MuscleHub A/B Test Results

Does Membership Increase If The Fitness Test is Removed?

The Problem

Optimizing the Membership Process

Current Process for MuscleHub Membership:

- Take a Fitness Test with a Personal Trainer
- Fill Out an Application
- Send in First Month's Payment

Does the Fitness Test Intimidate Potential Members?

Optimizing the Membership Process

Proposed A/B Test Setup:

- A. Same Procedure
 - Fitness Test
 - Application
 - Payment
- B. Skip Fitness Test
 - Application
 - Payment

Hypothesis:

VISITORS IN GROUP B WILL BE MORE LIKELY TO PURCHASE A MEMBERSHIP

Interviews

Interviews

I always wanted to work out like all of the shredded people on the fitness accounts I see on Instagram, but I never really knew how to start. MuscleHub's introductory fitness test was super helpful for me! After taking the fitness test, I had to sign up and keep coming back so that I could impress my trainer Rachel with how much I was improving!

- Cora, 23, Hoboken

When I walked into MuscleHub I wasn't accosted by any personal trainers trying to sell me some mumbo jumbo, which I really appreciated. Down at LiftCity they had me doing burpees 30 seconds after I walked in the door and I was like "woah guys slow your roll, this is TOOOO much for Jesse!" I still ended up not signing up for a membership because the weight machines had all those sweat stains on them and you know, no thanks.

- Jesse, 35, Gowanes

Interviews

I took the **MuscleHub fitness test** because my coworker Laura recommended it. **Regretted it**.

- Sonny "Dad Bod", 26, Brooklyn

I saw an ad for MuscleHub on BookFace and thought I'd check it out! The people there were suuuuuper friendly and the whole sign-up process took a matter of minutes. I tried to sign up for LiftCity last year, but the fitness test was way too intense. This is my first gym membership EVER, and MuscleHub made me feel welcome.

- Shirley, 22, Williamsburg

The fitness test is mostly perceived as negative

Dataset and Experimental Setup

Dataset

The dataset consists of the following:

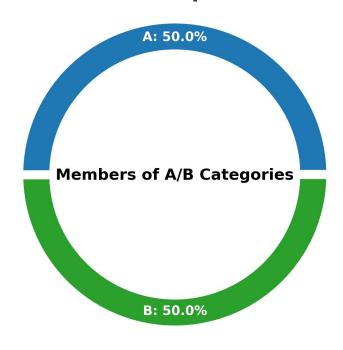
- Quantitative Databases
 - o visits.csv Visitors' names, contact info, and date of visit
 - fitness_test.csv Date of the fitness test
 - o applications.csv-Date of application
 - purchases.csv Date of membership payment
- Qualitative
 - o interviews.txt-Interiews with the visitors
 - Discussed in previous section

Dataset

The databases were joined to provide a complete set of data containing:

- First Name
- Last Name
- Gender
- Email
- Visit
- Fitness Test
- Application
- Purchase

A/B Group Sizes



A: Fitness Test (Untreated)

2504

B: No Fitness Test (Treated)

2500

Both A/B Groups were approximately equal in size

Hypothesis Testing

Hypotheses

Three Hypotheses Tested:

- Group B turned in Applications at a higher rate than Group A
- Group A purchased a membership after they applied at a higher rate than Group B
- Group B has a higher rate of membership than Group A

Statistical Significance

- Binomial Test
 - \circ H_n: There is no difference in the expected and observed rates (probabilities)
 - Exact Test
- X² Test
 - \circ H_n: There is no relationship between the two rates (probabilities)
 - Approximation (applicable to large data sets)
- Significance level: p < 0.05

Both were used (since they test different hypotheses) and expected to yield the same results.

Hypothesis Test Results

Three Hypotheses Tested:

- Group B turned in Applications at a higher rate than Group A
 - Significant
- Group A purchased a membership after they applied at a higher rate than Group B
 - Not Significant
- Group B has a higher rate of membership than Group A
 - Significant

+25% Lift

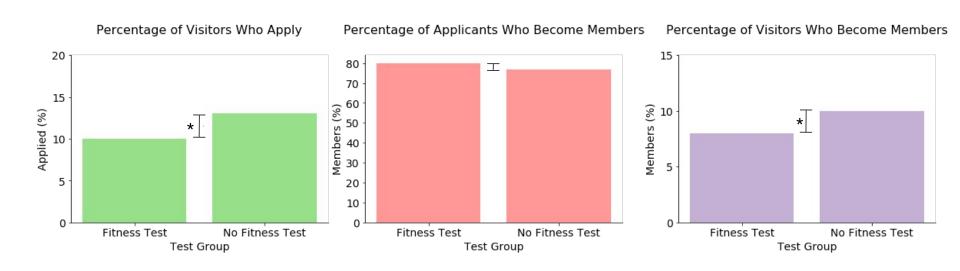
Group B had a 2.0 percentage point increase in purchase corresponding to a 25% lift in membership payments.

A: 7.99 % Purchase | B: 10.00% Purchase

Group B applied and became members at a greater rate than Group A

Results

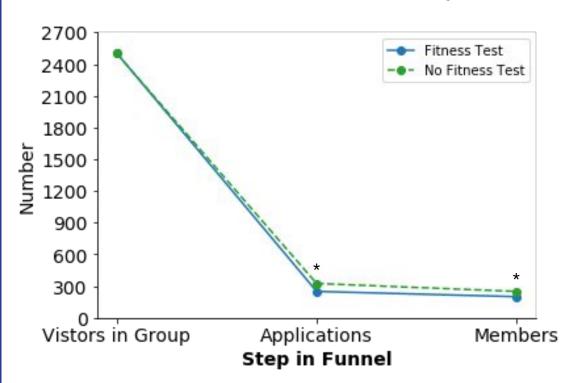
Acquisition Funnel



* Significant Difference

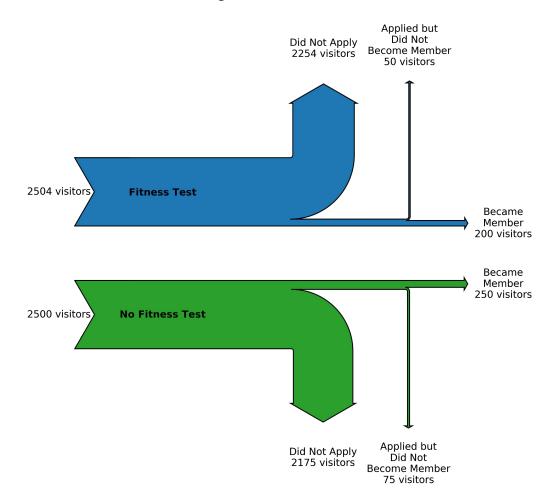
Acquisition Funnel: Line Chart

Visitors in Each Test Group



Acquisition Funnel: Sankey Diagram

Flow Diagram of MuscleHub Visitors



Recommendation:

MUSCLEHUB SHOULD NOT REQUIRE A FITNESS TEST BEFORE APPLYING

Next Steps:

- Determine Lifetime
 Value of each group
- Should Fitness Test be optional?