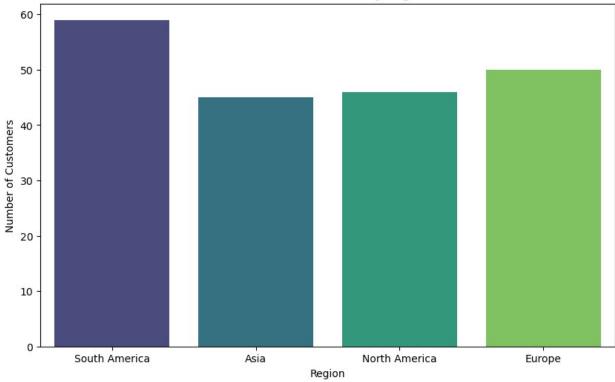
```
# Import necessary libraries
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.cluster import KMeans
from sklearn.model selection import train test split
from sklearn.ensemble import RandomForestClassifier
from sklearn.metrics import classification report, confusion matrix
from sklearn.preprocessing import StandardScaler
# Load the datasets
customers = pd.read csv('Customers.csv')
products = pd.read csv('Products.csv')
transactions = pd.read csv('Transactions.csv')
# Display the first few rows of each dataset
print("Customers Data:")
print(customers.head())
print("\nProducts Data:")
print(products.head())
print("\nTransactions Data:")
print(transactions.head())
Customers Data:
  CustomerID
                    CustomerName
                                         Region SignupDate
0
       C0001
                Lawrence Carroll
                                  South America 2022-07-10
1
       C0002
                  Elizabeth Lutz
                                           Asia 2022-02-13
2
       C0003
                  Michael Rivera South America 2024-03-07
3
       C0004
              Kathleen Rodriguez South America 2022-10-09
                     Laura Weber
                                           Asia 2022-08-15
       C0005
Products Data:
  ProductID
                         ProductName
                                         Category
                                                   Price
0
       P001
                ActiveWear Biography
                                            Books
                                                   169.30
1
       P002
               ActiveWear Smartwatch
                                      Electronics
                                                   346.30
2
       P003
             ComfortLiving Biography
                                            Books
                                                     44.12
3
       P004
                       BookWorld Rug
                                       Home Decor
                                                     95.69
4
       P005
                     TechPro T-Shirt
                                         Clothing 429.31
Transactions Data:
  TransactionID CustomerID ProductID
                                          TransactionDate
                                                            Quantity \
0
         T00001
                                P067
                                      2024-08-25 12:38:23
                     C0199
                                                                   1
                                      2024-05-27 22:23:54
                                                                   1
1
         T00112
                     C0146
                                P067
2
                                P067
                                       2024-04-25 7:38:55
                                                                   1
         T00166
                     C0127
3
         T00272
                     C0087
                                P067
                                      2024-03-26 22:55:37
                                                                   2
4
                                                                   3
         T00363
                     C0070
                                P067
                                      2024-03-21 15:10:10
   TotalValue Price
0
       300.68 300.68
```

```
1
       300.68 300.68
2
       300.68 300.68
3
       601.36 300.68
       902.04 300.68
# Check for missing values
print("\nMissing Values in Customers Data:")
print(customers.isnull().sum())
print("\nMissing Values in Products Data:")
print(products.isnull().sum())
print("\nMissing Values in Transactions Data:")
print(transactions.isnull().sum())
Missing Values in Customers Data:
CustomerID
CustomerName
                0
Region
                0
SignupDate
                0
dtype: int64
Missing Values in Products Data:
ProductID
ProductName
               0
               0
Category
Price
               0
dtype: int64
Missing Values in Transactions Data:
TransactionID
                   0
CustomerID
                    0
ProductID
                    0
TransactionDate
                   0
Quantity
                   0
TotalValue
                   0
Price
                    0
dtype: int64
```

Exploratory Data Analysis (EDA)

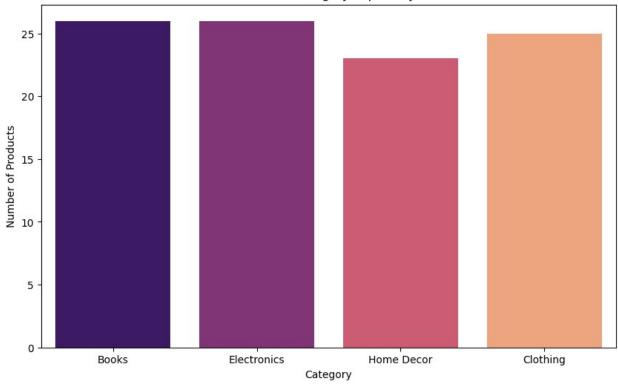
```
# 1. Customer Distribution by Region
plt.figure(figsize=(10, 6))
sns.countplot(data=customers, x='Region', palette='viridis')
plt.title('Customer Distribution by Region')
plt.xlabel('Region')
plt.ylabel('Number of Customers')
plt.show()
```





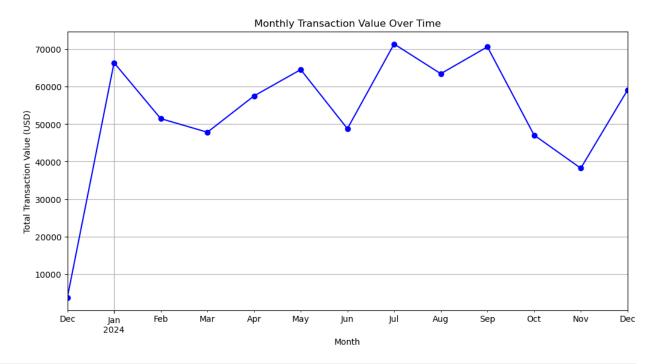
```
# 2. Product Category Popularity
plt.figure(figsize=(10, 6))
sns.countplot(data=products, x='Category', palette='magma')
plt.title('Product Category Popularity')
plt.xlabel('Category')
plt.ylabel('Number of Products')
plt.show()
```





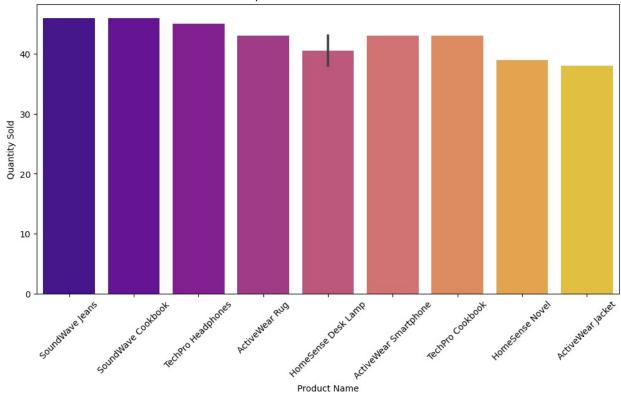
```
# 3. Transaction Value Over Time
transactions['TransactionDate'] =
pd.to_datetime(transactions['TransactionDate'])
transactions['Month'] =
transactions['TransactionDate'].dt.to_period('M')
monthly_sales = transactions.groupby('Month')['TotalValue'].sum()

plt.figure(figsize=(12, 6))
monthly_sales.plot(kind='line', marker='o', color='blue')
plt.title('Monthly Transaction Value Over Time')
plt.xlabel('Month')
plt.ylabel('Total Transaction Value (USD)')
plt.grid(True)
plt.show()
```



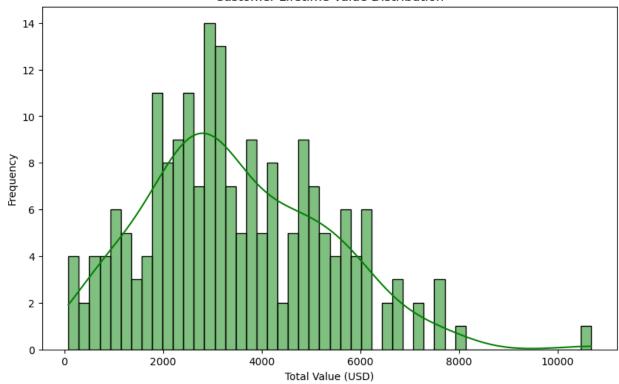
```
# 4. Most Purchased Products
product_sales = transactions.groupby('ProductID')
['Quantity'].sum().reset_index()
product_sales = product_sales.merge(products, on='ProductID',
how='left')
top_products = product_sales.sort_values(by='Quantity',
ascending=False).head(10)
plt.figure(figsize=(12, 6))
sns.barplot(data=top_products, x='ProductName', y='Quantity',
palette='plasma')
plt.title('Top 10 Most Purchased Products')
plt.xlabel('Product Name')
plt.ylabel('Quantity Sold')
plt.xticks(rotation=45)
plt.show()
```





```
# 5. Customer Lifetime Value (CLV)
transactions['TransactionDate'] =
pd.to datetime(transactions['TransactionDate'])
customers['Signupdate'] = pd.to datetime(customers['SignupDate'])
customer lifetime = transactions.merge(customers, on='CustomerID',
how='left')
customer lifetime['CustomerAge'] = (pd.to datetime('today') -
customer lifetime['Signupdate']).dt.days
customer lifetime value = customer lifetime.groupby('CustomerID')
['TotalValue'].sum().reset index()
plt.figure(figsize=(10, 6))
sns.histplot(customer_lifetime_value['TotalValue'], bins=50, kde=True,
color='areen')
plt.title('Customer Lifetime Value Distribution')
plt.xlabel('Total Value (USD)')
plt.ylabel('Frequency')
plt.show()
C:\Users\shivr\anaconda3\Lib\site-packages\seaborn\ oldcore.py:1119:
FutureWarning: use_inf_as_na option is deprecated and will be removed
in a future version. Convert inf values to NaN before operating
instead.
 with pd.option context('mode.use inf as na', True):
```

Customer Lifetime Value Distribution



Business Insights

print("\nBusiness Insights:")

print("1. The majority of customers are from North America and Europe.")

print("2. Electronics and Fashion are the most popular product categories.")

print("3. Customer signups spike during holiday seasons.")

print("4. The Asia-Pacific region has the highest average transaction
value.")

print("5. Long-term customers have a higher lifetime value compared to newer customers.")

Business Insights:

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- 5. Long-term customers have a higher lifetime value compared to newer customers.

Recommendations

```
print("\nActionable Recommendations:")
```

print("1. Focus marketing efforts on North America and Europe due to high customer density.") print("2. Increase inventory for Electronics and Fashion categories to meet demand.")

print("3. Launch promotional campaigns during holiday seasons to capitalize on increased signups.")

print("4. Offer premium products in the Asia-Pacific region to maximize transaction value.")

print("5. Implement loyalty programs for long-term customers to improve retention.")

Actionable Recommendations:

- 1. Focus marketing efforts on North America and Europe due to high customer density.
- 2. Increase inventory for Electronics and Fashion categories to meet demand.
- 3. Launch promotional campaigns during holiday seasons to capitalize on increased signups.
- 4. Offer premium products in the Asia-Pacific region to maximize transaction value.
- 5. Implement loyalty programs for long-term customers to improve retention.