Executive Summary Travel Tide Customer Segmentation Perks Analysis Enhancing Customer Experience

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Introduction:

In response to the dynamic landscape of the travel industry, we initiated in-depth analysis of the Perks Program. The primary goal was to assess the performance and popularity of individual perks, with a focus on aligning offerings with customer preferences.

Objective:

The objective of this analysis was to evaluate the effectiveness and popularity of perks within our Perks Program. We aimed to understand customer preferences, identify high-performing perks, and provide recommendations for optimization

Methodology:

The analysis employed a two-fold approach. Firstly, customer data was meticulously categorized based on demographic characteristics such as age group and geographic location. Secondly, thresholding, fuzzy and K-Means segmentation methods were implemented to rank customers and distinct their affinity towards specific perks

Key Findings:

- ✓ Free Cancellation fee: This perk garnered the highest customer interest, indicating its significance in enhancing the travel experience.
- ✓ Free Hotel Meals and Checked Bags: These perks also demonstrated strong appeal, suggesting they should be prominently featured in marketing efforts.
- ✓ One Night Free Hotel with Flight: Optimization opportunities exist to further increase its adoption among qualified customers.

Categorization

✓ **Exclusive Discounts:** Targeted marketing towards specific customer groups cam amplify the attractiveness of exclusive discount.

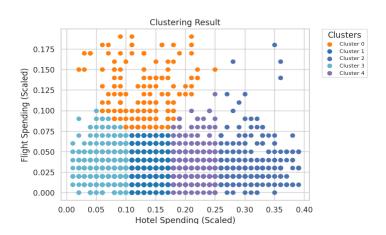
Age Group Distribution by Presence of Children 2332.0 Presence of Children Adults, without, children Adults, with children Adults, w

Thresholding

Fuzzy Segmentation

Distribution of Selected Perks 1527

K-Means



Recommendations:

1750 1500

1250

1000

- ➤ **Promote Free Cancellation Fee:** This perk garnered the highest interest among customers, highlighting the flexibility and peace of mind it offers could be a strong selling point
- ➤ Emphasize Free Hotel Meal and Checked Bag: These perks also had significant interest. Consider building these together of featuring them prominently in marketing materials.
- ➤ Optimize Night Free Hotel with Flight: While this perk had a decent number of qualified customers, there might be room for optimization. Consider tailoring this offer to specific demographics or destinations
- ➤ Targeted Marketing for Exclusive Discounts: Flight and hotel exclusive discounts attracted a smaller segment. Consider targeting specific customers groups, like frequent travellers or those seeking luxury experiences.
- Regularly Evaluate and Adjust Perks: Customer preferences may change over time. Regularly collect feedback and monitor perk performance to ensure offerings remain aligned with customer needs