Business Insights

- 1. <u>Regional Growth & Market Focus:</u> South America, which comprises 29.5% of the customer base, is experiencing a decline in signups. To address this, we should start targeted digital marketing campaigns during peak months, especially in March and April. Simultaneously, we can capitalize on growth opportunities in Asia and North America by creating region-specific strategies while maintaining consistent offerings in Europe to maintain stable performance.
- 2. <u>Seasonal Trends & Inventory Alignment:</u> Sales are highly seasonal, peaking from July to September. Marketing strategies and inventory management need to be aligned with these trends. In Asia, sales are strong from August to October, while South America sees its peak in March and April. We should synchronize promotional activities, product launches, and stock levels with these cycles to ensure optimal product availability and avoid stockouts or excess inventory.
- 3. <u>Category Performance & Pricing Optimization:</u> Books are the clear winner in sales across all areas, but the North American region indicates a penchant towards electronics and Asians are seen leading in clothing sale. We could improve profitability using dynamic pricing mechanisms, which calls for premium on electronics and home décor items along with maintaining price points for books. Moreover, bundling is another aspect- bundling must be done considering popular items to increase average order value and develop cross-selling opportunities that can be more effective in future.
- 4. Revenue Concentration & Product Prioritization: The 15% of products achieved the majority of revenue and represent prime items to emphasize, similar to TechPro Headphones and Activewear Rugs. We should communicate our marketing and promotion toward these top achievers to stimulate more expansion. We should also review which low-performing products are suitable for improvement, more extended advertisement, or even elimination in order to maximize the entirety of revenue generated.
- 5. <u>Customer Behavior & Retention Strategy:</u> Sales data indicates that peak transaction times occur between 12 PM and 8 PM, with an unusual spike noted between 3 AM and 4 AM. This unique pattern offers a chance to implement targeted marketing efforts during the quieter hours. Furthermore, while 73% of customers demonstrate moderate engagement, only 15.58% are classified as frequent buyers. Some of the strategies to enhance retention could include loyalty programs, personalized offers, and promotional offers targeted to convert moderate buyers into dedicated high-value customers. While

there is premium pricing for highly demanded items, low price sensitivity can allow quality and brand image to be maintained.

6. Product Life Cycle & Demand Forecasting: Demand forecasting should align with regional trends and peak buying seasons, like August to October in Asia and March to April in South America. By analyzing historical sales data, businesses can achieve effective inventory management, ensuring that the right products arrive at the right time. Keeping an eye on product life cycles and new developments in literature or technology can help anticipate shifts in consumer demand. This enables a business to respond effectively to consumer needs by customizing its marketing strategy and adjusting its inventory as needed.