## MK726-HB1-SP16-DERY

## **Homework 1**

Due: 2/20/16 By Noon Submit via Turnitin

## **Business Problem:**

The day is *January 23, 2018*. Joe's Shopping World is the source for your everyday household needs: from toiletries, to office supplies, to home entertainment systems. Over the last 2 years, transactional data has been captured for the first time (total of 180,720 unique transactions). In this dataset, which is at the "customer" level, the following data elements have been recorded: customer ID, transaction date, total amount paid (\$), and total coupon amount used (\$). *Your VP just sent you the following email:* 

TO: WORKGROUP

FROM: Chief Marketing Officer, Erin Smith

SUBJECT: Customer Health

Need to better understand the health of our customers for marketing summit: looking to propose customer segments for targeted campaign generation and to have a mapping for incremental response testing.

Please have analysis done by next Saturday. -Erin

#### Instructions:

For this assignment, you now work for Joe's Shopping World (in the corporate office). Based on the business problem and all data provided, you must construct a **business report** and **email response** following the specific guidelines in the course syllabus. You will be graded based on **accuracy**, **presentation**, and your **recommendations/implications**. Remember, homework assignments are an **INDIVIDUAL** effort (see Bentley's Honor Code).

### Please note:

- For this homework, you must use Enterprise Guide and conduct an RFM analysis
- The data for this assignment can be found on blackboard: "Joe's Shopping World (SAS)"
- Maximum page length: 5 pages total, including cover paper with email response

# To verify the technical accuracy of your work, please include:

- 1. Snippet of final SAS process flow in analysis section (zoomed in)
- 2. Descriptive statistics of R, F, and M scores (separately) to confirm ranks done correctly
- 3. Snapshot of final table with RFM scores showing (limit to 10 rows max)