# **Business Objective:**

The objective of this project is to analyze the provided dataset using Exploratory Data Analysis (EDA) techniques to uncover patterns, trends, and anomalies. The insights derived aim to support data-driven decision-making by identifying key business opportunities and challenges. The analysis will focus on enhancing operational efficiency, customer satisfaction, and revenue growth.

# **Data Description:**

### 1. Customers.csv

- CustomerID: Unique identifier for each customer.
- CustomerName: Name of the customer.
- Region: Continent where the customer resides.
- SignupDate: Date when the customer signed up.

#### 2. Products.csv

- ProductID: Unique identifier for each product.
- ProductName: Name of the product.
- Category: Product category.
- Price: Product price in USD.

### 3. Transactions.csv

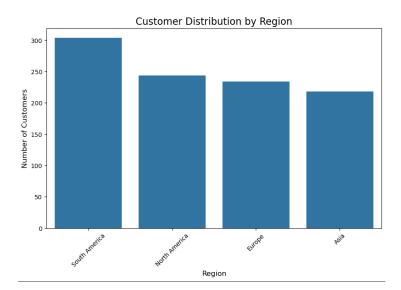
- TransactionID: Unique identifier for each transaction.
- CustomerID: ID of the customer who made the transaction.
- ProductID: ID of the product sold.
- TransactionDate: Date of the transaction.
- Quantity: Quantity of the product purchased.
- TotalValue: Total value of the transaction.
- Price: Price of the product sold.

# **Approach:**

- **Null Value Check**: The dataset contains no missing values, ensuring data completeness and accuracy for analysis.
- **Data Type Conversion**: The Transaction Date and Signup Date columns were successfully converted to datetime format to facilitate time-based analysis.
- **Customer Behavior Analysis**: Visualization showed transaction trends over time, highlighting peak purchasing periods.
- **Signup vs. Transaction Insights**: Comparing signup and transaction dates revealed customer activity patterns and retention rates.
- Product Performance: Product-level analysis identified top-performing items and underperforming ones, providing actionable insights for inventory and marketing strategies.

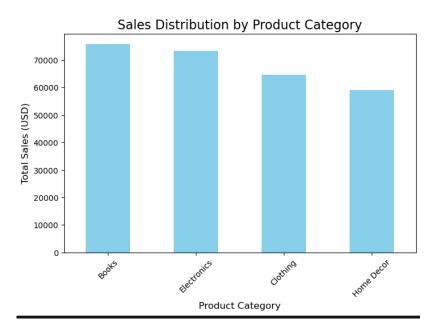
## **Analysis:**

## 1. Customer Distribution by Region



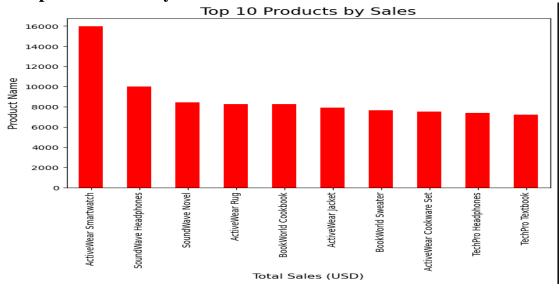
The bar chart illustrates the customer distribution across different regions. South America leads with the highest number of customers, followed by North America and Europe. Asia has the least number of customers compared to the other regions. This visualization highlights the varying customer bases in different regions, which can be useful for businesses to tailor their marketing strategies and resource allocation accordingly.

## 2. Sales Distribution by Product Category



The bar chart illustrates the sales distribution across different product categories. It reveals that "Books" and "Electronics" are the top-selling categories, generating the highest total sales (USD). "Clothing" follows closely behind, while "Home Decor" appears to have the lowest sales volume among the four categories. This suggests that the company may have a strong market presence in the books and electronics sectors, with clothing occupying a significant share as well. However, home decor sales seem to lag behind the other categories.

### 3. Top 10 Products by Sales



This bar chart showcases the top 10 products based on their total sales (USD). The "ActiveWear Smartwatch" reigns supreme, generating significantly higher sales compared to the rest. Following closely are "SoundWave Headphones" and "SoundWave Novel". Interestingly, the remaining products in the top 10 seem to cluster around the 8,000 USD mark, indicating a relatively even sales performance for these items. This analysis suggests that the "ActiveWear Smartwatch" is a standout performer, while the other products in the top 10 have a more consistent sales track record.

# **Business Insights**

- "ActiveWear Smartwatch" is a Top Seller: This product significantly outperforms the others, indicating strong demand and potential for further growth. Strategies to maximize its sales, such as promotions or bundling deals, should be explored.
- "SoundWave" Products are Popular: Both the headphones and novel appear in the top 3, suggesting a strong brand recognition and customer preference for this line. Consider expanding the "SoundWave" product range to capitalize on this success.
- Consistent Performance in the Mid-Range: Products like "ActiveWear Cookware Set" and "BookWorld Sweater" demonstrate consistent sales. This suggests a stable and reliable customer base for these items.
- **Potential for Upselling:** Analyzing the top-selling products can help identify opportunities for upselling. For example, customers who purchase the "ActiveWear Smartwatch" might also be interested in other fitness accessories.
- Market Research for New Products: Understanding the success of current top sellers can guide the development and introduction of new products. Analyzing customer feedback and market trends can help identify potential winners.
- **Inventory Management:** The chart highlights the importance of efficient inventory management. Ensuring adequate stock levels for high-demand products like the "ActiveWear Smartwatch" is crucial to avoid stockouts and capitalize on sales opportunities.