolognese 150g',
'Smith Crinkle Cut
                     Mac N Cheese 150g',
'Smiths Chip Thinly Cut Original 175g',
'Smiths Chip Thinly CutSalt/Vinegr175g',
'Smiths Chip Thinly S/Cream&Onion 175g',
'Smiths Crinkle
                     Original 330g',
'Smiths Crinkle Chips Salt & Vinegar 330g',
'Smiths Crinkle Cut Chips Barbecue 170g',
'Smiths Crinkle Cut Chips Chicken 170g',
'Smiths Crinkle Cut Chips Chs&Onion170g',
'Smiths Crinkle Cut Chips Original 170g',
'Smiths Crinkle Cut French OnionDip 150g',
'Smiths Crinkle Cut Salt & Vinegar 170g',
'Smiths Crinkle Cut Snag&Sauce 150g',
'Smiths Crinkle Cut Tomato Salsa 150g',
'Smiths Crnkle Chip Orgnl Big Bag 380g',
'Smiths Thinly
                     Swt Chli&S/Cream175G',
'Smiths Thinly Cut
                     Roast Chicken 175g',
'Snbts Whlgrn Crisps Cheddr&Mstrd 90g',
'Sunbites Whlegrn
                     Crisps Frch/Onin 90g',
'Thins Chips
                     Originl saltd 175g',
'Thins Chips Light& Tangy 175g',
'Thins Chips Salt & Vinegar 175g',
'Thins Chips Seasonedchicken 175g',
'Thins Potato Chips Hot & Spicy 175g',
'Tostitos Lightly
                     Salted 175g',
'Tostitos Smoked
                     Chipotle 175g',
'Tostitos Splash Of Lime 175g',
'Twisties Cheese
                     270g',
'Twisties Cheese
                     Burger 250g',
'Twisties Chicken270g',
'Tyrrells Crisps
                     Ched & Chives 165g',
'Tyrrells Crisps
                     Lightly Salted 165g',
'WW Crinkle Cut
                     Chicken 175g',
'WW Crinkle Cut
                     Original 175g',
'WW D/Style Chip
                     Sea Salt 200g',
'WW Original Corn
                     Chips 200g',
'WW Original Stacked Chips 160g',
'WW Sour Cream &OnionStacked Chips 160g',
'WW Supreme Cheese
                     Corn Chips 200g',
'Woolworths Cheese
                     Rings 190g',
```

'Woolworths Medium

Salsa 300g',

```
'Woolworths Mild
                              Salsa 300g']
In [22]: # List of product names to remove which is not chips product
         product_names_to_remove = [
             'Woolworths Medium Salsa 300g',
             'Woolworths Mild Salsa 300g',
             'Old El Paso Salsa Dip Chnky Tom Ht300g',
             'Old El Paso Salsa Dip Tomato Med 300g',
             'Old El Paso Salsa Dip Tomato Mild 300g',
             'Doritos Salsa
                                 Medium 300g',
             'Doritos Salsa Mild 300g'
         ]
         # Filter out rows where PROD_NAME is in the list
         df_transaction = df_transaction[~df_transaction['PROD_NAME'].isin(product_names_to_
In [23]: # extract_brand_and_size
         import re
         def extract_brand_and_size(prod_name):
             Extracts the brand (first word by default) and size (e.g., '175g') from the pro
             # Extract brand as the first word
             brand = prod_name.split()[0]
             # Look for size pattern (e.g., '175g', '200G', etc.)
             size_match = re.search(r'\d+\s*[gG]', prod_name)
             size = size_match.group() if size_match else None # If no match, return None
             return brand, size
         # Apply the function to the 'PROD_NAME' column and create new columns
         df_transaction[['Brand', 'Size']] = df_transaction['PROD_NAME'].apply(
             lambda x: pd.Series(extract_brand_and_size(x))
         # Display the updated DataFrame
         print(df_transaction[['PROD_NAME', 'Brand', 'Size']])
                                              PROD NAME
                                                           Brand Size
       0
                 Natural Chip
                                     Compny SeaSalt175g
                                                        Natural 175g
       1
                               CCs Nacho Cheese
                                                             CCs 175g
                                                   175g
       2
                 Smiths Crinkle Cut Chips Chicken 170g Smiths 170g
       3
                 Smiths Chip Thinly S/Cream&Onion 175g Smiths 175g
               Kettle Tortilla ChpsHny&Jlpno Chili 150g
       4
                                                          Kettle 150g
                                                             ...
       264831
                Kettle Sweet Chilli And Sour Cream 175g
                                                         Kettle 175g
       264832
                          Tostitos Splash Of Lime 175g Tostitos 175g
       264833
                               Doritos Mexicana
                                                  170g Doritos 170g
       264834 Doritos Corn Chip Mexican Jalapeno 150g Doritos 150g
       264835
                          Tostitos Splash Of Lime 175g Tostitos 175g
       [249669 rows x 3 columns]
```

```
sorted(df_transaction['Brand'].unique())
In [24]:
Out[24]: ['Burger',
           'CCs',
           'Cheetos',
           'Cheezels',
           'Cobs',
           'Dorito',
           'Doritos',
           'French',
           'Grain',
           'GrnWves',
           'Infuzions',
           'Infzns',
           'Kettle',
           'NCC',
           'Natural',
           'Pringles',
           'RRD',
           'Red',
           'Smith',
           'Smiths',
           'Snbts',
           'Sunbites',
           'Thins',
           'Tostitos',
           'Twisties',
           'Tyrrells',
           'WW',
           'Woolworths']
In [26]: # Define a dictionary with old values as keys and new values as values
          replace_dict = {
              'Burger': 'Burger Ring',
              'Dorito': 'Doritos',
              'French': 'French Fries',
              'Grain':'Grain Waves',
              'GrnWves': 'Grain Waves',
              'Infzns': 'Infuzions',
              'Red': 'Red Rock Deli',
              'RRD': 'Red Rock Deli',
              'Smith': 'Smiths',
              'Snbts': 'Sunbites Whlegrn',
              'NCC': 'Natural Chip Co',
              'Natural': 'Natural Chip Co',
              'Sunbites':'Sunbites Whlegrn',
              'WW': 'Woolworths'
          }
          # Replace values in the 'PROD_NAME' column based on the dictionary
          df_transaction['Brand'] = df_transaction['Brand'].replace(replace_dict)
          # Check the modified dataframe
          print(sorted(df_transaction['Brand'].unique()))
```

```
Out[86]: [70,
           90,
           110,
           125,
           134,
           135,
           150,
           160,
           165,
           170,
           175,
           180,
           190,
           200,
           210,
           220,
           250,
           270,
           330,
           380]
In [76]: df_transaction['Size'] = df_transaction['Size'].str.replace(r'[gG]', '', regex=True
In [85]:
         df_transaction['Size'] = df_transaction['Size'].astype(int)
In [80]: df_transaction.describe()
```

Out[80]:			DATE	STORE_NBR	LYLTY_CARD_NI	BR TXN_ID	PROD_NBR
	count		249667	249667.000000	2.496670e+	05 2.496670e+05	249667.000000
	mean	02:26:13	2018-12-30 3.683346176	135.043662	1.355197e+	05 1.351228e+05	56.294753
	min		2018-07-01 00:00:00	1.000000	1.000000e+	03 1.000000e+00	1.000000
	25%		2018-09-30 00:00:00	70.000000	7.001600e+	04 6.757350e+04	27.000000
	50%		2018-12-30 00:00:00	130.000000	1.303600e+	05 1.351470e+05	53.000000
	75%		2019-03-31 00:00:00	203.000000	2.030790e+	05 2.026325e+05	86.000000
	max		2019-06-30 00:00:00	272.000000	2.373711e+	06 2.415841e+06	114.000000
	std		NaN	76.773600	8.065751e+	04 7.813158e+04	33.528625
4							>
<pre>In [81]: Out[81]:</pre>	df_tra	nsactio	n[df_transa	ction['PROD_Q	[Y'] == 200.000	0000]	h we should inve
							_
▲							•
In [37]:	#Let's	see if	totalsales	outliers with	TY = 200 and TO n same transcat LES'] == 650.0]	rion	ith samw custome
Out[37]:		DATE	STORE_NBR	LYLTY_CARD_I	NBR TXN_ID P	ROD_NBR PROD	_NAME PROD_Q1
	69762	2018- 08-19	226	226	5000 226201		ito Corn upreme 20 380g
	69763	2019- 05-20	226	226	5000 226210		ito Corn upreme 20 380g
4							•
In [39]:					nt same quantit CARD_NBR'] == 2		e other purchase

2018- Dorito Corn	
69762 2018- 08-19 226 226000 226201 4 Chp Supreme 380g	2(
69763 2019- 05-20 226 226000 226210 Dorito Corn 4 Chp Supreme 380g	2(

In [41]: #He has only two previous transactions, and his purchases are different from others
#We could say it is better to remove the outliers and remove rows related to custom
df_transaction = df_transaction[df_transaction['LYLTY_CARD_NBR'] != 226000]
df_transaction.describe()

count 249667 249667.000000 2.496670e+05 2.496670e+05 249667.000000 mean 2018-12-30 02:26:13.683346176 135.043662 1.355197e+05 1.351228e+05 56.294753 min 2018-07-01 00:00:00 1.000000 1.000000e+03 1.000000e+00 1.000000e 25% 2018-09-30 00:00:00 70.000000 7.001600e+04 6.757350e+04 27.000000 50% 2018-12-30 00:00:00 130.000000 1.303600e+05 1.351470e+05 53.000000 75% 2019-03-31 00:00:00 203.000000 2.030790e+05 2.026325e+05 86.000000 max 2019-06-30 00:00:00 272.000000 2.373711e+06 2.415841e+06 114.000000 std NaN 76.773600 8.065751e+04 7.813158e+04 33.528625	Out[41]:		DATE	STORE_NBR	LYLTY_CARD_NBR	TXN_ID	PROD_NBR
mean 02:26:13.683346176 135.043662 1.355197e+05 1.351228e+05 56.294753 min 2018-07-01 00:00:00 1.000000 1.000000e+03 1.000000e+00 1.000000 25% 2018-09-30 00:00:00 70.000000 7.001600e+04 6.757350e+04 27.000000 50% 2018-12-30 00:00:00 130.000000 1.303600e+05 1.351470e+05 53.000000 75% 2019-03-31 00:00:00 203.000000 2.030790e+05 2.026325e+05 86.000000 max 2019-06-30 00:00:00 272.000000 2.373711e+06 2.415841e+06 114.000000		count	249667	249667.000000	2.496670e+05	2.496670e+05	249667.000000
min 1.000000 1.000000 1.000000e+03 1.000000e+00 1.000000 25% 2018-09-30 00:00:00 70.000000 7.001600e+04 6.757350e+04 27.000000 50% 2018-12-30 00:00:00 130.000000 1.303600e+05 1.351470e+05 53.000000 75% 2019-03-31 00:00:00 203.000000 2.030790e+05 2.026325e+05 86.000000 max 2019-06-30 00:00:00 272.000000 2.373711e+06 2.415841e+06 114.000000		mean		135.043662	1.355197e+05	1.351228e+05	56.294753
70.000000 70.000000 70.001600e+04 6.757350e+04 27.000000 70.001600e+04 6.757350e+04 27.000000 70.000000 130.000000 1.303600e+05 1.351470e+05 53.000000 75% 2019-03-31 00:00:00 203.000000 2.030790e+05 2.026325e+05 86.000000 70.000000 272.000000 2.373711e+06 2.415841e+06 114.000000 70.000000 70.000000 70.001600e+04 6.757350e+04 27.0000000 70.0000000000000000000000000		min		1.000000	1.000000e+03	1.000000e+00	1.000000
75% 2019-03-31 00:00:00 203.000000 2.030790e+05 2.026325e+05 86.000000 272.000000 2.373711e+06 2.415841e+06 114.000000		25%		70.000000	7.001600e+04	6.757350e+04	27.000000
75% 203.000000 203.000000 2.030790e+05 2.026325e+05 86.000000 max 2019-06-30 00:00:00 272.000000 2.373711e+06 2.415841e+06 114.000000		50%		130.000000	1.303600e+05	1.351470e+05	53.000000
max 272.000000 2.373711e+06 2.415841e+06 114.000000		75%		203.000000	2.030790e+05	2.026325e+05	86.000000
std NaN 76.773600 8.065751e+04 7.813158e+04 33.528625		max		272.000000	2.373711e+06	2.415841e+06	114.000000
		std	NaN	76.773600	8.065751e+04	7.813158e+04	33.528625

In [87]: # Merge using a left join
merged_df = pd.merge(df_transaction, df_customer, on='LYLTY_CARD_NBR', how='left')
merged_df.info()

```
<class 'pandas.core.frame.DataFrame'>
       RangeIndex: 249667 entries, 0 to 249666
       Data columns (total 12 columns):
            Column
                             Non-Null Count
                                             Dtype
       ---
           -----
                             -----
                                             ----
        0
            DATE
                             249667 non-null datetime64[ns]
            STORE_NBR
        1
                           249667 non-null int64
            LYLTY_CARD_NBR 249667 non-null int64
        3
            TXN ID
                             249667 non-null int64
        4
            PROD_NBR
                             249667 non-null int64
        5
            PROD_NAME
                             249667 non-null object
                             249667 non-null int64
        6
            PROD_QTY
        7
            TOT_SALES
                             249667 non-null float64
            Brand
                             249667 non-null object
        9
            Size
                             249667 non-null int32
        10 LIFESTAGE
                             249667 non-null object
        11 PREMIUM_CUSTOMER 249667 non-null object
       dtypes: datetime64[ns](1), float64(1), int32(1), int64(5), object(4)
       memory usage: 21.9+ MB
In [43]: # List of related columns
         columns_to_select = ['DATE', 'STORE_NBR', 'LYLTY_CARD_NBR', 'TXN_ID', 'PROD_NBR',
                             ,'Brand', 'Size','TOT_SALES']
         # Selecting only the desired columns from df_transaction
         merged_df = merged_df[columns_to_select]
In [83]: merged_df
```

Out[83]:		DATE	STORE_NBR	LYLTY_CARD_NBR	TXN_ID	PROD_NBR	PROD_NAME	PROD
	0	2018- 10-17	1	1000	1	5	Natural Chip Compny SeaSalt175g	
	1	2019- 05-14	1	1307	348	66	CCs Nacho Cheese 175g	
	2	2019- 05-20	1	1343	383	61	Smiths Crinkle Cut Chips Chicken 170g	
	3	2018- 08-17	2	2373	974	69	Smiths Chip Thinly S/Cream&Onion 175g	
	4	2018- 08-18	2	2426	1038	108	Kettle Tortilla ChpsHny&Jlpno Chili 150g	
	•••							
	249662	2019- 03-09	272	272319	270088	89	Kettle Sweet Chilli And Sour Cream 175g	
	249663	2018- 08-13	272	272358	270154	74	Tostitos Splash Of Lime 175g	
	249664	2018- 11-06	272	272379	270187	51	Doritos Mexicana 170g	
	249665	2018- 12-27	272	272379	270188	42	Doritos Corn Chip Mexican Jalapeno 150g	
	249666	2018- 09-22	272	272380	270189	74	Tostitos Splash Of Lime 175g	

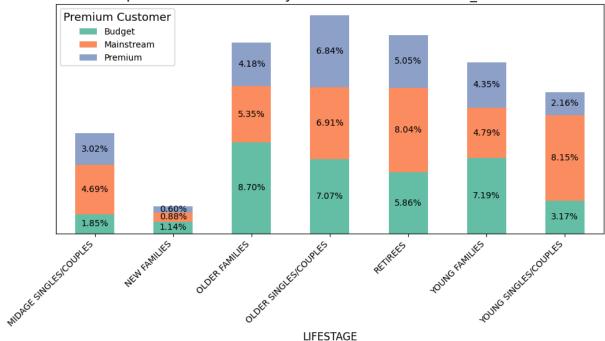
249667 rows × 12 columns

```
In [47]: #Data analysis on customer segments
    #frame question :
    #customer segments
    #What are the total sales for each customer segment?
    # how many customers are in each segment?
    # how many purchase are in each segment?

In [59]:
#What are the total sales for each customer segment?
# Step 1: Calculate total sales by LIFESTAGE and PREMIUM_CUSTOMER
sales_by_segment = merged_df.groupby(['LIFESTAGE', 'PREMIUM_CUSTOMER'])['TOT_SALES'
```

```
# Step 2: Calculate total sales across all segments (this is the total for the enti
total_sales = sales_by_segment['TOT_SALES'].sum()
# Step 3: Calculate the proportion of total sales for each LIFESTAGE and PREMIUM_CU
sales_by_segment['Proportion of Total Sales'] = sales_by_segment['TOT_SALES'] / tot
# Step 4: Create a pivot table to reshape the data (LIFESTAGE vs PREMIUM CUSTOMER)
sales_pivot = sales_by_segment.pivot_table(index='LIFESTAGE', columns='PREMIUM_CUST
                                           values='Proportion of Total Sales', aggf
# Step 5: Plotting the stacked column chart with custom colors and adding labels
fig, ax = plt.subplots(figsize=(10, 6))
# Custom color palette for PREMIUM_CUSTOMER (you can modify the colors here)
colors = sns.color_palette("Set2", n_colors=sales_pivot.shape[1])
# Plot the stacked bar chart
sales_pivot.plot(kind='bar', stacked=True, ax=ax, color=colors)
# Add labels on top of each stack segment
for p in ax.patches:
   height = p.get_height()
   width = p.get_width()
   x = p.get_x() + width / 2 # Position the label in the center of the bar
   y = p_{get}y() + height / 2 # Position the label in the center of the stack
   # Display the label (percentage of total sales)
   ax.text(x, y, f'{height:.2%}', ha='center', va='center', fontsize=10, color='bl
# Add Labels and title
plt.title('Proportion of Total Sales by LIFESTAGE and PREMIUM CUSTOMER', fontsize=1
plt.xlabel('LIFESTAGE', fontsize=12)
# Hide y-axis
ax.yaxis.set_visible(False)
# Rotate x-axis labels for better visibility
plt.xticks(rotation=45, ha='right')
# Add Legend title
plt.legend(title='Premium Customer', title_fontsize='13')
# Show the plot
plt.tight_layout()
plt.show()
```

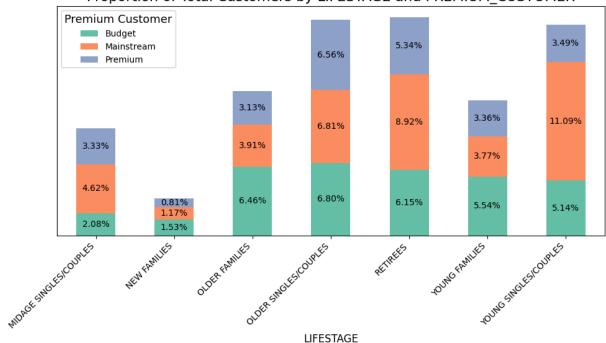
Proportion of Total Sales by LIFESTAGE and PREMIUM CUSTOMER



In [60]: # the top 3 segments contributing the most to total sales are Budget - older famil # Mainstream - young singles/couples, and Mainstream- retirees In [61]: ## how many customers are in each segment? # Step 1: Calculate the number of customers by LIFESTAGE and PREMIUM_CUSTOMER cus_by_segment = merged_df.groupby(['LIFESTAGE', 'PREMIUM_CUSTOMER'])['LYLTY_CARD_N # Step 2: Calculate the total number of customers across all segments total_cus = cus_by_segment['LYLTY_CARD_NBR'].sum() # Step 3: Calculate the proportion of customers in each segment cus by segment['Proportion of Total cus'] = cus by segment['LYLTY CARD NBR'] / tota # Step 4: Create a pivot table to reshape the data (LIFESTAGE vs PREMIUM_CUSTOMER) cus_pivot = cus_by_segment.pivot_table(index='LIFESTAGE', columns='PREMIUM_CUSTOMER') values='Proportion of Total cus', aggfun # Step 5: Plotting the stacked column chart with custom colors and adding labels fig, ax = plt.subplots(figsize=(10, 6)) # Custom color palette for PREMIUM_CUSTOMER (you can modify the colors here) colors = sns.color_palette("Set2", n_colors=cus_pivot.shape[1]) # Plot the stacked bar chart cus_pivot.plot(kind='bar', stacked=True, ax=ax, color=colors) # Add labels on top of each stack segment for p in ax.patches: height = p.get_height() width = p.get_width() $x = p_{get}x() + width / 2$ # Position the label in the center of the bar

```
y = p.get_y() + height / 2 # Position the label in the center of the stack
# Display the label (percentage of total customers)
ax.text(x, y, f'{height:.2%}', ha='center', va='center', fontsize=10, color='bl
# Add labels and title
plt.title('Proportion of Total Customers by LIFESTAGE and PREMIUM_CUSTOMER', fontsiplt.xlabel('LIFESTAGE', fontsize=12)
# Hide y-axis
ax.yaxis.set_visible(False)
# Rotate x-axis labels for better visibility
plt.xticks(rotation=45, ha='right')
# Add legend title
plt.legend(title='Premium Customer', title_fontsize='13')
# Show the plot
plt.tight_layout()
plt.show()
```

Proportion of Total Customers by LIFESTAGE and PREMIUM CUSTOMER



In [63]: #Mainstream - Young Singles/Couples have the largest customer numbers, which means #Budget - Older Families has high total sales, but the number of customers in this #is relatively smaller (6.46% of the total customer base).

#This insight suggests that:

#Budget - Older Families may have a higher average spend per customer, making this #in terms of sales despite having fewer customers.

#To better understand the relationship between total sales and number of customers, #we can calculate the average sales per customer for each segment.

#How to Calculate Average Sales per Customer:

we have the total sales and number of unique customers by LIFESTAGE and PREMIUM_
#sales_by_segment, cus_by_segment

```
# Step 1: Merge the two dataframes to get total sales and number of customers in on
merged_segment = pd.merge(sales_by_segment, cus_by_segment, on=['LIFESTAGE', 'PREMI

# Step 2: Calculate average sales per customer
merged_segment['Avg_Sales_Per_Customer'] = merged_segment['TOT_SALES'] / merged_seg

# Step 3: View the segments with the highest average sales per customer
merged_segment = merged_segment.sort_values(by='Avg_Sales_Per_Customer', ascending=

# Display the top 10 segments with the highest average sales per customer
print(merged_segment[['LIFESTAGE', 'PREMIUM_CUSTOMER', 'Avg_Sales_Per_Customer']])
```

```
LIFESTAGE PREMIUM_CUSTOMER Avg_Sales_Per_Customer
7
            OLDER FAMILIES
                                  Mainstream
                                                            34.792865
6
            OLDER FAMILIES
                                      Budget
                                                            34.266540
8
                                                           33.920982
            OLDER FAMILIES
                                     Premium
15
            YOUNG FAMILIES
                                      Budget
                                                           33.052020
17
            YOUNG FAMILIES
                                                           32.965516
                                     Premium
16
            YOUNG FAMILIES
                                 Mainstream
                                                           32.390587
     OLDER SINGLES/COUPLES
                                                           26.514071
11
                                     Premium
9
     OLDER SINGLES/COUPLES
                                      Budget
                                                           26.456373
   MIDAGE SINGLES/COUPLES
                                                           25.821548
1
                                  Mainstream
                                                           25.818706
    OLDER SINGLES/COUPLES
10
                                  Mainstream
12
                  RFTTRFFS
                                      Budget
                                                           24.250728
14
                  RETIREES
                                     Premium
                                                           24.064891
2
   MIDAGE SINGLES/COUPLES
                                     Premium
                                                           23.117325
13
                  RETIREES
                                  Mainstream
                                                           22.928353
0
    MIDAGE SINGLES/COUPLES
                                                           22.712534
                                      Budget
4
              NEW FAMILIES
                                 Mainstream
                                                           19.278177
3
              NEW FAMILIES
                                      Budget
                                                           18.970742
5
              NEW FAMILIES
                                     Premium
                                                           18.824437
19
    YOUNG SINGLES/COUPLES
                                  Mainstream
                                                           18.705826
20
     YOUNG SINGLES/COUPLES
                                     Premium
                                                           15.745458
18
     YOUNG SINGLES/COUPLES
                                      Budget
                                                           15.679565
```

```
In [68]: #Older Families tend to spend significantly more on average compared to other custo
#multi-pack buying behavior
# let's investigate if customers are purchasing more than one unit of chips in a si
# Group by LIFESTAGE and PREMIUM_CUSTOMER to analyze average quantity
avg_qty_segment_analysis = merged_df.groupby(['LIFESTAGE', 'PREMIUM_CUSTOMER']).agg
avg_qty=('PROD_QTY', 'mean')
).reset_index()

# Sort by average quantity in descending order for better readability
avg_qty_segment_analysis = avg_qty_segment_analysis.sort_values(by='avg_qty', ascen
# Display the result
avg_qty_segment_analysis
```

0 1	r 0 7	
()111	1681	
Uul		

	LIFESTAGE	PREMIUM_CUSTOMER	avg_qty
7	OLDER FAMILIES	Mainstream	1.948550
8	OLDER FAMILIES	Premium	1.945572
6	OLDER FAMILIES	Budget	1.945387
15	YOUNG FAMILIES	Budget	1.941428
16	YOUNG FAMILIES	Mainstream	1.941259
17	YOUNG FAMILIES	Premium	1.937540
9	OLDER SINGLES/COUPLES	Budget	1.914327
11	OLDER SINGLES/COUPLES	Premium	1.913984
1	MIDAGE SINGLES/COUPLES	Mainstream	1.911875
10	OLDER SINGLES/COUPLES	Mainstream	1.911206
14	RETIREES	Premium	1.901116
12	RETIREES	Budget	1.893066
0	MIDAGE SINGLES/COUPLES	Budget	1.892363
2	MIDAGE SINGLES/COUPLES	Premium	1.891130
13	RETIREES	Mainstream	1.886645
5	NEW FAMILIES	Premium	1.861406
4	NEW FAMILIES	Mainstream	1.856366
3	NEW FAMILIES	Budget	1.855286
19	YOUNG SINGLES/COUPLES	Mainstream	1.852778
20	YOUNG SINGLES/COUPLES	Premium	1.806152
18	YOUNG SINGLES/COUPLES	Budget	1.806032

In [102...

#This analysis highlights that Older Families across all premium customer categorie #(Budget, Mainstream, Premium) have the highest average quantity per transaction, w #This strongly suggests that Older Families are likely engaging in multi-pack buyin #now let's focus on deep diving into specific customer segments to gather more insi #particularly on the Mainstream - Young Singles/Couples and Older Families (Budget) #1. Mainstream - Young Singles/Couples

M_young_Singles_Couples = merged_df[(merged_df['LIFESTAGE']=='YOUNG SINGLES/COUPLES
M_young_Singles_Couples.groupby('Brand').agg(tot = ('TOT_SALES', 'sum'), qun= ('

Out[102]: tot qun

Brand		
Kettle	35423.6	7172
Doritos	20925.9	4447
Pringles	16006.2	4326
Smiths	15265.7	3609
Infuzions	8749.4	2343
Twisties	7539.8	1673
Tostitos	7238.0	1645
Thins	7217.1	2187
Cobs	6144.6	1617
Red Rock Deli	4958.1	1753
Tyrrells	4800.6	1143
Grain Waves	4201.0	1185
Cheezels	3318.3	651
Natural Chip Co	2130.0	710
Woolworths	1605.8	873
Cheetos	898.8	291
CCs	850.5	405
French Fries	429.0	143
Sunbites Whlegrn	391.0	230
Burger Ring	243.8	106

In [115...
#Kettle chips dominate both in sales and quantity purchased, making it the top-perf
#It could indicate that Mainstream - Young Singles/Couples prefer this brand signif
#let figureout that with Analysis of Affinity to Brand:
#let understand how strongly Mainstream - Young Singles/Couples prefer a brand rela
Group by Brand to get total product quantity for the Mainstream - Young Singles/
brand_qty_segment = M_young_Singles_Couples.groupby('Brand').agg(
 segment_qty=('PROD_QTY', 'sum')
).reset_index()

Group by Brand to get total product quantity for all customers
total_qty_all = merged_df.groupby('Brand').agg(
 total_qty_all=('PROD_QTY', 'sum')
).reset_index()

Merge the two dataframes on 'Brand'

```
brand_qty_affinity = pd.merge(brand_qty_segment, total_qty_all, on='Brand', how='le

# Calculate affinity as the ratio of segment's quantity to total quantity
brand_qty_affinity['affinity'] = brand_qty_affinity['segment_qty'] / brand_qty_affi
brand_qty_affinity_sorted = brand_qty_affinity.sort_values(by='affinity', ascending
# Display the result
print(brand_qty_affinity_sorted)
```

```
Brand segment_qty total_qty_all affinity
18
          Tyrrells
                          1143
                                      12298 0.092942
                                      18118 0.092339
17
          Twisties
                          1673
5
                          4447
                                     48331 0.092011
           Doritos
9
            Kettle
                          7172
                                      79051 0.090726
16
          Tostitos
                          1645
                                     18134 0.090714
11
          Pringles
                          4326
                                      48019 0.090089
4
              Cobs
                          1617
                                     18571 0.087071
8
         Infuzions
                                      27119 0.086397
                          2343
15
             Thins
                                      26929 0.081214
                          2187
7
       Grain Waves
                                     14726 0.080470
                          1185
3
          Cheezels
                          651
                                       8747 0.074426
13
            Smiths
                          3609
                                     60337 0.059814
6
       French Fries
                          143
                                       2643 0.054105
2
           Cheetos
                          291
                                       5530 0.052622
                                      33646 0.052101
      Red Rock Deli
                          1753
12
                         710
10
    Natural Chip Co
                                     14106 0.050333
1
               CCs
                          405
                                      8609 0.047044
14 Sunbites Whlegrn
                          230
                                       5692 0.040408
19
        Woolworths
                          873
                                      22333 0.039090
                           106
                                       2970 0.035690
        Burger Ring
```

```
In [121...
          #Tyrrells, Twisties, Doritos, and Kettle are the top 4 brands with the highest affi
          #This means the Mainstream - Young Singles/Couples segment buys these brands more f
          #than the overall customer base.
          #The affinity scores for these brands range from 0.0929 to 0.092.
          #Lower Affinity Brands:
          #Burger Ring, CCs, and Woolworths have the lowest affinity scores,
          #suggesting that these brands are less popular within the Mainstream - Young Single
          #the total customer base.
          #Now we want to looking for prefered size to Mainstream - Young Singles/Couples re
           # Group by size to get total product quantity for the Mainstream - Young Singles/C
          Size_qty_segment = M_young_Singles_Couples.groupby('Size').agg(
              segment_qty=('PROD_QTY', 'sum')
          ).reset_index()
          # Group by Brand to get total product quantity for all customers
          total_qty_alls = merged_df.groupby('Size').agg(
              total_qty_all=('PROD_QTY', 'sum')
          ).reset_index()
          # Merge the two dataframes on 'Brand'
          Size_qty_affinity = pd.merge(Size_qty_segment, total_qty_alls, on='Size', how='left
          # Calculate affinity as the ratio of segment's quantity to total quantity
          Size_qty_affinity['affinity'] = Size_qty_affinity['segment_qty'] / Size_qty_affinit
          Size_qty_affinity_sorted = Size_qty_affinity.sort_values(by='affinity', ascending=F
```

```
# Display the result
          print(Size_qty_affinity_sorted)
            Size segment_qty total_qty_all affinity
        17
             270
                         1153
                                       12049 0.095693
             380
        19
                         1165
                                      12273 0.094924
                         2220
        18
             330
                                     23999 0.092504
        4
             134
                         4326
                                      48019 0.090089
        2
             110
                         3850
                                     42835 0.089880
        14
             210
                         1055
                                      11962 0.088196
        5
             135
                         535
                                      6212 0.086124
                                        6069 0.085681
             250
        16
                         520
        9
             170
                         2926
                                       38088 0.076822
        10
             175
                         9237
                                     126465 0.073040
        6
             150
                         5993
                                      82174 0.072931
        8
             165
                         2016
                                     29051 0.069395
        12
             190
                          271
                                        5673 0.047770
        11
             180
                          130
                                        2764 0.047033
        7
             160
                          232
                                        5604 0.041399
        1
             90
                          230
                                        5692 0.040408
        3
             125
                          109
                                        2730 0.039927
        13
             200
                          325
                                        8425 0.038576
             70
        0
                          110
                                        2855 0.038529
        15
             220
                          106
                                        2970 0.035690
In [125...
         #The most popular pack size for Tyrrells in this segment is 270g with a quantity of
          # let's find out which brands offer the most preferred sizes
          M_young_Singles_Couples[M_young_Singles_Couples['Size'] == 270]['Brand'].unique()
Out[125]: array(['Twisties'], dtype=object)
In [126...
          #Twisties is the only brand has the size 270.
          #and also it is the second preferd brand at young_Singles_Couples
          # let drive to totalsale and quanity of Twisties
          # Filter the data for Twisties in the Mainstream - Young Singles/Couples segment
          twisties_data = M_young_Singles_Couples[M_young_Singles_Couples['Brand'] == 'Twisti
          # Calculate the total sales and quantity for Twisties in the segment
          twisties_sales = twisties_data.groupby('Size').agg(
              total_sales=('TOT_SALES', 'sum'),
              total_qty=('PROD_QTY', 'sum')
          ).reset_index()
          # Display the result for Twisties sales by size
          print(twisties_sales)
```

Key Insights: The Mainstream - Young Singles/Couples segment has distinct preferences for certain brands and sizes, particularly Tyrrells 165g and Twisties 270g.

This segment has significant sales, making it a crucial target for future marketing, product placements, and promotions.

520

1153

Size total_sales total_qty

2236.0

5303.8

250

270

Recommendations for Management: Increase Visibility and Promotions for Tyrrells 165g: Focus on the Tyrrells 165g size as it is the top-performing pack in this segment. Capitalize on Twisties 270g: Use the popularity of Twisties 270g in marketing campaigns and stock it accordingly. Customer Engagement: Leverage targeted campaigns to maintain loyalty and encourage repeat purchases in this key segment.

In []: