# High-Demand Product Analysis: SaaS Dataset Insights

Analyzing Sales, Profit, and Customer Trends for Strategic Decision-Making



## **Business Context**

SaaS company looking to optimize product portfolio and investment.

#### **Key questions:**

- Which products are driving revenue?
- → Which products are most profitable?
- → Where should the business focus growth efforts?

## The dataset

Data includes sales, quantity, discount, profit, and customer information.

Focus on sales, profit, and geographic data for analysis.

Key features: Products, sales, profit margins, discounts, and customer segments.





## **Key Objectives**

- → Identify top-performing products based on sales and profit.
- Analyze demand from key customers, segments, and industries.
- Examine geographic variations in demand.
- Conduct correlation analysis to investigate relationships between sales, discounts, and profit margins.

## Methodology

#### **EDA**

Examined distributions of key features: Sales, profit, quantity, discounts.

Identified outliers and correlations.

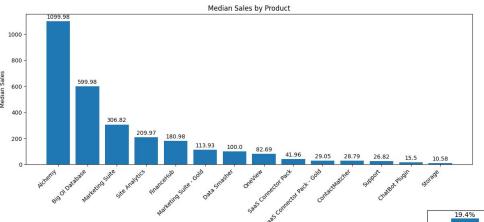
#### **Visualizations**

Used heatmaps, bar charts, and scatter plots to identify patterns and relationships.

#### **Business Context**

Focused on actionable insights that align with business goals (increasing profit and targeting key customer segments).

## Key Insights: Top Product (Sales and Profit)

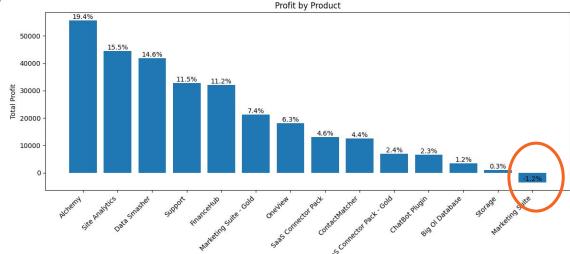


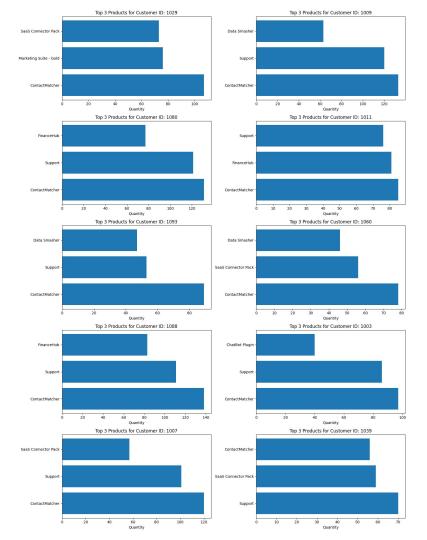
Top performers by median sales: Alchemy, Big Ol Database, and Marketing Suite

Big OI Database and Marketing Suite have low profits → high sales does not necessarily mean high profits.

Top performers by profit:

Alchemy, Site Analytics, Data Smasher



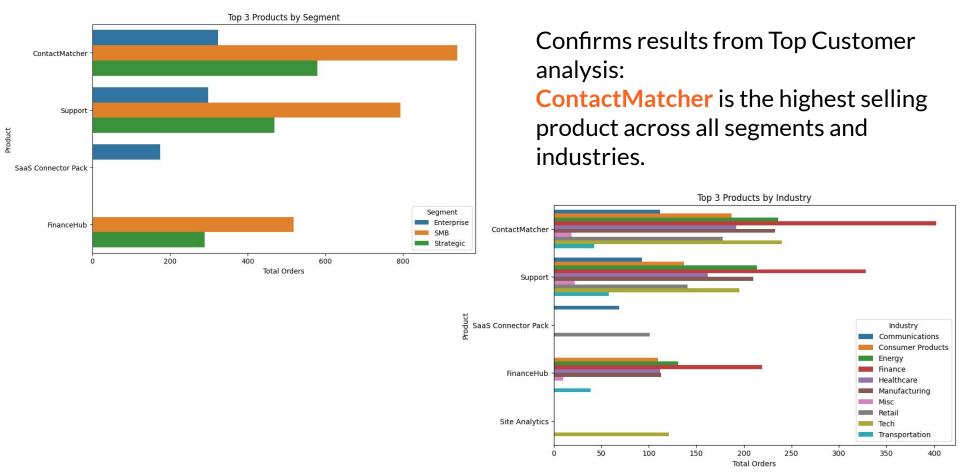


# **Key Insights: Top Customer Demand**

#### Analysis of top 10 customers

- Common traits: SMBs in Finance,
   Healthcare, and Manufacturing
- ContactMatcher is the most frequently purchased product among top customers.
  - Key product for customer loyalty
  - Opportunity for upselling

## **Key Insights: Top Product (Segment and Industry)**



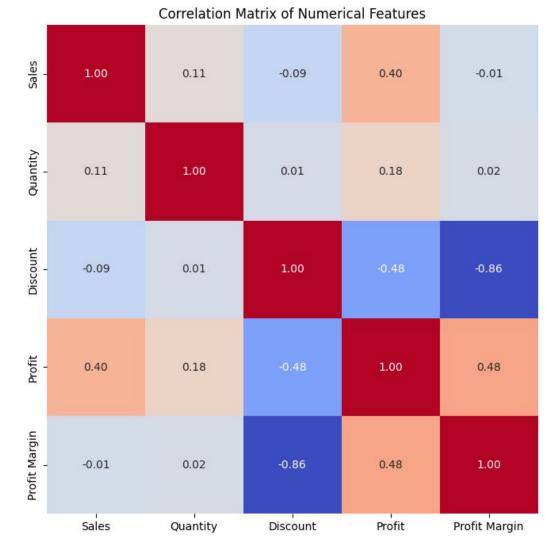


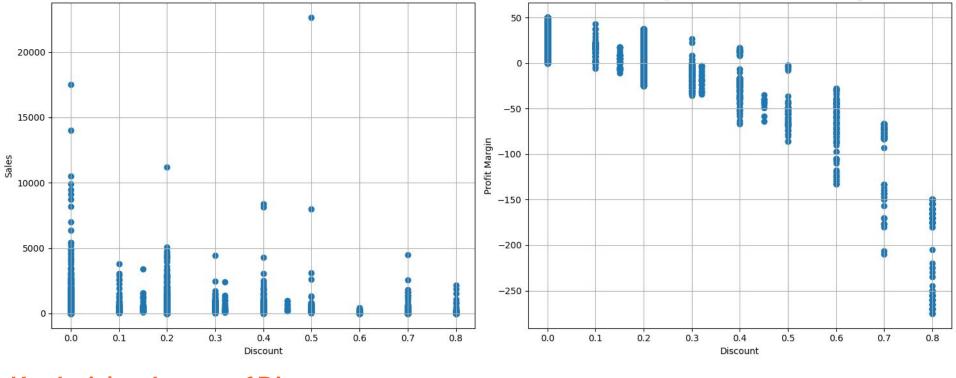
## Key Insights: Geographic Demand

- High-performing regions:
  - US, UK, and Japan have the strongest sales performance
  - ContactMatcher drives the sales in these regions
  - Focus on these regions for further sales efforts
- Low-performing regions:
  - Denmark, Qatar, and Iceland have the lowest sales performance.

## Key Insights: Correlation

- Discounts negatively affects both profit and profit margin, with a particularly strong impact on margins.
- Discounts also have a weak correlation with sales and quantity, meaning that it also does not boost them.
- Sales are moderately correlated with profit, but the effect is not overwhelming.





Relationship between Discounts and Profit Margin

## **Key Insights: Impact of Discount**

Relationship between Discounts and Sales

Discounts not only fail to boost sales, but higher discounts even may slightly reduce sales volume. More importantly, discounts strongly erode profit margins, creating a significant tradeoff between attempting to increase sales through discounting and the detrimental effect on profitability.

## **Business Recommendations**

## Focus on High-Performing Products

- o Prioritize Alchemy, Site Analytics, and Data Smasher (top revenue and profit drivers).
- Prioritize ContactMatcher that has consistently perform well across segments and industries.

## Capitalize on Key Customer Segments

- Target SMBs in Finance, Healthcare, and Manufacturing for high demand.
- Leverage ContactMatcher to boost customer loyalty and explore upselling opportunities.

## Geographic Focus for Growth

Strengthen sales in US, UK, and Japan where ContactMatcher performs well.

## Refine Discount Strategy

- Minimize heavy discounting as it reduces profit margins and has little effect on sales volume.
- Focus on value-based pricing, bundling, and limited-time offers instead.

## Optimize Profitability Over Volume

- Shift focus from sales volume to profitability.
- Sell high-margin products and target high-value customers to ensure long-term growth.



## **Conclusion**

- Focus on top-performing products, key customer segments, and high-growth regions
- Minimize the impact of discounts



# Thank you for your attention!

For more details about the project, feel free to check out the project <u>here</u>.

