Ignosis Hiring ML Task

Team Member:

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Task 1: Who are the most profitable customers

1. Premium Customers:

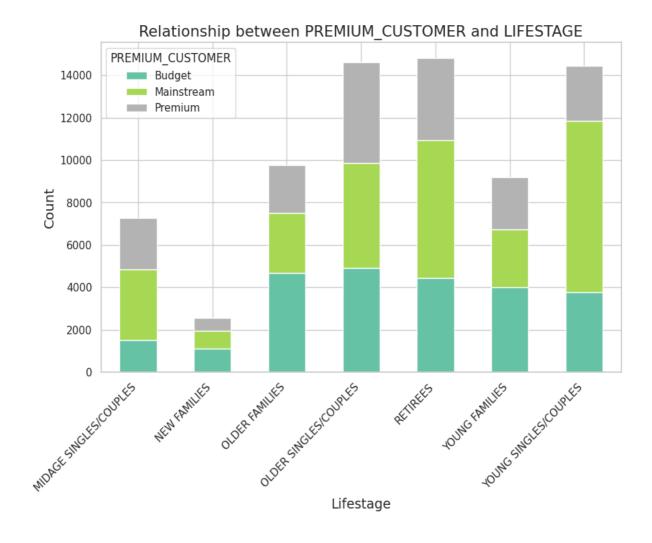
- The largest proportion of **Premium** customers belongs to the **OLDER SINGLES/COUPLES** group, indicating that this lifestage is the most significant for this customer category.
- The second-largest group of **Premium** customers is **RETIREES**, suggesting that older individuals and retirees are more likely to opt for premium offerings.

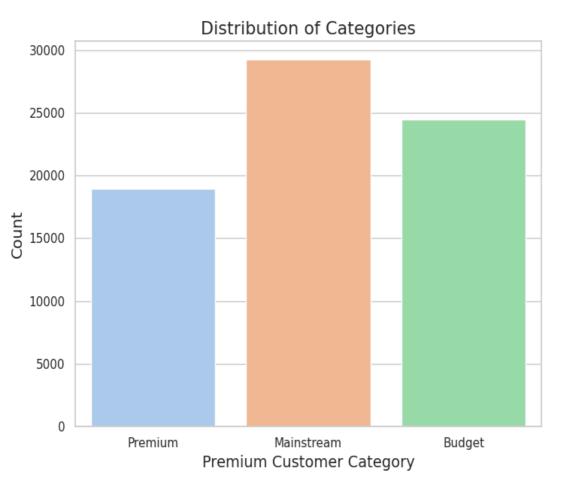
2. Mainstream Customers:

• The **Mainstream** customer segment is dominated by **YOUNG SINGLES/COUPLES**, highlighting that younger individuals and couples are the primary target for mainstream products or services.

3. Budget Customers:

The majority of Budget customers are concentrated in the OLDER FAMILIES, OLDER
 SINGLES/COUPLES, and RETIREES lifestages. This indicates that older individuals and families are more likely to prioritize budget-friendly options.





Key Observations:

 OLDER SINGLES/COUPLES are a significant group across all customer segments, particularly for Premium and Budget categories.

- YOUNG SINGLES/COUPLES are the primary drivers of the Mainstream segment, reflecting their preference for mid-tier offerings.
- **RETIREES** are more prominent in the **Premium** and **Budget** categories, suggesting a polarization in their purchasing behavior—either opting for premium products or seeking budget-conscious options.

Task 2: Top 3 Most Profitable Products and Characteristics of the most loyal customers

1. Dorito Corn Chp Supreme 380g

- Premium Customer Segmentation:
 - The **Budget** and **Mainstream** segments contribute equally (55 transactions each), while the **Premium** segment has fewer transactions (32).
 - This suggests that this product is **more popular among cost-conscious shoppers** rather than premium customers.

• Lifestage Segmentation:

- The highest transactions come from Young Families (35 transactions) and Older Families (32 transactions), indicating that this product is favored by families with children.
- Significant purchases also come from Young Singles/Couples (25) and Older Singles/Couples (20), meaning it appeals across generations.
- New Families (2 transactions) are the least engaged with this product.

Q Key Buyer Characteristics:

- Young and older families are the biggest buyers, possibly due to shared snacking habits.
- **Price-sensitive customers dominate purchases**, with Budget and Mainstream customers making up most of the transactions.

2. Smiths Crinkle Chips Salt & Vinegar 330g

• Premium Customer Segmentation:

- Budget (72) and Mainstream (68) customers buy this product almost equally, while Premium customers (40) also contribute significantly.
- Compared to Doritos, this product has more Premium customer engagement, suggesting it
 has broader appeal across income levels.

Lifestage Segmentation:

- Young Families (42 transactions) and Older Families (40 transactions) are the primary consumers, reinforcing the trend that families love this flavor.
- Older Singles/Couples (33 transactions) and Retirees (37 transactions) are also key buyers, making this product a strong favorite among older consumers.

• New Families (6 transactions) have the least interest in this product.

Q Key Buyer Characteristics:

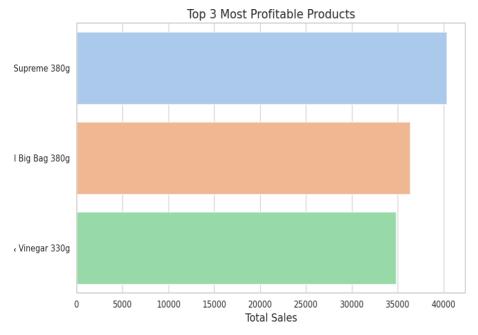
- Appeals to all customer tiers (Budget, Mainstream, and Premium), making it a widely accepted product.
- Popular among older and young families, as well as retirees, indicating a preference across age groups.

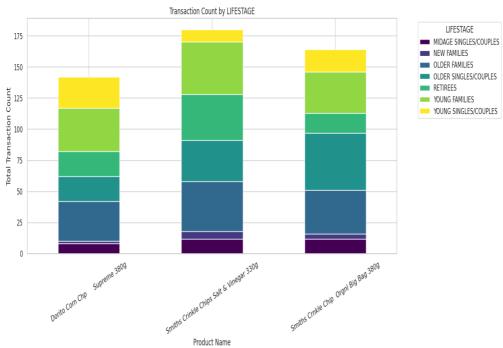
3. Smiths Crinkle Chip Original Big Bag 380g

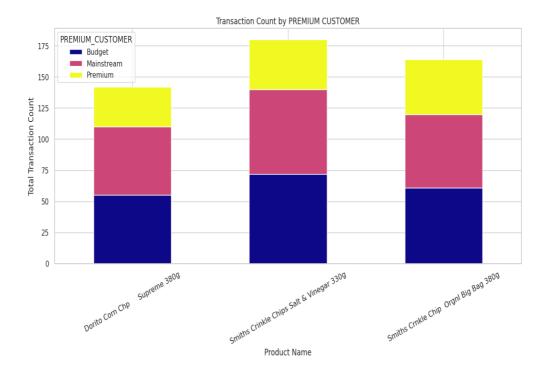
- Premium Customer Segmentation:
 - Budget (61) and Mainstream (59) customers dominate purchases, while Premium (44) also has strong engagement.
 - The Premium segment purchases this product more than the previous two chips, showing that it has better traction among higher-spending customers.
- Lifestage Segmentation:
 - Older Singles/Couples (46 transactions) make up the highest buyer group, meaning that this product resonates well with an older demographic.
 - Older Families (35), Young Families (33), and Retirees (16) also contribute significantly.
 - New Families (4 transactions) contribute the least, once again showing that newly established households do not frequently buy large chip packs.

Q Key Buyer Characteristics:

- Older consumers (Older Singles/Couples and Retirees) prefer this product, likely due to a nostalgic connection or preference for larger packs.
- Has better traction among Premium customers than the previous two products.
- Still maintains strong sales among Budget and Mainstream buyers.







Overall Characteristics of Top Buyers

- Budget & Mainstream Customers drive sales across all three products, suggesting that pricing plays a crucial role in purchasing decisions.
- Families (both young and old) are major consumers, reinforcing that snacks are commonly shared within households.
- Older Singles/Couples and Retirees engage heavily in purchasing the Smiths Crinkle Chips Original, possibly due to an established brand preference.
- Premium Customers engage more with Smiths Crinkle Chip Original Big Bag 380g compared to **Doritos**, which indicates that they may prefer classic, recognizable flavors over flavored variants.