

Eniac Product Discounts

1. Is it beneficial to offer discounts on products?
2. Should the company focus on the Quality Segment?

Shopping at Eniac



What is attracting our customers?

- Good reviews
- Quality
- **Competitive Discounts**
- **Time of the year**

Mike is thinking of buying an iPhone

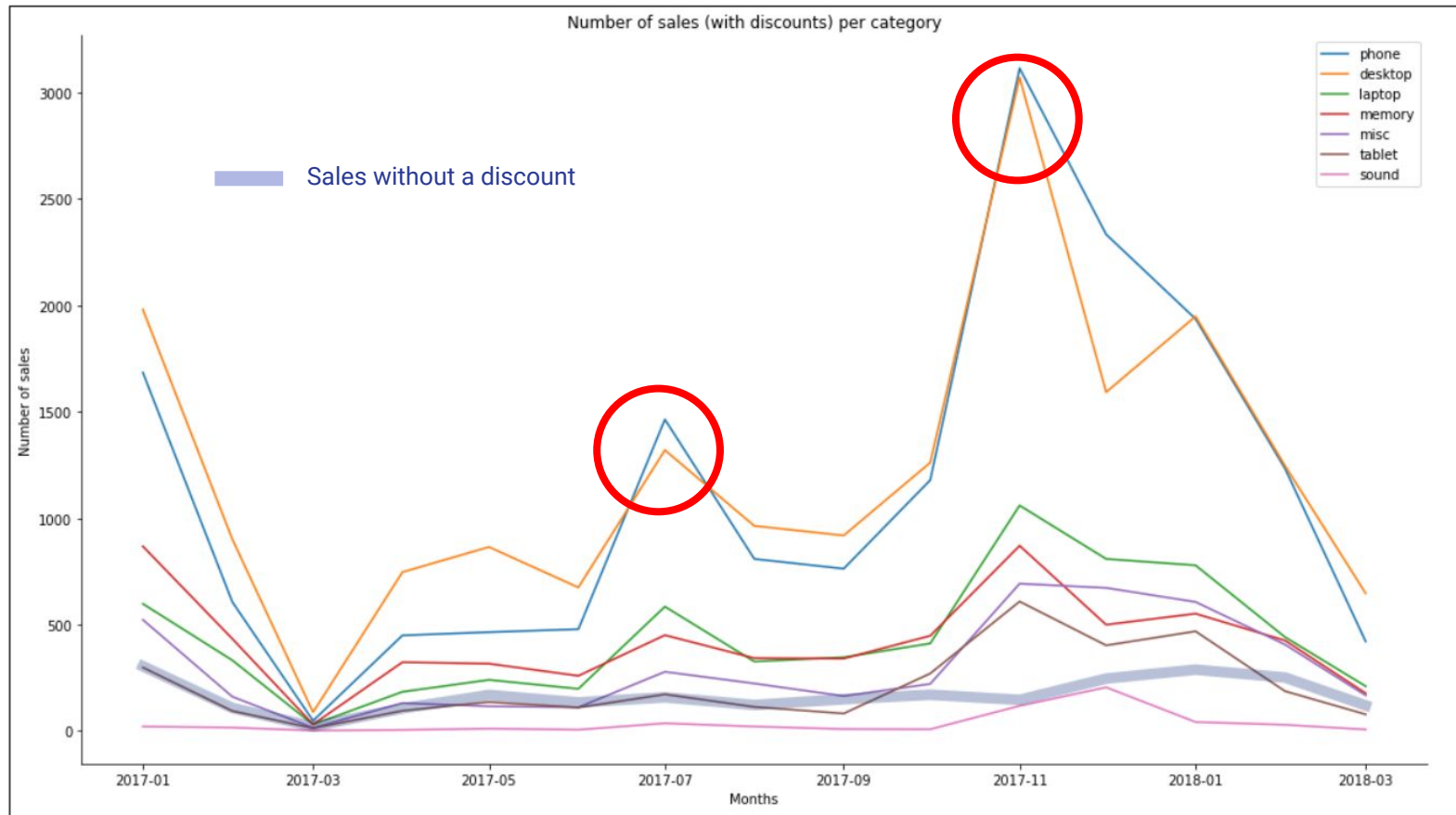
How can we encourage him to
buy from us?



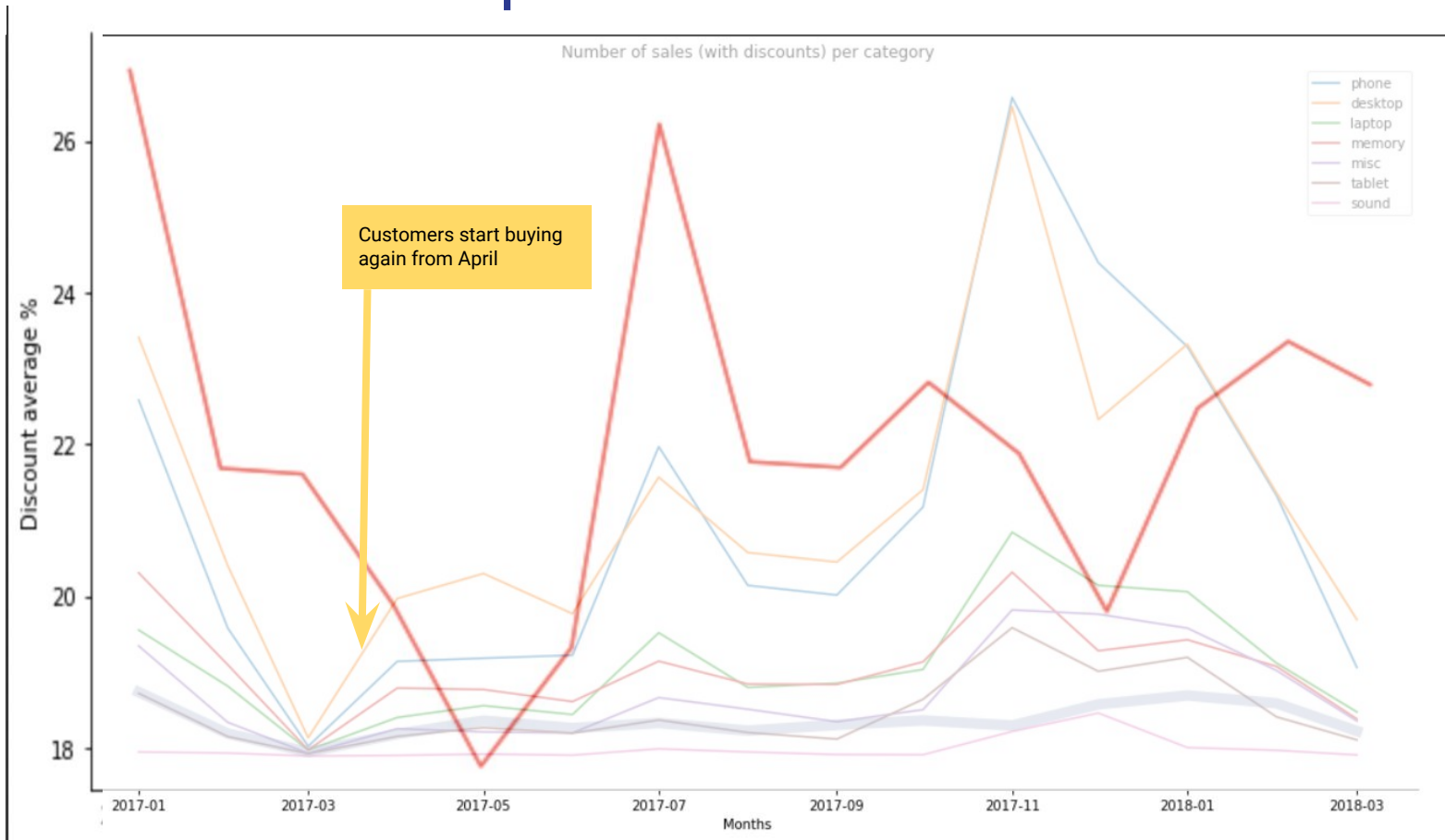


What does our data tell us?

When will Mike buy the iPhone?



Discounted sales per month



Phones discounts throughout the year



Summer Sales

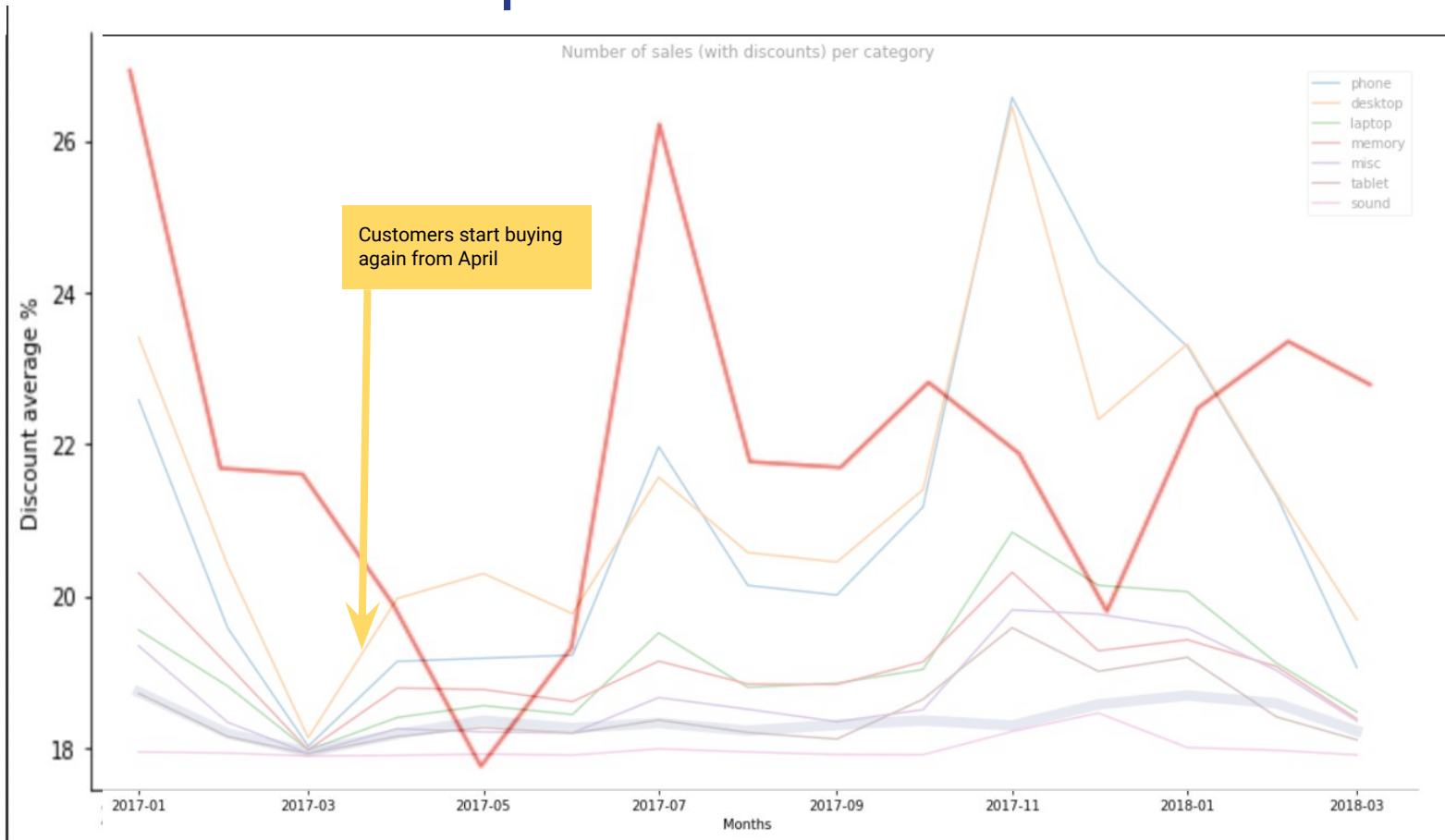
- March:
 - discounts ↑ Sales ↓
- April-May:

Customers start buying again from April

 - discounts ↓ sales ↑
- July:
 - discounts ↑ sales ↑



Discounted sales per month



Winter Sales

- November (Black Friday)
 - discounts ↓
 - sales up ↑
- Maintain discounts in December to keep sales



Recommendations

- We don't need much discounts in March
- Increase discounts from April to May to boost revenue
- Keep discounts in December

Is it beneficial to discount products?

YES

*however not for
every month*

Discounts influence
at only certain
times of the year

Discounts need to
be applied to
customers' buying
trends

Providing discounts should **not**
affect the Quality segment



Thank you - any questions?



Supporting Information



How to improve data quality?

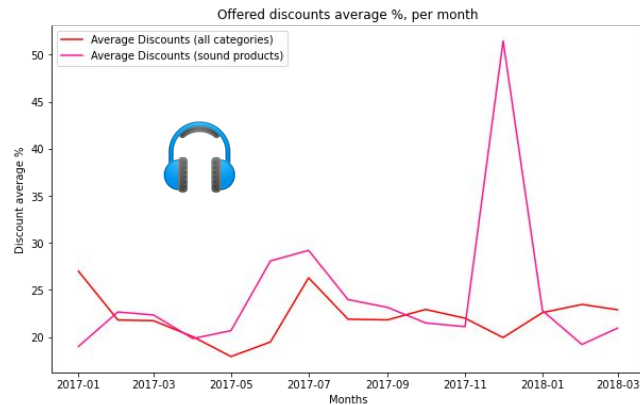
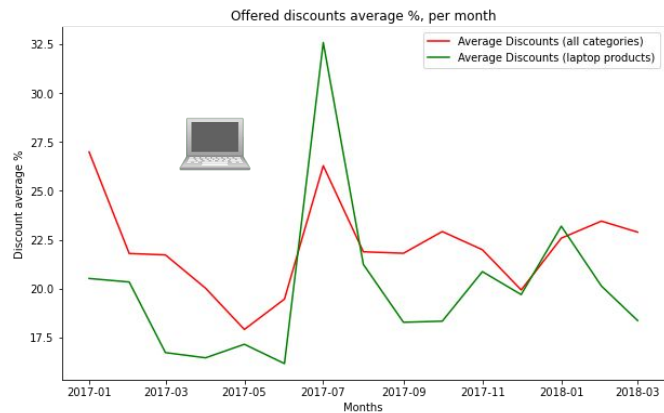
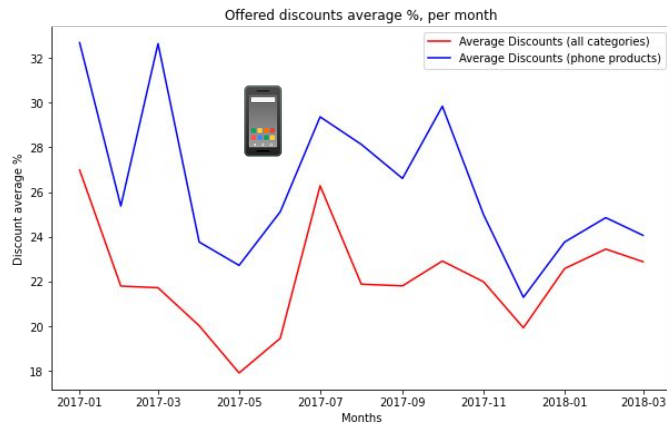
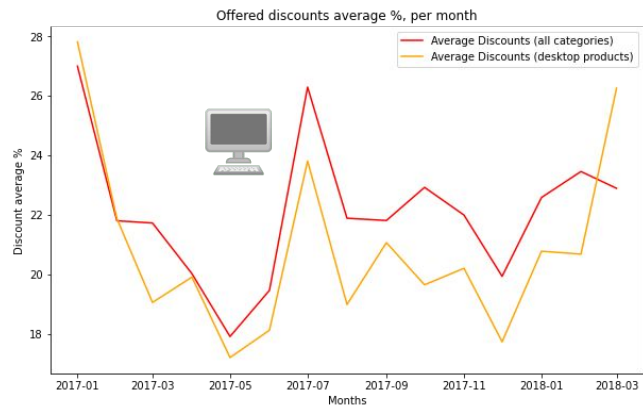
Cleaner Data

- Better categorization
- No null values
- 2 decimals only for financial values
- Data consistency across data tables

Richer Data

- **Historical price changes** for the products
 - In order lines, actual stock price at that moment, without discount.
- **Stock quantity** evolution over time
 - Do we buy more than we sell?
- **Geographical info** to apply discounts by areas/countries
- **Buyer retention**: are customers buying again after getting a discount?
- **Product release date** to see selling trend
- **Our product cost price** (to calculate profit)
- **Shipping costs** need to be provided separately

Discounts by category, every month

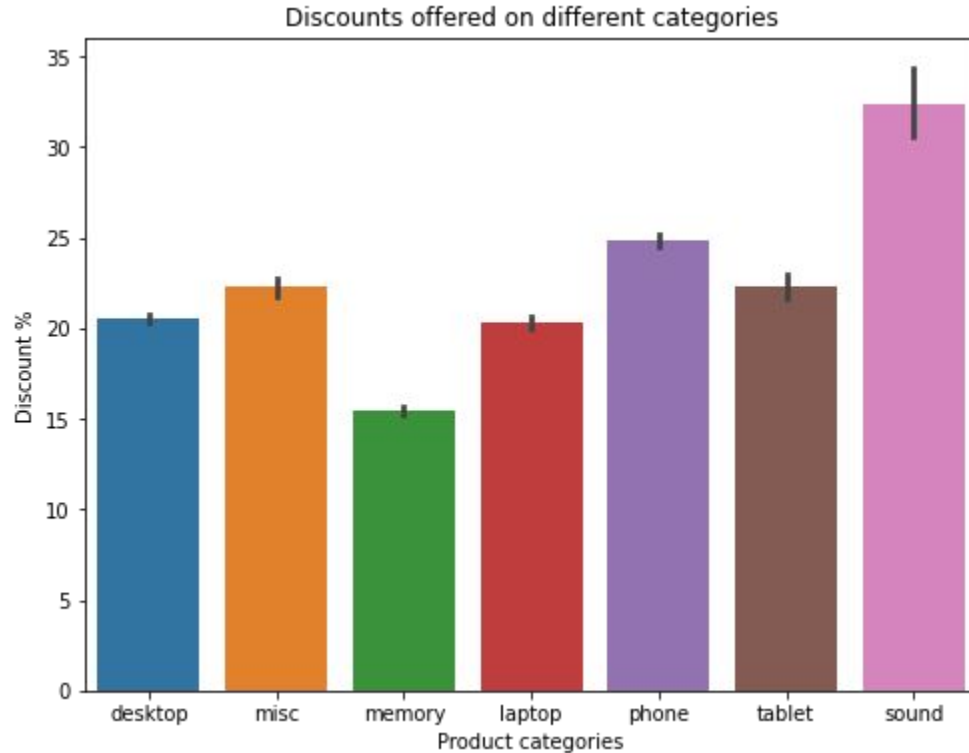


How did we categorise the products?

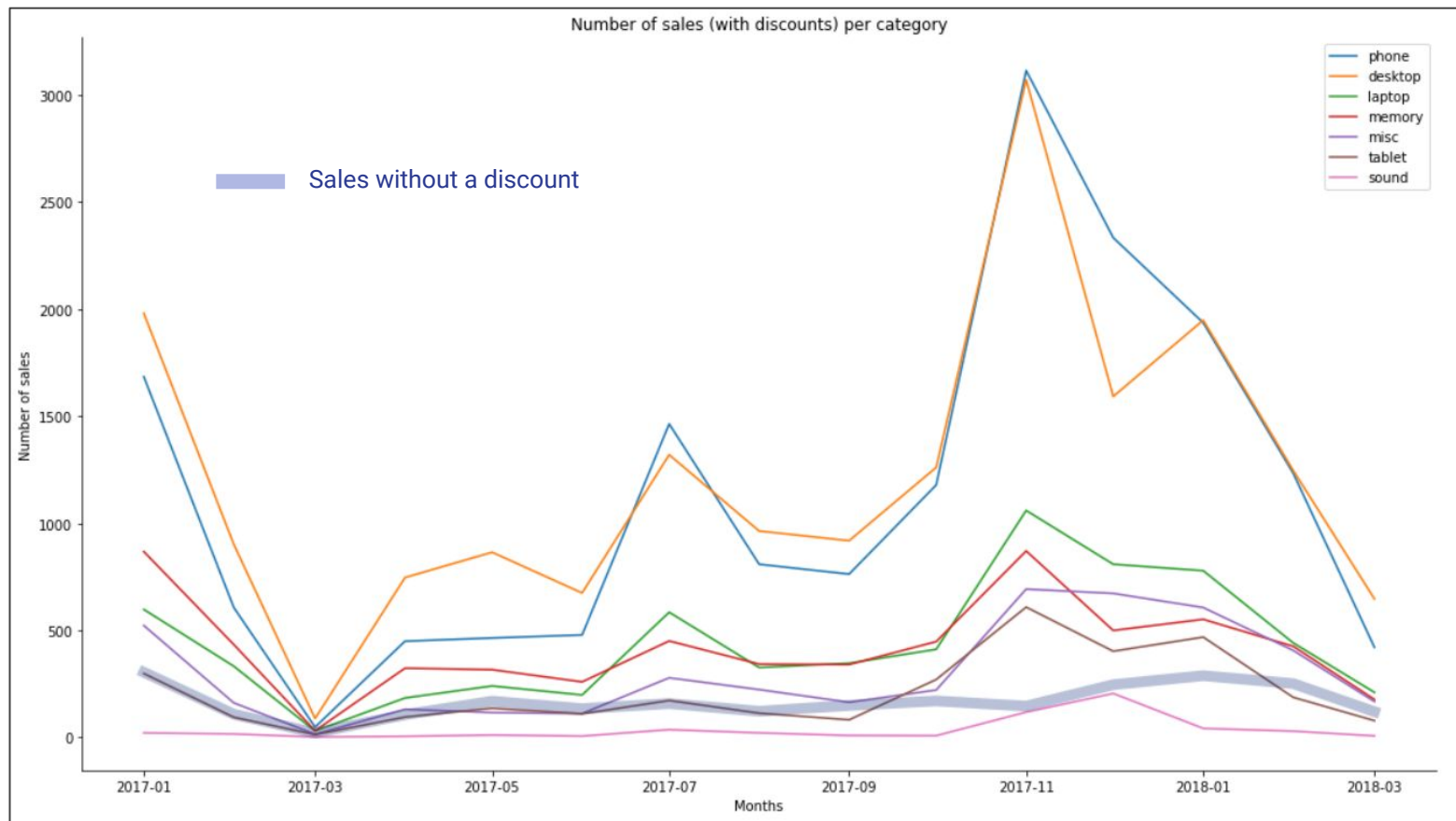
- Used key words in the name to assign to a category.
- It's not 100% accurate but gave a useable grouping
- We found the price distribution was even throughout all the categories - no outliers

```
products.loc[products['name'].str.contains('SSD|Disk|HDD|SCSI|DIMM|RAM|RAID|Memory|NAS|Rack|Drive', na=False, case=False), 'category'] = 'memory'
```

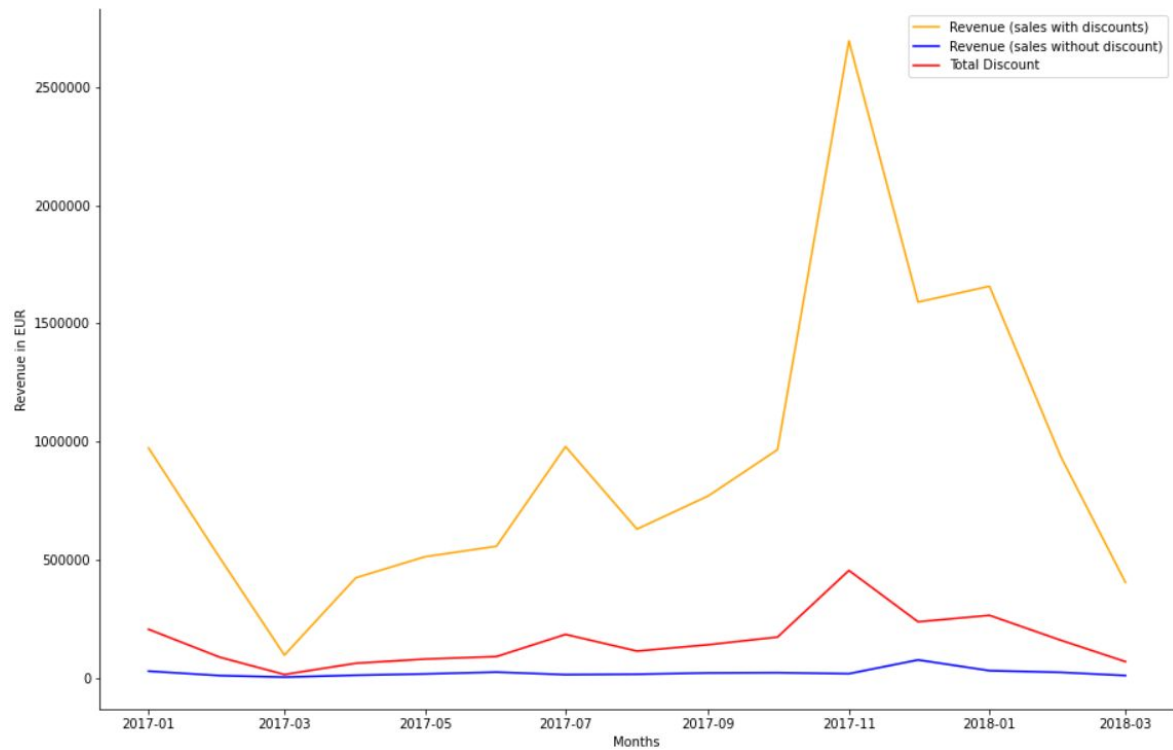
Average % of discounts offered per category



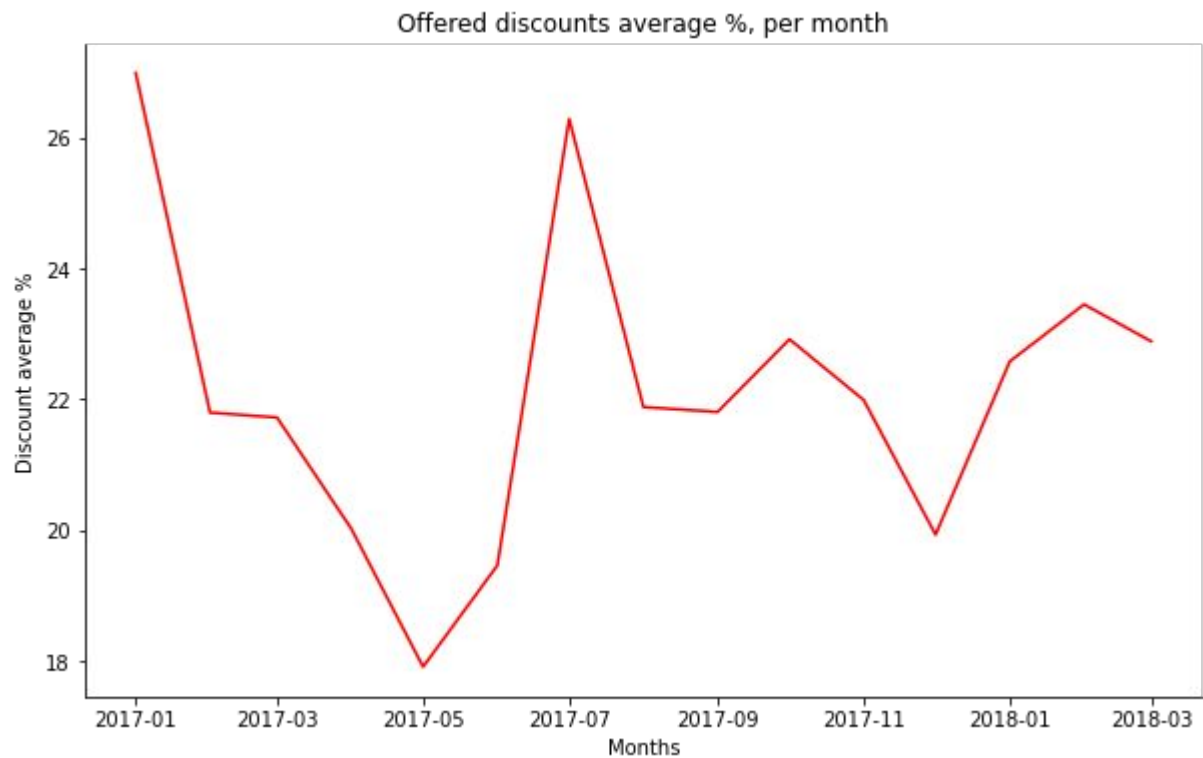
Discounted sales per month



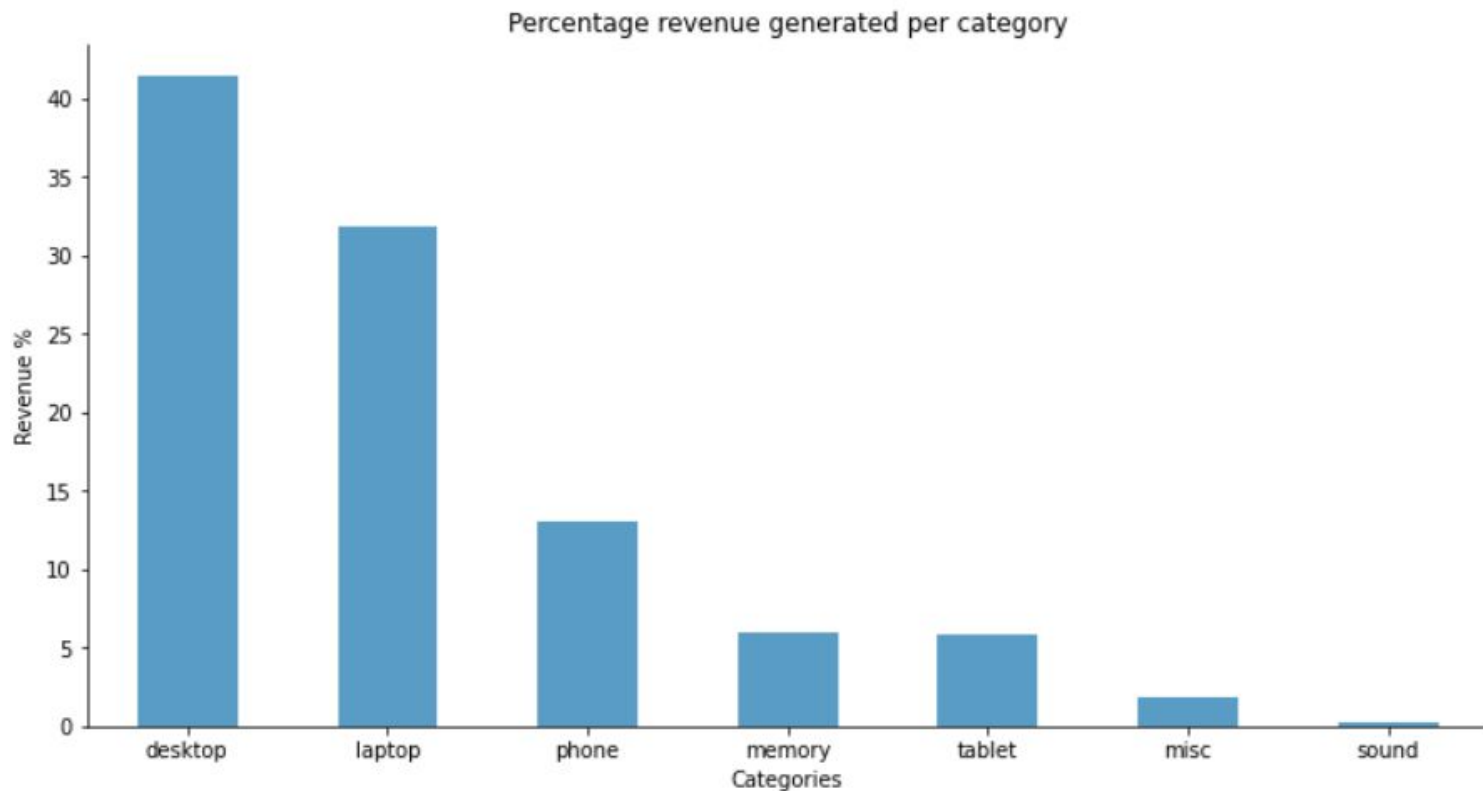
Total Revenue



Discounts



Revenue % per category



Revenue by price range and category

