

# Warby Parker Capstone Project

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Learn SQL from Scratch Intensive: June 5 - July 31 2018 Cohort

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## WARBY PARKER

Warby Parker is an American online retailer, based in New York City, of prescription glasses and sunglasses that designs in-house and sells directly to customers. Warby Parker primarily sells products through their website, but also feature retail locations in the U.S. and Canada.

Warby Parker's "Home-Try-On program" allows customers to choose five frames from the website, which they recieve to try on at home for five days, free of charge. Customers can also upload a photo and try on frames virtually.<sup>1</sup>

**Objective**: Analyze different Warby Parker's marketing funnels in order to calculate conversion rates

Warby Parker
Style Quiz Funnel

## What columns exist in the *survey* table?

1 SELECT \*
2 FROM survey
3 LIMIT 10;

- question, text, e.g. "What are you looking for?"
- user\_id, text, e.g. 005e7f99-d48c-4fce-b605-10506c85aaf7
- Response, text, e.g. Women's Styles

| Query Results                   |                                      |                              |  |  |
|---------------------------------|--------------------------------------|------------------------------|--|--|
| question                        | user_id                              | response                     |  |  |
| 1. What are you looking for?    | 005e7f99-d48c-4fce-b605-10506c85aaf7 | Women's Styles               |  |  |
| 2. What's your fit?             | 005e7f99-d48c-4fce-b605-10506c85aaf7 | Medium                       |  |  |
| 3. Which shapes do you like?    | 00a556ed-f13e-4c67-8704-27e3573684cd | Round                        |  |  |
| 4. Which colors do you like?    | 00a556ed-f13e-4c67-8704-27e3573684cd | Two-Tone                     |  |  |
| 1. What are you looking for?    | 00a556ed-f13e-4c67-8704-27e3573684cd | I'm not sure. Let's skip it. |  |  |
| 2. What's your fit?             | 00a556ed-f13e-4c67-8704-27e3573684cd | Narrow                       |  |  |
| 5. When was your last eye exam? | 00a556ed-f13e-4c67-8704-27e3573684cd | <1 Year                      |  |  |
| 3. Which shapes do you like?    | 00bf9d63-0999-43a3-9e5b-9c372e6890d2 | Square                       |  |  |
| 5. When was your last eye exam? | 00bf9d63-0999-43a3-9e5b-9c372e6890d2 | <1 Year                      |  |  |
| 2. What's your fit?             | 00bf9d63-0999-43a3-9e5b-9c372e6890d2 | Medium                       |  |  |

## What is the number of responses for each question?

1 SELECT question,
2 COUNT(DISTINCT user\_id)
3 FROM survey
4 GROUP BY question;

- Question 1: 500 responses
- Question 2: 475 responses
- Question 3: 380 responses
- Question 4: 361 responses
- Question 5: 270 responses

| Query Results                   |                         |  |  |  |
|---------------------------------|-------------------------|--|--|--|
| question                        | COUNT(DISTINCT user_id) |  |  |  |
| 1. What are you looking for?    | 500                     |  |  |  |
| 2. What's your fit?             | 475                     |  |  |  |
| 3. Which shapes do you like?    | 380                     |  |  |  |
| 4. Which colors do you like?    | 361                     |  |  |  |
| 5. When was your last eye exam? | 270                     |  |  |  |

## Which questions of the quiz have lower completion rates?

- Question 5 (When was your last eye exam?) had the lowest completion rate with 74.8%.
- Question 3 (Which shapes do you like?) had the second lowest completion rate with 80%.

| A | В                            | C                      | D  |
|---|------------------------------|------------------------|--|
|   | Question                     | COUNT(DISTINCT user_id | percentage of users who answer each question |
| 1 | What are you looking for?    | 500                    | 100  |
| 2 | What's your fit?             | 475                    | 98   |
| 3 | Which shapes do you like?    | 380                    | 80   |
| 4 | Which colors do you like?    | 361                    | 74.79224377 × 98                             |
| 5 | When was your last eye exam? | 270                    | =(C6/C5) * 100                               |

## Possible Explanations

Question 3 (which shapes do you like?) may be difficult for casual consumers to answer. A likely use case is coming to Warby Parker in order to learn what options are available in the first place. Being asked up front what shapes they'd like implies customers are familiar with the spectrum of options and more importantly what looks best on them. I'd hypothesize that most people would like a third party observer to recommend a shape.

For question 5 (When was your last eye exam?) a reason could be that a portion of users have not had an eye exam, choose not to answer, and thereby simply drop out of the funnel. Perhaps some plan on setting up an eye exam and re-entering the funnel at a later date. Additionally, picking an eye exam date could imply I'm ready to purchase and commit when in fact I'm searching to browse and be inspired.

Warby Parker
Purchase Funnel

## Warby Parkers Purchase Funnel

#### Funnel:

- 1. Take the Style Quiz
- 2. Home Try-On
- 3. Purchase

#### **Experiment:**

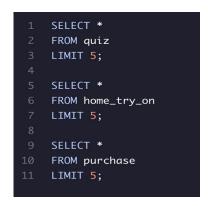
- 50% of users will get 3 pairs to try on
- 50% of users will get 5 pairs to try on

#### **Objective:**

Find out whether or not users who get more pairs to try on at home will be more likely to make a purchase.



## Examine the first five rows of each table. What are the column names?



#### quiz table:

#### purchase table:

- User\_id
- Style Fit
- Shape
- color
- user id product id
- style
- model name
- color
- price

#### home\_try\_on table:

- user\_id
- number\_of\_pairs
- address

|                                      | C  | uery Results              |             |       |                      |          |          |  |
|--------------------------------------|--|---------------------------|-------------|-------|----------------------|----------|----------|--|
| user_id                              |  | style                     | fit         |       | shape                | col      | or       |  |
| 4e8118dc-bb3d-49bf-85fc-cca8d83232ac | Wor  | men's Styles              | Medium      | Red   | ectangular Tort      |          | oise     |  |
| 291f1cca-e507-48be-b063-002b14906468 | Wor  | men's Styles              | Narrow      | - 1   | Round                | Black    |          |  |
| 75122300-0736-4087-b6d8-c0c5373a1a0  | 4 Wor  | men's Styles              | Wide        | Red   | ctangular            | Two-Tone |          |  |
| 75bc6ebd-40cd-4e1d-a301-27ddd93b12e2 | 2 Wor  | men's Styles              | Narrow      | 9     | Square               | Two-     | Two-Tone |  |
| ce965c4d-7a2b-4db6-9847-601747fa7812 | 2 Wor  | men's Styles              | Wide        | Red   | ctangular            | Bla      | ick      |  |
| user_id                              |  | number_o                  | f_pairs     |       | addre                | ss       |          |  |
| d8addd87-3217-4429-9a01-d56d681      | 11da7  | 5 pai                     | rs          |       | 145 New \            | rork 9a  |          |  |
| f52b07c8-abe4-4f4a-9d39-ba9fc9a184cc |  | c 5 pairs 383 Madison Ave |             |       |                      |          |          |  |
| 8ba0d2d5-1a31-403e-9fa5-79540f84     | 8ba0d2d5-1a31-403e-9fa5-79540f8477f9 5 pairs |                           | 287 Pell St |       |                      |          |          |  |
| 4e71850e-8bbf-4e6b-accc-49a7bb46     | 4e71850e-8bbf-4e6b-accc-49a7bb46c586         |                           | 3 pairs     |       | 347 Madison Square N |          |          |  |
| 3bc8f97f-2336-4dab-bd86-e391609d     | ab97   | 5 pai                     | rs          |       | 182 Corn             | elia St  |          |  |
| user_id                              | product_id                                   | style                     | model_na    | ame   | color                |          | price    |  |
| 00a9dd17-36c8-430c-9d76-df49d4197dcf | 8  | Women's Styles            | Lucy        |       | Jet Blad             | ck       | 150      |  |
| 00e15fe0-c86f-4818-9c63-3422211baa97 | 7  | Women's Styles            | Lucy        |       | Elderflower          | Crystal  | 150      |  |
| 017506f7-aba1-4b9d-8b7b-f4426e71b8ca | 4  | Men's Styles              | Dawes       | S     | Jet Blad             | ck       | 150      |  |
| 0176bfb3-9c51-4b1c-b593-87edab3c54cb | 10   | Women's Styles            | Eugene Na   | irrow | Rosewood T           | ortoise  | 95       |  |
| 01fdf106-f73c-4d3f-a036-2f3e2ab1ce06 | 8  | Women's Styles            | Lucy        |       | Jet Blad             | ck       | 150      |  |

## Joining Three Tables To Create New Table

```
SELECT DISTINCT quiz.user_id,
home_try_on.user_id IS NOT NULL AS 'is_home_try_on',
home_try_on.number_of_pairs,
purchase.user_id IS NOT NULL AS 'is_purchase'
FROM quiz
LEFT JOIN home_try_on
ON quiz.user_id = home_try_on.user_id
LEFT JOIN purchase
ON purchase.user_id = quiz.user_id
LIMIT 10;
```

- Creation of a new table combining quiz, home\_try\_on, and purchase
- If the user has any entries in home\_try\_on, then is\_home\_try\_on will be 'True'.
- number\_of\_pairs comes from home\_try\_on table
- If the user has any entries in is\_purchase, then is\_purchase will be 'True'.

| user_id                              | is_home_try_on | number_of_pairs | is_purchase |
|--------------------------------------|----------------|-----------------|-------------|
| 4e8118dc-bb3d-49bf-85fc-cca8d83232ac | 1              | 3 pairs         | 0           |
| 291f1cca-e507-48be-b063-002b14906468 | 1              | 3 pairs         | 1           |
| 75122300-0736-4087-b6d8-c0c5373a1a04 | 0              | Ø               | 0           |
| 75bc6ebd-40cd-4e1d-a301-27ddd93b12e2 | 1              | 5 pairs         | 0           |
| ce965c4d-7a2b-4db6-9847-601747fa7812 | 1              | 3 pairs         | 1           |
| 28867d12-27a6-4e6a-a5fb-8bb5440117ae | 1              | 5 pairs         | 1           |
| 5a7a7e13-fbcf-46e4-9093-79799649d6c5 | 0              | Ø               | 0           |
| 0143cb8b-bb81-4916-9750-ce956c9f9bd9 | 0              | Ø               | 0           |
| a4ccc1b3-cbb6-449c-b7a5-03af42c97433 | 1              | 5 pairs         | 0           |
| b1dded76-cd60-4222-82cb-f6d464104298 | 1              | 3 pairs         | 0           |

## Analysis: Differences in Purchase Rates

Calculating the difference in purchase rates between customers who had 3 Home-Try-On pairs versus those customers who had 5.

```
WITH funnel AS (
SELECT DISTINCT quiz.user_id,
  home_try_on.user_id IS NOT NULL AS 'is_home_try_on',
  home_try_on.number_of_pairs,
  purchase.user_id IS NOT NULL AS 'is_purchase'
FROM auiz
LEFT JOIN home_try_on
  ON quiz.user_id = home_try_on.user_id
LEFT JOIN purchase
  ON purchase.user_id = quiz.user_id)
SELECT number_of_pairs,
  COUNT(*) AS 'num_browse',
  SUM(is_home_try_on) AS 'num_home_try_on',
  SUM(is_purchase) AS 'num_purchase'
FROM funnel
GROUP BY number_of_pairs;
```

- First created new table "funnel" from previous step.
- Then, grouping by number of pairs received, counted the number of users at each stage in the funnel: Browse → Home Try On → Purchase.
- This gives the necessary information to begin calculating purchase rates of 3 pairs versus 5 pairs

| Query Results   |            |                 |              |  |
|-----------------|------------|-----------------|--------------|--|
| number_of_pairs | num_browse | num_home_try_on | num_purchase |  |
| Ø               | 250        | 0               | 0            |  |
| 3 pairs         | 379        | 379             | 201          |  |
| 5 pairs         | 371        | 371             | 294          |  |

### Analysis: Differences in Purchase Rates Continued...

=D3/C3

| Α              | В          | С             | D            | Е                      |
|----------------|------------|---------------|--------------|------------------------|
| umber_of_pairs | num_browse | um_home_try_o | num_purchase | TO SUPPLIES OF THE OWN |
|                | 250        | 0             | 0            | 0.5303430079 ×         |
| 3 pairs        | 379        | 379           | 201          | =D3/C3                 |
| 5 pairs        | 371        | 371           | 294          | 0.7924528302           |
| o puns         | 5.7.1      | 0,11          |              | 01102102000            |

- Using Google Sheets, I calculated the conversation rate using the following formula:
  - a. (# of home\_try\_on / # of purchase rates) \* 100 = Purchase Conversion Rate
- Customers that received **3 home pairs** had a purchase conversion rate of **53**%
- Customers that received 5 home pairs had a purchase conversion rate of 79.2%
- In Summary: Customers that received 5 pairs instead of 3 were more likely to purchase a pair and had an additional 26.2%
   purchases!

## Actionable Insights For Warby Parker

- Make 5 home pairs the default for Home-Try-On
- Experiment with additional number of pair combinations. E.g. 4 pairs or 6 pairs.
- 3. Experiment with a snap a photo and share with professional feature.
  - a. Imagine getting 5 pairs trying them all on, snapping a photo, and getting feedback from a stylist professional to help make the decision?

