

Evoastra Ventures Intern Assessment Task

Duration: 35 Minutes | Total Points: 100

Candidate Information

Fill in your details below:

- Name:
- Email:
- Phone:
- College/University:
- Course/Branch:
- Start Time:
- End Time:

Dataset for Assessment

E-commerce Customer Behavior Dataset

- Direct Link: <https://www.kaggle.com/datasets/shriyashjagtap/e-commerce-customer-for-behavior-analysis>

Dataset Columns:

- **Customer ID:** Unique identifier for each customer
- **Customer Name:** Name of the customer
- **Customer Age:** Age of the customer
- **Gender:** Gender of the customer
- **Purchase Date:** Date of each purchase
- **Product Category:** Category of the purchased product
- **Product Price:** Price of the purchased product
- **Quantity:** Quantity of product purchased
- **Total Purchase Amount:** Total amount spent in each transaction
- **Payment Method:** Payment method used (credit card, PayPal, etc.)
- **Returns:** Whether customer returned products (0 = No, 1 = Yes)
- **Churn:** Whether customer has churned (0 = Retained, 1 = Churned)

```
import pandas as pd
import os
import matplotlib.pyplot as plt
import seaborn as sns
import numpy as np
```

```

import warnings
from scipy.stats import chi2_contingency

warnings.filterwarnings("ignore")

sns.set_theme(
    style = "whitegrid",
    palette = "colorblind",
    context = "notebook"
)

plt.style.use("seaborn-v0_8")

plt.rcParams.update({
    "axes.titlesize" : 12,
    "axes.labelsize" : 8,
    "axes.grid" : True,
    "font.size" : 4,
    "lines.linewidth" : 3
})

np.set_printoptions(precision = 4 , suppress = True)

pd.set_option("display.float_format" , "{:.4f}".format)

os.getcwd()

'C:\\\\Users\\\\KISHORE\\\\Downloads\\\\ecommerce_customer_data_large.csv'

os.chdir("C:/Users/KISHORE/Downloads/
ecommerce_customer_data_large.csv")

e_com_data = pd.read_csv("ecommerce_customer_data_large.csv")
e_com_data.head()

   Customer ID      Purchase Date Product Category  Product Price
Quantity \
0          44605  2023-05-03 21:30:02           Home        177
1
1          44605  2021-05-16 13:57:44  Electronics        174
3
2          44605  2020-07-13 06:16:57           Books        413
1
3          44605  2023-01-17 13:14:36  Electronics        396
3
4          44605  2021-05-01 11:29:27           Books        259
4

   Total Purchase Amount Payment Method  Customer Age  Returns
Customer Name \
0                 2427          PayPal            31  1.0000  John

```

Rivera						
1	2448	PayPal	31	1.0000	John	
Rivera						
2	2345	Credit Card	31	1.0000	John	
Rivera						
3	937	Cash	31	0.0000	John	
Rivera						
4	2598	PayPal	31	1.0000	John	
Rivera						
	Age	Gender	Churn			
0	31	Female	0			
1	31	Female	0			
2	31	Female	0			
3	31	Female	0			
4	31	Female	0			

SECTION A: Data Understanding & Basic Analysis (25 Points - 10 Minutes)

Question 1 (8 points)

Based on the dataset structure, identify the **data types** for the following columns and explain why each classification is important for analysis:

- Customer Age
 - Gender
 - Total Purchase Amount
 - Churn

```
# Your Answer for Question 1
# Customer Age:
...
- Customer Age is a integer data type.
- it contains the age of customers from 18 years to 70 years.
- if we observe basic statistics below, distribution of the customer
age is low variance (because small Standard deviation ~15).
- mean and median (that is 50%) in very close , this suggest no
outliers in customer age column
- Hence modest of the data is around the typical value (that is median
~ 44 Age).So, it is very important feature for our churn analysis.
...
# Gender:
...
- Gender columns is a object(categorical) data type(male/female).
- below countplot shows the distribution of this column , where both
```

Male and Females customers are almost same.

- It is also a important feature because , the two categories helps to easily label churn customer and non churn customers by also considering other properties.

'''

```
# Total Purchase Amount:
```

'''

- Total Purchase Amount is a integer type column.
- we can see in basic statistics , this feature does not have any extream values because mean and median almost same values.data varing from center value by 15.3649 standard deviation.
- Most of the data around the center value
- Similarly Age column , it also important feature for our customer churn analysis.

'''

```
# Churn:
```

'''

- it is a integer data type(0/1) , 0 means customer not churn , 1 means churn respectivily.
- Churn is the Target feature , this we need to predict.
- Hence ii is mandatory in our analysis
- also , Below countplot absorve , Class imbalance.non chrun customers (0) records are ~200000 this larger than churn customer(1) records ~50000 only in E-commerce Customer Behavior Dataset.

'''

```
#code
```

```
e_com_data.info()
```

```
e_com_data.describe()
```

RangeIndex: 250000 entries, 0 to 249999				
Data columns (total 13 columns):				
#	Column	Non-Null Count	Dtype	
---	---	---	---	
0	Customer ID	250000	non-null	int64
1	Purchase Date	250000	non-null	object
2	Product Category	250000	non-null	object
3	Product Price	250000	non-null	int64
4	Quantity	250000	non-null	int64
5	Total Purchase Amount	250000	non-null	int64
6	Payment Method	250000	non-null	object
7	Customer Age	250000	non-null	int64
8	Returns	202618	non-null	float64
9	Customer Name	250000	non-null	object
10	Age	250000	non-null	int64
11	Gender	250000	non-null	object
12	Churn	250000	non-null	int64

```

dtypes: float64(1), int64(7), object(5)
memory usage: 24.8+ MB

      Customer ID  Product Price    Quantity  Total Purchase
Amount \
count  250000.0000  250000.0000  250000.0000
mean   25017.6321   254.7427   3.0049
std    14412.5157   141.7381   1.4147
min    1.0000       10.0000   1.0000
25%   12590.0000   132.0000   2.0000
50%   25011.0000   255.0000   3.0000
75%   37441.2500   377.0000   4.0000
max   50000.0000   500.0000   5.0000

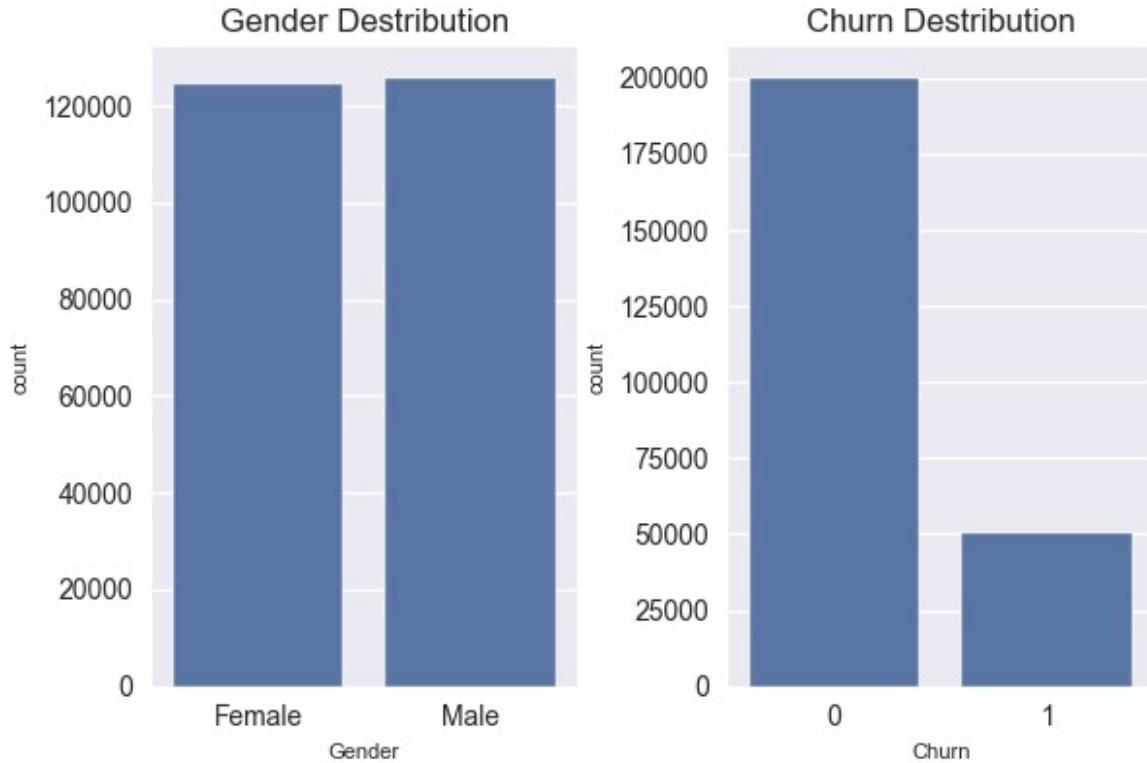
      Customer Age    Returns    Age    Churn
count  250000.0000  202618.0000  250000.0000  250000.0000
mean   43.7983      0.5008     43.7983   0.2005
std    15.3649      0.5000     15.3649   0.4004
min    18.0000      0.0000     18.0000   0.0000
25%   30.0000      0.0000     30.0000   0.0000
50%   44.0000      1.0000     44.0000   0.0000
75%   57.0000      1.0000     57.0000   0.0000
max   70.0000      1.0000     70.0000   1.0000

cols = ["Gender" , "Churn"]

fig , axes = plt.subplots(1 , 2 , figsize = (6 , 4))
axes = axes.flatten()

for i , col in enumerate(cols):
    sns.countplot(x = e_com_data[col] , ax = axes[i])
    axes[i].set_title(f"{col} Distribution")
plt.tight_layout()
plt.show()

```



Question 2 (8 points)

Which **analytical technique** would be most appropriate for each business question below?

- a) "Which product categories generate the highest revenue?"
- b) "Can we predict customer churn based on purchase behavior?"
- c) "What is the relationship between customer age and spending patterns?"
- d) "Which payment methods are preferred by different customer segments?"

```
# Your Answer for Question 2
# a) Product categories with highest revenue:
...
- below we can see, Home is generate the highest revenue 48130856
compartet to other product categories.
- then Clothing wiht 47977746 and Electronics with 47801925 , both are
not have that much of difference in revenue
- low revenue from Books category by 47578138 respectively.
...
# b) Predicting customer churn:
...
- when we talk about customer purchase behavior there are three main
features they are Product Category ,Quantity ,Payment Method
respectively.
- if we use Contingency Table for purchase behavior feature vs Churn ,
```

it give this frequency distribution of the variables. it follows in below

- *There clearly shows , there is no differences between descrtibution of any of this three feature against to the churn , they are same in distribution frequencies.*
- *Hence, we Conclude "We Can not predict customer churn based on purchase behavior (Product Category ,Quantity ,Payment Method)" , it do model give unreliable predictions.*

'''

```
# c) Age and spending relationship:
```

'''

- *Below we can see the relationship between Age and spending.*
- *both are with positive correlation with 0.0566 value , this value is near to zero.*
- *does't have strong positive correlation between this two features.*

'''

```
# d) Payment method preferences:
```

'''

- *if we segment customers by Customer Age "Young"(18-30) , "Middle-aged"(31-50) , "Senior"(51+) respectively.*
- *the Contingency Table shows , payment methods are preferred by different customer segments.*
- *Credit Card method preferred 81995 number of times and Cash 81398 times, PayPal 81819 times.*
- *Credit Card is highly preferred as Payment methods by different customer segments.*

'''

```
#code
e_com_data["revenue"] = e_com_data["Product Price"] *
e_com_data["Quantity"]

e_com_data.groupby("Product Category")
["revenue"].sum().sort_values(ascending = False)

Product Category
Home           48130856
Clothing        47977746
Electronics     47801925
Books            47578138
Name: revenue, dtype: int64

cols = ["Product Category" , "Quantity" , "Payment Method"]

for col in cols:
    print(f"Contingency Table for {col}")
    print(end = "\n")
    print(pd.crosstab(e_com_data["Churn"] , e_com_data[col] , margins
= True) , end = "\n\n\n")
```

Contingency Table for Product Category

Product Category	Books	Clothing	Electronics	Home	All
Churn					
0	49748	49988	50077	50057	199870
1	12499	12593	12553	12485	50130
All	62247	62581	62630	62542	250000

Contingency Table for Quantity

Quantity	1	2	3	4	5	All
Churn						
0	39857	39724	39898	40166	40225	199870
1	10032	9961	10049	10095	9993	50130
All	49889	49685	49947	50261	50218	250000

Contingency Table for Payment Method

Payment Method	Cash	Credit Card	PayPal	All
Churn				
0	66200	67120	66550	199870
1	16812	16427	16891	50130
All	83012	83547	83441	250000

```
num_cols = e_com_data.select_dtypes(include = np.number).columns
print(e_com_data[num_cols].corr()["Total Purchase Amount"].sort_values(ascending = False))

plt.figure(figsize = (6 , 4))
sns.scatterplot(x = "Customer Age" , y = "Total Purchase Amount" ,
data = e_com_data)
plt.title("Customer Age vs Total Purchase Amount")
plt.show()

Total Purchase Amount      1.0000
Age                      0.0566
Customer Age              0.0566
Customer ID                0.0013
Quantity                  0.0012
Returns                   0.0010
Churn                     0.0007
revenue                    0.0004
Product Price             -0.0013
Name: Total Purchase Amount, dtype: float64
```



```

bins = [18 , 30 , 50 , 70]
labels = ["Young" , "Middle-aged" , "Senior"]

e_com_data["age_group"] = pd.cut(e_com_data["Customer Age"] , bins = bins , labels = labels)

pd.crosstab(e_com_data["Payment Method"] , e_com_data["age_group"] , margins = True)

```

age_group	Young	Middle-aged	Senior	All
Payment Method				
Cash	19226	31174	30998	81398
Credit Card	19374	31284	31337	81995
PayPal	19625	31268	30926	81819
All	58225	93726	93261	245212

Question 3 (9 points)

Data Quality Assessment: What are the top 3 potential data quality issues you would check for in this e-commerce dataset before starting analysis? For each issue, suggest one method to detect it.

```

# Your Answer for Question 3
# Issue 1:
'''
- Duplicate records
'''
```

```
# Detection Method 1:  
'''  
Use: DataFrame.duplicated()  
example: e_com_data[e_com_data.duplicated()]  
this give the duplicate records in your dataset  
'''  
  
# Issue 2:  
'''  
- Null Values or Empty record  
'''  
  
# Detection Method 2:  
'''  
there are three ways to detect the null values in our dataset  
way 1: info() this simply suggest which columns have null records by  
giving number of non-null records  
ex: e_com_data.info()  
  
way 2: isnull() or isnull().sum()  
ex: e_com_data[e_com_data.isnull()] , e_com_data.isnull().sum()  
(recommended)  
  
way 3: missingno library  
- it used to see null records in dataset in visuvaly  
ex: missingno.bar(e_com_data)  
'''  
  
# Issue 3:  
'''  
- Outliers or extream values  
'''  
  
# Detection Method 3:  
'''  
Visuvalization method:  
- Box plot  
  
Statistical Method:  
- Z-Score Method (Standard Deviation Method) (if data is normally  
described)  
- IQR Outlier Detection  
- MAD (Median Absolute Deviation) (recommended)  
'''  
  
'\nVisuvalization method:\n- Box plot\n\nStatistical Method:\n- Z-Score Method (Standard Deviation Method) (if data is normally described)\n- IQR Outlier Detection\n- MAD (Median Absolute Deviation) (recommended)\n'
```

SECTION B: Customer Analysis & Business Intelligence (35 Points - 15 Minutes)

Scenario: E-commerce Revenue Analysis

Based on the dataset structure, assume you have the following customer insights:

Customer Segments by Age:

- **Young (18-30):** 40% of customers, Average Purchase Amount: ₹850, Return Rate: 12%
- **Middle-aged (31-50):** 45% of customers, Average Purchase Amount: ₹1,200, Return Rate: 8%
- **Senior (51+):** 15% of customers, Average Purchase Amount: ₹950, Return Rate: 15%

Additional Information:

- Average customer acquisition cost: ₹180
- Platform profit margin: 20% of purchase amount
- Customer churn rates: Young (25%), Middle-aged (15%), Senior (30%)

Question 4 (15 points)

Calculate and analyze:

a) Which customer segment generates the highest **net profit per customer** (considering returns)? Show your calculations. (8 points)

b) Which segment has the **best customer lifetime value** considering churn rates? Provide reasoning. (7 points)

```
# Your Calculations for Question 4

# a) Net profit per customer calculations:
''''
Net Profit per Customer = [(Average Purchase Amount × (1 - Return
Rate)) × Platform profit margin] - Average customer acquisition
cost(CAC)
''''

# Young Customers:
'''

Give that:
Average Purchase Amount: ₹850
Return Rate: 12%
''''

young_customers_Net_Profit = ((850 * (1 - 0.12)) * 0.20) - 180
print("Young Customers Net Profit per Customer is : " ,
```

```

round(young_customers_Net_Profit , 4))

# Middle-aged Customers:
'''

Give that:
Average Purchase Amount: ₹1,200
Return Rate: 8%
'''

Middle_customers_Net_Profit = ((1200 * (1 - 0.08)) * 0.20) - 180
print("Middle-aged Customers Net Profit per Customer is : " ,
round(Middle_customers_Net_Profit , 4))

# Senior Customers:
'''

Give that:
Average Purchase Amount: ₹950
Return Rate: 15%
'''

Senior_customers_Net_Profit = ((950 * (1 - 0.15)) * 0.20) - 180
print("Senior Customers Net Profit per Customer is : " ,
round(Senior_customers_Net_Profit , 4))

# b) Customer Lifetime Value Analysis:
young_CLV = young_customers_Net_Profit * (1 / 0.25)
Middle_aged_CLV = Middle_customers_Net_Profit * (1 / 0.15)
Senior_CLV = Senior_customers_Net_Profit * (1 / 0.30)

print(end = "\n\n")

print("Young Customers CLV : " , round(young_CLV , 4))
print("Middle-aged Customers CLV : " , round(Middle_aged_CLV , 4))
print("Senior Customers CLV : " , round(Senior_CLV , 4))

Young Customers Net Profit per Customer is : -30.4
Middle-aged Customers Net Profit per Customer is : 40.8
Senior Customers Net Profit per Customer is : -18.5

Young Customers CLV : -121.6
Middle-aged Customers CLV : 272.0
Senior Customers CLV : -61.6667

```

Question 5 (10 points)

Strategic Recommendations: Based on your analysis, what would be your **top 2 marketing strategies** to maximize overall profitability? Consider customer acquisition, retention, and return rates.

Your Answer for Question 5

Strategy 1:

'''

Focus Acquisition & Retention on Middle-aged Customers

Increase marketing budget targeting the 31–50 age group, as they generate the highest net profit and CLV.

Use:

- Personalized email campaigns
- Loyalty programs and rewards
- Cross-selling and upselling premium products
- Retention initiatives (since churn is only 15%) will further increase lifetime value.

Impact: Maximizes ROI by acquiring and retaining the most profitable segment.

'''

Strategy 2:

'''

Reduce Return Rates and Acquisition Costs for Young & Senior Segments

-These segments are loss-making due to high returns and CAC.

Actions:

- Improve product descriptions, size guides, and customer reviews to reduce returns
- Offer exchange instead of refund
- Use low-cost digital channels (organic social, referrals) to reduce CAC
- Target only high-intent customers using behavioral segmentation

Impact: Converts loss-making segments into profitable ones by lowering costs and return losses.

'''

'\nReduce Return Rates and Acquisition Costs for Young & Senior Segments\n\n-These segments are loss-making due to high returns and CAC.\n\nActions:\n- Improve product descriptions, size guides, and customer reviews to reduce returns\n- Offer exchange instead of refund\n- Use low-cost digital channels (organic social, referrals) to reduce CAC\n- Target only high-intent customers using behavioral segmentation\n\nImpact: Converts loss-making segments into profitable ones by lowering costs and return losses.\n'

Question 6 (10 points)

Churn Prevention: You notice that customers who make purchases in the "Electronics" category have a 35% churn rate, while "Fashion" category customers have only 18% churn rate. What

specific data analysis would you conduct using the available dataset columns to understand this difference, and what **action plan** would you recommend?

```
e_com_data["Product Category"].unique()
array(['Home', 'Electronics', 'Books', 'Clothing'], dtype=object)

# Your Answer for Question 6
...
- perform Chi-Square Test of Independence
...
# Data Analysis Plan:
...
- define Hypothesis:

H0: Not statistically significant
H1: statistically significant

- Select only Electronics and Fashion customers.
ex : df_sub = e_com_data[e_com_data['Product
Category'].isin(['Electronics', 'Fashion'])]
- Create Contingency Table
ex : contingency_table = pd.crosstab(df_sub['Product_Category'],
df_sub['Churn'])
- Perform Chi-Square Test
ex : chi2, p_value, dof, expected =
chi2_contingency(contingency_table)

-If p-value < 0.05 → The churn difference between Electronics and
Fashion is statistically significant.

Additional Analysis (if significant)
- Compare average purchase amount by category
- Compare return rates
...

# Action Plan:
...
If Chi-square shows a significant difference:
1) Improve Retention for Electronics Customers
2) Post-purchase support (installation guides, service reminders)
3) Extended warranty and customer service follow-ups
4) Increase Repeat Purchases
5) Offer accessory bundles and upgrade discounts
6) Reduce Dissatisfaction & Returns
7) Re-engagement Campaigns
...
'\nIf Chi-square shows a significant difference:\n1) Improve Retention
for Electronics Customers\n2) Post-purchase support (installation
guides, service reminders)\n3) Extended warranty and customer service
```

```
follow-ups\n4) Increase Repeat Purchases\n5) Offer accessory bundles and  
upgrade discounts\n6) Reduce Dissatisfaction & Returns\n7) Re-engagement  
Campaigns\n'
```

SECTION C: Research Methodology & Predictive Analytics (25 Points - 8 Minutes)

Scenario: Churn Prediction Model Development

Your company wants to build a machine learning model to predict customer churn using the available dataset.

Question 7 (15 points)

Model Development Plan: Create a comprehensive approach including:

- Feature selection:** Which columns from the dataset would you use as features for the churn prediction model and why? (5 points)
- Data preprocessing steps:** What preprocessing would you apply to prepare the data? (5 points)
- Model evaluation metrics:** Which metrics would you use to evaluate model performance for this business problem? (5 points)

```
e_com_data[num_cols].corr()["Churn"].sort_values(ascending = False)

Churn              1.0000
Product Price      0.0012
revenue            0.0011
Total Purchase Amount  0.0007
Customer ID        0.0004
Quantity           -0.0014
Customer Age       -0.0023
Age                -0.0023
Returns            -0.0041
Name: Churn, dtype: float64

def chie2_test(group1 , group2):
    cross = pd.crosstab(group1 , group2)
    stat , p , df , evidence = chi2_contingency(cross)

    n = cross.to_numpy().sum()
    cramers_v = np.sqrt(stat / (n * (min(cross.shape) - 1)))
    result = {
        "statistic" : stat,
        "P value"   : p,
```

```

        "df" : df,
        "cramers_v" : cramers_v
    }
    significance_level = 0.05

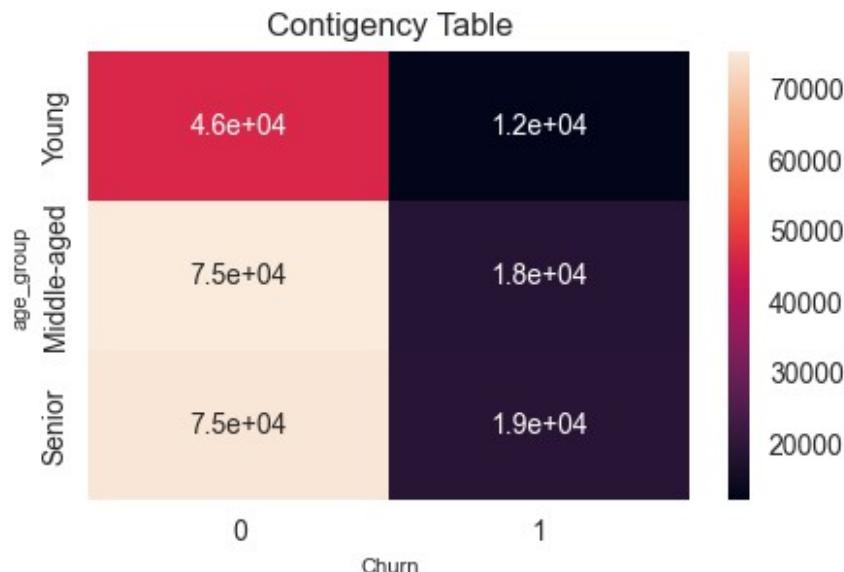
    if p < significance_level:
        print("Reject Null Hypotheses , there is significant
difference between two groups")
    else:
        print("Accept Null Hypotheses , there is no significant
difference bewtween two groups")
    plt.figure(figsize = (5 , 3))
    sns.heatmap(cross , annot = True , annot_kws = {"size" : 10})
    plt.title("Contingency Table")
    plt.show()

    return result

chie2_test(e_com_data["age_group"] , e_com_data["Churn"])

```

Reject Null Hypotheses , there is significant difference between two groups



```
{
'statistic': np.float64(25.72951925706938),
'P value': np.float64(2.587652074012287e-06),
'df': 2,
'cramers_v': np.float64(0.01024341990782592)}
```

Your Answer for Question 7

a) Feature Selection:

```
'''  
Product Price : it have correlation value +0.0012. it is not strong  
but it is positive relation with Churn.  
revenue : it is also same , it correlation value +0.0011 with Churn.  
Total Purchase Amount : it is also have positive relation with churn  
of +0.0007  
age_group : it has difference in its distribution agaist churn and  
that strength low but still it is useful , it can separate the churn  
and not churn customers.
```

```
# b) Data Preprocessing Steps:
```

```
In our final dataset have both numerical and categorical columns.
```

```
1) Encoding:
```

```
- Encode the Categorical Column (age_group) using encoding techniques
```

```
2) standardization :
```

```
- we need to standardization dataset it is important for  
classification models using StandardScaler , etc.
```

```
- some models are require this like knn , decision tree , ect.
```

```
# c) Model Evaluation Metrics:
```

```
- we already saw in our analysis , In E-commerce Customer Data ,  
target variable "Churn" is Imbalanced , consider this. So Model  
Evaluation Metrics for Churn classification are:
```

```
1) Accuracy (not recommended because dataset is imbalanced)
```

```
2) Precision & Recall & F1-score(very important)
```

```
3) ROC-AUC
```

```
4) Confusion Matrix
```

```
5) KS Statistic (Kolmogorov-Smirnov) - Measures maximum separation  
between Cumulative distribution of chuners,Non-chuners
```

```
'\n- we already saw in our analysis , In E-commerce Customer Data ,  
target variable "Churn" is Imbalanced , consider this. So Model  
Evaluation Metrics for Churn classification are:\n1) Accuracy (not  
recommended because dataset is imbalanced)\n2) Precision & Recall &  
F1-score(very important)\n3) ROC-AUC\n4) Confusion Matrix\n5) KS  
Statistic (Kolmogorov-Smirnov) - Measures maximum separation between  
Cumulative distribution of chuners,Non-chuners\n'
```

Question 8 (10 points)

Business Impact Analysis: Identify 3 potential business challenges in implementing a churn prediction model and propose one **data-driven solution** for each challenge using insights from the customer behavior dataset.

Your Answer for Question 8

Challenge 1:
'''

Incorrect Predictions (False Positives / False Negatives)

Problems

Model may predict some customers will churn, but they actually won't.

*Company may waste money on unnecessary offers.
Or miss real churn customers.*

Data-driven Solution 1:

*Analyze model performance metrics (precision, recall, ROC).
Use customer behavior features like:*

*Low usage
High complaints
Payment delays*

Focus retention offers only on high-risk probability customers (e.g., churn probability > 0.7).

Challenge 2:
'''

Data Quality Issues

Problems

*Customer data may be:
Missing (null values)
Incorrect
Outdated
Poor data leads to wrong churn predictions.*

Data-driven Solution 2:

Perform data quality analysis:

Handle missing values (imputation)

Remove duplicates

Update recent customer activity (last login, last purchase)

Create features like:

*Recency (days since last activity)
Frequency (number of transactions)
Monetary value*

'''

```
# Challenge 3:  
'''  
Customer Behavior Changes Over Time (Model Drift)  
  
Problem  
Customer habits change.  
Model trained on old data becomes less accurate.  
  
# Data-driven Solution 3:  
  
Monitor model performance regularly.  
Retrain model monthly/quarterly using latest customer behavior data.  
Track metrics like:  
    Accuracy  
    AUC  
'''  
  
'\nCustomer Behavior Changes Over Time (Model Drift)\n\nProblem\nCustomer habits change.\nModel trained on old data becomes less accurate.\n\n# Data-driven Solution 3:\n\nMonitor model performance regularly.\nRetrain model monthly/quarterly using latest customer behavior data.\nTrack metrics like:\n    Accuracy\n    AUC\n'
```

SECTION D: Professional Communication & Problem-Solving (15 Points - 2 Minutes)

Question 9 (8 points)

Crisis Management: While analyzing the dataset, you discover that 40% of customers who returned products (Returns = 1) also churned within the same month. However, your initial analysis showed returns don't strongly correlate with churn. As a team member, describe your immediate approach to investigate this discrepancy and communicate findings to stakeholders (60-80 words).

```
# Your Answer for Question 9 (60-80 words)  
'''  
- I can first validate the data by checking return and churn definitions, time alignment, and potential data quality issues.  
- Next, I would perform segmented analysis (by customer type, product category, and return reasons) to identify hidden patterns that may not appear in overall correlation.  
- I would also test statistical significance and interaction effects.  
Then, I would communicate to stakeholders that while overall correlation is weak,  
- specific customer segments show higher risk, recommending targeted
```

investigation and retention actions.

'''

'\n- I can first validate the data by checking return and churn definitions, time alignment, and potential data quality issues.\n- Next, I would perform segmented analysis (by customer type, product category, and return reasons) to identify hidden patterns that may not appear in overall correlation.\n- I would also test statistical significance and interaction effects. Then, I would communicate to stakeholders that while overall correlation is weak,\n- specific customer segments show higher risk, recommending targeted investigation and retention actions.\n'

Question 10 (7 points)

Leadership Scenario: If selected as team lead for analyzing this e-commerce customer dataset, what would be your **top 3 priorities** to ensure effective team collaboration and delivery of actionable business insights?

Your Answer for Question 10

Priority 1:

'''

Clear Business Understanding & Goal Alignment

Priority

Ensure the team clearly understands the business objectives before starting analysis.

Why important

Without business clarity, the team may produce technical results that are not useful.

Actions

Discuss with stakeholders:

What is the goal? (e.g., increase revenue, reduce churn, improve retention)

Define key business questions:

Which customers generate most revenue?

Who is likely to churn?

Which products sell the most?

Define success metrics:

Increase retention by 10%

Identify high-value customers

Outcome

Team works on business-driven analysis, not just data exploration.

'''

Priority 2:

'''

Structured Team Collaboration & Task Management

Priority

Organize the team workflow for smooth collaboration and timely delivery.

Actions

Divide work into modules:

Data Cleaning

Exploratory Data Analysis (EDA)

Feature Engineering

Modeling

Visualization/Reporting

Use tools:

Git/GitHub for version control

Conduct:

Regular stand-up meetings

Progress reviews

Code reviews

Outcome

Better coordination, fewer errors, faster project completion.

'''

Priority 3:

'''

Focus on Actionable Insights & Business Communication

Priority

Ensure the final output provides clear, actionable recommendations, not just technical results.

Actions

Convert analysis into business insights:

Identify high-value customers

Detect churn-risk customers

Find top-selling product categories

Create dashboards/reports using:

Power BI / Tableau / Streamlit

Present insights in simple business language:

"Customers inactive for 30+ days have 3x higher churn risk"

"Top 20% customers contribute 60% revenue"

Outcome

Stakeholders can take decisions based on insights.

'''
\nFocus on Actionable Insights & Business Communication\n\nPriority
nEnsure the final output provides clear, actionable recommendations, not just technical results.\n\nActions\n Convert analysis into business insights:\n Identify high-value customers\n Detect churn-risk customers\n Find top-selling product categories\n\nCreate dashboards/reports using:\n Power BI / Tableau / Streamlit\n\nPresent insights in simple business language:\n “Customers inactive for 30+ days have 3x higher churn risk”\n “Top 20% customers contribute 60% revenue”\n\nOutcome\nStakeholders can take decisions based on insights.\n'''

Self-Assessment Section

Time Management Check
Did you complete all sections within 35 minutes? (Yes/No): Yes

Which section took the most time?
SECTION B: Customer Analysis & Business Intelligence

Which section was most challenging?
Section C (Research Methodology)

Confidence Level (1-10 scale):
Section A (Data Understanding): 9
Section B (Business Analysis): 8
Section C (Research Methodology): 9
Section D (Communication): 8

Additional Comments: The assessment helped improve my ability to connect data insights with business decisions. I was able to manage time effectively, though business interpretation and methodological thinking required more attention. Overall, I am confident in my analytical and communication approach.

Submission Instructions

1. Save this notebook with the filename: YourName_Evostra_Assessment.ipynb
2. Ensure all code cells have been executed and answers are visible
3. Double-check that all sections are completed

Submission Confirmation:

- I confirm that I have completed this assessment independently

- All my responses are my own original work

Digital Signature: _____ Tirumani Kishore _____
Final Submission Time: _____ 18 Feb 2026, 11: 30 AM _____

Evaluation Criteria

Scoring Breakdown:

- **Section A (Data Understanding):** 25 points
- **Section B (Business Analysis):** 35 points
- **Section C (Research Methodology):** 25 points
- **Section D (Communication):** 15 points
- **Total:** 100 points

Team Selection Criteria:

- **Team Lead:** Score \geq 75 points + Strong Section D performance
 - **Co-Lead:** Score \geq 65 points + Good Section D performance
 - **Team Member:** Successful completion of assessment
-

Good luck with your assessment! Focus on clear reasoning, accurate calculations, and practical business applications.

