Business Case: Aerofit - Descriptive Statistics & Probability

Introduction

About Aerofit

Aerofit is a leading brand in the field of fitness equipment. Aerofit provides a product range including machines such as treadmills, exercise bikes, gym equipment, and fitness accessories to cater to the needs of all categories of people.

6 Objective

To conduct a comprehensive analysis of the Aerofit customer dataset to identify distinct customer segments for each treadmill product (KP281, KP481, and KP781) by employing descriptive analytics and probability techniques. This analysis will inform the development of targeted marketing strategies and optimized product recommendations.

Dataset

The company collected the data on individuals who purchased a treadmill from the AeroFit stores during the prior three months. The data is available in a csv file

Product Portfolio:

- The KP281 is an entry-level treadmill that sells for \$1,500.
- The KP481 is for mid-level runners that sell for \$1,750.
- The KP781 treadmill is having advanced features that sell for \$2,500.

Features of the dataset.

Feature	Description
Product	Product Purchased: KP281, KP481, or KP781
Age	Age of buyer in years
Gender	Gender of buyer (Male/Female)
Education	Education of buyer in years
MaritalStatus	MaritalStatus of buyer (Single or partnered)
Usage	The average number of times the buyer plans to use the treadmill each week
Income	Annual income of the buyer (in \$)
Fitness	Self-rated fitness on a 1-to-5 scale, where 1 is the poor shape and 5 is the excellent shape
Miles	The average number of miles the buyer expects to walk/run each week

Import Necessary Libraries:

```
import numpy as np
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
import warnings
warnings.filterwarnings('ignore')
```

Loading the Dataset:

```
# Download the data
```

 $! wget \ https://d2beiqkhq929f0.cloudfront.net/public_assets/assets/000/001/125/original/aerofit_treadmill.csv?1639992749 \ -0 \ aerofit_treadmill.csv?1639992749 \ -0 \ aerofit_treadmill.csv?163992749 \ -0 \ aerofit_treadmill.csv?163992749 \ -0 \ aerofit_treadmill.csv?163992749 \ -0$

Read the CSV file into a Pandas DataFrame
df = pd.read_csv("aerofit_treadmill.csv")

Display the first few rows of the DataFrame
df.head()

→		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles	
	0	KP281	18	Male	14	Single	3	4	29562	112	ıl.
	1	KP281	19	Male	15	Single	2	3	31836	75	
	2	KP281	19	Female	14	Partnered	4	3	30699	66	
	3	KP281	19	Male	12	Single	3	3	32973	85	
	4	KP281	20	Male	13	Partnered	4	2	35247	47	
Next	t ste	eps: Ger	nerate	code with	df 💽) View recommen	ded plots	Ne	w interacti	ve sheet	

✓ 1. Q Exploratory Data Analysis (EDA):

 $\mbox{\tt\#}$ The data type of all columns in the "customers" table. df.dtypes



 $\ensuremath{\mathtt{\#}}$ The number of rows and columns given in the dataset $\ensuremath{\mathsf{df.shape}}$

→ (180, 9)

#number of dimensions
df.ndim

→ 2

Check for the missing values and find the number of missing values in each column df.isnull().sum()



Checking for duplicate rows in the dataset
df.duplicated().sum()



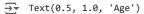
Insights:

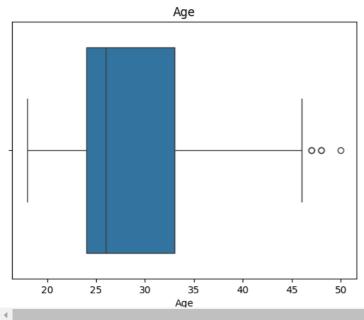
- The dataset contains **information about customers**, with columns for product, age, gender, education, marital status, usage, fitness, income, and miles.
- There are no missing values and no duplicate found in the dataset.
- The dataset consists of 180 customers and 9 attributes.
- All columns currently have data types that align with their content. However, for analysis purposes, the 'Usage' and 'Fitness' columns will be converted to string format.

> \bullet{\bullet}{\bullet

Age Column Outliers

```
# Ploting a boxplot
sns.boxplot(x=df["Age"])
plt.title("Age")
```



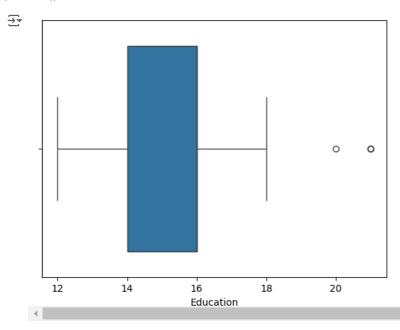


```
q1 = df['Age'].quantile(0.25)
q3 = df['Age'].quantile(0.75)
IQR = q3 - q1
df[(df['Age'] < (q1 - 1.5*IQR)) \ | \ (df['Age'] > (q3 + 1.5*IQR))]
                                                                                                \blacksquare
           Product Age Gender Education MaritalStatus Usage Fitness Income Miles
       78
             KP281
                                                                                56850
                      47
                            Male
                                          16
                                                   Partnered
                                                                  4
                                                                           3
                                                                                          94
                                                                  3
      79
             KP281
                      50
                                          16
                                                   Partnered
                                                                           3
                                                                                64809
                                                                                          66
                          Female
      139
             KP481
                      48
                            Male
                                          16
                                                   Partnered
                                                                  2
                                                                           3
                                                                                57987
                                                                                          64
      178
             KP781
                      47
                            Male
                                          18
                                                   Partnered
                                                                  4
                                                                           5 104581
                                                                                         120
      179
             KP781
                      48
                            Male
                                          18
                                                   Partnered
                                                                  4
                                                                                95508
                                                                                         180
```

- 85% of the customers fall in the age range of 18 to 35. with a median age of 26, suggesting young people showing more interest in the companies products
- Outliers
 - As we can see from the box plot, there are 3 outlier's present in the age data.

Education column outliers

```
sns.boxplot(data = df, x = 'Education')
plt.show()
```



```
q1 = df['Education'].quantile(0.25)
q3 = df['Education'].quantile(0.75)
IQR = q3 - q1
df[(df['Education'] < (q1 - 1.5*IQR)) | (df['Education'] > (q3 + 1.5*IQR))]
```

 *		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles
	156	KP781	25	Male	20	Partnered	4	5	74701	170
	157	KP781	26	Female	21	Single	4	3	69721	100
	161	KP781	27	Male	21	Partnered	4	4	90886	100
	175	KP781	40	Male	21	Single	6	5	83416	200
	4									

Insights

• 98% of the customers have education more than 13 years highlighting a strong inclination among well-educated individuals to purchase the products. It's plausible that health awareness driven by education could play a pivotal role in this trend.

• Outliers

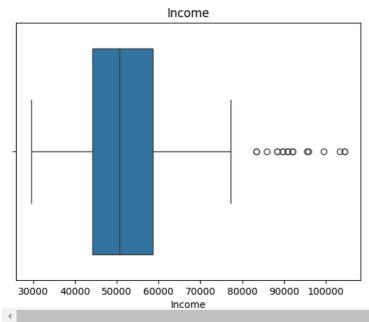
 $\overline{\Rightarrow}$

• As we can see from the box plot, there are 2 outlier's present in the education data.

✓ is Income column outliers

```
# Ploting a boxplot
sns.boxplot(x=df["Income"])
plt.title("Income")
```

→ Text(0.5, 1.0, 'Income')



q1 = df['Income'].quantile(0.25)
q3 = df['Income'].quantile(0.75)
IQR = q3 - q1
df[(df['Income'] < (q1 - 1.5*IQR)) | (df['Income'] > (q3 + 1.5*IQR))]

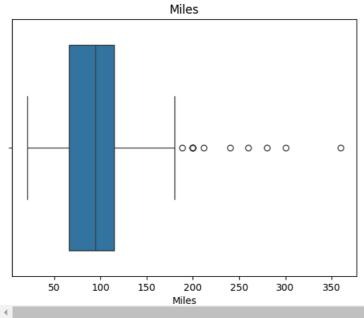
	Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles	
159	KP781	27	Male	16	Partnered	4	5	83416	160	ıl.
160	KP781	27	Male	18	Single	4	3	88396	100	
161	KP781	27	Male	21	Partnered	4	4	90886	100	
162	KP781	28	Female	18	Partnered	6	5	92131	180	
164	KP781	28	Male	18	Single	6	5	88396	150	
166	KP781	29	Male	14	Partnered	7	5	85906	300	
167	KP781	30	Female	16	Partnered	6	5	90886	280	
168	KP781	30	Male	18	Partnered	5	4	103336	160	
169	KP781	30	Male	18	Partnered	5	5	99601	150	
170	KP781	31	Male	16	Partnered	6	5	89641	260	
171	KP781	33	Female	18	Partnered	4	5	95866	200	
172	KP781	34	Male	16	Single	5	5	92131	150	
173	KP781	35	Male	16	Partnered	4	5	92131	360	
174	KP781	38	Male	18	Partnered	5	5	104581	150	
175	KP781	40	Male	21	Single	6	5	83416	200	
176	KP781	42	Male	18	Single	5	4	89641	200	
177	KP781	45	Male	16	Single	5	5	90886	160	
178	KP781	47	Male	18	Partnered	4	5	104581	120	
179	KP781	48	Male	18	Partnered	4	5	95508	180	

- Almost 60% of the customers fall in the income group of (40k to 60k) dollars suggesting higher inclination of this income group people towards the products.
- Surprisingly 18% of the customers fall in the income group of (<40) suggesting almost 77% of the total customers fall in income group of below 60k and only 23% of them falling in 60k and above income group
- Outliers
 - As we can see from the box plot, there are many outlier's present in the income data.

✓ Miles Column Outliers

```
# Ploting a boxplot
sns.boxplot(x=df["Miles"])
plt.title("Miles")
```

 \rightarrow Text(0.5, 1.0, 'Miles')



```
q1 = df['Miles'].quantile(0.25)
q3 = df['Miles'].quantile(0.75)
IQR = q3 - q1
df[(df['Miles'] < (q1 - 1.5*IQR)) | (df['Miles'] > (q3 + 1.5*IQR))]
```

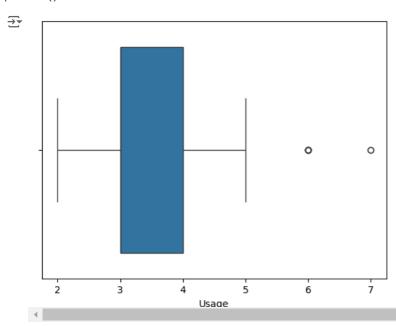
7		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles	\blacksquare
	23	KP281	24	Female	16	Partnered	5	5	44343	188	ılı
	84	KP481	21	Female	14	Partnered	5	4	34110	212	
	142	KP781	22	Male	18	Single	4	5	48556	200	
	148	KP781	24	Female	16	Single	5	5	52291	200	
	152	KP781	25	Female	18	Partnered	5	5	61006	200	
	155	KP781	25	Male	18	Partnered	6	5	75946	240	
	166	KP781	29	Male	14	Partnered	7	5	85906	300	
	167	KP781	30	Female	16	Partnered	6	5	90886	280	
	170	KP781	31	Male	16	Partnered	6	5	89641	260	
	171	KP781	33	Female	18	Partnered	4	5	95866	200	
	173	KP781	35	Male	16	Partnered	4	5	92131	360	
	175	KP781	40	Male	21	Single	6	5	83416	200	
	176	KP781	42	Male	18	Sinale	5	4	89641	200	
	4										

₹

- Almost 88% of the customers plans to use the treadmill for 50 to 200 miles per week with a median of 94 miles per week.
- Outliers
 - o As we can see from the box plot, there are 8 outlier's present in the miles data

Usage Column Outliers

```
# Ploting a boxplot
sns.boxplot(data = df, x = 'Usage')
plt.show()
```



```
q1 = df['Usage'].quantile(0.25)
q3 = df['Usage'].quantile(0.75)
IQR = q3 - q1
df[(df['Usage'] < (q1 - 1.5*IQR)) | (df['Usage'] > (q3 + 1.5*IQR))]
```

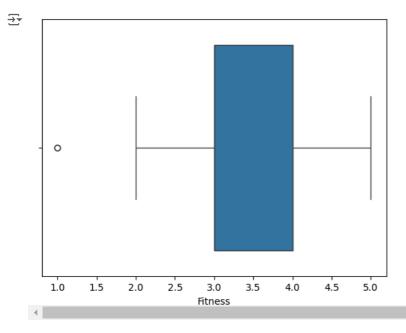
•	Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles
154	KP781	25	Male	18	Partnered	6	4	70966	180
155	KP781	25	Male	18	Partnered	6	5	75946	240
162	KP781	28	Female	18	Partnered	6	5	92131	180
163	KP781	28	Male	18	Partnered	7	5	77191	180
164	KP781	28	Male	18	Single	6	5	88396	150
166	KP781	29	Male	14	Partnered	7	5	85906	300
167	KP781	30	Female	16	Partnered	6	5	90886	280
170	KP781	31	Male	16	Partnered	6	5	89641	260
175	KP781	40	Male	21	Sinale	6	5	83416	200

Insights

- The dataset contains a cluster of outliers related to product usage (KP781), with these users reporting significantly higher usage frequencies compared to the rest of the population. These individuals, primarily male and with higher income levels, exhibit a strong affinity for the product and may represent a valuable target segment for further analysis and potentially tailored marketing strategies.
- It's essential to investigate the reasons behind this outlier group to understand if it represents genuine high usage or potential data anomalies.
- Outliers
 - \circ As we can see from the box plot, there are 2 outlier's present in the Usage data

Fitness Column Outliers

```
# Ploting a boxplot
sns.boxplot(data = df, x = 'Fitness')
plt.show()
```



```
q1 = df['Fitness'].quantile(0.25)
q3 = df['Fitness'].quantile(0.75)
IQR = q3 - q1
df[(df['Fitness'] < (q1 - 1.5*IQR)) | (df['Fitness'] > (q3 + 1.5*IQR))]
```

→		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles	B
	14	KP281	23	Male	16	Partnered	3	1	38658	47	ī
	117	KP481	31	Female	18	Sinale	2	1	65220	21	

The analysis identified two potential outliers in terms of fitness levels. it feels like its a Data entry errors, Incorrectly recorded fitness levels.

Outliers

• As we can see from the box plot, there are 2 outlier's present in the Fitness data

Y Trim the Middle 90%

```
minn = np.percentile(df['Income'], 5)
maxx = np.percentile(df['Income'], 95)
df['Income'] = np.clip(df['Income'], minn, maxx)
minn1 = np.percentile(df['Age'], 5)
maxx1 = np.percentile(df['Age'], 95)
df['Age'] = np.clip(df['Age'], minn1, maxx1)
minn2 = np.percentile(df['Education'], 5)
maxx2 = np.percentile(df['Education'], 95)
df['Education'] = np.clip(df['Education'], minn2, maxx2)
minn3 = np.percentile(df['Fitness'], 5)
maxx3 = np.percentile(df['Fitness'], 95)
df['Fitness'] = np.clip(df['Fitness'], minn3, maxx3)
minn4 = np.percentile(df['Miles'], 5)
maxx4 = np.percentile(df['Miles'], 95)
df['Miles'] = np.clip(df['Miles'], minn4, maxx4)
minn5 = np.percentile(df['Usage'], 5)
maxx5 = np.percentile(df['Usage'], 95)
df['Usage'] = np.clip(df['Usage'], minn5, maxx5)
```

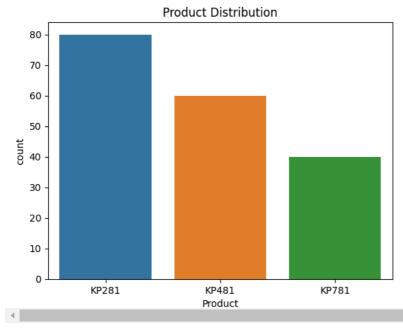
To enhance data accuracy and reliability, potential outliers in key numerical variables (Income, Age, Education, Fitness, Miles, Usage) have been capped at the 5th and 95th percentiles. This data cleaning step is crucial to mitigate the undue influence of extreme values on statistical analyses and modeling, ensuring a more robust representation of the underlying data distribution.

3. IntrodDemographic Impact on Product Choice

3.1 Find if there is any relationship between the categorical variables and the output variable in the data.

```
sns.countplot(data = df, \ x = 'Product', \ hue = 'Product') \\ plt.title('Product Distribution')
```

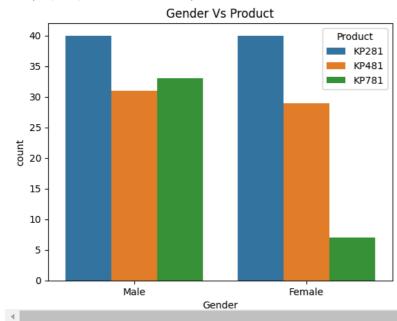
→ Text(0.5, 1.0, 'Product Distribution')



Double-click (or enter) to edit

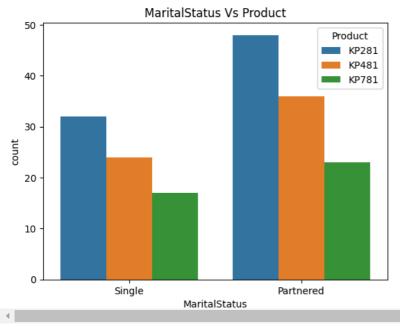
```
sns.countplot(data = df, x = 'Gender', hue = 'Product') plt.title('Gender Vs Product')
```

→ Text(0.5, 1.0, 'Gender Vs Product')



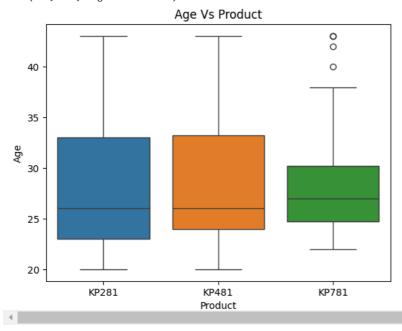
 $sns.countplot(data = df, \ x = 'MaritalStatus', \ hue = 'Product') \\ plt.title('MaritalStatus \ Vs \ Product')$

Text(0.5, 1.0, 'MaritalStatus Vs Product')



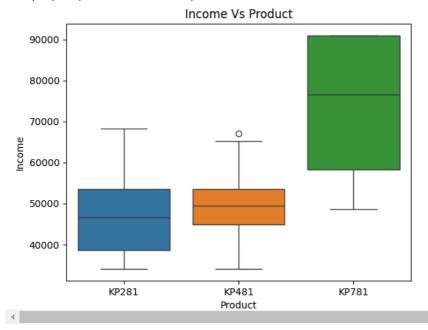
sns.boxplot(data = df, x = 'Product', y = 'Age', hue = 'Product') plt.title('Age Vs Product')

→ Text(0.5, 1.0, 'Age Vs Product')



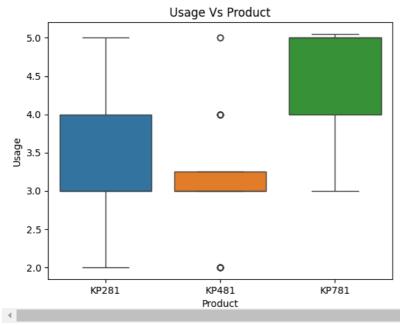
sns.boxplot(data = df, x = 'Product', y = 'Income', hue = 'Product') plt.title('Income Vs Product')

→ Text(0.5, 1.0, 'Income Vs Product')

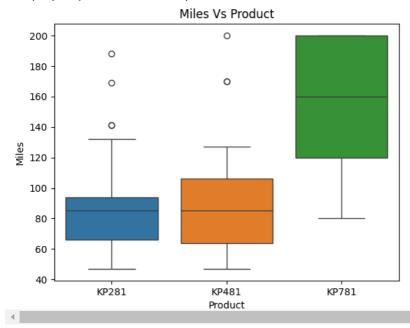


sns.boxplot(data = df, x = 'Product', y = 'Usage', hue = 'Product') plt.title('Usage Vs Product')

→ Text(0.5, 1.0, 'Usage Vs Product')

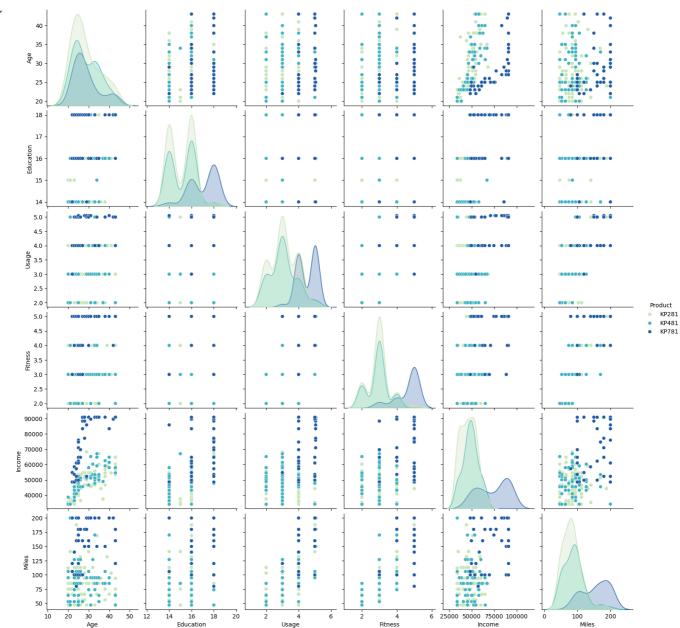


sns.boxplot(data = df, x = 'Product', y = 'Miles', hue = 'Product') plt.title('Miles Vs Product')



- The analysis presented above clearly indicates a strong preference for the treadmill model KP781 among customers who possess higher education, higher income levels, and intend to engage in running activities exceeding 150 miles per week.
- **3.2** Find if there is any relationship between the continuous variables and the output variable in the data. Hint: We want you to use a scatter plot to find the relationship between continuous variables and output variables.

```
df_copy = df
sns.pairplot(df_copy, hue ='Product', palette= 'YlGnBu')
plt.show()
```



- From the pair plot we can see Age and Income are positively correlated.
- Eductaion and Income are highly correlated as its obvious. Eductation also has significantnt correlation between Fitness rating and Usage of the treadmill.
- Usage is highly correlated with Fitness and Miles as more the usage more the fitness and mileage.

• 1 4. Representing the Probability

4.1 Find the marginal probability (what percent of customers have purchased KP281, KP481, or KP781)

pd.crosstab(index=df['Product'], columns='count', normalize=True)



Insights

Product Popularity

The analysis reveals that **KP281** is the most popular treadmill model, accounting for **44.44**% of total purchases. Following closely is **KP481** with a market share of **33.33**%, while **KP781** constitutes **22.22**% of the market.

This data indicates a clear preference for the KP281 model among customers. Understanding the factors driving this preference can inform product development and marketing strategies.

4.2 Find the probability that the customer buys a product based on each column.

Probability of buying a product based on Gender
pd.crosstab(index=df['Product'], columns=df['Gender'], margins=True, normalize='columns').round(2)

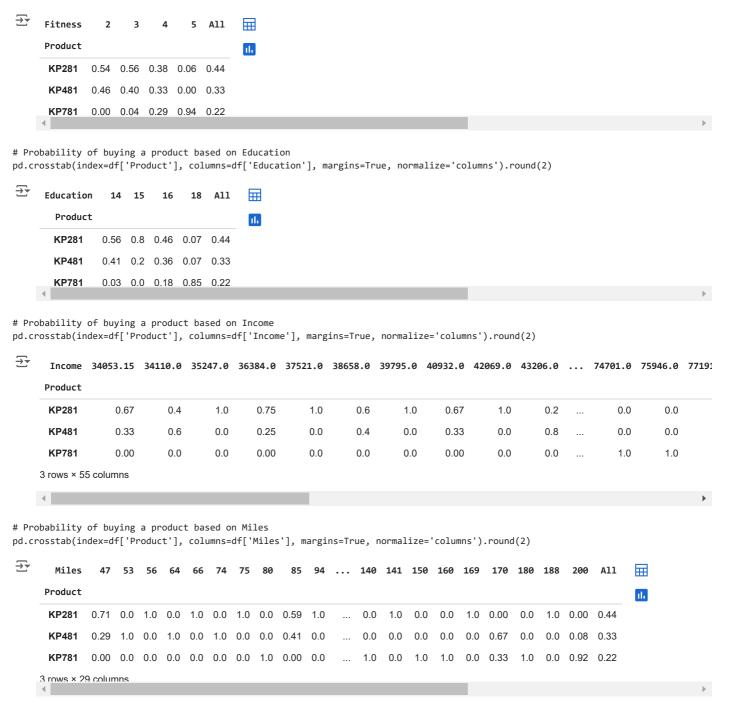


Probability of buying a product based on Marital Status
pd.crosstab(index=df['Product'], columns=df['MaritalStatus'], margins=True, normalize='columns').round(2)



Probability of buying a product based on Usage
pd.crosstab(index=df['Product'], columns=df['Usage'], margins=True, normalize='columns').round(2)

Probability of buying a product based on Fitness
pd.crosstab(index=df['Product'], columns=df['Fitness'], margins=True, normalize='columns').round(2)



Marital Status

No significant impact of marital status on product choice. Purchase probabilities are relatively evenly distributed across product
models for both partnered and single customers.

Usage

• Higher usage correlates with KP781 preference. Customers with higher usage frequency are more likely to choose KP781.

Fitness

• Fitness level shows minimal influence on product selection. There's no clear pattern between fitness and product preference.

Education

· Customers with higher education tend to lean towards KP281 and KP481. However, the difference is not substantial.

Income

• There's a **weak indication** that customers with **higher income** might prefer **KP281**. Further analysis with more granular income brackets could provide clearer insights.

Miles

- As previously mentioned, there's a strong correlation between high mileage and KP781 preference. Customers running longer distances
 are more likely to choose KP781.
- **4.3** Find the conditional probability that an event occurs given that another event has occurred. (Example: given that a customer is female, what is the probability she'll purchase a KP481)

```
# Probability of a female customer purchasing KP481 given that the customer is female
female_customers = df[df['Gender'] == 'Female']
prob_female_kp481 = female_customers[female_customers['Product'] == 'KP481'].shape[0] / female_customers.shape[0]
print("Probability of female customer purchasing KP481:", prob_female_kp481)
# Probability of a male customer purchasing KP781 given that the customer is male
male_customers = df[df['Gender'] == 'Male']
prob_male_kp781 = male_customers[male_customers['Product'] == 'KP781'].shape[0] / male_customers.shape[0]
print("Probability of male customer purchasing KP781:", prob_male_kp781)
# Probability of purchasing KP781 given the customer is partnered
partnered_customers = df[df['MaritalStatus'] == 'Partnered']
prob\_partnered\_kp781 = partnered\_customers[partnered\_customers['Product'] == 'KP781']. shape[0] / partnered\_customers. shape[0] / partnered\_customers[partnered\_customers['Product'] == 'KP781']. shape[0] / partnered\_customers[partnered\_customers['Product'] == 'KP781']. shape[0] / partnered\_customers[partnered\_customers['Product'] == 'KP781']. shape[0] / partnered\_customers['Product'] == 'KP78
print("Probability of purchasing KP781 given the customer is partnered:", prob_partnered_kp781)
# Probability of purchasing KP281 given the customer plans to use the treadmill 3 times a week
usage_3_customers = df[df['Usage'] == 3]
prob_usage3_kp281 = usage_3_customers[usage_3_customers['Product'] == 'KP281'].shape[0] / usage_3_customers.shape[0]
print("Probability of purchasing KP281 given the customer plans to use the treadmill 3 times a week:", prob_usage3_kp281)
# Probability of a customer purchasing KP281 given that the customer's income is greater than 60000
high_income_customers = df[df['Income'] > 60000]
prob_high_income_kp281 = high_income_customers[high_income_customers['Product'] == 'KP281'].shape[0] / high_income_customers.shape
print("Probability of purchasing KP281 given the customer's income is greater than 60000:", prob_high_income_kp281)
 Probability of female customer purchasing KP481: 0.3815789473684211
          Probability of male customer purchasing KP781: 0.3173076923076923
         Probability of purchasing KP781 given the customer is partnered: 0.21495327102803738
         Probability of purchasing KP281 given the customer plans to use the treadmill 3 times a week: 0.5362318840579711
         Probability of purchasing KP281 given the customer's income is greater than 60000: 0.14285714285714285
```

Gender and Product Choice

- Women show a higher propensity to purchase KP481 compared to men.
- Men are more likely to opt for KP781 than women.

Marital Status and Product Choice

· Customers in partnerships are slightly less likely to purchase KP781 compared to the overall population.

Usage Frequency and Product Choice

• There's a moderate correlation between higher usage frequency and purchasing KP281.

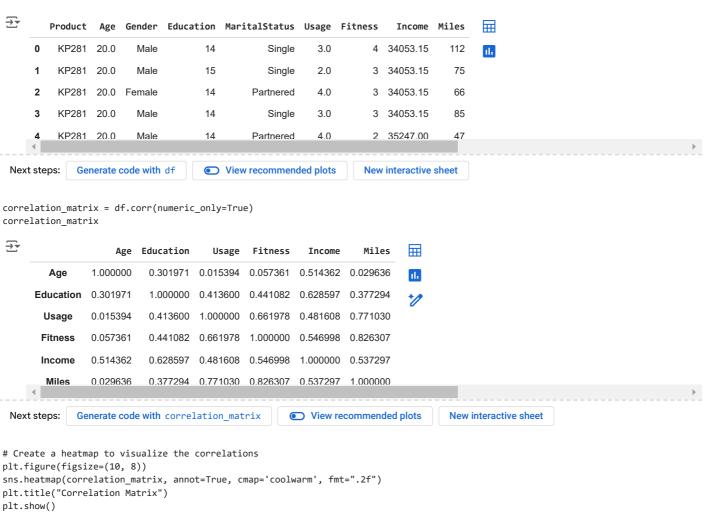
Income and Product Choice

Customers with higher income levels are less likely to choose KP281. There's a potential association with higher-end models for this
income bracket

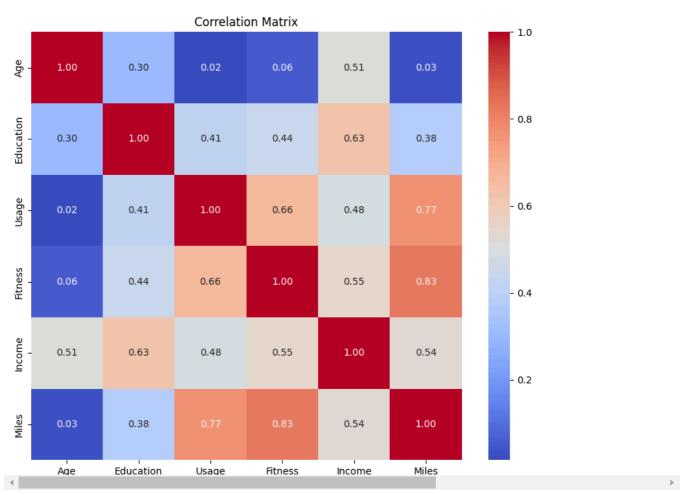
These conditional probabilities provide valuable insights into customer behavior and preferences. They can be leveraged to tailor marketing strategies, product positioning, and customer segmentation efforts.

5. Understanding Variable Relationships: Correlation Analysis

df.head()



Create a heatmap to visualize the correlations plt.figure(figsize=(10, 8)) sns.heatmap(correlation_matrix, annot=True, cmap='coolwarm', fmt=".2f") plt.title("Correlation Matrix")



 $\overline{\Sigma}$

The correlation matrix reveals several interesting relationships between the variables:

Strong Positive Correlations:

- There is a strong positive correlation between Usage, Fitness, and Miles. This suggests that individuals who exercise more tend to have higher usage and cover more miles.
- o Income and Education are also positively correlated, indicating that higher education levels often correspond to higher income.

• Moderate Positive Correlations:

- · Age and Education share a moderate positive correlation, suggesting older individuals tend to have higher education levels.
- Income and Fitness also exhibit a moderate positive relationship, implying that individuals with higher incomes might be more likely to engage in fitness activities.

· Weak or No Correlation:

· Age shows minimal correlation with other variables, indicating it might not be a strong predictor of the other factors.

Overall, the correlation matrix highlights the interconnectedness of lifestyle factors such as income, education, fitness, and physical activity levels. These insights can be valuable for targeted marketing, product development, and customer segmentation.

6 6. Customer profiling and recommendation

6.1 Make customer profilings for each and every product.

```
# KP281 Profiling
kp281_customers = df[df['Product'] == 'KP281']
print("KP281 Customer Profile:")
print("Age (Min - Max):", kp281_customers['Age'].min(), "-", kp281_customers['Age'].max())
print("Income (Min - Max):", kp281_customers['Income'].min(), "-", kp281_customers['Income'].max())
print("Usage (Mode):", kp281_customers['Usage'].mode()[0])
print("Marital Status (More Likely):", kp281_customers['MaritalStatus'].mode()[0])
print("Gender Distribution:\n", kp281_customers['Gender'].value_counts(normalize=True))
# KP481 Profiling
kp481_customers = df[df['Product'] == 'KP481']
print("\nKP481 Customer Profile:")
print("Age (Min - Max):", kp481_customers['Age'].min(), "-", kp481_customers['Age'].max())
print("Income (Min - Max):", kp481_customers['Income'].min(), "-", kp481_customers['Income'].max())
print("Usage (Mode):", kp481_customers['Usage'].mode()[0])
print("Marital Status (More Likely):", kp481_customers['MaritalStatus'].mode()[0])
print("Gender Distribution:\n", kp481_customers['Gender'].value_counts(normalize=True))
# KP781 Profiling
kp781_customers = df[df['Product'] == 'KP781']
print("\nKP781 Customer Profile:")
print("Age (Min - Max):", kp781_customers['Age'].min(), "-", kp781_customers['Age'].max())
print("Income (Min - Max):", kp781_customers['Income'].min(), "-", kp781_customers['Income'].max())
print("Usage (Mode):", kp781_customers['Usage'].mode()[0])
print("Marital Status (More Likely):", kp781_customers['MaritalStatus'].mode()[0])
print("Gender Distribution:\n" kp781_customers['Gender'] value counts(normalize_True))
```