

## Customer Shopping Behavior Analysis

### 1. Project Objective :

This project Analyses custom or shopping behavior using transactional data of purchases across the variety of category . The goal is to uncover the insights related to customer segmentation , product preferences , subscription behavior, spending patterns to boost business decision .

### 2. Dataset summary :

Rows : 3,900

Columns : 19

Data Structure :

- Customer demographics : customer\_id,age,gender,location,subscription status
- Purchase details : item\_purchased,category,purchase\_amount,season,color,size
- Shopping details : review\_rating ,shipping\_type,discount\_applied, previous\_purchase,payment\_method,frequency\_of\_purchase,age\_group.

### 3. Exploratory Data Analysis :

- Data Loading : Imported the dataset using *Pandas*.
- Initial Exploration :
  - Used `df.head(10)` to get the preview of the data .
  - Used `df.info()` to study the structure & `df.describe()` for summary analysis
- Missing Data Handling :  
Checked the null values within each column and if found imputed with the best fitted measures of central tendency .  
So, found null values in review rating and replaced it with the median n value of each product category.
- Column Standardization :  
Rename column\_name in snake\_case for better readability.
- Feature Engineering :  
`age_group` : Created `age_group` column by binning customer age column.
- Data Consistency check :  
`Discount_Applied` & `promo_code` giving the same information , so being redundant removed the `promo_code` column.

#### 4. Data Analysis Using SQL :

Performed structured analysis using MySQL

- **Total revenue gender wise :**

Query :

```
select gender,sum(purchase_amount) total_revenue  
from customer  
group by gender;
```

gender	total_revenue
Male	157890
Female	75191

- **High Spending customers after using discounts**

Query:

```
select customer_id  
from customer  
where discount_applied ="Yes" and purchase_amount > (select avg(purchase_amount)  
from customer);
```

customer_id	purchase_amount
2	64
3	73
4	90
7	85
9	97
12	68

- **Top 5 products with highest average review rating**

Query :

```
select item_purchased as product , round(avg(review_rating),2)  
from customer  
group by item_purchased  
order by avg(review_rating) desc  
limit 5;
```

product	round(avg(review_rating),2)
Sandals	3.82
Boots	3.79
Gloves	3.78
Hat	3.78
Handbag	3.78

- The shipping courier which is used most ?

Query:

```
select shipping_type , avg(purchase_amount)
from customer
where shipping_type in ('Express','Standard')
group by shipping_type;
```

shipping_type	avg(purchase_amount)
Express	60.4752
Standard	58.4602

- subscribers and non-subscribers :

Query:

```
select subscription_status ,count(customer_id) total_customer ,avg(purchase_amount)
average_spend ,sum(purchase_amount) total_revenue
from customer
group by subscription_status;
```

	subscription_status	total_customer	average_spend	total_revenue
▶	Yes	1053	59.4919	62645
	No	2847	59.8651	170436

- Top products having the highest percentage of purchases with discounts applied.

Query :

```
select item_purchased,sum(case when discount_applied='Yes' then 1 else 0 end
)/count(*)*100 as discount_rate
from customer
group by item_purchased
order by discount_rate desc
limit 5;
```

	item_purchased	discount_rate
▶	Hat	50.0000
	Sneakers	49.655
	Coat	49.0683
	Sweater	48.1707
	Pants	47.3684

- **Customer Segmentation :**

Query :

```
select t.customer_type ,count(t.customer_id)
from (select customer_id ,case when previous_purchases=1 then "new"
                                when previous_purchases between 2 and 10 then "returning"
                                else "loyal"
                                end as customer_type
      from customer ) as t
group by t.customer_type ;
```

customer_type	count(t.customer_id)
loyal	3116
returning	701
new	83

- **Top 3 most purchased products within each category**

Query :

```
with view as (select category , item_purchased , row_number() over(partition by category
order by count(customer_id) desc) ranking
from customer
group by category ,item_purchased)
```

```
select category , item_purchased ,ranking
from view
where ranking <=3;
```

	category	item_purchased	ranking
▶	Accessories	Jewelry	1
	Accessories	Sunglasses	2
	Accessories	Belt	3
	Clothing	Blouse	1
	Clothing	Pants	2
	Clothing	Shirt	3
	Footwear	Sandals	1
	Footwear	Shoes	2
	Footwear	Sneakers	3
	Outerwear	Jacket	1
	Outerwear	Coat	2

- Are Repeated buyers subscribers ?

Query :

```
select subscription_status,count(customer_id) as repeat_buyers
from customer
where previous_purchases >5
group by subscription_status;
```

subscription_status	repeat_buyers
Yes	958
No	2518

- Revenue contribution of each age group

Query :

```
select age_grp ,sum(purchase_amount) as revenue
from customer
group by age_grp
order by revenue desc;
```

age_grp	revenue
Young-adult	62143
Middle-aged	59197
adult	55978
Senior	55763

## PowerBia Dashboard :



**Business Recomendation :**

- Increase Subscriber count by offering offer and benefit .
- Invest more in the most used Shipping type .
- Focus more on high revenue making age groups.
- Reward to repeated buyers so that they convert to loyal buyers.
- Use Top & best selling products for marketing campaign .