Eniac's Discount Strategy

Introduction

5 out of 6

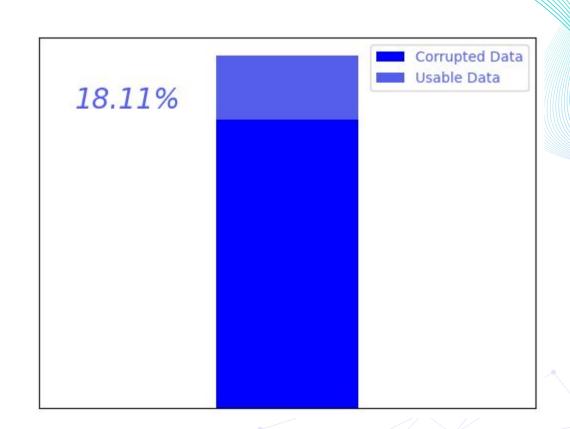
Sales data corrupted

53,231

Transactions analysed

14 1/2 months

Covered between 2017/1/1 and 2018/3/14



Product Categories

Categories:

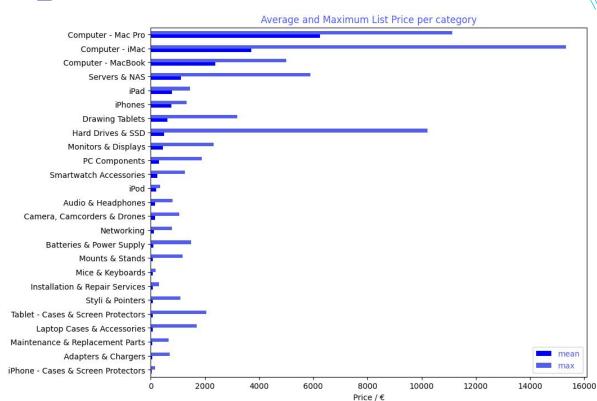
44

Average prices between

38.32 €

and

6,245.33 €



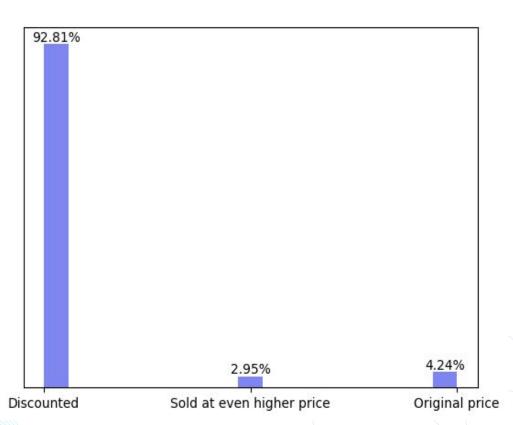
Data Input Best Practices

- Before adding new items, employees should look for matching product IDs in the products database.
- When adding new products please use the newly created taxonomy.
- All prices should be inputted with only one decimal point used to separate cents.
- Discounts should be determined by preset guidelines.

How many items are discounted?

92.8%

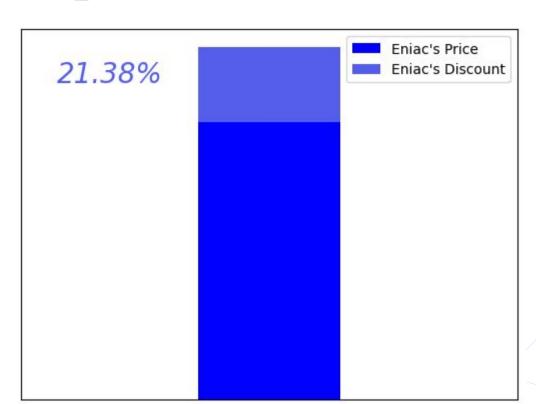
Of our products are sold at a discount.



What is the average discount?

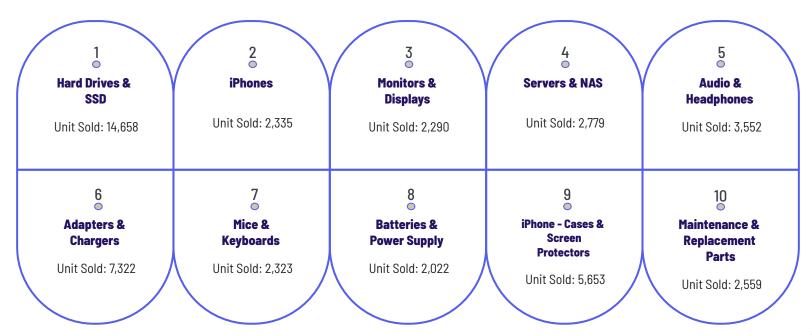
21.38%

Average discount over all products



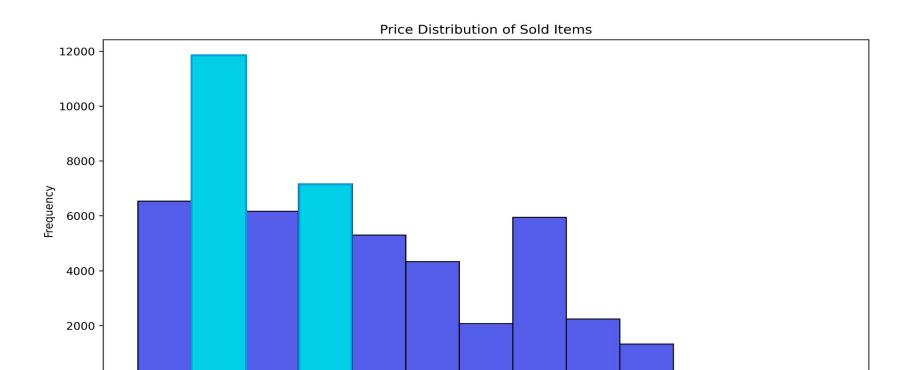
How should we handle discounts in the future?

Strategy 1: Focus on our top 10



The top ten categories account for 68.2% of total products sold.

The top categories make up 76.1% the total revenue.

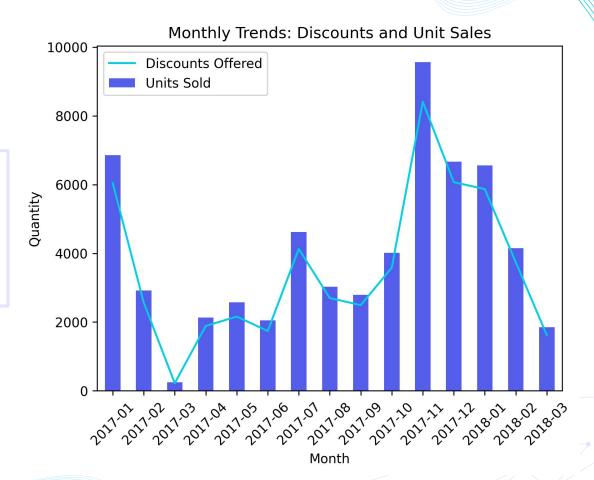


Strategy 2: Focus discounts on items under 500€

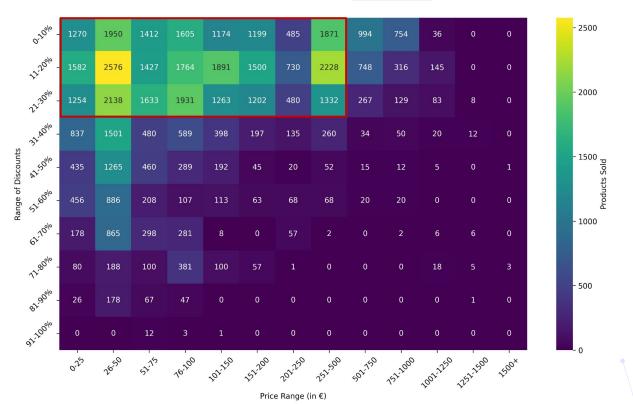
Price (in €)

2650 5275 16200 201250 251200 201250 251500 501750 2512000 2012250 2512500 1500×

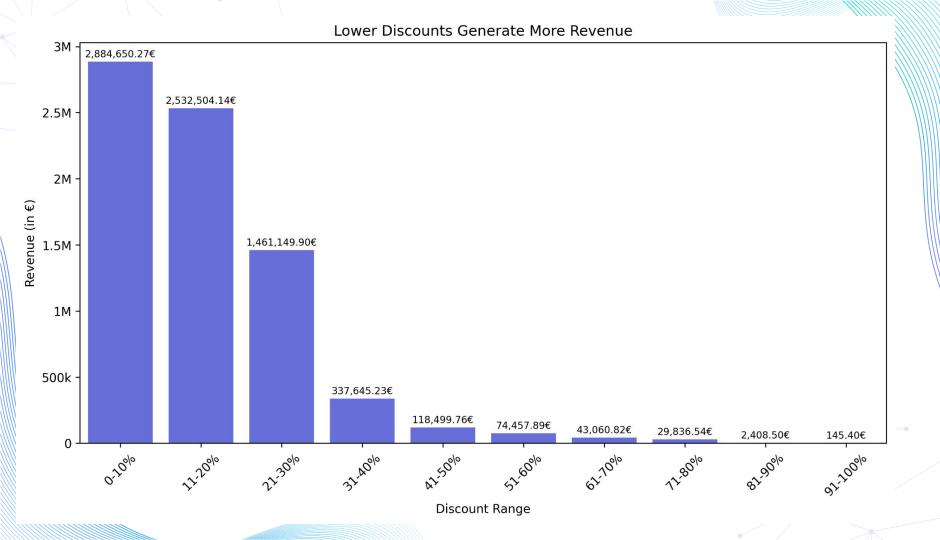
Strategy 3: Increase discounts during the peak sales season



Keep discounts under 30%!!



^{*}Exceptions can be made for used products



Summary Recommendations



Discount strategy:

- Target top selling categories
- Use higher discounts for items under 500€
- 3. Use discounts during sales peaks to attract customers



Discount Range:

- Cap discounts at 30%
- ➤ Products over 500€ can be discounted, but preferably under 15%
- Used products can have a larger discount



Database Maintenance:

- New items should be categorized within the new taxonomy
- Before adding new products, make sure they don't exist in the products database



Eniac is a high-end brand.

We should NOT use too many discounts because we risk devaluing our brand.

Higher discounts are great for enticing our customers to buy accessories for their electronics.

Alternative incentives should be used for higher-priced items.