Exploratory Data Analysis (EDA) Report

Executive Summary:

This report presents the results of the Exploratory Data Analysis (EDA) conducted on the customer and transaction datasets. The primary goal of the EDA was to understand the structure of the data, identify any patterns, outliers, and relationships, and provide insights to inform future analysis.

Data Overview:

The dataset consists of two main parts:

- ullet Customer Data : Includes information such as CustomerID, TotalValue, Quantity, and demographic details.
- Transaction Data: Includes transaction details such as TransactionID, ProductID, TransactionDate, and Amount.

Key Findings:

1. Data Quality and Missing Values:

- •Missing values were identified in certain columns (e.g., missing values for Quantity and TotalValue).
- •Strategies to handle missing data (imputation or removal) were discussed.

2. Customer Behavior:

- •High-value customers are identified as contributing significantly to total revenue.
- •Certain customers exhibit seasonal purchasing behavior, which could be leveraged for targeted marketing.

3. Product Preferences:

•Some product categories show a clear preference among customers (e.g., Electronics having higher average prices).

4. Outliers and Anomalies:

•Outliers in transaction values were detected, which could indicate fraudulent activity or errors in data entry.

Visualizations:

- •Histograms and Boxplots: Used to explore the distribution of TotalValue, Quantity, and other numerical features.
- •Correlation Matrix: Displays the relationships between different numerical variables.
- ulletCustomer Segmentation by Region: Visualized the concentration of customers based on geographical locations.

Business Insights:

- •The majority of transactions occur during specific periods, such as holidays or promotions.
- •High-value customers (top 20%) account for a significant portion of revenue.
- ullet There is a noticeable correlation between transaction amount and customer demographics.

Conclusion:

The EDA revealed key insights that can guide future data processing, model development, and marketing strategies. These findings provide the foundation for deeper analysis, such as segmentation and predictive modeling.