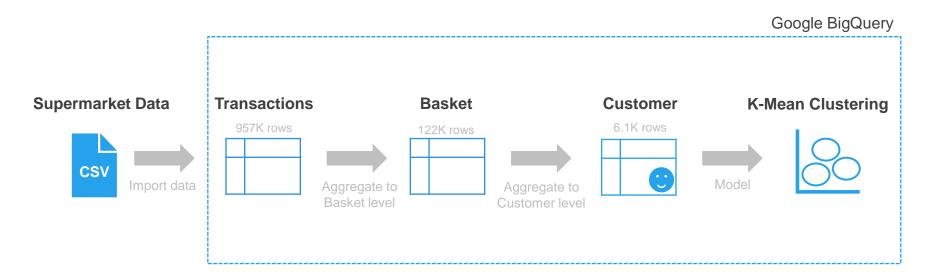


DUNNHUMBY DATABASE

PROJECT FLOW



FEATURE SELECTION

Feature Selection

Customer 6.1K rows

Features	Definition
AGE	No of month between first and last visit
LAST_VISIT	No of month between last visit to this month
PROB_AFTERNOON	Probability to visit on afternoon
PROB_EVENING	Probability to visit on evening
PROB_BAS_M	Probability to purchase basket size "M"
PROB_BAS_S	Probability to purchase basket size "S"
PROB_WEEKEND	Probability to visit on weekend
PROB_WEEKDAY	Probability to visit on weekday

K-Mean Clustering





BIGQUERY RESULT

Metrics

Davies-Bouldin index 1.6476

Mean squared distance 4.0413

Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features

AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_M, PROB_BAS_S, PROB_EVEN... ▼

Centroid Id	Count	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_BAS_M	PROB_BAS_S	PROB_EVENING	PROB_WEEKDAY	PROB_WEEKEND
1	1,778	19.5832	2.4454	0.6297	0.4068	0.2554	0.1423	0.7292	0.2708
2	1,361	19.2572	2.3784	0.2497	0.3161	0.4160	0.5773	0.6900	0.3100
3	795	1.2528	14.8201	0.4882	0.3274	0.4794	0.3038	0.0574	0.9426
4	1,122	2.4688	13.6738	0.4551	0.0171	0.9608	0.2869	0.9421	0.0579
5	1,044	1.4531	15.2443	0.4024	0.6389	0.0560	0.3994	0.9617	0.0383

CENTROID_ID	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_EVENING	PROB_BAS_M	PROB_BAS_S	PROB_WEEKEND	PROB_WEEKDAY
1	20.24	2.26	0.62	0.15	0.4	0.26	0.28	0.72
2	18.75	2.52	0.24	0.59	0.32	0.42	0.31	0.69
3	1.27	14.81	0.49	0.3	0.33	0.48	0.94	0.06
4	2.45	13.68	0.45	0.29	0.02	0.96	0.06	0.94
5	1.52	15.0	0.43	0.37	0.64	0.05	0.04	0.96

INTREPRETING RESULTS

Loyalty housewife

1.7K of members (29% of base) 66% of revenue contribution Long period membership Medium to high basket size Low Recency Weekday afternoon visit

Offer coupon discount for maintain frequency

Loyalty salaryman

1.3K of members (22% of base) 32% of revenue contribution Long period membership Small to medium basket size Low Recency Weekday evening visit

Offer promotion to increase basket size and maintain frequency

High value Win-back 1.1K of members (18% of base)
1.5% of revenue contribution
Short period membership
Medium to high basket size
High Recency
Weekday afternoon visit

Offer attractive promotion to win-back

Weekend Win-back 0.8K of members (13% of base)
0.7% of revenue contribution
Short period membership
Small to medium basket size
High Recency
Weekend afternoon visit

Offer promotion to win-back

Weekday Win-back 1.1K of members (18% of base)
0.4% of revenue contribution
Short period membership
Small to medium basket size
High Recency
Weekday afternoon visit

Offer promotion to win-back

APPENDIX

BigQuery: Transaction to Basket

```
CREATE TABLE 'bads7105-308204.supermarket.basket' AS
SELECT *, DATE DIFF(DATE'2008-07-06', SHOP DATE, MONTH) AS LAST VISIT
FROM (SELECT
 CAST(BASKET ID AS STRING) AS BASKET ID.
 CUST CODE.
 CUST PRICE SENSITIVITY.
 CUST LIFESTAGE.
 PARSE DATE("%Y%m%d",
  CAST (SHOP DATE AS STRING)) AS SHOP DATE,
 SHOP_WEEKDAY,
 (CASE WHEN shop_weekday IN (1, 7) THEN 1 ELSE 0 END) AS is_weekend,
 SHOP HOUR.
 (CASE WHEN shop hour <= 11 THEN 'morning'
  WHEN shop hour BETWEEN 12 AND 16 THEN 'afternoon'
  ELSE 'evening' END ) AS shop davtime.
  BASKET_SIZE,
 BASKET TYPE.
 BASKET PRICE SENSITIVITY,
  BASKET DOMINANT MISSION,
 SUM(SPEND) AS TOTAL SPEND
FROM 'bads7105-308204.supermarket.supermarket'
WHERE CUST_CODE IS NOT NULL
GROUP BY BASKET ID, CUST CODE, CUST PRICE SENSITIVITY, CUST LIFESTAGE, SHOP DATE,
SHOP WEEKDAY, SHOP HOUR, BASKET SIZE, BASKET TYPE, BASKET PRICE SENSITIVITY, BASKET DOMINANT MISSION)
```

BigQuery: Basket to Customer

```
# CUSTOMER SINGLE VIEW
CREATE TABLE 'bads7105-308204.supermarket.customer' as
SELECT *.
# CUSTOMER PRICE SENSIVITY ("LA'=Less Affluent, "MM"=Mid Market, "UM"=Up Market, "XX"=Unclass)
(CASE WHEN CUST PRICE SENSITIVITY = 'LA' THEN 1 ELSE 0 END) AS CUS PRICE LA,
(CASE WHEN CUST PRICE SENSITIVITY = 'MM' THEN 1 ELSE 0 END) AS CUS PRICE MM,
(CASE WHEN CUST PRICE SENSITIVITY = 'UM' THEN 1 ELSE 0 END) AS CUS PRICE UM.
#CUSTOMER LIFESTAGE ("OA"=Older Adult, "OF"=Older Families, "OT"=Other, "PE"=Pensioners, "YA"=Young Adults, "YF"=Young Families)
(CASE WHEN CUST LIFESTAGE = 'OA' THEN 1 ELSE 0 END) AS CUS LIFE OA,
(CASE WHEN CUST LIFESTAGE = 'OF' THEN 1 ELSE 0 END) AS CUS LIFE OF,
(CASE WHEN CUST LIFESTAGE = 'OT' THEN 1 ELSE 0 END) AS CUS LIFE OT.
(CASE WHEN CUST LIFESTAGE = 'PE' THEN 1 ELSE 0 END) AS CUS LIFE PE.
(CASE WHEN CUST LIFESTAGE = 'YA' THEN 1 ELSE 0 END) AS CUS LIFE YA,
(CASE WHEN CUST LIFESTAGE = 'YF' THEN 1 ELSE 0 END) AS CUS LIFE YF,
FROM (
SELECT CUST CODE .CUST PRICE SENSITIVITY.CUST LIFESTAGE.
COUNT(DISTINCT BASKET ID) AS TOTAL VISIT,
SUM(TOTAL SPEND) AS TOTAL SPEND,
ROUND(AVG(TOTAL_SPEND),2) AS AVG_SPEND,
MIN(LAST VISIT) AS LAST VISIT.
COALESCE(SAFE DIVIDE(COUNT(DISTINCT BASKET_ID), DATE_DIFF(MAX(SHOP_DATE), MIN(SHOP_DATE), MONTH)), 0) AS AVG_VISIT_PER_MONTH,
# NO OF MONTH BETWEEN FIRST VISIT AND LAST VISIT
DATE DIFF(MAX(SHOP DATE), MIN(SHOP DATE), MONTH) AS AGE.
# PROBABILITY TO VISIT ON WEEKDAY & WEEKEND
COALESCE(SAFE DIVIDE(SUM(is weekend), COUNT(DISTINCT BASKET ID)), 0) AS PROB WEEKEND,
COALESCE(SAFE DIVIDE(SUM(IF(is weekend=0,1,0)),COUNT(DISTINCT BASKET ID)),0) AS PROB WEEKDAY,
```

BigQuery: Basket to Customer

PROBABILITY TO VISIT ON TIME

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN shop_daytime = 'morning' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_MORNING, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN shop_daytime = 'afternoon' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_AFTERNOON, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN shop_daytime = 'evening' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_EVENING,

PROBABILITY OF BASKET SIZE TO TOTAL VISIT

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_SIZE='L' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_L, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_SIZE='M' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_M, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_SIZE='S' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_S,

PROBABILITY OF BASKET TYPE TO TOTAL VISIT

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_TYPE='Full Shop' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_TYPE_FULL, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_TYPE='Small Shop' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_TYPE_SMALL, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_TYPE='Top Up' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_TYPE_TOPUP,

PROBABILITY OF BASKET PRICE SENSITIVITY TO TOTAL VISIT

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_PRICE_SENSITIVITY='LA' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_PRICE_LA, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_PRICE_SENSITIVITY='MM' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_PRICE_MM, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_PRICE_SENSITIVITY='UM' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_PRICE_UM,

PROBABILITY OF BASKET DOMINANT TO TOTAL VISIT

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_DOMINANT_MISSION='Fresh' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_DOMI_FRESH, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_DOMINANT_MISSION='Grocery' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_DOMI_GROCE RY.

COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_DOMINANT_MISSION='Mixed' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_DOMI_MIXED, COALESCE(SAFE_DIVIDE(SUM(CASE WHEN BASKET_DOMINANT_MISSION='Nonfood' THEN 1 ELSE 0 END), COUNT(DISTINCT BASKET_ID)), 0) AS PROB_BAS_DOMI_NONFO OD

FROM 'bads7105-308204.supermarket.basket'

GROUP BY CUST_CODE, CUST_PRICE_SENSITIVITY, CUST_LIFESTAGE)

Modelling

CREATE MODEL

```
'bads7105-308204.supermarket.mvmodel'
OPTIONS
( MODEL TYPE='KMEANS',
NUM CLUSTERS=7.
KMEANS INIT METHOD='RANDOM') AS
SELECT
AGE,
LAST VISIT,
PROB AFTERNOON.
PROB EVENING.
PROB BAS M.
PROB BAS S.
PROB WEEKEND,
PROB WEEKDAY
FROM 'bads7105-308204.supermarket.customer'
WHERE CUST CODE IS NOT NULL
```

Model Interpreting

```
CREATE TABLE 'bads7105-308204.supermarket.result7 3' AS
SELECT.
CENTROID ID.
ROUND(AVG(AGE),2) AS AGE,
ROUND(AVG(LAST VISIT),2) AS LAST VISIT,
ROUND(AVG(PROB_AFTERNOON),2) AS PROB_AFTERNOON,
ROUND(AVG(PROB_EVENING),2) AS PROB_EVENING,
ROUND(AVG(PROB_BAS_M),2) AS PROB_BAS_M,
ROUND(AVG(PROB BAS S),2) AS PROB BAS S,
ROUND(AVG(PROB WEEKEND),2) AS PROB WEEKEND,
ROUND(AVG(PROB WEEKDAY),2) AS PROB WEEKDAY
from
(select
  * except(nearest centroids distance)
from
  ML.PREDICT(MODEL `bads7105-308204.supermarket.mvmodel7 3`.
SELECT AGE, LAST VISIT,
PROB_AFTERNOON, PROB_EVENING,
PROB BAS M. PROB BAS S.
PROB WEEKEND, PROB WEEKDAY
FROM 'bads7105-308204.supermarket.customer'
WHERE CUST CODE IS NOT NULL
GROUP BY CENTROID ID
```

Metrics

Davies-Bouldin index 3.0893 Mean squared distance 24.4388

Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features

AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_DOMI_FRESH, PROB_BAS_M, ... ▼

1st Model Result

• From all features, We found top10 features that nearest centroid.

Centroid Id	Count	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_BAS_DOMI_FRESH	PROB_BAS_M	PROB_BAS_PRICE_MM	PROB_BAS_S	PROB_EVENING	PROB_WEEKDAY	PROB_WEEKEND
1	805	2.3739	14.1801	0.7169	0.7041	0.4829	0.3434	0.4985	0.2330	0.7988	0.2012
2	334	26.0539	0.3174	0.4628	0.5327	0.3630	0.5042	0.2263	0.3027	0.7161	0.2839
3	1,042	17.0413	4.4885	0.4728	0.4046	0.3145	0.4231	0.1352	0.3538	0.7152	0.2848
4	1,453	17.6105	3.5836	0.4707	0.5398	0.5041	0.6058	0.4029	0.3540	0.6636	0.3364
5	656	5.0107	11.3430	0.0682	0.3286	0.2947	0.7612	0.6941	0.0253	0.7226	0.2774
6	765	6.3673	11.3111	0.4778	0.4856	0.1998	0.5855	0.0375	0.3809	0.7264	0.2736
7	1,045	4.0144	12.5598	0.4398	0.1881	0.1757	0.9141	0.8141	0.5161	0.6898	0.3102

Metrics

Davies-Bouldin index 1.911

Mean squared distance 5.2666

Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_DOMI_FRESH, PROB_BAS_M, ... ▼

2nd Model Result

• Delete features "PROB_BAS_PRICE" and "PROB_BAS_DOMI" because it don't have different mean between cluster that use for segmentation



CENTROID_ID	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_EVENING	PROB_BAS_S	PROB_BAS_M	PROB_WEEKEND	PROB_WEEKDAY	PROB_BAS_PRICE_MM	PROB_BAS_DOMI_FRESH
1	1.38	15.0	0.7	0.03	0.49	0.32	0.93	0.07	0.65	0.41
2	21.78	1.78	0.57	0.18	0.28	0.39	0.29	0.71	0.53	0.5
3	4.32	11.97	0.57	0.09	0.93	0.03	0.09	0.91	0.8	0.36
4	1.39	15.18	0.03	0.92	0.41	0.33	0.02	0.98	0.57	0.44
5	18.88	2.37	0.24	0.62	0.37	0.36	0.29	0.71	0.57	0.45
6	2.44	13.53	0.72	0.05	0.05	0.68	0.06	0.94	0.53	0.47
7	2.06	13.12	0.02	0.95	0.51	0.31	0.87	0.13	0.66	0.46



Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features

AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_M, PROB_BAS_S, PROB_EVEN... ▼

3rd Model Result

- DBI and MSD index decreased from 2nd model
- · Try to decreased no. of K in next model

Centroid Id	Count	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_BAS_M	PROB_BAS_S	PROB_EVENING	PROB_WEEKDAY	PROB_WEEKEND
1	760	14.2632	3.9776	0.5655	0.1484	0.7128	0.1345	0.7037	0.2963
2	819	17.5421	2.7656	0.1917	0.3316	0.3775	0.7116	0.6905	0.3095
3	763	1.2202	14.8375	0.4808	0.3307	0.4776	0.3117	0.0406	0.9594
4	941	1.2019	15.0659	0.4360	0.0111	0.9717	0.3143	0.9727	0.0273
5	657	1.9132	14.6195	0.0704	0.6165	0.0738	0.6606	0.9494	0.0506
6	595	2.7328	13.4151	0.9065	0.6005	0.0606	0.0222	0.9320	0.0680
7	1,565	23.1048	1.4383	0.5295	0.4411	0.2068	0.2257	0.7140	0.2860

CENTROID_ID	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_EVENING	PROB_BAS_M	PROB_BAS_S	PROB_WEEKEND	PROB_WEEKDAY
3	1.2	14.83	0.48	0.31	0.33	0.48	0.96	0.04
2	17.25	2.84	0.19	0.72	0.33	0.37	0.31	0.69
7	22.73	1.52	0.53	0.22	0.44	0.21	0.28	0.72
4	1.07	15.22	0.44	0.32	0.01	0.97	0.02	0.98
1	14.26	4.14	0.55	0.14	0.13	0.77	0.3	0.7
5	1.89	14.63	0.07	0.66	0.62	0.07	0.05	0.95
6	2.7	13.44	0.91	0.02	0.59	0.06	0.07	0.93

Metrics

Davies-Bouldin index 1.5321 Mean squared distance 3.6578

Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features

AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_M, PROB_BAS_S, PROB_EVEN... ▼

4th Model Result

- DBI and MSD index slightly increased from 3nd model but acceptable.
- · Try to decreased no. of K in next model

Centroid Id	Count	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_BAS_M	PROB_BAS_S	PROB_EVENING	PROB_WEEKDAY	PROB_WEEKEND
1	1,874	21.8431	1.7006	0.5588	0.3723	0.3109	0.1855	0.7153	0.2847
2	1,037	17.7541	2.7319	0.2171	0.3192	0.4143	0.6423	0.6841	0.3159
3	773	1.2704	14.7477	0.4830	0.3273	0.4830	0.3074	0.0452	0.9548
4	1,092	2.2601	13.7949	0.4558	0.0141	0.9649	0.2836	0.9440	0.0560
5	656	1.9756	14.6265	0.0642	0.6101	0.0765	0.6624	0.9550	0.0450
6	668	3.3234	12.7919	0.8872	0.6025	0.0725	0.0353	0.8983	0.1017

CENTROID_ID	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_EVENING	PROB_BAS_M	PROB_BAS_S	PROB_WEEKEND	PROB_WEEKDAY
1	21.73	1.74	0.56	0.19	0.38	0.31	0.29	0.71
2	17.68	2.77	0.22	0.65	0.31	0.42	0.32	0.68
3	1.26	14.76	0.48	0.31	0.33	0.48	0.95	0.05
4	2.29	13.81	0.45	0.28	0.01	0.97	0.06	0.94
5	2.18	14.44	0.07	0.66	0.62	0.08	0.05	0.95
6	3.11	12.94	0.9	0.03	0.6	0.07	0.08	0.92

Metrics

Davies-Bouldin index 1.6476 Mean squared distance 4.0413

Numeric features

This table shows the centroid value for each feature. Use the select menu to view more numeric features.

Selected Features

AGE, LAST_VISIT, PROB_AFTERNOON, PROB_BAS_M, PROB_BAS_S, PROB_EVEN... ▼

Centroid Id	Count	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_BAS_M	PROB_BAS_S	PROB_EVENING	PROB_WEEKDAY	PROB_WEEKEND
1	1,778	19.5832	2.4454	0.6297	0.4068	0.2554	0.1423	0.7292	0.2708
2	1,361	19.2572	2.3784	0.2497	0.3161	0.4160	0.5773	0.6900	0.3100
3	795	1.2528	14.8201	0.4882	0.3274	0.4794	0.3038	0.0574	0.9426
4	1,122	2.4688	13.6738	0.4551	0.0171	0.9608	0.2869	0.9421	0.0579
5	1,044	1.4531	15.2443	0.4024	0.6389	0.0560	0.3994	0.9617	0.0383

AVG. by cluster group

CENTROID_ID	AGE	LAST_VISIT	PROB_AFTERNOON	PROB_EVENING	PROB_BAS_M	PROB_BAS_S	PROB_WEEKEND	PROB_WEEKDAY
1	20.24	2.26	0.62	0.15	0.4	0.26	0.28	0.72
2	18.75	2.52	0.24	0.59	0.32	0.42	0.31	0.69
3	1.27	14.81	0.49	0.3	0.33	0.48	0.94	0.06
4	2.45	13.68	0.45	0.29	0.02	0.96	0.06	0.94
5	1.52	15.0	0.43	0.37	0.64	0.05	0.04	0.96

• DBI and MSD index slightly increased from 4nd model but acceptable.