aerofit-case-study

July 11, 2024

1 Aerofit case study

Introduction

Aerofit is a leading brand in the field of fitness equipment. Aerofit provides a product range including machines such as treadmills, exercise bikes, gym equipment, and fitness accessories to cater to the needs of all categories of people.

Problem Statement

The market research team at AeroFit wants to identify the characteristics of the target audience for each type of treadmill offered by the company, to provide a better recommendation of the treadmills to the new customers. The team decides to investigate whether there are differences across the product with respect to customer characteristics.

Proposed solution

- 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.

Dataset

Dataset The company collected the data on individuals who purchased a treadmill from the AeroFit stores during the prior three months. The dataset has the following features:

Dataset link here

The link to the colab notebook can be found here

Preliminary information about the features of the Dataset:

• Product Purchased: KP281, KP481, or KP781

• Age: In years

Gender: Male/FemaleEducation: In years

• MaritalStatus: Single or partnered

• Usage: The average number of times the customer plans to use the treadmill each week.

• Income: Annual income (in \$)

• Fitness: Self-rated fitness on a 1-to-5 scale, where 1 is the poor shape and 5 is the excellent

• Miles: The average number of miles the customer expects to walk/run each week

Product Portfolio - The KP281 is an entry-level treadmill that sells for \$1,500. - The KP481 is for mid-level runners that sell for \$1,750. - The KP781 treadmill is having advanced features that sell for \$2,500.

```
[]: import numpy as np
import pandas as pd
import seaborn as sns
import matplotlib.pyplot as plt
```

```
[]: #downloading the dataset
[!gdown https://d2beiqkhq929f0.cloudfront.net/public_assets/assets/000/001/125/
original/aerofit_treadmill.csv?1639992749
```

Downloading...

From: https://d2beiqkhq929f0.cloudfront.net/public_assets/assets/000/001/125/original/aerofit_treadmill.csv?1639992749

To: /content/aerofit_treadmill.csv?1639992749 100% 7.28k/7.28k [00:00<00:00, 16.4MB/s]

```
[]:  # reading the dataset file 
aerofit_dataset = pd.read_csv('aerofit_treadmill.csv?1639992749')
```

```
[]: #displaying the dataset aerofit_dataset
```

[]:	Product	Age	Gender	Education	MaritalStatus	Usage	Fitness	Income	\
0	KP281	18	Male	14	Single	3	4	29562	
1	KP281	19	Male	15	Single	2	3	31836	
2	KP281	19	Female	14	Partnered	4	3	30699	
3	KP281	19	Male	12	Single	3	3	32973	
4	KP281	20	Male	13	Partnered	4	2	35247	
	•••			•••	•••				
175	KP781	40	Male	21	Single	6	5	83416	
176	KP781	42	Male	18	Single	5	4	89641	
177	′ KP781	45	Male	16	Single	5	5	90886	
178	8 KP781	47	Male	18	Partnered	4	5	104581	
179) KP781	48	Male	18	Partnered	4	5	95508	

	111100
0	112
1	75
2	66
3	85
4	47
	•••
175	200
176	200
177	160

Miles

```
178
            120
     179
            180
     [180 rows x 9 columns]
[]: aerofit_dataset.duplicated().value_counts()
[]: False
              180
     dtype: int64
    There is no duplicate entries present in the dataset.
[]: # checking the shape of the dataset
     aerofit_dataset.shape
[]: (180, 9)
    There are total 180 collection of data each having 9 attributes.
[]: # getting the datatypes of each attributes
     aerofit_dataset.dtypes
[]: Product
                      object
     Age
                       int64
     Gender
                      object
    Education
                       int64
    MaritalStatus
                      object
                       int64
    Usage
    Fitness
                       int64
     Income
                       int64
    Miles
                       int64
    dtype: object
    The product, gender and matrial status are in string form and the other all datas are
    of integer datatype.
[]: # converting categorical attributes to category data types
     aerofit_dataset['Product'] = aerofit_dataset['Product'].astype('category')
     aerofit_dataset['Gender'] = aerofit_dataset['Gender'].astype('category')
     aerofit_dataset['MaritalStatus'] = aerofit_dataset['MaritalStatus'].
      ⇔astype('category')
[]: aerofit_dataset.dtypes
[]: Product
                      category
                         int64
     Age
     Gender
```

category int64

Education

MaritalStatus category
Usage int64
Fitness int64
Income int64
Miles int64

dtype: object

2 Statistical Analysis:

```
[]: #describing the dataset aerofit_dataset.describe()
```

[]:		Age	Education	Usage	Fitness	Income	\
	count	180.000000	180.000000	180.000000	180.000000	180.000000	
	mean	28.788889	15.572222	3.455556	3.311111	53719.577778	
	std	6.943498	1.617055	1.084797	0.958869	16506.684226	
	min	18.000000	12.000000	2.000000	1.000000	29562.000000	
	25%	24.000000	14.000000	3.000000	3.000000	44058.750000	
	50%	26.000000	16.000000	3.000000	3.000000	50596.500000	
	75%	33.000000	16.000000	4.000000	4.000000	58668.000000	
	max	50.000000	21.000000	7.000000	5.000000	104581.000000	
		Miles					
	count	180.000000					
	mean	103.194444					
	std	51.863605					
	min	21.000000					
	25%	66.000000					
	50%	94.000000					
	75%	114.750000					

2.1 Observations:

360.000000

Age:

max

- 1. The average age of users is nearly 28.8 years with a standard deviation of 6.94 years.
- 2. The minimum age of user to buy any treadmill is 18 and maximum age is 50.

Education:

- 1. The customers who have bought the treadmill have completed approximately 15.57 years of education and with a standard deviation of 1.61 years.
- 2. Education levels range from a minimum 12 years to a maximum of 21 years, with most falling between 14 to 16 years.

Fitness 1. The average fitness level reported by users is around 3.31 with a standard deviation of 0.96.

Income 1. The a erage income of users is approximately \$53719 with a standard deviation of \$16506. 2. The income ranges from a minimum of \$29562 to a maximum of \$104581.

Miles 1. On average users have logged approximately 103.19 miles with the product, with a standard deviation of 51.86 which indicates a wide spread of mileage. 2. Mileage ranges from a minimum of 21 miles to a maximum of 360 miles which is a huge range.

```
[]: # unique values in all the columns to analyse the ranges and discreteness
   for col in aerofit_dataset.columns :
     print(f'Unique values in the {col} columns are : ')
     print(aerofit_dataset[col].unique())
     print("".center(70,'-'))
   Unique values in the Product columns are :
   ['KP281' 'KP481' 'KP781']
   ______
   Unique values in the Age columns are :
   [18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41
    43 44 46 47 50 45 48 42]
   Unique values in the Gender columns are :
   ['Male' 'Female']
   ______
   Unique values in the Education columns are :
   [14 15 12 13 16 18 20 21]
   Unique values in the MaritalStatus columns are :
   ['Single' 'Partnered']
   ______
   Unique values in the Usage columns are :
   [3 2 4 5 6 7]
   _____
   Unique values in the Fitness columns are :
   [4 3 2 1 5]
   Unique values in the Income columns are :
   [ 29562 31836 30699 32973
                           35247 37521 36384 38658 40932 34110
     39795 42069 44343 45480 46617 48891 53439 43206 52302 51165
     50028 54576 68220 55713
                           60261 67083 56850 59124 61398 57987
     64809 47754 65220 62535
                           48658 54781 48556 58516 53536 61006
     57271 52291 49801 62251
                           64741 70966 75946 74701 69721 83416
     88396 90886 92131 77191 52290 85906 103336 99601 89641 95866
    104581 95508]
      -----
   Unique values in the Miles columns are :
   「112 75 66 85 47 141 103 94 113 38 188 56 132 169 64 53 106 95
    212 42 127 74 170 21 120 200 140 100 80 160 180 240 150 300 280 260
    360]
```

2.2 Observations:

Product:

• Three treadmill models are available: KP281, KP481, and KP781.

Age:

- Customers' ages range from 18 to 50 years, with most falling between 20 to 40 years.
- There is a relatively even distribution across age groups.

Gender:

- Both male and female customers are represented in the dataset.
- Gender distribution appears to be relatively balanced.

Education:

- Education levels range from 12 to 21 years, indicating a diverse customer base.
- Most customers have attained at least a secondary education level (12 years or more).

Marital Status:

• Customers are classified as either single or partnered.

Usage:

- Usage frequency ranges from 2 to 7 times per week.
- Most customers use the treadmill 3 to 5 times per week.

Fitness:

- Fitness ratings range from 1 to 5, with higher values indicating higher fitness levels.
- The majority of customers fall within the 3 to 4 range.

Income:

- Annual incomes vary widely, ranging from \$29,562 to \$104,581.
- The distribution of income appears to be skewed, with a larger concentration of customers earning below \$80,000.

Miles:

- Weekly running mileage ranges from 21 to 360 miles.
- The majority of customers run between 50 to 200 miles per week, with some outliers exceeding 200 miles.

```
[]: # categorical columns analysis
    categorical_columns = ["Product", "Gender", "MaritalStatus"]
    for columns in categorical_columns:
        print(columns.center(60, "-"))
        print(aerofit_dataset[columns].value_counts())
        print()
```

-----Product-----

KP281 80 KP481 60

KP781 40

Name: Product, dtype: int64

-----Gender-----

Male 104 Female 76

Name: Gender, dtype: int64

-----MaritalStatus-----

Partnered 107 Single 73

Name: MaritalStatus, dtype: int64

##Stastistical observations:

Product : 1. KP281 is the most purchased treadmill among the three treadmill of aerofit , accounting for approximately 44% of total sales. 2. This represent KP281 is the top performing product in terms of customer preference followed by KP481 and KP781.

Gender: 1. Based on the last three months purchase data around 58% buyers were male and 42% were female.

Marital Status: 1. The purchase data also shows that nearly 60% of the buyers were parterned while 40% were single.

```
[]: # object category datas
aerofit_dataset.describe(include = 'object')
```

```
[]:
            Product Gender MaritalStatus
     count
                 180
                        180
                                       180
     unique
                   3
                          2
     top
              KP281
                       Male
                                 Partnered
                  80
                        104
                                       107
     freq
```

3 Probabilistic analysis:

3.1 Adding more columns for better analysis

Creating New Column and Categorizing values in Age, Education, Income and Miles to different classes for better visualization as there many different values are there

Age Column

Categorizing the values in age column in 4 different buckets:

Young Adult: from 18 - 25 Adults: from 26 - 35 Middle Aged Adults: 36-45

Elder:46 and above

Education Column

Categorizing the values in education column in 3 different buckets:

Primary Education: upto 12 Secondary Education: 13 to 15 Higher Education: 16 and above

Income Column

Categorizing the values in Income column in 4 different buckets:

```
Low Income - Upto 40,000
Moderate Income - 40,000 to 60,000
High Income - 60,000 to 80,000
Very High Income - Above 80,000
```

Miles column

Categorizing the values in miles column in 4 different buckets:

```
Light Activity - Upto 50 miles
Moderate Activity - 51 to 100 miles
Active Lifestyle - 101 to 200 miles
Fitness Enthusiast - Above 200 miles
```

```
# binning the miles values into categories
    bin_range4 = [0,50,100,200,float('inf')]
    bin_labels4 = ['Light Activity', 'Moderate Activity', 'Active Lifestyle', u
      aerofit dataset['miles group'] = pd.cut(aerofit dataset['Miles'],bins = ___
      sbin_range4,labels = bin_labels4)
     # aerofit_dataset = aerofit_dataset.drop(columns=['edu_group'])
     #changing the categorical columns
     categorical_columns =__
      →['Gender', 'Fitness', 'age group', 'education group', 'income group', 'miles group']
[]: aerofit_dataset.head()
[]:
                            Education MaritalStatus Usage Fitness
      Product Age
                    Gender
                                                                     Income \
    0
        KP281
                18
                      Male
                                   14
                                                         3
                                                                      29562
                                             Single
        KP281
                                                         2
    1
                19
                      Male
                                   15
                                             Single
                                                                  3
                                                                      31836
    2
        KP281
                                          Partnered
                                                         4
                                                                  3
                                                                      30699
                19 Female
                                   14
                                                         3
                                                                  3
    3
        KP281
                19
                      Male
                                   12
                                             Single
                                                                      32973
    4
        KP281
                20
                      Male
                                   13
                                          Partnered
                                                                      35247
```

education_group income_group

Secondary Education Low Income

Secondary Education

Primary Education

Low Income

Low Income

Low Income

Low Income

miles_group

Active Lifestyle

Moderate Activity

Moderate Activity

Moderate Activity

Light Activity

##Probability of product purchased verses Age group

Young Adults Secondary Education

112 Young Adults Secondary Education

age_group

75 Young Adults

66 Young Adults

Young Adults

3.1.1 Observations from marginal and joint probabilities:

```
[]: pd.crosstab(index =aerofit_dataset['Product'],columns = ___ 
→aerofit_dataset['age_group'],margins = True,normalize = True )
```

```
All
[]: age_group Young Adults
                              Adults Middle Aged Adults
                                                             Elder
    Product
    KP281
                   0.188889 0.177778
                                                0.061111 0.016667 0.444444
                   0.155556 0.133333
                                                          0.005556 0.333333
    KP481
                                                0.038889
    KP781
                   0.094444 0.094444
                                                0.022222
                                                          0.011111 0.22222
    All
                   0.438889 0.405556
                                                0.122222 0.033333 1.000000
```

Observations:

Miles

0

1

2

3

4

1. The probabilit of purchasing the product by a young adult(18-25) is the most and it is 44%. The joint probability of purchasing the treadmill model and the customer is Young Adult is

```
For Treadmill model KP281 - 19%

For Treadmill model KP481 - 16%

For Treadmill model KP781 - 9%
```

2. The probability of purchasing the porduct by an adult(26-35) is 41%

The joint probability of purchasing the treadmill model and the customer is Adult is -

```
For Treadmill model KP281 - 18%

For Treadmill model KP481 - 13%

For Treadmill model KP781 - 9%
```

- 3. The probability of purchasing the product by a middle aged(36-45) is only 12%.
- 4. The probability of purchasing the product by elder (above 45) is only 9%.

3.1.2 Observations from conditional probabilities:

age_group	Young Adults	Adults	Middle Aged Adults	Elder
Product				
KP281	0.425000	0.400000	0.137500	0.037500
KP481	0.466667	0.400000	0.116667	0.016667
KP781	0.425000	0.425000	0.100000	0.050000
All	0.438889	0.405556	0.122222	0.033333

Observations: - The majority of treadmill purchasers belong to the "Young Adults" and "Adults" age groups, collectively representing over 80% probability across all models.

- Conversely, the "Middle-Aged Adults" and "Elder" demographics exhibit lower probabilities of purchasing treadmills, suggesting potential challenges in attracting these age groups.
- Despite variations in product features and pricing, the age distribution pattern remains consistent across all treadmill models.

• Marketing efforts should prioritize targeting young and middle-aged adults, while also exploring niche marketing strategies tailored to the needs of older demographics.

3.2 Probability of product purchased verses gender

3.2.1 Observations from marginal and joint probabilities:

```
[]: pd.crosstab(index =aerofit_dataset['Product'],columns = __ 

⇔aerofit_dataset['Gender'],margins = True,normalize = True )
```

```
[]: Gender Female Male All Product

KP281 0.222222 0.222222 0.444444

KP481 0.161111 0.172222 0.333333

KP781 0.038889 0.183333 0.222222

All 0.422222 0.577778 1.000000
```

Observations:

1. The probability of the product being purchased by a male is 58%

The joint probability of purchasing the treadmill model and the customer is male is -

```
For Treadmill model KP281 - 22%

For Treadmill model KP481 - 17%

For Treadmill model KP781 - 18%
```

2. The probability of the product being purchased by a female is 42%.

The joint probability of purchasing the treadmill model and the customer is female is

```
For Treadmill model KP281 - 22%

For Treadmill model KP481 - 16%

For Treadmill model KP781 - 4%
```

3.2.2 Observations from conditional probabilities :

Display the conditional probabilities print(conditional_probabilities)

Gender	Female	Male
Product		
KP281	0.500000	0.500000
KP481	0.483333	0.516667
KP781	0.175000	0.825000
All	0.42222	0.577778

Observations:

- The proportion of female buyers for each treadmill model is relatively balanced for KP281 and KP481, with females constituting approximately 50% of the customer base for both models.
- In contrast, the KP781 treadmill shows a significant gender disparity, with only about 17.5% of female buyers compared to approximately 82.5% male buyers.
- Overall, despite the equal distribution of genders for KP281 and KP481, male buyers still dominate the market, constituting approximately 58% of the total customer base, while females represent about 42%.

##Probability of product purchased versed education level

3.2.3 Observations from marginal and joint probabilities:

```
[]: pd.
      →crosstab(index=aerofit_dataset['Product'],columns=aerofit_dataset['education_group'],margin
      →normalize = True)
[]: education_group Primary Education Secondary Education Higher Education
     Product
    KP281
                               0.011111
                                                     0.205556
                                                                       0.227778
    KP481
                               0.005556
                                                     0.144444
                                                                       0.183333
    KP781
                               0.000000
                                                     0.011111
                                                                       0.211111
     All
                               0.016667
                                                     0.361111
                                                                       0.622222
```

education_group	All
Product	
KP281	0.44444
KP481	0.333333
KP781	0.222222
All	1.000000

Observations:

1. The probability that the product is being purchased by a higher education individual is the most and is 62%.

The joint probability of purchasing the treadmill model and the customer has Higher Education is

For Treadmill model KP281 - 23%

```
For Treadmill model KP481 - 18%
For Treadmill model KP781 - 21%
```

2. The probability that the peoduct is being purchased by a secondary educated customer is 36%.

The joint probability of purchasing the treadmill model and the customer has Secondary Education is -

```
For Treadmill model KP281 - 21%

For Treadmill model KP481 - 14%

For Treadmill model KP781 - 1%
```

3.2.4 Observations from conditional probabilities:

education_group	Primary Education	Secondary Education	Higher Education
Product			
KP281	0.025000	0.462500	0.512500
KP481	0.016667	0.433333	0.550000
KP781	0.000000	0.050000	0.950000
All	0.016667	0.361111	0.622222

Observations:

- The majority of customers across all treadmill models have at least a secondary education, with secondary education being the most prevalent category for KP281 and KP481, constituting approximately 46% and 43% of their customer base, respectively.
- Notably, for the KP781 model, the highest proportion of customers (approximately 95%) possess a higher education background, indicating a preference for this treadmill among individuals with advanced educational qualifications.
- Customers with primary education levels are relatively rare among purchasers of all treadmill models, with KP281 having the highest proportion at approximately 2.5%, followed by KP481 at around 1.7%.

 Overall, the data suggests a positive correlation between education level and treadmill model preference, with higher education levels being associated with a higher likelihood of purchasing the KP781 model.

3.3 Probability of product purchased verses income group

3.3.1 Observations from marginal and joint probabilities:

```
[]: pd.crosstab(index=aerofit_dataset['Product'], u

⇔columns=aerofit_dataset['income_group'], margins=True, normalize=True)
```

[]:	income_group	Low Income	Moderate Income	High Income	Very High Income	\
	Product					
	KP281	0.127778	0.283333	0.033333	0.000000	
	KP481	0.050000	0.244444	0.038889	0.000000	
	KP781	0.000000	0.061111	0.055556	0.105556	
	All	0.177778	0.588889	0.127778	0.105556	
	income_group Product	All				
	KP281	0.44444				
	KP481	0.333333				
	KP781	0.22222				
	All	1.000000				

Observations:

1. The Probability of a treadmill being purchased by a customer with Moderate Income (40 k - 60 k) is 59 %

The joint probability of purchasing the treadmill model and the customer has Moderate Income is -

```
For Treadmill model KP281 - 28%

For Treadmill model KP481 - 24%

For Treadmill model KP781 - 6%
```

2. The Probability of a treadmill being purchased by a customer with Low Income (<40k\\$) is 18%

The joint probability of purchasing the treadmill model and the customer has Low Income is -

```
For Treadmill model KP281 - 13%

For Treadmill model KP481 - 5%

For Treadmill model KP781 - 0%
```

3. The Probability of a treadmill being purchased by a customer with High Income (60k - 80k) is 13%

The joint probability of purchasing the treadmill model and the customer has High Income is -

```
For Treadmill model KP281 - 3%

For Treadmill model KP481 - 4%

For Treadmill model KP781 - 6%
```

4. The Probability of a treadmill being purchased by a customer with Very High Income(>80k) is 11%

The joint probability of purchasing the treadmill model given that the customer has High Income is -

```
For Treadmill model KP281 - 0%

For Treadmill model KP481 - 0%

For Treadmill model KP781 - 11%
```

3.3.2 Observations from conditional probabilities

income_group	Low Income	Moderate Income	High Income	Very High Income
Product				
KP281	0.287500	0.637500	0.075000	0.000000
KP481	0.150000	0.733333	0.116667	0.000000
KP781	0.000000	0.275000	0.250000	0.475000
All	0.177778	0.588889	0.127778	0.105556

Observations:

• The majority of customers across all treadmill models fall into the moderate income category, with approximately 64% for KP281, 73% for KP481, and 27.5% for KP781.

- There is a noticeable absence of customers in the "Very High Income" category for both KP281 and KP481 models, suggesting that these treadmills may not be preferred by individuals in the highest income brackets.
- For the KP781 model, nearly half of the customers belong to the "Very High Income" category, indicating that this treadmill is more popular among affluent individuals.
- Low-income customers constitute a significant portion of KP281 purchasers, representing approximately 29%, whereas they are less prevalent among KP481 buyers (15%).

3.4 Probability of product purchased verses martial status

3.4.1 Observations from marginal and joint probabilities:

```
[]: pd.

⇔crosstab(index=aerofit_dataset['Product'],columns=aerofit_dataset['MaritalStatus'],

⇔margins = True, normalize = True)
```

Probabilistic analysis:

1. The Probability of a treadmill being purchased by a partnered Customer is 59%.

The joint probability of purchasing the treadmill model and the customer is partnered is

```
For Treadmill model KP281 - 27%

For Treadmill model KP481 - 20%

For Treadmill model KP781 - 13%
```

2. The Probability of a treadmill being purchased by a single Customer is 41%.

The joint probability of purchasing the treadmill model and the customer is Unmarried is -

```
For Treadmill model KP281 - 18%

For Treadmill model KP481 - 13%

For Treadmill model KP781 - 9%
```

3.5 Observations from conditional probabilities :

```
[]: # Create the cross-tabulation
cross_tab = pd.crosstab(index=aerofit_dataset['Product'],

→columns=aerofit_dataset['MaritalStatus'], margins=True, normalize=True)
```

```
# Calculate conditional probabilities
conditional_probabilities = cross_tab.div(cross_tab['All'], axis=0)

# Drop the 'All' column as it's no longer needed
conditional_probabilities.drop(columns='All', inplace=True)

# Display the conditional probabilities
print(conditional_probabilities)
```

MaritalStatus	Partnered	Single
Product		
KP281	0.600000	0.400000
KP481	0.600000	0.400000
KP781	0.575000	0.425000
All	0.594444	0.405556

Observations:

- The distribution of marital status among customers purchasing all treadmill models is relatively balanced, with partnered individuals comprising around 59.4% of the total customer base and single individuals accounting for approximately 40.6%.
- Both KP281 and KP481 models exhibit an equal preference among partnered and single individuals, with each group representing 60% and 40%, respectively, of the customer base for both models.
- For the KP781 model, there is a slightly higher proportion of partnered individuals (57.5%) compared to single individuals (42.5%), indicating a slightly stronger preference among partnered customers for this particular treadmill.

3.6 Probability of product purchased verses weekly usage

3.6.1 Observations from marginal and joint probabilities:

```
[]: pd.crosstab(index = aerofit_dataset['Product'], columns = __ 

⇔aerofit_dataset['Usage'], margins = True, normalize = True)
```

```
2
                                                   5
                                                             6
[]: Usage
                                                                       7
                                                                               A11
    Product
    KP281
             0.105556 0.205556
                                 0.122222 0.011111
                                                     0.000000
                                                                0.000000
                                                                         0.44444
             0.077778 0.172222
                                                                0.000000
    KP481
                                 0.066667
                                           0.016667
                                                      0.000000
                                                                         0.333333
    KP781
             0.000000
                       0.005556
                                 0.100000
                                           0.066667
                                                      0.038889
                                                                0.011111
                                                                          0.22222
    All
             0.183333
                       0.383333
                                 0.288889
                                           0.094444 0.038889
                                                                0.011111
                                                                          1.000000
```

Probabilistic analysis:

1. The Probability of a treadmill being purchased by a customer with Usage 3 per week is 38% The joint probability of purchasing the treadmill model and the customer has Usage 3 per week is -

```
For Treadmill model KP281 - 21%
```

```
For Treadmill model KP481 - 17%
For Treadmill model KP781 - 1%
```

2. The Probability of a treadmill being purchased by a customer with Usage 4 per week is 29%. The joint probability of purchasing the treadmill model and the customer has Usage 4 per week is -

```
For Treadmill model KP281 - 12%

For Treadmill model KP481 - 7%

For Treadmill model KP781 - 10%
```

3. The Probability of a treadmill being purchased by a customer with Usage 2 per week is 18% The joint probability of purchasing the treadmill model and the customer has Usage 2 per week is -

```
For Treadmill model KP281 - 11%

For Treadmill model KP481 - 8%

For Treadmill model KP781 - 0%
```

3.6.2 Observations from conditional probabilities :

```
[]: # Create the cross-tabulation
cross_tab = pd.crosstab(index=aerofit_dataset['Product'],
_____columns=aerofit_dataset['Usage'], margins=True, normalize=True)

# Calculate conditional probabilities
conditional_probabilities = cross_tab.div(cross_tab['All'], axis=0)

# Drop the 'All' column as it's no longer needed
conditional_probabilities.drop(columns='All', inplace=True)

# Display the conditional probabilities
print(conditional_probabilities)
```

Usage	2	3	4	5	6	7
Product						
KP281	0.237500	0.462500	0.275000	0.025000	0.000000	0.000000
KP481	0.233333	0.516667	0.200000	0.050000	0.000000	0.000000
KP781	0.000000	0.025000	0.450000	0.300000	0.175000	0.050000
All	0.183333	0.383333	0.288889	0.094444	0.038889	0.011111

Observations:

- The majority of customers across all treadmill models prefer to use the equipment three times per week, with KP281 and KP481 having the highest proportion of users in this category at 46.25% and 51.67%, respectively.
- For the KP781 model, there is a more varied distribution of usage frequency, with 45% of users using the treadmill four times per week, 30% using it five times, and 17.5% using it six times.
- The least common usage frequency among customers for all models is seven times per week, with negligible representation across all products.
- KP281 and KP481 exhibit similar usage patterns, with a significant proportion of users preferring to use the treadmill two or four times per week, while KP781 users tend to have a
 higher frequency of usage, primarily preferring to use the treadmill four or five times per
 week.

3.7 Probability of product purchased verses customer fitness

0.022222

0.538889

3.7.1 Observations from marginal and joint probabilities:

```
[]: pd.crosstab(index =aerofit_dataset['Product'],columns =_u
      →aerofit dataset['Fitness'], margins = True, normalize = True)
[]: Fitness
                     1
                                2
                                          3
                                                     4
                                                               5
                                                                        All
     Product
     KP281
              0.005556
                        0.077778
                                   0.300000
                                             0.050000
                                                        0.011111
                                                                  0.44444
     KP481
              0.005556
                        0.066667
                                   0.216667
                                             0.044444
                                                        0.000000
                                                                   0.333333
```

Probabilistic analysis:

0.000000

0.011111

KP781

A11

1. The Probability of a treadmill being purchased by a customer with Average(3) Fitness is 54%.

The joint probability of purchasing the treadmill model and the customer has Average Fitness is -

0.038889

0.133333

0.161111

0.172222

0.22222

1.000000

```
For Treadmill model KP281 - 30%

For Treadmill model KP481 - 22%

For Treadmill model KP781 - 2%
```

0.000000

0.144444

- 2. The Probability of a treadmill being purchased by a customer with Fitness of 2,4,5 is almost 15%
- 3. The Probability of a treadmill being purchased by a customer with very low(1) Fitness is only 1%

3.7.2 Observations from conditional probabilities:

Fitness	1	2	3	4	5
Product					
KP281	0.012500	0.175000	0.675000	0.112500	0.025000
KP481	0.016667	0.200000	0.650000	0.133333	0.000000
KP781	0.000000	0.000000	0.100000	0.175000	0.725000
All	0.011111	0.144444	0.538889	0.133333	0.172222

Observations:

Product

- KP281 and KP481 customers predominantly fall within the fitness levels of 3 and 4, with 67.5% and 65% of users, respectively, falling into these categories.
- In contrast, KP781 users exhibit a different distribution, with the majority (72.5%) falling into the highest fitness level category of 5.
- KP781 has the highest percentage (17.5%) of customers in the fitness level 4 category compared to KP281 and KP481, which have 11.25% and 13.33%, respectively.
- KP281 and KP481 both have a small percentage of users (1.25% and 1.67%, respectively) in the lowest fitness level category of 1, while KP781 has no users in this category.

3.8 Probability of product purchased verses weekly milage

3.8.1 Observations from marginal and joint probabilities:

```
Product
KP281
                    0.066667
                                        0.277778
                                                           0.100000
KP481
                    0.027778
                                        0.216667
                                                           0.083333
KP781
                    0.000000
                                        0.044444
                                                           0.150000
All
                    0.094444
                                        0.538889
                                                           0.333333
miles_group Fitness Enthusiast
                                         All
```

KP281	0.000000	0.44444
KP481	0.005556	0.333333
KP781	0.027778	0.22222
All	0.033333	1.000000

Probabilistic analysis:

1. The Probability of a treadmill being purchased by a customer with lifestyle of Moderate Activity(51 to 100 miles/week) is 54%

The joint probability of purchasing the treadmill model and the customer with lifestyle of Moderate Activity is -

```
For Treadmill model KP281 - 28%

For Treadmill model KP481 - 22%

For Treadmill model KP781 - 4%
```

2. The Probability of a treadmill being purchased by a customer has Active Lifestyle (100 to 200 miles/week) is 33%

The joint probability of purchasing the treadmill model and the customer has Active Lifestyle is -

```
For Treadmill model KP281 - 10%

For Treadmill model KP481 - 8%

For Treadmill model KP781 - 15%
```

- 3. The Probability of a treadmill being purchased by a customer with lifestyle of Light Activity(0 to 50 miles/week) is 9%
- 4. The Probability of a treadmill being purchased by a customer who is Fitness Enthusiast(>200 miles/week) is 3% only

3.8.2 Observations from conditional probabilities :

```
miles_group Light Activity Moderate Activity Active Lifestyle \
Product
KP281
                                       0.625000
                   0.150000
                                                          0.225000
KP481
                   0.083333
                                       0.650000
                                                          0.250000
                                       0.200000
KP781
                   0.000000
                                                          0.675000
                   0.094444
                                       0.538889
                                                          0.333333
All
miles_group Fitness Enthusiast
Product
KP281
                        0.000000
KP481
                        0.016667
KP781
                         0.125000
All
                         0.033333
```

Observations:

- KP281 and KP481 have a similar distribution of customers across mileage groups, with the majority falling into the "Moderate Activity" category, accounting for 62.5% and 65%, respectively.
- KP781, on the other hand, has a distinct pattern, with the highest percentage of users (67.5%) falling into the "Active Lifestyle" category.
- None of the customers for KP281 fall into the "Fitness Enthusiast" category, whereas a small percentage of KP481 (1.67%) and KP781 (12.5%) customers do.
- KP781 has no customers in the "Light Activity" category, while both KP281 and KP481 have a small percentage of users (15% and 8.33%, respectively) in this group.

4 Graphical analysis:

103.194444

51.863605

mean

std

4.1 Univariate analysis for continuous variables

```
[]: # all the columns having continuous distribution of values
continuous_columns = ['Age', 'Education', 'Usage', 'Fitness', 'Income', 'Miles']
aerofit_dataset.describe().loc[:,continuous_columns]
```

[]:		Age	Education	Usage	Fitness	Income	\
	count	180.000000	180.000000	180.000000	180.000000	180.000000	
	mean	28.788889	15.572222	3.455556	3.311111	53719.577778	
	std	6.943498	1.617055	1.084797	0.958869	16506.684226	
	min	18.000000	12.000000	2.000000	1.000000	29562.000000	
	25%	24.000000	14.000000	3.000000	3.000000	44058.750000	
	50%	26.000000	16.000000	3.000000	3.000000	50596.500000	
	75%	33.000000	16.000000	4.000000	4.000000	58668.000000	
	max	50.000000	21.000000	7.000000	5.000000	104581.000000	
		Miles					
	count	180.000000					

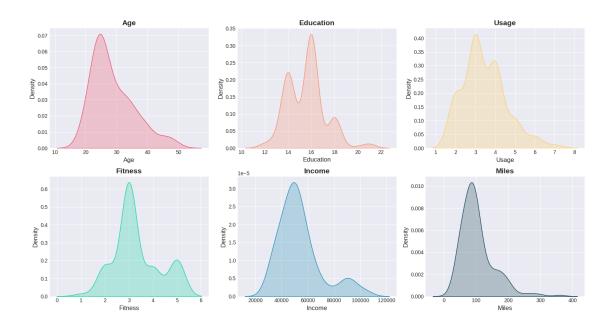
```
min 21.000000
25% 66.000000
50% 94.000000
75% 114.750000
max 360.000000
```

4.1.1 KDE plot

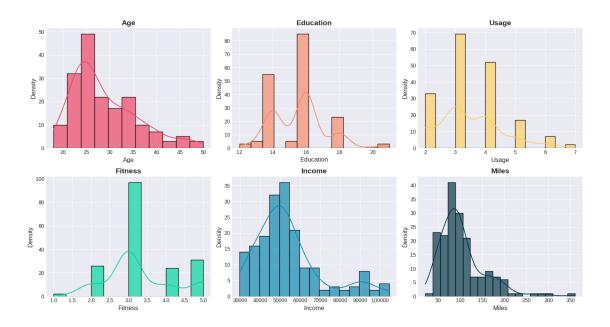
```
[]: import warnings
     # Suppress all warnings
     warnings.filterwarnings("ignore")
     # defining the colours to use for the plots
     colors = ['#ef4764', '#f78c6b', '#ffd166', '#06d6a0', '#118ab2', '#073b4c']
     # Set the style
     plt.style.use('seaborn-darkgrid')
     # Create the KDE plot with improved aesthetics
     figure, axs = plt.subplots(2, 3, figsize=(15, 8))
     for i, col in enumerate(continuous_columns):
         sns.kdeplot(data=aerofit_dataset[col], ax=axs.flatten()[i],__

color=colors[i], fill=True)

         axs.flatten()[i].set_title(col, fontsize=14, fontweight='bold')
         axs.flatten()[i].set_xlabel(col, fontsize=12)
         axs.flatten()[i].set_ylabel('Density', fontsize=12)
         axs.flatten()[i].tick_params(axis='both', which='major', labelsize=10)
     plt.tight_layout()
     plt.show()
```



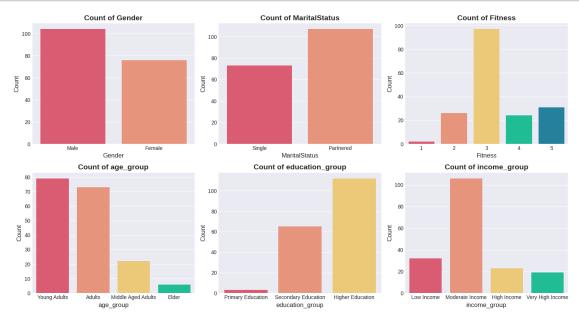
4.1.2 Histogram



4.1.3 Insights from the plots

- 1. Age Distribution: The large peak around age 20-30 suggests that a significant portion of the customers or users are young to middle-aged adults.
- 2. Education Levels: The plot shows a bimodal distribution, with peaks at lower education levels (potentially high school or below) and higher education levels (potentially college or postgraduate).
- 3. Usage Patterns: The distribution for usage or miles appears to be heavily right-skewed, indicating that while many users have lower usage levels, there is a smaller group of very high-usage customers or users.
- 4. Fitness Levels: The fitness plot shows a bimodal distribution, with peaks at lower fitness levels (potentially sedentary or minimal activity) and higher fitness levels (potentially very active or athletic).
- 5. Income Distribution: The income distribution is skewed towards lower income levels, but there is also a smaller peak at higher income levels, suggesting a mix of customers or users across various income brackets.

```
axs.flatten()[i].set_ylabel('Count', fontsize=12)
axs.flatten()[i].tick_params(axis='both', which='major', labelsize=10)
plt.tight_layout()
plt.show()
```



```
[]: # Set the style
plt.style.use('seaborn-darkgrid')

# Create pie charts for the categorical variables
fig, axs = plt.subplots(2, 3, figsize=(15, 10))
for i, col in enumerate(categorical_columns[:6]):
    ax = axs.flatten()[i]
    aerofit_dataset[col].value_counts().plot(kind='pie', autopct='%1.1f%%',u
    colors=colors, startangle=140, ax=ax)
    ax.set_title(f'Distribution of {col}', fontsize=14, fontweight='bold')
    ax.set_ylabel('')
    ax.axis('equal')
plt.tight_layout()
plt.show()
```



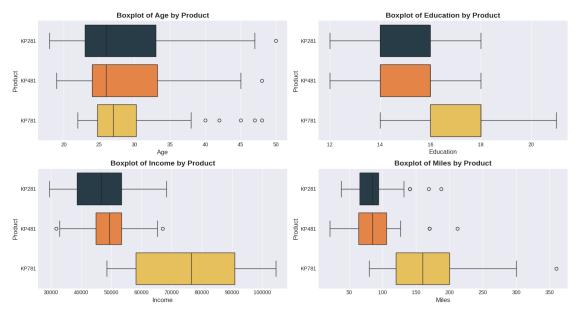
##Based on these charts, we can derive the following insights:

- 1. Gender Distribution: The customer/user base is predominantly female, with around 56.8% females compared to 43.2% males.
- 2. Marital Status Distribution: The majority of customers/users are unmarried or single (60%), while 40% are married.
- 3. Fitness Distribution: A significant portion (32%) of customers/users have high fitness levels, followed by 31.8% with medium fitness, 22.2% with low fitness, and 13.8% with very high fitness levels.
- 4. Age Group Distribution: The largest age group is 26-35 years old (36.2%), followed by 18-25 years (25.8%), 36-45 years (19.6%), and above 45 years (18.4%).
- 5. Education Group Distribution: Most customers/users have either secondary education (38.7%) or higher education (30.7%), with 30.6% having only primary education.
- 6. Income Group Distribution: The customer/user base is relatively evenly distributed across different income groups, with 30.4% in the high-income group, 37.2% in the medium-income group, and 32.4% in the low-income group.

4.2 Bivariate analysis:

4.2.1 Boxplots

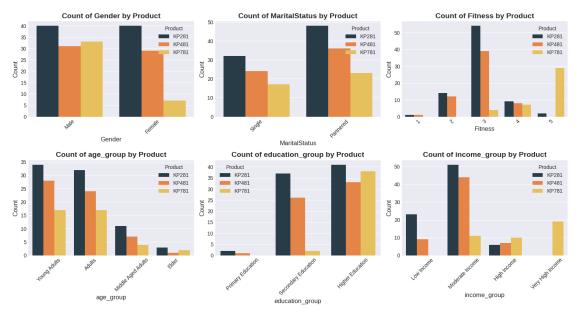
```
[]: #setting the color for three colours colors = ['#233d4d', '#fe7f2d', '#fcca46']
```



4.2.2 Insights from boxplot

- 1. There is significant variation in age, education level, income, and usage (miles) across the product lines, indicating different target demographics.
- 2. The product KP481 line appears to cater to a younger, more educated, and higher-income customer base with relatively higher usage levels.
- 3. The product KP781 line seems to target a broader range of ages, education levels, and incomes, with generally lower usage levels.

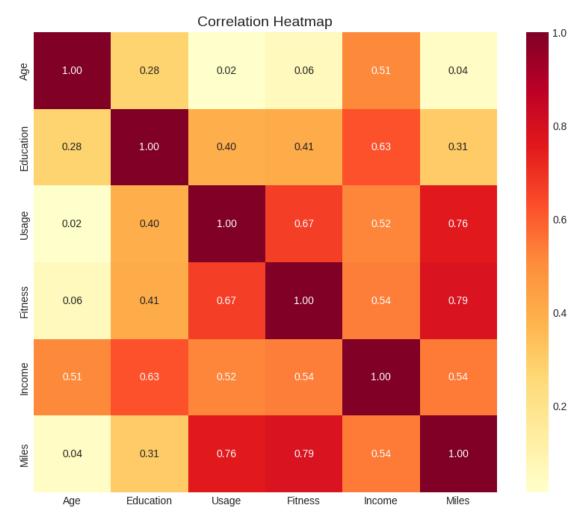
4.2.3 Dogged countPlot



4.2.4 Insights from the dogged countplot

- 1. The product KP481 appears to be more popular among females, unmarried individuals, those with high fitness levels, younger age groups (potentially 18-35), higher education, and higher income brackets.
- 2. The product KP781 has a more balanced distribution across various demographic segments, suggesting a more general appeal.
- 3. The product KP281 seems to cater more towards males, married individuals, lower fitness levels, older age groups, lower education levels, and lower income brackets.

4.2.5 Heatmap

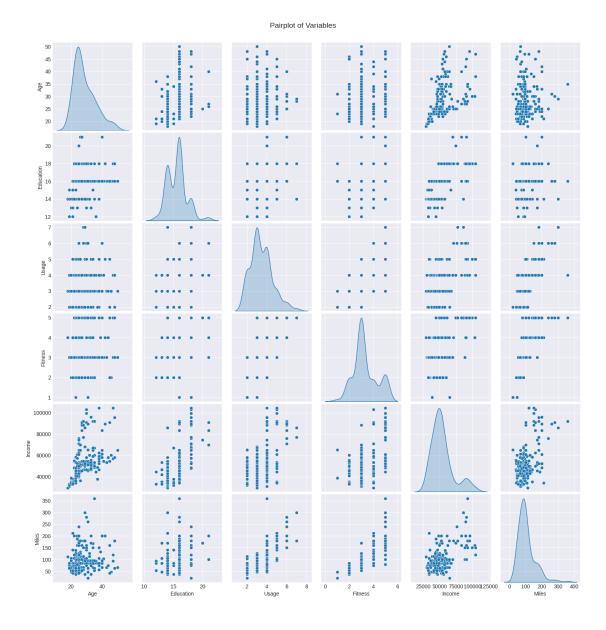


##Insights based on the correlation heatmap

- 1. Age has a moderate positive correlation with income (0.51) and a weak positive correlation with education (0.28), suggesting that older individuals tend to have higher incomes and education levels.
- 2. Education has a moderate positive correlation with income (0.63) and usage (0.40), indicating that individuals with higher education tend to have higher incomes and engage more with the product or service.
- 3. Usage has a strong positive correlation with fitness (0.67) and a moderate positive correlation with income (0.52), suggesting that individuals who use the product or service more tend to have higher fitness levels and incomes.
- 4. Fitness has a strong positive correlation with income (0.54) and miles (0.79), implying that individuals with higher fitness levels tend to have higher incomes and travel more miles or engage in more physical activity.
- 5. Income has a moderate positive correlation with miles (0.54), indicating that individuals with higher incomes tend to travel or engage in physical activity more.
- 6. The strongest correlation is between fitness and miles (0.79), suggesting a strong positive relationship between fitness levels and physical activity or distance traveled.

4.2.6 Pairplot with kde plot in diagonals

```
[]: # Plot the pairplot
sns.pairplot(aerofit_dataset, diag_kind='kde', palette=colors)
plt.suptitle('Pairplot of Variables', fontsize=14, y=1.02)
plt.show()
```



4.2.7 Insights from the pairplot

- 1. Many variables exhibit a roughly normal distribution, as indicated by the bell-shaped curves along the diagonal.
- 2. Some variables have a skewed distribution, with longer tails on either the left or right side, indicating the presence of outliers or skewness in the data.
- 3. There are strong positive linear relationships between certain pairs of variables, as evident from the elongated and diagonal scatter plots. For example, the variables in the bottom-right quadrant appear to have a strong positive correlation.
- 4. There are also negative linear relationships between some pairs of variables, where the scatter plots show a downward-sloping diagonal pattern. This suggests that as one variable increases, the other tends to decrease.

- 5. In some cases, the scatter plots reveal non-linear relationships or clusters of data points, indicating potential patterns or subgroups within the data.
- 6. The scatter plots along the diagonal represent the distribution of each individual variable, with higher concentrations of data points indicating more frequent values.
- 7. The pair plot allows for the identification of potential outliers or extreme values in the data, which can be observed as isolated points far from the main cluster or distribution.

5 Customer Segmentation and Marketing Strategies

5.1 Market Share Analysis:

• The KP281 treadmill commands the largest market share at 44.44%, followed by KP481 at 33.33% and KP781 at 22.22%.

5.2 Customer Profiles:

5.2.1 KP281 Model:

- **Demographics:** Predominantly aged between 22 to 33 years, with an even split between genders.
- **Income:** Customers typically earn between \$39,000 to \$53,000 annually.
- Usage & Fitness: Engage in treadmill activity 2 to 4 times per week, with a fitness rating averaging at 3.
- Education: Education levels range from 14 to 16 years, indicating a well-educated customer base.
- Mileage: Log a weekly running distance of 75 to 80 miles.
- Marital Status: Single female customers slightly outnumber single males.

###KP481 Model:

- **Demographics:** Primarily aged between 24 to 34 years, with a slightly higher preference among males.
- Income: Customers' annual income falls within the range of \$45,000 to \$53,000.
- Usage & Fitness: Usage frequency and fitness levels mirror those of the KP281 model.
- Education: Similar education levels to KP281, ranging from 14 to 16 years.
- Mileage: Customers typically run 75 to 100 miles weekly on the treadmill.
- Marital Status: Couples show a greater inclination towards purchasing the KP481.

5.2.2 KP781 Model:

- **Demographics:** Aged between 25 to 30 years, predominantly preferred by males.
- **Income:** Customers have a higher average income of \$59,000 to \$92,000 annually.
- Usage & Fitness: Engage in treadmill activity 4 times per week, with a fitness rating averaging at 4 to 5.
- Education: Higher educational attainment, ranging from 16 to 18 years.
- Mileage: Users typically cover a distance of 100 miles or more weekly.
- Marital Status: Partnered females show a higher preference for KP781 compared to males.

5.3 ** Marketing Recommendations:**

- Segmented Marketing: Position KP281 and KP481 as affordable options for individuals with incomes between \$39,000 to \$53,000, while marketing KP781 as a premium product for those with incomes exceeding \$59,000.
- Celebrity Endorsements: Collaborate with fitness influencers and athletes, such as Neeraj Chopra, to endorse the KP781 treadmill, emphasizing its advanced features.
- Targeted Campaigns: Launch targeted campaigns on special occasions like Women's Day and Mother's Day to encourage more female customers to adopt an active lifestyle.
- Expand Customer Base: Conduct market research to attract customers above the age of 50 by offering beginner-friendly models (KP281/KP481) and highlighting their ease of use and health benefits.
- **Upgrade Incentives:** Encourage existing customers to upgrade to higher-end models as their fitness levels increase, offering special discounts and loyalty rewards to drive repeat purchases.