



Subtask 3: Visualize Customer Segments

Once customers have been segmented using **RFM scores**, the next step is to **visualize** these segments. Visualization is an essential part of data analysis because it allows you to quickly identify patterns and draw meaningful insights. By visualizing customer segments, businesses can understand the distribution of customers across different categories and develop strategies accordingly. For e-commerce companies like **Flipkart**, **Amazon India**, and **Meesho**, effective visualization helps in:

- **Communicating customer segment performance** to decision-makers.
- **Identifying which segments are most profitable** or need attention.
- **Tailoring marketing campaigns** based on segment characteristics.

Effective visualizations will help businesses understand the relative size and value of each customer segment, allowing them to optimize marketing strategies and customer retention efforts.

Subtask 3: Visualize Customer Segments

🔧 How You Can Perform This Task?

1 Prepare the Data for Visualization

- Ensure that each customer has been assigned a segment (e.g., **High-Value**, **At-Risk**, **Lost**, etc.).
- Double-check that all customers are correctly categorized according to their **RFM scores**.

2 Create Bar Charts for Segment Distribution

- Plot a **bar chart** to show the distribution of customers across different segments.
- This will help visualize the **relative size of each segment**, making it clear where most of the customer base lies.
- For example, you might have more customers in the **Loyal Customers** segment compared to the **Lost Customers** segment.

3 Visualize Recency vs. Frequency vs. Monetary (RFM) Scores

- Use a **scatter plot** or **bubble chart** to represent how **Recency**, **Frequency**, and **Monetary scores** interact with each other.
- Each point on the scatter plot represents a customer, and their position is based on their RFM scores.
- This will help identify any **clusters of customers** with similar purchasing behavior.

4 Heatmap for RFM Distribution

- Use a **heatmap** to visualize the density of customers within different RFM score ranges.
- Each cell will represent a specific **combination of RFM scores**, and the color intensity will show how many customers fall into each category.
- This can highlight segments that might need further analysis or targeting (e.g., a lot of customers with low frequency but high monetary value).

5 Pie Charts for Segment Proportions

- Create **pie charts** to represent the **percentage of total customers** in each segment.
- This is useful for quickly understanding **how much of your customer base is valuable**, and how many need re-engagement.

6 Document and Interpret the Visualizations

- Provide **interpretations** for each visualization.
- What do the bar charts tell you about segment distribution?
- Are there **clusters** in the scatter plot that represent loyal or at-risk customers?
- What does the heatmap suggest about customer retention and purchasing behavior?
- Use these insights to make **strategic recommendations** for each customer segment.

Tasks

- ☐ Prepared data by ensuring each customer is assigned to an **RFM segment**.
- ☐ Created a **bar chart** to show the **distribution of customers** across segments.
- ☐ Visualized **RFM score relationships** using scatter plots or bubble charts.
- ☐ Generated a **heatmap** to identify density patterns in RFM scores.
- ☐ Created **pie charts** to represent **segment proportions** and documented the insights.

Overall Progress

0%



Project Overview

1

Step 1: Understanding Business Requirements and Data Overview



2

Step 2: Sales Trend Analysis



3

Step 3: Customer Segmentation Using RFM Analysis



☐

Subtask 1: Calculate RFM Metrics

☐

Subtask 2: Segment Customers Based on RFM Scores

☐

Subtask 3: Visualize Customer Segments

☐

Subtask 4: Submission

4

Step 4: Sales Forecasting Using Time Series Analysis



5

Step 5: Business Insights & Recommendations

