



DATA ANALYTICS PROJECT

Customer Shopping Behavior Analysis

by Prasad Nikam

End-to-end analytics project uncovering actionable insights from 3,900 retail transactions to drive data-driven decision-making.



 BUSINESS CHALLENGE

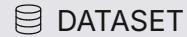
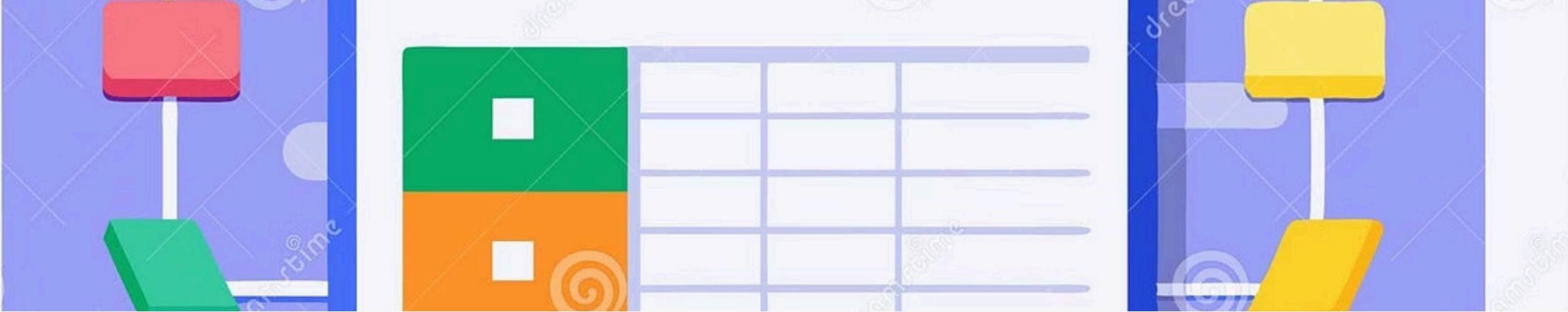
The Problem We Solved

The Challenge

Retail organisations struggle to understand customer purchasing patterns, discount effectiveness, and revenue drivers—leading to inefficient marketing spend and missed opportunities.

Our Approach

Analysed 3,900 transactions using Python, PostgreSQL, and Power BI to identify purchasing trends, customer segments, and high-performing products.



Data Foundation

3,900

Transactions

Customer purchase records analysed

18

Data Points

Attributes per transaction

37

Missing Values

Only in review ratings (imputed)

Comprehensive retail data covering customer demographics, purchase details, and behavioural attributes including age, gender, location, subscription status, product categories, discounts, and review ratings.



Technical Workflow



Data Preparation

Python for cleaning, feature engineering, and exploratory analysis

SQL Analysis

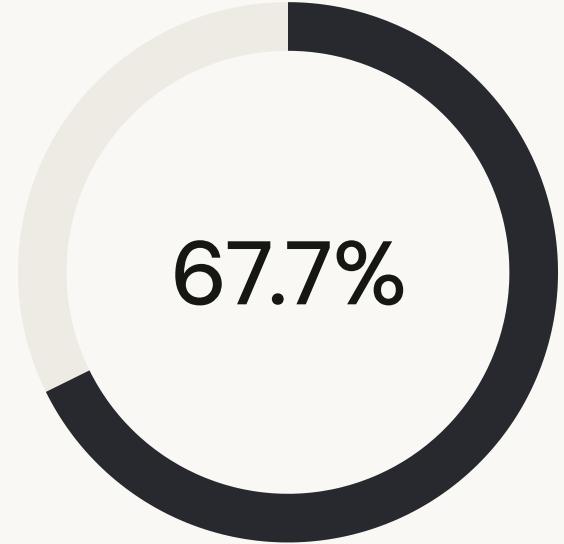
PostgreSQL for structured business querying

Visualisation

Power BI for interactive dashboards

Created age groups (Young Adult, Adult, Middle-Aged, Senior) and purchase frequency metrics. Standardised column names and validated data types for consistency.

Revenue Insights by Gender



Male Revenue

Male customers contribute more than double the revenue. Female segment presents growth opportunity through targeted promotions.

★ PRODUCT PERFORMANCE

Top-Rated Products

Gloves

Rating: 3.86

Sandals

Rating: 3.84

Boots

Rating: 3.82

Hat

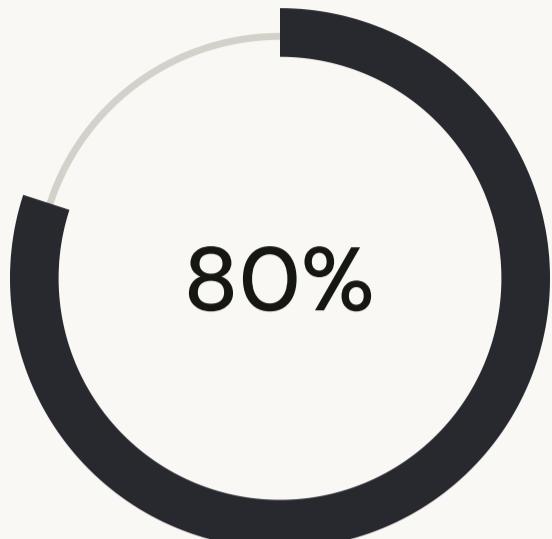
Rating: 3.80

Skirt

Rating: 3.78

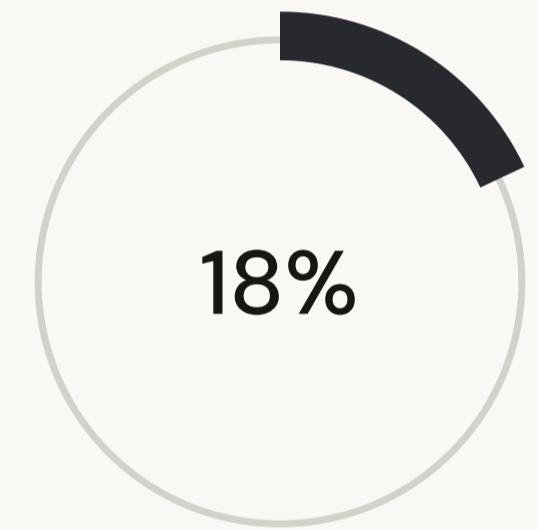
Consistently high ratings (>3.7) indicate strong customer satisfaction. These quality leaders should be highlighted in marketing campaigns and bundled with lower-rated products.

Customer Segmentation Analysis



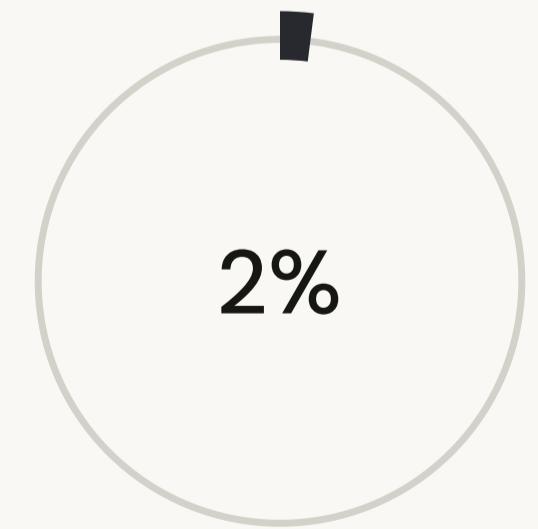
Loyal Customers

3,116 customers



Returning

701 customers



New

83 customers

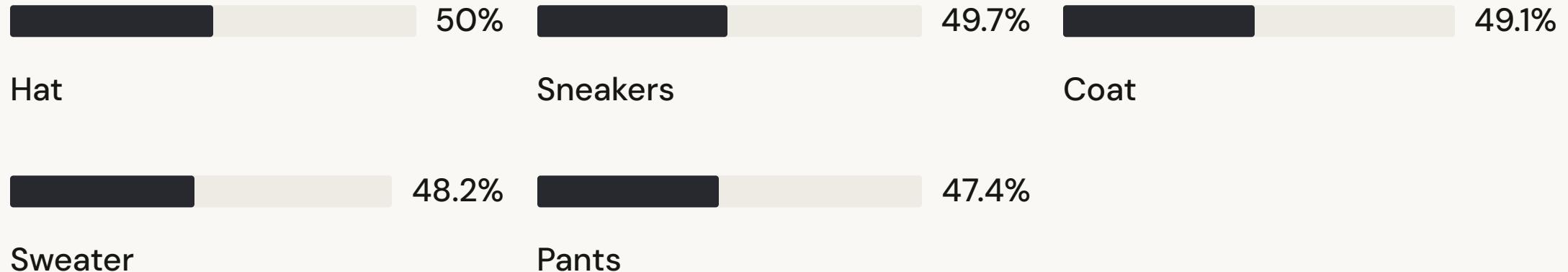
Key Finding

Strong retention with 80% loyal customers, but weak acquisition. Only 2% are new customers.

Action Required

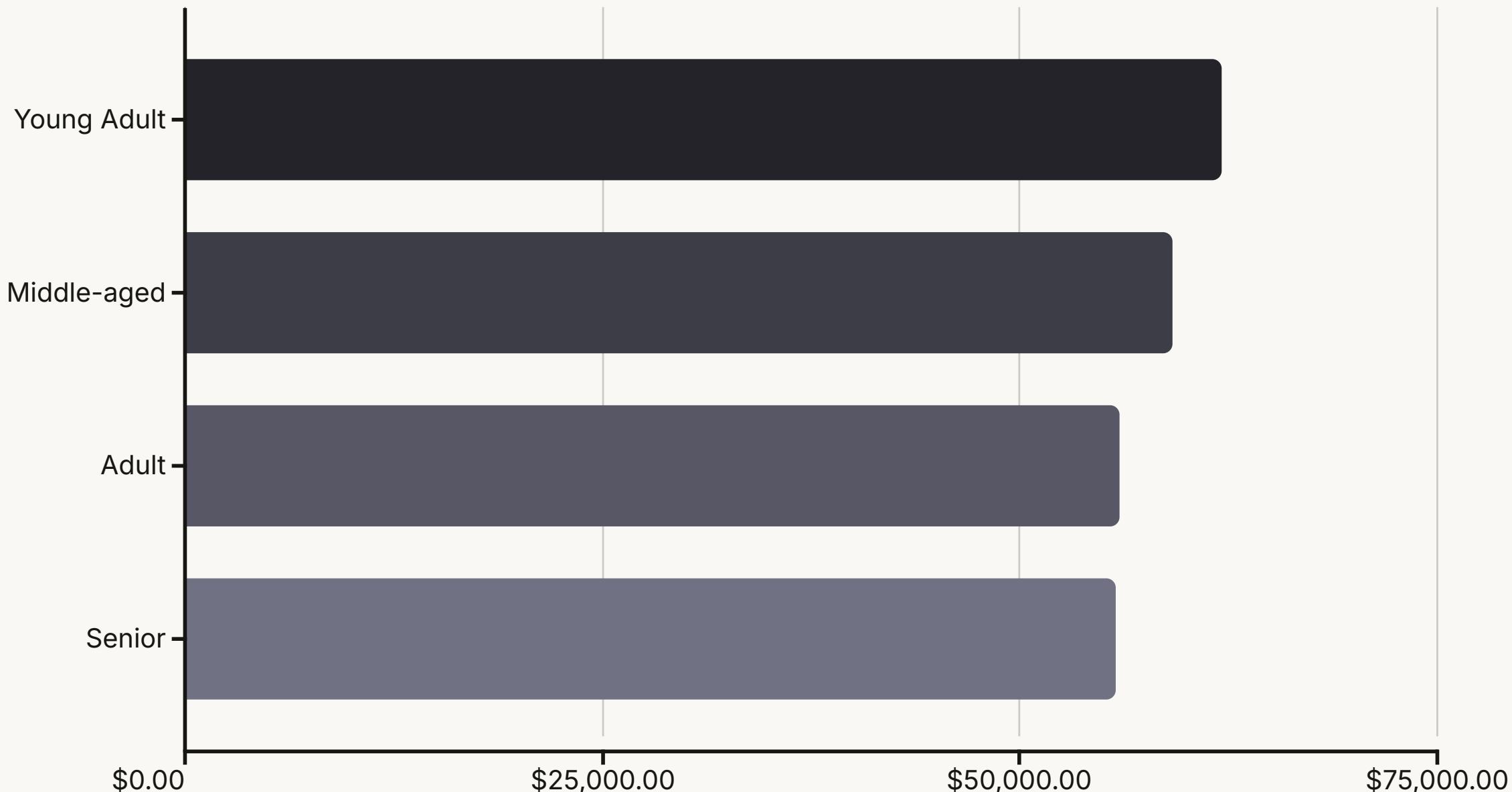
- Invest in customer acquisition campaigns
- Retain loyal customers through rewards programmes
- Convert returning buyers to subscribers

Discount Dependency Patterns



Critical Insight: 839 customers used discounts yet spent above average. These value-seeking, high-value customers respond well to offers without reducing basket size. Offer personalised premium discounts rather than removing discounts entirely.

Revenue by Age Group



Young adults generate the highest revenue, with gradual decrease across age groups. Express shipping users spend 3.5% more per transaction (₹60.48 vs ₹58.46).

Strategic Focus: Target marketing towards young and middle-aged segments whilst using tailored messaging for seniors. Promote express shipping for high-value customers.

Strategic Actions

1

Boost Subscriptions

Promote exclusive benefits to convert returning customers. Subscriptions underutilised despite potential.

2

Loyalty Programmes

Reward repeat buyers to strengthen retention amongst the 80% loyal customer base.

3

Optimise Discounts

Balance discount usage to protect margins. Introduce value bundles instead of direct discounts.

4

Targeted Marketing

Focus on high-revenue segments: male, young adult, and express shipping users.

5

Customer Acquisition

Invest in new customer campaigns to address the weak 2% new customer rate.