# 01-by-Data preparation and customer analytics

July 27, 2020

# 1 Quantium - Task 1: Data preparation and customer analytics

#### 1.1 Dependencies

Required packages to run this notebook.

## [1]: !pip install pandas xlrd matplotlib wordcloud scipy

```
Requirement already satisfied: pandas in ./venv/lib/python3.8/site-packages
(1.0.5)
Requirement already satisfied: xlrd in ./venv/lib/python3.8/site-packages
Requirement already satisfied: matplotlib in ./venv/lib/python3.8/site-packages
(3.3.0)
Requirement already satisfied: wordcloud in ./venv/lib/python3.8/site-packages
(1.7.0)
Requirement already satisfied: scipy in ./venv/lib/python3.8/site-packages
(1.5.2)
Requirement already satisfied: numpy>=1.13.3 in ./venv/lib/python3.8/site-
packages (from pandas) (1.19.1)
Requirement already satisfied: python-dateutil>=2.6.1 in
./venv/lib/python3.8/site-packages (from pandas) (2.8.1)
Requirement already satisfied: pytz>=2017.2 in ./venv/lib/python3.8/site-
packages (from pandas) (2020.1)
Requirement already satisfied: pyparsing!=2.0.4,!=2.1.2,!=2.1.6,>=2.0.3 in
./venv/lib/python3.8/site-packages (from matplotlib) (2.4.7)
Requirement already satisfied: cycler>=0.10 in ./venv/lib/python3.8/site-
packages (from matplotlib) (0.10.0)
Requirement already satisfied: pillow>=6.2.0 in ./venv/lib/python3.8/site-
packages (from matplotlib) (7.2.0)
Requirement already satisfied: kiwisolver>=1.0.1 in ./venv/lib/python3.8/site-
packages (from matplotlib) (1.2.0)
Requirement already satisfied: six>=1.5 in ./venv/lib/python3.8/site-packages
(from python-dateutil>=2.6.1->pandas) (1.15.0)
```

#### 1.2 Loading datasets

```
[2]: import pandas as pd
     pd.options.mode.chained_assignment = None
[3]: df_transaction_data = pd.read_excel('data/QVI_transaction_data.xlsx',
                                         parse_dates=True)
     df_transaction_data
[3]:
              DATE
                    STORE NBR
                               LYLTY_CARD_NBR
                                                TXN ID
                                                         PROD NBR
             43390
                             1
                                           1000
                                                      1
                                                                 5
             43599
                                           1307
                                                    348
                                                                66
     1
     2
             43605
                             1
                                           1343
                                                    383
                                                                61
     3
             43329
                             2
                                           2373
                                                    974
                                                               69
     4
                             2
             43330
                                           2426
                                                   1038
                                                              108
     264831
             43533
                           272
                                        272319
                                                270088
                                                               89
     264832 43325
                           272
                                        272358
                                                270154
                                                               74
     264833 43410
                           272
                                        272379
                                                 270187
                                                                51
     264834
            43461
                           272
                                        272379
                                                270188
                                                               42
     264835
            43365
                           272
                                        272380
                                                 270189
                                                               74
                                              PROD_NAME
                                                        PROD_QTY
                                                                    TOT_SALES
     0
               Natural Chip
                                    Compny SeaSalt175g
                                                                 2
                                                                          6.0
     1
                              CCs Nacho Cheese
                                                                 3
                                                                          6.3
               Smiths Crinkle Cut Chips Chicken 170g
                                                                 2
                                                                          2.9
     3
               Smiths Chip Thinly S/Cream&Onion 175g
                                                                 5
                                                                         15.0
     4
             Kettle Tortilla ChpsHny&Jlpno Chili 150g
                                                                 3
                                                                         13.8
                                                                2
     264831
              Kettle Sweet Chilli And Sour Cream 175g
                                                                         10.8
                                                                          4.4
     264832
                         Tostitos Splash Of Lime 175g
                                                                 1
     264833
                              Doritos Mexicana
                                                   170g
                                                                 2
                                                                          8.8
     264834
              Doritos Corn Chip Mexican Jalapeno 150g
                                                                 2
                                                                          7.8
     264835
                         Tostitos Splash Of Lime 175g
                                                                 2
                                                                          8.8
     [264836 rows x 8 columns]
    Check the encoding of the csv file first.
[4]: import chardet
     with open('data/QVI_purchase_behaviour.csv', 'rb') as rawdata:
         result = chardet.detect(rawdata.read(10000))
     # Check what the character encoding might be
     result
```

```
[4]: {'encoding': 'ascii', 'confidence': 1.0, 'language': ''}
```

```
[5]: df_purchase_behaviour = pd.read_csv('data/QVI_purchase_behaviour.csv', 

→encoding='ascii')
df_purchase_behaviour
```

[5]:		LYLTY_CARD_NBR		LIFESTAGE	PREMIUM_CUSTOMER
	0	1000	YOUNG	SINGLES/COUPLES	Premium
	1	1002	YOUNG	SINGLES/COUPLES	Mainstream
	2	1003		YOUNG FAMILIES	Budget
	3	1004	OLDER	SINGLES/COUPLES	Mainstream
	4	1005	MIDAGE	SINGLES/COUPLES	Mainstream
		•••		•••	•••
	72632	2370651	MIDAGE	SINGLES/COUPLES	Mainstream
	72633	2370701		YOUNG FAMILIES	Mainstream
	72634	2370751		YOUNG FAMILIES	Premium
	72635	2370961		OLDER FAMILIES	Budget
	72636	2373711	YOUNG	SINGLES/COUPLES	Mainstream

[72637 rows x 3 columns]

# 1.3 Data exploration and cleaning

We'll be doing it one at a time, starting with "Transaction Data"

Get information for the current dataset

[6]: df\_transaction\_data.info()

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 264836 entries, 0 to 264835
Data columns (total 8 columns):

# Column Non-Null Count Dtype

0 DATE 264836 non-null int64 1 STORE\_NBR 264836 non-null int64

2 LYLTY\_CARD\_NBR 264836 non-null int64

3 TXN\_ID 264836 non-null int64 4 PROD NBR 264836 non-null int64

5 PROD\_NAME 264836 non-null object 6 PROD\_QTY 264836 non-null int64

7 TOT\_SALES 264836 non-null float64

dtypes: float64(1), int64(6), object(1)

memory usage: 16.2+ MB

It doesn't look lik we have missing data but, just to be sure:

[7]: df\_transaction\_data[df\_transaction\_data.isnull().any(axis=1)]

[7]: Empty DataFrame

Columns: [DATE, STORE\_NBR, LYLTY\_CARD\_NBR, TXN\_ID, PROD\_NBR, PROD\_NAME,

PROD\_QTY, TOT\_SALES]

Index: []

Are there any duplicated transaction? this might not tell us the whole story, maybe a salesman uploaded the same transaction more than once or maybe the same customer returned the same date to make exactly the same purchase.

```
[8]: df_transaction_data[df_transaction_data.duplicated(keep=False)]
```

```
[8]:
              DATE
                     STORE_NBR LYLTY_CARD_NBR
                                                 TXN ID
                                                          PROD NBR
                                         107024
                                                  108462
     124843
             43374
                           107
                                                                 45
     124845
             43374
                           107
                                         107024
                                                  108462
                                                                 45
```

```
PROD_NAME PROD_QTY TOT_SALES
124843 Smiths Thinly Cut Roast Chicken 175g 2 6.0
124845 Smiths Thinly Cut Roast Chicken 175g 2 6.0
```

As it has the same TXN ID let's assume it's an error and remove it.

```
[9]: df_transaction_data = df_transaction_data[~df_transaction_data.duplicated()]
```

Now Let's look at the DATE values

```
[10]: df_transaction_data['DATE']
```

```
[10]: 0
                  43390
      1
                  43599
      2
                  43605
      3
                  43329
      4
                  43330
      264831
                  43533
      264832
                  43325
      264833
                  43410
      264834
                  43461
      264835
                  43365
```

Name: DATE, Length: 264835, dtype: int64

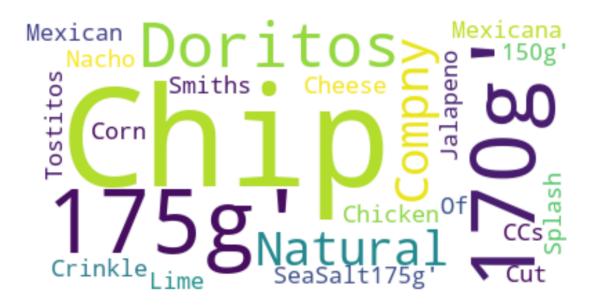
Date seems to be in integer format, we should change that.

```
[12]: df_transaction_data['DATE'] = pd.to_datetime(df_transaction_data['DATE'],__
       df_transaction_data
[12]:
                         STORE_NBR LYLTY_CARD_NBR TXN_ID
                                                            PROD_NBR
      0
             2018-10-17
                                 1
                                              1000
                                                         1
                                                                    5
      1
             2019-05-14
                                 1
                                              1307
                                                       348
                                                                  66
      2
                                 1
             2019-05-20
                                              1343
                                                       383
                                                                  61
                                 2
      3
                                              2373
                                                       974
             2018-08-17
                                                                  69
      4
             2018-08-18
                                 2
                                              2426
                                                      1038
                                                                  108
                                               •••
                  •••
      264831 2019-03-09
                               272
                                            272319
                                                    270088
                                                                  89
      264832 2018-08-13
                               272
                                            272358 270154
                                                                  74
      264833 2018-11-06
                               272
                                            272379
                                                    270187
                                                                  51
                                                                  42
      264834 2018-12-27
                               272
                                            272379
                                                    270188
      264835 2018-09-22
                               272
                                            272380 270189
                                                                  74
                                             PROD_NAME PROD_QTY
                                                                  TOT_SALES \
                                    Compny SeaSalt175g
      0
                                                                         6.0
                Natural Chip
                                                                2
                                                                         6.3
      1
                              CCs Nacho Cheese
                                                  175g
                                                                3
      2
                Smiths Crinkle Cut Chips Chicken 170g
                                                                2
                                                                         2.9
      3
                Smiths Chip Thinly S/Cream&Onion 175g
                                                                5
                                                                        15.0
              Kettle Tortilla ChpsHny&Jlpno Chili 150g
                                                                3
                                                                        13.8
      264831
               Kettle Sweet Chilli And Sour Cream 175g
                                                                2
                                                                        10.8
                         Tostitos Splash Of Lime 175g
      264832
                                                               1
                                                                         4.4
                              Doritos Mexicana
      264833
                                                  170g
                                                                2
                                                                         8.8
      264834
               Doritos Corn Chip Mexican Jalapeno 150g
                                                                2
                                                                         7.8
                         Tostitos Splash Of Lime 175g
      264835
                                                                2
                                                                         8.8
              OLD_DATE
      0
                 43390
      1
                 43599
                 43605
      3
                 43329
      4
                 43330
      264831
                 43533
      264832
                 43325
      264833
                 43410
      264834
                 43461
      264835
                 43365
```

Let's have a sample of 'PROD\_NAME' in the data

[264835 rows x 9 columns]

```
[13]: df_transaction_data['PROD_NAME'].sample(15)
[13]: 187242
                       RRD Honey Soy
                                           Chicken 165g
      45696
                     Kettle Sensations
                                         BBQ&Maple 150g
                        Doritos Salsa
                                            Medium 300g
      205717
      178528
                  Kettle Sensations
                                      Siracha Lime 150g
      165085
                  Kettle Sensations
                                      Siracha Lime 150g
      49954
                 Kettle Mozzarella
                                     Basil & Pesto 175g
      149869
                  Red Rock Deli Chikn&Garlic Aioli 150g
      46670
                        Twisties Cheese
                                            Burger 250g
                      Smiths Crinkle
      149016
                                          Original 330g
                       Doritos Cheese
                                           Supreme 330g
      34406
                         Pringles SourCream Onion 134g
      148659
      258741
                     Kettle Sensations
                                         BBQ&Maple 150g
      18834
                                   Kettle Original 175g
      81823
                Doritos Corn Chips Cheese Supreme 170g
      182230
                        Pringles Original
                                            Crisps 134g
      Name: PROD_NAME, dtype: object
[14]: from wordcloud import WordCloud, STOPWORDS
      import matplotlib.pyplot as plt
      wordcloud = WordCloud(
          max_font_size=100,
          max_words=500,
          stopwords=STOPWORDS,
          background_color = 'white').generate(str(df_transaction_data.PROD_NAME.
       →values))
      plt.figure(figsize=(15,10))
      plt.imshow(wordcloud, interpolation = 'bilinear')
      plt.axis("off")
      plt.show()
```



Our focus in this task was supposed, but we can find some 'salsas' in the data, and also we find some special characters. We'll clean those.

```
[15]: # It's better to not replace original columns in case we might have missed_

→ something and we accidentally remove usefull data

df_transaction_data['OLD_PROD_NAME'] = df_transaction_data['PROD_NAME']
```

[16]:		index	DATE	STORE_NBR	LYLTY_CARD_NBR	TXN_ID	PROD_NBR	\
	0	0	2018-10-17	1	1000	1	5	
	1	1	2019-05-14	1	1307	348	66	
	2	2	2019-05-20	1	1343	383	61	
	3	3	2018-08-17	2	2373	974	69	
	4	4	2018-08-18	2	2426	1038	108	
		•••	•••	•••		•••		
	246736	264831	2019-03-09	272	272319	270088	89	
	246737	264832	2018-08-13	272	272358	270154	74	
	246738	264833	2018-11-06	272	272379	270187	51	
	246739	264834	2018-12-27	272	272379	270188	42	
	246740	264835	2018-09-22	272	272380	270189	74	

```
PROD_NAME PROD_QTY TOT_SALES
0
         Natural Chip
                             Compny SeaSalt175g
                                                         2
                                                                  6.0
1
                       CCs Nacho Cheese
                                                         3
                                                                  6.3
                                                         2
2
         Smiths Crinkle Cut Chips Chicken 170g
                                                                  2.9
3
           Smiths Chip Thinly SCreamOnion 175g
                                                         5
                                                                  15.0
        Kettle Tortilla ChpsHnyJlpno Chili 150g
                                                         3
                                                                  13.8
                                                         2
246736
       Kettle Sweet Chilli And Sour Cream 175g
                                                                  10.8
246737
                  Tostitos Splash Of Lime 175g
                                                         1
                                                                  4.4
                       Doritos Mexicana
                                                         2
                                                                  8.8
246738
        Doritos Corn Chip Mexican Jalapeno 150g
                                                         2
                                                                  7.8
246739
246740
                  Tostitos Splash Of Lime 175g
                                                         2
                                                                  8.8
        OLD_DATE
                                              OLD_PROD_NAME
           43390
0
                    Natural Chip
                                         Compny SeaSalt175g
1
           43599
                                   CCs Nacho Cheese
2
           43605
                    Smiths Crinkle Cut Chips Chicken 170g
3
                    Smiths Chip Thinly S/Cream&Onion 175g
           43329
4
           43330
                  Kettle Tortilla ChpsHny&Jlpno Chili 150g
           43533
                   Kettle Sweet Chilli And Sour Cream 175g
246736
           43325
                             Tostitos Splash Of Lime 175g
246737
           43410
                                   Doritos Mexicana
246738
246739
           43461
                   Doritos Corn Chip Mexican Jalapeno 150g
246740
                             Tostitos Splash Of Lime 175g
           43365
```

[246741 rows x 11 columns]

We might notice that there is more information within 'PROD\_NAME' than just the name. Let's check it.

```
[17]: df_transaction_data.PROD_NAME.sample(1)
```

```
[17]: 142091 Cobs Popd Sea Salt Chips 110g
Name: PROD NAME, dtype: object
```

It seems that the field 'PROD\_NAME' follows the next convention: Brand Product Weight, we'll split the column into 3 to better analize the available data.

```
df_transaction_data['BRND_NAME'] = brand_name
      df_transaction_data['PCK_SIZE'] = pack_size
      df_transaction_data['PROD_NAME'] = prod_name
      df_transaction_data = df_transaction_data[['OLD_DATE', 'DATE', 'STORE_NBR', __
       → 'LYLTY_CARD_NBR', 'TXN_ID', 'PROD_NBR', 'OLD_PROD_NAME', 'PROD_NAME', 
       → 'BRND_NAME', 'PCK_SIZE', 'PROD_QTY', 'TOT_SALES']].reset_index()
      df_transaction_data
[18]:
               index OLD_DATE
                                      DATE
                                            STORE_NBR LYLTY_CARD_NBR
                                                                         TXN ID \
      0
                   0
                          43390 2018-10-17
                                                     1
                                                                   1000
                                                                              1
      1
                   1
                          43599 2019-05-14
                                                     1
                                                                   1307
                                                                            348
      2
                   2
                          43605 2019-05-20
                                                     1
                                                                            383
                                                                  1343
      3
                   3
                          43329 2018-08-17
                                                     2
                                                                            974
                                                                  2373
                                                     2
      4
                   4
                          43330 2018-08-18
                                                                  2426
                                                                           1038
      246736
              246736
                          43533 2019-03-09
                                                   272
                                                                272319
                                                                        270088
      246737
              246737
                          43325 2018-08-13
                                                   272
                                                                272358
                                                                        270154
      246738 246738
                          43410 2018-11-06
                                                   272
                                                                272379
                                                                        270187
      246739 246739
                         43461 2018-12-27
                                                   272
                                                                272379
                                                                        270188
                          43365 2018-09-22
                                                   272
      246740 246740
                                                                272380
                                                                        270189
              PROD_NBR
                                                     OLD_PROD_NAME
      0
                     5
                           Natural Chip
                                               Compny SeaSalt175g
      1
                    66
                                         CCs Nacho Cheese
                                                              175g
      2
                           Smiths Crinkle Cut Chips Chicken 170g
                    61
      3
                    69
                           Smiths Chip Thinly S/Cream&Onion 175g
      4
                        Kettle Tortilla ChpsHny&Jlpno Chili 150g
                   108
                    89
                          Kettle Sweet Chilli And Sour Cream 175g
      246736
                                    Tostitos Splash Of Lime 175g
      246737
                    74
      246738
                    51
                                         Doritos Mexicana
                                                              170g
                    42
                          Doritos Corn Chip Mexican Jalapeno 150g
      246739
      246740
                    74
                                    Tostitos Splash Of Lime 175g
                                    PROD_NAME BRND_NAME PCK_SIZE
                                                                    PROD_QTY
      0
                               Compny SeaSalt
                                                 Natural
                                                               175
                                                                            2
                  Chip
      1
                             Nacho Cheese
                                                     CCs
                                                                            3
                                                               175
                 Crinkle Cut Chips Chicken
                                                  Smiths
                                                               170
                                                                            2
      3
                 Chip Thinly S/Cream&Onion
                                                  Smiths
                                                                            5
                                                               175
               Tortilla ChpsHny&Jlpno Chili
                                                  Kettle
                                                               150
                                                                            3
                Sweet Chilli And Sour Cream
                                                                            2
      246736
                                                 Kettle
                                                               175
      246737
                             Splash Of Lime
                                                Tostitos
                                                               175
                                                                            1
                                                                            2
      246738
                                 Mexicana
                                                Doritos
                                                               170
      246739
                 Corn Chip Mexican Jalapeno
                                                Doritos
                                                               150
                                                                            2
                                                                            2
```

Tostitos

175

Splash Of Lime

246740

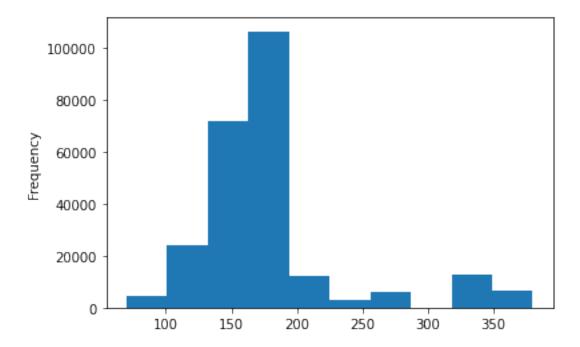
	TOT_SALES
0	6.0
1	6.3
2	2.9
3	15.0
4	13.8
•••	
246736	10.8
246737	4.4
246738	8.8
246739	7.8
246740	8.8

[246741 rows x 13 columns]

What packets size are there? What packet size people prefer?

```
[19]: df_transaction_data.PCK_SIZE.plot.hist()
```

# [19]: <AxesSubplot:ylabel='Frequency'>



Let's take a look at the unique brands in our dataset

```
[20]: df_transaction_data.BRND_NAME.unique()
```

Some brands seem to reference the same brand but with different identifier, such as Red and RRD, and Subts and Subts.

Describe 'PROD\_NAME' and 'BRND\_NAME' columns, this show us how many unique products/brands are, the most popular and the frequency that value repeated.

```
[23]: df_transaction_data[['PROD_NAME', 'BRND_NAME']].describe()
```

```
[23]: PROD_NAME BRND_NAME
count 246741 246741
unique 104 26
top Original Kettle
freq 4673 41288
```

If we are interested, we can see a ranking for brands and products for more details

```
[24]: # Top 5 and Worst 5

df_transaction_data[['PROD_NAME','PROD_NBR']].groupby('PROD_NAME').count().

→sort_values(by='PROD_NBR',ascending=False)
```

```
[24]:
                                         PROD_NBR
      PROD NAME
       Original
                                             4673
       Mozzarella
                    Basil & Pesto
                                             3304
       Tortilla ChpsHny&Jlpno Chili
                                             3296
       Popd Swt/Chlli &Sr/Cream Chips
                                             3269
       Crisps
                  Ched & Chives
                                             3268
                  Crisps Frch/Onin
       Whlegrn
                                             1432
```

```
Pc Sea Salt 1431
Sour Cream & Garden Chives 1419
Fries Potato Chips 1418
Crinkle Cut Original 1410
```

[104 rows x 1 columns]

```
[25]: # Top 10 brands

df_transaction_data[['BRND_NAME', 'PROD_NBR']].groupby('BRND_NAME').count().

→sort_values(by='PROD_NBR', ascending=False).head(10)
```

```
[25]:
                  PROD_NBR
      BRND_NAME
      Kettle
                      41288
      Smiths
                      27389
      Pringles
                      25102
      Doritos
                      22041
      R.R.D
                      16321
      Thins
                      14075
      Infuzions
                      11057
      WW
                      10320
      Cobs
                       9693
      Tostitos
                       9471
```

```
[26]: # Top 10 products or flavours
df_transaction_data[['PROD_NBR','PROD_NAME']].sample(10)
```

```
[26]:
              PROD_NBR
                                               PROD_NAME
                                               Original
      62495
                     54
      212015
                    113
                                                  Chicken
      238537
                     16
                          Crinkle Chips Salt & Vinegar
      190789
                     93
                            Corn Chip Southern Chicken
      52520
                    105
                                         Cheese
                                                   Rings
      99963
                     91
                                        Tasty Cheese
                     55
      129664
                            Whlgrn Crisps Cheddr&Mstrd
                                  Chips Salt & Vinegar
      90678
                     78
      45084
                     93
                            Corn Chip Southern Chicken
      39438
                     62
                                     Mystery
                                                Flavour
```

Describe numeric columns 'PROD\_QTY', 'TOT\_SALES' and 'PCK\_SIZE'. This function returns some statitical values to better understand customer behaviour like median quantity of products per transaction, maximum value of sale and median value of sale per transaction.

```
[27]: df_transaction_data[['PROD_QTY','TOT_SALES','PCK_SIZE']].describe()
```

[27]: PROD\_QTY TOT\_SALES PCK\_SIZE count 246741.000000 246741.000000

mean	1.908061	7.321328	175.585180
std	0.659832	3.077833	59.434847
min	1.000000	1.700000	70.000000
25%	2.000000	5.800000	150.000000
50%	2.000000	7.400000	170.000000
75%	2.000000	8.800000	175.000000
max	200.000000	650.000000	380.000000

Something seems odd, a transaction with PROD\_QTY of 200 when the mean is 1.9 with std of 0.65? let's check how often happens.

```
[28]:
     df_transaction_data[df_transaction_data.PROD_QTY >= 100]
[28]:
             index
                     OLD_DATE
                                     DATE
                                           STORE_NBR
                                                       LYLTY_CARD_NBR
                                                                        TXN_ID
      64955
             64955
                                                                        226201
                        43331 2018-08-19
                                                  226
                                                                226000
      64956
             64956
                        43605 2019-05-20
                                                  226
                                                                226000
                                                                        226210
                                            OLD_PROD_NAME
                                                                          PROD_NAME
             PROD_NBR
      64955
                        Dorito Corn Chp
                                              Supreme 380g
                                                              Corn Chp
                                                                           Supreme
      64956
                        Dorito Corn Chp
                                              Supreme 380g
                                                             Corn Chp
                                                                           Supreme
            BRND NAME
                        PCK_SIZE
                                  PROD_QTY
                                             TOT_SALES
      64955
               Dorito
                                        200
                                                  650.0
                             380
                             380
                                        200
      64956
               Dorito
                                                  650.0
```

There are 2 transactions of 200 PROD\_QTY and from the same customer (same LYLTY\_CARD\_NBR), has this customer bought something else?

226

226210

226000

```
[29]: df_transaction_data[df_transaction_data.LYLTY_CARD_NBR == 226000]

[29]: index OLD_DATE DATE STORE_NBR LYLTY_CARD_NBR TXN_ID \
64955 64955 43331 2018-08-19 226 226000 226201
```

PROD\_NBR OLD\_PROD\_NAME PROD\_NAME '
64955 4 Dorito Corn Chp Supreme 380g Corn Chp Supreme
64956 4 Dorito Corn Chp Supreme 380g Corn Chp Supreme

```
BRND_NAME PCK_SIZE PROD_QTY TOT_SALES
64955 Dorito 380 200 650.0
64956 Dorito 380 200 650.0
```

43605 2019-05-20

64956

64956

No it hasn't. There might be a reason behind this odd purchases, but this customer is not ordinary, so we'll remove it for now so it doesn't interfier with the analysis.

```
[30]: df_transaction_data = df_transaction_data[~(df_transaction_data.LYLTY_CARD_NBR

⇒== 226000)]
df_transaction_data
```

```
[30]:
               index
                     OLD_DATE
                                      DATE STORE_NBR LYLTY_CARD_NBR
                                                                         TXN ID \
                                                                   1000
      0
                   0
                          43390 2018-10-17
                                                     1
                                                                              1
      1
                   1
                          43599 2019-05-14
                                                     1
                                                                   1307
                                                                             348
      2
                   2
                          43605 2019-05-20
                                                     1
                                                                            383
                                                                   1343
      3
                    3
                                                     2
                          43329 2018-08-17
                                                                   2373
                                                                            974
      4
                    4
                          43330 2018-08-18
                                                                   2426
                                                                           1038
      246736
              246736
                          43533 2019-03-09
                                                   272
                                                                 272319
                                                                         270088
                          43325 2018-08-13
                                                                 272358
                                                                         270154
      246737
              246737
                                                   272
      246738
              246738
                          43410 2018-11-06
                                                   272
                                                                 272379
                                                                         270187
              246739
                          43461 2018-12-27
                                                   272
      246739
                                                                 272379
                                                                         270188
      246740 246740
                          43365 2018-09-22
                                                   272
                                                                 272380
                                                                         270189
              PROD_NBR
                                                     OLD_PROD_NAME \
      0
                                                Compny SeaSalt175g
                      5
                           Natural Chip
      1
                    66
                                          CCs Nacho Cheese
      2
                    61
                           Smiths Crinkle Cut Chips Chicken 170g
      3
                    69
                           Smiths Chip Thinly S/Cream&Onion 175g
      4
                    108
                         Kettle Tortilla ChpsHny&Jlpno Chili 150g
      246736
                    89
                          Kettle Sweet Chilli And Sour Cream 175g
                    74
                                    Tostitos Splash Of Lime 175g
      246737
                                         Doritos Mexicana
      246738
                    51
                     42
                          Doritos Corn Chip Mexican Jalapeno 150g
      246739
      246740
                    74
                                    Tostitos Splash Of Lime 175g
                                    PROD_NAME BRND_NAME PCK_SIZE
                                                                     PROD_QTY
      0
                               Compny SeaSalt
                                                 Natural
                                                                            2
                  Chip
                                                                175
                                                                             3
      1
                             Nacho Cheese
                                                     CCs
                                                                175
                 Crinkle Cut Chips Chicken
                                                  Smiths
                                                                170
                                                                             2
                 Chip Thinly S/Cream&Onion
      3
                                                  Smiths
                                                                175
                                                                             5
               Tortilla ChpsHny&Jlpno Chili
                                                  Kettle
                                                                150
                                                                             3
      246736
                Sweet Chilli And Sour Cream
                                                  Kettle
                                                                175
                                                                            2
                             Splash Of Lime
      246737
                                                Tostitos
                                                                175
                                                                             1
                                                                            2
      246738
                                 Mexicana
                                                 Doritos
                                                                170
      246739
                 Corn Chip Mexican Jalapeno
                                                                            2
                                                 Doritos
                                                                150
                             Splash Of Lime
      246740
                                                Tostitos
                                                                175
              TOT_SALES
      0
                    6.0
                    6.3
      1
      2
                    2.9
      3
                    15.0
                    13.8
      246736
                    10.8
```

```
      246737
      4.4

      246738
      8.8

      246739
      7.8

      246740
      8.8
```

[246739 rows x 13 columns]

Now let's take a look at transaction per dates. What's the date range that we have available? We can know this with .describe() function.

```
[31]: df_transaction_data.DATE.describe()
```

```
[31]: count 246739
unique 364
top 2018-12-24 00:00:00
freq 865
first 2018-07-01 00:00:00
last 2019-06-30 00:00:00
Name: DATE, dtype: object
```

Looks like we have about a year from 2018-07-01 to 2019-06-30, and that the day with most transactions was 2018-12-24 (a day before christmas). Now, is there any missing date? If we look at the 'unique' value we see 364, we are missing a day! let's find it

```
[32]: import numpy as np
  date_range = pd.date_range('2018-07-01', '2019-06-30')
  np.setdiff1d(date_range,df_transaction_data.DATE)
```

[32]: array(['2018-12-25T00:00:00.000000000'], dtype='datetime64[ns]')

```
[33]: df_transaction_data[df_transaction_data.DATE == '2018-12-25']
```

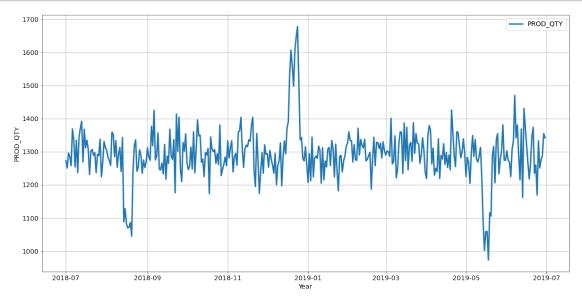
[33]: Empty DataFrame

Columns: [index, OLD\_DATE, DATE, STORE\_NBR, LYLTY\_CARD\_NBR, TXN\_ID, PROD\_NBR, OLD\_PROD\_NAME, PROD\_NAME, BRND\_NAME, PCK\_SIZE, PROD\_QTY, TOT\_SALES]
Index: []

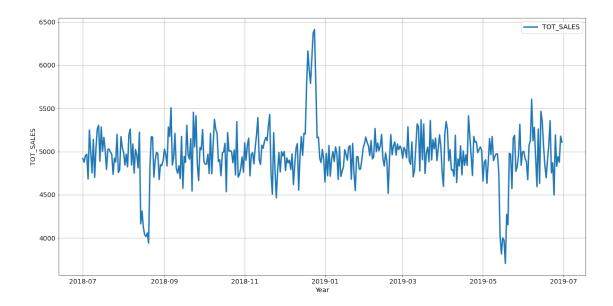
Looks like there is no transaction for '2018-12-25', which happens to be christmas, so it's safe to belive that the stores where closed that day.

Let's make a line plot for 'PROD\_QTY' and 'TOT\_SALES' transactions per day and see if there are any obvious outliers

```
[34]: import matplotlib.pyplot as plt
```

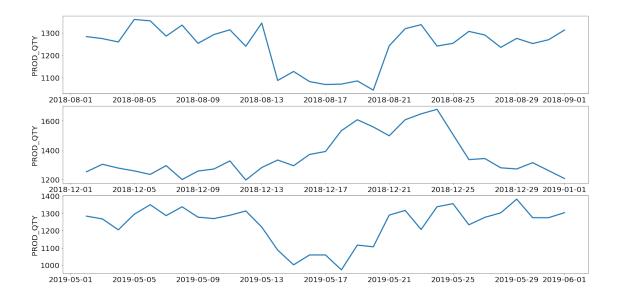


```
[35]: plt.figure(figsize=(20,10))
   plt.plot(sum_by_date.DATE, sum_by_date.TOT_SALES, label='TOT_SALES',linewidth=3)
   plt.grid(True)
   plt.legend(fontsize=14)
   plt.ylabel('TOT_SALES', fontsize=14)
   plt.xlabel('Year', fontsize=14)
   plt.xticks(fontsize=14)
   plt.yticks(fontsize=14)
   plt.show()
```



Both graphs seem to follow the same tendency, and we can clearly see 3 points of interest, let's look more into them.

```
[36]: fig, axs = plt.subplots(3, 1, figsize=(20, 10))
      fig.tight_layout()
      date_ranges = [{'start':'2018-08-01','end':'2018-09-01'},
                     {'start':'2018-12-01','end':'2019-01-01'},
                     {'start':'2019-05-01','end':'2019-06-01'}]
      axs = axs.ravel()
      r = 0
      for date_range in date_ranges:
          mask = (sum_by_date.DATE > date_range['start']) & (sum_by_date.DATE <=__</pre>
       →date_range['end'])
          axs[r].plot(sum_by_date.loc[mask].DATE, sum_by_date.loc[mask].PROD_QTY,_
       →label='TOT_SALES',linewidth=3)
          #axs[c,r].set_title(feature)
          axs[r].set_ylabel('PROD_QTY', fontdict={'fontsize': 20})
          axs[r].tick_params(axis='both', which='major', labelsize=20)
          r += 1
      plt.show()
```



The spike ocurrs on the leading days to christmas. I can't see a particular reason for the plumet in sales numbers in the other graphs.

So far we have discoverd:

- There is one inconsistence, looks like a duplicated entry as even the 'TXN\_ID' is repeated and it shouldn't.
- The transactions range from 2018-07-01 to 2019-06-30 with a missing date.
- The date with most sales was 2018-12-24 with 939 transactions, which is the day before christmas.
- There are 29 different brands and 113 different product names.
- The brand with the most transactions associated with it is 'Kettle'.
- Package sizes ranges from 70g to 380g.
- Customers on avarage take 2 products per transaction.

#### 1.3.1 Purchase Behaviour Data

Now let's work on the other dataset before joining both. We'll be going over the similar points as before: describe the columns, check for duplicates and outliers.

# [37]: df\_purchase\_behaviour [37]: LYLTY\_CARD\_NBR LIFESTAGE PREMIUM\_CUSTOMER

PREMIUM_COSTOMER	LIFESTAGE		LYLIY_CARD_NBR	[3/]:
Premium	SINGLES/COUPLES	YOUNG	1000	0
Mainstream	SINGLES/COUPLES	YOUNG	1002	1
Budget	YOUNG FAMILIES		1003	2
Mainstream	SINGLES/COUPLES	OLDER	1004	3
Mainstream	SINGLES/COUPLES	MIDAGE	1005	4
•••	•••		•••	•••
Mainstream	SINGLES/COUPLES	MIDAGE	2370651	72632
Mainstream	YOUNG FAMILIES		2370701	72633

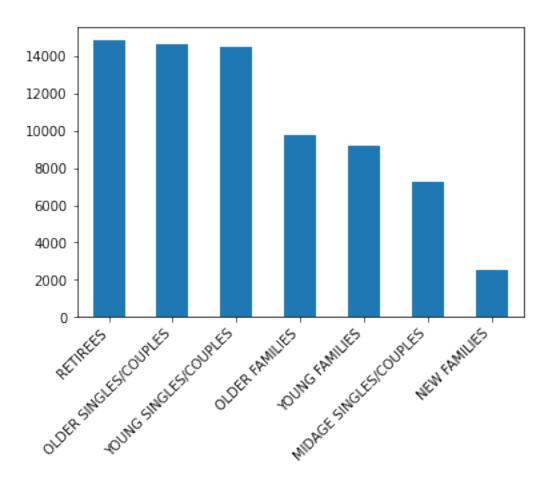
```
72635
                   2370961
                                    OLDER FAMILIES
                                                             Budget
      72636
                   2373711
                             YOUNG SINGLES/COUPLES
                                                         Mainstream
      [72637 rows x 3 columns]
[38]: # Check for nulls
      df_purchase_behaviour.info()
     <class 'pandas.core.frame.DataFrame'>
     RangeIndex: 72637 entries, 0 to 72636
     Data columns (total 3 columns):
          Column
                           Non-Null Count Dtype
     --- -----
                           _____
         LYLTY CARD NBR 72637 non-null int64
         LIFESTAGE
                           72637 non-null object
          PREMIUM_CUSTOMER 72637 non-null object
     dtypes: int64(1), object(2)
     memory usage: 1.7+ MB
[39]: # Duplicates?
      df_purchase_behaviour[df_purchase_behaviour.duplicated(keep=False)]
[39]: Empty DataFrame
      Columns: [LYLTY CARD NBR, LIFESTAGE, PREMIUM CUSTOMER]
      Index: []
[40]: df_purchase_behaviour[['LIFESTAGE', 'PREMIUM_CUSTOMER']].describe()
[40]:
            LIFESTAGE PREMIUM_CUSTOMER
      count
                72637
                                 72637
      unique
                    7
      top
             RETIREES
                            Mainstream
      freq
                14805
                                 29245
[41]: df purchase behaviour['LIFESTAGE'].unique()
[41]: array(['YOUNG SINGLES/COUPLES', 'YOUNG FAMILIES', 'OLDER SINGLES/COUPLES',
             'MIDAGE SINGLES/COUPLES', 'NEW FAMILIES', 'OLDER FAMILIES',
             'RETIREES'], dtype=object)
[42]: fig, ax = plt.subplots()
      df_purchase_behaviour['LIFESTAGE'].value_counts().plot(ax=ax, kind='bar')
      plt.xticks(rotation=45, ha='right')
      plt.show()
```

YOUNG FAMILIES

Premium

72634

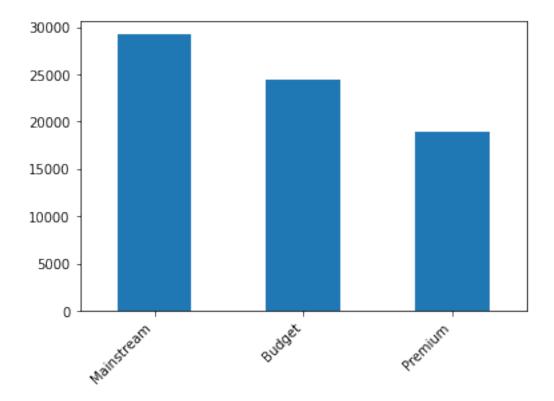
2370751



```
[43]: df_purchase_behaviour['PREMIUM_CUSTOMER'].unique()

[43]: array(['Premium', 'Mainstream', 'Budget'], dtype=object)

[44]: fig, ax = plt.subplots()
    df_purchase_behaviour['PREMIUM_CUSTOMER'].value_counts().plot(ax=ax, kind='bar')
    plt.xticks(rotation=45, ha='right')
    plt.show()
```



A few things we learned with this dataset: - There are no nulls or duplicates - Most of our client fall under the Mainstream category in 'PREMIUM\_CUSTOMER' - Looking at the life stage of our clients, most of them are Retirees and New Families are the minority group.

## 1.4 Merge data

Now let's join both datasets so we can make a better analysis. Both datasets have the 'LYLTY\_CARD\_NBR' column, we have to do a left join on that.

```
[45]: joined_df = pd.

→merge(df_transaction_data,df_purchase_behaviour,on='LYLTY_CARD_NBR',how='left')

joined_df
```

[45]:		index	OLD_DATE	DATE	STORE_NBR	LYLTY_CARD_NBR	TXN_ID	\
	0	0	43390	2018-10-17	1	1000	1	
	1	1	43599	2019-05-14	1	1307	348	
	2	2	43605	2019-05-20	1	1343	383	
	3	3	43329	2018-08-17	2	2373	974	
	4	4	43330	2018-08-18	2	2426	1038	
			•••					
	246734	246736	43533	2019-03-09	272	272319	270088	
	246735	246737	43325	2018-08-13	272	272358	270154	

246736 246737 246738	246738       43410       2018-11-06         246739       43461       2018-12-27         246740       43365       2018-09-22	272 272 272	272379 270187 272379 270188 272380 270189
0 1 2 3 4  246734 246735 246736 246737 246738	61 Smiths Crinkle ( 69 Smiths Chip Thir 108 Kettle Tortilla Ch  89 Kettle Sweet Chil 74 Tostite 51 Do 42 Doritos Corn Chip	Cut Chips Chicken 1 aly S/Cream&Onion 1 apsHny&Jlpno Chili 1 Lli And Sour Cream 1 as Splash Of Lime 1	175g 175g 170g 175g 175g 175g 175g 170g
0 1 2 3 4  246734 246735 246736 246737 246738	PROD_NA Chip Compny SeaSa Nacho Cheese Crinkle Cut Chips Chicke Chip Thinly S/Cream&Onic Tortilla ChpsHny&Jlpno Chil Sweet Chilli And Sour Crea Splash Of Lin Mexicana Corn Chip Mexican Jalaper Splash Of Lin	CCs en Smiths on Smiths li Kettle am Kettle ne Tostitos Doritos no Doritos	SIZE PROD_QTY \ 175
0 1 2 3 4  246734 246735 246736 246737 246738	TOT_SALES LIFE 6.0 YOUNG SINGLES/CO 6.3 MIDAGE SINGLES/CO 2.9 MIDAGE SINGLES/CO 15.0 MIDAGE SINGLES/CO 13.8 MIDAGE SINGLES/CO 10.8 YOUNG SINGLES/CO 4.4 YOUNG SINGLES/CO 8.8 YOUNG SINGLES/CO 7.8 YOUNG SINGLES/CO 8.8 YOUNG SINGLES/CO 8.8 YOUNG SINGLES/CO	DUPLES Buck DUPLES Buck DUPLES Buck DUPLES Buck III DUPLES Pren DUPLES Pren DUPLES Pren DUPLES Pren DUPLES Pren	nium  dget dget dget dget nium nium nium

[246739 rows x 15 columns]

Now that we have the joined data, let's make sure that there are no transactions without customer data, or if there is any customer with no transactions that we might have left out.

# [46]: joined\_df.info()

<class 'pandas.core.frame.DataFrame'> Int64Index: 246739 entries, 0 to 246738 Data columns (total 15 columns):

	001411111111111111111111111111111111111	001111111111111111111111111111111111111	
#	Column	Non-Null Count	Dtype
0	index	246739 non-null	int64
1	OLD_DATE	246739 non-null	int64
2	DATE	246739 non-null	datetime64[ns]
3	STORE_NBR	246739 non-null	int64
4	LYLTY_CARD_NBR	246739 non-null	int64
5	TXN_ID	246739 non-null	int64
6	PROD_NBR	246739 non-null	int64
7	OLD_PROD_NAME	246739 non-null	object
8	PROD_NAME	246739 non-null	object
9	BRND_NAME	246739 non-null	object
10	PCK_SIZE	246739 non-null	int64
11	PROD_QTY	246739 non-null	int64
12	TOT_SALES	246739 non-null	float64
13	LIFESTAGE	246739 non-null	object
14	PREMIUM_CUSTOMER	246739 non-null	object
dtyp	es: datetime64[ns]	(1), float64(1),	int64(8), object(5)

memory usage: 30.1+ MB

[47]: df\_purchase\_behaviour[~df\_purchase\_behaviour.LYLTY\_CARD\_NBR.isin(joined\_df. →LYLTY\_CARD\_NBR.unique())]

PREMIUM_CUSTOMER	LIFESTAGE	LYLTY_CARD_NBR	[47]:
Budget	YOUNG SINGLES/COUPLES	1028	21
Mainstream	OLDER SINGLES/COUPLES	1117	78
Premium	MIDAGE SINGLES/COUPLES	1137	90
Budget	OLDER FAMILIES	1143	95
Budget	RETIREES	1152	100
•••		•••	•••
Mainstream	YOUNG FAMILIES	272164	72437
Budget	YOUNG FAMILIES	272276	72515
Mainstream	RETIREES	272295	72530
Premium	OLDER SINGLES/COUPLES	272321	72547
Premium	OLDER SINGLES/COUPLES	880551	72608

[1350 rows x 3 columns]

All transactions have customer behaviour data, but we don't have transactions for every customer. This might be due to the fact that we have data in the range of a year, and those customer might not have made any purchase in that time.

Let's save the joined dataset in a separate csv file for later use.

```
[48]: joined_df.to_csv('./data/QVI_transaction_and_customer_data.csv', index=False)
```

Now that data exploration is complete, we can move over to the analysis part.

## 1.5 Data analysis on customer segments

We'll start of by defining some metrics of interest to the client that we will try to come up with an answer: - How many customers are in each segment? What segment of clients represent most of our sales? - Chip brands preference and the favourite per segment. - Who spends the most on chips (total sales)? - How many chips are bought per customer by segment? - What's the average chip price by customer segment? - The customer's total spend over the period and total spend for each transaction to understand what proportion of their grocery spend is on chips - Proportion of customers in each customer segment overall to compare against the mix of customers who purchase chips

Let's start with sales by customers segments

```
[49]: prod_sales_sum = joined_df[['LIFESTAGE','PREMIUM_CUSTOMER','LYLTY_CARD_NBR']].

⇒groupby(['LIFESTAGE','PREMIUM_CUSTOMER']).count().

⇒sort_values(by='LYLTY_CARD_NBR', ascending=False)

prod_sales_sum = prod_sales_sum.rename(columns={'LYLTY_CARD_NBR':

⇒'N_CUSTOMERS'})

total_sales = prod_sales_sum.N_CUSTOMERS.sum()

prod_sales_sum['PROPORTION'] = prod_sales_sum.N_CUSTOMERS / total_sales * 100

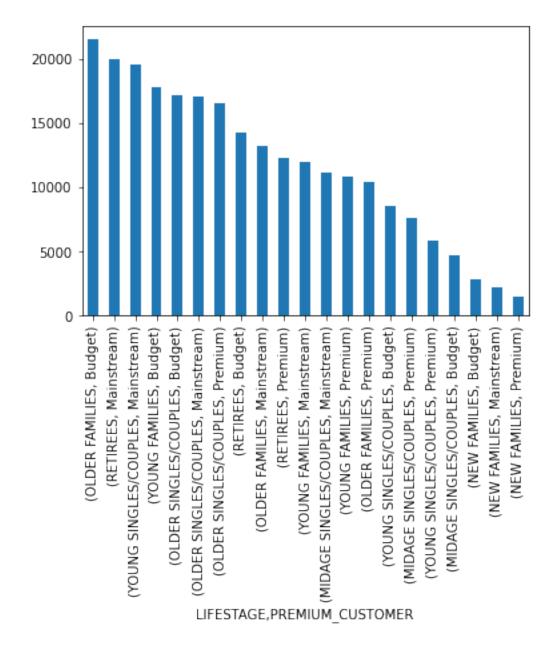
prod_sales_sum
```

[49]:			N_CUSTOMERS	PROPORTION
	LIFESTAGE	PREMIUM_CUSTOMER		
	OLDER FAMILIES	Budget	21514	8.719335
	RETIREES	Mainstream	19970	8.093573
	YOUNG SINGLES/COUPLES	Mainstream	19544	7.920920
	YOUNG FAMILIES	Budget	17763	7.199105
	OLDER SINGLES/COUPLES	Budget	17172	6.959581
		Mainstream	17061	6.914594
		Premium	16559	6.711140
	RETIREES	Budget	14225	5.765201
	OLDER FAMILIES	Mainstream	13241	5.366399
	RETIREES	Premium	12236	4.959086
	YOUNG FAMILIES	Mainstream	11947	4.841959
	MIDAGE SINGLES/COUPLES	Mainstream	11095	4.496654
	YOUNG FAMILIES	Premium	10784	4.370610
	OLDER FAMILIES	Premium	10403	4.216196
	YOUNG SINGLES/COUPLES	Budget	8573	3.474522
	MIDAGE SINGLES/COUPLES	Premium	7612	3.085041
	YOUNG SINGLES/COUPLES	Premium	5852	2.371737
	MIDAGE SINGLES/COUPLES	Budget	4691	1.901199
	NEW FAMILIES	Budget	2824	1.144529
		Mainstream	2185	0.885551

Premium 1488 0.603066

```
[50]: prod_sales_sum['N_CUSTOMERS'].plot.bar()
```

[50]: <AxesSubplot:xlabel='LIFESTAGE,PREMIUM\_CUSTOMER'>



```
prod_sales_sum['PROPORTION_SALES'] = prod_sales_sum.TOT_SALES / total_sales *□

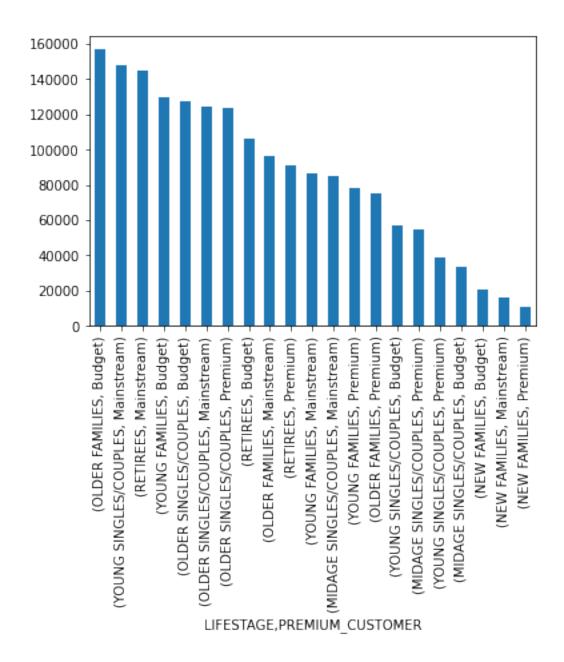
→100

prod_sales_sum
```

		TOT_SALES	PROPORTION_SALES
LIFESTAGE	PREMIUM_CUSTOMER		
OLDER FAMILIES	Budget	156863.75	8.689686
YOUNG SINGLES/COUPLES	Mainstream	147582.20	8.175521
RETIREES	Mainstream	145168.95	8.041836
YOUNG FAMILIES	Budget	129717.95	7.185906
OLDER SINGLES/COUPLES	Budget	127833.60	7.081520
	Mainstream	124648.50	6.905077
	Premium	123531.55	6.843202
RETIREES	Budget	105916.30	5.867381
OLDER FAMILIES	Mainstream	96413.55	5.340963
RETIREES	Premium	91296.65	5.057505
YOUNG FAMILIES	Mainstream	86338.25	4.782828
MIDAGE SINGLES/COUPLES	Mainstream	84734.25	4.693972
YOUNG FAMILIES	Premium	78571.70	4.352589
OLDER FAMILIES	Premium	75242.60	4.168169
YOUNG SINGLES/COUPLES	Budget	57122.10	3.164358
MIDAGE SINGLES/COUPLES	Premium	54443.85	3.015993
YOUNG SINGLES/COUPLES	Premium	39052.30	2.163357
MIDAGE SINGLES/COUPLES	Budget	33345.70	1.847231
NEW FAMILIES	Budget	20607.45	1.141578
	Mainstream	15979.70	0.885218
	Premium	10760.80	0.596110

[52]: prod\_sales\_sum['IUI\_SALES'].plot.bar()

[52]: <AxesSubplot:xlabel='LIFESTAGE,PREMIUM\_CUSTOMER'>



With this we now know that our top segment are OLDER FAMILIES/Budget, RE-TIREES/Mainstream and YOUNG SINGLES/COUPLES/Mainstream, this contributes to there being more sales to these customer segments.

```
[53]: joined_df[['LIFESTAGE','PREMIUM_CUSTOMER','BRND_NAME']].

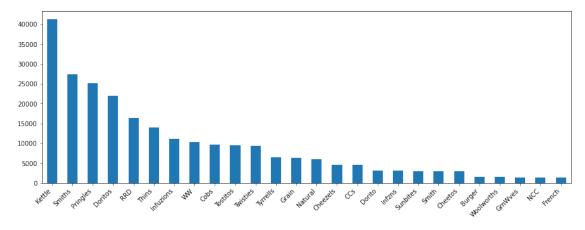
→groupby(['LIFESTAGE','PREMIUM_CUSTOMER']).describe()

BRND_NAME

count unique top freq
LIFESTAGE PREMIUM_CUSTOMER
```

```
MIDAGE SINGLES/COUPLES Budget
                                              4691
                                                       26
                                                           Kettle
                                                                    713
                       Mainstream
                                                                   2136
                                             11095
                                                       26
                                                           Kettle
                       Premium
                                              7612
                                                       26
                                                           Kettle
                                                                   1206
                                                           Kettle
NEW FAMILIES
                       Budget
                                              2824
                                                       26
                                                                    510
                       Mainstream
                                              2185
                                                       26
                                                           Kettle
                                                                    414
                                                           Kettle
                       Premium
                                              1488
                                                       26
                                                                    247
OLDER FAMILIES
                       Budget
                                            21514
                                                       26
                                                           Kettle 3320
                       Mainstream
                                             13241
                                                       26
                                                           Kettle 2019
                       Premium
                                                           Kettle 1512
                                             10403
                                                       26
OLDER SINGLES/COUPLES
                       Budget
                                                       26
                                                           Kettle 3065
                                             17172
                                                           Kettle 2835
                       Mainstream
                                                       26
                                             17061
                       Premium
                                             16559
                                                       26
                                                           Kettle 2947
RETIREES
                       Budget
                                             14225
                                                       26
                                                           Kettle 2592
                       Mainstream
                                             19970
                                                       26
                                                           Kettle 3386
                       Premium
                                                           Kettle 2216
                                             12236
                                                       26
YOUNG FAMILIES
                       Budget
                                             17763
                                                       26
                                                           Kettle 2743
                                                           Kettle 1789
                       Mainstream
                                                       26
                                             11947
                       Premium
                                                       26
                                                           Kettle 1745
                                             10784
YOUNG SINGLES/COUPLES
                       Budget
                                              8573
                                                       26
                                                           Kettle 1211
                       Mainstream
                                             19544
                                                       26
                                                           Kettle 3844
                                              5852
                                                           Kettle
                                                                    838
                       Premium
                                                       26
```

```
[54]: fig, ax = plt.subplots(figsize=(15,5))
    joined_df['BRND_NAME'].value_counts().plot(ax=ax, kind='bar')
    plt.xticks(rotation=45, ha='right')
    plt.show()
```



```
[55]: joined_df[['PREMIUM_CUSTOMER','BRND_NAME']].groupby(['PREMIUM_CUSTOMER']).

→describe()
```

[55]: BRND\_NAME count unique top freq

 PREMIUM\_CUSTOMER

 Budget
 86762
 26 Kettle 14154

 Mainstream
 95043
 26 Kettle 16423

 Premium
 64934
 26 Kettle 10711

With the table and graph we see that **Kettle** is the top brand preferred by most groups and is top saled brand overall, even across those with budget and premium purchase behaviour.

```
[56]: prod_sales_sum = joined_df[['LYLTY_CARD_NBR','TOT_SALES']].

→groupby('LYLTY_CARD_NBR').sum().sort_values(by='TOT_SALES', ascending=False).

→head(10)

pd.merge(prod_sales_sum,df_purchase_behaviour,on='LYLTY_CARD_NBR',how='left')
```

[56]:	LYLTY_CARD_NBR	TOT_SALES	LIFESTAGE	PREMIUM_CUSTOMER
0	230078	138.6	OLDER FAMILIES	Budget
1	58361	124.8	YOUNG FAMILIES	Budget
2	63197	122.6	OLDER FAMILIES	Budget
3	162039	121.6	OLDER FAMILIES	Mainstream
4	179228	120.8	YOUNG FAMILIES	Budget
5	199157	118.8	YOUNG FAMILIES	Premium
6	3153	116.4	MIDAGE SINGLES/COUPLES	Premium
7	95048	115.1	YOUNG SINGLES/COUPLES	Mainstream
8	5168	114.8	OLDER FAMILIES	Mainstream
9	23192	114.7	OLDER FAMILIES	Budget

Here there is a top 10 list of our customer based on their spendings. Interestingly, our top costumer doesn't have a premium but a butget purchasing behaviour

```
[57]: joined_df[['LIFESTAGE','PREMIUM_CUSTOMER','PROD_QTY']].

→groupby(['LIFESTAGE','PREMIUM_CUSTOMER']).mean().sort_values(by='PROD_QTY',

→ascending=False)
```

```
[57]:
                                                PROD_QTY
                              PREMIUM_CUSTOMER
     LIFESTAGE
      OLDER FAMILIES
                              Mainstream
                                                1.948795
                              Premium
                                                1.945496
                              Budget
                                                1.945384
      YOUNG FAMILIES
                              Mainstream
                                                1.941408
                              Budget
                                                1.941226
                              Premium
                                                1.938149
      OLDER SINGLES/COUPLES
                             Budget
                                                1.914920
                              Premium
                                                1.913944
      MIDAGE SINGLES/COUPLES Mainstream
                                                1.911942
      OLDER SINGLES/COUPLES
                             Mainstream
                                                1.911201
      RETIREES
                              Premium
                                                1.901438
      MIDAGE SINGLES/COUPLES Budget
                                                1.893626
      RETIREES
                              Budget
                                                1.893286
      MIDAGE SINGLES/COUPLES Premium
                                                1.891750
```

RETIREES	Mainstream	1.886680
NEW FAMILIES	Premium	1.860887
YOUNG SINGLES/COUPLES	Mainstream	1.858124
	Budget	1.855878
	Mainstream	1.853510
	Budget	1.808002
	Premium	1.807075

Older and young families in general buy more chips per customer. This helps they beign on top of our sales charts from before.

```
[58]: joined_df['AVG_PRICE'] = joined_df.TOT_SALES / joined_df.PROD_QTY joined_df[['LIFESTAGE','PREMIUM_CUSTOMER','AVG_PRICE']].

→groupby(['LIFESTAGE','PREMIUM_CUSTOMER']).mean().sort_values(by='AVG_PRICE',
→ascending=False)
```

[58]:			AVG_PRICE
	LIFESTAGE	PREMIUM_CUSTOMER	
	YOUNG SINGLES/COUPLES	Mainstream	4.065642
	MIDAGE SINGLES/COUPLES	Mainstream	3.994241
	RETIREES	Budget	3.924404
		Premium	3.920942
	NEW FAMILIES	Budget	3.917688
		Mainstream	3.916133
	OLDER SINGLES/COUPLES	Premium	3.893236
		Budget	3.882096
	NEW FAMILIES	Premium	3.872110
	RETIREES	Mainstream	3.844294
	OLDER SINGLES/COUPLES	Mainstream	3.814665
	MIDAGE SINGLES/COUPLES	Premium	3.770698
	YOUNG FAMILIES	Premium	3.762150
		Budget	3.760737
	OLDER FAMILIES	Budget	3.745340
	MIDAGE SINGLES/COUPLES	Budget	3.743328
	OLDER FAMILIES	Mainstream	3.737077
	YOUNG FAMILIES	Mainstream	3.724533
	OLDER FAMILIES	Premium	3.717000
	YOUNG SINGLES/COUPLES	Premium	3.665414
		Budget	3.657366

In the table above we can se the average chip price by customer segment. Our Young and Midage Single/Couples Mainstream tend to pay more for chips than their budget and premium counterparts.

As the difference in average price per unit isn't large, we can check if this difference is statistically different.

P-Value = 2.235645611549355e-309

The t-test results in a p-value close to zero, i.e. the unit price for mainstream, young and mid-age singles and couples ARE significantly higher than that of budget or premium, young and midage singles and couples.

With all that we have seen so far we should focus on reteining those customers that tend to pay more per chips, that beeing Young and Midage Single/Couples Mainstream. Also having in mind that their preferd brand is Kettle.

```
[60]: filter_df.PCK_SIZE = filter_df.PCK_SIZE.astype('str')
filter_df.groupby('LIFESTAGE')['PCK_SIZE'].value_counts()
```

[60]:	LIFEST	AGE	PCK_SIZE	
	MIDAGE	SINGLES/COUPLES	175	6334
			150	3755
			134	2389
			110	2223
			170	1835
			165	1448
			330	1220
			270	649
			380	628
			210	613
			200	388
			135	309
			160	290
			250	282
			190	266
			90	249
			220	152
			70	141
			180	119
			125	108
	YOUNG	SINGLES/COUPLES	175	8953
			150	5403
			134	3684

110	3227
170	2751
165	2077
330	1803
380	955
270	947
210	913
200	538
135	452
250	448
160	388
190	369
90	361
70	182
220	178
125	177
180	163

Name: PCK\_SIZE, dtype: int64

We should also have in mind that our segment of interest prefers medium size packs of chips, 175g is preferred for both groups.