

Customer Shopping Behavior Analysis

1. Project Overview

This project analyzes customer shopping behavior using transactional data from 3,900 purchases across various product categories. The goal is to uncover insights into spending patterns, customer segments, product preferences, and subscription behavior to guide strategic business decisions.

2. Dataset Summary

Rows	3,900
Columns	18
Key Features	Customer demographics (Age, Gender, Location, Subscription Status)
	Purchase details (Item Purchased, Category, Purchase Amount, Season, Size, Color)
	Shopping behavior (Discount Applied, Promo Code Used, Previous Purchases, Frequency of Purchases, Review Rating, Shipping Type)
Missing Data	<div>37 values in the Review Rating column</div> <div><pre>... Customer ID 0 Age 0 Gender 0 Item Purchased 0 Category 0 Purchase Amount (USD) 0 Location 0 Size 0 Color 0 Season 0 Review Rating 37 Subscription Status 0 Shipping Type 0 Discount Applied 0 Promo Code Used 0 Previous Purchases 0 Payment Method 0 Frequency of Purchases 0</pre></div>

3. Exploratory Data Analysis using Python

Data preparation and cleaning steps included:

- Data Loading using pandas.

```
[24] df = pd.read_csv("customer_shopping_behavior.csv") Python
```

```
[25] df.head() Python
```

```
...
```

	Customer ID	Age	Gender	Item Purchased	Category	Purchase Amount (USD)	Location	Size	Color	Season
0	1	55	Male	Blouse	Clothing	53	Kentucky	L	Gray	Winter
1	2	19	Male	Sweater	Clothing	64	Maine	L	Maroon	Winter
2	3	50	Male	Jeans	Clothing	73	Massachusetts	S	Maroon	Spring
3	4	21	Male	Sandals	Footwear	90	Rhode Island	M	Maroon	Spring
4	5	45	Male	Blouse	Clothing	49	Oregon	M	Turquoise	Spring

- Initial Exploration using df.info() and describe().

```
>>> df.info() Python
```

```
[6]
```

```
<class 'pandas.core.frame.DataFrame'>  
RangeIndex: 3000 entries, 0 to 2999  
Data columns (total 18 columns):  
#   Column                Non-Null Count  Dtype  
---  ---                -  
0   Customer ID           3000 non-null   int64  
1   Age                   3000 non-null   int64  
2   Gender                3000 non-null   object  
3   Item Purchased        3000 non-null   object  
4   Category              3000 non-null   object  
5   Purchase Amount (USD) 3000 non-null   int64  
6   Location               3000 non-null   object  
7   Size                  3000 non-null   object  
8   Color                 3000 non-null   object  
9   Season                3000 non-null   object  
10  Review Rating         3063 non-null   float64  
11  Subscription Status    3000 non-null   object  
12  Shipping Type          3000 non-null   object  
13  Discount Applied       3000 non-null   object  
14  Promo Code Used        3000 non-null   object  
15  Previous Purchases     3000 non-null   int64  
16  Payment Method         3000 non-null   object  
17  Frequency of Purchases 3000 non-null   object  
dtypes: float64(1), int64(4), object(13)  
memory usage: 548.6+ KB
```

```
df.describe()
```

	Customer ID	Age	Purchase Amount (USD)	Review Rating	Previous Purchases
count	3900.000000	3900.000000	3900.000000	3863.000000	3900.000000
mean	1950.500000	44.068462	59.764359	3.750065	25.351538
std	1125.977353	15.207589	23.685392	0.716983	14.447125
min	1.000000	18.000000	20.000000	2.500000	1.000000
25%	975.750000	31.000000	39.000000	3.100000	13.000000
50%	1950.500000	44.000000	60.000000	3.800000	25.000000
75%	2925.250000	57.000000	81.000000	4.400000	38.000000
max	3900.000000	70.000000	100.000000	5.000000	50.000000

- Missing Data Handling: Imputed missing Review Rating values with median per product category.

```
df.isnull().sum()
```

```
[28]
```

```
Customer ID      0
Age              0
Gender           0
Item Purchased   0
Category         0
Purchase Amount (USD)  0
Location         0
Size            0
Color           0
Season          0
Review Rating    37
Subscription Status  0
Shipping Type    0
Discount Applied  0
Promo Code Used  0
Previous Purchases  0
Payment Method   0
Frequency of Purchases  0
dtype: int64
```

```
#filling missing values
df['Review Rating'] = df.groupby('Category')['Review Rating'].transform(lambda x: x.fillna(x.median()))
```

```
[29]
```

```
df.isnull().sum()
```

```
[30]
```

```
Customer ID      0
Age              0
Gender           0
Item Purchased   0
Category         0
Purchase Amount (USD)  0
Location         0
Size            0
Color           0
Season          0
Review Rating    0
Subscription Status  0
Shipping Type    0
Discount Applied  0
Promo Code Used  0
Previous Purchases  0
Payment Method   0
Frequency of Purchases  0
dtype: int64
```

- Column Standardization: Renamed columns to snake_case.

```
[31]: #All headings in lowercases instead of uppercases
      df.columns = df.columns.str.lower()
      #Add underscore in place of spaces
      df.columns = df.columns.str.lower().str.replace(' ', '_')
      #Change column name of purchase_amount_usd to purchase_amount
      df.rename(columns={'purchase_amount_usd': 'purchase_amount'}, inplace=True)

[32]: df.columns

Out[32]: Index(['customer_id', 'age', 'gender', 'item_purchased', 'category',
              'purchase_amount', 'location', 'size', 'color', 'season',
              'review_rating', 'subscription_status', 'shipping_type',
              'discount_applied', 'promo_code_used', 'previous_purchases',
              'payment_method', 'frequency_of_purchases'],
              dtype='object')
```

- Feature Engineering: Created age_group and purchase_frequency_days.

```

#create a age group column
labels = ['Young Adult', 'Adult', 'Middle Aged', 'Senior citizen']
df['age_group'] = pd.cut(df['age'], 0-4, labels=labels)

df[['age', 'age_group']].head(10)

```

	age	age_group
0	55	Middle Aged
1	19	Young Adult
2	50	Middle Aged
3	21	Young Adult
4	45	Middle Aged
5	46	Middle Aged
6	63	Senior Citizen
7	27	Young Adult
8	26	Young Adult
9	57	Middle Aged

```

frequency_mapping = {
    'fortnightly': 14,
    'weekly': 7,
    'Quarterly': 90,
    'Bi-weekly': 14,
    'Monthly': 30,
    'Every 3 months': 90,
    'Annually': 365
}

df['purchase_frequency_days'] = df['frequency_of_purchases'].map(frequency_mapping)
df[['frequency_of_purchases', 'purchase_frequency_days']].head(10)

```

	frequency_of_purchases	purchase_frequency_days
0	Fortnightly	14.0
1	Fortnightly	14.0
2	Weekly	7.0
3	Weekly	7.0
4	Annually	365.0
5	Weekly	7.0
6	Quarterly	90.0
7	Weekly	7.0
8	Annually	365.0
9	Quarterly	90.0

- Consistency Check: Removed redundant promo_code_used.

```

df[['discount_applied', 'promo_code_used']].head(10)
[36]
...
  discount_applied  promo_code_used
0              Yes              Yes
1              Yes              Yes
2              Yes              Yes
3              Yes              Yes
4              Yes              Yes
5              Yes              Yes
6              Yes              Yes
7              Yes              Yes
8              Yes              Yes
9              Yes              Yes

#check everytime discount applied is yes, promo code used is also yes
((df['discount_applied'] == 'Yes') == (df['promo_code_used'] == 'Yes')).all()
[37]
...
np.True_

#remove promo code used column
df=df.drop('promo_code_used', axis=1)
[38]

df.columns
[39]
...
Index(['customer_id', 'age', 'gender', 'item_purchased', 'category',
      'purchase_amount', 'location', 'size', 'color', 'season',
      'review_rating', 'subscription_status', 'shipping_type',
      'discount_applied', 'previous_purchases', 'payment_method',
      'frequency_of_purchases', 'age_group', 'purchase_frequency_days'],
      dtype='object')

```

- Database Integration: Loaded the cleaned DataFrame into PostgreSQL.

```

$ pip install psycopg2 psycopg2-binary
Requirement already satisfied: psycopg2-binary in /usr/local/lib/python3.10/dist-packages (2.8.11)
Requirement already satisfied: sqlalchemy in /usr/local/lib/python3.10/dist-packages (2.0.24)
Requirement already satisfied: greenlet<4 in /usr/local/lib/python3.10/dist-packages (from sqlalchemy) (3.2.4)
Requirement already satisfied: typing-extensions<4.8 in /usr/local/lib/python3.10/dist-packages (from sqlalchemy) (4.8.0)
Note: you may need to restart the kernel to use updated packages.

from sqlalchemy import create_engine
from sqlalchemy import text

username = "postgres"
password = "postgres@1977"
host = "localhost"
port = "5432"
database = "customer_behavior"

engine = create_engine(
    f"postgresql://{username}:{password}@{host}:{port}/{database}"
)

table_name = "customer_data"
df.to_sql(table_name, engine, if_exists="replace", index=False)

print(f"Dataframe successfully loaded into '{table_name}' in database '{database}'.")

Dataframe successfully loaded into 'customer_data' in database 'customer_behavior'.

```

4. Data Analysis using SQL (Business Transactions)

Key SQL analysis:

1. Revenue by Gender

```
4 SELECT gender , SUM(purchase_amount)
5 FROM customer_data
6 GROUP BY gender
7
```

	gender text	sum numeric
1	Female	75191
2	Male	157890

2. High-Spending Discount Users.

```
9 SELECT customer_id, purchase_amount
10 FROM customer_data
11 WHERE discount_applied = 'Yes'
12 AND purchase_amount >= (
13     SELECT AVG(purchase_amount)
14     FROM customer_data
15 );
```

	customer_id bigint	purchase_amount bigint
1	2	64
2	3	73
3	4	90
4	7	86
5	9	97
6	12	68
7	13	72
8	16	81
9	20	90
10	22	62
11	24	88
12	29	94
13	32	79
14	33	67
15	35	91
16	37	69
17	40	60
18	41	76
19	43	100
20	44	69
21	55	94

Total rows: 839 Query complete 00:00:00.261

3. Top 5 Products by Rating.

```
18 SELECT item_purchased, ROUND(AVG (review_rating:: numeric),2) as "Average product rating"
19 FROM customer_data
20 GROUP BY item_purchased
21 ORDER BY AVG (review_rating) DESC
22 LIMIT 5;
23
```

	customer_id bigint	purchase_amount bigint
1	2	64
2	3	73
3	4	90
4	7	85
5	9	97
6	12	68
7	13	72
8	16	81
9	20	90
10	22	62
11	24	88
12	29	94
13	32	79
14	39	67
15	36	91
16	37	69
17	40	60
18	41	76
19	43	100
20	44	69
21	55	94

Total rows: 839 | Query complete 00:00:00.261

4. Shipping Type Comparison.

```
25 SELECT shipping_type,
26 ROUND(AVG (purchase_amount),2)
27 FROM customer_data
28 WHERE shipping_type in ('Standard','Express')
29 GROUP BY shipping_type
30
```

	shipping_type text	round numeric
1	Standard	58.46
2	Express	60.48

5. Subscribers vs Non-Subscribers.

```
32 SELECT subscription_status,
33 COUNT (customer_id) as total_customers,
34 ROUND (AVG (purchase_amount),2) as avg_spend,
35 ROUND (SUM(purchase_amount),2) as total_revenue
36 FROM customer_data
37 GROUP BY subscription_status
38 ORDER BY total_revenue, avg_spend DESC
39
```

	shipping_type text	round numeric
1	Standard	58.46
2	Express	60.48

6. Discount-Dependent Products

```
41 SELECT item_purchased ,
42 ROUND (SUM(CASE WHEN discount_applied ='yes' THEN 1 ELSE 0 END)/COUNT(*)* 100,2) as discount_rate
43 from customer_data
44 group by item_purchased
45 order by discount_rate DESC
46 limit 5;
```

	shipping_type text	round numeric
1	Standard	58.46
2	Express	60.48

7. Customer Segmentation.

```
48 with customer_type as (
49 select customer_id , previous_purchases,
50 CASE
51 WHEN previous_purchases=1 THEN 'New'
52 WHEN previous_purchases BETWEEN 2 AND 10 THEN 'Returning'
53 ELSE 'Loyal'
54 END AS customer_segment
55 from customer_data
56 )
57 SELECT customer_segment , COUNT (*) AS "Numver of Customers"
58 from customer_type
59 GROUP BY customer_segment
```

	customer_segment text	Numver of Customers bigint
1	Loyal	3116
2	New	83
3	Returning	701

8. Top 3 Products per Category.

```

81 WITH item_counts AS (
82     SELECT
83         category,
84         item_purchased,
85         COUNT(customer_id) AS total_orders,
86         ROW_NUMBER() OVER (
87             PARTITION BY category
88             ORDER BY COUNT(customer_id) DESC
89         ) AS item_rank
90     FROM customer_data
91     GROUP BY category, item_purchased
92 )
93
94 SELECT
95     item_rank,
96     category,
97     item_purchased,
98     total_orders
99 FROM item_counts
100 WHERE item_rank <= 3;
101

```

Item_rank	category	Item_purchased	total_orders
1	Accessori...	Jewelry	171
2	Accessori...	Sunglasses	161
3	Accessori...	Belts	161
4	Clothing	Blouses	171
5	Clothing	Pants	171
6	Clothing	Shirts	169
7	Footwear	Sandals	160
8	Footwear	Shoes	159
9	Footwear	Sneakers	145
10	Outerwear	Jackets	163

Total rows: 11 Query complete 00:00:00.128

9. Repeat Buyers and Subscription Likelihood.

```










83 SELECT subscription_status,
84     COUNT(customer_id) as repeat_buyers
85 from customer_data
86 Where previous_purchases > 5
87 group by subscription_status
88

```

subscription_status	repeat_buyers
No	2518
Yes	958

10. Revenue by Age Group

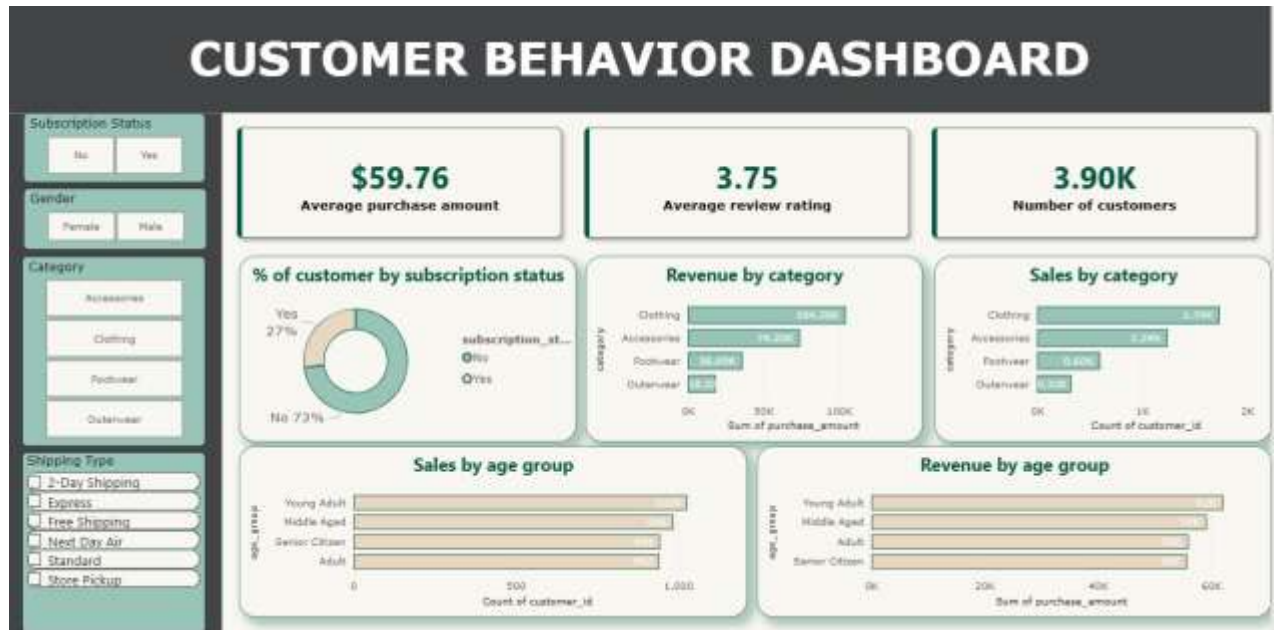
```
90 select age_group,  
91 SUM(purchase_amount) as total_revenue  
92 from customer_data  
93 group by age_group  
94 order by total_revenue desc;
```

Data Output			Messages	Notifications
         SQL				
	age_group text	total_revenue numeric		
1	Young Adult	62143		
2	Middle Aged	59197		
3	Adult	55978		
4	Senior Citiz...	55763		

5. Dashboard in Power BI

Interactive visuals displayed:

- Customer demographics
- Revenue patterns
- Purchase category trends
- Subscription impacts
- Seasonal behavior insights



6. Business Recommendations

- Boost Subscriptions with exclusive perks.
- Implement Customer Loyalty Programs.
- Review Discount Policies for margin protection.
- Highlight top-rated products.
- Target high-value age groups and express-shipping users.