# TheAnalyticsTeam

# Sprocket Central Pty Ltd

Data analytics approach

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# Agenda

- 1. Introduction
- 2. Data Exploration
- 3. Model Development
- 4. Interpretation
- 5. Conclusion

#### Introduction

# Find new potential customers and insights to improve resource allocation for targeted marketing

**Stakeholder**: Marketing team (Sprocket Central Pty Ltd)

**Product & Services**: Bike and cycling accessories

**Goal**: Recommend the potential customers

Project period: 3 weeks



# **Explore 3 datasets to understand data distribution**

- 1. Customer demographic
- 2. Customer address
- 3. Transactions

### 1. Customer demographic

- 13 columns and 4000 distinct id
- Gender (F, M, U, Female, Femal, Male)
- 87 of 4000 have no DOB
- 195 unique job title in 9 industries
- 3 segments; Mass, High net worth, Affluent
- Default column cannot be read

#### 2. Customer address

- 5 columns and 4000 distinct id but missing on id 3, 10, 22, 23 and 4001-4003 are additional id
- State consist of New South Wales (NSW), Queensland (QLD), Victoria (VIC) and all location are in Australia
- Property valuation in range 1-12 (unknown unit and currency)

#### 3. Transactions

- 13 columns and 20000 transaction id (3494 distinct customer id)
- The order date in 2017 (1/1/2017 30/12/2017)
- 6 brands; Giant Bicycles, WeareA2B, Norco, Bicycles, OHM Cycles, Solex, Trek Bicycles
- 4 product line; Standard, Road, Touring, Mountain
- 3 product class; high, medium, low
- 3 product size; large, medium, small
- 197 records with no data in some columns (all of these have product id 0)

# **Model Development**

#### Transform data and discover the relations

#### 1. Customer Demographic

- Transform gender column, deceased indicator to be consistent
- Create age range from DOB

# **Model Development**

#### Transform data and discover the relations

#### 2. Customer address

Transform state into short form (NSW, VIC, QLD)

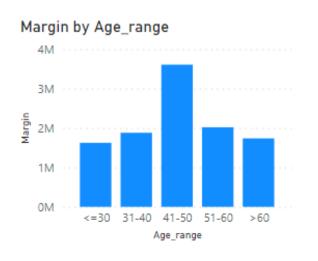
# **Model Development**

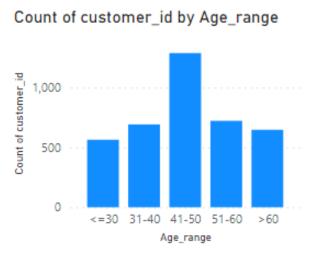
#### Transform data and discover the relations

#### 3. Transactions

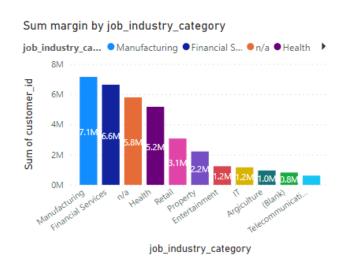
- Remove records which empty in product information (brand, product line, product class, product size, standard cost, product first sold date)
- Calculate margin column from price and cost

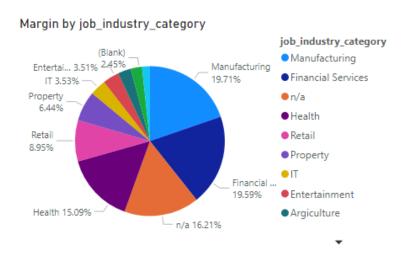
# Company gain significant margin from customers at age 41-50





# Company gain over 70% margin from customers who work in Manufacturing, Financial services, n/a and Property

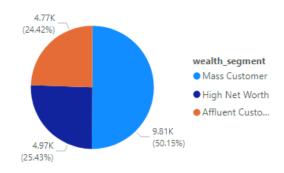




# Half customers are Mass customer, which make 5.4M margin

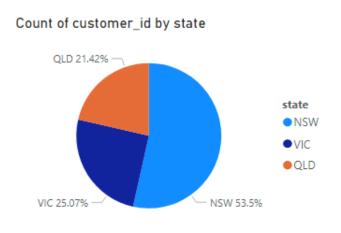


#### Count of customer\_id by wealth\_segment



# Half customers are live in NSW, which make 5.8M margin





#### Conclusion

From provided data, we discover that the company gain profit from customer who

- 1. Age 41-50
- 2. Work in Manufacturing, Financial services, Property or n/a
- 3. Half margin and customers classify as Mass customer
- 4. Half Mass customer customers live in New South Wales