TheAnalyticsTeam

Sprocket Central Pty Ltd

Data analytics approach

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Agenda

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

Introduction

Identify & Recommending High Value Customers

Outline of Problem

- Sprocket Central is a Company that specializes in highquality bike and accessories.
- The Marketing team is looking to boost sales.
- To Target 100 new customer that will bring the highest value to the business.

Approach for Data Analysis

- Bike Related Purchase for the last 3 years based on Gender.
- Top Industries contributing the maximum profit and bike related sales.
- Wealth Segment by Age Category.
- Number of Cars owned in each state.
- Customer Classification.

Data Quality Assessment

Key issue dealt with for the data quality issue:

| | Accuracy | Completeness | Consistency | Currency | Relevancy | Validity |
|-------------------------|--------------------------------------|---|--------------------------|--|---|---|
| Customer Demographic | DOB : Inaccurate Age : Missing | Job Title : Blanks Customer ID : Incomplete | Gender : Inconsistent | Deceased Customer : Filtered Out | Default Column : Delete | |
| Customer Address | | Customer ID : Incomplete | States : Inconsistent | | | |
| Transaction | Profile : Missing | Customer ID : Incomplete Online Orders : Blanks Brands : Blanks | | | Cancelled Status Order : Filtered Out | List Price : Format Product Sold Date : Format |

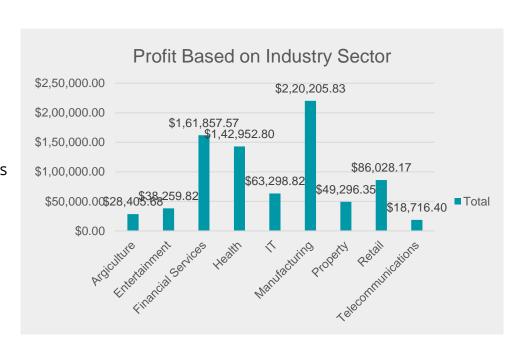
Bike Related Purchase Over The Last 3 Years Based On Gender

- Data Shows, on average females have made bike related purchase in the last 3 year compared to males.
- On Average Females have had 1% higher bike related purchase compared to men in the last 3 years



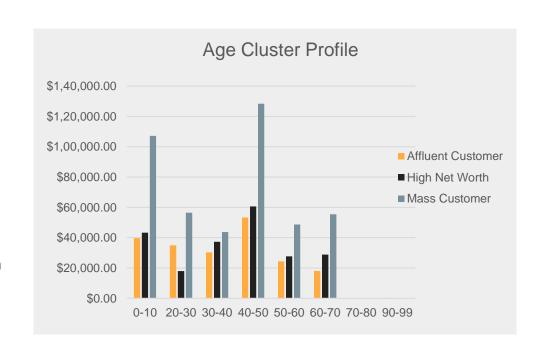
Top Job Industry Contributing to the Maxing Profit & Bike Related Purchases

- The Top 3 Industry Sector Bringing in the Highest Profit are: Financial Services, Health & Manufacturing.
- These can be obvious as most of these industry sectors are based within the city or on the outskirts of the city therefore consumers prefer bikes for commuting.
- Most of the Industry Sectors have returned less than \$1,00,000 in profits.



Profit of Wealth Segment by Age Cluster

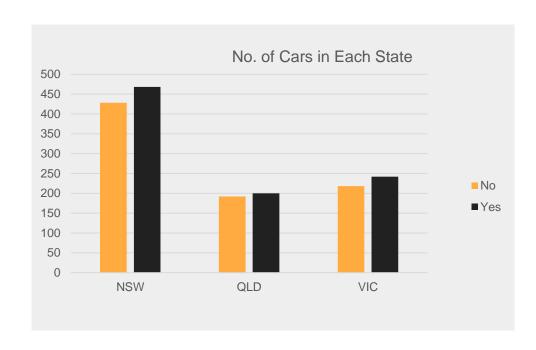
- Overall, the Mass customer segmentation makes the highest profit across the different age clusters.
- Mass Customer Aged between 38 47 are likely to bring more profit for the company compared to other age clusters.
- This is also indicates a trend of the buying power, as the buying power increases over time till 47 and then see's a decline in buying power, thus leading to lower profits.



Number of Cars Owned in each state

 NSW, QLD & VIC could be potential market opportunities for the company

NSW, has the highest potential as the number of people that own cars is almost equal to the people who don't own cars which shows that there is opportunity to find value customers there.



Model Development

Customer Classification – Targeting High Value Customers

- These are the high value customer that should be targeted from the new list:
 - Most of the value customers will be female compared to male
 - Working in the financial services, health and manufacturing industry sector,
 - Aged between 38 47
 - Who are working living in NSW,VIC.

Interpretation

• Here is a snapshot of a few customer that will come under the high value customer classification

| First Name | Bike Related Purchase for the last 3 Year | Age | Job Industry | Wealth Segment | Own Cars | State |
|------------|---|-----|--------------------|----------------|----------|-------|
| Melba | 38 | 44 | Health | Mass Computer | No | NSW |
| Winnifred | 83 | 44 | Financial Services | Mass Computer | No | VIC |
| Gale | 59 | 43 | Financial Services | Mass Computer | Yes | VIC |
| Martelle | 52 | 39 | Manufacturing | Mass Computer | No | NSW |
| Patricia | 34 | 42 | Health | Mass Computer | No | NSW |
| Daryl | 12 | 41 | Financial Services | Mass Computer | Yes | NSW |
| Sunny | 90 | 45 | Financial Services | Mass Computer | No | NSW |
| Antonietta | 82 | 47 | Financial Services | Mass Computer | No | VIC |

Thank You 🤲