

# E-retail factors for customer activation and retention

Submitted by:

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#### **ACKNOWLEDGMENT**

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I respect and thank Sajid Choudhary Sir, for giving me an opportunity to do the project work in Data Analytics and providing us all support and guidance which made me complete the project on time . I am extremely grateful to him for providing such a nice support and guidance though he had busy schedule managing the company affairs.

I have also referred to various articles in Towards Data Science and Kaggle to obtain codes on various visualisation methods.

## **INTRODUCTION**

## Business Problem Framing

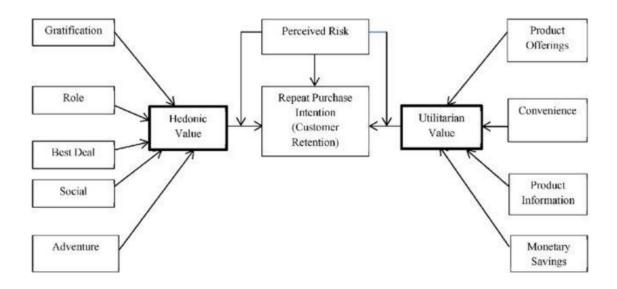
Customer satisfaction has emerged as one of the most important factors that guarantee the success of online store, hence analysing the extend to which the factors that leads to customer retention becomes significant

## Conceptual Background of the Domain Problem

Online shoppings customer retention becomes significant for the store and data needs to be taken from the sample pool of customers and analyse the factors that influenced them in choosing a website

#### Review of Literature

Research has been done on a dataset which contains various parameters that can cause the success of a online store. Extensive research has been done on various parameters such as:



# Motivation for the Problem Undertaken

The objective of the projects was in understanding what all parameter can make an online store more efficient. It has been fascinating to understand the parameters like offers, as to how much less significance it can have. The domain is interesting as the current market is online. Hence through this analysis, any online store could be made better

## **Analytical Problem Framing**

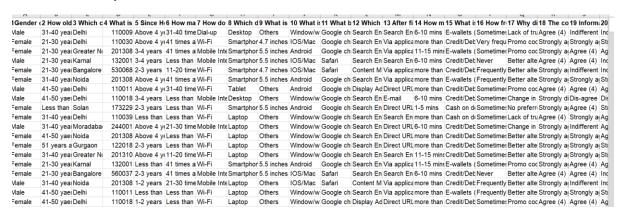
## Mathematical/ Analytical Modeling of the Problem

Visualisation of various factors have been done through matplotlib and seaborn

### Data Sources and their formats

Data set was in CSV format, it needs to be cleaned(columns mainly)

The columns contain the factors which can potentially affect the customer retention, where the factors contain how strongly the respondents agree to the factor in hand. Also some columns contains respondents analysis as to which website has performed the best in the factor



## Data Preprocessing Done

A. Encoding of the data done allowing the easy usage of the data

B.Column names we cleaned

## Data Inputs- Logic- Output Relationships

Data input and output are both categorical. The input is all the columns which are the factors and the output/label is the website that the respondent will refer a friend to

# • the set of assumptions (if any) related to the problem under consideration

The assumption taken here are that the respondent has knowledge about Amazon, Flipkart, Snapdeal, Paytm and Myntra

# • Hardware and Software Requirements and Tools Used

Hardware: PC Windows 10

Software: Jupyter notebook, Panda library, numpy library, Matplotlib library,

Seaborn library

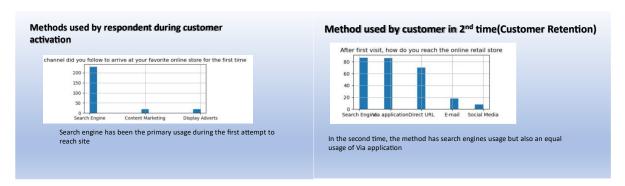
# **Model/s Development and Evaluation**

# Identification of possible problem-solving approaches (methods)

The factors need to be found which can impact the customer retention capacity. This can be done by analysing the various factors and the store the respondent prefers. This will be done by checking each of the factors impacts the respondents decision making.

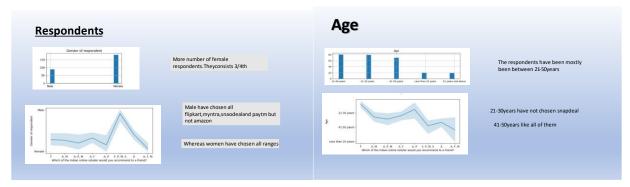
#### Visualizations

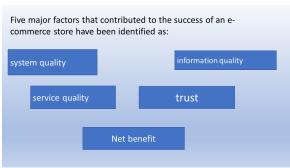
## **Customer activation**





# **Respondents**

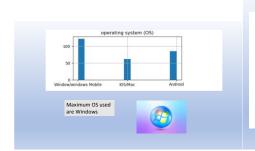




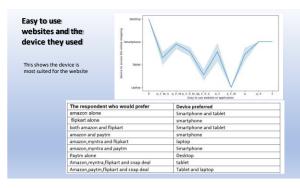
# **System quality**



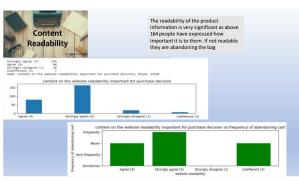


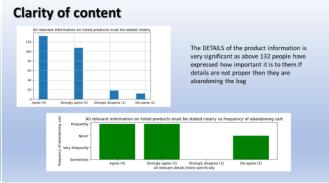


| The respondent<br>who would prefer | Device used           | mobile device<br>screen size | os          |
|------------------------------------|-----------------------|------------------------------|-------------|
| amazon alone                       | smartphone            | 4.7 inches                   | windows/IOS |
| flipkart alone                     | Smartphone and tablet | not 4.7 inches/5.5 inches    | windows     |
| both amazon and<br>flipkart        | tablet                | 4.7 inches                   | IOS         |
| both amazon and<br>myntra          | tablet                | 4.7 inches                   | IOS         |
| amazon and paytm                   | smartphone            | 5.5 inches                   | android     |
| amazon, myntra and<br>flipkart     | laptop                | not 4.7 inches/5.5 inches    | Windows     |
| amazon, myntra and<br>paytm        | smartphone            | 5.5 inches                   | android     |

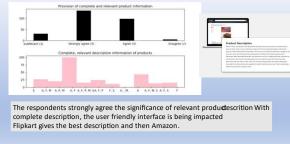


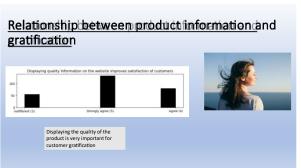
# **Information Quality**

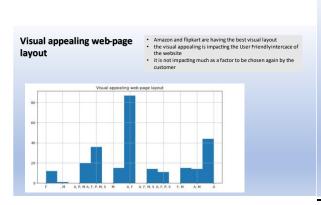


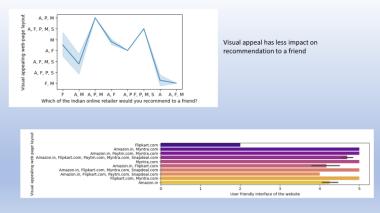




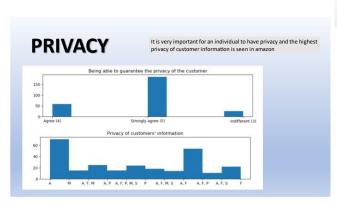


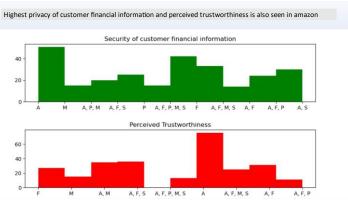




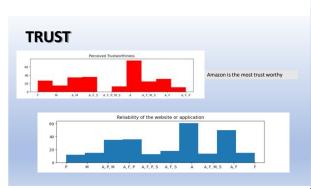


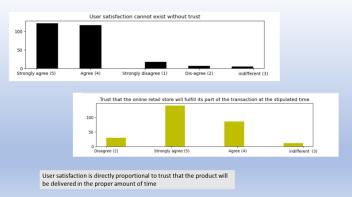
# **SERVICE QUALITY**



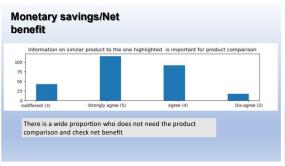


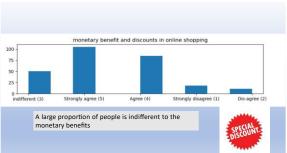
## **TRUST**





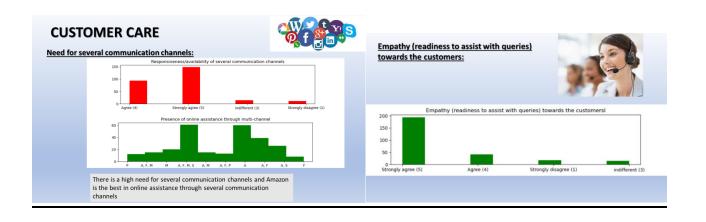
# **Monetary savings/Net benefit**





# Access to loyalty programs





#### Interpretation from the visualisation done are:

- 1. Search engine has been the primary usage during the first attempt to reach site
- 2. In the second time, the method has search engines usage but also an equal usage of Via application
- 3. Maximum people and the highest frequency of dropping the bag is because of Better alternative
- 4. More number of female respondents. They consists 3/4th
- 5. Male have chosen all flipkart, myntra, snaodeal and paytm but not amazon
- 6. Whereas women have chosen all ranges
- 7. The respondents have been mostly been between 21-50 years
- 8. 21-30years have not chosen snapdeal
- 9. 41-50 years like all of them
- 10. Largest number of online shopping done through Smartphone and least through tablet
- 11. Others is highest with 134 respondents for the device size
- 12. Maximum OS used are Windows

| The respondent who would prefer | Device used           | mobile device screen size | OS          |
|---------------------------------|-----------------------|---------------------------|-------------|
| amazon alone                    | smartphone            | 4.7 inches                | windows/IOS |
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13.

| The respondent who would prefer      | Device preferred      |  |
|--------------------------------------|-----------------------|--|
| amazon alone                         | Smartphone and tablet |  |
| flipkart alone                       | smartphone            |  |
| both amazon and flipkart             | Smartphone and tablet |  |
| amazon and paytm                     | smartphone            |  |
| amazon,myntra and flipkart           | laptop                |  |
| amazon,myntra and paytm              | Smartphone            |  |
| Paytm alone                          | Desktop               |  |
| Amazon,myntra,flipkart and snap deal | tablet                |  |
| Amazon,paytm,flipkart and snap deal  | Tablet and laptop     |  |

14.

15. The readability of the product information is very significant as above 164 people have expressed how important it is to them. If not readable they are abandoning the bag

- 16. The DETAILS of the product information is very significant as above 132 people have expressed how important it is to them. If details are not proper then they are abandoning the bag
- 17. The respondents strongly agree the significance of relevant product descrition With complete description, the user friendly interface is being impacted
- 18. Flipkart gives the best description and then Amazon.
- 19. Displaying the quality of the product is very important for customer gratification
- 20. Amazon and flipkart are having the best visual layout
- 21. the visual appealing is impacting the User Friendly intercace of the websiteit is not impacting much as a factor to be chosen again by the customer
- 22. It is very important for an individual to have privacy and the highest privacy of customer information is seen in amazon
- 23. Highest privacy of customer financial information and perceived trustworthiness is also seen in amazon
- 24. Amazon is the most trust worthy
- 25. User satisfaction is directly proportional to trust that the product will be delivered in the proper amount of time
- 26. There is a wide proportion who does not need the product comparison and check net benefit
- 27. A large proportion of people is indifferent to the monetary benefits
- 28. A large section is indifferent to loyalty programmes
- 29. There is a large section of respondents who are indifferent about shopping online and also many who strongly disagree that enjoyment is not present in shopping online
- 30. Return and replacement is very important for shopping online
- 31. Customers derive satisfaction only when the website quality is good
- 32. Displaying the quality of the product is very important for customer gratification
- 33. Mostly people dont get affected emotionally by which online store they buy from as they have no much attachment to it
- 34. Mostly people dont get affected emotionally by which online store they buy from as they have no much attachment to it
- 35. There is ease in patronizing a retailer
- 36. It is not an accepted idea among respondent, That online shopping increases the social status of the people are indifferent to it

- 37. Eventhough some respondents respond they come into the website for adventure in some small sense. But There is also a large number of respondent were indifferent to it
- 38. the largest section of respondent strongly agree or agree that user friendly websites impacts in taking decisions
- 39. Amazon ,flipkart,paytm and myntra all are easy to use websites
- 40. Amazon takes most amount of time to get logged in due to promotions and sales
- 41. Loading speed of amazon is fastest
- 42. Longest time in displaying graphics and photos is amazon and flipkart
- 43. Prices are declared late the most is myntra
- 44. Flexibility is very important factor for decision making
- 45. Amazon is the quickest for transactions
- 46. Delivery speed is highest for Amazon
- 47. It is very significant to show similar products descriptions as more than 70% have agreed to it
- 48. Eventhough a large group of people are drawn towards online shopping through discounts and loyalty shopping, a large group of people are indifferent to it

# • Interpretation of the Results

The Customer retention depends on all the factors largely other than

- a. Status increase through online shopping
- b.discounts/offers and loyalty programmes
- c.Adventure

#### **CONCLUSION**

## Key Findings and Conclusions of the Study

a. The customer rentention imporvment should be focussed on the hedonic ad utilitarian factors (other than adventure) i.e.

| Hedonic values  | Utilitarian values    |
|-----------------|-----------------------|
| 1.gratification | 1.Product offering    |
| 2.role          | 2.convience           |
| 3.best deal     | 3.product information |

b. Also the success of the online store depends on:

- i. system quality
- ii. service quality
- iii. Net benefit
- iv. information quality
- v. trust

# • Learning Outcomes of the Study in respect of Data Science

Matplotlib and Seaborn helped in making the vast data into more understandable and hence helping a person to analyse the data