

GloBox

A/B Test

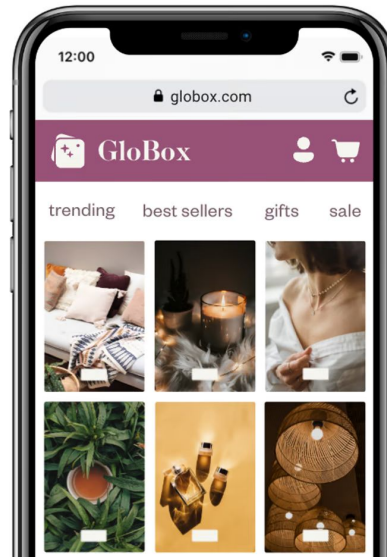


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New homepage banner

- **The Goal:** increase revenue of food and drink category
- **A/B Test** with 48.9 K users
- The experiment is only for the **mobile** website

Group A: Control
existing landing page



Group B: Treatment
landing page with food & drink banner



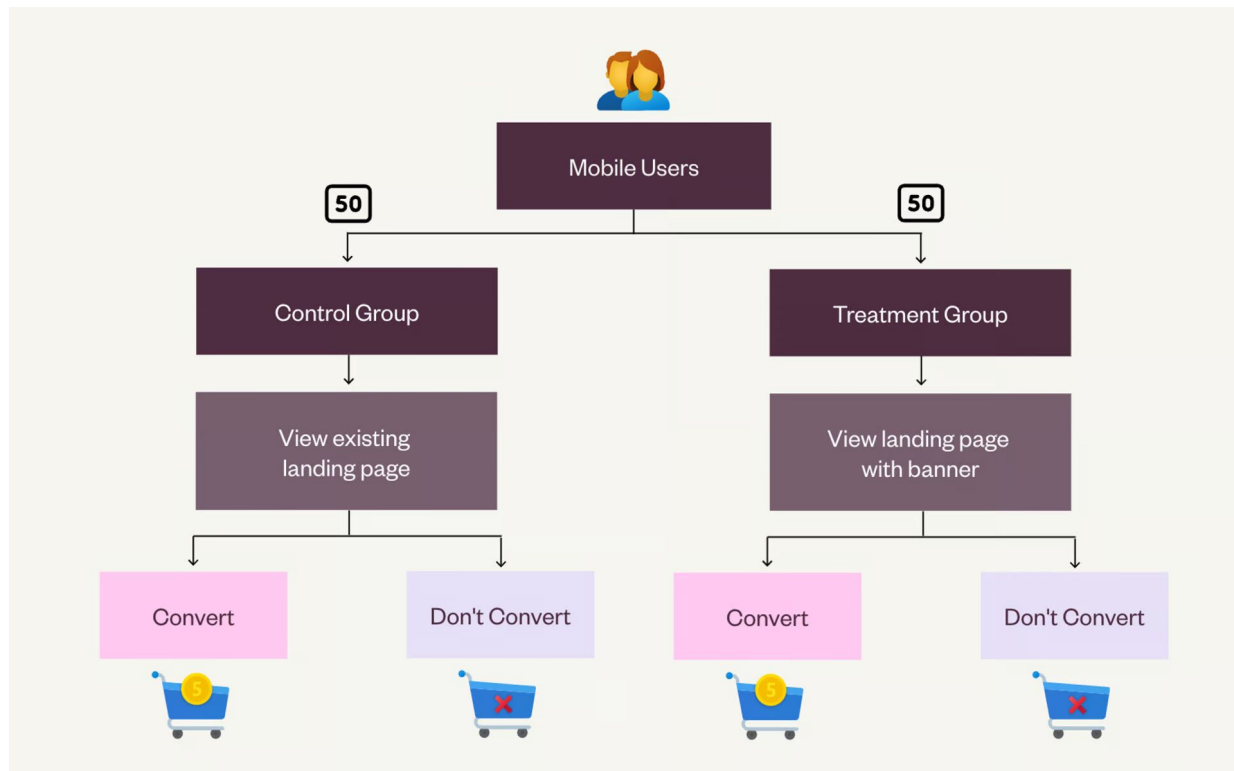
Inside the A/B test

Duration of Experiment:

- 2 weeks

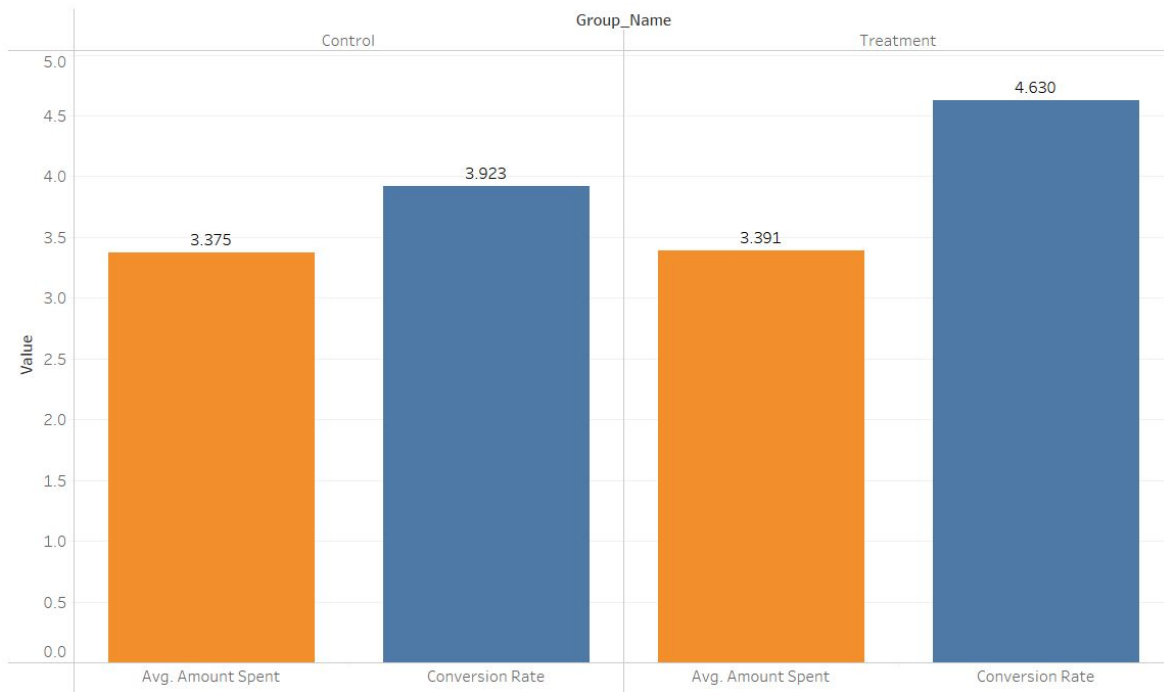
Sample Size:

- Control: 24,343
- Treatment: 24,600



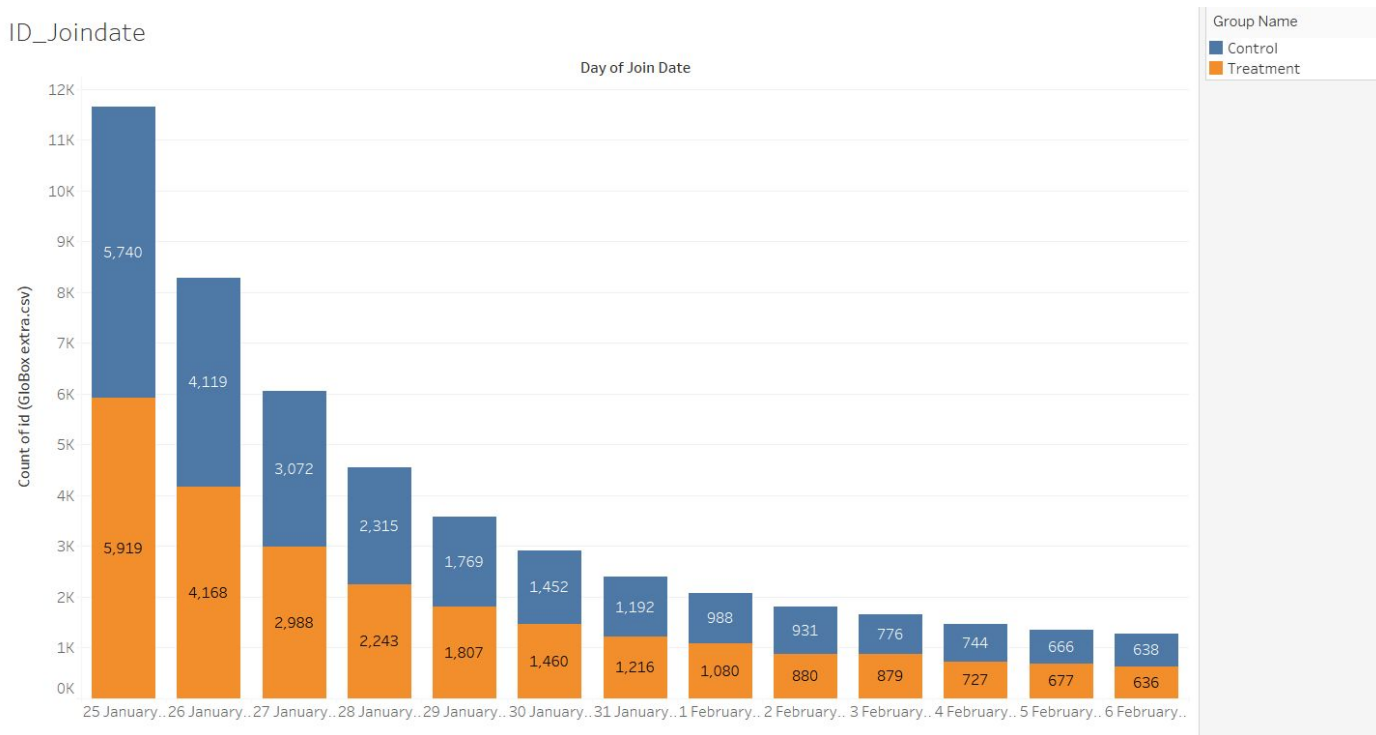
Conversion Rate vs AVG Amount Spent

- Treatment group had a **higher** conversion rate than Control group (+0.707 %)
- Average Amount Spent was **almost similar** in both groups with a difference of \$0.015



Novelty Effect assessment

- There is **no significant difference** between the number of users joining each day, no novelty effect can be observed

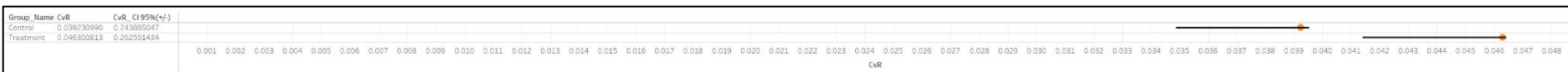


Hypothesis Testing

- There is sufficiently strong evidence that the **conversion rate** was different between the control and treatment group.
- There is no significant difference found in the **AVG Amount Spent** between the two groups.

Conversion rate estimates

- I estimate that conversion rate of the **Control** group lies between 3.67% and 4.16%, while for the **Treatment** group it lies between 4.36% and 4.89%



Recommendation

I strongly recommend launching the banner because:

- The treatment and the control group have a **significant difference** in the conversion rates
- The total amount spent by the Treatment group is **higher** than the one of control group
- The cost of launching the new banner **is not expensive** and combined with the benefits that we saw in the A/B test **is worth launching it**