

ENIAC

To discount or not to discount?

Agenda

- Disclaimer
- Two Opposing Opinions
- The Big Picture
- A Look into Categories, Brands, and Products
- Conclusion

Disclaimer:

Products table: starting with **19.325** rows. Due to duplicates, NaN values and price format problems à **9.940** rows left. Also the column “promo_price” has been dropped because of around 90% of corrupted data in it. **Data used: 52%**

Orderlines table: starting with **293.983** rows. Due to 2 dot problem and 3 digits after decimal point, and known skus and status “completed” **54.301** rows left. **Data used: 18%**

Orders table: starting with **226.908** rows. Due to NaN values, 2 dot and 3 digits problem, keeping only known skus, and status “completed” down to **41.685** rows. **Data used: 18%**

Two Opposing Opinions

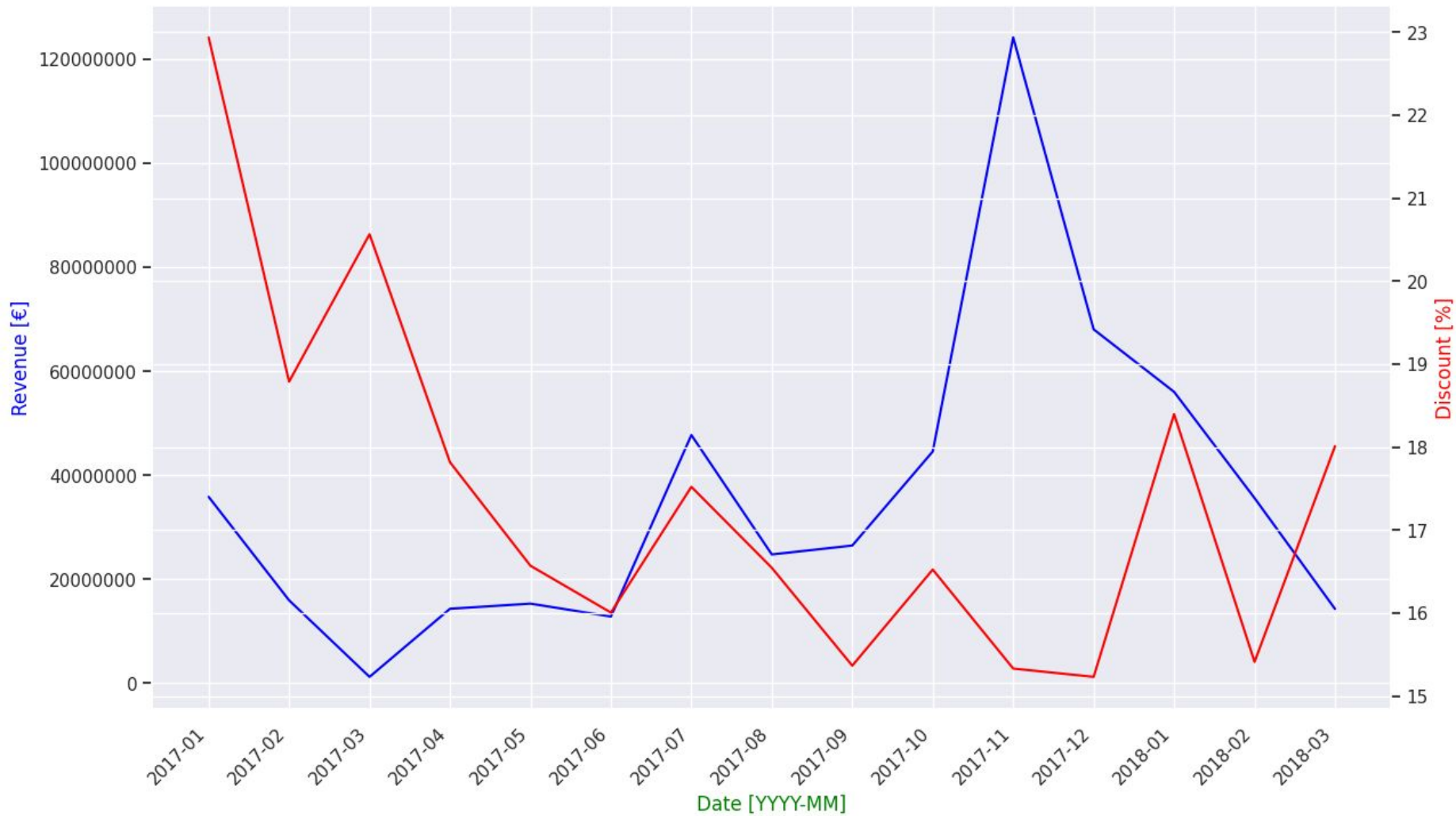
Marketing Lead

- discounts are beneficial

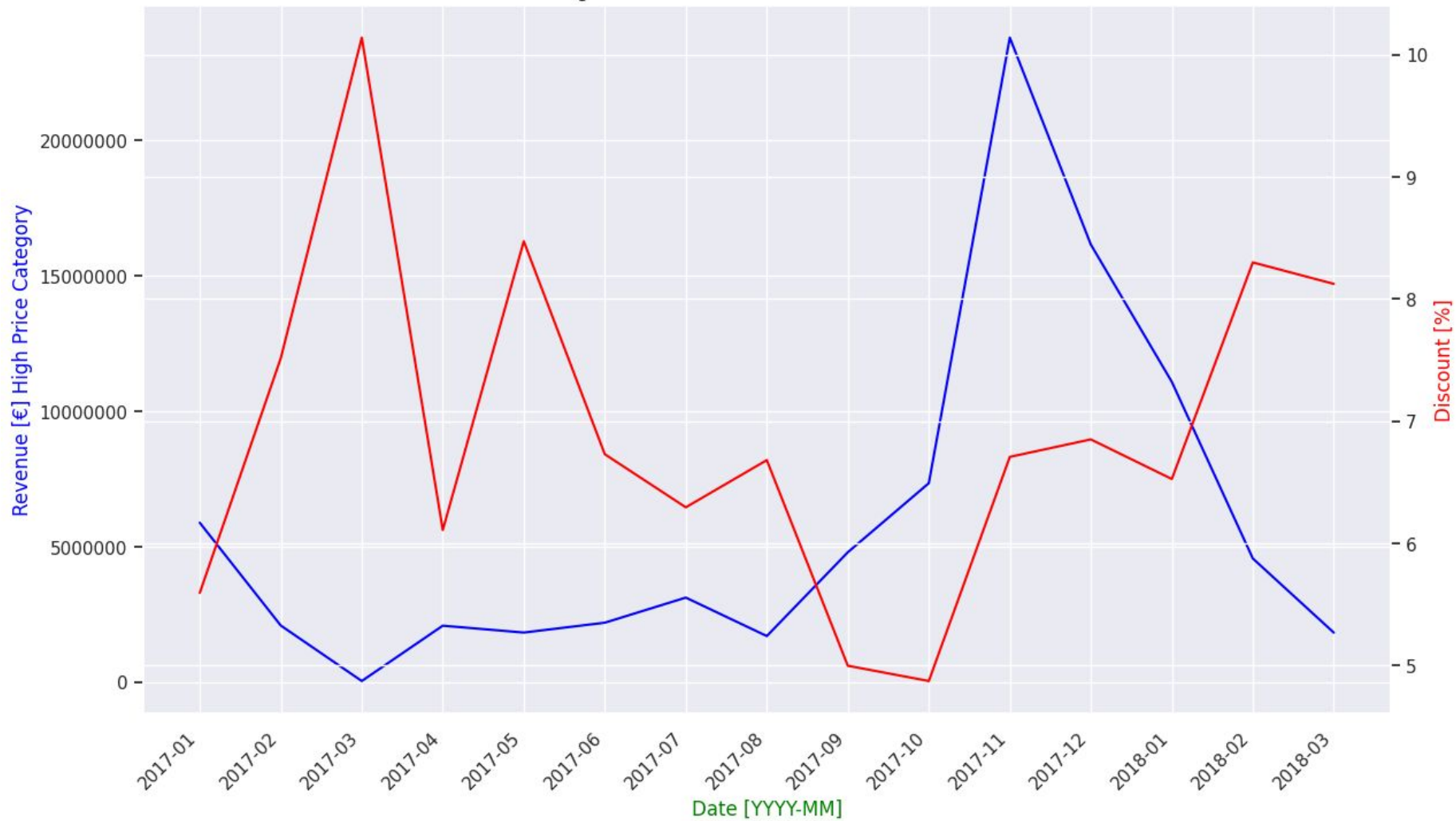
Main Investors

- increase in orders, but decrease in revenue

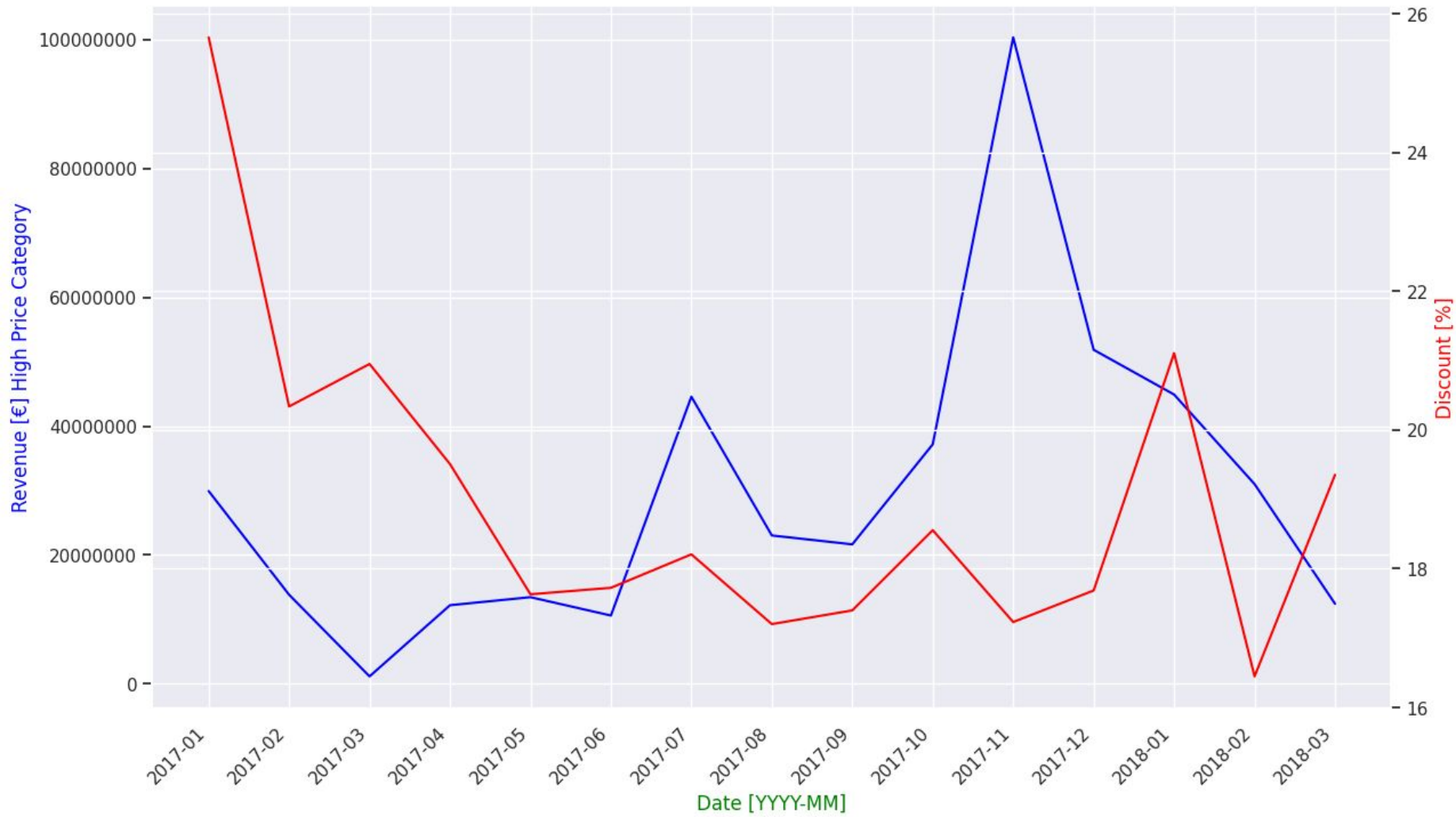
Total Revenue and Discount over Time



High Price Revenue and Discount over Time



Low Price Revenue and Discount over Time



Rev. (of Cat. "Sleeve Cases") and Disc. over Time



Rev. (of Brand "Pack") and Disc. over Time



Conclusion : Two Opposing Opinions

Marketing Lead

- discounts are beneficial
→ not in general only in certain cases (low price products, 5 out 30 categories, bundles (Pack))

Main Investors

- increase in orders, but decrease in revenue
→ no decrease in revenue due to discounts
→ high price quality products have low discounts
→ only low price products are heavily discounted

Recommendation

- data on customers (satisfaction and retention)
- data on the purchase prices

Conclusion : Two Opposing Opinions

Marketing Lead

- discounts are beneficial
→ not in general only in certain cases (low price products, 5 out 30 categories, bundles (Pack))

Main Investors

- increase in orders, but decrease in revenue
→ no decrease in revenue due to discounts
→ high price quality products have low discounts
→ only low price products are heavily discounted

Recommendation

- data on customers (satisfaction and retention)
- data on the purchase prices



Thank you very much!



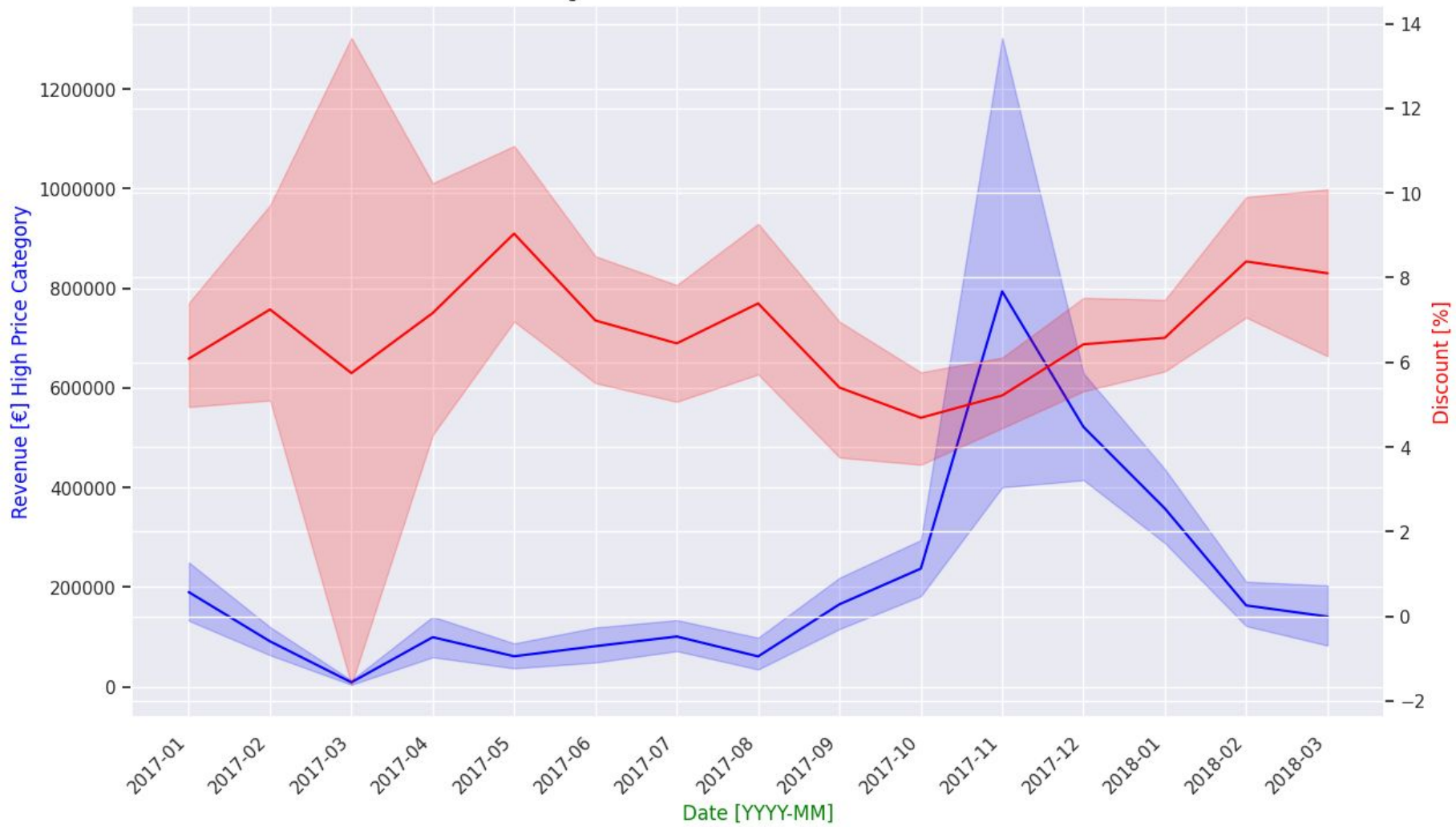
I'm also deeply
indebted to
my teammates



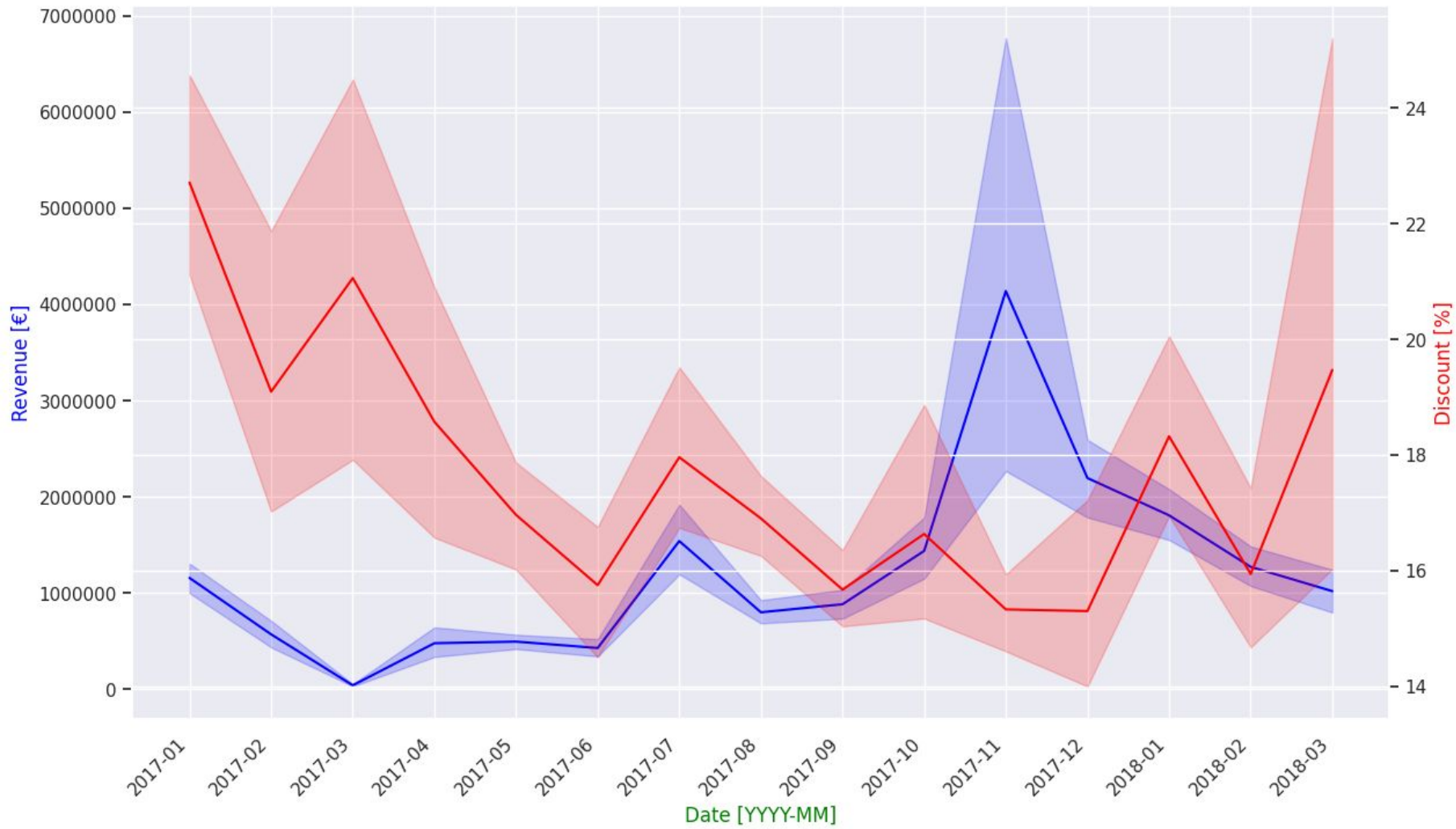
Dolphin
Wolverine
&
Giraffe

Appendix

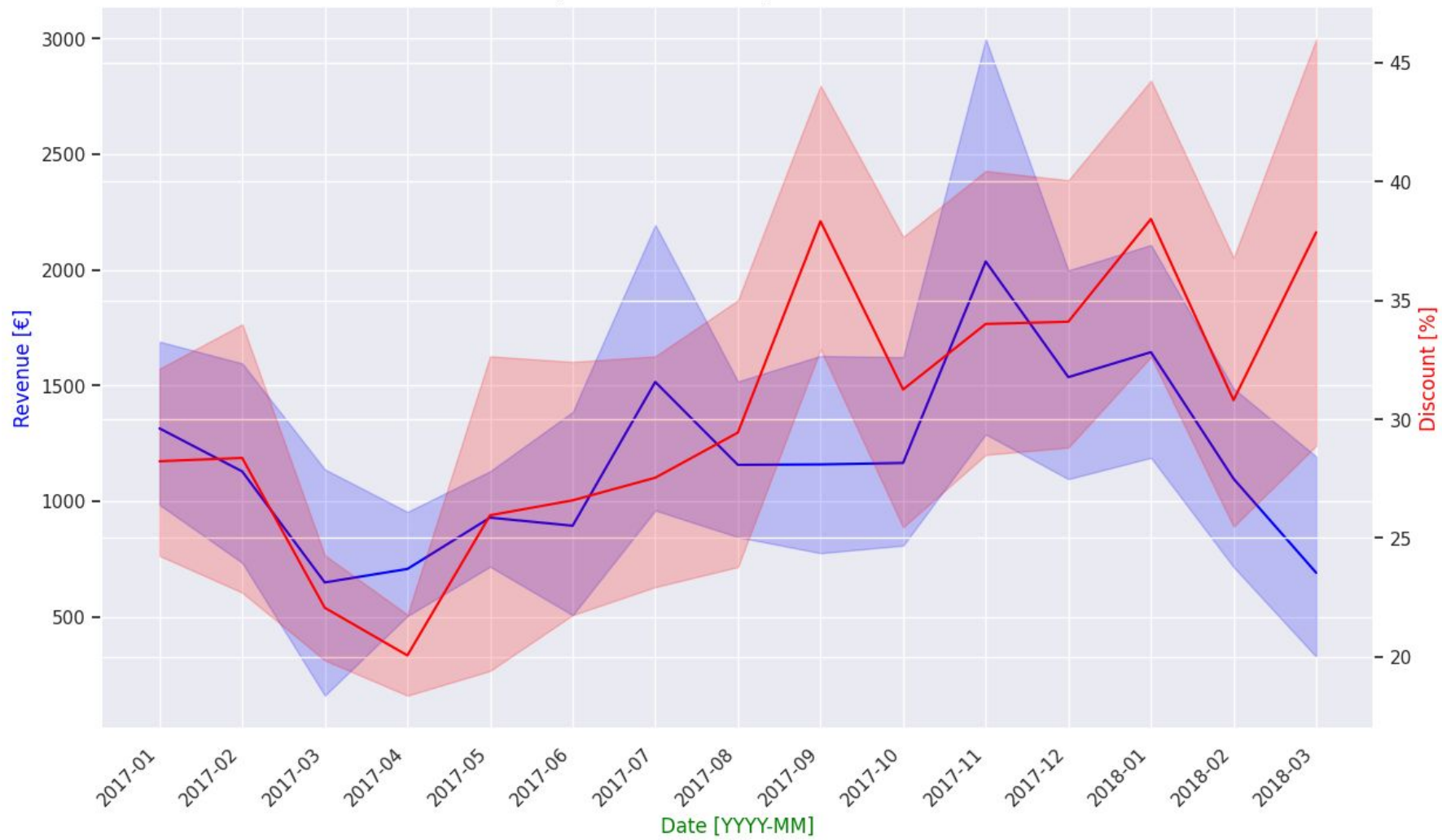
High Price Revenue and Discount over Time



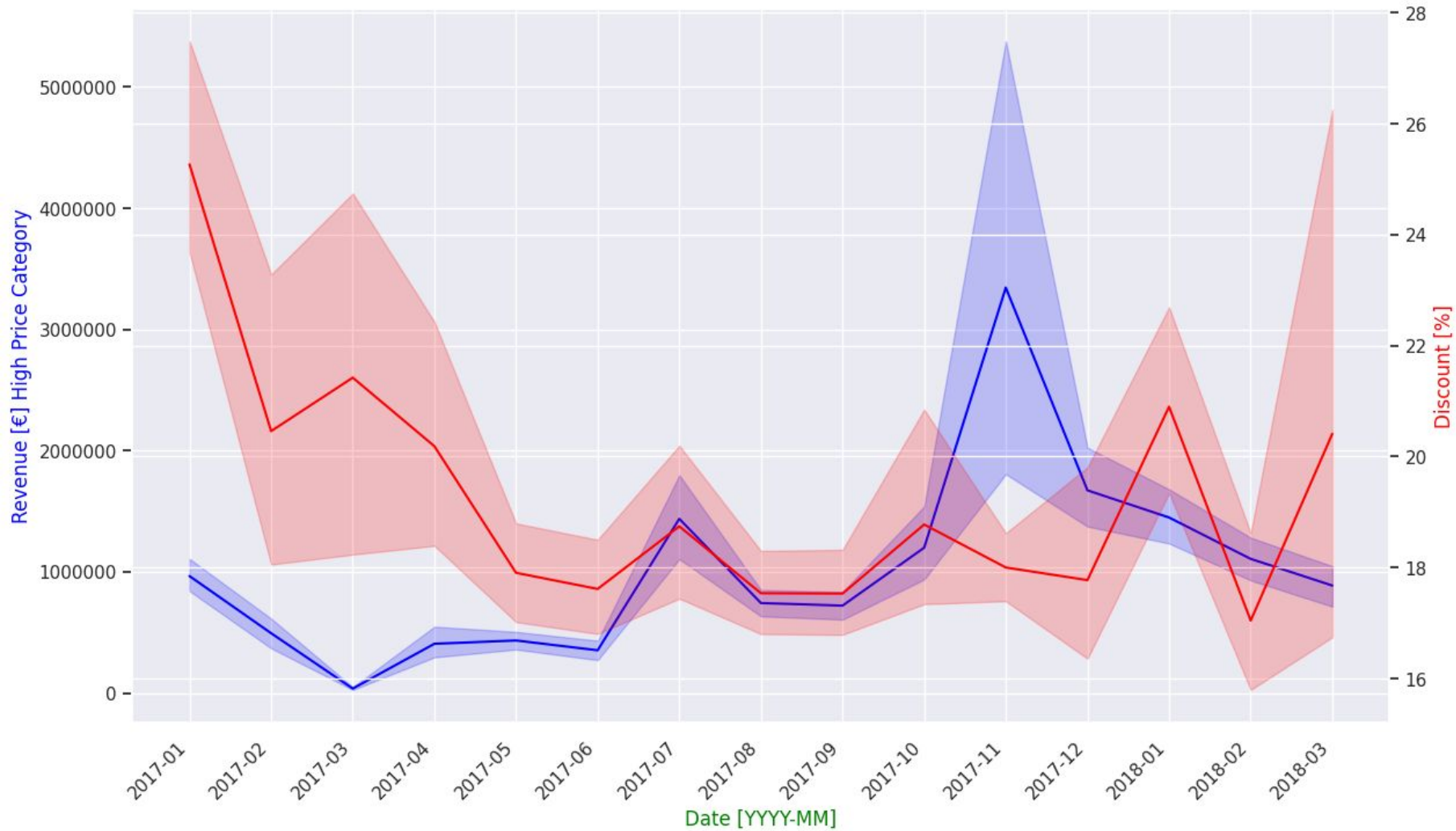
Total Revenue and Discount over Time



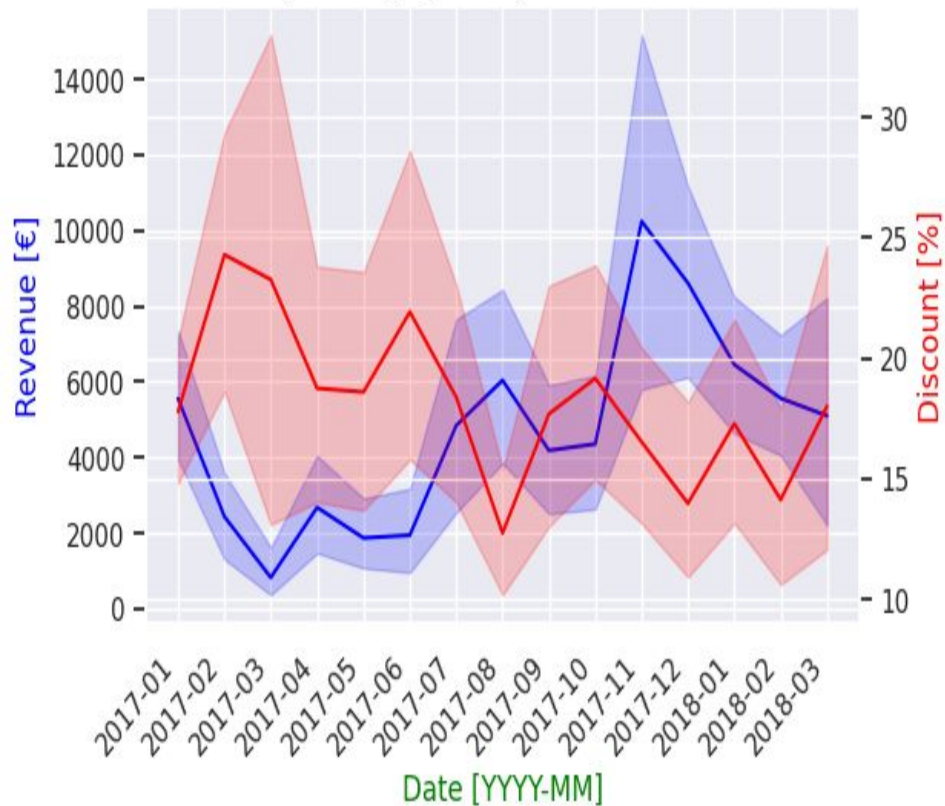
Rev. (of Cat. Sleeve Cases) and Disc. over Time



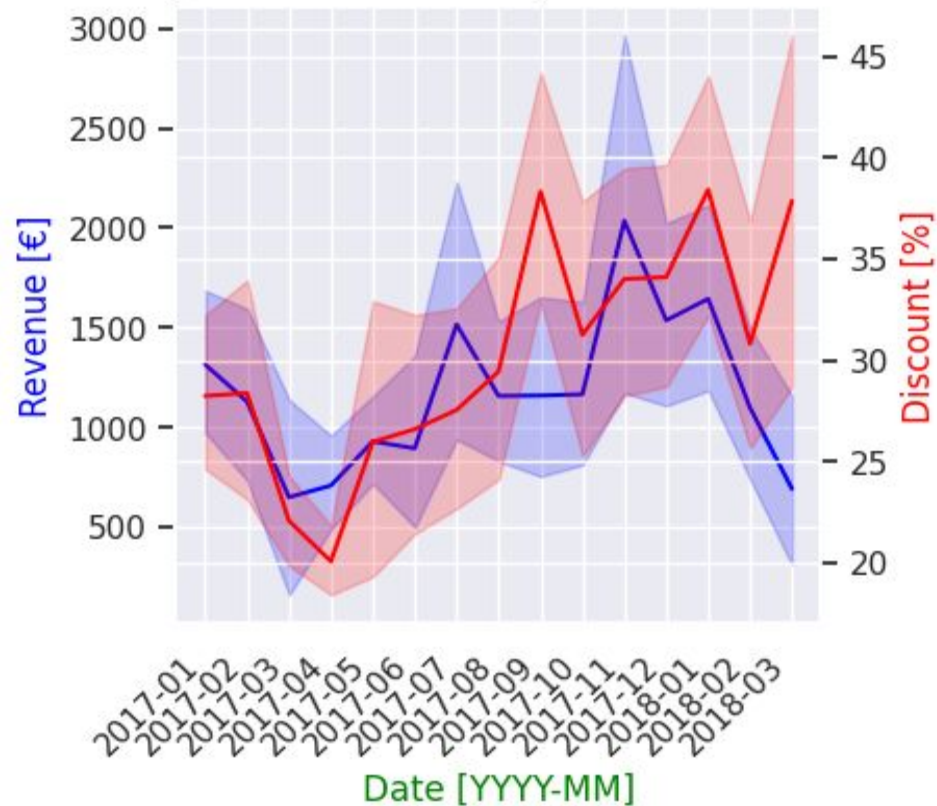
Low Price Revenue and Discount over Time



Revenue (of Category Cable) and Discount over Time



Rev. (of Cat. Sleeve Cases) and Disc. over Time



How should products be classified into categories to simplify reports and analysis?

- on the basis of the column “type”
- but also did price categories

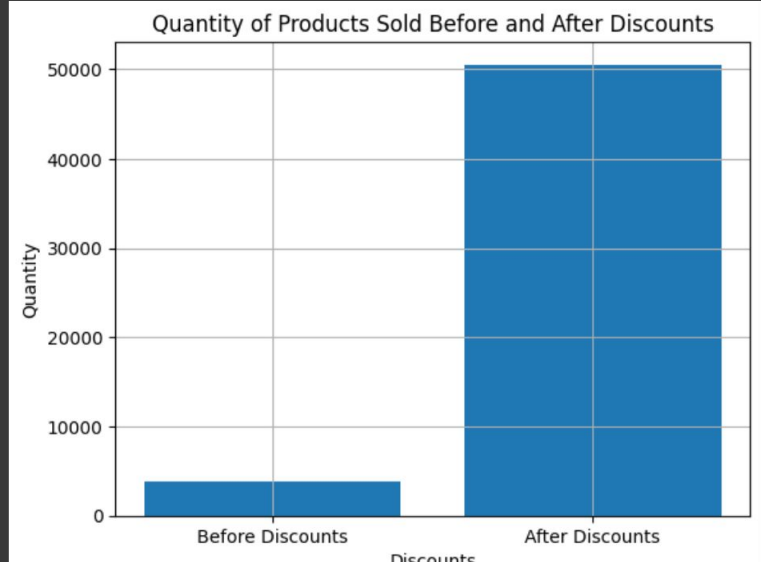
How many products are being discounted?

Nursah bar chart

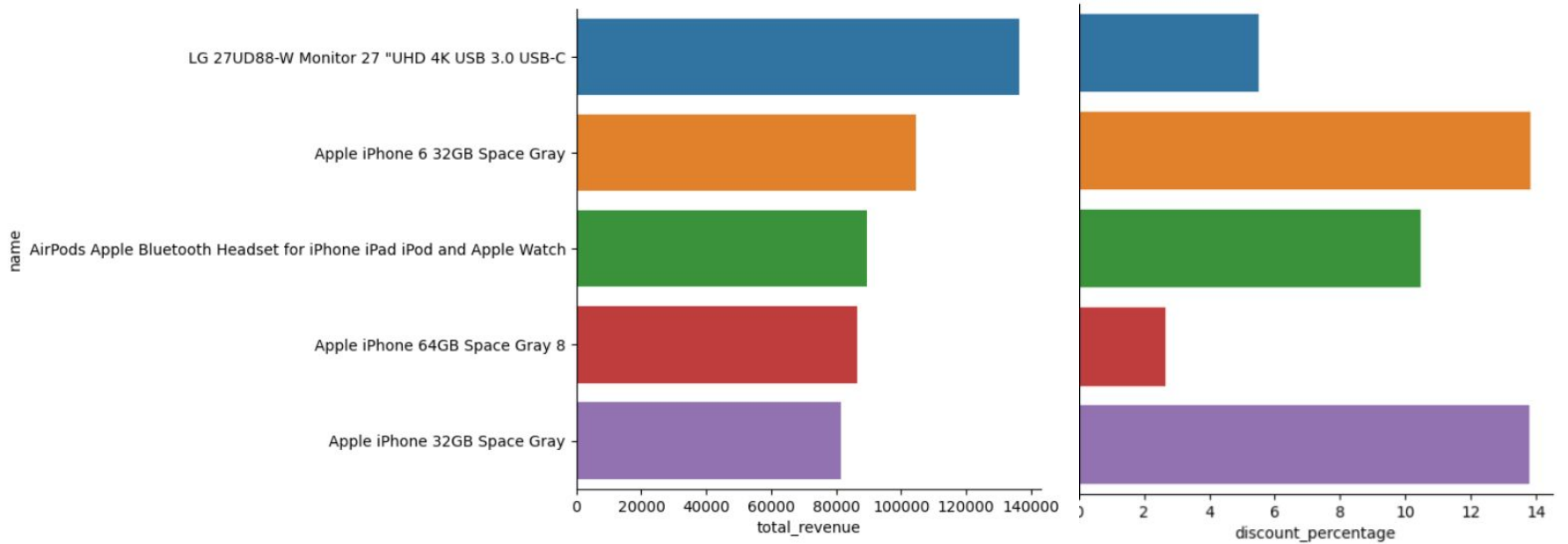
(here it says 50k products are discounted, but we only have 9940 different products)
it is orders with discounted products
we also need the absolut figures here
count “product_quantity” for products sold



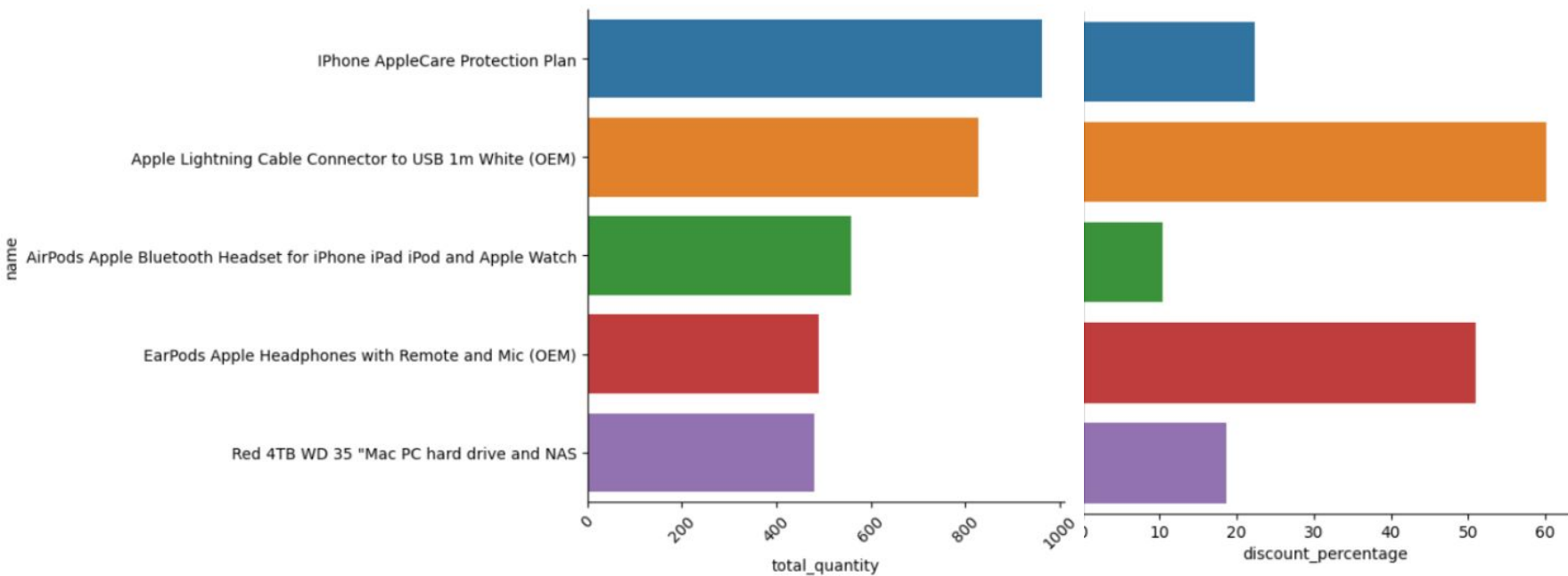
```
1 import matplotlib.pyplot as plt
2
3 # Calculate the total quantity of products sold before and after discounts
4 before_discounts = p_ol_o[p_ol_o['discount'] <= 0]['sku'].count()
5 after_discounts = p_ol_o[p_ol_o['discount'] > 0]['sku'].count()
6
7 # Create a bar chart to compare the quantities
8 quantities = [before_discounts, after_discounts]
9 labels = ['Before Discounts', 'After Discounts']
10
11 plt.bar(labels, quantities)
12 plt.title('Quantity of Products Sold Before and After Discounts')
13 plt.xlabel('Discounts')
14 plt.ylabel('Quantity')
15 plt.grid(True)
16 plt.show()
17
```



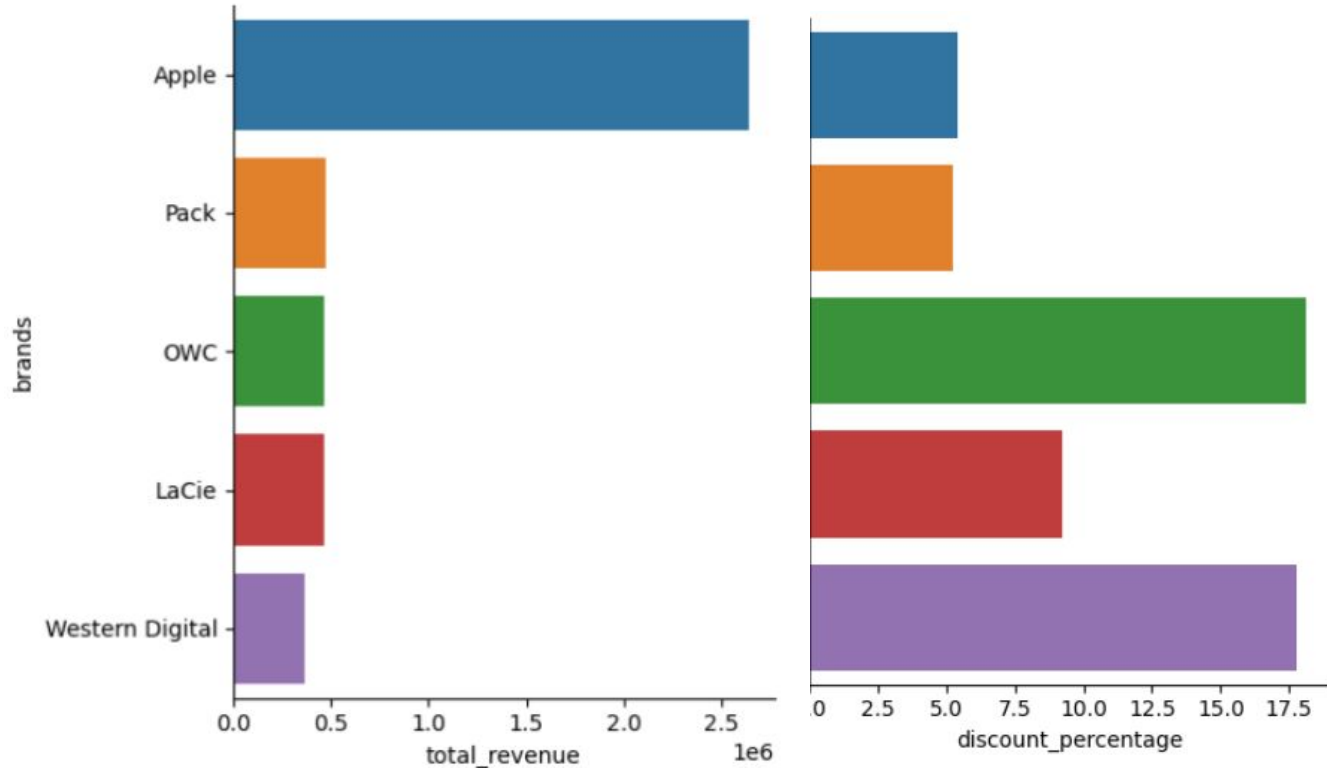
top selling products per revenue



products by quantity*



highest selling brands and their percentage of discount



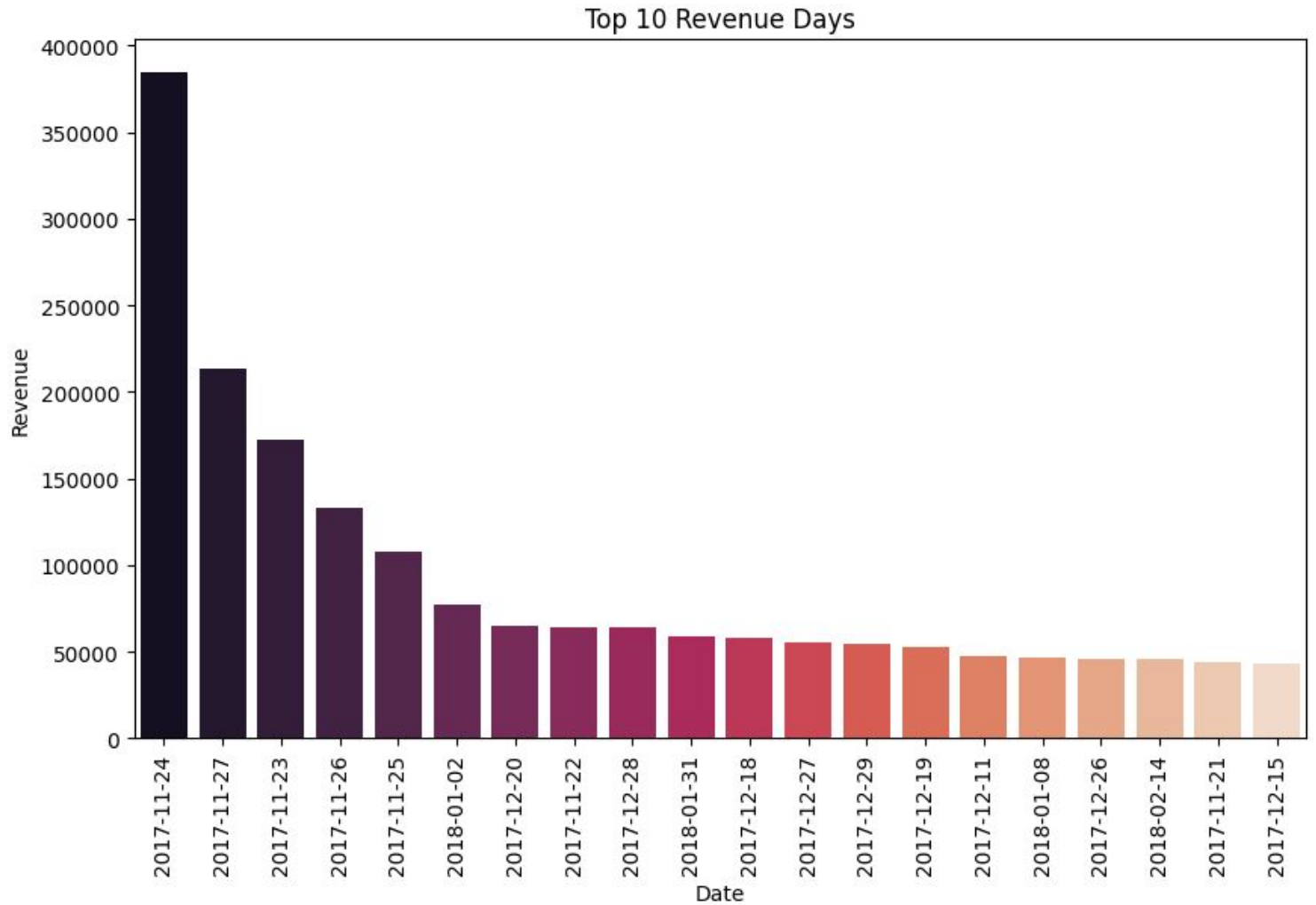
Discounts over price categories

work in progress

How big are the offered discounts as a percentage of the product price?

- average over all prices and categories
- (perhaps the also on a product / categories level) Jenny

How do se
Friday) aff
Nursah bar ch



Explore if discounts work:

- during specific times,
- for certain product categories
- at particular price points
- if they are effective for specific brands ← make a calculation based on Jenny's calculations with the revenue of products and categories against the percentage of discount for the top 5 / 10 products categories