# campaign

## August 30, 2024

```
[66]: #Import Important Libraries
      import numpy as np
      import pandas as pd
      import matplotlib.pyplot as plt
      import seaborn as sns
      import warnings
      warnings.filterwarnings('ignore')
[67]: #Downloading Dataset
      gdown 1uuBCtiihGxx85czcXc-R804_VxENPPtR
     Downloading...
     From: https://drive.google.com/uc?id=1uuBCtiihGxx85czcXc-R804_VxENPPtR
     To: /content/campaign.csv
     100% 220k/220k [00:00<00:00, 72.9MB/s]
[68]: #Assigning Dataset
      df = pd.read_csv("campaign.csv")
     #Analysing Dataset
[69]: df.head()
[69]:
                Year_Birth
                             Education Marital_Status
                                                            Income Kidhome
            ID
      0
          1826
                      1970 Graduation
                                             Divorced $84,835.00
                                                                          0
      1
             1
                      1961 Graduation
                                                Single $57,091.00
                                                                          0
      2 10476
                                                                          0
                      1958 Graduation
                                              Married $67,267.00
      3
          1386
                      1967
                            Graduation
                                             Together
                                                        $32,474.00
                                                                          1
          5371
                      1989 Graduation
                                                Single
                                                        $21,474.00
         Teenhome Dt_Customer Recency
                                                  ... NumCatalogPurchases \
                                        MntWines
      0
                0
                      6/16/14
                                     0
                                              189
                0
                      6/15/14
                                     0
                                              464 ...
                                                                        3
      1
      2
                      5/13/14
                                                                        2
                1
                                     0
                                              134
                                                                        0
      3
                      5/11/14
                                     0
                1
                                              10 ...
```

4	0	4/8/14	0 6	6 <b></b>	1	
	NumStorePurch	ases NumWebVi	sitsMonth A	AcceptedCmp3	AcceptedCmp4	\
0		6	1	0	0	
1		7	5	0	0	
2		5	2	0	0	
3		2	7	0	0	
4		2	7	1	0	
	AcceptedCmp5	AcceptedCmp1	AcceptedCmp	p2 Complain	Country	
0	0	0		0 0	SP	
1	0	0		1 0	CA	
2	0	0		0 0	US	
3	0	0		0 0	AUS	
4	0	0		0 0	SP	

[5 rows x 27 columns]

# [70]: #Datatype Information

df.info()

<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	${ t MntSweetProducts}$	2239 non-null	int64
14	${\tt MntGoldProds}$	2239 non-null	int64
15	NumDealsPurchases	2239 non-null	int64
16	NumWebPurchases	2239 non-null	int64
17	${\tt NumCatalogPurchases}$	2239 non-null	int64
18	NumStorePurchases	2239 non-null	int64
19	NumWebVisitsMonth	2239 non-null	int64

```
20 AcceptedCmp3
                                2239 non-null
                                                int64
      21 AcceptedCmp4
                                2239 non-null
                                                int64
         AcceptedCmp5
                                                int64
      22
                                2239 non-null
      23 AcceptedCmp1
                                2239 non-null
                                                int64
         AcceptedCmp2
      24
                                2239 non-null
                                                int64
      25
          Complain
                                2239 non-null
                                                int64
      26 Country
                                2239 non-null
                                                object
     dtypes: int64(22), object(5)
     memory usage: 472.4+ KB
[71]: #Finding Null Percentage
      df.isna().sum() / len(df) * 100
[71]: ID
                             0.0
      Year_Birth
                             0.0
      Education
                             0.0
      Marital_Status
                             0.0
                             0.0
      Income
      Kidhome
                             0.0
      Teenhome
                             0.0
      Dt_Customer
                             0.0
                             0.0
      Recency
      MntWines
                             0.0
      MntFruits
                             0.0
      MntMeatProducts
                             0.0
      MntFishProducts
                             0.0
      MntSweetProducts
                             0.0
      MntGoldProds
                             0.0
      NumDealsPurchases
                             0.0
                             0.0
      NumWebPurchases
      NumCatalogPurchases
                             0.0
      NumStorePurchases
                             0.0
      NumWebVisitsMonth
                             0.0
      AcceptedCmp3
                             0.0
      AcceptedCmp4
                             0.0
      AcceptedCmp5
                             0.0
      AcceptedCmp1
                             0.0
      AcceptedCmp2
```

Insights: There is no null values in the dataset.

Complain

Country

dtype: float64

0.0

0.0

0.0

```
[72]: # Removing '$' from Income and converting it to float datatype
```

Insights: There were 24 null values in income column, which we replaced with mean because the data was not sckewed.

#Statistical Analysis

```
[74]: #Statistical Analysis of Numerical Column

df.describe().T
```

[74]:		count	mean	std	min	25%	\
	ID	2239.0	5590.444841	3246.372471	0.0	2827.5	
	Year_Birth	2239.0	1968.802144	11.985494	1893.0	1959.0	
	Income	2239.0	51969.861400	21410.586353	1730.0	35533.5	
	Kidhome	2239.0	0.443948	0.538390	0.0	0.0	
	Teenhome	2239.0	0.506476	0.544555	0.0	0.0	
	Recency	2239.0	49.121036	28.963662	0.0	24.0	
	MntWines	2239.0	304.067441	336.614830	0.0	24.0	
	MntFruits	2239.0	26.307727	39.781468	0.0	1.0	
	${\tt MntMeatProducts}$	2239.0	167.016525	225.743829	0.0	16.0	
	${ t MntFishProducts}$	2239.0	37.538633	54.637617	0.0	3.0	
	${\tt MntSweetProducts}$	2239.0	27.074587	41.286043	0.0	1.0	
	${\tt MntGoldProds}$	2239.0	44.036177	52.174700	0.0	9.0	
	NumDealsPurchases	2239.0	2.324252	1.932345	0.0	1.0	
	NumWebPurchases	2239.0	4.085306	2.779240	0.0	2.0	
	${\tt NumCatalogPurchases}$	2239.0	2.662796	2.923542	0.0	0.0	
	NumStorePurchases	2239.0	5.791425	3.251149	0.0	3.0	
	${\tt NumWebVisitsMonth}$	2239.0	5.316213	2.427144	0.0	3.0	
	${\tt AcceptedCmp3}$	2239.0	0.072800	0.259867	0.0	0.0	
	${\tt AcceptedCmp4}$	2239.0	0.074587	0.262782	0.0	0.0	
	${\tt AcceptedCmp5}$	2239.0	0.072800	0.259867	0.0	0.0	
	AcceptedCmp1	2239.0	0.064314	0.245367	0.0	0.0	
	${\tt AcceptedCmp2}$	2239.0	0.013399	0.115001	0.0	0.0	
	Complain	2239.0	0.009379	0.096412	0.0	0.0	

	50%	75%	max
ID	5455.0	8423.5	11191.0
Year_Birth	1970.0	1977.0	1996.0
Income	51717.0	68277.5	162397.0
Kidhome	0.0	1.0	2.0
Teenhome	0.0	1.0	2.0
Recency	49.0	74.0	99.0
MntWines	174.0	504.5	1493.0
MntFruits	8.0	33.0	199.0
${\tt MntMeatProducts}$	67.0	232.0	1725.0
${ t MntFishProducts}$	12.0	50.0	259.0
${\tt MntSweetProducts}$	8.0	33.0	263.0
MntGoldProds	24.0	56.0	362.0
NumDealsPurchases	2.0	3.0	15.0
NumWebPurchases	4.0	6.0	27.0
NumCatalogPurchases	2.0	4.0	28.0
NumStorePurchases	5.0	8.0	13.0
${\tt NumWebVisitsMonth}$	6.0	7.0	20.0
AcceptedCmp3	0.0	0.0	1.0
${\tt AcceptedCmp4}$	0.0	0.0	1.0
AcceptedCmp5	0.0	0.0	1.0
AcceptedCmp1	0.0	0.0	1.0
AcceptedCmp2	0.0	0.0	1.0
Complain	0.0	0.0	1.0

- 1. Demographics:
- Average Birth Year: Most customers were born around 1968, with a majority falling between 1959 and 1977.
- Average Income: The average income is approximately \$51,970, with a wide range from \$1,730 to \$162,397.
- Household Composition: On average, households have 0.44 children and 0.51 teenagers, indicating that many customers likely have small families or no children at home.
- 2. Purchase Behavior:
- Wine Purchases: Customers spend the most on wine, with an average of \$304, significantly higher than other product categories.
- Meat Products: After wine, meat products are the second most purchased category, with an average spending of \$167.
- Deals and Promotions: On average, customers participate in 2.32 deals purchases, indicating moderate engagement with promotions.
- 3. Shopping Channels:

- Store Purchases: Customers make the most purchases in physical stores, with an average of 5.79 purchases.
- Web Purchases: Web purchases average 4.08, showing that online shopping is also popular among these customers.
- Catalog Purchases: Catalog purchases are less frequent, with an average of 2.66 purchases.
- 4. Campaign Acceptance: Campaigns generally have low acceptance rates, with less than 7.5% of customers accepting any campaign. The AcceptedCmp2 campaign had the lowest acceptance rate at 1.3%. Complaints:
- 5. Complaints are rare, with only 0.9% of customers having lodged a complaint, indicating overall customer satisfaction.

```
[75]: #Statistical Analysis of Categorical Column

df.describe(include = 'object')
```

[75]:		Education	${\tt Marital\_Status}$	Dt_Customer	Country	date	month	year
	count	2239	2239	2239	2239	2239	2239	2239
	unique	5	8	663	8	31	12	3
	top	Graduation	Married	8/31/12	SP	12	8	13
	freq	1126	864	12	1095	103	222	1188

- 1. Education: The majority of customers (50.3%) have a Graduation level of education.
- 2. Marital Status: Married customers make up the largest group, with 864 individuals, indicating that married individuals are a significant portion of the customer base.
- 3. Customer Acquisition: The most common customer acquisition date is August 31, 2012, with 12 customers joining on that date. Geographic Distribution:
- 4. The most frequent country listed is SP (likely Spain), with 1,095 customers, suggesting a strong customer base in that region. Date Analysis:
- 5. December is the most common month for the data records, with 103 occurrences.
- 6. The most frequent day is the 8th, with 222 records.
- 7. The year 2013 dominates the dataset, with 1,188 records, indicating that a significant amount of customer data is from this year.

```
[76]: #create total spending column

df["Total_spending"] = df["MntWines"] + df["MntFruits"] + df["MntMeatProducts"]

→+ df["MntFishProducts"] + df["MntSweetProducts"] + df["MntGoldProds"]
```

#Basic EDA

[77]: df.columns

```
[77]: 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', 'date', 'month', 'year',
             'Total_spending'],
            dtype='object')
[78]: df["date"].value_counts()
[78]: date
      12
            103
      17
             91
      22
             89
      23
             89
      11
             83
      7
             83
      29
             82
      10
             79
      18
             78
      2
             77
      5
             75
      3
             75
      1
             74
      28
             74
      25
             73
      20
             73
      4
             71
             71
      16
             71
      19
             69
      13
             69
      6
             65
      21
             62
      26
             61
      15
             60
      24
             60
      30
             59
      9
             59
      14
             58
      27
             56
      31
             50
      Name: count, dtype: int64
```

Insights: Most customers enrolled in the 12th.

```
[79]: df["month"].value_counts()
[79]: month
      8
             222
      5
             216
      10
             212
      3
             211
      1
             197
      9
             193
      11
             187
      4
             182
      2
             178
      12
             175
             165
      6
      7
             101
      Name: count, dtype: int64
     Insights: Most customers enrolled in the month of August.
[80]: df["year"].value_counts()
[80]: year
      13
             1188
      14
              557
      12
              494
      Name: count, dtype: int64
     Insights: This dataset containes data of 3 years, i.e. 12, 13, 14 and most enrollment is done in 13
     only.
[81]: df["Income"].value_counts()
[81]: Income
      51969.8614
                      24
      7500.0000
                      12
      35860.0000
                       4
      80134.0000
                       3
      63841.0000
                       3
      46086.0000
                       1
      42243.0000
                       1
      35788.0000
                       1
      36026.0000
                       1
      94871.0000
      Name: count, Length: 1974, dtype: int64
```

Insights: There are 24 nan values present in the Dataset. Lets replace them with

```
[82]: df.Education.value_counts()
```

[82]: Education

 Graduation
 1126

 PhD
 486

 Master
 370

 2n Cycle
 203

 Basic
 54

Name: count, dtype: int64

Insights: Most of the people are done Graduation, following PhD, then masters, 2ns Cycle and then Basic.

```
[83]: df.Marital_Status.value_counts()
```

[83]: Marital\_Status

Married 864
Together 579
Single 480
Divorced 232
Widow 77
Alone 3
YOLO 2
Absurd 2

Name: count, dtype: int64

Insights: count of Married people is most with 864 and YOLO and Absurd with 2.

# [84]: df.Kidhome.value\_counts()

[84]: Kidhome

0 1293 1 898 2 48

Name: count, dtype: int64

Insights: There are 1293 customers who doesn't have any kid. 898 have 1 kid and 48 have 2 kids. We can say very few people have 2 kids.

#### [85]: df.Teenhome.value\_counts()

[85]: Teenhome

0 1157

1 1030
 52

Name: count, dtype: int64

Insights: There are 1157 customers who doesn't have teen at their home, 1030 have 1 teen and 52 have 2 teens. So we can say that very few people ave 2 teens at their home.

```
[86]: AcceptedCmp1
      0
            2095
             144
      Name: count, dtype: int64
      Insights: Only 144 customers accepted the first offer and 2095 rejected first offer.
[87]: df.AcceptedCmp2.value_counts()
[87]: AcceptedCmp2
            2209
      1
              30
      Name: count, dtype: int64
      Insights: Only 30 customers accepted the second offer and 2209 rejected second offer.
[88]:
      df.AcceptedCmp3.value_counts()
[88]: AcceptedCmp3
            2076
      0
             163
      1
      Name: count, dtype: int64
      Insights: Only 163 customers accepted the third offer and 2076 rejected third offer.
[89]: df.AcceptedCmp4.value_counts()
[89]: AcceptedCmp4
      0
            2072
             167
      Name: count, dtype: int64
      Insights: Only 167 customers accepted the forth offer and 2072 rejected forth offer.
[90]:
      df .AcceptedCmp5.value_counts()
[90]: AcceptedCmp5
      0
            2076
             163
      Name: count, dtype: int64
      Insights: Only 163 customers accepted the fifth offer and 2076 rejected fifth offer. Count of
      customers who accepted and rejected the third and fifth order is same.
[91]: df.Complain.value_counts()
```

[86]: df.AcceptedCmp1.value\_counts()

```
[91]: Complain
0 2218
1 21
```

Name: count, dtype: int64

Insights: 2218 customers are not having any complaint and only 21 have complaint.

```
[92]: df.Country.value_counts()
```

# [92]: Country

SP 1095 SA 336 CA 268 AUS 160 IND 148 **GER** 120 US 109 ME 3

Name: count, dtype: int64

Insights: There are total 8 unique countries in this dataset and SP is toping with 1095 customers and only 3 customers are from ME.

# [93]: df.duplicated().sum()

## [93]: 0

Insights: There is not a single duplicate value present in our dataset.

```
[94]: #Unique values in all the columns

df.nunique()
```

[94]:	ID	2239
	Year_Birth	59
	Education	5
	Marital_Status	
	Income	1974
	Kidhome	3
	Teenhome	3
	Dt_Customer	663
	Recency	100
	MntWines	776
	MntFruits	158
	${\tt MntMeatProducts}$	558
	${ t MntFishProducts}$	182
	${\tt MntSweetProducts}$	177
	${\tt MntGoldProds}$	213

```
15
      NumDealsPurchases
      NumWebPurchases
                                 15
      NumCatalogPurchases
                                 14
      NumStorePurchases
                                 14
      NumWebVisitsMonth
                                 16
      AcceptedCmp3
                                 2
                                 2
      AcceptedCmp4
      AcceptedCmp5
                                 2
                                 2
      AcceptedCmp1
      AcceptedCmp2
                                 2
                                 2
      Complain
      Country
                                 8
      date
                                 31
                                 12
      month
      year
                                 3
      Total_spending
                              1054
      dtype: int64
[95]: df["Income"].value_counts()
[95]: Income
      51969.8614
                     24
      7500.0000
                     12
                      4
      35860.0000
      80134.0000
                      3
                      3
      63841.0000
                     . .
      46086.0000
                      1
      42243.0000
                      1
      35788.0000
                      1
      36026.0000
                      1
      94871.0000
                      1
      Name: count, Length: 1974, dtype: int64
     #Univariate and Bivariate Analysis
[96]: df.dtypes
[96]: ID
                                 int64
      Year_Birth
                                 int64
      Education
                               object
      Marital_Status
                               object
      Income
                              float64
      Kidhome
                                int64
      Teenhome
                                 int64
      Dt_Customer
                               object
```

int64

Recency

```
int64
      MntFruits
      MntMeatProducts
                               int64
                               int64
      MntFishProducts
      MntSweetProducts
                               int64
                               int64
      MntGoldProds
      NumDealsPurchases
                               int64
                               int64
      NumWebPurchases
      NumCatalogPurchases
                               int64
      NumStorePurchases
                               int64
      NumWebVisitsMonth
                               int64
      AcceptedCmp3
                               int64
      AcceptedCmp4
                               int64
      AcceptedCmp5
                               int64
                               int64
      AcceptedCmp1
      AcceptedCmp2
                               int64
      Complain
                               int64
                              object
      Country
      date
                              object
                              object
      month
      year
                              object
      Total_spending
                               int64
      dtype: object
[97]: corr_columns = df[['Income', 'Kidhome', 'Teenhome', 'Recency', |
       → 'NumDealsPurchases', 'NumWebPurchases', 'NumCatalogPurchases', '

¬'NumStorePurchases', 'NumWebVisitsMonth']]
[98]: corr_columns.corr()
[98]:
                             Income
                                      Kidhome
                                               Teenhome
                                                           Recency \
      Income
                           1.000000 -0.510736 0.034156 0.006904
      Kidhome
                          -0.510736 1.000000 -0.035720
                                                          0.009246
      Teenhome
                           0.034156 -0.035720
                                                1.000000 0.015829
      Recency
                           0.006904 0.009246
                                                0.015829 1.000000
      NumDealsPurchases
                          -0.107398 0.221488
                                               0.388241 -0.000749
      NumWebPurchases
                           0.450144 -0.361566 0.155373 -0.010886
      NumCatalogPurchases 0.693658 -0.502131 -0.111034 0.024888
      NumStorePurchases
                           0.626974 -0.499488 0.050357 0.000453
      NumWebVisitsMonth
                          -0.646725   0.447831   0.135029   -0.021335
                           NumDealsPurchases NumWebPurchases
                                                                NumCatalogPurchases \
      Income
                                   -0.107398
                                                      0.450144
                                                                           0.693658
      Kidhome
                                    0.221488
                                                     -0.361566
                                                                          -0.502131
      Teenhome
                                    0.388241
                                                      0.155373
                                                                          -0.111034
      Recency
                                   -0.000749
                                                     -0.010886
                                                                           0.024888
      NumDealsPurchases
                                    1.000000
                                                      0.234383
                                                                          -0.008399
```

int64

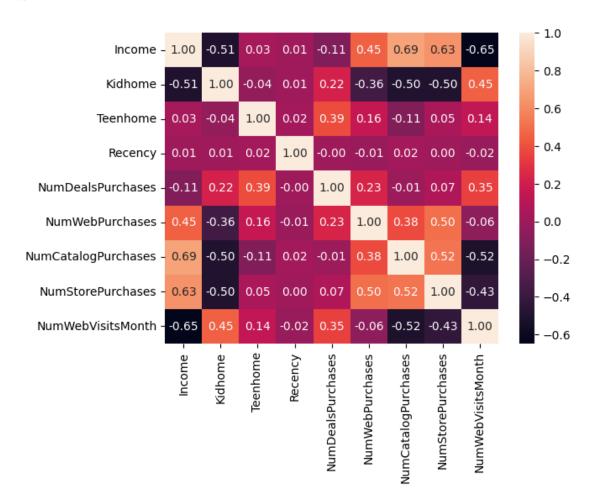
MntWines

NumWebPurchases	0.234383	1.000000	0.378317
NumCatalogPurchases	-0.008399	0.378317	1.000000
NumStorePurchases	0.069234	0.502664	0.518643
NumWebVisitsMonth	0.347589	-0.055800	-0.520339

	NumStorePurchases	${\tt NumWebVisitsMonth}$
Income	0.626974	-0.646725
Kidhome	-0.499488	0.447831
Teenhome	0.050357	0.135029
Recency	0.000453	-0.021335
NumDealsPurchases	0.069234	0.347589
NumWebPurchases	0.502664	-0.055800
NumCatalogPurchases	0.518643	-0.520339
NumStorePurchases	1.000000	-0.428443
NumWebVisitsMonth	-0.428443	1.000000

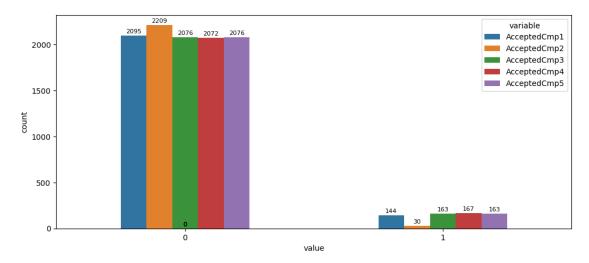
[99]: sns.heatmap(corr\_columns.corr(), annot = True, fmt='.2f')

[99]: <Axes: >

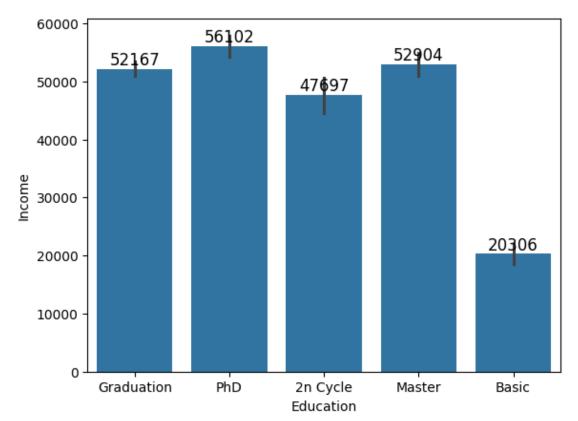


- 1. Income and Num Catalogue Purchase & Income and Num Store Purchase are highly coupled. It means if Income is inceasing then Catalogue and store purchase are also increasing. Also, Kidhome and Income is negatively coupled, it means people who have higher income are not having kids at home or rarely be 1,2 kids at home. Also, higher income leads to less web visit to store.
- 2. People who have kids at home are preferring deals purchase instead of store, catalogue and web purchase. More kids at home leads for more web visits.
- 3. People who have teen at home are also preferring deals purchasing.

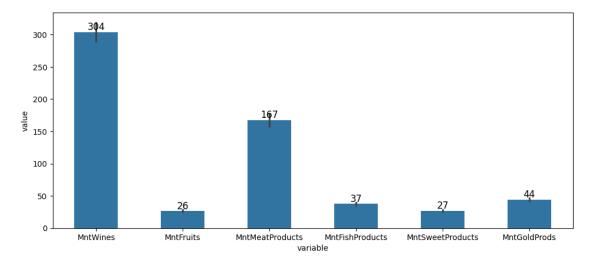
#Univariate, Bivariate & Multivariate Analysis



- 1. Most Successful Compaign is Campaign 4 : Customer Accepted Offer 167, Customer Rejected Offer 2072
- 2. Second Most Successful Campaign is Campaign 3 & 5 Both : Customer Accepted Offer 163, Customer Rejected Offer 2076
- 3. Third Most Successful Campaign is Campaign 4 : Customer Accepted Offer 144, Customer Rejected Offer 2095.
- 4. Least Successful Offer is Campaign 2 : Customer Accepted Offer 30 only, Customer Rejected Offer 2209.

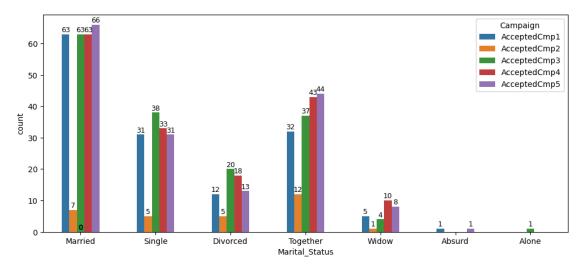


Customer who have done PhD has the highest income following the customers who have done Masters. Then Customer who have done Graduation earning best, following the 2n Cycle Education. Customers with only Basic are earning the least.



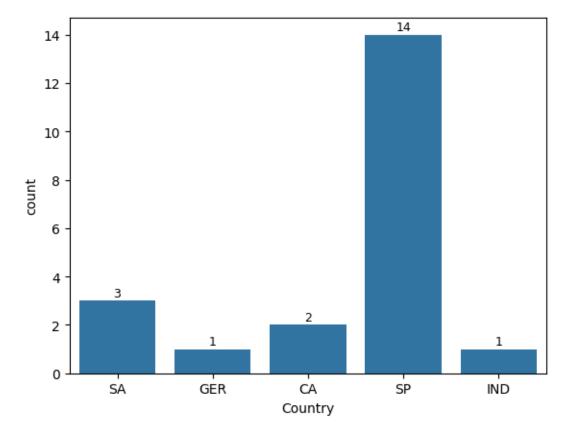
### Insights:

Company is spending most on Wines, which is followed by Meat and then Gold Products, Fist Products. Spending on sweet and fruits is almost same.



- 1. Married Customers are accepting campaigns most rather than others.
- 2. Together customers are also getting benefits from the campaigns and availing it at second positing.
- 3. At third positing we are seeing that single customers are attacted towards campaign.
- 4. Seems like divorced and window customers are not accepting campaign offers mostly.
- 5. Absurd and alone are not interested in campaign offers.
- 6. Amongest all the campaigns, campaign-2 didn't brought much benifit to the company.

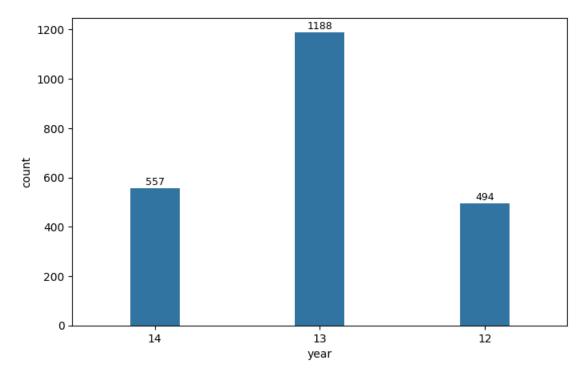
## Insights:



Spain is having the most complain with the count of 14 and India is having the least complain count.

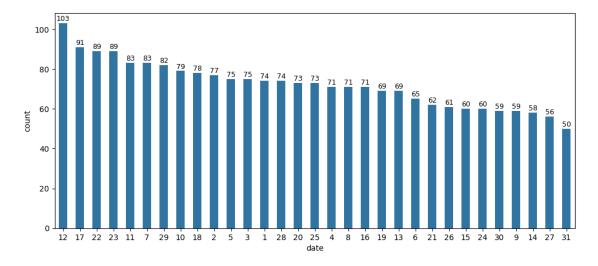
```
[105]: plt.figure(figsize = (8,5))
ax = sns.countplot(x = df["year"], width = 0.3)

for p in ax.patches:
    ax.annotate(f'{int(p.get_height())}',
```



In 13, customers enrollment was highest. while in 12, it is lowest.

# plt.show()



## Insights:

Most of the customers enrolled on 12th of every month and least enrollment is in 31st of every month. Overall, what we can observe from this dataset is customers are enrolling through out the month.

#Hypothesis Testing:

# 0.1 Question - Is income of customers dependent on their education?

Null Hypothesis (H0): The income of customers is independent of their education level. (All means are equal across education levels.)

Alternative Hypothesis (H1): The income of customers depends on their education level. (At least one mean is different.)

Reject the null hypothesis. There is a significant difference in income between education levels.

##Question - Do higher income people spend more (take in account spending in all categories together)?

Null Hypothesis (H0): "Income and Total\_spending are independent"

Alternate Hypothesis (H1): "Income and Total\_spending are dependent"

Reject the null hypothesis. There is a significant correlation between income and total spending.

0.2 Question - Do couples spend more or less money on wine than people living alone (set 'Married', 'Together': 'In couple' and 'Divorced', 'Single', 'Absurd', 'Widow', 'YOLO': 'Alone')

Null Hypothesis (H0) = There is no significant difference in average wine spending between couples and alone.

Alternate Hypothesis (H1) = There is a significant difference in average wine spending between couples and alone.

```
[109]: in_couple_df = df[df["Marital_Status"].isin(["Married", "Together"])]
[110]: alone_df = df[df["Marital_Status"].isin(["Single", "Divorced", "Widow", "\"Alone", "YOLO", "Absurd"])]
```

[111]: (-0.2712259990062464, 0.7862422428083654)

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

0.3 Question - 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 (H0) = There is no significant difference in Income and accepted campaign.

Alternate Hypothesis (H1) = There is a significant difference in Income and accepted campaign.

Fail to reject the null hypothesis. There is no significant difference in Income and accepted campaign.

Insights and Recommendations:

- 1. High Variability in Income: With a standard deviation of 21,526 and income ranging from 1,730 to 162,397, there's a significant disparity between the low- and high-income segments. Half of the population earns between 35,284 and 68,487, with the mean (51,969) and median (51,373) close to each other, suggesting a fairly symmetrical distribution (All figures are in \$).
- Recommendation: Segment Marketing: Given the large income disparity, create tiered marketing strategies targeting different income brackets. High-income individuals are more likely to respond to luxury products, while low-income individuals might prefer budget-conscious offers.
- 2. Household Size (Kidhome and Teenhome): Most Households Are Child-Free: Over half (57.75%) of households have no children at home, and 51.67% of households have no campaign teenagers. The maximum number of children or teenagers per household is 2, which is rare.
- Recommendation: Target Single Adults and Child-Free Couples: Focus campaigns and products on singles and couples without children, as they make up the majority of the customer base.
- 3. Recency (Days Since Last Purchase): Average Recency is 49 Days: While some customers purchased recently, others have not engaged in up to 99 days. The high standard deviation of 28.96 days shows varied shopping frequency.
- Recommendation:
  - Re-engagement Campaigns: Target customers who haven't purchased in 60+ days with personalized offers or reminders to drive retention.
  - Monetary Expenditure Across Categories:
- 4. Wine Spending: High-income individuals spend more on wines (mean: di h 304) ith, w somespen ngasmuc as 1,493. Low-income customers spend significantly less on wine (25th percentile: \$24).

#### • Recommendation:

- Luxury vs Budget Wine Marketing: High-income individuals could be targeted with premium wine selections, while budget-friendly wines should appeal to lowerincome customers.
- 5. Meat, Fish, Sweets, and Gold Product Spending: High-income individuals dominate these categories, while lower-income groups have limited spending power. Spending is more consistent across middle- and low-income groups, but lowerincome households tend to limit luxury expenditures.

### • Recommendation:

- Upsell Meat and Gold Products to High-Income Groups: Create tailored campaigns that emphasize premium quality for high-income individuals and offer value deals for lower-income segments.
- 5. Purchase Behavior: Store Purchases Dominate: On average, people make more in-store purchases (mean: 5.79) compared to web purchases (mean: 4).
- Outliers in Web and Catalog Purchases: There are some customers who purchase heavily online (maximum web purchases: 27; catalog: 28), though most customers make fewer web/catalog purchases.

#### • Recommendation:

- Hybrid Shopping Strategy: Encourage online shopping for frequent in-store customers by offering online-exclusive deals. Focus on store-based promotions to maintain the engagement of in-store shoppers.
- 6. Campaign Acceptance: Low Campaign Acceptance: Only about 7% of customers accept any particular campaign. Despite this, there are no major complaints (complaint rate: 0.009).

#### • Recommendation:

- Personalize Campaigns: Increase campaign acceptance by tailoring offers to individual preferences (e.g., wine offers for high-income customers or family discounts for customers with children).
- 7. Education Distribution: Highly Educated Population: Over 80% of the population has at least a graduate degree, with 21.71% holding PhDs.

#### • Recommendation:

- Leverage Educational Targeting: Promote products or services that resonate with well-educated individuals, such as high-end, quality-driven goods or tech-oriented products.
- 8. Marital Status Distribution: Family-Oriented Population: The majority of the population (64.45%) is in a relationship or living with a partner. However, a sizable minority (35.55%) are living alone.

## • Recommendation:

 Custom Messaging for Couples vs Singles: Develop different marketing messages for couples (e.g., family-oriented promotions) and single individuals (e.g., convenience products). 9. Spending Patterns and Income Groups: Spending Increases with Income: High-income individuals consistently spend more across all categories. Low-income individuals, meanwhile, are constrained in luxury spending categories like wine, gold, and meat.

#### • Recommendation:

- Targeted Promotions for Income Levels: Upsell premium products to high-income individuals and provide discount offers to lower-income groups to improve engagement across both brackets.
- 10. Hypothesis Testing Results: Wine Spending and Marital Status: The Mann-Whitney U test shows no significant difference in wine spending between couples and individuals living alone. Therefore, there is no need for differentiated pricing or campaigns based on marital status for wine products. Campaign Acceptance and Income:
- 11. The chi-square test indicates that lower-income individuals are more likely to accept campaigns, suggesting that price-sensitive segments respond better to offers. Income and Total Spending:
- 12. With a p-value of 0, which is less than the significance level (0.05), we reject the null hypothesis. This confirms that there is a significant difference in spending across income campaign groups, with higher-income individuals spending more across all categories. Income and Education:
- 13. The p-value for both the chi2\_contingency and Kruskal-Wallis tests is very low, leading us to reject the null hypothesis. This means that education level has a significant impact on income—higher education levels are linked to higher incomes. Recommendations:
- 14. Price Sensitivity: Target lower-income groups with discounts, deals, and personalized promotions to increase campaign acceptance.
- 15. Spending Differences Across Income Groups: Focus premium products and services on higher-income segments, as they demonstrate significantly higher spending capacity across all categories.
- 16. Education-Linked Income: Use education data to segment customers and market high-end products to individuals with higher education levels, who tend to have higher incomes and greater spending potential.
- 17. Tailor premium products and services towards higher-income segments as they have a significantly higher spending capacity across all categories. Education-Linked Income:
- 18. Leverage education data to segment customers, focusing high-end product marketing on customers with higher education levels, who tend to have higher incomes and spending potential.