



## Customer Segmentation

REMAPS



#### Purpose of customer segmentation

According to the Pareto principle, 20% of customer will bring in 80% of sales. Therefore, businesses need to identify the most important customers for special care

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#### What is RFM?

RFM is a typical method for analyzing customer value, often used in database marketing (relying on customer data to market products).





# Transform the model to suit the company's service

Recency (R): number of days since last access

Frequency (F): total number of months extended

Day (D): number of days access in a year



#### INTERVAL DIVISION METHOD

#### Interquartile range

- 1: min (0%) -> lower quartile (25%)
- 2: lower quartile (25%) -> median (50%)
- 3: median (50%) -> upper quartile (75%)
- 4: upper quartile (75%) -> max (100%)





## SCALE OF MODEL

#### Recency (R)

- 0 27 days (0 25%): 4
- 28 100 days (25% 50%): 3
- 101 255 days (50% 75%): 2
- > 256 days : 1





### SCALE OF MODEL

#### Frequency (F)

- > 1 year: 4
- 3 months 1 year: 3
- 1 month 3 months: 2
- < 1 month: 1





## SCALE OF MODEL

#### Day(D)

- > 18 days: 4
- 8 17 days: 3
- 4 7 days: 2
- < 3 days: 1



| Customer segmentation | Score                           | Description   |
|-----------------------|---------------------------------|---|
| Loyal                 | R: 3-4<br>F: 3-4<br>D: 3-4      | Customers have extended and used it a lot and regularly                                 |
| Potential Loyalist    | R: 3-4<br>F: 1-2<br>D: 3-4      | New customers but access a lot  |
| Need Attention        | F: 3-4<br>D: 1-2                | Customers have extended many times but not access regularly                             |
| At Risk               | R: 1-2<br>D: 3-4                | Customers used it a long time ago but used service regularly                            |
| New Customer          | R: 3 - 4<br>F: 1 - 2<br>D:1 - 2 | New customers join recently   |
| Lost Customer         | R: 1-2<br>F: 1-2<br>D: 1-2      | Customers who have not returned for a long time, the number of visits is also very low. |

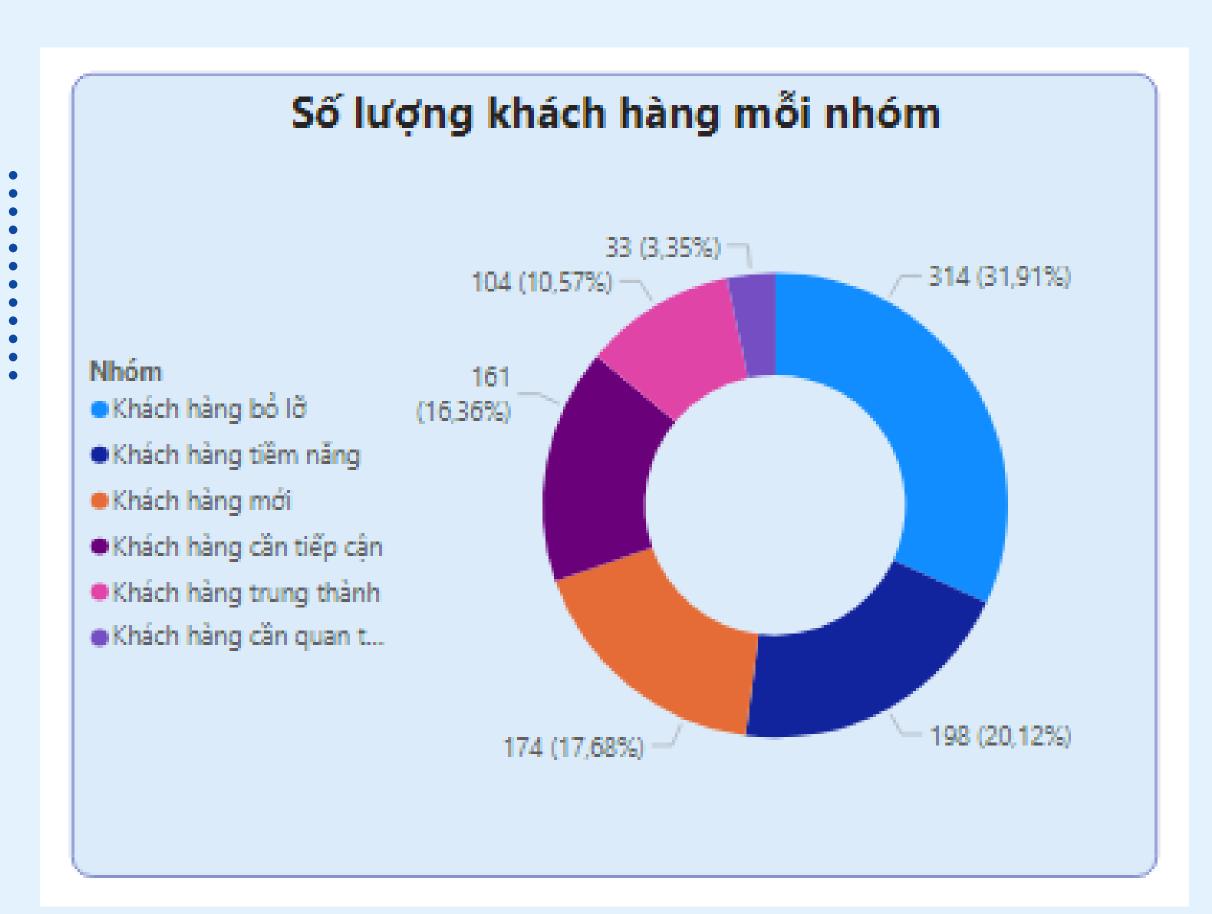


Services

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## KÊT QUẢ





| Customer segmentation | Customer Service   |
|-----------------------|--|
| Loyal                 | Give many incentives to use new products and ask them for reviews => They will help promote the brand.   |
| Potential Loyalist    | - Provide collaborator packages and introduce other products Create brand awareness, functionalities and offer free trials   |
| Need Attention        | Support, instructions on how to use functions, send personalized emails.   |
| At Risk               | (Possibly using a competitor's product) => win them back through sending personalized emails to reconnect, offer renewals, and offer helpful resources or newer products, Price incentives |
| New customer          | Support introductions, instructions on how to use and start building relationships.  |
| Lost customer         | Restore interest with an outreach campaign, offering other related products and special discounts, reinvigorating the otherwise ignored brand.   |