

# ONE-PAGE INSIGHT SUMMARY

## Exploratory Data Analysis (EDA) on Sales Dataset

### Dataset Overview

The sales dataset consists of 1000 transactional records containing attributes such as Sale\_Date, Product\_Category, Region, Sales\_Amount, Quantity\_Sold..etc. The dataset represents real-world sales activity and is suitable for analyzing business performance, customer behavior, and revenue patterns.

### Data Cleaning and Feature Engineering

Before analysis, the dataset was examined for missing values and duplicate records. No significant data quality issues were observed after cleaning. The Sale\_Date column was converted into datetime format to enable time-based analysis. Additional features such as Month and Year were extracted to analyze seasonal trends. A Profit column was calculated using unit price, unit cost, and quantity sold to evaluate profitability at the transaction level.

### Exploratory Analysis and Key Findings

#### 1. Sales Trend Analysis

Monthly sales trends were visualized using a line chart. The analysis revealed clear fluctuations in sales across different months, indicating the presence of seasonality. Some months consistently showed higher sales volumes, while others experienced a decline.

Insight for Stakeholders:

Understanding seasonal trends helps management plan inventory, optimize supply chains, and schedule marketing campaigns during high-demand periods.

#### 2. Correlation Analysis

A correlation heatmap was used to analyze relationships among numerical variables such as sales amount, quantity sold, unit price, unit cost, discount, and profit. The results showed a strong positive correlation between quantity sold and profit, while discounts had a weak relationship with profit.

**Insight for Stakeholders:**

This indicates that increasing sales volume is more effective for profit growth than relying on higher discounts, enabling better pricing and sales strategies.

### 3. Outlier Analysis

A boxplot was used to detect outliers in sales amount. The visualization highlighted the presence of unusually high-value transactions, which may represent bulk purchases or premium customers.

**Insight for Stakeholders:**

Identifying outliers helps businesses recognize high-value customers and design targeted strategies such as bulk pricing, loyalty programs, or personalized offers.

### 4. Product Category Performance

Category-wise sales analysis using a bar chart revealed that certain product categories contribute significantly more to total revenue than others.

**Insight for Stakeholders:**

This helps management prioritize high-performing categories, optimize inventory distribution, and re-evaluate underperforming products.

## Actionable Business Insights

1. Seasonal sales patterns exist across months

→ Businesses should align inventory and promotions with high-demand periods.

2. Profitability is driven primarily by quantity sold

→ Focus on increasing sales volume rather than excessive discounting.

3. High-value customer transactions are present

→ Implement customer segmentation and loyalty strategies to retain premium customers.

## Conclusion

The exploratory data analysis provided a comprehensive understanding of sales performance, profitability drivers, and customer behavior. By leveraging these insights, stakeholders can make informed decisions related to pricing, inventory

management, marketing strategies, and customer retention. This EDA demonstrates the importance of data-driven decision-making in improving overall business efficiency and revenue growth.