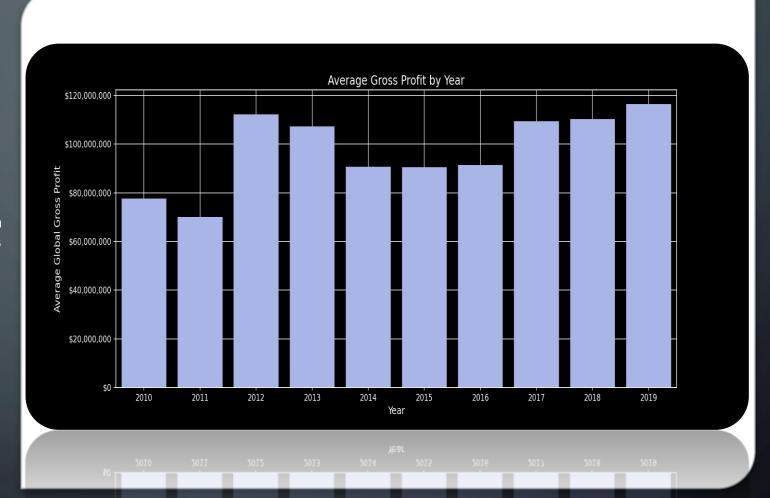


### BUSINESS UNDERSTANDING

- **Project Background:** High-risk, capital-intensive industry; need for selecting films with strong financial performance.
- **Real-World Problem:** How to identify films that maximize global gross profit and ROI.
- Stakeholders: Studio management, investors, and production teams.

## AVERAGE GROSS PROFIT BY YEAR

- •The average gross profit **increases overall** from 2010 through 2019, with some fluctuations in between.
- •2014 and 2018 appear to have particularly high averages, possibly driven by major blockbusters released those years.
- •2013 and 2016 dip below the peak values, suggesting fewer high-grossing films or more moderate hits.



# GROSS PROFIT BY GENRE

**Adventure** has the highest median gross profit and also shows the widest range, with some outliers exceeding \$1 billion.

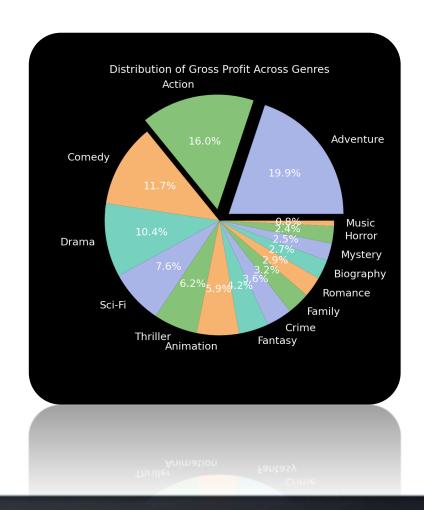
**Action** also exhibits a relatively high median, though slightly lower than Adventure.

Comedy, Thriller, Crime, and Drama typically yield lower median profits but still have notable outliers.



# GENRE CONTRIBUTION TO TOTAL GROSS PROFIT

- •Adventure leads with about 19.9% of total gross profit.
- •Action follows at 16%, while Comedy (11.7%) and Drama (10.4%) also have substantial shares.
- •Genres like Thriller, Sci-Fi, Animation, Family, Crime, Fantasy, etc. split the remainder.

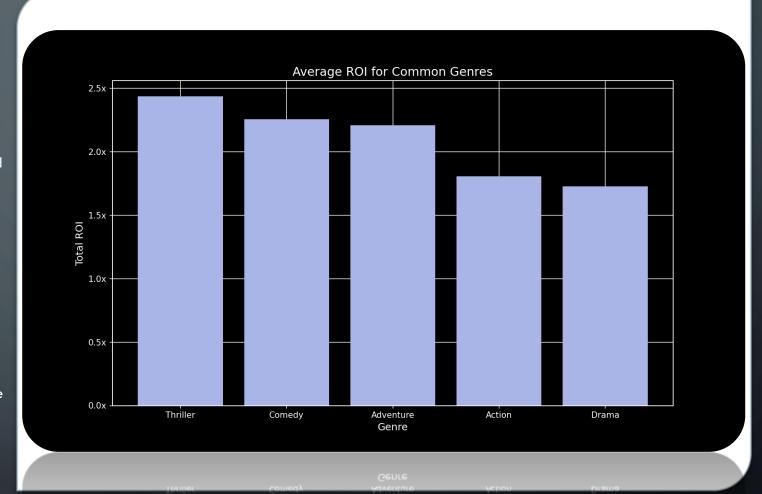


#### **AVERAGE ROI BY GENRE**

- •Thriller stands out with the highest ROI (over 2.0x, sometimes closer to 2.5x).
- •Comedy and Adventure follow, while Action and Drama trail slightly behind.
- •High ROI often correlates with **lower production budgets** relative to the revenue generated.

#### Why It Matters:

- •Even if Adventure and Action dominate in absolute profit, **Thrillers** (and sometimes Comedies) can be more **cost-effective** and yield higher returns per dollar spent.
- •This insight is crucial for studios looking to balance big-budget blockbusters with more budgetfriendly but still profitable films.

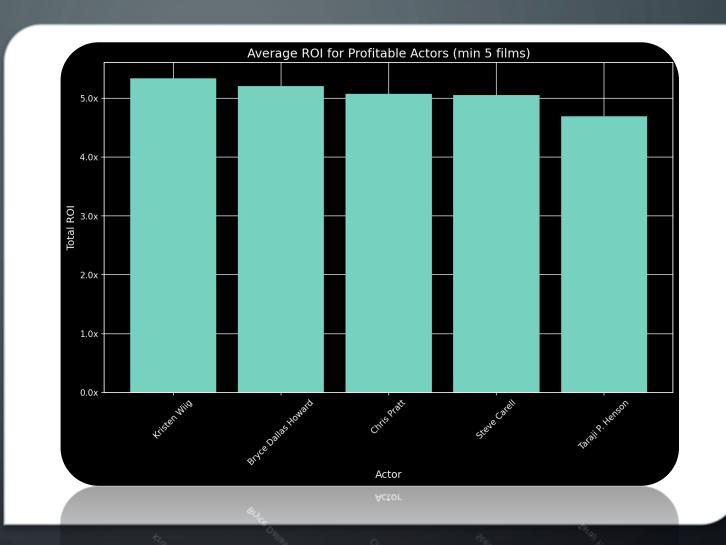


# AVERAGE ROI FOR TOP ACTORS

- •Kristen Wiig leads with the highest ROI, slightly above 5x.
- •Bryce Dallas Howard, Chris Pratt, Steve Carell, and Taraji P. Henson also show strong ROIs, ranging roughly between 4x and 5x.
- •Actors involved in **consistent box office successes** (franchises, popular genres, or successful comedies) drive higher returns.

#### Why It Matters:

•Highlights how **casting decisions** can impact a film's financial success.

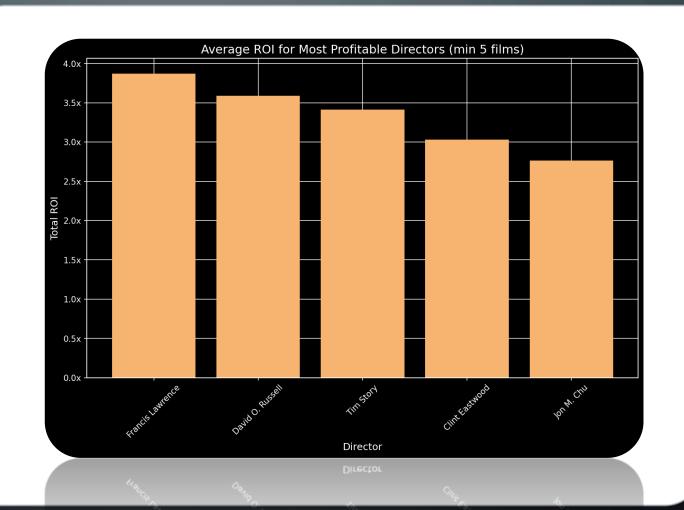


### AVERAGE ROI FOR TOP DIRECTORS

- •Francis Lawrence tops the list, suggesting that franchises like *The Hunger Games* significantly boosted ROI.
- •David O. Russell and Tim Story follow closely, known for mid-budget, high-return successes.
- •Clint Eastwood and Jon M. Chu also maintain solid ROIs, indicating consistent financial performance across their filmographies.

#### Why It Matters:

- •Reinforces the idea that **director choice** can be a strategic lever for profitability.
- •Studios may look to directors with proven track records for future projects to minimize risk and maximize returns.





### BUSINESS IMPLICATIONS & RECOMMENDATIONS

- •Blockbusters yield high absolute profits, but low-budget films (especially in genres like Thriller) deliver higher ROI
- Yearly trends indicate optimal release periods
- •Talent (actors and directors) influences ROI significantly

#### **Recommendations:**

- •Balance big-budget investments with costeffective projects
- •Use historical trends to guide release timing and budgeting decisions



### CONTACT DETAILS

pfuglo1@gmail.com