QVI EDA

August 23, 2020

1 Quantium Virtual Internship - Retail Strategy and Analytics - Task 1

```
[1]: #Importing necessary libraries
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from datetime import datetime
import xlrd
%matplotlib inline
```

/usr/local/lib/python3.6/dist-packages/statsmodels/tools/_testing.py:19: FutureWarning: pandas.util.testing is deprecated. Use the functions in the public API at pandas.testing instead.

import pandas.util.testing as tm

```
[3]: export PATH=/Library/TeX/texbin: $PATH
```

'export' is not recognized as an internal or external command, operable program or batch file.

```
[2]: #Reading the dataset
path = '/content/drive/My Drive/QVI_transaction_data.xlsx'
data = pd.read_excel(path)
data.head(10)
```

```
[2]:
               STORE_NBR ... PROD_QTY
                                       TOT_SALES
     0 43390
                                    2
                                              6.0
     1 43599
                                              6.3
                       1
                                    3
     2 43605
                                    2
                                             2.9
                       1 ...
     3 43329
                       2 ...
                                    5
                                            15.0
     4 43330
                       2 ...
                                    3
                                            13.8
                       4 ...
     5 43604
                                    1
                                             5.1
                       4 ...
     6 43601
                                             5.7
                                    1
    7 43601
                                    1
                                             3.6
    8 43332
                                             3.9
```

9 43330 7 ... 2 7.2

[10 rows x 8 columns]

1.1 Exploratory data analysis

The first step in any analysis is to first understand the data. Let's take a look at each of the datasets provided.

```
[3]: #Information/Summary of the dataset data.info()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 264836 entries, 0 to 264835
Data columns (total 8 columns):

```
Non-Null Count
     Column
                                      Dtype
 0
    DATE
                     264836 non-null int64
 1
    STORE_NBR
                     264836 non-null int64
 2
    LYLTY CARD NBR 264836 non-null int64
 3
    TXN ID
                     264836 non-null int64
    PROD NBR
 4
                     264836 non-null int64
 5
     PROD_NAME
                     264836 non-null object
 6
     PROD_QTY
                     264836 non-null int64
 7
     TOT_SALES
                     264836 non-null float64
dtypes: float64(1), int64(6), object(1)
memory usage: 16.2+ MB
```

We can see that the date column is in an integer format. Let's change this to a date format.

```
[4]: #Converting date from excel integer date to datetime format
def convert_date(date):

    python_date = datetime(*xlrd.xldate_as_tuple(date, 0))
    python_date = python_date.date()
    return python_date
data.DATE = data.DATE.apply(convert_date)
data.head()
```

```
[4]:
              DATE
                     STORE_NBR
                                ... PROD_QTY
                                               TOT_SALES
                              1
                                           2
     0 2018-10-17
                                                     6.0
     1 2019-05-14
                              1
                                           3
                                                     6.3
                                           2
     2 2019-05-20
                             1
                                •••
                                                     2.9
     3 2018-08-17
                             2
                                           5
                                                    15.0
                                •••
     4 2018-08-18
                             2
                                           3
                                                    13.8
```

[5 rows x 8 columns]

[5]: data.info()

<class 'pandas.core.frame.DataFrame'> RangeIndex: 264836 entries, 0 to 264835 Data columns (total 8 columns):

#	Column	Non-Null Count	Dtype	
0	DATE	264836 non-null	object	
1	STORE_NBR	264836 non-null	int64	
2	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	
7	TOT_SALES	264836 non-null	float64	
<pre>dtypes: float64(1), int64(5), object(2)</pre>				

memory usage: 16.2+ MB

We should check that we are looking at the right products by examining PROD_NAME.

```
[6]: #Looking at the different products
     data.PROD_NAME.unique()
```

```
[6]: array(['Natural Chip
                                 Compny SeaSalt175g',
            'CCs Nacho Cheese
                                 175g',
            'Smiths Crinkle Cut Chips Chicken 170g',
            'Smiths Chip Thinly
                                 S/Cream&Onion 175g',
            'Kettle Tortilla ChpsHny&Jlpno Chili 150g',
                                 Dip Tomato Mild 300g',
            'Old El Paso Salsa
            'Smiths Crinkle Chips Salt & Vinegar 330g',
            'Grain Waves
                                 Sweet Chilli 210g',
            'Doritos Corn Chip Mexican Jalapeno 150g',
            'Grain Waves Sour
                                 Cream&Chives 210G',
            'Kettle Sensations
                                 Siracha Lime 150g',
            'Twisties Cheese
                                 270g', 'WW Crinkle Cut
                                                              Chicken 175g',
            'Thins Chips Light& Tangy 175g', 'CCs Original 175g',
            'Burger Rings 220g', 'NCC Sour Cream &
                                                       Garden Chives 175g',
            'Doritos Corn Chip Southern Chicken 150g',
            'Cheezels Cheese Box 125g', 'Smiths Crinkle
                                                              Original 330g',
            'Infzns Crn Crnchers Tangy Gcamole 110g',
            'Kettle Sea Salt
                                 And Vinegar 175g',
            'Smiths Chip Thinly Cut Original 175g', 'Kettle Original 175g',
            'Red Rock Deli Thai Chilli&Lime 150g',
            'Pringles Sthrn FriedChicken 134g', 'Pringles Sweet&Spcy BBQ 134g',
            'Red Rock Deli SR
                                 Salsa & Mzzrlla 150g',
                                 Originl saltd 175g',
            'Thins Chips
            'Red Rock Deli Sp
                                 Salt & Truffle 150G',
            'Smiths Thinly
                                 Swt Chli&S/Cream175G', 'Kettle Chilli 175g',
```

```
170g',
'Doritos Mexicana
                     French OnionDip 150g',
'Smiths Crinkle Cut
'Natural ChipCo
                     Hony Soy Chckn175g',
'Dorito Corn Chp
                     Supreme 380g', 'Twisties Chicken270g',
'Smiths Thinly Cut
                     Roast Chicken 175g',
'Smiths Crinkle Cut Tomato Salsa 150g',
                     Basil & Pesto 175g',
'Kettle Mozzarella
'Infuzions Thai SweetChili PotatoMix 110g',
                     Camembert & Fig 150g',
'Kettle Sensations
'Smith Crinkle Cut
                     Mac N Cheese 150g',
'Kettle Honey Soy
                     Chicken 175g',
'Thins Chips Seasonedchicken 175g',
'Smiths Crinkle Cut
                    Salt & Vinegar 170g',
'Infuzions BBQ Rib
                     Prawn Crackers 110g',
'GrnWves Plus Btroot & Chilli Jam 180g',
'Tyrrells Crisps
                     Lightly Salted 165g',
'Kettle Sweet Chilli And Sour Cream 175g',
                     Medium 300g', 'Kettle 135g Swt Pot Sea Salt',
'Doritos Salsa
'Pringles SourCream Onion 134g',
'Doritos Corn Chips
                     Original 170g',
'Twisties Cheese
                     Burger 250g',
'Old El Paso Salsa
                     Dip Chnky Tom Ht300g',
'Cobs Popd Swt/Chlli &Sr/Cream Chips 110g',
'Woolworths Mild
                     Salsa 300g',
'Natural Chip Co
                     Tmato Hrb&Spce 175g',
'Smiths Crinkle Cut Chips Original 170g',
'Cobs Popd Sea Salt Chips 110g',
'Smiths Crinkle Cut Chips Chs&Onion170g',
'French Fries Potato Chips 175g',
'Old El Paso Salsa
                     Dip Tomato Med 300g',
'Doritos Corn Chips
                     Cheese Supreme 170g',
'Pringles Original
                     Crisps 134g',
'RRD Chilli&
                     Coconut 150g',
'WW Original Corn
                     Chips 200g',
'Thins Potato Chips
                     Hot & Spicy 175g',
'Cobs Popd Sour Crm
                     &Chives Chips 110g',
'Smiths Crnkle Chip
                     Orgnl Big Bag 380g',
'Doritos Corn Chips
                    Nacho Cheese 170g',
'Kettle Sensations
                     BBQ&Maple 150g',
'WW D/Style Chip
                     Sea Salt 200g',
'Pringles Chicken
                     Salt Crips 134g',
'WW Original Stacked Chips 160g',
'Smiths Chip Thinly CutSalt/Vinegr175g', 'Cheezels Cheese 330g',
'Tostitos Lightly
                     Salted 175g',
'Thins Chips Salt & Vinegar 175g',
                     Chips Barbecue 170g', 'Cheetos Puffs 165g',
'Smiths Crinkle Cut
'RRD Sweet Chilli & Sour Cream 165g',
```

```
'WW Crinkle Cut
                      Original 175g',
                     Lime 175g', 'Woolworths Medium
 'Tostitos Splash Of
                                                       Salsa 300g',
 'Kettle Tortilla ChpsBtroot&Ricotta 150g',
 'CCs Tasty Cheese
                      175g', 'Woolworths Cheese
                                                  Rings 190g',
 'Tostitos Smoked
                      Chipotle 175g', 'Pringles Barbeque
 'WW Supreme Cheese
                      Corn Chips 200g',
 'Pringles Mystery
                      Flavour 134g',
 'Tyrrells Crisps
                      Ched & Chives 165g',
 'Snbts Whlgrn Crisps Cheddr&Mstrd 90g',
 'Cheetos Chs & Bacon Balls 190g', 'Pringles Slt Vingar 134g',
 'Infuzions SourCream&Herbs Veg Strws 110g',
 'Kettle Tortilla ChpsFeta&Garlic 150g',
 'Infuzions Mango
                      Chutny Papadums 70g',
 'RRD Steak &
                      Chimuchurri 150g',
 'RRD Honey Soy
                      Chicken 165g',
 'Sunbites Whlegrn
                      Crisps Frch/Onin 90g',
 'RRD Salt & Vinegar 165g', 'Doritos Cheese
                                                  Supreme 330g',
 'Smiths Crinkle Cut
                      Snag&Sauce 150g',
 'WW Sour Cream &OnionStacked Chips 160g',
 'RRD Lime & Pepper
                      165g',
 'Natural ChipCo Sea Salt & Vinegr 175g',
 'Red Rock Deli Chikn&Garlic Aioli 150g',
 'RRD SR Slow Rst
                      Pork Belly 150g', 'RRD Pc Sea Salt
                                                              165g',
                      Bolognese 150g', 'Doritos Salsa Mild 300g'],
 'Smith Crinkle Cut
dtype=object)
```

As we are only interested in words that will tell us if the product is chips or not, let's remove all words with digits and special characters such as '&' from our set of product words

```
[7]: #Removing special characters like &,/ from the PROD_NAME feature data.PROD_NAME = data.PROD_NAME.map(lambda x: x.replace('&', '')) data.PROD_NAME = data.PROD_NAME.map(lambda x: x.replace('/', '')) data.head(10) data1 = data.copy()
```

Looks like we are definitely looking at potato chips. There are salsa products in the dataset but we are only interested in the chips category, so let's remove these.

```
[8]: #Function to remove salsa products as we are interested in chips only
def remove_salsa(x):
   indexes = []
   cnt = 0
   for i in range(x.shape[0]):
    if 'salsa' in x[i].lower():
        indexes.append(i)

        cnt = cnt + 1
```

return indexes [9]: salsa_index = remove_salsa(data1.PROD_NAME) data1.loc[salsa index, 'SALSA'] = 'YES' data1.head(10) [9]: LYLTY_CARD_NBR PROD_QTY DATE STORE_NBR TOT_SALES SALSA 0 2018-10-17 1 1000 2 6.0 NaN 1 3 1 2019-05-14 1307 6.3 NaN 1 2 2.9 2019-05-20 1343 NaN 2 3 2018-08-17 2373 5 15.0 NaN 2018-08-18 2 2426 3 13.8 NaN 4 5 2019-05-19 4 4074 1 5.1 YES 6 2019-05-16 4 4149 1 5.7 NaN 4 7 2019-05-16 4196 1 3.6 NaN 2018-08-20 5 5026 1 3.9 NaN 7 2 2018-08-18 7150 7.2 NaN [10 rows x 9 columns] data1.loc[data1.SALSA.isnull(), 'SALSA'] = 'NO' [11]: data1.head(15) [11]: STORE_NBR LYLTY_CARD_NBR PROD_QTY TOT_SALES SALSA DATE 0 2018-10-17 1 1000 2 6.0 NO 1 2019-05-14 1 1307 3 6.3 NO 2 2019-05-20 2 2.9 1 1343 NO 2 3 2018-08-17 2373 5 15.0 NO 4 2018-08-18 2 2426 3 13.8 NO 5 4 4074 1 2019-05-19 5.1 YES 5.7 6 2019-05-16 4 4149 1 NO 7 4 4196 2019-05-16 1 3.6 NO 5 8 2018-08-20 5026 1 3.9 NO 9 2018-08-18 7 7150 2 7.2 NO 10 2019-05-17 7 7215 1 5.7 NO 2018-08-20 8 8294 5 23.0 NO 11 12 2019-05-18 9 9208 2 9.2 NO 13 2018-08-17 13 13213 1 1.7 NO

[15 rows x 9 columns]

19

2019-05-15

Next, we can use describe() to check summary statistics such as mean, min and max values for each feature to see if there are any obvious outliers in the data and if there are any nulls in any of the columns (NA's: number of nulls will appear in the output if there are any nulls).

19272

1

3.3

NO

[12]: data1.describe()

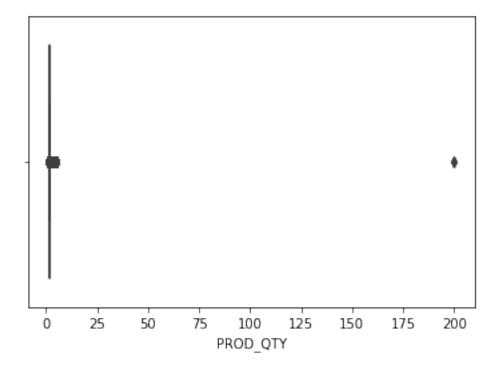
```
[12]:
                 STORE_NBR
                            LYLTY_CARD_NBR
                                                      PROD_QTY
                                                                     TOT_SALES
              264836.00000
                               2.648360e+05
                                                 264836.000000
                                                                 264836.000000
      count
      mean
                 135.08011
                               1.355495e+05
                                                      1.907309
                                                                      7.304200
      std
                  76.78418
                               8.057998e+04
                                                      0.643654
                                                                      3.083226
                   1.00000
                               1.000000e+03
                                                                      1.500000
      min
                                                      1.000000
      25%
                  70.00000
                               7.002100e+04
                                                      2.000000
                                                                      5.400000
      50%
                 130.00000
                               1.303575e+05
                                                      2.000000
                                                                      7.400000
      75%
                 203.00000
                               2.030942e+05
                                                      2.000000
                                                                      9.200000
                 272.00000
      max
                               2.373711e+06
                                                    200.000000
                                                                    650.000000
```

[8 rows x 6 columns]

There are no nulls in the columns but product quantity appears to have an outlier which we should investigate further. Let's investigate further the case where 200 packets of chips are bought in one transaction.

```
[13]: #Using a boxplot to visualise outliers in PROD_QTY feature sns.boxplot( x = data1['PROD_QTY'])
```

[13]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52aad07ef0>



Over to you! Use a filter to examine the transactions in question.

```
[14]: #Inspecting the outlier data1[data1.TOT_SALES > 175]
```

```
[14]:
                           STORE_NBR
                                       LYLTY_CARD_NBR
                                                            PROD_QTY
                                                                       TOT_SALES SALSA
                    DATE
      69762
              2018-08-19
                                  226
                                                226000
                                                                  200
                                                                            650.0
                                                                                      NO
      69763
                                  226
                                                226000
              2019-05-20
                                                                  200
                                                                            650.0
                                                                                      NO
```

[2 rows x 9 columns]

There are two transactions where 200 packets of chips are bought in one transaction and both of these transactions were by the same customer. Let's see if the customer has had other transactions

```
[15]: data1[data1.LYLTY_CARD_NBR == 226000]
```

```
[15]:
                           STORE_NBR
                                       LYLTY_CARD_NBR
                                                            PROD_QTY
                                                                       TOT_SALES SALSA
                    DATE
      69762
              2018-08-19
                                 226
                                                226000
                                                                 200
                                                                           650.0
                                                                                     NO
              2019-05-20
                                 226
                                                226000
                                                                 200
                                                                           650.0
                                                                                     NO
      69763
```

[2 rows x 9 columns]

It looks like this customer has only had the two transactions over the year and is not an ordinary retail customer. The customer might be buying chips for commercial purposes instead. We'll remove this loyalty card number from further analysis.

```
[16]: #Removing the outlier data1.drop([69762, 69763], inplace = True)
```

Now, let's look at the number of transaction lines over time to see if there are any obvious data issues such as missing data.

```
[17]: data1 = data1.sort_values(by = 'DATE')
data1.DATE.value_counts().sort_index()
```

```
[17]: 2018-07-01
                     724
      2018-07-02
                     711
      2018-07-03
                     722
      2018-07-04
                     714
      2018-07-05
                     712
      2019-06-26
                     723
      2019-06-27
                     709
      2019-06-28
                     730
      2019-06-29
                     745
      2019-06-30
                     744
      Name: DATE, Length: 364, dtype: int64
```

There's only 364 rows, meaning only 364 dates which indicates a missing date. Let's create a sequence of dates from 1 Jul 2018 to 30 Jun 2019 and use this to create a chart of number of

transactions over time to find the missing date.

Over to you - create a column of dates that includes every day from 1 Jul 2018 to 30 Jun 2019, and join it onto the data to fill in the missing day.

```
[18]: #Creating a date sequence from 2018/07/01 to 2019/06/30 (365 days)
date1 = '2018/07/01'
datelist = pd.date_range(date1, periods=365).date
```

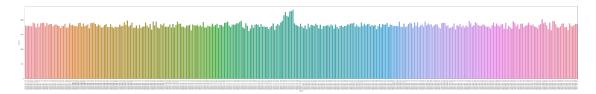
```
[20]: #Finding the missing date
for i in datelist:
   if i not in data1.DATE.unique():
      print('Missing date is: ', i)
```

Missing date is: 2018-12-25

Thus, we can see that the missing date is 2018-12-25 i.e christmas, the day on which all shops are closed. Hence the total sales made on this day is 0

```
[24]: plt.figure(figsize = (60, 8))
plt.xticks(rotation = 90)
sns.countplot(data1.DATE)
```

[24]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52ba5b2240>



We can see that the increase in sales occurs in the lead-up to Christmas and that there are zero sales on Christmas day itself. This is due to shops being closed on Christmas day.

Now that we are satisfied that the data no longer has outliers, we can move on to creating other features such as brand of chips or pack size from PROD_NAME. We will start with pack size.

We can work this out by taking the digits that are in PROD NAME

```
[28]: #Creating a new pack size feature
pattern = '(\d+(g|G))'
data1['PACK_SIZE'] = data1.PROD_NAME.str.extract(pat = pattern)
```

```
[29]: data1.head()
```

```
[29]:
                           STORE_NBR LYLTY_CARD_NBR
                    DATE
                                                          TOT_SALES
                                                                      SALSA PACK SIZE
              2018-07-01
      205333
                                  24
                                                24109
                                                                 4.2
                                                                         NO
                                                                                  175g
      202059
              2018-07-01
                                 236
                                               236023 ...
                                                                 5.8
                                                                         NO
                                                                                  170g
```

102495	2018-07-01	45	45100	•••	8.8	NO	170g
217968	2018-07-01	21	21284		10.2	YES	300g
149892	2018-07-01	262	262188	•••	9.2	NO	150g

[5 rows x 10 columns]

```
[30]: data1['PACK_SIZE'] = data['PACK_SIZE'].map(lambda x: x.lower())
```

```
[31]: data1.shape
```

[31]: (264834, 10)

Let's check if the pack sizes look sensible

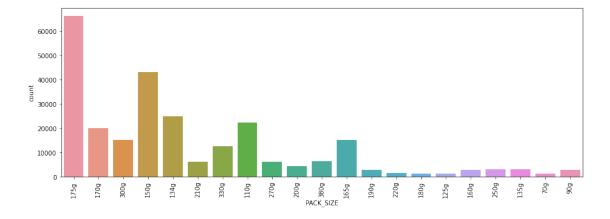
```
[41]: data1.PACK_SIZE.max()
```

[41]: '90g'

Let's plot a histogram of PACK_SIZE since we know that it is a categorical variable and not a continuous variable even though it is numeric.

```
[38]: plt.figure(figsize = (15, 5))
plt.xticks(rotation = 90)
sns.countplot(data1.PACK_SIZE, orient = 'h')
```

[38]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b729d9b0>



The largest size is 380g and the smallest size is 70g - seems sensible!

```
[]: plt.figure(figsize = (15, 5))
plt.xticks(rotation = 90)
sns.countplot(data3.PROD_NAME, orient = 'h')
```

Now to create brands, we can use the first word in PROD_NAME to work out the brand name...

Over to you! Create a column which contains the brand of the product, by extracting it from the product name.

```
[42]: data1['BRAND_NAME'] = data1.PROD_NAME.map(lambda x: x.split()[0])
      data1.head()
[42]:
                    DATE STORE NBR LYLTY CARD NBR
                                                         SALSA PACK SIZE BRAND NAME
      205333 2018-07-01
                                  24
                                               24109
                                                            NO
                                                                      175g
                                                                                  CCs
                                              236023 ...
      202059
              2018-07-01
                                 236
                                                            NO
                                                                      170g
                                                                               Smiths
                                               45100 ...
      102495 2018-07-01
                                 45
                                                                      170g
                                                                              Doritos
                                                            NO
      217968 2018-07-01
                                 21
                                               21284 ...
                                                           YES
                                                                      300g
                                                                                  01d
      149892 2018-07-01
                                 262
                                              262188 ...
                                                            NO
                                                                      150g
                                                                               Kettle
      [5 rows x 11 columns]
[43]: data1.BRAND NAME.unique()
[43]: array(['CCs', 'Smiths', 'Doritos', 'Old', 'Kettle', 'Pringles', 'RRD',
             'Grain', 'Infuzions', 'Twisties', 'Thins', 'Red', 'WW', 'NCC',
             'Woolworths', 'Cheezels', 'Tyrrells', 'Cheetos', 'Cobs', 'Burger',
             'Tostitos', 'Smith', 'GrnWves', 'Dorito', 'Natural', 'Infzns',
             'French', 'Sunbites', 'Snbts'], dtype=object)
     Some of the brand names look like they are of the same brands - such as RED and RRD, which
     are both Red Rock Deli chips. Let's combine these together.
[50]: data1.loc[data1.BRAND_NAME == 'Dorito', 'BRAND_NAME'] = 'Doritos'
      data1.loc[data1.BRAND_NAME == 'RRD', 'BRAND_NAME'] = 'Red'
      data1.loc[data1.BRAND_NAME == 'Snbts', 'BRAND_NAME'] = 'Sunbites'
      data1.BRAND NAME.unique()
[50]: array(['CCs', 'Smiths', 'Doritos', 'Old', 'Kettle', 'Pringles', 'Red',
             'Grain', 'Infuzions', 'Twisties', 'Thins', 'WW', 'NCC',
             'Woolworths', 'Cheezels', 'Tyrrells', 'Cheetos', 'Cobs', 'Burger',
             'Tostitos', 'Smith', 'GrnWves', 'Natural', 'Infzns', 'French',
             'Sunbites'], dtype=object)
[51]: data1.isnull().sum()
[51]: DATE
                        0
      STORE_NBR
                        0
     LYLTY_CARD_NBR
                        0
      TXN ID
                        0
     PROD NBR
                        0
     PROD_NAME
                        0
     PROD QTY
                        0
```

TOT_SALES

0

SALSA 0
PACK_SIZE 0
BRAND_NAME 0
dtype: int64

2 Examining customer data

Now that we are happy with the transaction dataset, let's have a look at the customer dataset.

```
[52]: customer_path = '/content/drive/My Drive/QVI_purchase_behaviour.csv'
customer_data = pd.read_csv(customer_path)
customer_data.head(10)
```

0 1000 YOUNG SINGLES/COUPLES Premix
1 1002 YOUNG SINGLES/COUPLES Mainstrea
2 1003 YOUNG FAMILIES Budge
3 1004 OLDER SINGLES/COUPLES Mainstrea
4 1005 MIDAGE SINGLES/COUPLES Mainstrea
5 1007 YOUNG SINGLES/COUPLES Budge
6 1009 NEW FAMILIES Premiu
7 1010 YOUNG SINGLES/COUPLES Mainstrea
8 1011 OLDER SINGLES/COUPLES Mainstrea
9 1012 OLDER FAMILIES Mainstrea

- [53]: customer_data.shape
- [53]: (72637, 3)
- [54]: customer_data[customer_data.LYLTY_CARD_NBR == 226000]
- [54]: LYLTY_CARD_NBR LIFESTAGE PREMIUM_CUSTOMER
 59694 226000 OLDER FAMILIES Premium
- [55]: customer_data.LYLTY_CARD_NBR.nunique()
- [55]: 72637
- [56]: data1.LYLTY_CARD_NBR.nunique()
- [56]: 72636
- [57]: customer_data = customer_data[~(customer_data.LYLTY_CARD_NBR == 226000)]
- [58]: customer_data.LYLTY_CARD_NBR.nunique()
- [58]: 72636

As the number of rows in transactionData is the same as that of customerData, we can be sure that no duplicates were created. So we can merge these two data frames

```
[60]: merged_data = pd.merge(left = customer_data, right = data1, on = ∪ 

→ 'LYLTY_CARD_NBR' )
```

Let's also check if some customers were not matched on by checking for nulls.

```
[61]: merged_data.isnull().sum()
```

[61]:	LYLTY_CARD_NBR	0
	LIFESTAGE	0
	PREMIUM_CUSTOMER	0
	DATE	0
	STORE_NBR	0
	TXN_ID	0
	PROD_NBR	0
	PROD_NAME	0
	PROD_QTY	0
	TOT_SALES	0
	SALSA	0
	PACK_SIZE	0
	BRAND_NAME	0
	dtype: int64	

Great, there are no nulls! So all our customers in the transaction data has been accounted for in the customer dataset.

[62]: merged_data.describe()

[62]:	LYLTY_CARD_NBR	STORE_NBR		PROD_QTY	TOT_SALES
CO	int 2.648340e+05	264834.000000	•••	264834.000000	264834.000000
me	an 1.355488e+05	135.079423	•••	1.905813	7.299346
sto	8.057990e+04	76.784063	•••	0.343436	2.527241
mi	1.000000e+03	1.000000	•••	1.000000	1.500000
25	7.002100e+04	70.000000	•••	2.000000	5.400000
509	1.303570e+05	130.000000	•••	2.000000	7.400000
759	2.030940e+05	203.000000	•••	2.000000	9.200000
ma	2.373711e+06	272.000000	•••	5.000000	29.500000

[8 rows x 6 columns]

```
[]: #merged_data.to_csv(r'/content/drive/My Drive/QVI-Data.csv')
```

#DATA ANALYSIS

Now, sice we are done with cleaning the dataset, let's start the data analysis

[64]:	Unnamed: BRAND_NAME	0	LYLTY_CARD_NBR	LIFESTAGE	S.	ALSA PACK	_SIZE
	0	0	1000	YOUNG SINGLES/COUPLES	•••	NO	175g
	Natural						
	1	1	1002	YOUNG SINGLES/COUPLES		NO	150g
	Red						
	2	2	1003	YOUNG FAMILIES	•••	NO	210g
	Grain						
	3	3	1003	YOUNG FAMILIES		NO	175g
	Natural						
	4	4	1004	OLDER SINGLES/COUPLES		NO	160g
	WW						

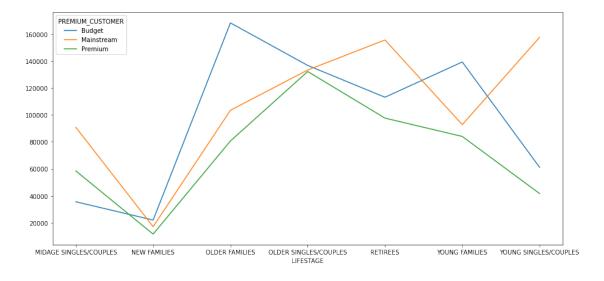
[5 rows x 14 columns]

```
[65]: qvi_data.shape
```

[65]: (264834, 14)

Let's start with calculating total sales by LIFESTAGE and PREMIUM_CUSTOMER and plotting the split by these segments to describe which customer segment contribute most to chip sales.

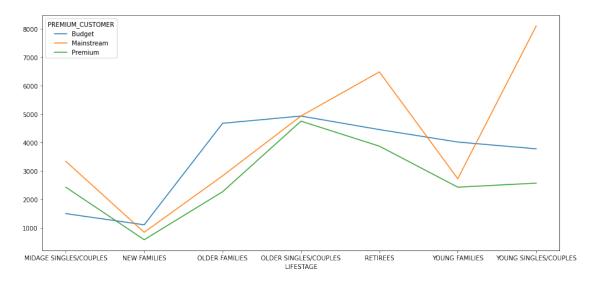
[66]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b93580b8>



Sales are coming mainly from Budget - older families, Mainstream - young singles/couples, and Mainstream - retirees

Let's see if the higher sales are due to there being more customers who buy chips.

[67]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b6f0be80>



There are more Mainstream - young singles/couples and Mainstream - retirees who buy chips. This contributes to there being more sales to these customer segments but this is not a major driver for the Budget - Older families segment.

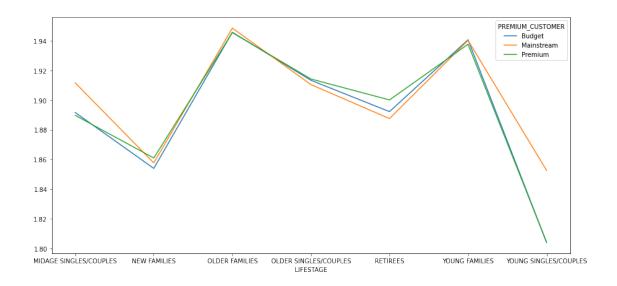
Higher sales may also be driven by more units of chips being bought per customer. Let's have a look at this next.

Over to you! Calculate and plot the average number of units per customer by those two dimensions.

```
[69]: def calculate_avg_chips(x):
    avg_chip = x['PROD_QTY'].sum() / x['LYLTY_CARD_NBR'].count()
    return avg_chip

fig, ax = plt.subplots(figsize=(15,7))
    qvi_data.groupby(['LIFESTAGE', 'PREMIUM_CUSTOMER']).apply(calculate_avg_chips).
    unstack().plot(ax = ax)
```

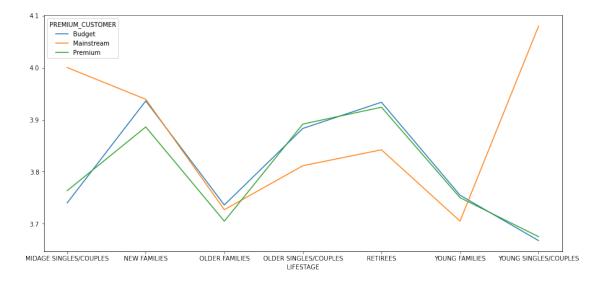
[69]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b8c2af28>



Older families and young families in general buy more chips per customer

Let's also investigate the average price per unit chips bought for each customer segment as this is also a driver of total sales.

[68]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b8c23a58>



Mainstream midage and young singles and couples are more willing to pay more per packet of chips compared to their budget and premium counterparts. This may be due to premium shoppers being more likely to buy healthy snacks and when they buy chips, this is mainly for entertainment purposes rather than their own consumption. This is also supported by there being fewer premium midage and young singles and couples buying chips compared to their mainstream counterparts.

As the difference in average price per unit isn't large, we can check if this difference is statistically different.

Perform an independent t-test between mainstream vs premium and budget midage young singles and couples

```
[74]: def ttest avg(x):
        ttest_avg = x['TOT_SALES'] / x['PROD_QTY']
        return ttest avg
      mainstream_young_singles = qvi_data.loc[(qvi_data.LIFESTAGE == 'YOUNG SINGLES/
       → COUPLES') & (qvi data.PREMIUM CUSTOMER == 'Mainstream')]
[76]: mainstream_young_singles_avgs = ttest_avg(mainstream_young_singles)
[78]: mainstream midage singles couples = qvi data.loc[(qvi data.LIFESTAGE == 'MIDAGE_|
       →SINGLES/COUPLES') & (qvi data.PREMIUM CUSTOMER == 'Mainstream')]
[79]: mainstream_midage_singles_couples_avgs =_
       →ttest_avg(mainstream_midage_singles_couples)
[77]: qvi data.LIFESTAGE.unique()
[77]: array(['YOUNG SINGLES/COUPLES', 'YOUNG FAMILIES', 'OLDER SINGLES/COUPLES',
             'MIDAGE SINGLES/COUPLES', 'NEW FAMILIES', 'OLDER FAMILIES',
             'RETIREES'], dtype=object)
[80]: from scipy.stats import ttest_ind
      ttest_ind(mainstream_young_singles_avgs, mainstream_midage_singles_couples_avgs)
```

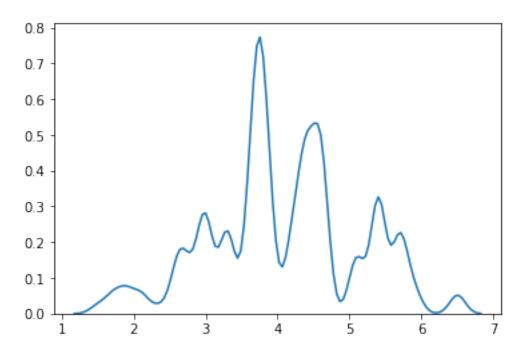
[80]: Ttest_indResult(statistic=5.981554665641845, pvalue=2.2330882741711804e-09)

The t-test results in a p-value of 2.23e-9, i.e. the unit price for mainstream, young and mid-age singles and couples [ARE NOT] significantly higher than that of budget or premium, young and midage singles and couples.

We can verify the same using the kde plot of unit values for the two groups

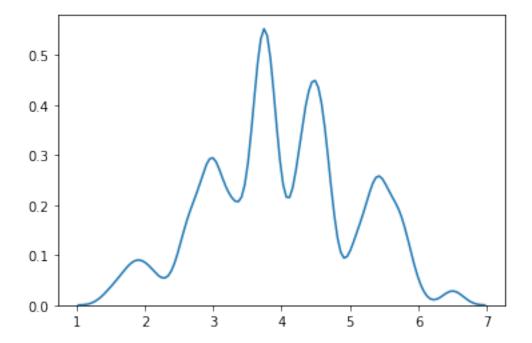
```
[81]: sns.kdeplot(mainstream_young_singles_avgs)
```

[81]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b7217f98>



[82]: sns.kdeplot(mainstream_midage_singles_couples_avgs)

[82]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b57916a0>



Deep dive into specific customer segments for insights We have found quite a few interesting insights

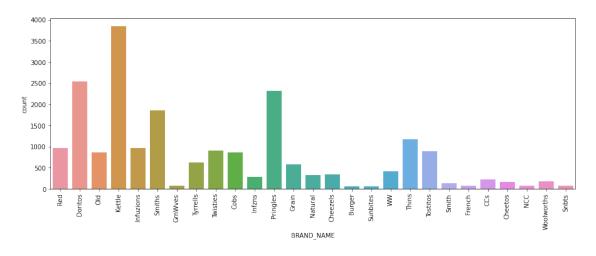
that we can dive deeper into.

We might want to target customer segments that contribute the most to sales to retain them or further increase sales. Let's look at Mainstream - young singles/couples. For instance, let's find out if they tend to buy a particular brand of chips.

Over to you! Work out of there are brands that these two customer segments prefer more than others. You could use a technique called affinity analysis or a-priori analysis (or any other method if you prefer)

```
[84]: plt.figure(figsize = (15, 5))
plt.xticks(rotation = 90)
sns.countplot(brands_data)
```

[84]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b8f4b908>

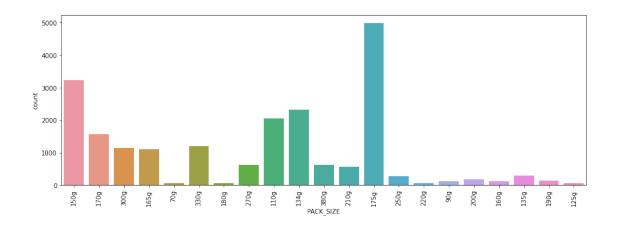


We can see that : Mainstream young singles/couples prefer buying chips from brands Kettle, Pringles and Smiths

Let's also find out if our target segment tends to buy larger packs of chips.

```
[88]: plt.figure(figsize = (15, 5))
plt.xticks(rotation = 90)
sns.countplot(packs_data1)
```

[88]: <matplotlib.axes._subplots.AxesSubplot at 0x7f52b55ec7f0>



We can see that main stream young singles/couples like to buy packs with size of $150\mathrm{g}$ - $175\mathrm{g}$ i.e medium size packs