# Customer Behavior Analysis

## Introduction & Problem Statement

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- SHOPEASY is an online retail platform facing declining performance.
- Despite high marketing spend, engagement and sales are dropping.

#### **Key Challenges**

- Reduced customer interactions
- Falling conversion rates
- High marketing costs, low ROI
- Lack of structured customer feedback analysis

#### Objective

Use SQL and Python to uncover insights from customer behavior and feedback to improve engagement and conversions.

### Dataset Overview

- Total Files: 6 CSV datasets
- Data Sources: Customer journey, customers, customer reviews, engagement data, geography, products.
- **Structure:** Varying rows & columns across files (ranging from twenty to hundreds of records)
- Purpose: To analyze behavior, preferences, and engagement patterns

## Key Metrics & Exploratory Analysis

#### **Key Metrics Tracked**

- Customer visits, conversion rate
- Average session duration, cart abandonment rate
- Product views and review ratings

#### **Exploratory Insights**

- Identified drop-off points in customer journey
- Low engagement with specific product categories
- Incomplete or missing customer feedback patterns

## Factors Influencing Customer Engagement

- Top products: Product Running shoes, Kayak, and Hockey stick showing highest engagement.
- Content types: Blogs and Videos drive the most engagement.
- Action: Focus on high-performing content formats for key products

### Customers Drop off Stages

- ▶ Homepage: 38.46% drop-off homepage may lack compelling CTAs or navigation.
- Product Page: 63.08% drop-off customers likely interested but not convinced to proceed.
- Checkout: Highest drop-off (70.77%) friction likely in form fields, hidden charges, or trust issues.
- Action:
- Improve homepage UX
- Optimize product content
- Simplify checkout flow

## Customer Reviews Impact on Purchasing Behavior

- Higher-rated products (avg ≥ 4.0) tend to receive more reviews, indicating stronger customer trust and likely higher conversion rates.
- ▶ **Regions with more 4–5 Star reviews** (e.g., Region 5, 6, 9) show higher engagement and potential for repeat purchases.
- ▶ **Low-rated products** (e.g., Product 4, 9, 16, avg < 3.5) struggle with engagement and may affect brand perception.
- Business Insights & Actionable:
- Promote top-rated products more aggressively to boost conversion and brand credibility.
- Collect & highlight positive reviews in marketing channels—especially in high-performing regions
- Investigate issues in low-rated products (e.g., quality, pricing, expectations) and revamp positioning.
- Encourage reviews through post-purchase nudges to build trust and drive organic growth.

## Performance Insights — Products, Regions & Customer Segments

#### **Top Products** (High Ratings & Reviews):

- **Product 19** (★ 4.4, 5 reviews)
- Product 15 (★ 4.0, 6 reviews)
- Product 11 (★ 4.0, 6 reviews)

#### **Best Performing Regions:**

- Region 5: Avg ★ 4.22 (9 reviews) Highly engaged & satisfied
- Region 9, 2, 1: Avg ★ 4.0 Positive sentiment, stable engagement
- Region 4: High activity but low satisfaction (★ 3.65)

#### **Customer Segment Insights:**

- Focus on **satisfied**, **high-conversion** regions (5, 9)
- Improve experience in Region 4 to reduce churn

#### **Business Actions:**

- Boost marketing in top-performing segments
- Gather feedback & enhance support in low-rated areas

## Key Complaints & Improvement Areas

#### **Top Complaints:**

- "Worth" / "Money": Products not delivering value for the price.
- "Bad" / "Performance": Issues with product reliability.
- "Late" / "Arrived": Complaints about delivery delays.
- "Disappointed" / "Experience": Overall dissatisfaction due to poor service.

#### **Improvement Areas:**

- Product Quality Control: Investigate underperforming products (IDs 4, 9, 16).
- Pricing Strategy: Re-evaluate value perception of products.
- Logistics Optimization: Improve delivery timelines and tracking.
- **Customer Experience:** Enhance support, set expectations, and offer personalized service.

#### **Actionable Steps:**

- Launch targeted surveys on "value for money."
- Set alerts for recurring complaint keywords (e.g., "late," "bad").
- Use feedback to train support staff and optimize FAQs.

## Patterns Between Negative Reviews and Product Performance

#### **Observation:**

- Products with low ratings also exhibit lower engagement (fewer reviews, likely fewer purchases).
- This indicates a direct link: Negative reviews → lower trust → lower conversions.

#### Insight:

 Customer dissatisfaction is visibly hurting both brand perception and sales performance of affected products.

#### **Business Action:**

- Reposition or rebrand low-rated products after improvements.
- Add post-purchase follow-up to address early issues and prevent poor reviews.

## Strategies To Enhance Customer Satisfaction

- Proactive Feedback Loops: Implement in-app surveys post-purchase, especially for first-time buyers.
- ▶ **Sentiment Monitoring:** Set up dashboards (using NLP or keyword analysis) to monitor spikes in negative sentiment in real time.
- ▶ **Highlight Positive Experiences:** Promote top-rated products & customer testimonials on the website and campaigns.
- Customer Support Optimization: Fast-track complaint resolution for products with 3.5★ or lower ratings.

### Conclusion & Next Steps

#### Conclusion:

- Positive sentiment dominates overall, showing strong customer satisfaction.
- However, recurring spikes in negative reviews (e.g., mid-2023, late 2023, early 2025) highlight intermittent product or service issues.
- Neutral reviews remain low, indicating most customers have a clear stance—either satisfied or disappointed.

#### **Next Steps:**

- Drill into timeline spikes to uncover what triggered negative reviews during those months.
- Audit underperforming products for recurring issues linked to complaints.
- Strengthen post-launch quality checks and customer support readiness during high-risk periods.

## Thank You!

**BALAJIK** 

BALAJIKAMARAJ99@GMAIL.COM

HTTPS://GITHUB.COM/BALAJI-ITZ-ME/-CUSTOMER\_BEHAVIOR\_ANALYSIS