ElectroMart Marketing Optimization Project

• ELECTROMART MARKETING OPTIMIZATION PROJECT (March 2024 – April 2024)

 Objective: Analyzed sales, marketing, and operational data for ElectroMart (Ontario) to measure marketing channel effectiveness, optimize spend, and streamline SKU-level inventory allocation.

- Project Overview:

- * Studied order patterns, revenue drivers, and SKU contribution to understand where marketing spend delivers the highest returns.
- * Created actionable metrics and implemented statistical and optimization methods for marketing and operational decisions.

Methodology and Techniques:

- * Data Pre-processing: Handled missing data using K-Nearest Neighbors and Multiple Imputation (MICE), created time-based indicators (month, campaign flags), SKU-level category labels, treated outliers (IQR), and standardized timestamps and units.
- * Exploratory Data Analysis (EDA): Analyzed SKU-wise revenue (Pareto), channel efficiency, and temporal sales patterns (daily peaks, weather effects). Created correlation heatmaps for media spend and revenue relationships.
- * **KPI Development:** Defined KPIs for sales, pricing (average spend, discount threshold), operational efficiency (delivery timeliness, SLA compliance), and risk metrics (churn, NPS).
- * **Hypotheses Testing:** Conducted t-tests and F-tests to assess statistical significance and reliability of marketing features.
- * Marketing Spend Optimization Model: Created a logarithmic spend–return model across ten marketing channels achieving a 128% ROI and a 28% net profit improvement by optimizing spend allocations.
- * Inventory Optimization Model: Prioritized high-revenue SKUs (e.g., DSLRs, speakers) based on sales contribution and service level metrics, while reducing focus and carrying costs for low-performing SKUs.

- Impact and Results:

- * Created actionable dashboards for marketing and operational improvement.
- * Developed a structured approach for aligning marketing spend with revenue generation.
- * Supported future strategies such as real-time dashboards, reinforcement learning for automated spend optimization, and advanced statistical trend detection.