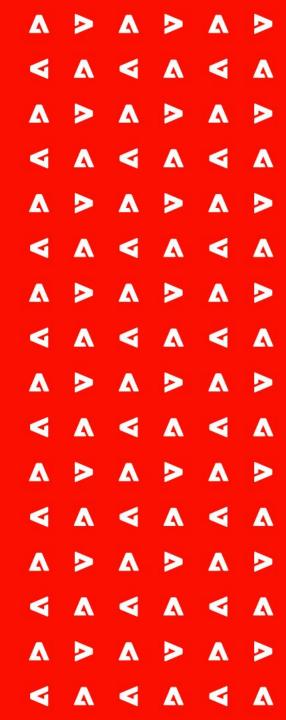


## **Adobe Analytics Challenge 2021**

**Team Name: Insight Finders** 

Team Members: Althaf Nazar, Nohan Joemon, Sreejith N

**Mentor: Lokesh Kumar** 



## **Outline**

- Understanding Business Objectives
- Indicators of subsequent purchases
- How to increase average cart value?
- Purchase flow mobile vs non mobile
- Analyzing guests with abandoned carts
- Customer segmentation
- Customer analysis
- Seasonality analysis
- Hour of the day analysis
- Some valuable observations



# **Understanding Business Objectives**

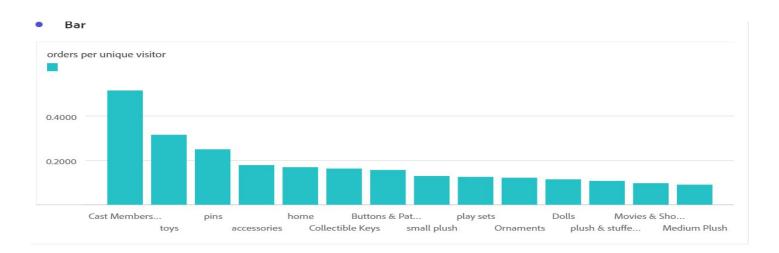
- Maximize earnings and cash flow
- Allocate capital toward growth initiatives that will drive long-term shareholder value.
- Improve Customer Retention
- Managing Costs Effectively
- Providing a Unique Customer Experience
- Increasing the Number of Loyal Customers
- Making the Interface More Responsive.
- Reach New Customers
- Acquire and Hold the Place in the Market

# Indicators of Subsequent Purchases

Consider a person who made his first purchase in a period, the chance of a subsequent purchase mainly depend on 2 things.

### The category of product ordered:

- The product may be addictive in nature, in which case there is a high chance of subsequent purchase. Else if it is some products like electronic devices they may not comeback.
- From graph given below some products have higher order per unique visitor because they are ordered more than once by a user or product has very high conversion rate

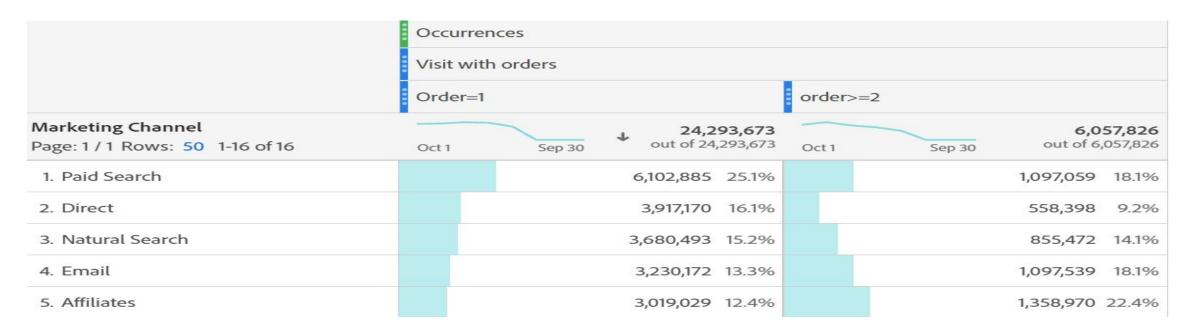


#### Recommendations:

For products that are sequentially ordered find an average duration for consumption and send reminders after that period via any marketing channel that the user is most likely to see.

### ❖ The behaviour of the purchaser:

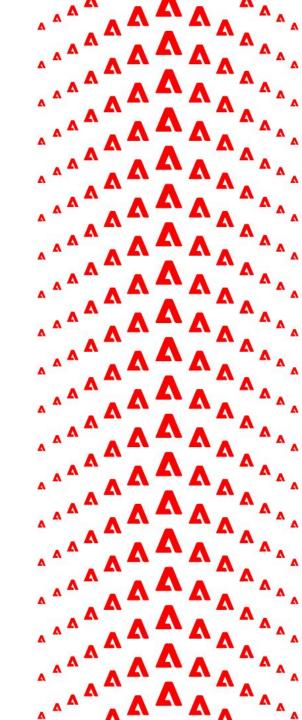
The kind of marketing channel that the purchaser adopts while entering into the website also affects the chances of subsequent purchases.



#### Recommendations:

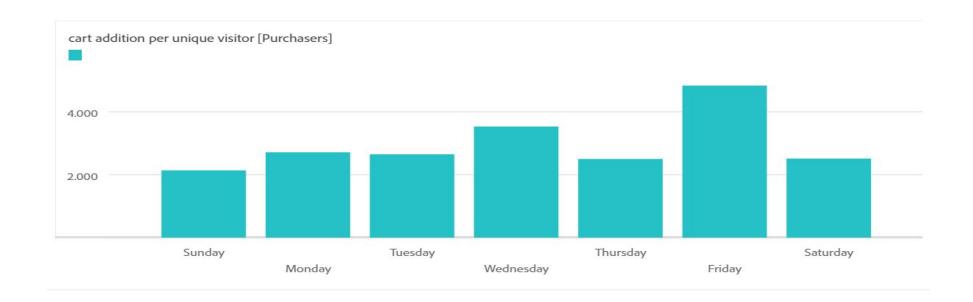
- Use Affiliate marketing channels to remind people with single orders.
- > To get a new user paid search is the best option and most of the people come through this.

# How To Increase average cart value?



## **Cart Additions analysis based Day of week**

People make more cart additions on Wednesdays and Fridays.

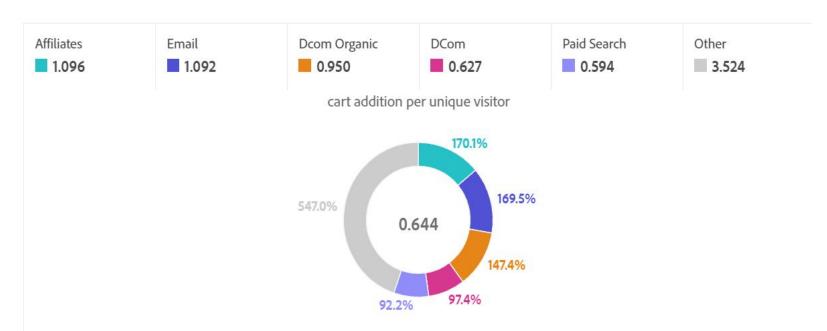


#### Recommendations

Adopt cart value increasing strategies more on these days

## Cart Additions analysis based on Marketing Channel

- Following donut shows how various marketing channels contribute to cart additions.
  - Affiliates and Email marketing have a high part in this.



#### Recommendations

Adopt these marketing strategies to make the customer do cart additions which will increase cart values.

## Some Advertisement / Campaign Ideas

- Some recommendations to increase average cart value.
  - When a user buys a product, other complimentary products can be recommended as a bundle at a reduced price as a combo offer
  - High cart value orders can be given instant discounts or cashbacks
  - Upselling method can be used where a better product can be provided at a small increment in price
  - Can set up a customer loyalty programme to retain customers who buy re-purchasable consumer products
  - Offer a time-sensitive deal where a customer gets a discount when ordered in a certain time window

# Purchase Flow-Mobile v/s Non-Mobile

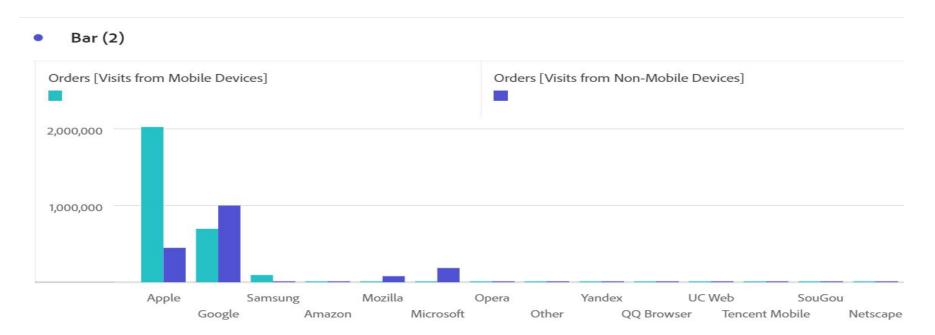
- One major key difference between purchase flow was found to be the day of week on which purchases occur.
  - Mobile devices-Monday, Friday and Thursday showed peaks, other days almost remained equal
  - Non-Mobile devices- Weekends showed a lower percentage of orders, maybe because people tend to use non-mobile devices more during office hours or office days.



#### Recommendations:

On non-mobile devices marketing should be higher on weekdays. For mobile devices more marketing can be done on days showing peaks (mon,thurs,fri).

As expected Google browser yields more orders in non-mobile and Apple browser in mobile devices.



#### Recommendations:

- Focus on google ads in desktops
- Focus on apple in non-mobile devices.

# **Analysing Guests with Abandoned Cart**

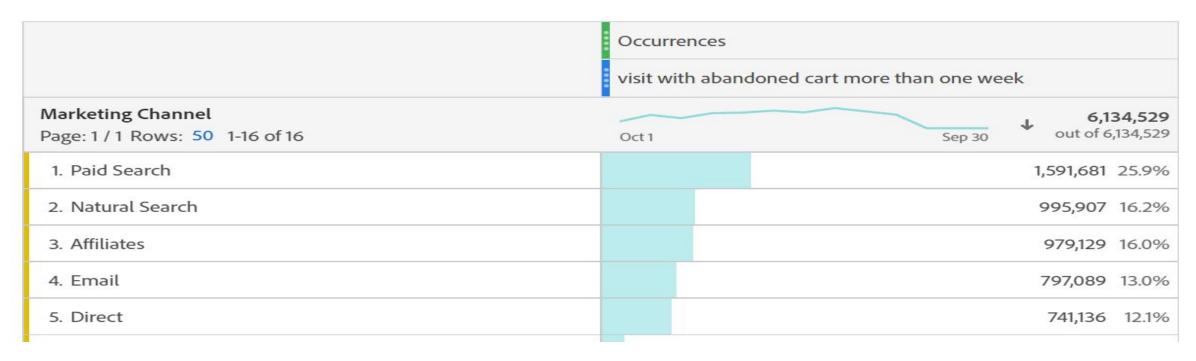
- A person who abandons cart for 1 week does cart additions on one day and does the order after more than 7 days.
  - Most customers come and buy back at month-ends and month-beginnings, which means people are waiting for salary to come at end of month.



#### Recommendations

> Send reminders to cart abandoners at the start of months and end of months when people receive salary, so they can buy them now.

- Some marketing channels are more efficient than others in bringing back the people who abandoned carts
  - ➤ Table below shows the marketing channels used in re entry of such customers. These are visits with orders with more than 7 days of cart abandonment.

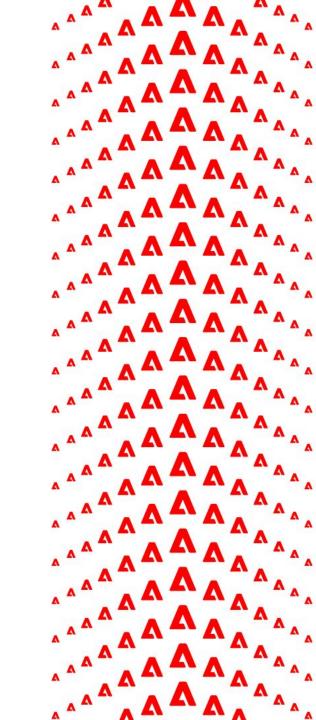


#### Recommendations

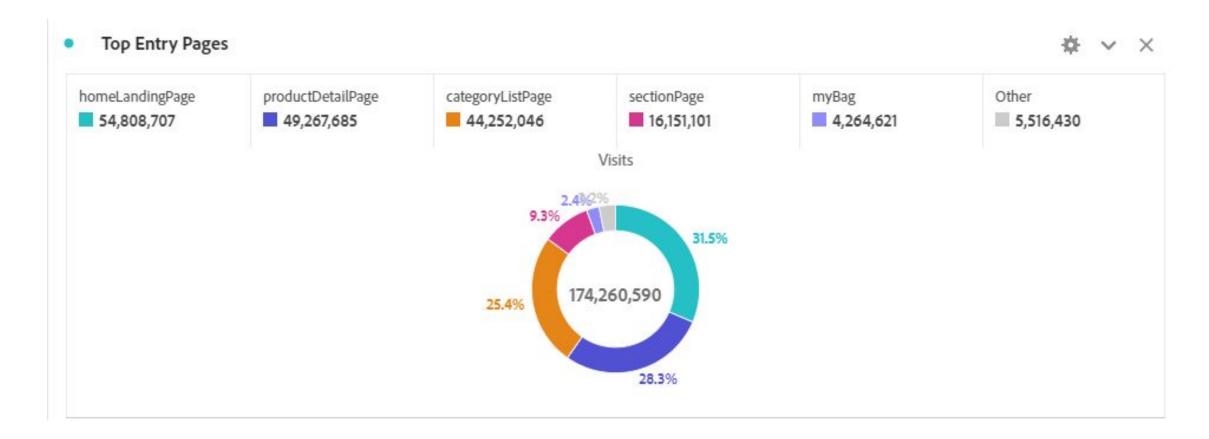
- Paid Search is the best marketing channel to bring back such customers.
- > Affiliate marketing and E-mails are also showing a good percentage of bringing back

# **Customer Segmentation**

Based on Entry Content Type



Customers mainly enter Disney website through 4 pages Home Page, Product detail page, Category list page and Section page



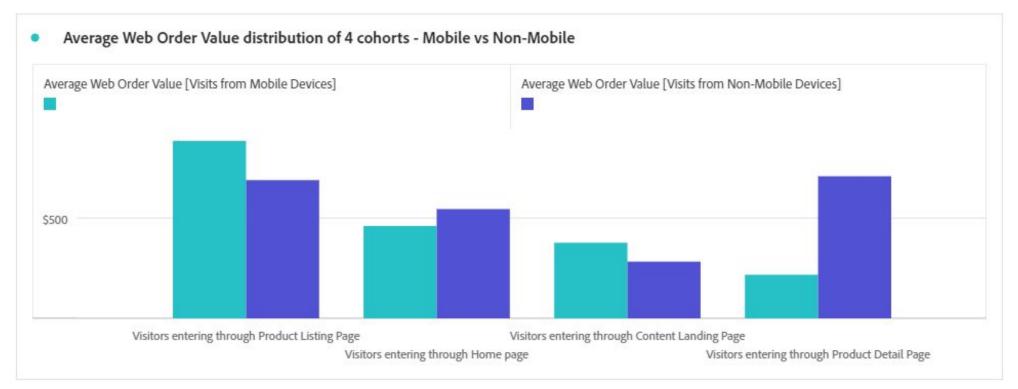
This information can be used to segment them into 4 cohorts

# Distribution of Number of Orders and Average Web Order Value among the four cohorts:



- To increase number of orders: Focus more on customers entering through Home Page
- To increase average web order value: Focus more on customers entering through Product detail page and Content Landing page

## Average Web Order Value - Mobile vs Non-mobile among the four cohorts

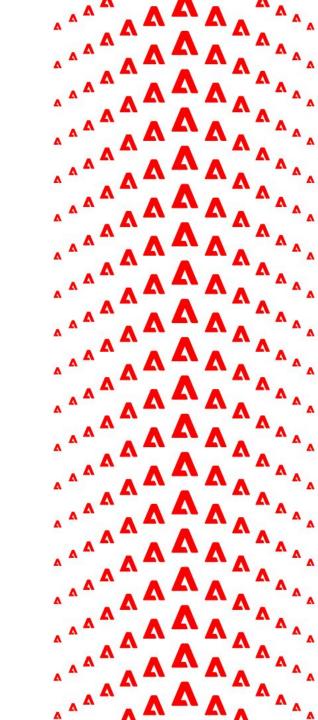


- For customers entering through Product Listing page, Home page or Content Landing page, we need not discriminate between Mobile and Non-Mobile devices
- For customers entering through Product Detail page, we should focus more on those entering through Non-Mobile devices because they provide high average order value

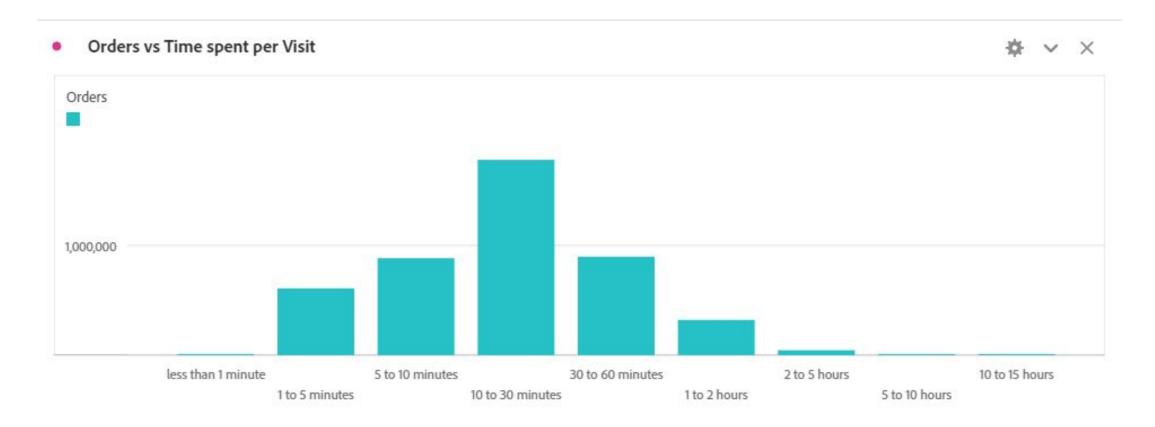


# **Customer analysis**

Based on Time spent per Visit

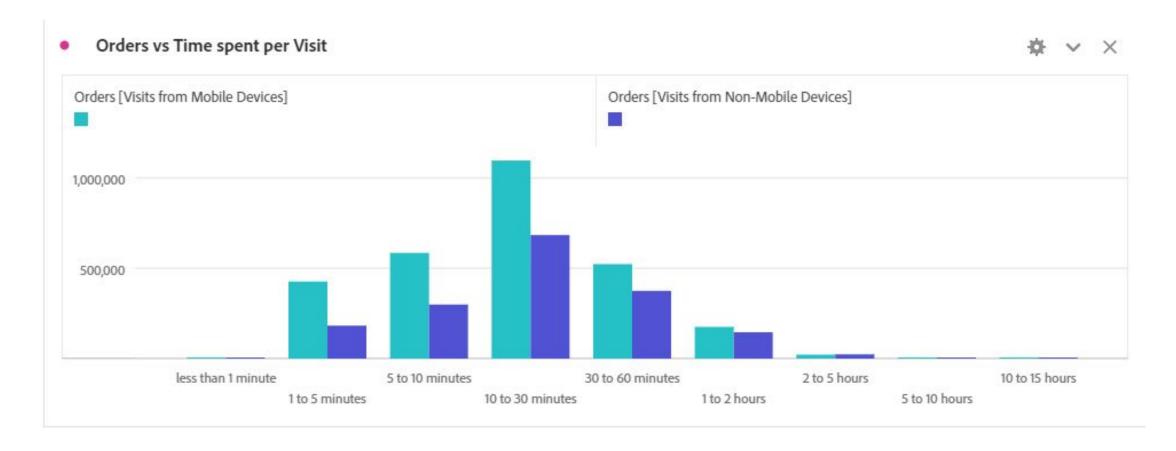


### **♦ Number of orders vs Time spent per visit**



- Visits spanning 10-30 minutes produce more orders
- We should try to engage customers so that they stay above 10 minutes.
- Staying more than 30 mins is also good as it increases average web order value (next slide)

### **♦** Number of orders vs Time spent per visit - Mobile vs Non-mobile



- **Distribution is almost the same** for mobile and non-mobile devices
- However mobile users tend to make more orders

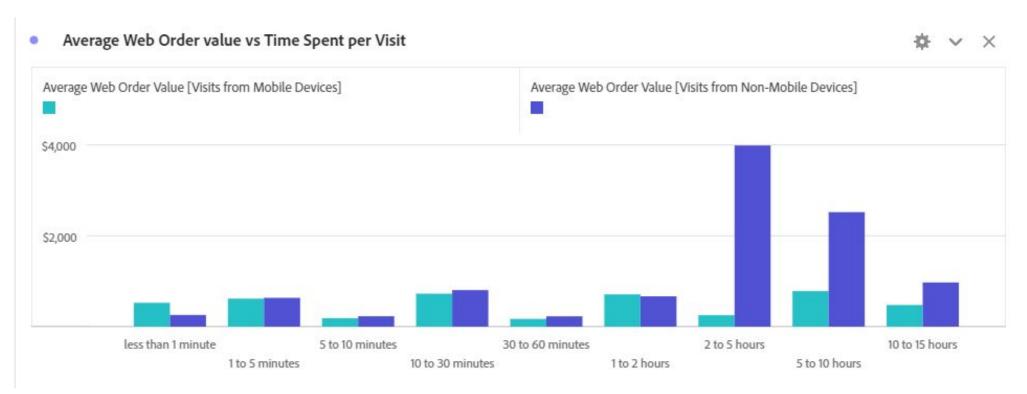
### **♦** Average Web Order Value vs Time spent per visit



- We need to focus more on **visitors who spend 1 hr on average per visit** because that indicates that they are about to make a huge purchase
- This is intuitive because people tend to be cautious and spend extra time while making large purchases



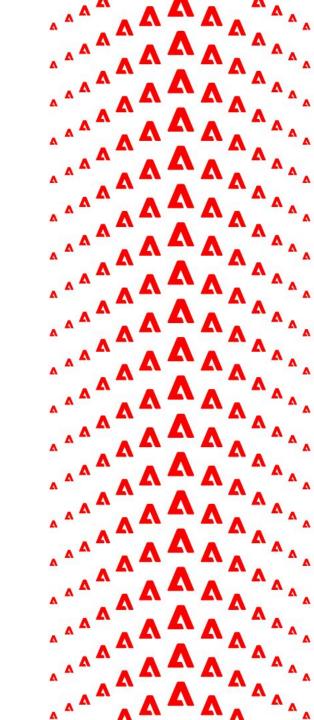
## **♦** Average Web Order Value vs Time spent per visit - Mobile vs Non-mobile



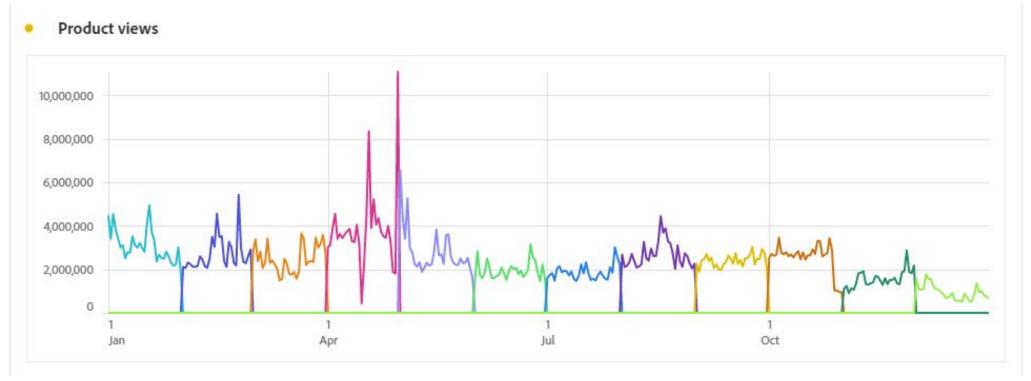
 We need to provide extra attention to non-mobile users spending more than 2 hours because they are likely to make orders with massive average web order value

# **Seasonality analysis**

 Based on traffic and quantity of orders (over an entire year)

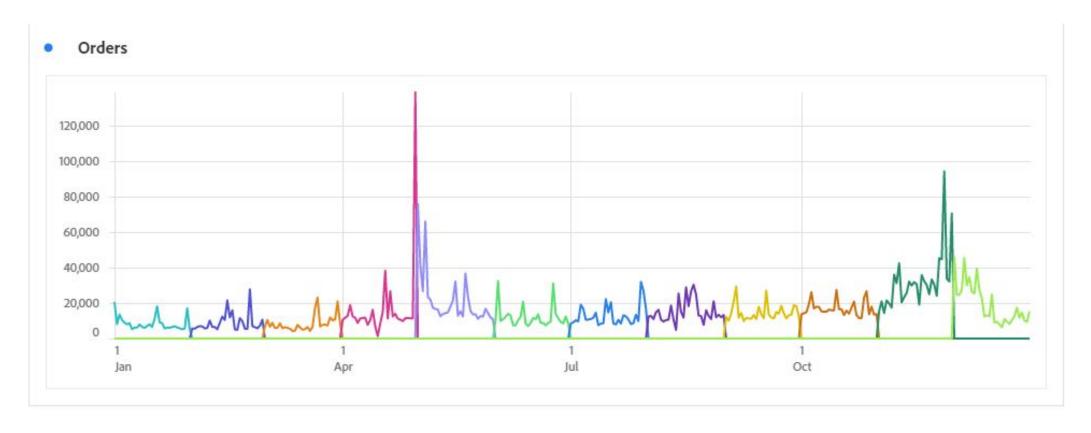


## **Seasonality in Product Views**



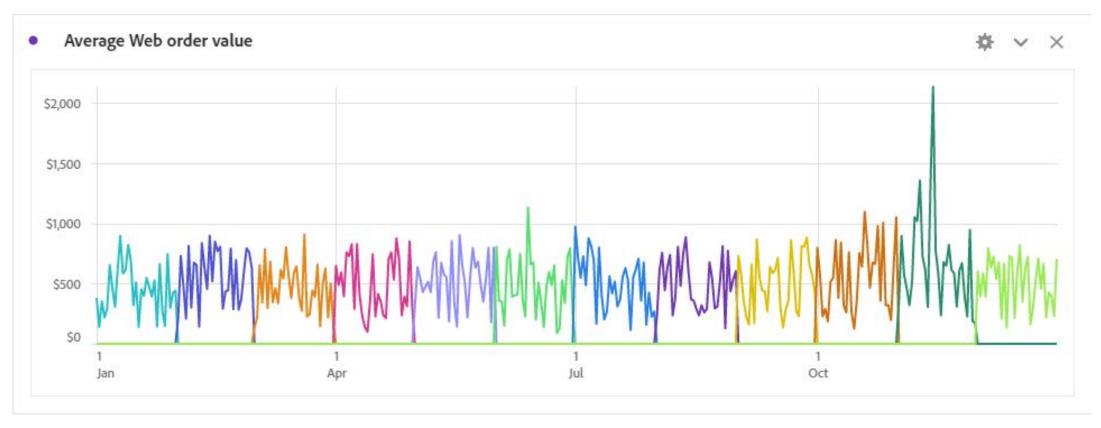
- There is sudden surge in product views around **mid April early May 2020** (this might be due to Easter as stated <u>here</u>)
- In case of most months, there are **peaks around 15th-16th** (this might be because there are many US companies paying employees twice in a month and 15th-16th is usually when the second payment happens People tend to view products when they have money in hand)

## **Seasonality in Number of Orders**



- Two extraordinary spikes on Apr 29<sup>th</sup> 2020 and Nov 26<sup>th</sup> to 30<sup>th</sup> 2020
  - Apr 29<sup>th</sup> 2020 around Easter (peak time for Disney)
  - Nov 26<sup>th</sup> to 30<sup>th</sup> 2020 winter vacation in USA

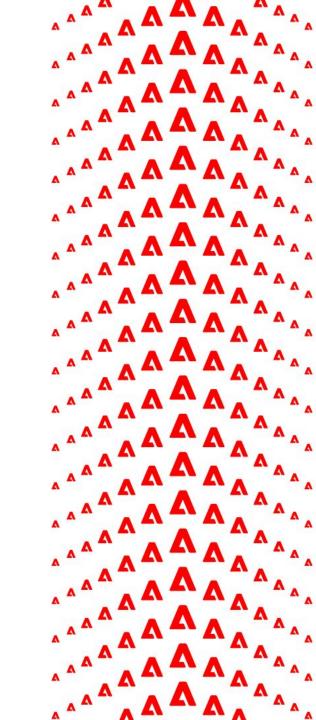
## Seasonality in Average Web Order Value



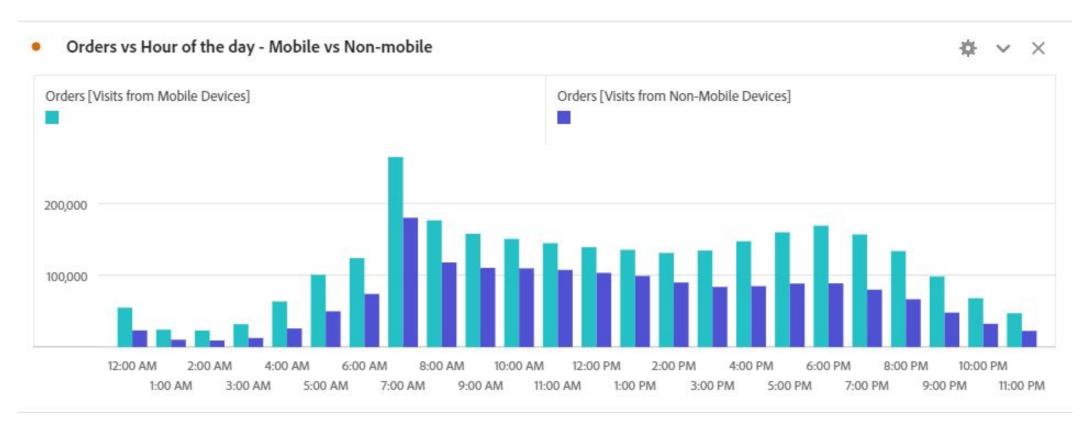
- Even though we had huge spikes in orders around April-May, there are no spikes in Average
  Web Order Value
- Spikes around mid Nov 2020 Winter vacation + 2020 US election results announced(perhaps that has some effect on Average Web Order Value !! )

# Hour of the day analysis

Based on quantity of order

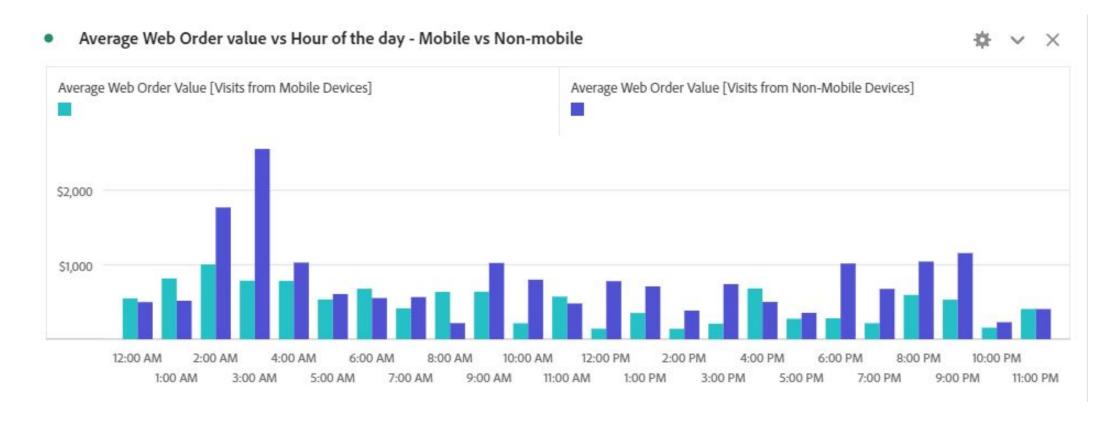


#### Number of orders - Mobile vs Non-mobile



- Peaks at 7am and 6pm Promotional mails can be sent around this time
- To increase number of orders: We need not separate mobile and non-mobile devices (as their distribution is same)

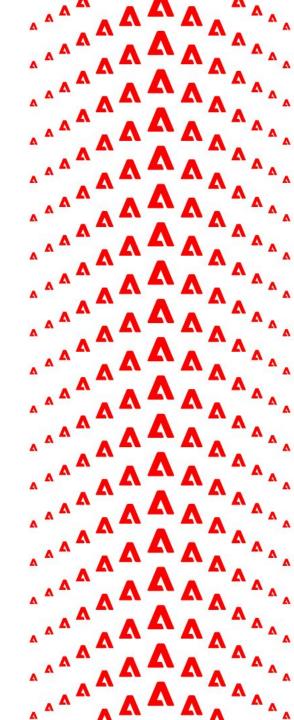
### **♦** Average Web Order value - Mobile vs Non-mobile



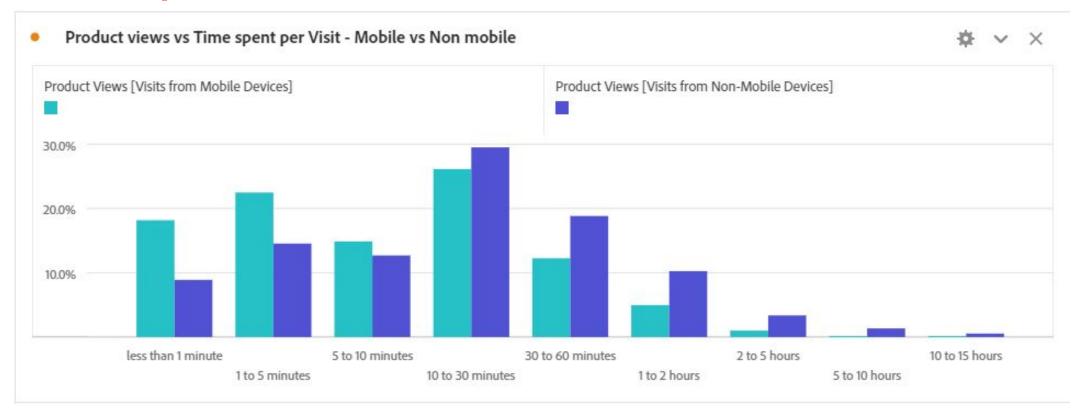
- Irregular peaks with the highest being 3am non-mobile devices
- To increase average web order value: We should consider mobile and non-mobile devices separately

# Some valuable observations

 These observations might not be useful for the company right now, but might help in the future



## Attention span in Mobile and Non-Mobile devices



- People tend to use mobile devices for viewing products in short visits and non-mobile devices for long visits.
- This is intuitive because research and observations show that attention span in mobile is very low

## **TEAM MEMBERS**







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