### Immersive Capstone:

#### Instacart Customer Behavior Analysis

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#### Goal

- Present insights with actionable marketing strategy to optimize hypertargeted marketing campaigns
- Offer basket analysis with marketing recommendations for specific user groups

#### Instacart Data

- Total Users: 206k
- Total Orders: 3.2 m
- Total Products: 48k
- Order details: dow, hour, days between orders, product descriptions

## Methodology

- SQL
- Python
- Excel

users_orders		insta_user_product_purchase		instacart_prodqt_bydept	
order_id	integer	user_id	numeric	department_id	
user_id	numeric	order_dow	integer	order_id	
		product_name	character varying	product_qt	
		product_id	integer		
		order_id	integer		
user_order					
user_id	numeric			user_groups_departments	
num_order	integer	Insta users		order_id	integer
max_days_since_order	numeric	user_id	numeric	product_id	integer
min_days_since_order	numeric	order_id	integer	product_name	character varying
avg_days_since_order	numeric	department_id	integer	aisle_id	numeric
		product_qt	integer	department_id	integer
		quartilespqt	integer	add_to_cart_order	integer
user_groups_department		user_cat	character varying(50)	reordered	integer
user_id	integer				
order_id	integer	Insta_basket			
department_id	character varying	order_id	integer	total_or_re	
product_qt	numeric	product_id	integer	product_id	integer
quartilespqt	integer	product_name	character varying	total_orders	bigint
		quantity	integer	total_reorders	bigint
				department_id	integer
order_dow					
user_id	numeric				
order_dow	integer				
count	bigint				

## Background

- E-commerce platform founded in 2012
- Apoorva Mehta, CEO and Founder
- Personal shoppers fulfill orders on-site and deliver items to customers

"Instacart is building the best way for people anywhere in the world to shop for groceries."



#### Instacart Delivers

#### **Customers**

- Products You Love -
- Same day delivery
- Save time and money (exclusive deals of popular items)

#### **Partners**

- A way to make same day deliveries
- Digital storefront and marketing campaigns

# Total Items by Users Groups

Quantity of items purchased by users used to determine user groups

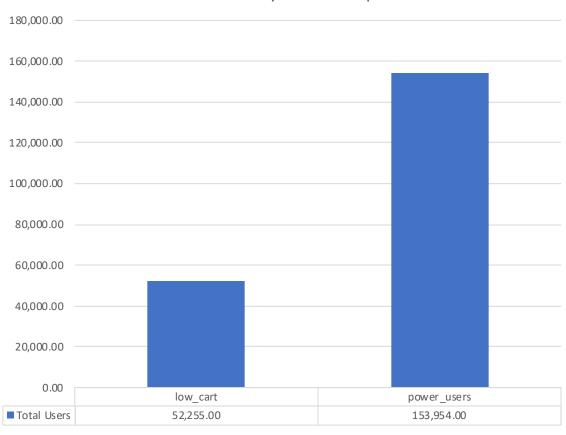
- Low cart: lower quartile
- Power users: top 75% of users

#### Total Items by Users



#### Power User vs Low Cart





# By Department

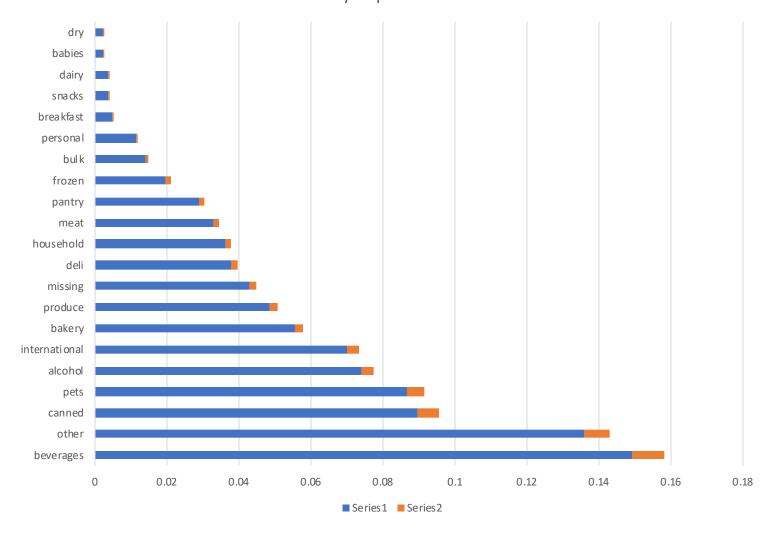
Low Cart Users

#### Power User vs Low Cart Orders By Department

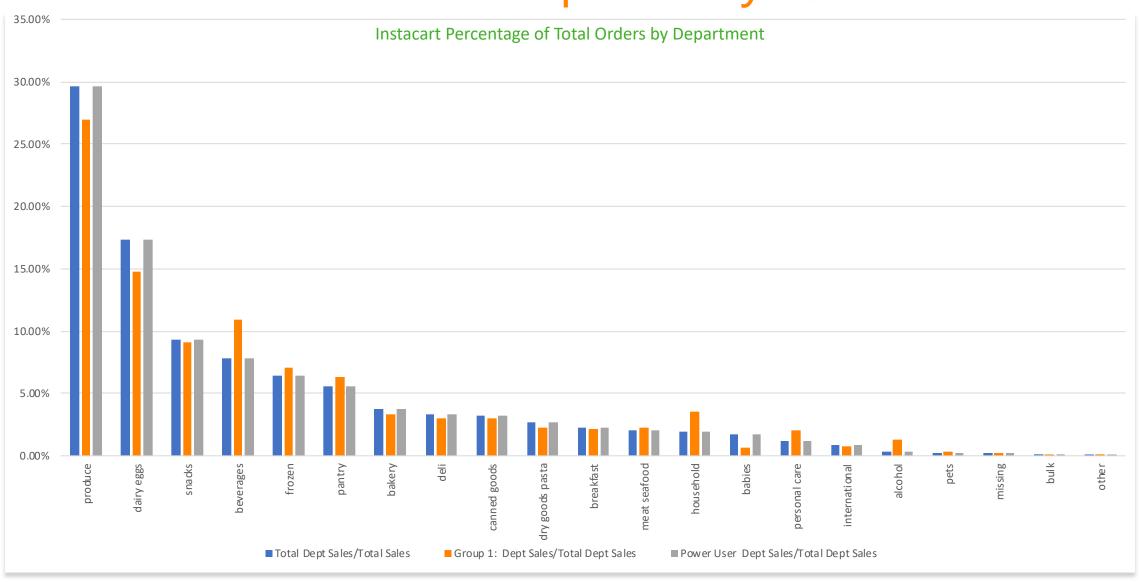
## Mighty Orders

Low cart users purchased 25% of all items sold

And only made 5% of total orders



## User Groups Analysis



# What's in your order?

Number of orders containing products from each department

11% of orders included breakfast items

2x number of orders containing items from other departments

alcohol	55,130.00	F0/			
		5%	1,125,888.00	95%	1,181,018.00
babies	1,899.00	5%	33,157.00	95%	35,056.00
bakery	34,409.00	4%	847,147.00	96%	881,556.00
beverages	135,544.00	6%	2,273,776.00	94%	2,409,320.00
breakfast	9,670.00	11%	75,019.00	89%	84,689.00
bulk	7,266.00	3%	214,271.00	97%	221,537.00
canned	93,131.00	6%	1,364,220.00	94%	1,457,351.00
dairy	2,896.00	5%	56,386.00	95%	59,282.00
deli	20,219.00	3%	577,643.00	97%	597,862.00
dry	1,110.00	3%	32,692.00	97%	33,802.00
frozen	18,353.00	6%	300,202.00	94%	318,555.00
household	23,673.00	4%	551,058.00	96%	574,731.00
international	53,426.00	5%	1,064,466.00	95%	1,117,892.00
meat	21,528.00	4%	503,660.00	96%	525,188.00
missing	26,042.00	4%	655,263.00	96%	681,305.00
other	107,642.00	5%	2,069,696.00	95%	2,177,338.00
pantry	30,461.00	6%	440,319.00	94%	470,780.00
personal	4,417.00	2%	173,295.00	98%	177,712.00
pets	71,638.00	5%	1,319,809.00	95%	1,391,447.00
produce	29,155.00	4%	741,145.00	96%	770,300.00
snacks	2,491.00	4%	56,986.00	96%	59,477.00
					15,226,198.00

## Departments of Interest

#### **Low Cart**

- Breakfast (1st)
- Beverages (5th)
- Babies (6th)

#### **Power**

- Personal (1st)
- Bulk(2nd)
- Produce (5th)
- Bakery (7th)
- Household (9th)

### Low Cart User Strategy

- Increase orders by low cart users
- Market products from low cart top departments to low cart user (BBB)

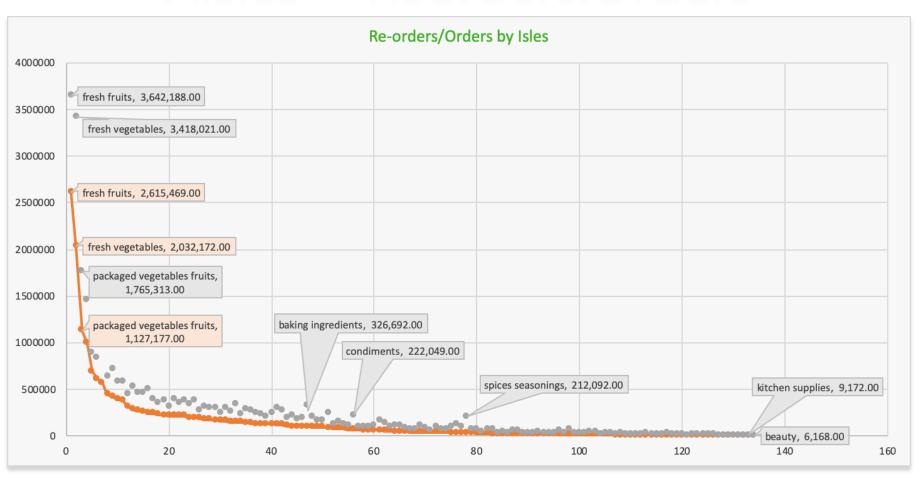
# By Aisle

Power User

## Aisles – (Reorders:Orders)%



#### Aisles – Reorders:Orders



### Power User Strategy

- Increase revenue by increasing reorders
- Promote reordering of produce as part of a healthy life and habit to power users

### Takeaway

- Low cart users and power users are different
- We can get a picture of who are users are just using data

#### Next Steps

#### **Further**

- Orders and basket analysis to identify items that can be promoted as a bundle for low cart users
- Compare purchase day of week and average number of days between orders to appropriately schedule push notifications – "nudges" or reminder emails

- Monitor landing page activity for low cart users and new visitors to validate findings
- Hypothesis testing to confirm significance of differences observed between user groups





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