Exploratory Data Analysis and Business Insights

The exploratory data analysis provided a detailed understanding of customer behaviour, product performance, and overall sales trends. Below is the summary of the findings and actionable recommendations:

1. Customer Distribution by Region

The highest number of customers is concentrated in **South America**, followed by **Europe**, **North America**, and **Asia**. This suggests that the business has a strong presence in South America but potential growth opportunities exist in Asia and North America.

Recommendation: Focus on targeted marketing campaigns in Asia and North America to expand the customer base. Additionally, consider retention strategies for South America to maintain dominance.

2. Top 5 Most Purchased Products

The products **SoundWave Cookbook**, **SoundWave Jeans**, and **TechPro Headphones** are among the top-selling items, showing consistent demand. **TechPro Cookbook** and **ActiveWear Smartphone** also rank high in sales.

Recommendation:

- Ensure adequate stock levels for these high-demand products.
- Analyze cross-selling opportunities by bundling these products with related items.

3. Monthly Sales Trend

The monthly sales exhibit fluctuations, with noticeable peaks around **February 2024** and **June 2024**, followed by a dip in the last quarter of the year.

Recommendation:

- Increase promotional efforts during low-sales months (e.g., November and December).
- Use insights from peak months to design campaigns that drive higher year-end sales.

4. Distribution of Product Categories

The business has a balanced distribution across **Books**, **Electronics**, **Clothing**, and **Home Décor** categories, with Books and Electronics leading slightly.

Recommendation:

- Expand the product range in underrepresented categories (e.g., Home Décor).
- Evaluate customer preferences within each category to introduce innovative products.

5. Most Active Customers

The top 5 customers by total spending are:

- 1. **Paul Parsons** \$10,673.87
- 2. **Bruce Rhodes** \$8,040.39
- 3. **Gerald Hines** \$7,663.70
- 4. William Adams \$7,634.45
- 5. **Aimee Taylor** \$7,572.91

Recommendation:

- Offer loyalty programs or exclusive discounts to retain these high-value customers.
- Analyze their purchasing behavior to identify patterns and predict future needs.