

Luis Jimenez

### Introduction

As a Junior Data Analyst on the Marketing Analyst team at Cyclistic, I have conducted an analysis of how casual riders and annual members utilize the Cyclistic bike-share system. The objective of this analysis was to gain a deeper understanding of the behavioral differences between these two groups, with the ultimate goal of informing strategies to increase the number of annual memberships.

Through this analysis, I have identified key patterns in the ways these riders engage with the bike-share system, specifically focusing on the frequency of rides taken and the average duration of rides across different weekdays. These insights will be instrumental in shaping a targeted marketing strategy designed to convert casual riders into annual members:

- Average time spent by Casual riders compared to Annual riders
- Average time spent by Casual and Annual riders by the day of the week
- Average rides by Casual and Annual riders by the day of the week

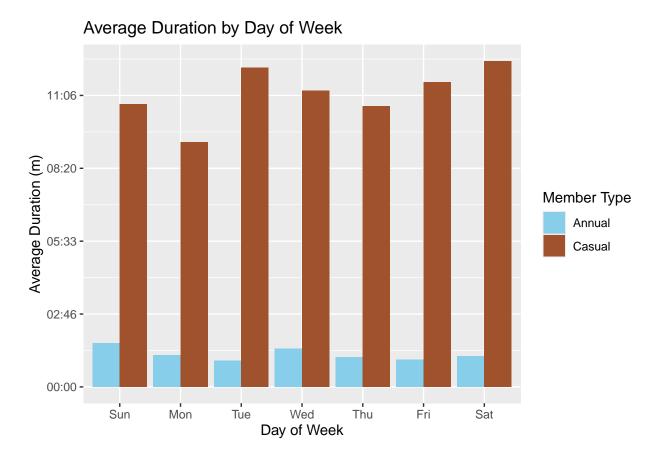
#### Average duration on Rides

First, we need to look at the average time the 2 types of members have:

Member Type	Ride Length Average
Annual	01:13:36
Casual	10:56:05

This will show that Annual riders ride an average of 1.13 minutes compared to Casual riders that will be more than 10 times the average of Annual riders. This is important to know, but to have a more clear picture, let's look at how that will spread throughout the week:

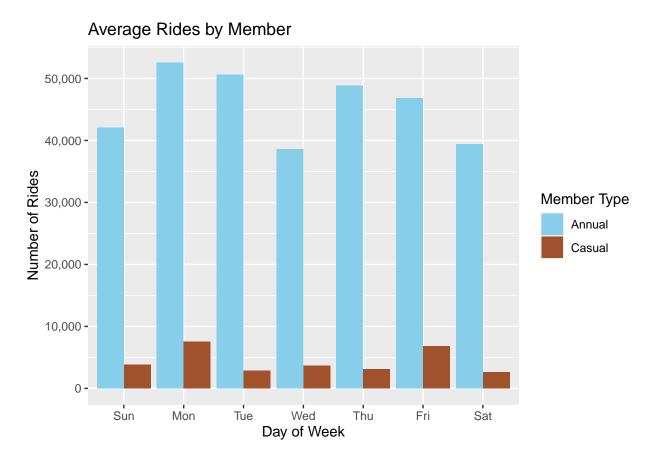
# Average duration by Day of Week



Looking at this graph, we can see that how Tuesday and Saturday were the highest average duration for Casual riders, different from Annual riders, where it was fairly consistent throughout the week. These differences raises some questions:

- Should we focus on attracting more Casual riders?
- Should we aim to rely on Casual riders to scale profitability?
- Should we create incentives to have Annual riders invite friends with a discount promotion to increase both Annual and Casual rides?

## Average Rides by Day of Week



This visualization provides an additional perspective on the case and, in my assessment, presents significant opportunities for shareholders to consider. When comparing the number of rides taken by each member group, it becomes evident that Annual riders utilize the bikes at a far greater frequency, despite their rides being shorter in duration. This trend underscores the potential value of fostering greater engagement among Casual riders to increase overall usage.

### Conclusion

Based on the analysis of Casual and Annual riders' behaviors, it is clear that Annual riders are significantly more frequent users of the Cyclistic bike-share system, despite taking shorter rides on average. Casual riders, on the other hand, tend to take longer rides, but their frequency of use is considerably lower. This presents a key opportunity for Cyclistic to design targeted strategies aimed at converting more Casual riders into Annual members.

Creating incentives for Casual riders to become Annual members is essential for boosting long-term profitability and enhancing customer loyalty. Given that Annual riders engage with the system more frequently, a shift from Casual to Annual membership could result in a more consistent revenue stream.

To achieve this, Cyclistic could introduce marketing strategies such as:

- Offering discounts for Casual riders who upgrade to Annual memberships
- Providing referral programs where Annual members can invite friends to try out the service at a discounted rate

By aligning the interests of both Casual and Annual riders, Cyclistic can cultivate a more robust and engaged customer base, thereby driving increased usage of the bikes throughout the year. These strategies will not only help retain current Annual riders but also incentivize existing members to convert Casual riders into Annual members. As a result, this approach will lead to a more consistent and predictable revenue stream, ultimately boosting profitability by increasing membership subscriptions and encouraging higher utilization of the bike-share system.