Try again once you are ready Grade received 57.14% To pass 80% or higher Try again

1. To pass this practice quiz, you must receive 80%, or 6 out of 7 points, by answering the questions below. You can learn more about the graded and practice items in the <u>course overview</u>.

1 / 1 point



## Activity Overview

In this activity, you will review the product performance data for an e-commerce store, analyze the results, and answer a series of quiz questions.

Analyzing product performance data helps you determine whether a product is meeting a company's performance goals and can also help you make changes to improve a product's performance.

Scenario

Review the scenario below. Then complete the step-by-step instructions.

As an e-commerce analyst for a small online store that sells personalized coffee mugs, you've been asked to analyze the product performance for two of the store's most popular products: a stainless steel coffee mug (Product 1) and a porcelain coffee mug (Product 2). Here are the company's performance goals:

- Increase the number of product views by 20% quarter over quarter
- Increase the number of units purchased by 10% quarter over quarter
- Increase the product revenue by 10% quarter over quarter
- Increase the conversion rate by 5% quarter over quarter
- Keep the net profit margin above 11% for both quarters
- Keep the return rate below 6% for both quarters

The performance data spreadsheet includes the following sections and metrics:

- Number of product views: the number of times a product was viewed
- Number of add-to-carts: the number of times a product was added to cart
- Number of units purchased: how many units of the product were purchased
- Product revenue: the amount of revenue generated by a product
- Product conversion rate: the percentage of customers who purchase a product after viewing it
- Net profit margin: the percentage of revenue left over after expenses are paid
- Return on ad spend (ROAS): the revenue generated divided by the amount spent on advertising
- Return rate: the percentage of products sold that are returned by customers

## Practice Example

Imagine the company has asked you to consider the following performance goal:

Increase the number of add-to-carts by 20%.

Your task is to determine which of the two products, if any, met or exceeded this performance goal.

To find out how much the number of add-to-carts has increased, you would examine the data in Column C in the spreadsheet. The percent change for Product 1 is 39%, which is located in Column C, Row 10. This number exceeds the company's goal of a 20% increase.

Next, you would examine the percent change for Product 2, which is located in Column C, Row 20. The percent change for this product is 19%, which does not meet the company's goal of a 20% increase.

In this case, only Product 1 met the company's performance goal.

|    | Now it's your turn to practice analyzing product performance.  |             |
|----|--|-------------|
|    | Step-By-Step Instructions  |             |
|    | Step 1: Access supporting materials  |             |
|    | The following supporting materials will help you complete this quiz. Keep them open as you proceed to the questions below.   |             |
|    | To use the supporting materials for this course item, click the link below and select "Use Template."  |             |
|    | Link to supporting materials: <u>Product performance data spreadsheet</u> ☐ OR   |             |
|    | If you don't have a Google account, you can download the supporting materials directly from the attachment below.  |             |
|    | Product performance data spreadsheet  XLSX File  |             |
|    | Step 2: Answer questions about product performance Consult the data spreadsheet to answer the questions below.   |             |
|    | Are you ready?   |             |
|    | I'm ready!   |             |
|    | Correct Great! Compare your answers to the feedback provided below.  |             |
| 2. | Consider the following performance goal:  Increase the number of product views by 20% quarter over quarter.  | 0 / 1 point |
|    | Which of the company's products, if any, met or exceeded this performance goal?  |             |
|    |  |             |
|    | Product 1  |             |
|    | Product 2  |             |
|    | Both products  |             |
|    | Neither product  |             |
|    | Incorrect The percent change in Column B, Row 10 demonstrates that the number of product views increased 20% for Product 1. This met the company's performance goal. However, the percent change in Column B, Row 20 demonstrates that the number of product views only increased 14% for Product 2. This was not enough to meet the company's goal of a 20% increase in product views. Only Product 1 met the company's performance goal. |             |
| 3. | Consider the following performance goal:  Increase the number of units purchased by 10% quarter over quarter.  | 1 / 1 point |
|    | Which of the company's products, if any, met or exceeded this performance goal?  |             |
|    | Product 1  |             |

|    | Product 2   |             |
|----|---|-------------|
|    | Both products   |             |
|    | Neither product   |             |
|    | Correct The percent change in Column D, Row 10 demonstrates that the number of units purchased increased 10% for Product 1. This met the company's performance goal. The percent change in Column D, Row 20 demonstrates that the number of units purchased increased 12% for Product 2. This also met the company's performance goal.                      |             |
| 4. | Consider the following performance goal:  | 1 / 1 point |
|    | Increase the product revenue by 10% quarter over quarter.   |             |
|    | Which of the company's products, if any, met or exceeded this performance goal?   |             |
|    | Product 2 Both products Neither product  Correct The percent change in Column E, Row 10 demonstrates that the product revenue increased 10% for Product 1. This met the company's performance goal. The percent change in Column E, Row 20 demonstrates that the product revenue increased 12% for Product 2. This also met the company's performance goal. |             |
| 5. | Consider the following performance goal:  Increase the conversion rate by 5% quarter over quarter.  Which of the company's products, if any, met or exceeded this performance goal?  Product 1  | 0 / 1 point |
|    | Product 2  Both products  |             |
|    | Neither product   |             |
|    | Neither product met the company's performance goal. The percent change in Column F, Row 10 demonstrates that the conversion rate decreased by 9% for Product 1, and the percent change in Column F, Row 20 demonstrates that the conversion rate decreased by 2% for Product 2.   |             |

| 6. | Consider the following performance goal:  Keep the net profit margin above 11% for both quarters.  | 1 / 1 point |
|----|--|-------------|
|    | Which of the company's products, if any, met or exceeded this performance goal?  Product 1 Product 2 Both products  Neither product  Correct The net profit margin for Product 1 was 11.12% in Quarter 1 (Column G, Row 3) and 11.83% in Quarter 2 (Column G, Row 4). The net profit margin for Product 2 was 12.98% in Quarter 1 (Column G, Row 13) and 13.11% in Quarter 2 (Column G, Row 14). The net profit margin was above 11% in both quarters for both products. |             |
| 7. | Consider the following performance goal:  Keep the return rate below 6% for both quarters.  Which of the company's products, if any, met or exceeded this performance goal?  Product 1  Product 2  Both products  Neither product  | 0 / 1 point |
|    | Note that the incorrect (Note that the incorrect of the return rate for Product 1 was 5.87% in Quarter 1 (Column I, Row 3) and 6.11% in Quarter 2 (Column I, Row 4). The return rate was above 6% in Quarter 2, which means that Product 1 did not have a return rate below 6% for both quarters.  |             |