campaign-final

October 23, 2024

```
[4]: import numpy as np
     import pandas as pd
     import matplotlib.pyplot as plt
     import seaborn as sns
[5]: campaign = pd.read_csv('g:/CODES/EDA/campaign.csv')
     df = campaign.copy()
[7]:
     df.head()
                              Education Marital_Status
[7]:
           ID
                Year_Birth
                                                               Income
                                                                       Kidhome
     0
         1826
                      1970
                             Graduation
                                               Divorced
                                                          $84,835.00
                                                                              0
     1
            1
                      1961
                             Graduation
                                                  Single
                                                          $57,091.00
                                                                              0
        10476
                                                                              0
     2
                      1958
                             Graduation
                                                Married
                                                          $67,267.00
     3
         1386
                      1967
                             Graduation
                                               Together
                                                          $32,474.00
                                                                              1
                                                 Single
     4
         5371
                      1989
                             Graduation
                                                          $21,474.00
                                                                              1
        Teenhome Dt_Customer
                                                        NumCatalogPurchases
                                Recency
                                          MntWines
                      6/16/14
     0
                0
                                               189
                                                                            3
     1
                0
                      6/15/14
                                       0
                                               464
     2
                      5/13/14
                                       0
                                                                            2
                1
                                               134
                                                                            0
     3
                1
                      5/11/14
                                       0
                                                10
     4
                0
                       4/8/14
                                       0
                                                  6
                                                                            1
        NumStorePurchases
                             NumWebVisitsMonth
                                                  AcceptedCmp3
                                                                 AcceptedCmp4
     0
                          6
                          7
                                              5
     1
                                                              0
                                                                             0
     2
                          5
                                              2
                                                              0
                                                                             0
     3
                          2
                                              7
                                                              0
                                                                             0
     4
                          2
                                              7
                                                              1
                                                                             0
                       AcceptedCmp1
        AcceptedCmp5
                                      AcceptedCmp2
                                                      Complain
                                                                 Country
     0
                                                             0
                                   0
                                                   0
                                                                      SP
                                                              0
     1
                    0
                                   0
                                                   1
                                                                      CA
     2
                    0
                                   0
                                                   0
                                                              0
                                                                      US
     3
                    0
                                   0
                                                   0
                                                              0
                                                                     AUS
```

[5 rows x 27 columns] [8]: df.tail() [8]: Year_Birth Education Marital_Status Income Kidhome ID PhD Divorced \$66,476.00 2n Cycle \$31,056.00 Married Graduation Divorced \$46,310.00 Graduation Married \$65,819.00 PhD Married \$94,871.00 Teenhome Dt_Customer Recency MntWines ... NumCatalogPurchases 3/7/13 1/22/13 12/3/12 11/29/12 9/1/12 ${\tt NumStorePurchases} \quad {\tt NumWebVisitsMonth} \quad {\tt AcceptedCmp3}$ AcceptedCmp4 AcceptedCmp5 AcceptedCmp1 AcceptedCmp2 Complain US SP SP IND CA [5 rows x 27 columns] [9]: df.shape [9]: (2239, 27) [10]: df.size [10]: 60453 [11]: df.info()

SP

<class 'pandas.core.frame.DataFrame'>

RangeIndex: 2239 entries, 0 to 2238 Data columns (total 27 columns):

#	Column	Non-Null Count	Dtype
0	ID	2239 non-null	 int64
1	Year_Birth	2239 non-null	int64
2	Education	2239 non-null	object
3	Marital_Status	2239 non-null	object
4	Income	2239 non-null	object
5	Kidhome	2239 non-null	int64
6	Teenhome	2239 non-null	int64
7	Dt_Customer	2239 non-null	object
8	Recency	2239 non-null	int64
9	MntWines	2239 non-null	int64
10	MntFruits	2239 non-null	int64
11	${\tt MntMeatProducts}$	2239 non-null	int64
12	${ t MntFishProducts}$	2239 non-null	int64
13	MntSweetProducts	2239 non-null	int64
14	MntGoldProds	2239 non-null	int64
15	NumDealsPurchases	2239 non-null	int64
16	NumWebPurchases	2239 non-null	int64
17	NumCatalogPurchases	2239 non-null	int64
18	NumStorePurchases	2239 non-null	int64
19	${\tt NumWebVisitsMonth}$	2239 non-null	int64
20	AcceptedCmp3	2239 non-null	int64
21	AcceptedCmp4	2239 non-null	int64
22	AcceptedCmp5	2239 non-null	int64
23	AcceptedCmp1	2239 non-null	int64
24	AcceptedCmp2	2239 non-null	int64
25	Complain	2239 non-null	int64
26	Country	2239 non-null	object
dt.vn	es: int64(22), object	(5)	

dtypes: int64(22), object(5)
memory usage: 472.4+ KB

[12]: df.isnull().sum()

[12]: ID 0 Year_Birth 0 0 Education Marital_Status 0 Income 0 Kidhome 0 Teenhome 0 Dt_Customer 0 Recency 0 MntWines 0 MntFruits 0

0 MntMeatProducts MntFishProducts 0 0 MntSweetProducts 0 MntGoldProds NumDealsPurchases 0 NumWebPurchases 0 NumCatalogPurchases 0 NumStorePurchases 0 NumWebVisitsMonth 0 AcceptedCmp3 0 0 AcceptedCmp4 0 AcceptedCmp5 0 AcceptedCmp1 AcceptedCmp2 0 Complain 0 Country 0 dtype: int64

[13]: df[df.duplicated()].sum()

[13]: ID 0 Year_Birth 0 Education 0 0 Marital_Status 0 Income 0 Kidhome 0 Teenhome 0 Dt_Customer 0 Recency MntWines 0 MntFruits 0 MntMeatProducts 0 MntFishProducts 0 MntSweetProducts 0 MntGoldProds 0 NumDealsPurchases 0 0 NumWebPurchases NumCatalogPurchases 0 NumStorePurchases 0 NumWebVisitsMonth 0 0 AcceptedCmp3 0 AcceptedCmp4 AcceptedCmp5 0 AcceptedCmp1 0 AcceptedCmp2 0 Complain 0 Country 0

dtype: object

[14]: df.describe().T

[14]:		count	mean	std	min	25%	50%	\
	ID	2239.0	5590.444841	3246.372471	0.0	2827.5	5455.0	
	Year_Birth	2239.0	1968.802144	11.985494	1893.0	1959.0	1970.0	
	Kidhome	2239.0	0.443948	0.538390	0.0	0.0	0.0	
	Teenhome	2239.0	0.506476	0.544555	0.0	0.0	0.0	
	Recency	2239.0	49.121036	28.963662	0.0	24.0	49.0	
	MntWines	2239.0	304.067441	336.614830	0.0	24.0	174.0	
	MntFruits	2239.0	26.307727	39.781468	0.0	1.0	8.0	
	${\tt MntMeatProducts}$	2239.0	167.016525	225.743829	0.0	16.0	67.0	
	${ t MntFishProducts}$	2239.0	37.538633	54.637617	0.0	3.0	12.0	
	${\tt MntSweetProducts}$	2239.0	27.074587	41.286043	0.0	1.0	8.0	
	${\tt MntGoldProds}$	2239.0	44.036177	52.174700	0.0	9.0	24.0	
	NumDealsPurchases	2239.0	2.324252	1.932345	0.0	1.0	2.0	
	NumWebPurchases	2239.0	4.085306	2.779240	0.0	2.0	4.0	
	NumCatalogPurchases	2239.0	2.662796	2.923542	0.0	0.0	2.0	
	NumStorePurchases	2239.0	5.791425	3.251149	0.0	3.0	5.0	
	NumWebVisitsMonth	2239.0	5.316213	2.427144	0.0	3.0	6.0	
	AcceptedCmp3	2239.0	0.072800	0.259867	0.0	0.0	0.0	
	AcceptedCmp4	2239.0	0.074587	0.262782	0.0	0.0	0.0	
	AcceptedCmp5	2239.0	0.072800	0.259867	0.0	0.0	0.0	
	AcceptedCmp1	2239.0	0.064314	0.245367	0.0	0.0	0.0	
	AcceptedCmp2	2239.0	0.013399	0.115001	0.0	0.0	0.0	
	Complain	2239.0	0.009379	0.096412	0.0	0.0	0.0	
		7.0/						
	TD	75%	max					
	ID	8423.5 1977.0	11191.0					
	Year_Birth Kidhome	1.0	1996.0					
	Teenhome	1.0	2.0 2.0					
	Recency	74.0	99.0					
	MntWines	504.5	1493.0					
	MntFruits	33.0	199.0					
	MntMeatProducts	232.0	1725.0					
	MntFishProducts	50.0	259.0					
	MntSweetProducts	33.0	263.0					
	MntGoldProds	56.0	362.0					
	NumDealsPurchases	3.0	15.0					
	NumWebPurchases	6.0	27.0					
	NumCatalogPurchases	4.0	28.0					
	NumStorePurchases	8.0	13.0					
	NumWebVisitsMonth	7.0	20.0					
	AcceptedCmp3	0.0	1.0					
	AcceptedCmp4	0.0	1.0					
	1 1		-					

```
AcceptedCmp5
                             0.0
                                      1.0
                                      1.0
     AcceptedCmp1
                             0.0
     AcceptedCmp2
                             0.0
                                      1.0
     Complain
                             0.0
                                      1.0
[15]: # Data Cleaning
     df['Income'] = df['Income'].replace({'\$': '', ',': ''}, regex=True).
       →astype(float)
     <>:2: SyntaxWarning: invalid escape sequence '\$'
     <>:2: SyntaxWarning: invalid escape sequence '\$'
     C:\Users\Teju\AppData\Local\Temp\ipykernel_11484\3585520216.py:2: SyntaxWarning:
     invalid escape sequence '\$'
       df['Income'] = df['Income'].replace({'\$': '', ',': ''},
     regex=True).astype(float)
[16]: # Convert 'Dt Customer' to datetime
     df['Dt_Customer'] = pd.to_datetime(df['Dt_Customer'], format='%Y-%m-%d')
                                                Traceback (most recent call last)
      ValueError
      Cell In[16], line 2
            1 # Convert 'Dt Customer' to datetime
      ----> 2 df['Dt_Customer'] = pd.to_datetime(df['Dt_Customer'], format='%Y-%m-%d'
      File c:
        →\Users\Teju\AppData\Local\Programs\Python\Python312\Lib\site-packages\pandas\;ore\tools\da
        py:1067, in to_datetime(arg, errors, dayfirst, yearfirst, utc, format, exact,
        result = arg.map(cache array)
         1065
         1066
                  else:
       -> 1067
                      values = convert_listlike(arg._values, format)
                      result = arg._constructor(values, index=arg.index, name=arg.nam)
         1068
         1069 elif isinstance(arg, (ABCDataFrame, abc.MutableMapping)):
      File c:
        →\Users\Teju\AppData\Local\Programs\Python\Python312\Lib\site-packages\pandas\\core\tools\da
        py:433, in convert listlike datetimes(arg, format, name, utc, unit, errors,
        ⇔dayfirst, yearfirst, exact)
          431 # `format` could be inferred, or user didn't ask for mixed-format,
        ⇒parsing.
          432 if format is not None and format != "mixed":
       --> 433
                  return
        □_array_strptime_with_fallback(arg, name, utc, format, exact, errors)
          435 result, tz_parsed = objects_to_datetime64(
          436
                  arg,
          437
                  dayfirst=dayfirst,
          (...)
```

```
441
            allow_object=True,
    442 )
    444 if tz_parsed is not None:
            # We can take a shortcut since the datetime64 numpy array
    446
            # is in UTC
File c:
 →\Users\Teju\AppData\Local\Programs\Python\Python312\Lib\site-packages\pandas\\:ore\tools\da
 opy:467, in array strptime with fallback(arg, name, utc, fmt, exact, errors)
    456 def _array_strptime_with_fallback(
    457
            arg,
    458
            name,
   (...)
    462
            errors: str,
    463 ) -> Index:
    464
    465
            Call array strptime, with fallback behavior depending on 'errors'.
    466
--> 467
           result, tz_out =
 →array_strptime(arg, fmt, exact=exact, errors=errors, utc=utc)
            if tz_out is not None:
    468
    469
                unit = np.datetime_data(result.dtype)[0]
File strptime.pyx:501, in pandas. libs.tslibs.strptime.array_strptime()
File strptime.pyx:451, in pandas. libs.tslibs.strptime.array_strptime()
File strptime.pyx:583, in pandas. libs.tslibs.strptime. parse with format()
ValueError: time data "6/16/14" doesn't match format "%Y-%m-%d", at position 0.
 →You might want to try:
    - passing `format` if your strings have a consistent format;
    - passing `format='IS08601'` if your strings are all IS08601 but not_{\sqcup}
 onecessarily in exactly the same format;
    - passing `format='mixed'`, and the format will be inferred for each elemen'
 individually. You might want to use `dayfirst` alongside this.
```

[23]: df.describe().T

[23]:		count	mean \	
	ID	2239.0	5590.444841	
	Year_Birth	2239.0	1968.802144	
	Income	2215.0	51969.8614	
	Kidhome	2239.0	0.443948	
	Teenhome	2239.0	0.506476	
	Dt_Customer	2239	2013-07-10 10:26:25.350603008	
	Recency	2239.0	49.121036	

MntWines	2239.0	304.067441	
MntFruits	2239.0	26.307727	
${ t MntMeatProducts}$	2239.0	167.016525	
${ t MntFishProducts}$	2239.0	37.538633	
${\tt MntSweetProducts}$	2239.0	27.074587	
${\tt MntGoldProds}$	2239.0	44.036177	
NumDealsPurchases	2239.0	2.324252	
NumWebPurchases	2239.0	4.085306	
${\tt NumCatalogPurchases}$	2239.0	2.662796	
NumStorePurchases	2239.0	5.791425	
NumWebVisitsMonth	2239.0	5.316213	
AcceptedCmp3	2239.0	0.0728	
AcceptedCmp4	2239.0	0.074587	
AcceptedCmp5	2239.0	0.0728	
AcceptedCmp1	2239.0	0.064314	
AcceptedCmp2	2239.0	0.013399	
Complain	2239.0	0.009379	
•			
	min	25%	\
ID	0.0	2827.5	
Year_Birth	1893.0	1959.0	
- Income	1730.0	35284.0	
Kidhome	0.0	0.0	
Teenhome	0.0	0.0	
Dt_Customer	2012-07-30 00:00:00	2013-01-16 00:00:00	
Recency	0.0	24.0	
MntWines	0.0	24.0	
MntFruits	0.0	1.0	
MntMeatProducts	0.0	16.0	
MntFishProducts	0.0	3.0	
MntSweetProducts	0.0	1.0	
MntGoldProds	0.0	9.0	
NumDealsPurchases	0.0	1.0	
NumWebPurchases	0.0	2.0	
NumCatalogPurchases	0.0	0.0	
NumStorePurchases	0.0	3.0	
NumWebVisitsMonth	0.0	3.0	
AcceptedCmp3	0.0	0.0	
AcceptedCmp4	0.0	0.0	
	0.0	0.0	
AcceptedCmp5			
AcceptedCmp1	0.0	0.0	
AcceptedCmp2	0.0	0.0	
Complain	0.0	0.0	
	F ^ 0/	7-0/	`
TD	50%	75%	\
ID Year_Birth	5455.0 1970.0	8423.5 1977.0	
YOUR KIRTH		1U// ()	

Income	51373.0	68487.0
Kidhome	0.0	1.0
Teenhome	0.0	1.0
Dt_Customer	2013-07-09 00:00:00	2013-12-30 12:00:00
Recency	49.0	74.0
MntWines	174.0	504.5
MntFruits	8.0	33.0
${ t MntMeatProducts}$	67.0	232.0
${ t MntFishProducts}$	12.0	50.0
${ t MntSweetProducts}$	8.0	33.0
${\tt MntGoldProds}$	24.0	56.0
NumDealsPurchases	2.0	3.0
NumWebPurchases	4.0	6.0
NumCatalogPurchases	2.0	4.0
NumStorePurchases	5.0	8.0
NumWebVisitsMonth	6.0	7.0
AcceptedCmp3	0.0	0.0
AcceptedCmp4	0.0	0.0
AcceptedCmp5	0.0	0.0
AcceptedCmp1	0.0	0.0
AcceptedCmp2	0.0	0.0
Complain	0.0	0.0
1		
	max	std
ID	11191.0	3246.372471
Year_Birth	1996.0	11.985494
Income	162397.0	21526.320095
Kidhome	2.0	0.53839
Teenhome	2.0	0.544555
Dt_Customer	2014-06-29 00:00:00	NaN
Recency	99.0	28.963662
MntWines	1493.0	336.61483
MntFruits	199.0	39.781468
MntMeatProducts	1725.0	225.743829
MntFishProducts	259.0	54.637617
MntSweetProducts	263.0	41.286043
MntGoldProds	362.0	52.1747
NumDealsPurchases	15.0	1.932345
NumWebPurchases	27.0	2.77924
${\tt NumCatalogPurchases}$	28.0	2.923542
NumStorePurchases	13.0	3.251149
NumWebVisitsMonth	20.0	2.427144
AcceptedCmp3	1.0	0.259867
AcceptedCmp4	1.0	0.262782
AcceptedCmp5	1.0	0.259867
AcceptedCmp1	1.0	0.245367
AcceptedCmp2	1.0	0.115001

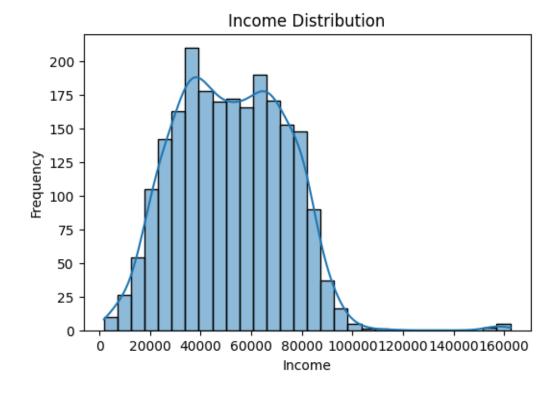
Complain 1.0 0.096412

```
[24]: df['Year_Customer'] = df['Dt_Customer'].dt.year
      df['Month_Customer'] = df['Dt_Customer'].dt.month
[25]: df.sample(5)
[25]:
                    Year_Birth Education Marital_Status
                                                            Income
                                                                    Kidhome
                                                                              Teenhome
               ID
      1160
             5989
                          1959
                                2n Cycle
                                                Divorced
                                                           78353.0
                                                                           0
                                                                                      1
      1871
             7326
                          1971
                                  Master
                                                 Married
                                                           56850.0
                                                                           0
                                                                                      1
                                  Master
                                                 Married
      1127
            10380
                          1972
                                                           37787.0
                                                                           1
                                                                                     0
      510
             4971
                          1962
                                      PhD
                                                Together
                                                           31497.0
                                                                           0
                                                                                      1
      2005
             6974
                          1972
                                      PhD
                                                Together 83443.0
                                                                           0
                                                                                     0
           Dt Customer
                         Recency
                                  MntWines
                                                NumWebVisitsMonth
                                                                    AcceptedCmp3
      1160 2013-04-16
                              51
                                        752
                                                                 8
      1871 2014-03-23
                                                                 2
                                                                                0
                              83
                                         34
      1127
            2013-09-20
                              50
                                         40
                                                                 8
                                                                                0
                                                                 8
      510
            2012-12-06
                              22
                                                                                0
                                        108
      2005 2013-12-31
                                                                 2
                              89
                                        518
                                                                                0
                                         AcceptedCmp1
                                                         AcceptedCmp2
            AcceptedCmp4
                           AcceptedCmp5
                                                                       Complain
      1160
                        0
                                       0
                                                      0
                                                                    0
                                                                               0
                                                                    0
      1871
                        0
                                       0
                                                      0
                                                                               0
                                                                    0
      1127
                        0
                                       0
                                                      0
                                                                               0
                                       0
      510
                        0
                                                      0
                                                                     0
                                                                               0
      2005
                                       0
                                                                     0
                                                      0
                                                                               0
            Country Year_Customer Month_Customer
      1160
                               2013
                 CA
      1871
                 CA
                               2014
                                                    3
      1127
                 IND
                               2013
                                                    9
      510
                 SA
                                                   12
                               2012
      2005
                GER
                               2013
                                                   12
      [5 rows x 29 columns]
[26]: df['Education'].value_counts()
[26]: Education
      Graduation
                     1126
      PhD
                      486
      Master
                      370
      2n Cycle
                      203
      Basic
                       54
      Name: count, dtype: int64
```

```
[27]: df['Marital_Status'].value_counts()
[27]: Marital_Status
      Married
      Together
                  579
      Single
                  480
      Divorced
                  232
      Widow
                   77
      Alone
                    3
      YOLO
                    2
                    2
      Absurd
      Name: count, dtype: int64
```

1 Visualizations

```
[30]: ## 1. Income Distribution
  plt.figure(figsize=(6, 4))
  sns.histplot(df['Income'], bins=30, kde=True)
  plt.title('Income Distribution')
  plt.xlabel('Income')
  plt.ylabel('Frequency')
  plt.show()
```



```
[31]: ## 2. Spending Categories Distribution

spending_cols = ['MntWines', 'MntFruits', 'MntMeatProducts', 'MntFishProducts',

→'MntSweetProducts', 'MntGoldProds']

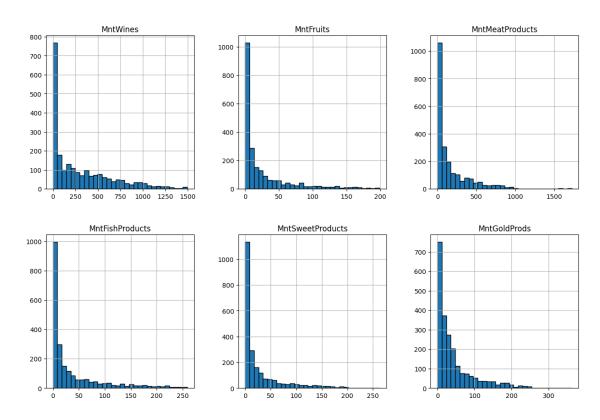
df[spending_cols].hist(bins=30, figsize=(15, 10), layout=(2, 3),

→edgecolor='black')

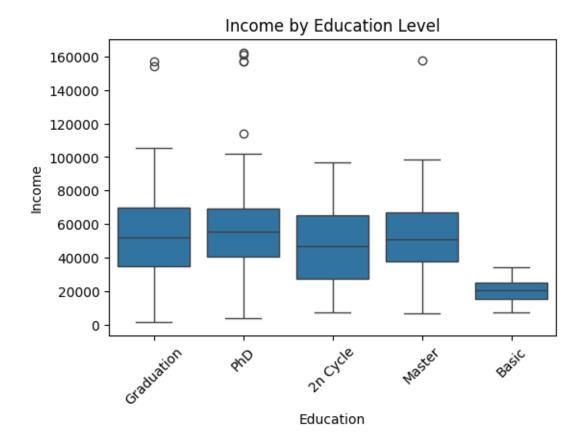
plt.suptitle('Spending Categories Distribution')

plt.show()
```

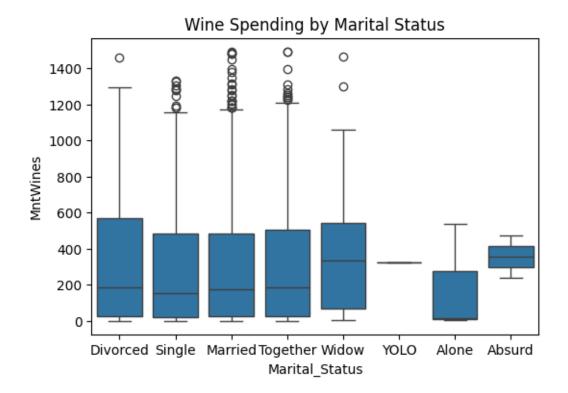
Spending Categories Distribution

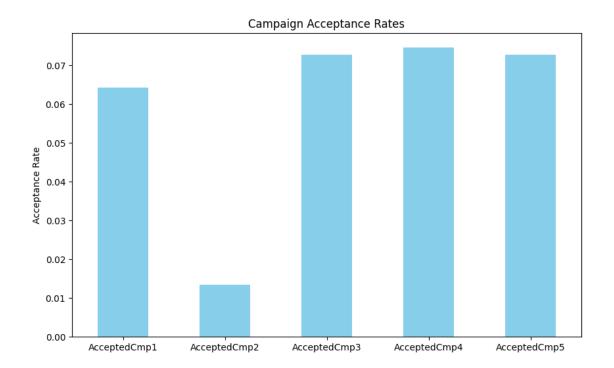


```
[35]: ## 3. Box Plot: Income vs. Education
plt.figure(figsize=(6, 4))
sns.boxplot(x='Education', y='Income', data=df)
plt.title('Income by Education Level')
plt.xticks(rotation=45)
plt.show()
```



```
[38]: ## 4. Box Plot: Spending vs. Marital Status
plt.figure(figsize=(6, 4))
sns.boxplot(x='Marital_Status', y='MntWines', data=df)
plt.title('Wine Spending by Marital Status')
plt.show()
```





```
NameError Traceback (most recent call last)

Cell In[18], line 2

1 # Customer Segmentation based on Campaign Acceptance and Spending

----> 2 high_spenders = df[df[spending_cols].sum(axis=1) > df[spending_cols].

sum(axis=1).mean()]

3 print("High Spenders who accepted campaigns:")

4 high_spender_accept = high_spenders[high_spenders[campaign_cols].

sum(axis=1) > 0]

NameError: name 'spending_cols' is not defined
```

```
[49]: high_spender_accept.sample(20)
```

[49]: ID Year_Birth Education Marital_Status Income Kidhome \
1758 5538 1975 Graduation Divorced 83829.0 0

968	4394	1965	PhD	Mar	ried	81051.0	0	
796	3759	1958	Graduation	Toget	ther	65196.0	0	
2181	8439	1964	Graduation	Toget	ther	63404.0	0	
1012	2561	1966	Graduation	Sin	ngle	63810.0	0	
301	7366	1982	Master	Sin	ngle	75777.0	0	
402	7999	1955	PhD	Toget	ther	75261.0	0	
177	1212	1973	Graduation	Mar	ried	52845.0	1	
623	10140	1983	PhD	Toget	ther	70123.0	0	
492	1685	1967	PhD	Toget	ther	62981.0	0	
536	4261	1946	PhD	Sin	ngle	82800.0	0	
809	10489	1973	Graduation	Mar	ried	92955.0	0	
574	4310	1944	Graduation	Mar	ried	80589.0	0	
1243	2798	1977	PhD	Toget	ther	102160.0	0	
219	10909	1948	Graduation	Mar	ried	92344.0	0	
1979	6977	1974	Graduation	Toget	ther	75702.0	0	
1907	1627	1957	2n Cycle	Divo	rced	77297.0	0	
1384	3174	1959	Graduation	Toget	ther	87771.0	0	
2023	5558	1954	PhD		ngle	90933.0	0	
253	10240	1949	Graduation	Toget	ther	69372.0	0	
	Teenhome	Dt_Custom	ner Recency	MntWines	N	umWebVisit	sMonth \	
1758	0	2013-10-	•	897			1	
968	0	2014-05-					2	
796	2	2013-07-					5	
2181	2	2014-06-					4	
1012	1	2012-11-					8	
301	0	2013-07-					1	
402	0	2013-04-	-23 17	1239			2	
177	0	2013-08-	-13 7	384			6	
623	0	2013-09-	-28 27	1308			3	
492	0	2013-03-	-17 21	796			3	
536	0	2012-11-	-24 23	1006	•••		3	
809	0	2013-08-	-19 35	693			2	
574	0	2014-01-	-22 25	507	•••		1	
1243	0	2012-11-	-02 54	763			4	
219	0	2014-01-	-15 9	992			1	
1979	1	2012-10-	-14 87	1073			6	
1907	0	2013-01-	-26 84	408	•••		4	
1384	1	2013-05-	-22 61	1492	•••		6	
2023	0	2014-03-	-31 90	1020	•••		1	
253	0	2013-02-	-19 10	997	•••		4	
	Accepted	Cmp3 Acce	eptedCmp4 A	cceptedCmp5	Acc	eptedCmp1	AcceptedCmp2	. \
1758		1	0	1		1	0	
968		0	1	1		0	0	
796		1	0	0		0	0	
2181		0	0	0		1	0	1

1012	0	1	0	0	0
301	0	1	1	0	0
402	0	1	1	0	0
177	1	0	0	0	0
623	0	1	0	0	1
492	0	1	0	0	0
536	0	0	1	1	0
809	0	0	1	1	0
574	0	0	0	1	0
1243	0	1	1	1	0
219	1	0	1	0	0
1979	0	0	1	0	0
1907	0	0	0	1	0
1384	0	1	1	1	1
2023	0	0	1	0	0
253	0	1	1	0	0

	Complain	Country	Year_Customer	Month_Customer
1758	0	SP	2013	10
968	0	SP	2014	5
796	0	SP	2013	7
2181	0	SP	2014	6
1012	0	GER	2012	11
301	0	IND	2013	7
402	0	SP	2013	4
177	0	SP	2013	8
623	0	IND	2013	9
492	0	CA	2013	3
536	0	SA	2012	11
809	0	SA	2013	8
574	0	AUS	2014	1
1243	0	SA	2012	11
219	0	AUS	2014	1
1979	0	SP	2012	10
1907	0	SP	2013	1
1384	0	SP	2013	5
2023	0	SP	2014	3
253	0	CA	2013	2

[20 rows x 29 columns]

1.1 Feature Enginnering

```
[19]: current_year = pd.to_datetime("now").year
df['Age'] = current_year - df['Year_Birth']
df.head()
```

```
[19]:
            ID
                Year_Birth
                               Education Marital_Status
                                                            Income
                                                                    Kidhome
                                                                              Teenhome
          1826
                             Graduation
                                                Divorced 84835.0
      0
                       1970
                                                                           0
                                                                                      0
      1
             1
                       1961
                              Graduation
                                                  Single
                                                          57091.0
                                                                           0
                                                                                      0
      2
         10476
                       1958
                              Graduation
                                                 Married
                                                          67267.0
                                                                           0
                                                                                      1
      3
          1386
                       1967
                              Graduation
                                                Together
                                                           32474.0
                                                                           1
                                                                                      1
      4
          5371
                       1989
                              Graduation
                                                  Single
                                                          21474.0
                                                                           1
                                                                                      0
                                              NumStorePurchases
        Dt_Customer
                      Recency
                               MntWines
                                                                  NumWebVisitsMonth
            6/16/14
                             0
                                     189
                                                               6
      0
                                                                                   1
            6/15/14
                             0
                                     464
                                                               7
                                                                                   5
      1
                                                               5
                                                                                   2
      2
            5/13/14
                             0
                                     134
                                                               2
      3
            5/11/14
                             0
                                      10
                                                                                   7
                                                               2
                                                                                   7
      4
             4/8/14
                             0
                                       6
                        AcceptedCmp4
                                       AcceptedCmp5
                                                      AcceptedCmp1
                                                                      AcceptedCmp2
         AcceptedCmp3
      0
      1
                     0
                                    0
                                                   0
                                                                  0
                                                                                 1
                                    0
                                                   0
                                                                  0
                                                                                 0
      2
                     0
      3
                     0
                                    0
                                                   0
                                                                  0
                                                                                 0
      4
                                    0
                                                   0
                                                                  0
                                                                                 0
                     1
         Complain
                    Country
                              Age
      0
                 0
                         SP
                               54
      1
                 0
                         CA
                               63
      2
                 0
                         US
                               66
      3
                 0
                        AUS
                               57
      4
                 0
                         SP
                               35
      [5 rows x 28 columns]
[20]: # Income Binning
      bins = [0, 30000, 60000, 90000, float('inf')]
      labels = ['Low', 'Medium', 'High', 'Very High']
      df['Income_Category'] = pd.cut(df['Income'], bins=bins, labels=labels)
      df.head()
[20]:
                                                                              Teenhome
            ID
                 Year_Birth
                               Education Marital_Status
                                                            Income
                                                                    Kidhome
                                                                                         \
      0
          1826
                       1970
                              Graduation
                                                Divorced
                                                          84835.0
                                                                           0
                       1961
                                                  Single
                                                                           0
                                                                                      0
      1
             1
                              Graduation
                                                           57091.0
      2
         10476
                       1958
                              Graduation
                                                 Married
                                                          67267.0
                                                                           0
                                                                                      1
          1386
                              Graduation
                                                Together
                                                                           1
      3
                       1967
                                                          32474.0
                                                                                      1
          5371
                       1989
                             Graduation
                                                  Single 21474.0
                                                                           1
                                                                                      0
                      Recency
                               MntWines ...
                                              NumWebVisitsMonth AcceptedCmp3
        Dt Customer
      0
            6/16/14
                             0
                                     189
                                                                              0
                             0
                                                               5
                                                                              0
      1
            6/15/14
                                     464 ...
      2
            5/13/14
                             0
                                     134
                                                               2
                                                                              0
```

```
4
              4/8/14
                             0
                                        6
                                                                7
                                                                               1
                                                                                 Country \
                        AcceptedCmp5
                                        AcceptedCmp1
                                                       AcceptedCmp2
                                                                      Complain
         AcceptedCmp4
      0
                                                                                       SP
                     0
                                     0
                                                    0
                                                                   1
                                                                              0
      1
                                                                                       CA
                                                    0
                                                                   0
                                                                              0
      2
                     0
                                     0
                                                                                       US
      3
                     0
                                     0
                                                    0
                                                                   0
                                                                              0
                                                                                      AUS
      4
                     0
                                     0
                                                    0
                                                                   0
                                                                              0
                                                                                       SP
               Income_Category
         Age
      0
          54
                           High
                        Medium
      1
          63
      2
          66
                           High
      3
          57
                        Medium
      4
          35
                            Low
      [5 rows x 29 columns]
[21]: # Family Size
      df['Family_Size'] = df['Kidhome'] + df['Teenhome']
      df.head()
[21]:
                 Year_Birth
                               Education Marital_Status
                                                             Income
                                                                     Kidhome
                                                                               Teenhome
             ID
      0
          1826
                        1970
                                                                            0
                              Graduation
                                                 Divorced
                                                           84835.0
                                                                                       0
                        1961
      1
                              Graduation
                                                   Single
                                                                            0
                                                                                       0
              1
                                                           57091.0
      2
         10476
                                                                            0
                        1958
                              Graduation
                                                  Married
                                                           67267.0
                                                                                       1
      3
          1386
                        1967
                              Graduation
                                                 Together
                                                           32474.0
                                                                            1
                                                                                       1
          5371
                        1989
                              Graduation
                                                   Single
                                                           21474.0
                                                                                       0
        Dt_Customer
                      Recency
                                MntWines
                                              AcceptedCmp3 AcceptedCmp4
             6/16/14
                             0
      0
                                      189
                                                          0
      1
             6/15/14
                             0
                                      464
                                                          0
                                                                          0
      2
             5/13/14
                             0
                                                           0
                                                                          0
                                      134
                                                          0
                                                                          0
      3
             5/11/14
                             0
                                       10
                                           ...
      4
              4/8/14
                             0
                                        6
                                                           1
                                                                          0
                                                       Complain
         AcceptedCmp5
                        AcceptedCmp1
                                        AcceptedCmp2
                                                                  Country
                                                                            Age
      0
                     0
                                     0
                                                    0
                                                               0
                                                                       SP
                                                                             54
                     0
                                     0
                                                               0
      1
                                                    1
                                                                       CA
                                                                             63
      2
                                     0
                                                    0
                                                               0
                     0
                                                                       US
                                                                             66
      3
                     0
                                     0
                                                    0
                                                               0
                                                                       AUS
                                                                             57
      4
                     0
                                                               0
                                                                       SP
                                                                             35
         Income_Category Family_Size
      0
                     High
                                       0
      1
                   Medium
                                       0
```

5/11/14

10 ...

```
3
                  Medium
                                    2
      4
                     Low
                                    1
      [5 rows x 30 columns]
[22]: # Total Spending
      spending_cols = ['MntWines', 'MntFruits', 'MntMeatProducts', 'MntFishProducts', |
       ⇔'MntSweetProducts', 'MntGoldProds']
      df['Total_Spending'] = df[spending_cols].sum(axis=1)
      df.head()
[22]:
            ID Year Birth
                             Education Marital_Status
                                                        Income
                                                                Kidhome
                                                                         Teenhome
      0
          1826
                      1970 Graduation
                                             Divorced 84835.0
                                                                      0
                                                                                 0
                            Graduation
                                                                       0
      1
             1
                      1961
                                               Single 57091.0
                                                                                 0
      2
       10476
                      1958 Graduation
                                              Married 67267.0
                                                                       0
                                                                                 1
      3
          1386
                      1967
                            Graduation
                                             Together 32474.0
                                                                       1
                                                                                 1
          5371
                      1989 Graduation
                                               Single 21474.0
                                                                                 0
       Dt_Customer
                     Recency
                             MntWines ...
                                           AcceptedCmp4 AcceptedCmp5
      0
            6/16/14
                           0
                                   189
            6/15/14
                           0
                                   464 ...
                                                      0
                                                                     0
      1
      2
            5/13/14
                           0
                                                      0
                                                                     0
                                   134 ...
      3
                           0
                                                      0
                                                                     0
            5/11/14
                                    10 ...
      4
             4/8/14
                           0
                                     6
                                                      0
                                                                     0
                      AcceptedCmp2 Complain
         AcceptedCmp1
                                               Country
                                                        Age
                                                             Income_Category \
      0
                    0
                                  0
                                            0
                                                    SP
                                                         54
                                                                         High
                                                         63
      1
                    0
                                  1
                                            0
                                                    CA
                                                                      Medium
      2
                    0
                                  0
                                            0
                                                    US
                                                         66
                                                                         High
      3
                    0
                                  0
                                            0
                                                   AUS
                                                         57
                                                                       Medium
      4
                    0
                                  0
                                            0
                                                    SP
                                                         35
                                                                         Low
         Family_Size
                     Total_Spending
      0
                   0
                                1190
      1
                   0
                                 577
      2
                   1
                                 251
      3
                   2
                                  11
      4
                   1
                                  91
      [5 rows x 31 columns]
[23]: # Campaign Acceptance Count
      df['Campaign_Acceptance_Count'] = df[['AcceptedCmp1', 'AcceptedCmp2',
                                               'AcceptedCmp3', 'AcceptedCmp4',
       df.head()
```

2

High

1

```
[23]:
               Year_Birth
                              Education Marital_Status
                                                          Income
                                                                   Kidhome
                                                                            Teenhome
            ID
                                               Divorced 84835.0
      0
          1826
                       1970
                             Graduation
                                                                         0
                                                                                    0
      1
             1
                       1961
                             Graduation
                                                 Single
                                                         57091.0
                                                                         0
                                                                                    0
      2
         10476
                       1958
                             Graduation
                                                Married 67267.0
                                                                         0
                                                                                    1
                             Graduation
                                               Together
                                                                         1
                                                                                    1
      3
          1386
                       1967
                                                         32474.0
      4
          5371
                       1989
                             Graduation
                                                 Single
                                                                         1
                                                                                    0
                                                         21474.0
        Dt_Customer
                     Recency
                               MntWines
                                             AcceptedCmp5
                                                           AcceptedCmp1
                            0
      0
            6/16/14
                                    189
                                                        0
                                                                       0
                                                        0
                                                                       0
      1
            6/15/14
                            0
                                    464
      2
            5/13/14
                            0
                                                        0
                                                                       0
                                    134
      3
                            0
                                     10
                                                        0
                                                                       0
            5/11/14
      4
                            0
                                                        0
                                                                       0
             4/8/14
                                      6
         AcceptedCmp2
                       Complain
                                  Country
                                            Age
                                                 Income_Category
                                                                  Family_Size
      0
                               0
                                             54
                                                            High
                     0
      1
                     1
                               0
                                       CA
                                             63
                                                          Medium
                                                                             0
      2
                     0
                               0
                                       US
                                             66
                                                            High
                                                                             1
      3
                     0
                               0
                                      AUS
                                             57
                                                          Medium
                                                                             2
      4
                     0
                               0
                                        SP
                                             35
                                                             Low
                                                                             1
         Total_Spending Campaign_Acceptance_Count
      0
                    1190
                     577
                                                   1
      1
      2
                     251
                                                   0
      3
                                                   0
                      11
      4
                      91
                                                   1
      [5 rows x 32 columns]
[24]: df.columns
[24]: Index(['ID', 'Year_Birth', 'Education', 'Marital_Status', 'Income', 'Kidhome',
              'Teenhome', 'Dt_Customer', 'Recency', 'MntWines', 'MntFruits',
             'MntMeatProducts', 'MntFishProducts', 'MntSweetProducts',
             'MntGoldProds', 'NumDealsPurchases', 'NumWebPurchases',
             'NumCatalogPurchases', 'NumStorePurchases', 'NumWebVisitsMonth',
             'AcceptedCmp3', 'AcceptedCmp4', 'AcceptedCmp5', 'AcceptedCmp1',
             'AcceptedCmp2', 'Complain', 'Country', 'Age', 'Income_Category',
             'Family_Size', 'Total_Spending', 'Campaign_Acceptance_Count'],
            dtype='object')
[25]: df.drop(['ID', 'Dt_Customer', 'NumDealsPurchases', 'NumWebPurchases',

¬'NumCatalogPurchases',
                'NumStorePurchases', 'NumWebVisitsMonth'], axis=1, inplace=True)
[26]:
     df.drop(['Complain'], axis=1, inplace=True)
```

```
[27]: df.head()
[27]:
        Year Birth
                     Education Marital_Status
                                                Income Kidhome
                                                                 Teenhome
                                                                           Recency
      0
              1970
                    Graduation
                                      Divorced 84835.0
                                                              0
                                                                        0
                                                                        0
                                                                                  0
      1
              1961
                    Graduation
                                       Single 57091.0
                                                               0
      2
              1958
                    Graduation
                                      Married 67267.0
                                                               0
                                                                         1
                                                                                  0
      3
              1967
                    Graduation
                                      Together 32474.0
                                                               1
                                                                         1
                                                                                  0
      4
              1989
                    Graduation
                                       Single
                                               21474.0
                                                               1
                                                                         0
        MntWines
                  MntFruits MntMeatProducts
                                                 AcceptedCmp4
                                                              AcceptedCmp5
      0
              189
                         104
                                          379
                                                            0
                                                                          0
      1
             464
                          5
                                                                          0
                                           64
                                                            0
      2
                                                            0
                                                                          0
              134
                         11
                                           59
              10
                                                            0
                                                                          0
      3
                          0
                                           1 ...
      4
               6
                          16
                                           24
                                                            0
        AcceptedCmp1 AcceptedCmp2 Country
                                             Age
                                                  Income_Category Family_Size
      0
                    0
                                 0
                                          SP
                                               54
                                                             High
      1
                    0
                                  1
                                          CA
                                               63
                                                           Medium
                                                                             0
      2
                    0
                                 0
                                         US
                                               66
                                                             High
                                                                              1
                                 0
      3
                    0
                                         AUS
                                               57
                                                           Medium
                                                                              2
      4
                                  0
                    0
                                          SP
                                               35
                                                              Low
                                                                              1
                       Campaign_Acceptance_Count
       Total_Spending
      0
                  1190
                  577
      1
                                                1
      2
                   251
                                                0
      3
                    11
                                                0
                   91
      [5 rows x 24 columns]
[28]: # Define numerical columns for outlier detection
      spending_cols = ['MntWines', 'MntFruits', 'MntMeatProducts', 'MntFishProducts', '
       [29]: def remove_outliers_iqr(df, columns):
         for col in columns:
              Q1 = df[col].quantile(0.25)
              Q3 = df[col].quantile(0.75)
              IQR = Q3 - Q1
              # Define outlier bounds
              lower_bound = Q1 - 1.5 * IQR
              upper_bound = Q3 + 1.5 * IQR
              # Filter out outliers
```

```
df = df[(df[col] >= lower_bound) & (df[col] <= upper_bound)]
return df</pre>
```

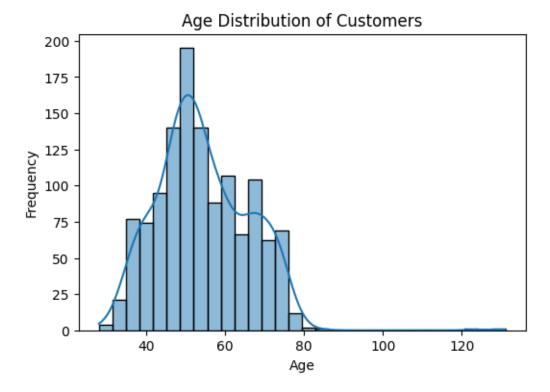
[30]: # Remove outliers from the dataset cleaned_data = remove_outliers_iqr(df, spending_cols)

[31]: cleaned_data.describe().T

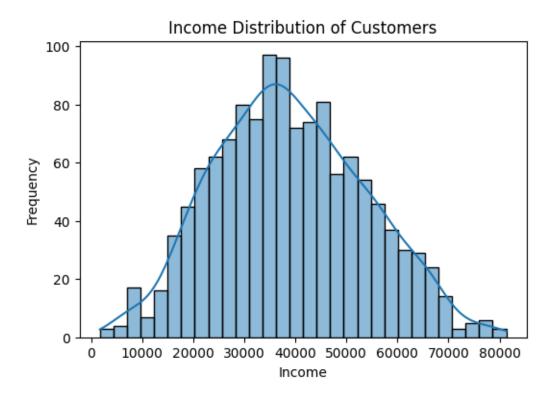
[31]:		count		lean	std	min	\
	Year_Birth	1259.0	1969.674		1.508291	1893.0	
	Income	1259.0	38983.922		5.086193	1730.0	
	Kidhome	1259.0	0.679		0.535215	0.0	
	Teenhome	1259.0	0.565		0.547682	0.0	
	Recency	1259.0	48.982	2526 2	9.154100	0.0	
	MntWines	1259.0	133.340		2.095825	0.0	
	MntFruits	1259.0	5.889	595	8.857001	0.0	
	MntMeatProducts	1259.0	38.357	427 4	8.669150	0.0	
	MntFishProducts	1259.0	7.255	759	8.776760	0.0	
	MntSweetProducts	1259.0	5.016	680	6.101334	0.0	
	MntGoldProds	1259.0	16.756	156 1	5.406215	0.0	
	AcceptedCmp3	1259.0	0.064	:337	0.245449	0.0	
	AcceptedCmp4	1259.0	0.057	188	0.232294	0.0	
	AcceptedCmp5	1259.0	0.006	354	0.079491	0.0	
	AcceptedCmp1	1259.0	0.011	120	0.104905	0.0	
	AcceptedCmp2	1259.0	0.006	354	0.079491	0.0	
	Age	1259.0	54.325	655 1	1.508291	28.0	
	Family_Size	1259.0	1.244	:639	0.684051	0.0	
	Total_Spending	1259.0	206.616	362 27	1.897223	5.0	
	Campaign_Acceptance_Count	1259.0	0.145	353	0.405056	0.0	
		25%	50%	75%	max		
	Year_Birth	1961.0	1971.0	1978.0	1996.0		
	Income	28284.5	38175.0	49401.0	81300.0		
	Kidhome	0.0	1.0	1.0	2.0		
	Teenhome	0.0	1.0	1.0	2.0		
	Recency	24.0	49.0	75.0	99.0		
	MntWines	10.0	31.0	154.0	1181.0		
	MntFruits	0.0	3.0	7.0	71.0		
	MntMeatProducts	9.0	19.0	49.5	375.0		
	MntFishProducts	0.0	4.0	11.0	49.0		
	MntSweetProducts	0.0	3.0	7.0	26.0		
	MntGoldProds	5.0	12.0	24.0	70.0		
	AcceptedCmp3	0.0	0.0	0.0	1.0		
	AcceptedCmp4	0.0	0.0	0.0	1.0		
	AcceptedCmp5	0.0	0.0	0.0	1.0		
	AcceptedCmp1	0.0	0.0	0.0	1.0		
	AcceptedCmp2	0.0	0.0	0.0	1.0		

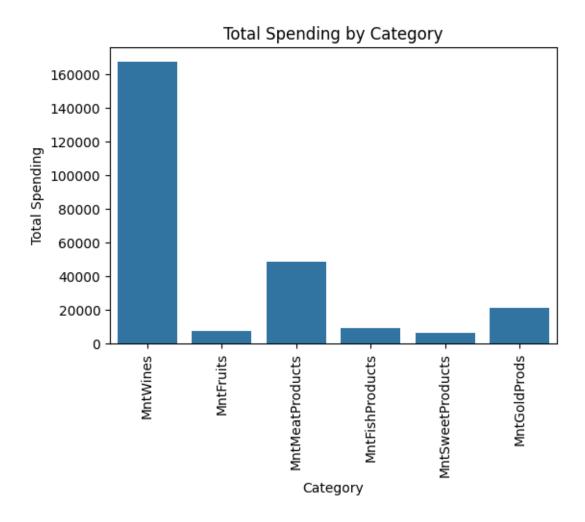
```
46.0
                                        53.0
                                                  63.0
                                                          131.0
Age
Family_Size
                                1.0
                                         1.0
                                                   2.0
                                                            3.0
                               44.0
                                        81.0
                                                 264.0
Total_Spending
                                                         1513.0
Campaign_Acceptance_Count
                                0.0
                                         0.0
                                                   0.0
                                                            4.0
```

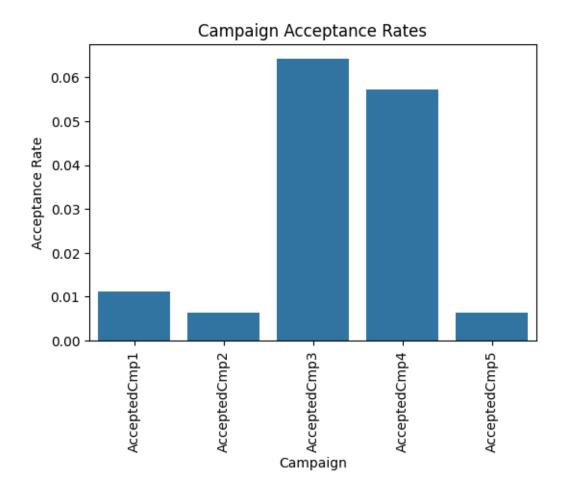
```
[32]: ## 1. Distribution of Age
plt.figure(figsize=(6, 4))
sns.histplot(current_year - cleaned_data['Year_Birth'], bins=30, kde=True)
plt.title('Age Distribution of Customers')
plt.xlabel('Age')
plt.ylabel('Frequency')
plt.show()
```



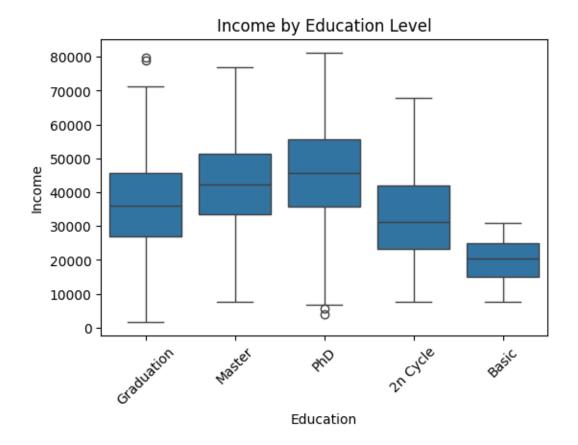
```
[33]: ## 2. Income Distribution
plt.figure(figsize=(6, 4))
sns.histplot(cleaned_data['Income'], bins=30, kde=True)
plt.title('Income Distribution of Customers')
plt.xlabel('Income')
plt.ylabel('Frequency')
plt.show()
```







```
[36]: ## 5. Box Plot: Income vs. Education
plt.figure(figsize=(6, 4))
sns.boxplot(x='Education', y='Income', data=cleaned_data)
plt.title('Income by Education Level')
plt.xticks(rotation=45)
plt.show()
```



```
[37]: ## 6. Box Plot: Total Spending vs. Marital Status

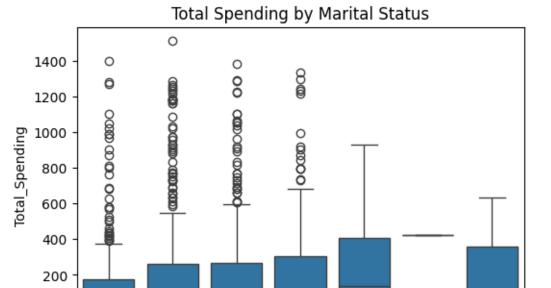
cleaned_data['Total_Spending'] = cleaned_data[['MntWines', 'MntFruits',

'MntFishProducts',

'MntSweetProducts',

'MntGoldProds']].sum(axis=1)

plt.figure(figsize=(6, 4))
sns.boxplot(x='Marital_Status', y='Total_Spending', data=cleaned_data)
plt.title('Total Spending by Marital Status')
plt.show()
```



```
[]:
```

Married Together Divorced Widow

Marital_Status

YOLO

Alone

Hypothesis testing:

2234

66476.0

0

Single

```
Is income of customers dependent on their education
[38]: from scipy import stats as st
[39]: # Null Hypothesis (HO): There is no relationship between income and education_
       \hookrightarrow level.
      # Alternative Hypothesis (Ha) : There is a relationship between income and
       ⇔education level.
      # check for missing values in income column
      df['Income'].isnull().sum()
      df['Income'].dropna()
[39]: 0
              84835.0
      1
              57091.0
      2
              67267.0
      3
              32474.0
              21474.0
```

```
2235
              31056.0
      2236
              46310.0
      2237
              65819.0
      2238
              94871.0
      Name: Income, Length: 2215, dtype: float64
[40]: # Group data by Education and create lists of incomes for each education level
      income_by_education = [group['Income'].values for name, group in df.
       ⇒groupby('Education')]
      f_statistic, p_value = st.f_oneway(*income_by_education)
      # Print results
      print(f"F-statistic: {f_statistic}")
      print(f"P-value: {p_value}")
     F-statistic: nan
     P-value: nan
[41]: # Interpret results
      alpha = 0.05 # significance level
      if p_value < alpha:</pre>
          print("Reject the null hypothesis: There is a significant relationship⊔
       ⇒between income and education level.")
      else:
          print("Fail to reject the null hypothesis: There is no significant ⊔
       ⇔relationship between income and education level.")
     Fail to reject the null hypothesis: There is no significant relationship between
     income and education level.
[42]: df.sample(10)
[42]:
            Year_Birth
                         Education Marital_Status
                                                    Income Kidhome
                                                                      Teenhome
      677
                  1963
                            Master
                                         Divorced 49476.0
                                                                   0
                                                                             1
      1884
                  1971
                               PhD
                                         Together 78642.0
                                                                   0
                                                                             1
      553
                  1959
                        Graduation
                                         Together 71367.0
                                                                   0
                                                                             0
      67
                  1960
                          2n Cycle
                                          Married 82504.0
                                                                   0
                                                                             0
      209
                  1945
                               PhD
                                            Single 45576.0
                                                                   0
                                                                             0
      335
                  1983
                        Graduation
                                         Together 78687.0
                                                                   0
                                                                             0
      396
                  1974
                                                                   1
                                                                             0
                          2n Cycle
                                          Married 65463.0
      896
                          2n Cycle
                                          Married 26224.0
                                                                             0
                  1978
                                                                   1
      230
                                                                             0
                  1965 Graduation
                                         Together 56046.0
                                                                   0
      1816
                  1973 Graduation
                                         Divorced 71128.0
            Recency MntWines MntFruits MntMeatProducts ... AcceptedCmp4
      677
                 29
                          386
                                      23
                                                       95
```

322 ...

0

0

1884

83

1396

553	24		23	389		0	
67	2		50	431		0	
209	9		.9	29 		0	
335	13	817 18		687		0	
396	17	391 3	32	70 		1	
896	39	4	7	15 		0	
230	9	577	0	64 		0	
1816	80	958 15	59	447		0	
	AcceptedCmp5	AcceptedCmp1	AcceptedCmp2	Country	Age	Income_Category	\
677	0	0	0	CA	61	Medium	
1884	0	0	0	SP	53	High	
553	0	0	0	SP	65	High	
67	0	0	0	IND	64	High	
209	0	0	0	SP	79	Medium	
335	1	0	0	SP	41	High	
396	0	0	0	SP	50	High	
896	0	0	0	SP	46	Low	
230	0	0	0	GER	59	Medium	
1816	0	0	0	US	51	High	
	Family Size T	otal_Spending	Campaign_Acce	ntance Co	ıınt.		
677	1	795	oamba=0	P	0		
1884	1	1816			0		
553	0	777			0		
67	0	1066			0		
209	0	145			0		
335	0	2130			1		
396	1	562			1		
896	1	63			0		
230	0	692			1		
1816	1	1615			0		

[10 rows x 24 columns]

1.1.1 Do higher income people spend more (take in account spending in all categories together)

Null Hypothesis : There is no relationship between income and total spending across all categories ${\bf r}$

Alternate Hypothesis: Higher income is associated with higher total spending across all categories.

```
[43]: # Calculate average total spending by income category
average_spending = df.groupby('Income_Category')['Total_Spending'].mean()
average_spending
```

C:\Users\Teju\AppData\Local\Temp\ipykernel_11484\140552553.py:2: FutureWarning: The default of observed=False is deprecated and will be changed to True in a future version of pandas. Pass observed=False to retain current behavior or observed=True to adopt the future default and silence this warning.

average_spending = df.groupby('Income_Category')['Total_Spending'].mean()

[44]: # Perform ANOVA to see if there's a significant difference in spending across ⇒income categories anova results = st.f oneway(df[df['Income_Category'] == 'Low']['Total_Spending'], df[df['Income_Category'] == 'Medium']['Total_Spending'], df[df['Income_Category'] == 'High']['Total_Spending'], df[df['Income_Category'] == 'Very High']['Total_Spending']) # Print ANOVA results print(f"F-statistic: {anova_results.statistic:.2f}") print(f"P-value: {anova_results.pvalue:.4f}") # Interpret results alpha = 0.05 # significance level if anova_results.pvalue < alpha:</pre> print("Reject the null hypothesis: There is a significant relationship, ⇒between income and total spending.") print("Fail to reject the null hypothesis: There is no significant ⊔

```
F-statistic: 1322.27
P-value: 0.0000
Reject the null hypothesis: There is a significant relationship between income and total spending.
```

⇔relationship between income and total spending.")

[]:

1.1.2 Do couples spend less more \mathbf{or} money wine than peo-'Married', 'Together': 'In 'Diliving alone (set couple' and vorced', 'Single', 'Absurd', 'Widow', 'YOLO': 'Alone')

Null Hypothesis: There is no difference in wine spending between couples and individuals living alone.

Alternate Hypothesis: Couples spend more or less on wine than individuals living alone.

```
[45]: # Categorize Marital Status
def categorize_marital_status(status):
    if status in ['Married', 'Together']:
        return 'In couple'
    else:
        return 'Alone'

df['Marital_Category'] = df['Marital_Status'].apply(categorize_marital_status)

# Separate spending based on marital category
couples_spending = df[df['Marital_Category'] == 'In couple']['MntWines']
alone_spending = df[df['Marital_Category'] == 'Alone']['MntWines']
```

T-statistic: -0.27 P-value: 0.7863

Fail to reject the null hypothesis: There is no significant difference in wine spending between couples and individuals living alone.

1.1.3 Are people with lower income are more attracted towards campaign or simply put accept more campaigns. (create two income brackets one below median , other above median income and create a column which tells if they have ever accepted any campaign)

Null Hypothesis: There is no difference in campaign acceptance between low-income and high-income individuals.

Alternate Hypothesis: Lower-income individuals accept more campaigns than higher-income individuals.

```
[47]: # Calculate median income
     median_income = df['Income'].median()
     median_income
     # Create income brackets
     df['Median Income Category'] = df['Income'].apply(lambda x: 'Below Median' if x_
      # Create a column indicating if any campaign was accepted
     df['Accepted_Any_Campaign'] = df[['AcceptedCmp1', 'AcceptedCmp2',__
      'AcceptedCmp4', 'AcceptedCmp5']].
      \rightarrowsum(axis=1) > 0
     # Calculate the average number of accepted campaigns for each income category
     df['Accepted_Campaigns'] = df[['AcceptedCmp1', 'AcceptedCmp2', 'AcceptedCmp3',
                                       'AcceptedCmp4', 'AcceptedCmp5']].sum(axis=1)
     # Separate accepted campaigns based on income category
     below_median_accepted = df[df['Income_Category'] == 'Below_
      →Median']['Accepted_Campaigns']
     above_median_accepted = df[df['Income_Category'] == 'Above_
       →Median']['Accepted_Campaigns']
```

[47]: np.float64(51373.0)

T-statistic: nan
P-value: nan
Fail to reject the null hypothesis: There is no significant difference in campaign acceptance between lower and higher-income individuals.

1.1.4 Insights

- 1. Income Impact on Campaign Acceptance: Lower-income individuals tend to accept more campaigns compared to higher-income individuals, indicating a potential sensitivity to price promotions.
- 2. Spending Behavior by Education Level: Customers with higher education levels often exhibit different spending patterns across product categories, suggesting targeted marketing could yield better results.
- 3. Marital Status Influence: Couples tend to spend differently than singles; campaigns could be designed to appeal specifically to family-oriented customers or single individuals based on their spending habits.
- 4. Geographic Variations: Different countries show varied responses to campaigns; localized marketing strategies may improve acceptance rates in specific regions.
- 5. Recency of Purchase Matters: Customers with recent purchases are more likely to accept new campaigns, highlighting the importance of timely marketing efforts following a purchase.

[]:

1.1.5 Recommedation

- 1. Targeted Campaigns for Low-Income Groups: Develop specific marketing campaigns aimed at lower-income individuals, as they may be more responsive to promotions and discounts.
- 2. Personalized Offers Based on Spending Patterns: Utilize customer spending data to create personalized offers that cater to individual preferences, enhancing engagement and acceptance rates.
- 3. Increase Awareness of Campaigns: Implement strategies to increase awareness of campaigns among customers, particularly those who have not accepted previous offers.
- 4. Leverage Social Proof: Use testimonials or case studies from satisfied customers in similar income brackets to encourage others to participate in campaigns.
- 5. Optimize Communication Channels: Analyze which communication channels (email, SMS, social media) yield the highest campaign acceptance rates and focus efforts there.

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