E-News Express

Business Case

Background

An online news portal aims to expand its business by acquiring new subscribers. Every visitor to the website takes certain actions based on their interest. The company plans to analyze these interests and wants to determine whether a new feature will be effective or not.

Companies often analyze users' responses to two variants of a product to decide which of the two variants is more effective. This experimental technique is known as a/b testing that is used to determine whether a new feature attracts users based on a chosen metric.

Objective

To extract actionable insights from the data that we have collected of the various customers to increase sales and identify areas of growth and improvement.

We will be majorly focusing on whether the new page is more effective in gathering new subscribers

Data Information

The data contains type of products, income and usage stats

| Variable | Description | Type of Variable |
|------------------------|--|---------------------|
| user_id | This represents the user ID of the person visiting the website. | Integer |
| group | This represents whether the user belongs to the first group (control) or the second group (treatment). | Category |
| landing_page | This represents whether the landing page is new or old. | Float |
| time_spent_on_the_page | This represents the time (in minutes) spent by the user on the landing page. | Category |
| converted | This represents whether the user gets converted to a subscriber of the news portal or not. | Category |
| language_preferred | This represents the language chosen by the user to view the landing page. | Category |

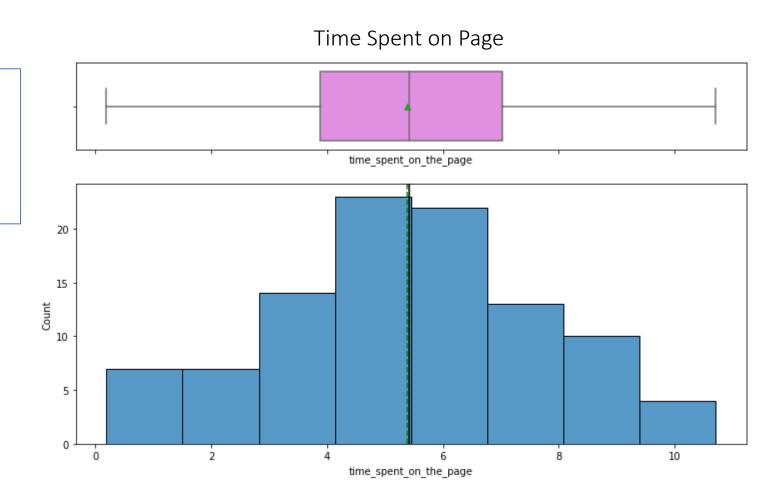
| Observations | Variables | | |
|--------------|-----------|--|--|
| 100 | 6 | | |

Exploratory Data Analysis – Time Spent on Page

This data contains the time spent on the page of the various customers

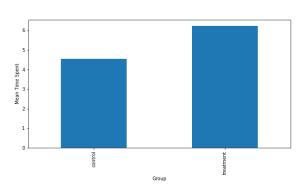
Observations:

- 1.The mean and median are very close ~5
- 2. There are no outliers in the data
- 3. The data is reasonably even

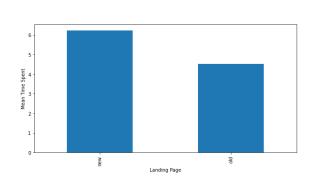


Exploratory Data Analysis – Mean Time Spent

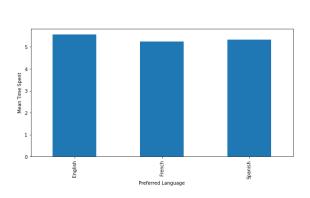
wrt to Group



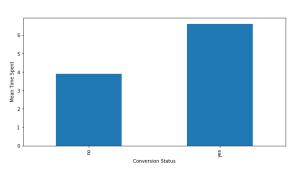
wrt to Landing Page



wrt to Language



wrt to Conversion Status



Observations:

The treatment group spent a much higher mean time.

Observations:

The new page incurred a much higher mean time.

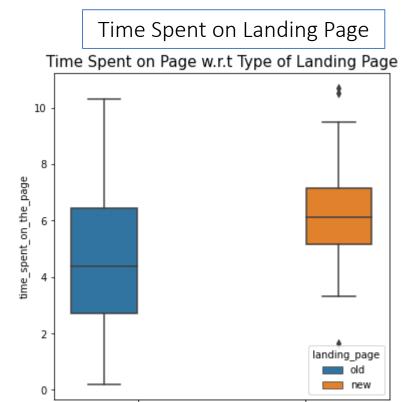
Observations:

- English had the highest mean time spent
- However, the difference between mean times isn't very large

Observations:

The customers that converted spent a much higher mean time

Hypothesis Testing

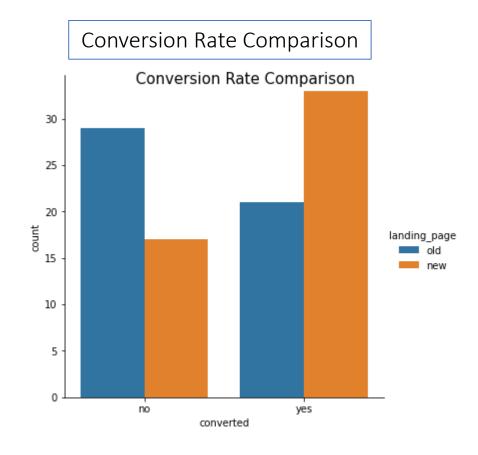


old

We see that the mean time spent on the old landing page is less than the mean time spent on the new landing page.

landing page

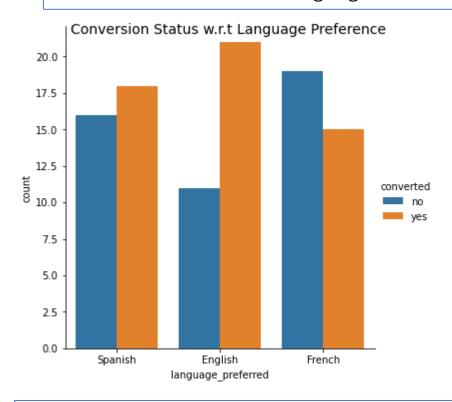
new



We see that the conversion rate on the new landing page is not the same as the conversion rate of the old landing page.

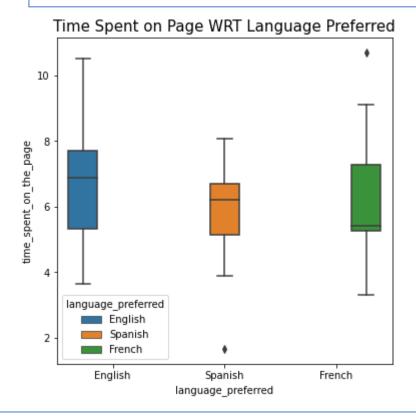
Hypothesis Testing

Conversion Status and Language Preference



We see that the conversion status is independent of language meaning that regardless of the language the page is seen in, it is able to get consumers to convert. However, the conversion rates differ across the 3 languages.

Language on Landing Page Comparison



We see that the mean time spent on the new page with respect to the three different languages is different.

Conclusion

I analysed the 2 sets of customers that were given the pages to explore. From the analysis, I was able to determine the following:

- The conversion rate is about 54%, which is reasonably high.
- English is the least preferred language. However, the difference between it and the other languages isn't significant.
- However, English has the highest rate of conversion.
- The treatment group spent a higher time on their pages
- More time was spent on the new landing page
- The converted customers spent significantly more time on their pages
- The conversion rate for the new landing page is higher than the conversion rate for the old landing page
- The conversion rate doesn't depend on the languages chosen meaning that the new page is fine across all the languages

Recommendation

Based on the analysis, there are following recommendations that can help the business grow:

- The new landing page should be adopted as it is seen to be preferred.
- The old landing page shouldn't be thrown out, but more work should be done to get customers to convert to the new landing page.
- As there is no issue with the language on the pages, all 3 languages should still be kept on.
- However, there should be an investigation into why English has the highest rate of conversion amongst the 3 languages
- The feature has proven to be effective. It should be implemented. However, I suggest a sensitization program for reluctant customers so that they are not lost as customers

Appendices

| Question | Hypothesis | Level of Significance | P-Value | Observation | Meaning |
|--------------------------------------|-------------------------------------|-----------------------|---------|---------------------------------|-----------------|
| Time Spent on Landing Page | Null: μ0 > μ1 | 0.05 | 0.0003 | Null hypothesis | μ = mean |
| | Alternate: μ0 < μ1 | | | rejected | time spent |
| Conversion Rate | Null: μ1 = μ2 | 0.05 | 0.0161 | | μ = landing |
| | Alternate: μ2 >= μ1 | | | Null hypothesis | page |
| | | | | rejected | conversion rate |
| | Null: Converted status is | | | | |
| Status and Language Preference | independent of language | 0.05 | 0.395 | Null hypothesis NOT rejected | |
| | preference | | | | |
| | Alternate: Converted status is | | | | |
| | dependent on language | | | | |
| | preference | | | | |
| Landing Page | Null: One of the means is different | 0.05 | 0.4671 | Null hypothesis NOT rejected | μ = mean |
| | Alternate: μ1 = μ2 = μ3 | | | | time spent on |
| | | | | | new page |