

$$\text{Customer C Spend on Order } \mathbf{X} = c * r * t + \epsilon$$

c = Customer's mean order amount in dollars where $c \sim \mathcal{N}(\$100, \$25)$.

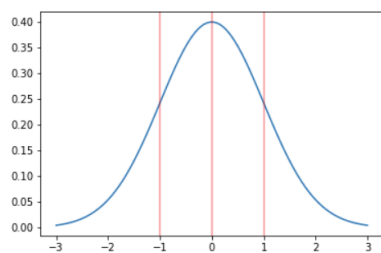
r = Scalar corresponding to mean retailer order amount where $r \sim \mathcal{N}(1.0, 0.05)$.

t = Whether or not the customer recieved the experimental treatment $t \in [1, 1.1]$.

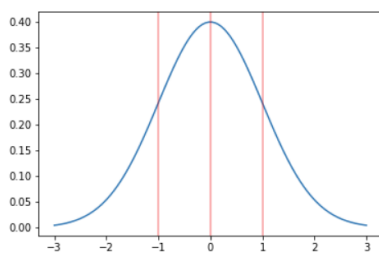
ϵ = Random noise where $\epsilon \sim \mathcal{N}(\$10, \$1)$.

Recall that the data is clustered (we aspire for customers to place multiple orders!), thus:

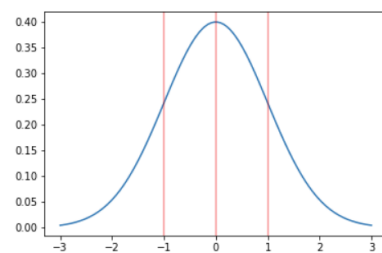
The number of orders placed by Customer C $\sim \text{exp}(\lambda = 1)$.



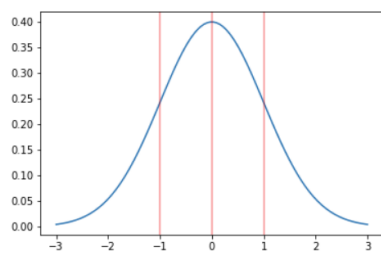
(a) $\mu \pm [1]\sigma$
with 500 iterations.



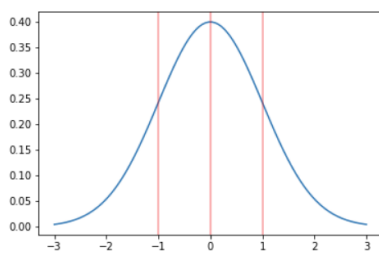
(d) $\mu \pm [1]\sigma$
with 1,000 iterations.



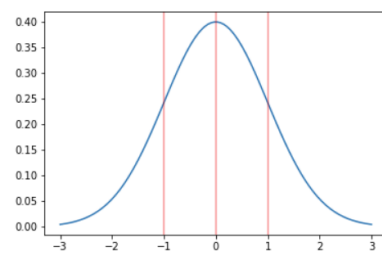
(g) $\mu \pm [1]\sigma$
with 2,000 iterations.



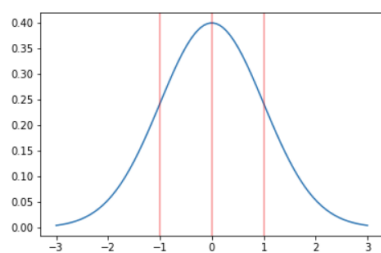
(b) $\mu \pm [1,2]\sigma$
with 500 iterations.



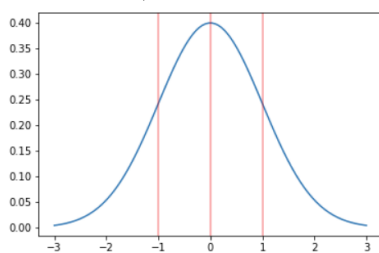
(e) $\mu \pm [1,2]\sigma$
with 1,000 iterations.



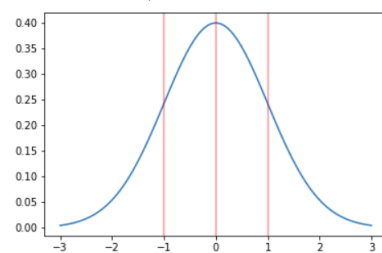
(h) $\mu \pm [1,2]\sigma$
with 2,000 iterations.



(c) $\mu \pm [1,2,3]\sigma$
with 500 iterations.



(f) $\mu \pm [1,2,3]\sigma$
with 1,000 iterations.



(i) $\mu \pm [1,2,3]\sigma$
with 2,000 iterations.

Figure 1