

Machine Learning:

➤ **Objective:**

- To find out if the Cross-Sell promotion of Apprentice chef's "Halfway There" would diversify the revenue stream.

➤ **Business question:**

- Will the Customers make use of the promotion? As the executives at Apprentice Chef believe this endeavour will create a competitive advantage based on its unique product offering of hard to find local wines.

➤ **Feature engineering:**

- Used Logit function to see how the model works with the existing variables
- There were 47 null values in the family name
- Splitting the email into useful variables
- Assigning them individual groups
- Making a boxplot to see how many variables fall in each segment
- Defined the outliers by using threshold High and Low
- Used (text_split_feature) to split the name in numbers
- Using Correlation function found the most correlated variable

➤ **Model:**

- Decision Tree as it provides the highest AUC as well as Test scores

➤ **Model Selection & Validation:**

- Tested several models that increased which gave high values, however the tree model provided decision making for HALFWAY THERE's value as to why more people would us this promotion.
- The tree model provided insights about the factor before noon and after noon order behavior

➤ **BUSINESS INSIGHT:**

- **Revenue:**

1. Personal generated more revenue with respect to Cross-sell promotion
2. Professional generated less revenue in comparison to junk and personal

- **Cross-sell success:**

1. Closely related to percentage of the time the customer followed meal recommendation by 46%.
2. Second correlation is with professional emails with 19%
3. Third relation is with number of names.
4. Only 963 customers used the promotion out of 1946

Recommendation:

- Attract more millennials, as the purchasing power is with the millennials
- Use smart watch to order the half bottle as it might be fancy for a few millennials
- Use delivery drones for “halfway there” only
- Have augmented reality in the video which are being watched by the customers for mostly training