Aerofit

- 1. Perform descriptive analytics to create a customer profile for each AeroFit treadmill product by developing appropriate tables and charts.
- 2. For each AeroFit treadmill product, construct two-way contingency tables and compute all conditional and marginal probabilities along with their insights/impact on the business.

```
In [1]:
         !gdown "https://d2beiqkhq929f0.cloudfront.net/public_assets/assets/000/00
         Downloading...
         From: https://d2beiqkhq929f0.cloudfront.net/public_assets/assets/000/001/
         125/original/aerofit_treadmill.csv?1639992749
         To: /Users/girl_intransition/aerofit_treadmill.csv?1639992749
         100%
                                                       7.28k/7.28k [00:00<00:00, 10
         .8MB/s]
In [2]:
         import numpy as np
         from matplotlib import pyplot as plt
         import seaborn as sns
         import pandas as pd
         import math as m
         import random
         from scipy.stats import binom
In [3]:
         import warnings
         warnings.filterwarnings('ignore')
In [4]:
         df = pd.read csv("/Users/girl intransition/aerofit treadmill.csv?16399927
In [5]:
         df.head()
Out[5]:
            Product Age Gender Education MaritalStatus Usage
                                                              Fitness
                                                                      Income Miles
         0
             KP281
                     18
                           Male
                                                                    4
                                                                       29562
                                                                                112
                                       14
                                                 Single
                                                            3
         1
             KP281
                     19
                           Male
                                       15
                                                 Single
                                                            2
                                                                    3
                                                                       31836
                                                                                 75
         2
             KP281
                     19
                         Female
                                       14
                                              Partnered
                                                            4
                                                                       30699
                                                                                66
         3
             KP281
                                       12
                                                            3
                                                                    3
                                                                       32973
                     19
                           Male
                                                 Single
                                                                                85
         4
             KP281
                     20
                           Male
                                       13
                                              Partnered
                                                            4
                                                                    2
                                                                       35247
                                                                                 47
In [6]:
         df.shape
         (180, 9)
Out[6]:
```

In [7]: df.info()

<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	Usage	180 non-null	int64
6	Fitness	180 non-null	int64
7	Income	180 non-null	int64
8	Miles	180 non-null	int64

dtypes: int64(6), object(3)
memory usage: 12.8+ KB

- 1. There are no missing values.
- 2. The datatype of each column is appropriate with respect to its data.

In [8]: df.describe(include='all')

Out[8]:

	Product	Age	Gender	Education	MaritalStatus	Usage	Fitness
count	180	180.000000	180	180.000000	180	180.000000	180.000000
unique	3	NaN	2	NaN	2	NaN	NaN
top	KP281	NaN	Male	NaN	Partnered	NaN	NaN
freq	80	NaN	104	NaN	107	NaN	NaN
mean	NaN	28.788889	NaN	15.572222	NaN	3.455556	3.31111 ⁻
std	NaN	6.943498	NaN	1.617055	NaN	1.084797	0.958869
min	NaN	18.000000	NaN	12.000000	NaN	2.000000	1.000000
25%	NaN	24.000000	NaN	14.000000	NaN	3.000000	3.000000
50%	NaN	26.000000	NaN	16.000000	NaN	3.000000	3.000000
75%	NaN	33.000000	NaN	16.000000	NaN	4.000000	4.000000
max	NaN	50.000000	NaN	21.000000	NaN	7.000000	5.000000

Outliers:

1. Age: the mean is at 28 and median is at 26 which is not a large gap. the age coulumn seems to have outliers after 46 years of age. A more detailed view of outliers can be found further in the case study with use of boxplots.

- 2. We can see that there is not a big gap in mean and median in all the columns with numeric values. we could conclude that we don't have too many outliers from this observation.
- 3. Salary values are ranging from 29k to 104k.

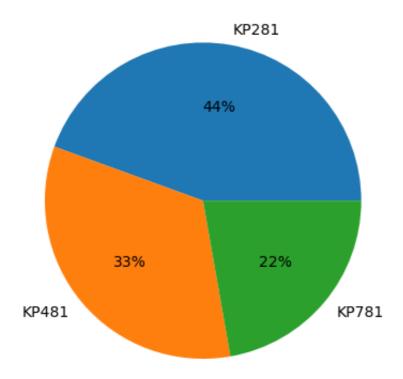
```
In [9]: df['Usage'].unique()
Out[9]: array([3, 2, 4, 5, 6, 7])

In [10]: df['Education'].unique()
Out[10]: array([14, 15, 12, 13, 16, 18, 20, 21])
```

--> checking no of unique values we have in some columns will help us understand the range of values and what kind of data it is and what kind of plots/tables can be created from that data.

>> Distribution of of each product

```
In [11]: data = df['Product'].value_counts()
    labels = df['Product'].value_counts().index
    plt.pie(data,labels=labels,autopct='%.0f%%')
    plt.show()
```



Insight:

1. we can note that the product KP281(entry level treadmill) is the most bought product in Aerofit, followed by KP481 and then KP781.

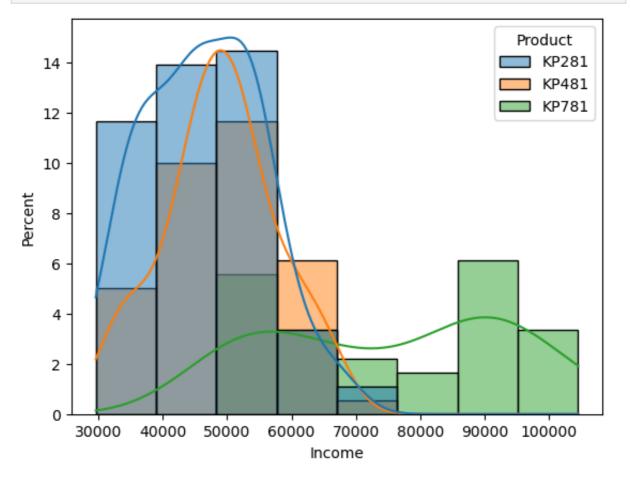
>> Product-type vs Gender

Insights:

- 1. It can be noted that a male customer is slightly more likely to buy a product than a female customer
- 2. specifically for the product KP781, it is highly likely that a male customer will buy it. In other words, a female customer is more likely to buy the models KP281/481

>> Income distribution for each Product type

In [16]: sns.histplot(data=df,x='Income',hue='Product',stat='percent',bins=8,kde=T
 plt.show()

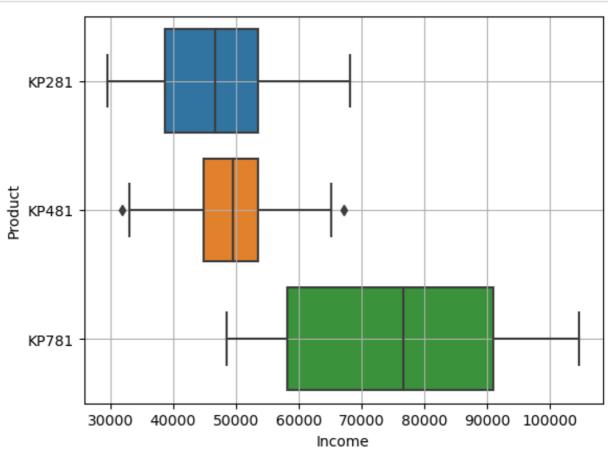


Insights:

Note: Although the color coding of the stacked bar chart is confusing, we are using the color coding of KDE plot lines to understand the contribution of income towards each product.

- 1. The entry level product is most popular among lower income groups (from 30k 58k annual salary)
- 2. The high-end product (KP781) is seen to have steady contibutions from customers with income from 50k to 100k with more contribution in 50k-58k and 88k-94k ranges.
- 3. the mid range product(KP481) is popular among customes with incomes from 30k 68k.
- 4. We could infer from the data we see that customer with income above 70k are most likely to buy only KP781 (the high end model).

```
In [17]: sns.boxplot(data=df,x='Income',y='Product')
   plt.grid()
   plt.show()
```

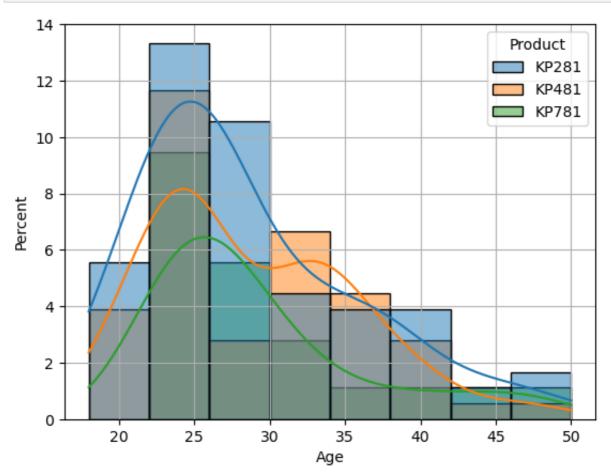


Insights:

1. the model KP781 is being preferred by customers whose annual income is in the range of 60k to 90k

- 2. the models KP281 and KP481 are being preferred by customers whose annual income is in the range of 40k-54k, whereas the model KP281 is being preferred by the lower end of this income group (39k-45k).
- 3. We do not have a lot of ouliers for income groups which indicates that customer behaviour is consistent with a general hypothesis that lower income group customers will go for lower priced products.

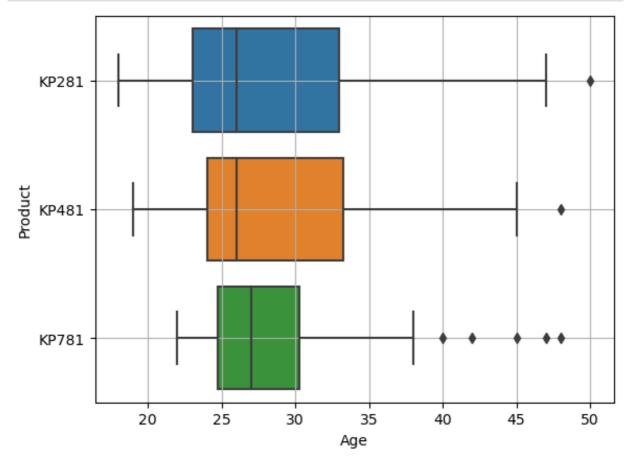
```
In [18]: sns.histplot(data=df,x='Age',hue = 'Product',stat='percent',bins=8,kde=Tr
    plt.grid()
    plt.show()
```



- 1. We could include kde to understand how much each age is cotributing to a particular product.
- 2. Here, we can note that from age 22 to 32, at any given point percent of KP281 models bought are higher than KP481 and percentage of KP481 models bought is greater than KP781.

>> Effect of age on each product category

```
In [19]: sns.boxplot(data=df,x='Age',y='Product')
   plt.grid()
   plt.show()
```

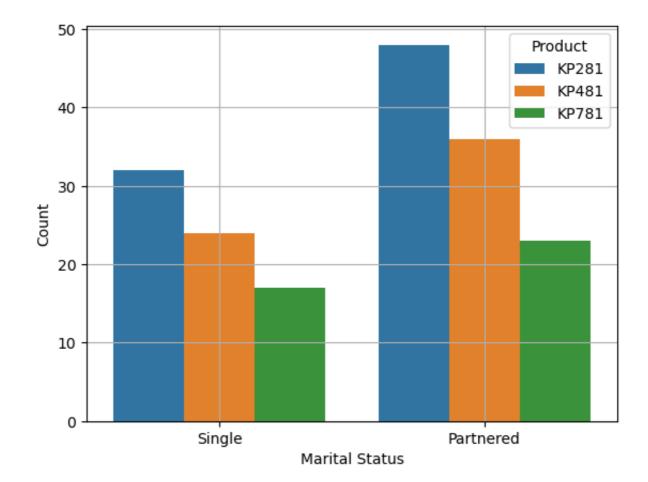


Insights:

- 1. the spread of age for the model KP781 is 25 to 30 years old.
- 2. there are a lot more ouliers for the product KP781 they lie between ages 40 to 50.
- 3. the median age for buying the models KP281/481 is similar and is 26.
- 4. the spread of data for KP281/481(24-34)is more compared to the spread for model KP781(25-30).

>> Marital status distribution

```
In [20]: sns.countplot(data=df,x='MaritalStatus',hue='Product')
  plt.xlabel("Marital Status")
  plt.ylabel('Count')
  plt.grid()
  plt.show()
```



```
In [21]: ct1 = pd.crosstab(df['Product'],df['MaritalStatus'])
         ct1
```

Out [21]: MaritalStatus Partnered Single

Product		
KP281	48	32
KP481	36	24
KP781	23	17

```
In [22]: # Percentage of couples buying KP781
         ((ct1['Partnered'].loc['KP781']/ct1.loc['KP781'].sum())*100).round(2)
         57.5
Out[22]:
```

```
In [23]: # Percentage couples buying KP281 or KP481
         (((ct1['Partnered'].loc['KP281']+ct1['Partnered'].loc['KP481'])/(ct1.loc[
         60.0
```

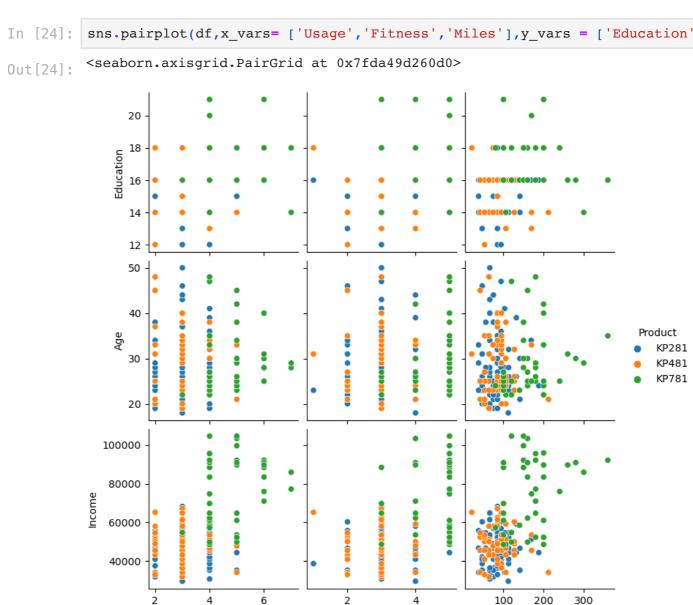
Out[23]:

Insights:

1. We can note from the graph that there are more no of 'partners' who are buying treadmills in general compared to single customers.

- 2. The difference in single and partnered customer buying KP281 and KP481 is more significant than KP781.
- 3. We can deduce from the above table that Couples are more likely to buy the models KP281/481

>> Fitness, Usage and Miles



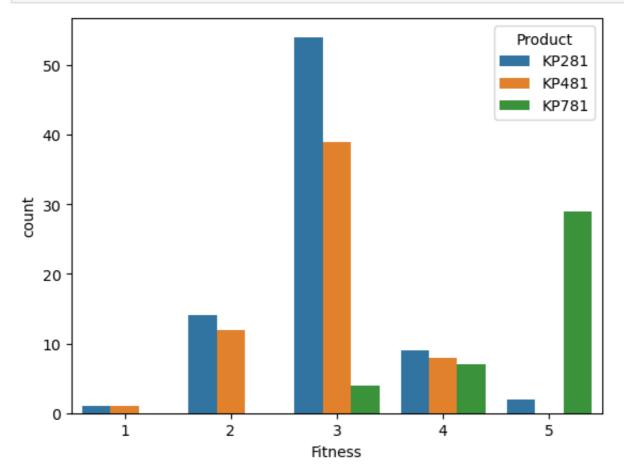
Fitness

Miles

>> Fitness distribution for each product

Usage

```
In [25]: sns.countplot(data=df,x='Fitness',hue='Product')
  plt.show()
```



Insights:

- 1. customers who are atleast moderately fit (>=3) are likely to buy the KP781 model
- 2. customers who are fit(rating =5) are more likely to buy the model KP781
- 3. customers who self-rated their fitness to be 4 seem to be equally divided between all three product types.

```
In [26]: # Self rated fitness level vs Product bought

ct4 = pd.crosstab(df['Fitness'],df['Product'])
ct4
```

Out[26]:	Product	KP281	KP481	KP781	
	Fitness				
	1	1	1	0	
	2	14	12	0	
	3	54	39	4	
	4	9	8	7	
	5	2	0	29	

Probability that self-rated fitness LESS THAN OR EQUAL TO 3 given that the customer bought KP281

```
In [27]: (ct4.loc[1,'KP281']+ct4.loc[2,'KP281']+ct4.loc[3,'KP281'])/ct4['KP281'].s
Out[27]: 0.8625
```

Probability that self-rated fitness LESS THAN OR EQUAL TO 3 given that the customer bought KP481

```
In [28]: (ct4.loc[1,'KP481']+ct4.loc[2,'KP481']+ct4.loc[3,'KP481'])/ct4['KP481'].s
Out[28]: 0.8666666666666667
```

Probability that self-rated fitness LESS THAN OR EQUAL TO 3 given that the customer bought KP781

```
In [29]: (ct4.loc[1,'KP781']+ct4.loc[2,'KP781']+ct4.loc[3,'KP781'])/ct4['KP781'].s
Out[29]: 0.1
```

Probability that self-rated fitness EQUAL TO 5, given that the customer bought KP781

```
In [30]: (ct4.loc[5,'KP781'])/ct4['KP781'].sum()
Out[30]: 0.725
```

Insights:

- 86.26 percent of customers who think they are low to moderately fit(fitness <= 3) purchase low end model like KP281. The percentage for KP481 is the similar(86.6%) with customers whose fitness is rated to be <=3.
- 2. 72.5 percent of customers who rate themselves to be in excellent shape buy KP781.

>> expected Usage vs Product

```
In [31]:
          ct5 = pd.crosstab(df['Usage'],df['Product'])
          ct5
Out[31]:
          Product KP281 KP481 KP781
            Usage
                2
                       19
                              14
                                       0
                3
                       37
                               31
                                       1
                4
                       22
                               12
                                      18
                5
                        2
                               3
                                      12
                               0
                                       7
                6
                        0
                7
                        0
                               0
                                       2
```

Probability that Usage LESS THAN 4 given that the customer bought KP781

```
In [32]: (ct5.loc[2,'KP781']+ct5.loc[3,'KP781'])/ct5['KP781'].sum()
Out[32]: 0.025
```

Probability that Usage IS LESS THAN OR EQUAL TO 4 given that the customer bought KP481

```
In [33]: (ct5.loc[2,'KP481']+ct5.loc[3,'KP481']+ct5.loc[4,'KP481'])/ct5['KP481'].s
Out[33]: 0.95
```

Probability that Usage IS LESS THAN OR EQUAL TO 4 given that the customer bought KP281

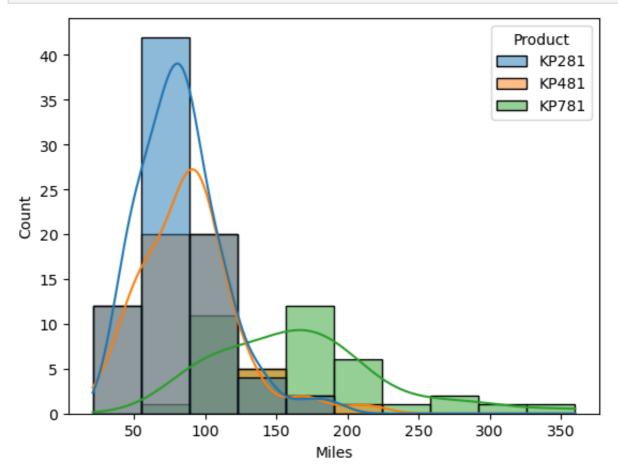
```
In [34]: (ct5.loc[2,'KP281']+ct5.loc[3,'KP281']+ct5.loc[4,'KP281'])/ct5['KP281'].s
Out[34]: 0.975
```

Insights:

- 1. Customers with expected usage < 4, the probability that they buy for KP281/481 is around 95% with is very high.
- 2. Customers with usage > 5, bought exclusively KP781 model.
- 3. While the Expected usage of 4 times per week had a mix of customers buying all three models, customers with expected usage of 5 were more inclined to buy model KP781.

Expected miles per week vs Product

```
In [35]: sns.histplot(data=df,x='Miles',hue = 'Product',bins=10,kde=True)
plt.show()
```



```
In [36]: df_miles= df.loc[df['Miles'] <= 125]
    df_miles</pre>
```

Out[36]:		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles
	0	KP281	18	Male	14	Single	3	4	29562	112
	1	KP281	19	Male	15	Single	2	3	31836	75
	2	KP281	19	Female	14	Partnered	4	3	30699	66
	3	KP281	19	Male	12	Single	3	3	32973	85
	4	KP281	20	Male	13	Partnered	4	2	35247	47
	•••	•••		•••			•••	•••	•••	•••
	153	KP781	25	Male	18	Partnered	4	3	64741	100
	157	KP781	26	Female	21	Single	4	3	69721	100
	160	KP781	27	Male	18	Single	4	3	88396	100
	161	KP781	27	Male	21	Partnered	4	4	90886	100
	178	KP781	47	Male	18	Partnered	4	5	104581	120

138 rows × 9 columns

Probability a customer bought KP281 or KP481 given that he/she expected to run less than 125 miles per week

```
In [37]: df_miles[df_miles['Product'].isin(['KP281','KP481'])].shape[0]/df_miles.s
Out[37]: 0.9130434782608695
```

Probability a customer bought KP781 given that he/she expected to run less than 125 miles per week

```
In [38]: df_miles[df_miles['Product'] == 'KP781'].shape[0]/df_miles.shape[0]
Out[38]: 0.08695652173913043
```

Insights:

1. We can infer from the histogram and the probability calculations that customers who run more than 125 miles per week have a probability of 0.913 to buy KP281 or 481

Probability that a customer will buy KP781 given that they run more than 125 miles per week

```
In [39]: df_miles1 = df.loc[df['Miles'] > 125]
    df_miles1.head()
```

ıt[39]:		Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	Miles
	8	KP281	21	Male	15	Single	5	4	35247	141
	23	KP281	24	Female	16	Partnered	5	5	44343	188
	39	KP281	26	Male	16	Partnered	4	4	44343	132
	53	KP281	30	Male	14	Partnered	4	4	46617	141
	61	KP281	34	Male	16	Single	4	5	51165	169

In [40]: df_miles1[df_miles1['Product'] == 'KP781'].shape[0]/df_miles1.shape[0]

Out[40]: 0.6666666

0u

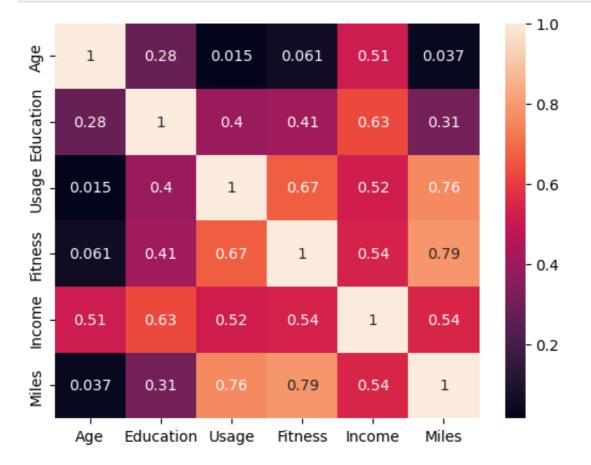
0.666666666666666

Insights:

1. A customer who expects to run more than 125 miles per week is more likely to buy KP781 than other models.

>> Correlation/Heatmap

In [41]: sns.heatmap(df.corr(),annot=True)
 plt.show()



 Income and Education, Fitness and Usage, Usage and Miles are positively correlated.

>> Customer profiling

KP281:

- 1. A female or a male customer a almost eaqually likely to buy this model
- 2. This model is popular with customers of ages from 23-33
- 3. Popular among customers with fitness rating 2,3 and 4 with male customers
- 4. Bought by customers whose median education is less than or equal to 16 and annual income <= 60k.
- 5. A customer's typical usage is less than or equal to 5 times a week and runs less than 125 miles per week.

KP481:

- 1. Preferred by customer who workout 2-5 times a week
- 2. Their self evaluated fitness rating is less than or equal to 4.
- 3. They run less than 125 miles per week.
- 4. Their median education is less than 16 and annual income is below 75k.

KP781:

- 1. They expect to use the treadmill atleast 4 times a week.
- 2. They have a self evaluated fitness level of 4 or 5.
- 3. They expect to run atleast 125 miles per week.
- 4. The customers who buy KP781 treadmills are most likely males, aged 24 to 30.
- 5. Their median education is greater than 16 years
- 6. Even though a customer's salary is around the median, if he/she is fit and expects to use the machine more often, they are more likely to buy this model.

>> Business recommendations:

1. Men are almost equally likely to buy any of the three products but women are more likely to buy KP281 and KP481. Hence KP781 is more likely to be bought by a man than a woman.

- 2. The median education in years is 16. Customers who belong mostly to the segment of customer with education below 16 years, they are more likely to buy KP281 and KP481.
- 3. The salary/annual income range for most customers who purchase KP281 or KP481 lies between 30k to 54k, whereas the customers who purchase KP781 have salary range of 58k to 92k.
- 4. Assuming that the profit margins for high end models are higher, we could upsell KP481/781 to customer whose fitness = 4 and usage = 4, which means that they have already been working out for a while. They could be pursuaded to buy a higher end model that can provides more features.
- 5. Since it is no definitive guide on to tell how much a customer earns or how educated a customer is just by looking at them (taking into account risk of not being able to profile the customer correctly), it is best to rely on the these three factors; Fitness, usage and miles. If a customer rates him/herself 4 or 5 out of 5 or expects to use frequently, we could show him a model with advanced features.
- 6. There are more partnered customers than single customers and the overall sales of KP281 is more than KP481, which is more than KP781 for wither of the category.

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