# aerofit-case-study-final

## April 19, 2024

#### Business Problem

The market research team at AeroFit wants to identify the characteristics of the target audience for each type of treadmill offered by the company, to provide a better recommendation of the treadmills to the new customers.

```
[]: import pandas as pd
     import seaborn as sns
     import matplotlib.pyplot as plt
[]: # Loading the dataset and previewing it
     df = pd.read_csv("aerofit_treadmill.csv")
     df.head()
[]:
      Product
                Age
                     Gender Education MaritalStatus Usage Fitness
                                                                       Income
                                                                              Miles
         KP281
                       Male
                                    14
                                                           3
                                                                        29562
                                                                                 112
                 18
                                              Single
     1
        KP281
                 19
                       Male
                                    15
                                              Single
                                                           2
                                                                    3
                                                                        31836
                                                                                  75
     2
        KP281
                 19 Female
                                           Partnered
                                                           4
                                                                                  66
                                    14
                                                                    3
                                                                        30699
     3
        KP281
                 19
                       Male
                                    12
                                              Single
                                                           3
                                                                    3
                                                                        32973
                                                                                  85
        KP281
                 20
                       Male
                                    13
                                           Partnered
                                                           4
                                                                        35247
                                                                                  47
[]: df.shape
[]: (180, 9)
[]: # Checking the structure of the dataset
     df.info()
    <class 'pandas.core.frame.DataFrame'>
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 180 entries, 0 to 179

Data columns (total 9 columns):

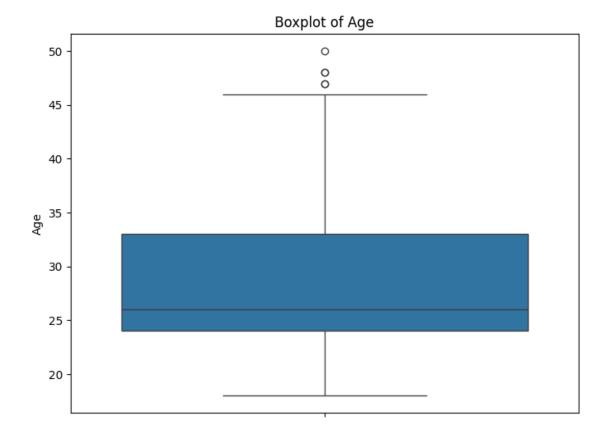
#	Column	Non-Null Count	Dtype
0	Product	180 non-null	object
1	Age	180 non-null	int64
2	Gender	180 non-null	object
3	Education	180 non-null	int64

```
4
         MaritalStatus 180 non-null
                                          object
     5
                         180 non-null
                                          int64
         Usage
     6
         Fitness
                                          int64
                         180 non-null
     7
         Income
                         180 non-null
                                          int64
     8
         Miles
                         180 non-null
                                          int64
    dtypes: int64(6), object(3)
    memory usage: 12.8+ KB
[]: # Getting a statistical summary of the dataset
     df.describe()
                         Education
                                          Usage
                                                     Fitness
                                                                      Income
                   Age
            180.000000
                         180.000000
                                     180.000000
                                                 180.000000
                                                                 180.000000
     count
     mean
             28.788889
                          15.572222
                                       3.455556
                                                    3.311111
                                                               53719.577778
     std
              6.943498
                           1.617055
                                       1.084797
                                                    0.958869
                                                               16506.684226
     min
             18.000000
                          12.000000
                                       2.000000
                                                    1.000000
                                                               29562.000000
     25%
                                       3.000000
                                                               44058.750000
             24.000000
                          14.000000
                                                    3.000000
     50%
             26.000000
                         16.000000
                                       3.000000
                                                    3.000000
                                                               50596.500000
     75%
             33.000000
                          16.000000
                                       4.000000
                                                    4.000000
                                                               58668.000000
             50.000000
                          21.000000
                                       7.000000
                                                    5.000000
                                                              104581.000000
     max
                 Miles
            180.000000
     count
     mean
            103.194444
     std
             51.863605
    min
             21.000000
     25%
             66.000000
     50%
             94.000000
     75%
            114.750000
            360.000000
     max
[]: # Checking for missing values
     missing_values = df.isnull().sum()
     print("Missing Values:")
     print(missing_values)
    Missing Values:
    Product
                      0
    Age
                      0
    Gender
                      0
    Education
                      0
    MaritalStatus
                      0
    Usage
                      0
    Fitness
                      0
    Income
                      0
    Miles
                      0
```

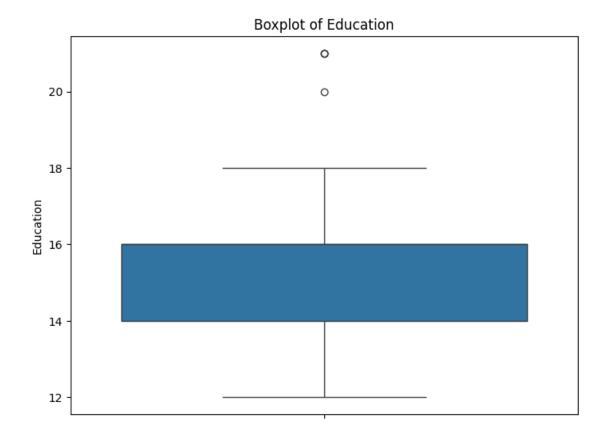
[]:

```
dtype: int64
```

```
[]: # Checking for duplicate rows
     duplicates = df.duplicated()
     # Counting the number of duplicate rows
     num_duplicates = duplicates.sum()
     print("Number of Duplicate Rows:", num_duplicates)
    Number of Duplicate Rows: 0
[]: # Check unique values of categorical variables
     print("Unique values :", df['Product'].unique())
     print("Unique values :", df['Gender'].unique())
     print("Unique values :", df['MaritalStatus'].unique())
    Unique values : ['KP281' 'KP481' 'KP781']
    Unique values : ['Male' 'Female']
    Unique values : ['Single' 'Partnered']
[]: # Select numerical columns for outlier detection
     numerical_columns = df.select_dtypes(include=['int64']).columns
     # Plot boxplots for each numerical column
     for col in numerical_columns:
         plt.figure(figsize=(8, 6))
         sns.boxplot(y=col, data=df)
         plt.title(f'Boxplot of {col}')
         plt.show()
         # Calculate mean and median
         mean_val = df[col].mean()
         median_val = df[col].median()
         print(f"Mean of {col}: {mean_val}")
         print(f"Median of {col}: {median_val}")
         # Calculate the difference between mean and median
         diff = mean_val - median_val
         print(f"Difference between mean and median of {col}: {diff}")
```

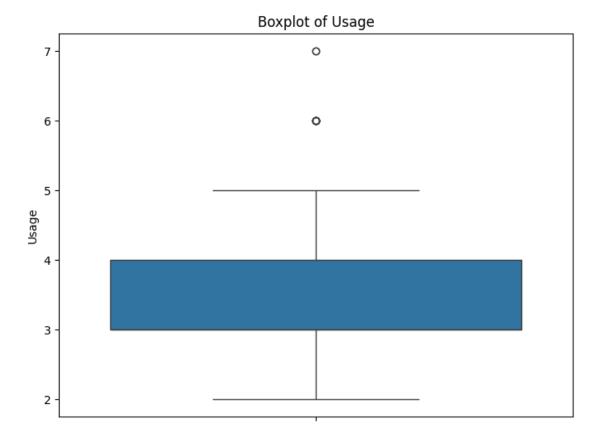


Median of Age: 26.0



Mean of Education: 15.5722222222223

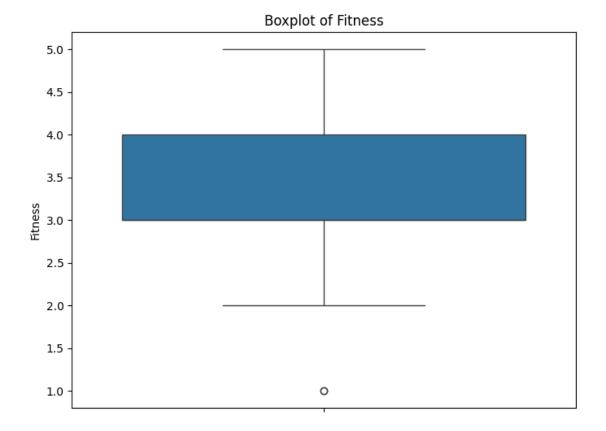
Median of Education: 16.0



Mean of Usage: 3.455555555555557

Median of Usage: 3.0

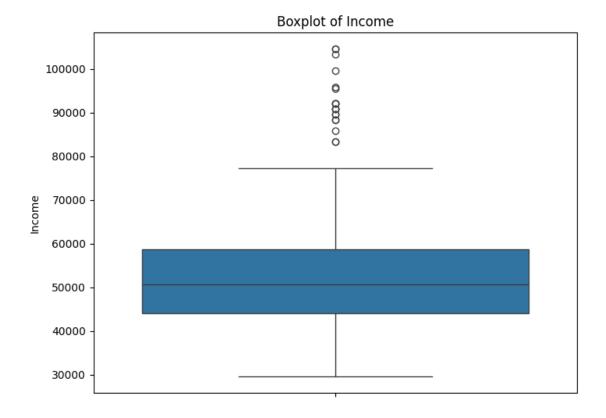
Difference between mean and median of Usage: 0.455555555555555



Mean of Fitness: 3.311111111111111

Median of Fitness: 3.0

Difference between mean and median of Fitness: 0.3111111111111109

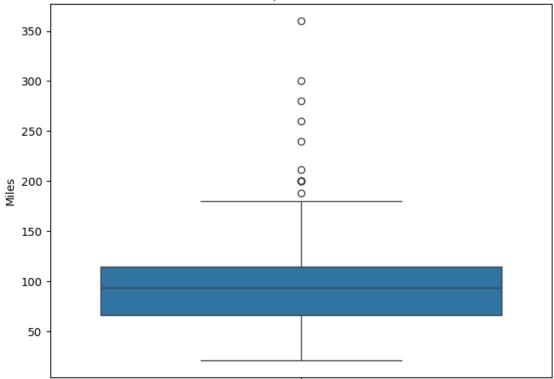


Mean of Income: 53719.5777777778

Median of Income: 50596.5

Difference between mean and median of Income: 3123.077777777766





```
Mean of Miles: 103.1944444444444
```

Median of Miles: 94.0

Difference between mean and median of Miles: 9.19444444444444443

```
[]: # Display the unique values and their counts for each column
for col in df.columns:
    print(f"Column: {col}")
    print(f"Number of unique values: {df[col].nunique()}")
    print(f"Unique values:\n{df[col].unique()}\n")

# If the column has less than 10 unique values, also display value counts
if df[col].nunique() <= 10:
    print(f"Value counts:\n{df[col].value_counts()}\n")</pre>
```

```
Column: Product
```

Number of unique values: 3

Unique values:

['KP281' 'KP481' 'KP781']

Value counts:

Product

KP281 80

KP481 60 KP781 40

Name: count, dtype: int64

Column: Age

Number of unique values: 32

Unique values:

 $[18 \ 19 \ 20 \ 21 \ 22 \ 23 \ 24 \ 25 \ 26 \ 27 \ 28 \ 29 \ 30 \ 31 \ 32 \ 33 \ 34 \ 35 \ 36 \ 37 \ 38 \ 39 \ 40 \ 41$ 

43 44 46 47 50 45 48 42]

Column: Gender

Number of unique values: 2

Unique values: ['Male' 'Female']

Value counts:

Gender

Male 104 Female 76

Name: count, dtype: int64

Column: Education

Number of unique values: 8

Unique values:

[14 15 12 13 16 18 20 21]

Value counts:

Education

16 85

14 55

23 18

15 5

13 5

12 3

21 3 20

Name: count, dtype: int64

Column: MaritalStatus

Number of unique values: 2

Unique values:

1

['Single' 'Partnered']

Value counts:

MaritalStatus

Partnered 107 Single 73

Name: count, dtype: int64

Column: Usage

Number of unique values: 6

Unique values: [3 2 4 5 6 7]

#### Value counts:

Usage

- 3 69
- 4 52
- 2 33
- 5 17
- 6 7
- 7 2

Name: count, dtype: int64

Column: Fitness

Number of unique values: 5

Unique values: [4 3 2 1 5]

#### Value counts:

Fitness

- 3 97
- 5 31
- 2 26
- 4 24
- 1 2

Name: count, dtype: int64

Column: Income

Number of unique values: 62

Unique values:

[ 29562 31836 30699 32973 35247 37521 36384 38658 40932 34110 39795 42069 44343 45480 46617 48891 53439 43206 52302 51165 68220 55713 50028 54576 60261 67083 56850 59124 61398 57987 64809 47754 65220 62535 48658 54781 48556 58516 53536 61006 57271 52291 49801 62251 64741 70966 75946 74701 69721 83416 88396 90886 92131 77191 52290 85906 103336 99601 89641 95866 104581 95508]

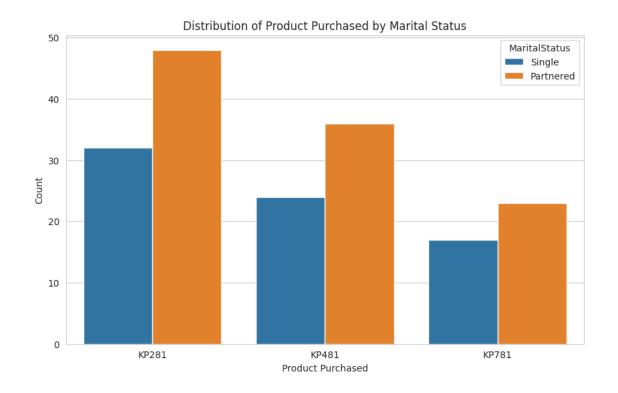
Column: Miles

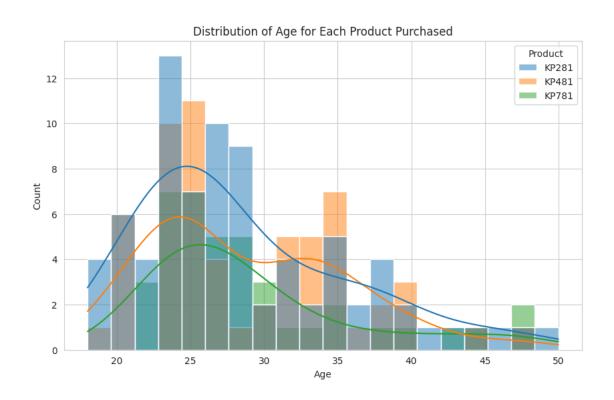
Number of unique values: 37

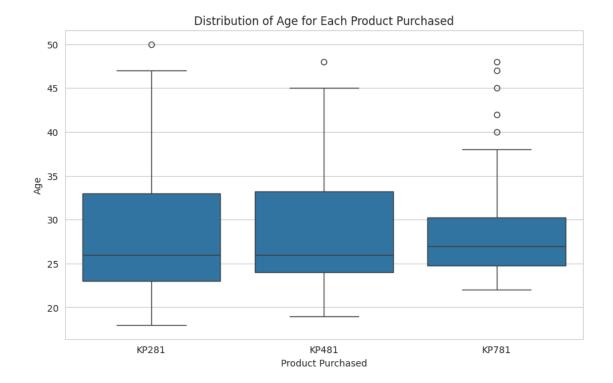
Unique values:

[112 75 66 85 47 141 103 94 113 38 188 56 132 169 64 53 106 95 212 42 127 74 170 21 120 200 140 100 80 160 180 240 150 300 280 260 360]

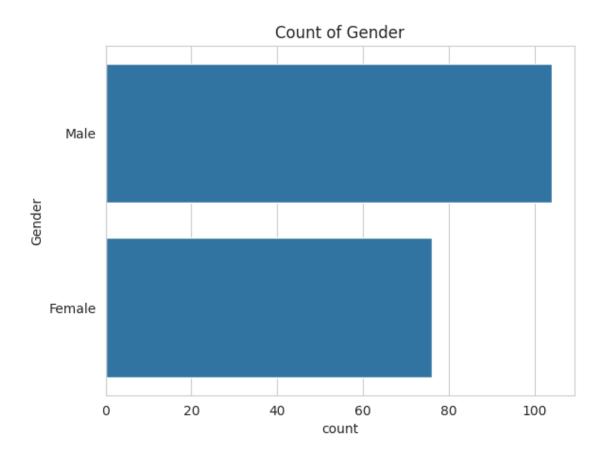
```
[]: # Set the style of the plots
     sns.set_style("whitegrid")
     # Create a countplot to visualize the distribution of product purchased based \Box
      ⇔on marital status
     plt.figure(figsize=(10, 6))
     sns.countplot(x="Product", hue="MaritalStatus", data=df)
     plt.title("Distribution of Product Purchased by Marital Status")
     plt.xlabel("Product Purchased")
     plt.ylabel("Count")
     plt.show()
     \# Create a histogram to visualize the distribution of age for each product \sqcup
      \hookrightarrowpurchased
     plt.figure(figsize=(10, 6))
     sns.histplot(data=df, x="Age", hue="Product", kde=True, bins=20)
     plt.title("Distribution of Age for Each Product Purchased")
     plt.xlabel("Age")
     plt.ylabel("Count")
     plt.show()
     \# Create a boxplot to visualize the distribution of age for each product \sqcup
      \hookrightarrow purchased
     plt.figure(figsize=(10, 6))
     sns.boxplot(x="Product", y="Age", data=df)
     plt.title("Distribution of Age for Each Product Purchased")
     plt.xlabel("Product Purchased")
     plt.ylabel("Age")
     plt.show()
```



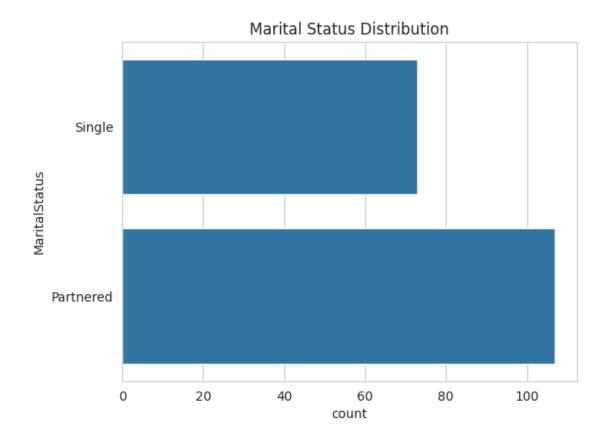




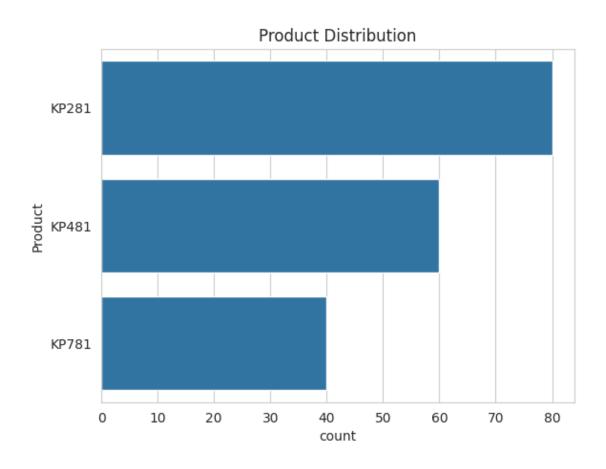
```
[]: sns.countplot(df['Gender'])
plt.title('Count of Gender')
plt.show()
```



```
[]: sns.countplot(df['MaritalStatus'])
plt.title('Marital Status Distribution')
plt.show()
```



```
[]: sns.countplot(df['Product'])
plt.title('Product Distribution')
plt.show()
```



```
[]: # Distplot
sns.distplot(df['Age'])
plt.title('Distribution of Age')
plt.show()
```

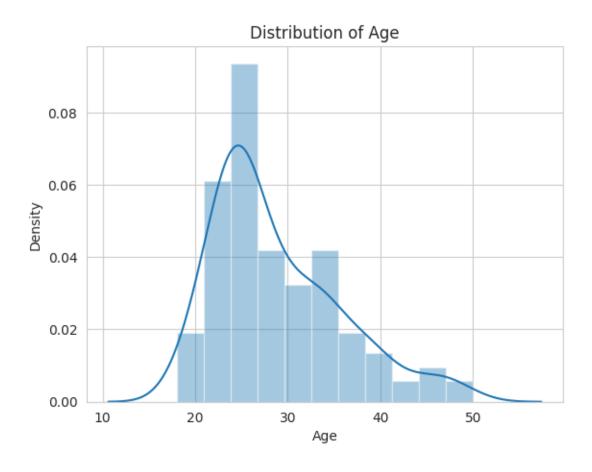
<ipython-input-15-4226616f2e34>:2: UserWarning:

`distplot` is a deprecated function and will be removed in seaborn v0.14.0.

Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

sns.distplot(df['Age'])



```
[]: # Distplot
sns.distplot(df['Education'])
plt.title('Distribution of Education')
plt.show()
```

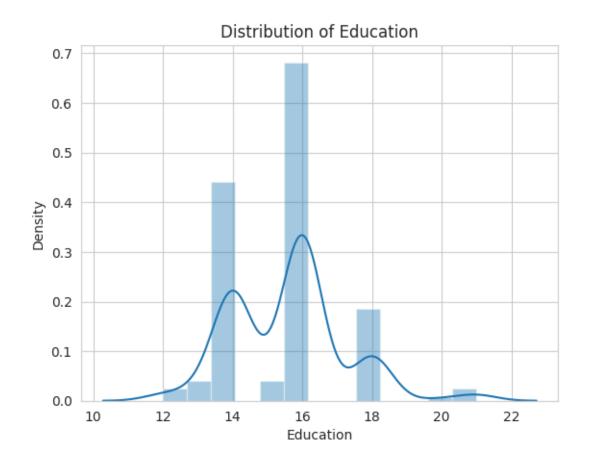
<ipython-input-16-6821fed00a76>:2: UserWarning:

`distplot` is a deprecated function and will be removed in seaborn v0.14.0.

Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

sns.distplot(df['Education'])



```
[]: # Distplot
sns.distplot(df['Usage'])
plt.title('Distribution of Usage')
plt.show()
```

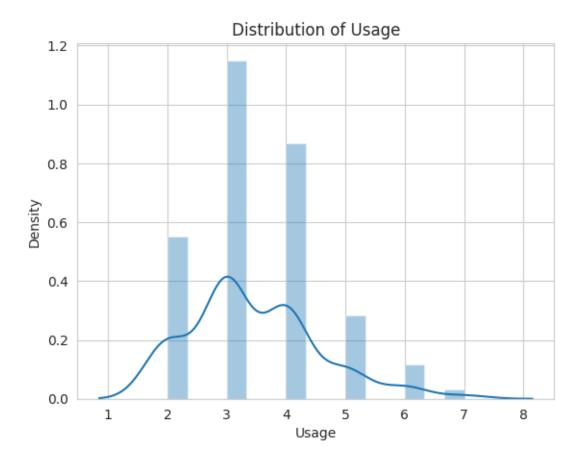
<ipython-input-17-9e284c0404b2>:2: UserWarning:

`distplot` is a deprecated function and will be removed in seaborn v0.14.0.

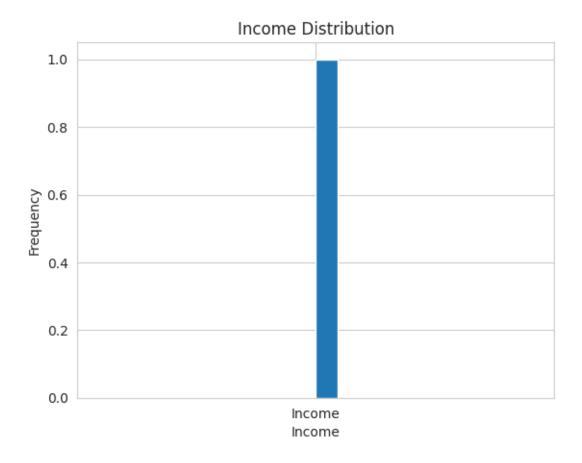
Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

sns.distplot(df['Usage'])

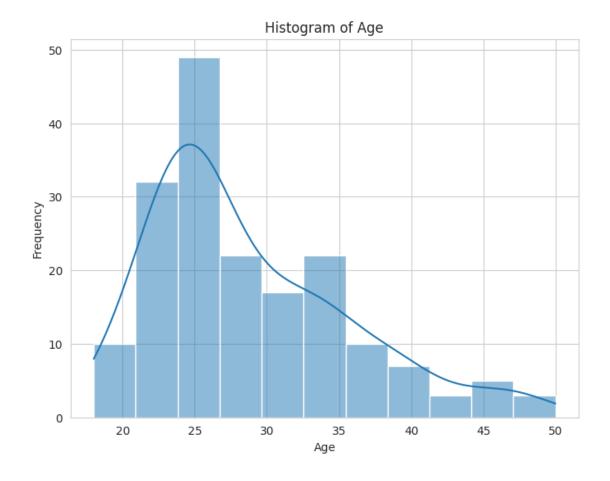


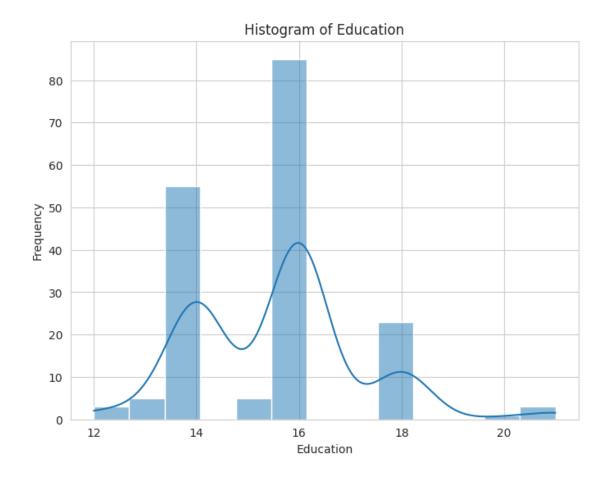
```
[]: plt.hist(['Income'], bins=20)
  plt.title('Income Distribution')
  plt.xlabel('Income')
  plt.ylabel('Frequency')
  plt.show()
```

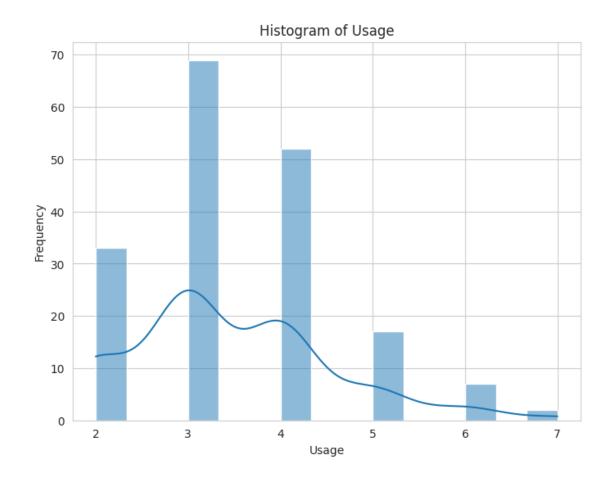


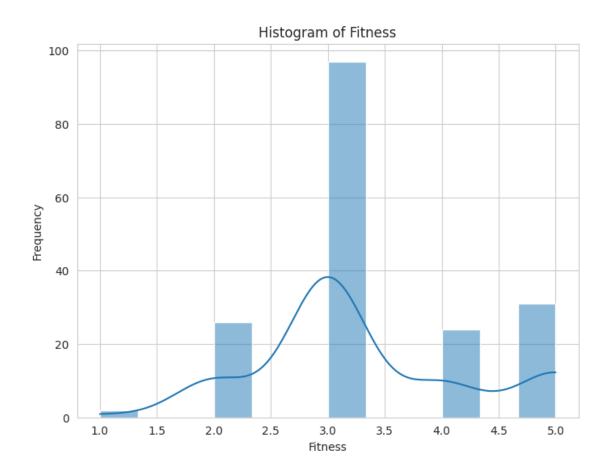
```
numerical_columns = df.select_dtypes(include=['int64'])

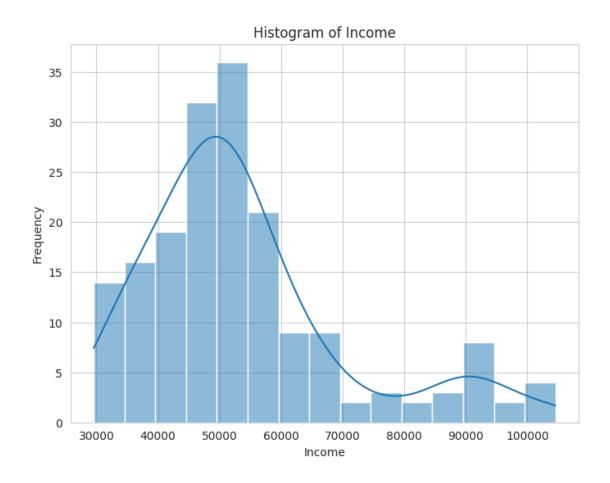
# Plot histograms for each numeric column
for col in numerical_columns.columns:
    plt.figure(figsize=(8, 6))
    sns.histplot(df[col], kde=True)
    plt.title(f'Histogram of {col}')
    plt.xlabel(col)
    plt.ylabel('Frequency')
    plt.show()
```

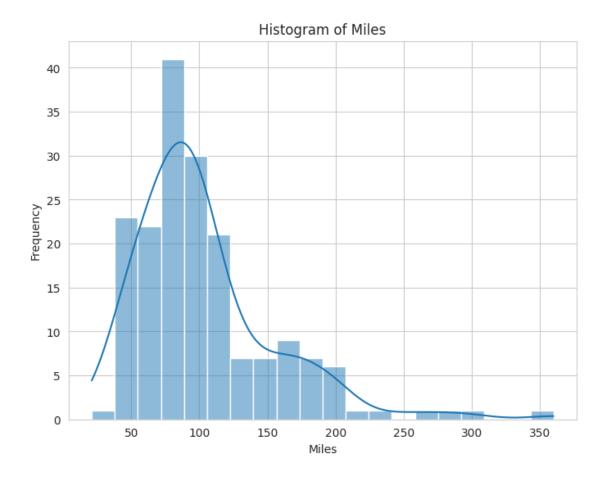






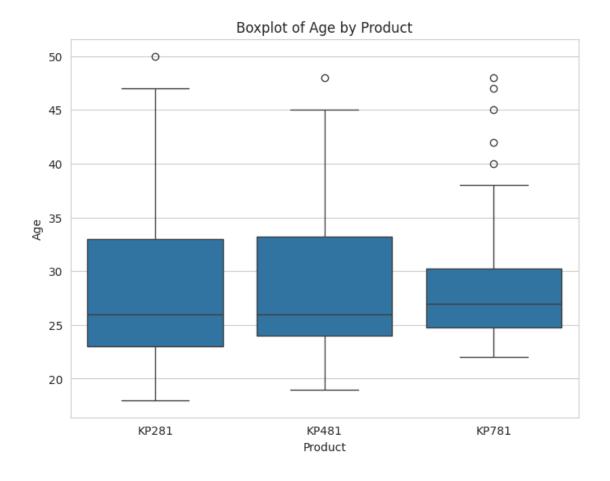


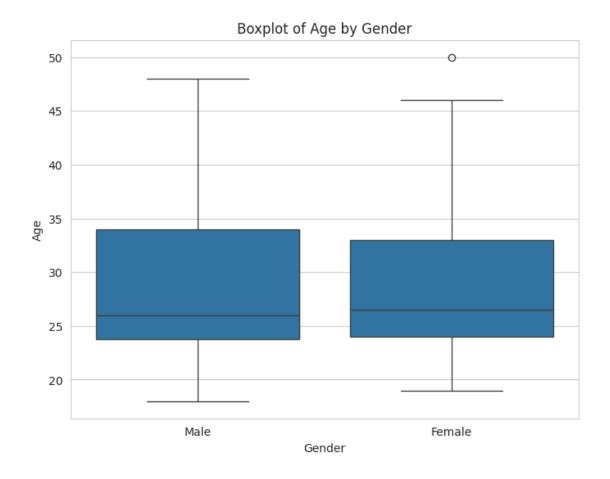




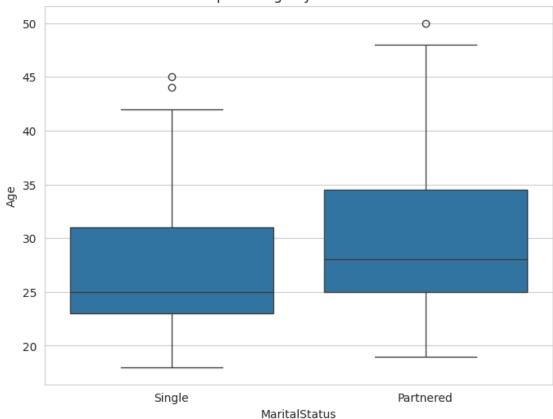
```
[]: # Select categorical columns
categorical_columns = df.select_dtypes(include=['object']).columns

for column in categorical_columns:
    plt.figure(figsize=(8, 6))
    sns.boxplot(x=column, y='Age', data=df)
    plt.title(f'Boxplot of Age by {column}')
    plt.xlabel(column)
    plt.ylabel('Age')
    plt.show()
```



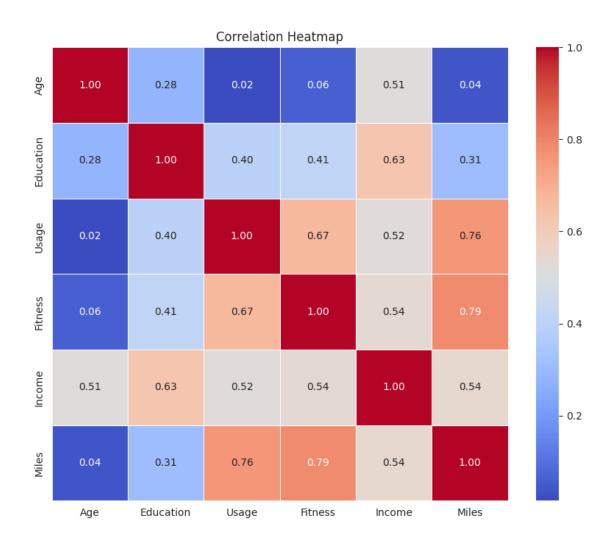


# Boxplot of Age by MaritalStatus

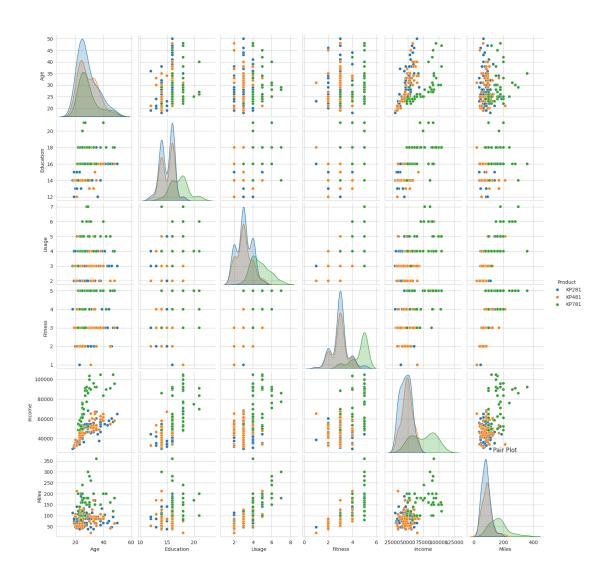


```
[]: # Calculate the correlation matrix
numeric_data = df.select_dtypes(include='number')
correlation_matrix = numeric_data.corr()

# Plot the heatmap
plt.figure(figsize=(10, 8))
sns.heatmap(correlation_matrix, annot=True, cmap="coolwarm", fmt=".2f", uplinewidths=0.5)
plt.title("Correlation Heatmap")
plt.show()
```



```
[]: # Pair plot
sns.pairplot(df, hue="Product")
plt.title("Pair Plot")
plt.show()
```



```
[]: # Create a crosstab to calculate the counts of each product purchased product_counts = pd.crosstab(index=df["Product"], columns="% Share")

# Calculate the marginal probability (percentage) of each product purchased marginal_probability = product_counts / product_counts.sum() * 100

print("Marginal Probability of Purchasing Each Product:")

print(marginal_probability)
```

Marginal Probability of Purchasing Each Product:

col\_0 % Share

Product

KP281 44.44444
KP481 33.333333

```
[]: # Count the total number of male customers
    total_male_customers = len(df[df['Gender'] == 'Male'])
     # Count the number of male customers who bought a KP781 treadmill
    male_kp781_customers = len(df[(df['Gender'] == 'Male') & (df['Product'] == ___
     # Calculate the probability
    probability_male_kp781 = male_kp781_customers / total_male_customers
    print("Probability of a male customer buying a KP781 treadmill:", __
      →probability_male_kp781)
    Probability of a male customer buying a KP781 treadmill: 0.3173076923076923
[]: # Calculate conditional probability of Product Purchased given Gender is Male
     conditional probability male = df[df['Gender'] == 'Male']['Product'].
     syalue_counts() / len(df[df['Gender'] == 'Male'])
    conditional_probability_male
[]: Product
    KP281
             0.384615
    KP781
             0.317308
    KP481
             0.298077
    Name: count, dtype: float64
[]: # Calculate conditional probability of Product Purchased given Gender is Female
    conditional_probability_female = df[df['Gender'] == 'Female']['Product'].
      →value_counts() / len(df[df['Gender'] == 'Female'])
    conditional_probability_female
[]: Product
    KP281
             0.526316
    KP481
             0.381579
    KP781
             0.092105
    Name: count, dtype: float64
[]: | #Conditional Probability of Product Purchased given Marital Status is Single:
    conditional_probability_single = df[df['MaritalStatus'] == 'Single']['Product'].
     ovalue_counts() / len(df[df['MaritalStatus'] == 'Single'])
    conditional_probability_single
```

```
[]: Product
    KP281
            0.438356
    KP481
             0.328767
    KP781
              0.232877
    Name: count, dtype: float64
[]: #Conditional Probability of Fitness Rating being 5 given Income is above,
     →$60,000:
     conditional_probability_fitness_5_given_high_income = df[df['Income'] > __
      460000]['Fitness'].value_counts() / len(df[df['Income'] > 60000])
     conditional_probability_fitness_5_given_high_income
[]: Fitness
    5
         0.476190
     3
         0.333333
         0.142857
     4
         0.023810
         0.023810
    Name: count, dtype: float64
[]: # The likelihood of a customer being under 30 years old
     conditional_probability_age_under_30 = df['Age'].value_counts(normalize=True).
      →loc[:29].sum()
     conditional_probability_age_under_30
[]: 0.805555555555555
[]: # Calculate the probability of customer being under 30 years old
     probability_condition = df['Age'].value_counts(normalize=True).loc[:29].sum()
     # Calculate the probability of each product given the condition
     conditional_probabilities = {}
     for product in df['Product'].unique():
         probability_product_given_condition = df[df['Age'] <= 29]['Product'].</pre>
      →value_counts(normalize=True)[product]
         # Calculate the conditional probability for each product
         conditional_probability = probability_product_given_condition /
      →probability_condition
         conditional_probabilities[product] = conditional_probability
     # Printing conditional probabilities for all products
     for product, probability in conditional_probabilities.items():
```

```
print(f"Conditional probability of buying {product} for customers under 30_{\sqcup} years old: {probability}")
```

Conditional probability of buying KP281 for customers under 30 years old: 0.5822398535245652

Conditional probability of buying KP481 for customers under 30 years old: 0.3625267012511444

Conditional probability of buying KP781 for customers under 30 years old: 0.29661275556911815

```
[]: # Construct contingency tables for each product
     contingency tables = {}
     for product in df['Product'].unique():
         product_df = df[df['Product'] == product]
         contingency_table = pd.crosstab(product_df['Gender'],__
      →product_df['MaritalStatus'])
         contingency_tables[product] = contingency_table
     # Display contingency tables
     for product, table in contingency_tables.items():
         print(f"\nContingency Table for {product}:")
         print(table)
     # Compute marginal probabilities
     marginal_probabilities = {}
     for product, table in contingency_tables.items():
         marginal_probabilities[product] = table / table.values.sum()
     # Display marginal probabilities
     for product, probabilities in marginal_probabilities.items():
         print(f"\nMarginal Probabilities for {product}:")
         print(probabilities)
     # Compute conditional probabilities
     conditional probabilities = {}
     for product, table in contingency_tables.items():
         conditional_probabilities[product] = table.div(table.sum(axis=1), axis=0)
     # Display conditional probabilities
     for product, probabilities in conditional_probabilities.items():
         print(f"\nConditional Probabilities for {product}:")
         print(probabilities)
```

Contingency Table for KP281:

MaritalStatus Partnered Single

Gender

Female 27 13 Male 21 19

Contingency Table for KP481:

MaritalStatus Partnered Single

Gender

Female 15 14 Male 21 10

Contingency Table for KP781:

MaritalStatus Partnered Single

Gender

Female 4 3 Male 19 14

Marginal Probabilities for KP281:

MaritalStatus Partnered Single

Gender

Female 0.3375 0.1625 Male 0.2625 0.2375

Marginal Probabilities for KP481:

MaritalStatus Partnered Single

Gender

Female 0.25 0.233333 Male 0.35 0.166667

Marginal Probabilities for KP781:

MaritalStatus Partnered Single

Gender

Female 0.100 0.075 Male 0.475 0.350

Conditional Probabilities for KP281:

MaritalStatus Partnered Single

Gender

Female 0.675 0.325 Male 0.525 0.475

Conditional Probabilities for KP481:

MaritalStatus Partnered Single

Gender

Female 0.517241 0.482759 Male 0.677419 0.322581

```
Conditional Probabilities for KP781: MaritalStatus Partnered Single
```

Gender

Female 0.571429 0.428571 Male 0.575758 0.424242

#### **INSIGHTS**

#### KP281 Treadmill:

- There are more partnered females (27) than single females (13) who purchased this treadmill, indicating that partnered females are more likely to buy this entry-level product.
- The marginal probability of partnered females purchasing KP281 is higher (0.3375) compared to single females (0.1625), suggesting that partnered females are the primary customers for this treadmill.
- The conditional probability of partnered females purchasing KP281 (0.675) is higher than single females (0.325), reinforcing that partnered females are more inclined towards this product compared to single females.

#### KP481 Treadmill:

- Both partnered and single males show a higher count of purchases compared to females for this mid-level treadmill.
- The marginal probability of males purchasing KP481 is higher (0.35 for partnered and 0.1667 for single) compared to females (0.25 for partnered and 0.2333 for single), indicating that males are the primary customers for this treadmill.
- The conditional probabilities suggest that both partnered and single males are more likely to purchase KP481 compared to females.

#### KP781 Treadmill:

- There is a notable difference in the number of purchases between partnered males (19) and single males (14), indicating that both demographics are interested in this advanced-level treadmill.
- The marginal probability of males purchasing KP781 is significantly higher (0.475 for partnered and 0.350 for single) compared to females (0.100 for partnered and 0.075 for single), suggesting that males are the dominant customers for this treadmill.
- The conditional probabilities for males purchasing KP781 are quite similar regardless of marital status, indicating that males are equally likely to purchase this treadmill regardless of their relationship status.

```
[]: education_treadmill_contingency = pd.crosstab(df['Education'], df['Product'])

# Print the contingency table
print("Contingency Table for Education Level vs. Treadmill Product Purchased:")
print(education_treadmill_contingency)

# Compute marginal probabilities
```

```
marginal_prob_education = education_treadmill_contingency.
 ⇒div(education_treadmill_contingency.sum(axis=1), axis=0)
marginal_prob_treadmill = education_treadmill_contingency.
 div(education_treadmill_contingency.sum(axis=0), axis=1)
# Compute conditional probabilities
conditional_prob_education_given_product = education_treadmill_contingency.
 div(education_treadmill_contingency.sum(axis=1), axis=0)
conditional_prob_product_given_education = education_treadmill_contingency.

→div(education_treadmill_contingency.sum(axis=0), axis=1)

# Print the contingency table
print("Contingency Table for Education Level vs. Treadmill Product Purchased:")
print(education_treadmill_contingency)
print()
# Print the marginal probabilities
print("Marginal Probabilities for Education Level:")
print(marginal_prob_education)
print()
print("Marginal Probabilities for Treadmill Product Purchased:")
print(marginal_prob_treadmill)
print()
# Print the conditional probabilities
print("Conditional Probabilities for Education Level given Treadmill Product⊔
 →Purchased:")
print(conditional_prob_education_given_product)
print()
print("Conditional Probabilities for Treadmill Product Purchased given∪
 ⇔Education Level:")
print(conditional_prob_product_given_education)
```

Contingency Table for Education Level vs. Treadmill Product Purchased:

```
Product
           KP281 KP481 KP781
Education
12
               2
                       1
                              0
                       2
                              0
13
               3
14
              30
                      23
               4
                              0
15
                      1
16
              39
                      31
                             15
18
               2
                       2
                             19
20
               0
                       0
                              1
21
               0
```

Contingency Table for Education Level vs. Treadmill Product Purchased:

Product	KP281	KP481	KP781
Education			
12	2	1	0
13	3	2	0
14	30	23	2
15	4	1	0
16	39	31	15
18	2	2	19
20	0	0	1
21	0	0	3

Marginal Probabilities for Education Level:

Product	KP281	KP481	KP781
Education			
12	0.666667	0.333333	0.000000
13	0.600000	0.400000	0.000000
14	0.545455	0.418182	0.036364
15	0.800000	0.200000	0.00000
16	0.458824	0.364706	0.176471
18	0.086957	0.086957	0.826087
20	0.000000	0.000000	1.000000
21	0.000000	0.000000	1.000000

Marginal Probabilities for Treadmill Product Purchased:

Product	KP281	KP481	KP781
Education			
12	0.0250	0.016667	0.000
13	0.0375	0.033333	0.000
14	0.3750	0.383333	0.050
15	0.0500	0.016667	0.000
16	0.4875	0.516667	0.375
18	0.0250	0.033333	0.475
20	0.0000	0.000000	0.025
21	0.0000	0.000000	0.075

Conditional Probabilities for Education Level given Treadmill Product Purchased:

Product	KP281	KP481	KP781
Education			
12	0.666667	0.333333	0.000000
13	0.600000	0.400000	0.000000
14	0.545455	0.418182	0.036364
15	0.800000	0.200000	0.000000
16	0.458824	0.364706	0.176471
18	0.086957	0.086957	0.826087
20	0.000000	0.000000	1.000000
21	0.000000	0.000000	1.000000

Conditional Probabilities for Treadmill Product Purchased given Education Level:

```
Product
            KP281
                      KP481 KP781
Education
12
           0.0250
                  0.016667
                             0.000
13
           0.0375
                   0.033333 0.000
                  0.383333 0.050
14
           0.3750
15
           0.0500
                  0.016667 0.000
16
           0.4875
                   0.516667 0.375
18
           0.0250
                   0.033333 0.475
20
           0.0000
                   0.000000 0.025
21
           0.0000
                  0.000000 0.075
```

#### **INSIGHTS:**

- Education level seems to have some influence on the choice of treadmill product, particularly for customers with an education level of 18, who show a strong preference for KP781.
- For customers with an education level of 16, there is a relatively even distribution across all treadmill products, suggesting that factors other than education level might play a role in their purchasing decision.
- The marginal and conditional probabilities provide evidence for targeting marketing strategies towards specific education demographics. For instance, advertising campaigns targeting customers with an education level of 18 could focus more on the features and benefits of KP781, while campaigns targeting customers with an education level of 16 could highlight the unique selling points of each treadmill product to appeal to their diverse preferences.

```
[]: # Define the income slabs
income_slabs = {
    'Low': (0, 30000),
    'Medium': (30001, 60000),
    'High': (60001, float('inf'))
}

# Create a new column for income category
def categorize_income(income):
    for category, (lower, upper) in income_slabs.items():
        if lower <= income <= upper:
            return category
    return None

df['Income_Category'] = df['Income'].apply(categorize_income)</pre>
```

```
# Compute conditional probabilities
conditional_prob income_given_product = income_treadmill_contingency.
 ⇒div(income_treadmill_contingency.sum(axis=1), axis=0)
conditional_prob_product_given_income = income_treadmill_contingency.
  div(income treadmill contingency.sum(axis=0), axis=1)
# Print the contingency table
print("Contingency Table for Income Level vs. Treadmill Product Purchased:")
print(income_treadmill_contingency)
print()
# Print the marginal probabilities
print("Marginal Probabilities for Income Level:")
print(marginal_prob_income)
print()
print("Marginal Probabilities for Treadmill Product Purchased:")
print(marginal_prob_treadmill)
print()
# Print the conditional probabilities
print("Conditional Probabilities for Income Level given Treadmill Product⊔
 →Purchased:")
print(conditional_prob_income_given_product)
print()
print("Conditional Probabilities for Treadmill Product Purchased given Income⊔
 print(conditional_prob_product_given_income)
Contingency Table for Income Level vs. Treadmill Product Purchased:
Product
                KP281 KP481 KP781
Income_Category
High
                           7
                                  29
Low
                    1
                           0
                                  0
Medium
                   73
                          53
                                 11
Marginal Probabilities for Income Level:
Product
                   KP281
                             KP481
                                       KP781
Income Category
High
                0.142857 0.166667 0.690476
Low
                1.000000 0.000000 0.000000
Medium
                0.532847 0.386861 0.080292
Marginal Probabilities for Treadmill Product Purchased:
Product
                 KP281
                           KP481 KP781
```

#### Income\_Category

 High
 0.0750
 0.116667
 0.725

 Low
 0.0125
 0.000000
 0.000

 Medium
 0.9125
 0.883333
 0.275

Conditional Probabilities for Income Level given Treadmill Product Purchased:

Product KP281 KP481 KP781

Income\_Category

 High
 0.142857
 0.166667
 0.690476

 Low
 1.000000
 0.000000
 0.000000

 Medium
 0.532847
 0.386861
 0.080292

Conditional Probabilities for Treadmill Product Purchased given Income Level:

Product KP281 KP481 KP781

Income\_Category

High 0.0750 0.116667 0.725 Low 0.0125 0.000000 0.000 Medium 0.9125 0.883333 0.275

#### **INSIGHTS:**

- The evidence shows that among customers with high income, the majority (approximately 69.05%) prefer to purchase KP781.
- The medium-income category, KP281 and KP481 are the dominant choices, constituting approximately 53.28% and 38.69% of purchases, respectively. This indicates that these treadmill models may offer features or pricing that resonate well with customers in this income bracket.
- The data indicates that customers with low income tend not to favour any of the offered treadmill products. This could suggest that the pricing of these products might be prohibitive for individuals in this income segment, leading to minimal adoption.

### RECOMMENDATIONS

- Target High-Income Individuals for KP781: Focus marketing efforts on high-income demographics, highlighting the premium features and benefits of KP781 to resonate with their preferences for high-end products.
- Diversify Marketing Strategies for Medium-Income Segment: Since KP281 and KP481 are preferred choices among medium-income customers, tailor marketing campaigns to highlight the unique selling points of each treadmill model, catering to the specific needs and preferences of this demographic.
- Explore Pricing Strategies for Low-Income Segment: Investigate pricing options or promotional strategies to make treadmill products more accessible to customers with low income, potentially introducing entry-level models or flexible payment plans to encourage adoption within this segment.
- Customized Education-Level Targeting: Develop targeted advertising campaigns that align with the preferences of different education demographics. For instance, emphasize the advanced features of KP781 to customers with higher education levels through suitable channels, while showcasing the versatility of all treadmill models to appeal to a broader audience.

• Enhance Product Visibility for Targeted Demographics: Increase visibility and accessibility of specific treadmill models based on demographic preferences. For example, prioritize showcasing KP281 to partnered females in marketing materials and retail displays to capitalize on their preference for entry-level products, while ensuring ample availability of KP781 for male customers who show a strong interest in advanced features.