

Analysis of MuscleHub Data

CODECADEMY | CAPSTONE PROJECT

BY CHRISTIAN HELFERS, MARCH 2017

Analysis of MuscleHub Data

- ▶ Task
- ▶ Method 1 – A/B Test
- ▶ Method 2 – Chi Square Test
- ▶ Quantitative Data 1 - Data used
- ▶ Quantitative Data 2 - results
- ▶ Qualitative Data - results
- ▶ Summary/Recommendations

Task

- ▶ The goal is to gain insight into the marketing funnel of a gym with special focus on the influence of „taking“ or „not taking“ a fitness test.



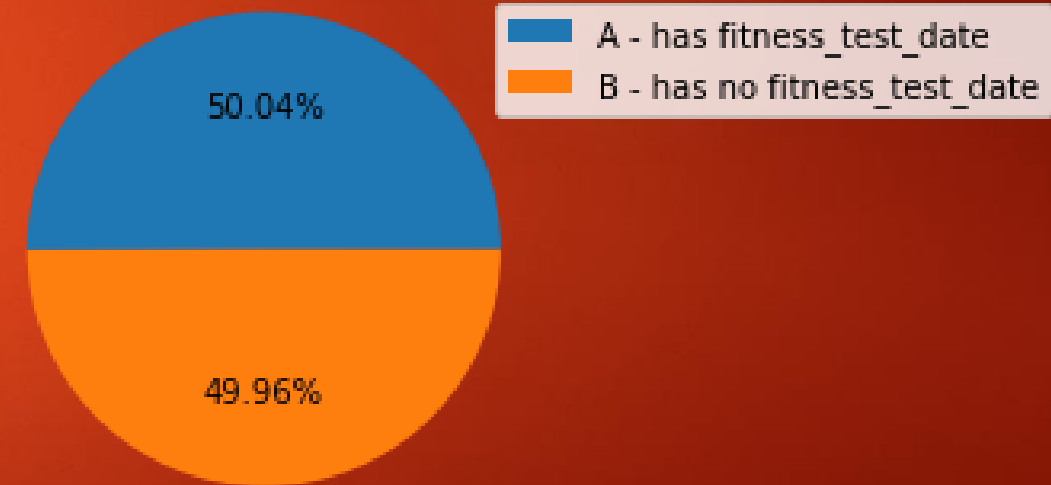
- ▶ Visitor's of MuscleHub who consider buying a membership, he or she follows these three steps:
 - ▶ (1) Take a fitness test with a personal trainer
 - ▶ (2) Fill out an application
 - ▶ (3) Send in their payment for their first month's membership
- ▶ **Hypothesis:** the fitness test intimidates some prospective members and therefore will make purchasing a membership to MuscleHub more unlikely.

Method 1

A/B Test

- ▶ To investigate the influence of the „fitness test“ on the membership process an **A/B Test** is conducted
- ▶ “A/B testing is a way to compare two versions of a single variable typically by testing a subject's response to variable A against variable B, and determining which of the two variables is more effective” - (Wikipedia)
- ▶ Visitors were randomly assigned to either of these two groups
- ▶ (1) Group A: has a fitness test
- ▶ (2) Group B: has no fitness test

- ▶ The analysis was conducted on **5.004 visitors (N)** with a visit_date >= 01.07.2017
- ▶ Sample distribution per A/B Group:



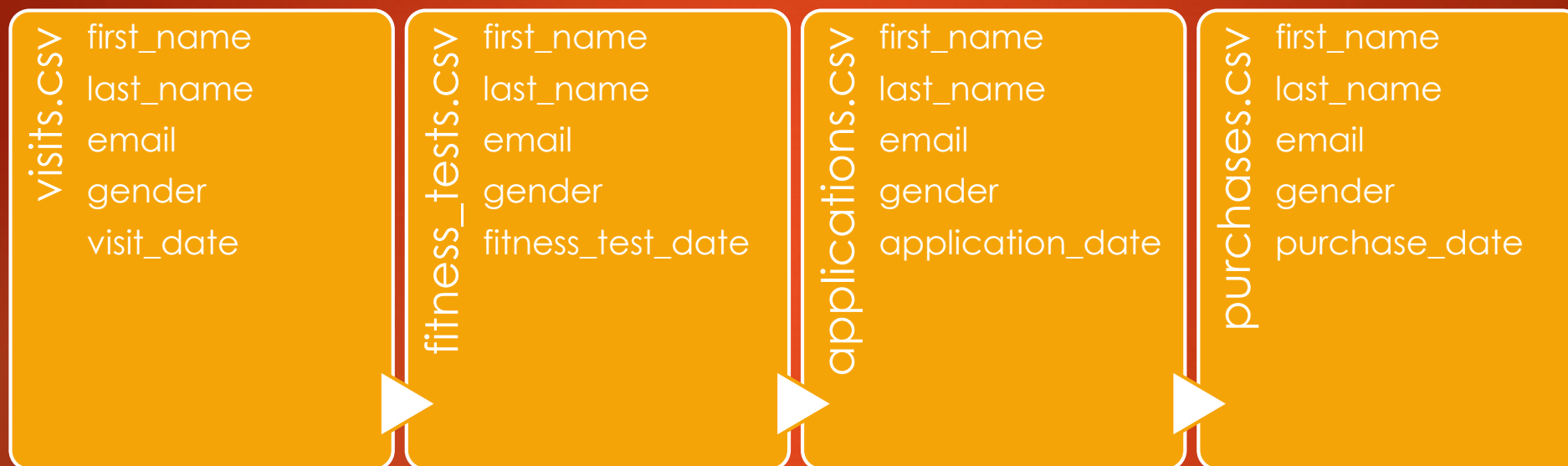
Method 2

Chi Square Test

- ▶ A chi-square test for independence compares two variables in a contingency table to see if they are related.
- ▶ A **very small chi square test statistic** means that your observed data fits your expected data extremely well. In other words, there is a relationship.
- ▶ A **very large chi square test statistic** means that the data does not fit very well. In other words, there isn't a relationship.
- ▶ **Three** hypothesis (H_0) were tested:
 - ▶ (1) The percentage of applicants doesn't depend on A/B group!
 - ▶ (2) The percentage of applicants who buy a membership doesn't depend on A/B group!
 - ▶ (3) The percentage of visitors who buy a membership doesn't depend on A/B group!
- ▶ We reject the hypothesis (H_0), and state that there is a significant difference between two groups if we get a p-value less than 0.05

Quantitative data 1

four csv-files – one per funnel stage

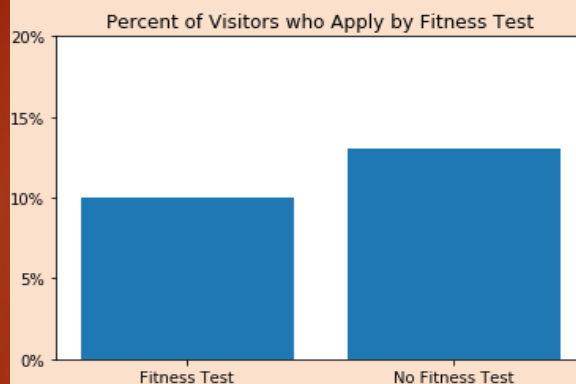


A/B Group Counts	Visitors	Testtakers	Applications	Membership
A	2.504	2.504	250	200
B	2.500	-	325	250

Quantitative data 2

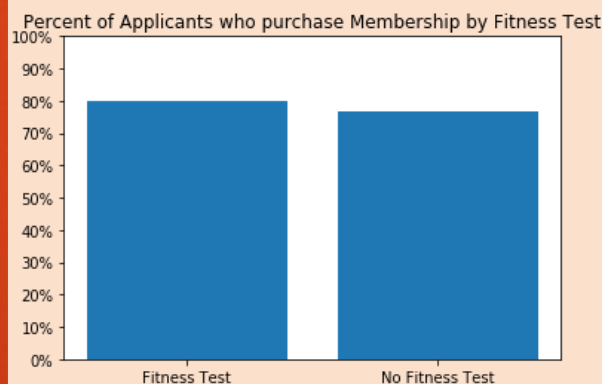
results of the three hypothesis tests

H0: The percentage of applicants doesn't depend on A/B group!



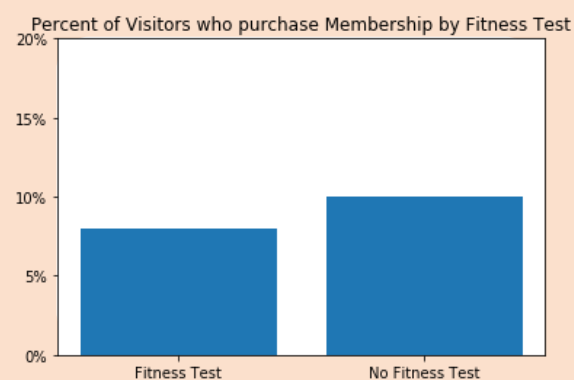
P-value: 0.001
H0 is rejected !
There is a significant difference in the groups

H0: The percentage of applicants who buy a membership doesn't depend on A/B group!



p-value: 0.432
H0 cannot be rejected !
There is no significant difference in the groups

H0: The percentage of visitors who buy a membership doesn't depend on A/B group!



p-value: 0.015
H0 is rejected !
There is a significant difference in the groups

Qualitative data

Interviews of 4 visitors

ID, Gender, Age, From	Took fitness-test ?	Got Membership ?	Reasons?
1, Female, 23, Hoboken	Yes	Yes	Desire to improve and likes the personal trainer
2, Male, 35, Gowanes	No	No	Lack of cleanliness of training equipment
3, Male, 26, Brooklyn	Yes	No	Disliked the fitness-test
4, Female, 22, Williamsburg	No	Yes	fast application process, no tiresome fitness-test

- ▶ The answers don't offer a clear insight into the effect of a fitness-test on the membership process
- ▶ There seems to be an interaction with other latent variables

Summary/Recommendations

Summary

Taking a fitness-Test has an influence on membership buying (it's negative and small)

Recommendation

Analyse more data and seek variables (gender, age ...) that explain the effect of fitness-test to a higher degree