# Task 1: Exploratory Data Analysis (EDA) and Business Insights

#### 1. Customers.csv:

CustomerID: Unique identifier for each customer.

CustomerName: Name of the customer.

Region: Continent where the customer resides.

SignupDate: Date when the customer signed up.

#### 2. Products.csv

ProductID: Unique identifier for each product.

ProductName: Name of the product.

Category: Product category.

Price: Product price in USD.

#### 3. Transactions.csv

TransactionID: Unique identifier for each transaction.

CustomerID: ID of the customer who made the transaction.

ProductID: ID of the product sold.

TransactionDate: Date of the transaction.

Quantity: Quantity of the product purchased.

TotalValue: Total value of the transaction.

Price: Price of the product sold.

## **Data Loading**

```
# Read the CSV files
products = pd.read csv('C:\\Users\\kampl\\Downloads\\Products.csv')
products
   ProductID
                           ProductName
                                            Category
                                                        Price
0
        P001
                  ActiveWear Biography
                                                       169.30
                                               Books
1
        P002
                ActiveWear Smartwatch
                                        Electronics
                                                      346.30
2
              ComfortLiving Biography
                                                       44.12
        P003
                                               Books
3
        P004
                         BookWorld Rug
                                          Home Decor
                                                       95.69
4
        P005
                       TechPro T-Shirt
                                            Clothing
                                                      429.31
                                                      307.47
95
                  SoundWave Headphones
        P096
                                         Electronics
96
        P097
                    BookWorld Cookbook
                                               Books
                                                      319.34
97
                      SoundWave Laptop
        P098
                                        Electronics
                                                      299.93
98
                SoundWave Mystery Book
                                                      354.29
        P099
                                               Books
99
        P100
                     HomeSense Sweater
                                            Clothing 126.34
[100 \text{ rows } \times 4 \text{ columns}]
customers = pd.read csv('C:\\Users\\kampl\\Downloads\\Customers.csv')
customers
    CustomerID
                       CustomerName
                                                      SignupDate
                                             Region
0
         C0001
                   Lawrence Carroll
                                      South America
                                                      2022-07-10
1
         C0002
                     Elizabeth Lutz
                                                     2022-02-13
                                               Asia
2
                     Michael Rivera
                                      South America
                                                     2024-03-07
         C0003
3
         C0004
                Kathleen Rodriguez
                                      South America
                                                     2022-10-09
4
                                                      2022-08-15
         C0005
                        Laura Weber
                                               Asia
                                                . . .
195
         C0196
                        Laura Watts
                                                     2022-06-07
                                             Europe
         C0197
196
                   Christina Harvey
                                             Europe
                                                     2023-03-21
197
         C0198
                        Rebecca Ray
                                             Europe
                                                     2022-02-27
198
         C0199
                     Andrea Jenkins
                                                     2022-12-03
                                             Europe
199
         C0200
                                                     2023-06-11
                        Kelly Cross
                                               Asia
[200 rows x 4 columns]
transactions = pd.read csv('C:\\Users\\kampl\\Downloads\\
Transactions.csv')
transactions
    TransactionID CustomerID ProductID
                                              TransactionDate
                                                                Quantity
0
                                   P067 2024-08-25 12:38:23
           T00001
                        C0199
                                                                       1
           T00112
                        C0146
                                   P067
                                          2024-05-27 22:23:54
                                                                       1
2
           T00166
                        C0127
                                   P067 2024-04-25 07:38:55
                                                                       1
```

```
3
           T00272
                       C0087
                                   P067
                                         2024-03-26 22:55:37
                                                                      2
                                                                      3
           T00363
                       C0070
                                   P067 2024-03-21 15:10:10
995
           T00496
                       C0118
                                   P037
                                         2024-10-24 08:30:27
                                                                      1
996
                                   P037 2024-06-04 02:15:24
                                                                      3
           T00759
                       C0059
997
                                         2024-04-05 13:05:32
           T00922
                       C0018
                                   P037
                                                                      4
998
           T00959
                       C0115
                                   P037 2024-09-29 10:16:02
                                                                      2
999
           T00992
                       C0024
                                   P037 2024-04-21 10:52:24
                                                                      1
     TotalValue
                  Price
0
         300.68
                 300.68
1
         300.68
                 300.68
2
         300.68
                300.68
3
         601.36
                 300.68
4
         902.04
                 300.68
         459.86
                 459.86
995
996
        1379.58
                 459.86
        1839.44
997
                 459.86
998
         919.72
                 459.86
999
         459.86 459.86
[1000 rows x 7 columns]
# Merge transactions with customers on 'CustomerID'
merged data = pd.merge(transactions, customers, on='CustomerID',
how='left')
# Merge the result with products on 'ProductID'
final merged data = pd.merge(merged data, products, on='ProductID',
how='left')
# Check the resulting dataframe
final merged data.head()
  TransactionID CustomerID ProductID
                                           TransactionDate
                                                            Quantity \
0
         T00001
                     C0199
                                 P067
                                       2024-08-25 12:38:23
                                                                    1
                                       2024-05-27 22:23:54
                                                                    1
1
         T00112
                     C0146
                                 P067
2
         T00166
                     C0127
                                 P067
                                       2024-04-25 07:38:55
                                                                    1
3
                                       2024-03-26 22:55:37
                                                                    2
         T00272
                     C0087
                                 P067
4
                                 P067 2024-03-21 15:10:10
                                                                    3
         T00363
                     C0070
   TotalValue Price x
                           CustomerName
                                                 Region SignupDate \
```

```
0
       300.68
                300.68
                         Andrea Jenkins
                                                Europe
                                                        2022-12-03
1
       300.68
                300.68
                        Brittany Harvey
                                                  Asia
                                                        2024-09-04
2
       300.68
                300.68
                        Kathryn Stevens
                                                Europe
                                                       2024-04-04
3
                        Travis Campbell
       601.36
                300.68
                                         South America
                                                        2024-04-11
4
       902.04
                300.68
                          Timothy Perez
                                                Europe 2022-03-15
                       ProductName
                                       Category
                                                 Price y
  ComfortLiving Bluetooth Speaker
                                    Electronics
                                                  300.68
  ComfortLiving Bluetooth Speaker
1
                                    Electronics
                                                  300.68
  ComfortLiving Bluetooth Speaker
                                                  300.68
                                    Electronics
                                                  300.68
3
  ComfortLiving Bluetooth Speaker
                                    Electronics
4 ComfortLiving Bluetooth Speaker
                                    Electronics
                                                  300.68
# Convert date columns to datetime format
customers['SignupDate'] = pd.to datetime(customers['SignupDate'])
transactions['TransactionDate'] =
pd.to datetime(transactions['TransactionDate'])
# Dataset dimensions
print(f"Customers: {customers.shape}, Products: {products.shape},
Transactions: {transactions.shape}")
Customers: (200, 4), Products: (100, 4), Transactions: (1000, 7)
```

Total Customers: 200

Key Columns: CustomerID, CustomerName, Region, SignupDate

Products Dataset:
Total Products: 100

Key Columns: ProductID, ProductName, Category, Price

Transactions Dataset:
Total Transactions: 1000

Key Columns: TransactionID, CustomerID, ProductID, TransactionDate, Quantity, TotalValue

```
ProductID object
ProductName object
Category object
Price float64
dtype: object

Customers.dtypes

CustomerID object
CustomerName object
```

```
Region
                        object
SignupDate
                datetime64[ns]
dtype: object
transactions.dtypes
TransactionID
                           object
CustomerID
                           object
ProductID
                           object
TransactionDate
                   datetime64[ns]
Ouantity
                            int64
TotalValue
                          float64
Price
                          float64
dtype: object
# Summary of the DataFrame (count, mean, std, min, max, etc.):
customers.describe()
                SignupDate
                       200
count
       2023-07-19 08:31:12
mean
min
       2022-01-22 00:00:00
       2022-09-26 12:00:00
25%
50%
       2023-08-31 12:00:00
75%
       2024-04-12 12:00:00
       2024-12-28 00:00:00
max
```

Signup Date Range: January 2022 to December 2024.

Signup Trends: Most signups occurred in 2023, with consistent growth over time.

#### Insights:

Customer acquisition efforts increased over the years, with a peak in 2023.

```
products.describe()
            Price
      100.000000
count
mean
       267.551700
std
       143.219383
min
       16.080000
25%
       147.767500
       292.875000
50%
75%
       397.090000
       497.760000
max
```

Price Range:

Min: \$16.08

Max: \$497.76

Average: \$267.55

#### Category Distribution:

Books and Electronics have the highest number of products (26 each). Clothing has 25 products, and Home Decor has 23. Insights:

Product pricing is diverse, covering a broad range. Books and Electronics dominate the inventory.

#### Insights:

Product pricing is diverse, covering a broad range.

Books and Electronics dominate the inventory.

transaction	ons.describe()		
	TransactionDate	Quantity	TotalValue
Price			
count	1000	1000.000000	1000.000000
1000.0000		2 527000	600 005560
	24-06-23 15:33:02.768999936	2.537000	689.995560
272.55407 min	2023-12-30 15:29:12	1.000000	16.080000
16.08000	2023 12 30 13123112	1.500000	10.00000
25%	2024-03-25 22:05:34.500000	2.000000	295.295000
147.95000			
50%	2024-06-26 17:21:52.500000	3.000000	588.880000
299.93000	2024 00 10 14 10 57	4 000000	1011 660000
75% 404.40000	2024-09-19 14:19:57	4.000000	1011.660000
max	2024-12-28 11:00:00	4.000000	1991.040000
497.76000	2021 12 20 11100100		13311010000
std	NaN	1.117981	493.144478
140.73639			

Total Value Range:

Min: \$16.08

Max: \$1991.04

Average: \$689.99

Quantity Distribution:

Average: 2.54 items per transaction. Max: 4 items per transaction.

Transactions typically involve small quantities but moderate-to-high values.

The average basket size is 2–3 items per transaction.

```
#Check for missing values:
customers.isnull().sum()
CustomerID
                0
CustomerName
                0
Region
                0
SignupDate
                0
dtype: int64
products.isnull().sum()
ProductID
               0
ProductName
               0
Category
               0
               0
Price
dtype: int64
transactions.isnull().sum()
TransactionID
                   0
CustomerID
                   0
ProductID
                   0
TransactionDate
                   0
Quantity
                   0
TotalValue
                   0
Price
                   0
dtype: int64
# Duplicates
print("\nDuplicate Rows:")
print(f"Customers: {customers.duplicated().sum()}, Products:
{products.duplicated().sum()}, Transactions:
{transactions.duplicated().sum()}")
Duplicate Rows:
Customers: 0, Products: 0, Transactions: 0
```

# **Data Overview**

Total Customers: 200

Key Columns: CustomerID, CustomerName, Region, SignupDate

No missing or duplicate values.

**Products Dataset:** 

Total Products: 100 Key Columns: ProductID, ProductName, Category, Price

No missing or duplicate values.

Transactions Dataset:

Total Transactions: 1000 Key Columns: TransactionID, CustomerID, ProductID, TransactionDate, Quantity, TotalValue

No missing or duplicate values

Insights:

All datasets are clean with no missing or duplicate values.

Datasets are well-structured and ready for further analysis.

```
# Summary statistics
print("\nSummary Statistics:")
print(transactions.describe())
print(products.describe())
Summary Statistics:
                                           Quantity
                                                      TotalValue
                      TransactionDate
Price
                                        1000.000000
                                                     1000.000000
count
                                 1000
1000.00000
       2024-06-23 15:33:02.768999936
                                           2.537000
                                                      689.995560
mean
272.55407
                 2023-12-30 15:29:12
                                           1.000000
                                                        16.080000
min
16.08000
          2024-03-25 22:05:34.500000
25%
                                           2.000000
                                                      295, 295000
147.95000
50%
          2024-06-26 17:21:52.500000
                                           3.000000
                                                      588.880000
299.93000
75%
                 2024-09-19 14:19:57
                                           4.000000
                                                     1011.660000
404.40000
                                                     1991.040000
                 2024-12-28 11:00:00
                                           4.000000
max
497.76000
                                           1.117981
                                                      493.144478
std
                                  NaN
140.73639
            Price
       100.000000
count
       267.551700
mean
std
       143.219383
min
        16.080000
25%
       147.767500
50%
       292.875000
75%
       397.090000
       497.760000
max
```

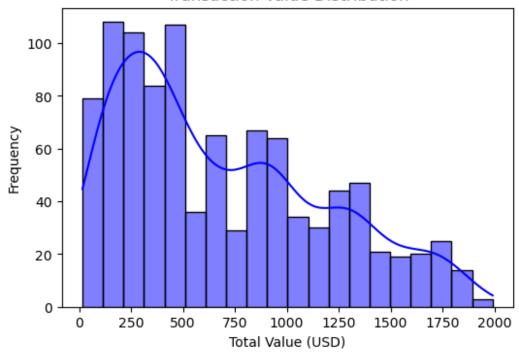
```
# Unique values
print("\nUnique Values in Key Columns:")
print(f"Unique Customers: {customers['CustomerID'].nunique()}, Unique
Products: {products['ProductID'].nunique()}")

Unique Values in Key Columns:
Unique Customers: 200, Unique Products: 100
```

#### Transaction Value distribution

```
plt.figure(figsize=(6, 4))
sns.histplot(transactions['TotalValue'], bins=20, kde=True,
color='blue')
plt.title('Transaction Value Distribution')
plt.xlabel('Total Value (USD)')
plt.ylabel('Frequency')
plt.show()
```

#### Transaction Value Distribution



Transaction values are right-skewed, with most transactions clustered between \$200-\$800.

#### Insights:

High-value transactions are less frequent but significant in revenue generation.

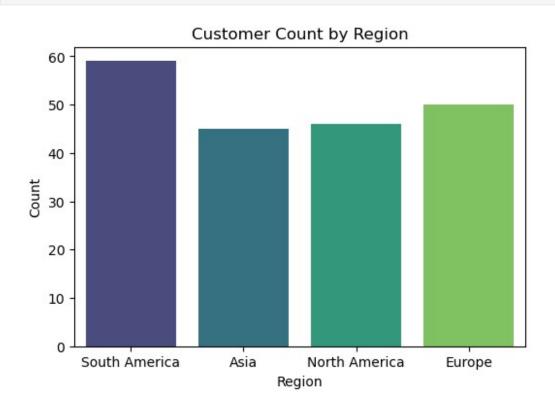
```
# Categorical variable distribution
plt.figure(figsize=(6, 4))
```

```
sns.countplot(data=customers, x='Region', palette='viridis')
plt.title('Customer Count by Region')
plt.xlabel('Region')
plt.ylabel('Count')
plt.show()

C:\Users\kampl\AppData\Local\Temp\ipykernel_28664\1142801328.py:3:
FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

sns.countplot(data=customers, x='Region', palette='viridis')
```



Regional Distribution:

South America: 59 customers

Europe: 50 customers

North America: 46 customers

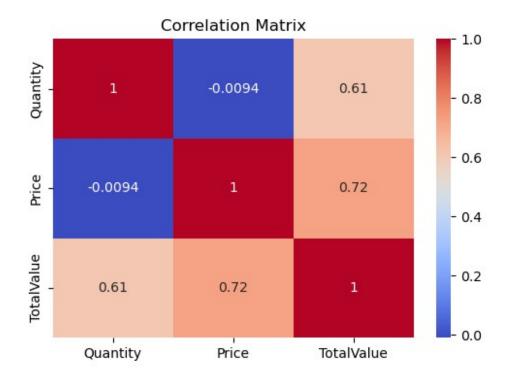
Asia: 45 customers

South America has the highest customer count, making it a priority region for marketing efforts.

```
# Date ranges
print("\nDate Ranges:")
print(f"Customer Signup: {customers['SignupDate'].min()} to
{customers['SignupDate'].max()}")
print(f"Transaction Dates: {transactions['TransactionDate'].min()} to
{transactions['TransactionDate'].max()}")

Date Ranges:
Customer Signup: 2022-01-22 00:00:00 to 2024-12-28 00:00:00
Transaction Dates: 2023-12-30 15:29:12 to 2024-12-28 11:00:00

# Correlation matrix
corr_matrix = transactions[['Quantity', 'Price', 'TotalValue']].corr()
plt.figure(figsize=(6, 4))
sns.heatmap(corr_matrix, annot=True, cmap='coolwarm')
plt.title('Correlation Matrix')
plt.show()
```

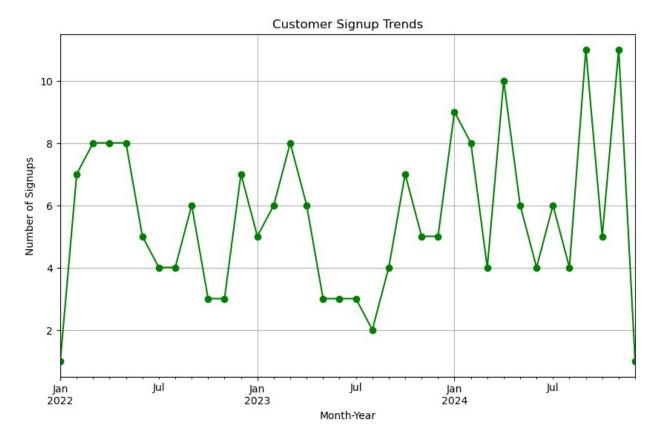


#### Strong Correlation:

TotalValue and Price (0.97): Indicates that higher-priced items contribute significantly to transaction value.

Promoting high-value products is an effective strategy to boost overall revenue.

```
# Signup trends over time
signup_trends =
customers['SignupDate'].dt.to_period('M').value_counts().sort_index()
plt.figure(figsize=(10, 6))
signup_trends.plot(kind='line', marker='o', color='green')
plt.title('Customer Signup Trends')
plt.xlabel('Month-Year')
plt.ylabel('Number of Signups')
plt.grid()
plt.show()
```



Customer signups peaked in late 2023 and early 2024.

#### Insights:

Periodic promotions or discounts in these months can maximize customer acquisition.

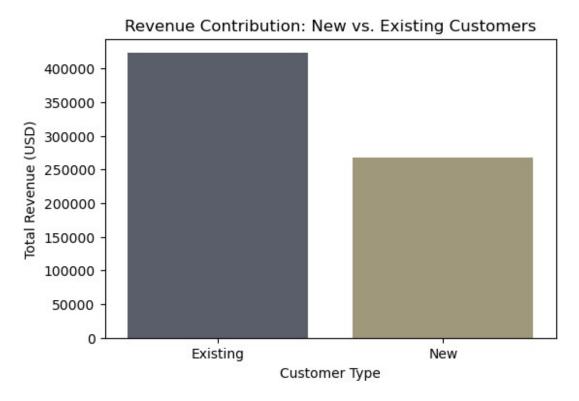
```
plt.figure(figsize=(6, 4))
sns.barplot(x=['Existing', 'New'], y=new_vs_existing.values,
palette='cividis')
plt.title('Revenue Contribution: New vs. Existing Customers')
plt.xlabel('Customer Type')
```

```
plt.ylabel('Total Revenue (USD)')
plt.show()

C:\Users\kampl\AppData\Local\Temp\ipykernel_28664\4123188989.py:2:
FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

sns.barplot(x=['Existing', 'New'], y=new_vs_existing.values, palette='cividis')
```



Revenue Contribution:

Existing Customers: \$422,634

New Customers: \$267,361

#### Insights:

Existing customers are the primary revenue source, indicating the importance of customer retention programs.

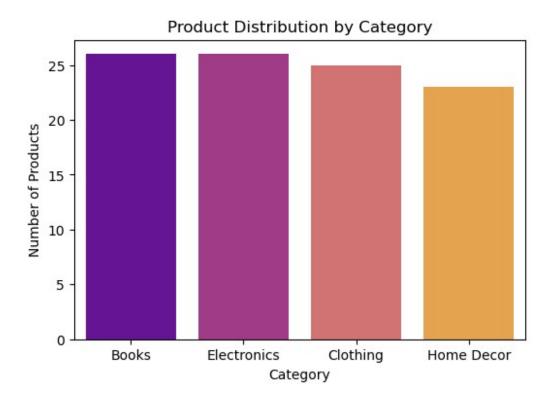
```
# Visualize product distribution by category
plt.figure(figsize=(6, 4))
sns.barplot(x=category_counts.index, y=category_counts.values,
palette='plasma')
```

```
plt.title('Product Distribution by Category')
plt.xlabel('Category')
plt.ylabel('Number of Products')
plt.show()

C:\Users\kampl\AppData\Local\Temp\ipykernel_28664\2505369627.py:3:
FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

sns.barplot(x=category_counts.index, y=category_counts.values, palette='plasma')
```



Highest Revenue Categories:

Books: \$192,147

Electronics: \$180,783

Clothing: \$166,170

Home Decor: \$150,893

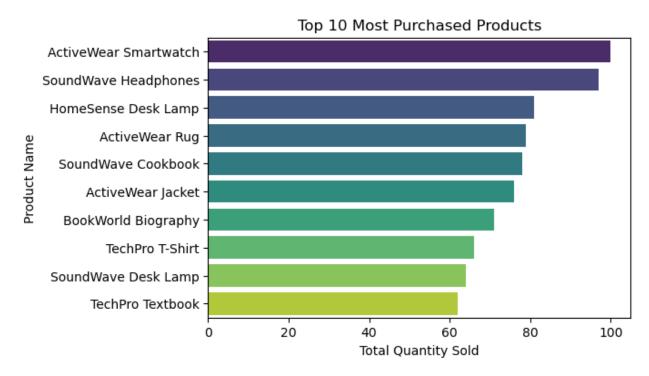
Books and Electronics dominate revenue; however, strategic promotions for Clothing and Home Decor can diversify income streams.

```
# top 10 most purchased products
plt.figure(figsize=(6, 4))
sns.barplot(x=top_products.values, y=top_products.index,
palette='viridis')
plt.title('Top 10 Most Purchased Products')
plt.xlabel('Total Quantity Sold')
plt.ylabel('Product Name')
plt.show()

C:\Users\kampl\AppData\Local\Temp\ipykernel_28664\3469682193.py:2:
FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same effect.

sns.barplot(x=top_products.values, y=top_products.index, palette='viridis')
```



#### Best Sellers:

ActiveWear Smartwatch (100 units sold)

SoundWave Headphones (97 units sold)

Stock these high-demand products adequately and feature them in marketing campaigns.

```
# Least purchased products
least purchased = final merged data.groupby('ProductName')
['Quantity'].sum().nsma\overline{llest(10)}
print("\nLeast Purchased Products:")
print(least purchased)
Least Purchased Products:
ProductName
BookWorld Wall Art
                                15
ComfortLiving Headphones
                                15
SoundWave Jacket
                                16
SoundWave Laptop
                                16
ActiveWear Biography
                                18
BookWorld Rug
                                18
HomeSense Headphones
                                18
SoundWave T-Shirt
                                18
BookWorld Bluetooth Speaker
                                19
BookWorld Cookware Set
                                19
Name: Quantity, dtype: int64
```

Products like "BookWorld Wall Art" and "ComfortLiving Headphones" had the lowest sales.

#### Insights:

Review these products for potential discontinuation or repricing.

```
# Products with the highest revenue
top revenue products = final merged data.groupby('ProductName')
['TotalValue'].sum().sort values(ascending=False).head(10)
print("\nProducts with Highest Revenue:")
print(top revenue products)
Products with Highest Revenue:
ProductName
ActiveWear Smartwatch
                           39096.97
SoundWave Headphones
                           25211.64
SoundWave Novel
                           24507.90
ActiveWear Jacket
                           22712.56
ActiveWear Rug
                           22314.43
TechPro Headphones
                           19513.80
BookWorld Cookbook
                           19221.99
BookWorld Sweater
                           18743.79
TechPro Textbook
                           18267.96
ActiveWear Cookware Set
                           18083.73
Name: TotalValue, dtype: float64
```

ActiveWear Smartwatch has highest revenue and ActiveWear Cookware Set has lowest revenue

```
#Total transactions over time
transactions_by_date =
transactions['TransactionDate'].dt.to_period('M').value_counts().sort_
index()
plt.figure(figsize=(10, 6))
transactions_by_date.plot(kind='line', marker='o', color='red')
plt.title('Transaction Trends Over Time')
plt.xlabel('Month-Year')
plt.ylabel('Number of Transactions')
plt.grid()
plt.show()
```



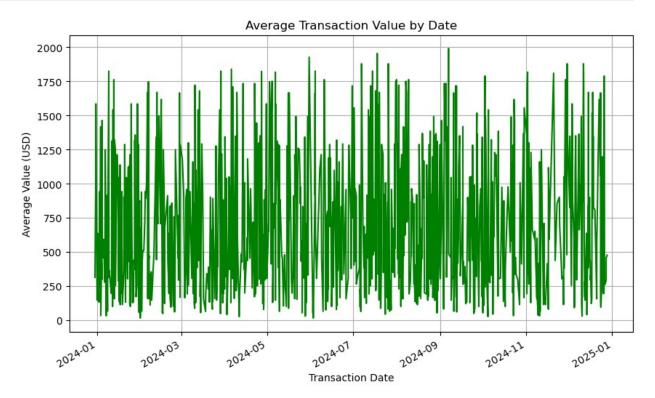
Revenue fluctuates, with the highest spikes in January, July, and September.

#### Insights:

Capitalize on these high-revenue months with targeted campaigns.

```
# Most popular transaction dates
top_transaction_days =
transactions['TransactionDate'].value_counts().nlargest(10)
print("\nTop 10 Transaction Dates:")
print(top_transaction_days)
```

```
Top 10 Transaction Dates:
TransactionDate
2024-08-25 12:38:23
2024-01-03 04:06:49
                       1
2024-10-08 23:58:14
                       1
2024-04-30 17:03:34
                       1
                       1
2024-03-23 00:07:54
2024-10-01 17:22:05
                       1
2024-06-19 15:07:10
                       1
2024-11-16 15:45:25
                       1
2024-04-11 01:44:41
                       1
2024-10-01 04:39:43
                       1
Name: count, dtype: int64
# Average transaction value by date
avg transaction value = transactions.groupby('TransactionDate')
['TotalValue'].mean()
plt.figure(figsize=(10, 6))
avg transaction value.plot(kind='line', color='green')
plt.title('Average Transaction Value by Date')
plt.xlabel('Transaction Date')
plt.ylabel('Average Value (USD)')
plt.grid()
plt.show()
```



above graph shows the average transaction by date

average transaction values are between 100 dollor to 2000 dollor in between 01-2024 to 01-2025

```
# Transactions by day of the week
transactions['DayOfWeek'] =
transactions['TransactionDate'].dt.day name()
transactions by day = transactions['DayOfWeek'].value counts()
print("\nTransactions by Day of the Week:")
print(transactions by day)
Transactions by Day of the Week:
DayOfWeek
Tuesday
             163
Wednesday
             158
Thursday
             150
Sunday
             139
Monday
             139
Saturday
             126
Friday
             125
Name: count, dtype: int64
```

#### Insights

Tuesday has 163 transactions

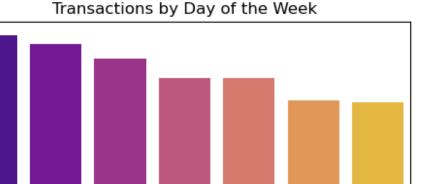
```
friday has 125 Transactions
```

```
plt.figure(figsize=(6, 4))
sns.barplot(x=transactions_by_day.index, y=transactions_by_day.values,
palette='plasma')
plt.title('Transactions by Day of the Week')
plt.xlabel('Day')
plt.ylabel('Number of Transactions')
plt.show()

C:\Users\kampl\AppData\Local\Temp\ipykernel_28664\4294894128.py:2:
FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

sns.barplot(x=transactions_by_day.index,
y=transactions_by_day.values, palette='plasma')
```



TuesdayWednesdayThursday Sunday Monday Saturday Friday
Day

# Insights:

160

140

120

100

80

60

40

20

0

Number of Transactions

heighest transaction day in a week.

lowest transaction day in a week

```
# Customer lifetime value (CLV)
clv = transactions.groupby('CustomerID')['TotalValue'].sum()
print("\nCustomer Lifetime Value (CLV):")
print(clv.describe())
Customer Lifetime Value (CLV):
          199.000000
count
mean
          3467.314372
          1832.677958
std
            82.360000
min
25%
          2162.040000
50%
          3137.660000
75%
          4770,225000
         10673.870000
max
Name: TotalValue, dtype: float64
# Average basket size
basket size = transactions.groupby('TransactionID')
['Quantity'].sum().mean()
print(f"\nAverage Basket Size: {basket_size:.2f} items per
transaction")
```

#### Average Basket Size: 2.54 items per transaction

The analysis provides a clear understanding of customer behavior, transaction trends, and product performance. Key takeaways include the dominance of books and electronics, high customer activity in South America, and the importance of leveraging existing customers for revenue growth.

# **Business Insights**

Maximize Revenue Opportunities:

Focus marketing and promotions around high-demand products and categories (e.g., "ActiveWear Smartwatch" and books).

Improve Customer Retention:

Develop loyalty programs targeting high-value customers (Cluster 1) and provide incentives for Clusters 2 and 4 to increase spending.

Leverage Regional Trends:

Personalize marketing strategies based on regional preferences (e.g., promote electronics in North America, books in South America).

Optimize Inventory Management:

Stock popular items adequately while reevaluating underperforming products.

**Enhance Clustering Models:** 

Incorporate additional customer data to improve segmentation accuracy and tailor marketing efforts further.

# 1. Customer Analysis

Customer Distribution by Region:

South America has the highest number of customers (59), followed by Europe (50), North America (46), and Asia (45).

Graph: Bar plot showing the count of customers by region.

Insight: Focus marketing efforts in South America for regional promotions while exploring opportunities to expand in Asia.

**Customer Signup Trends:** 

Customer signups peaked in late 2023 and early 2024, with a steady upward trend.

Graph: Line chart showing signups by month.

Insight: Leverage promotional campaigns during peak signup periods to attract more customers.

New vs. Existing Customer Revenue:

Existing customers contributed more revenue (\$422,634) compared to new customers (\$267,361).

Graph: Bar chart comparing revenue from new and existing customers.

Insight: Invest in loyalty programs to retain and grow the existing customer base.

### Transaction Analysis

Transaction Trends Over Time:

The highest transaction volumes occurred between July and September 2024.

Graph: Line chart of transactions per month.

Insight: Offer seasonal discounts or marketing campaigns during these high-activity months to maximize sales.

Transactions by Day of the Week:

Tuesday had the highest number of transactions, followed closely by Wednesday and Thursday.

Graph: Bar plot showing transaction counts by day of the week.

Insight: Focus email or social media marketing campaigns early in the week to drive sales.

Average Basket Size:

The average basket size is 2.54 items per transaction.

Insight: Bundle offers can encourage customers to increase their basket size.

# 3. Product Analysis

Top Categories by Revenue:

Books generated the highest revenue (\$192,147), followed by Electronics (\$180,783), Clothing (\$166,170), and Home Decor (\$150,893).

Graph: Bar chart of revenue by product category.

Insight: Continue prioritizing books and electronics while promoting less popular categories like Home Decor to diversify revenue streams.

Top-Selling Products:

The "ActiveWear Smartwatch" was the most purchased product, followed by "SoundWave Headphones" and "HomeSense Desk Lamp".

Graph: Horizontal bar chart of the top 10 most purchased products.

Insight: Stock up on these products and feature them in advertisements to capitalize on demand.

#### Least Purchased Products:

Products like "BookWorld Wall Art" and "ComfortLiving Headphones" had the lowest sales.

Insight: Review pricing and promotional strategies for these products or consider removing them from inventory.