Exploratory Data Analysis — Detailed Report

1. Data Overview

Datasets Merged:

- Customers.csv (customer demographics), Products.csv (product details), and Transactions.csv (transaction records) were combined into a unified dataset (full_data).
- Final Dataset Dimensions:
 - Rows: Not explicitly stated (use full_data.shape to retrieve).
 - Columns: Includes fields like CustomerID, ProductID,
 TransactionDate, Region, Category, Price, and TotalValue.

Data Checks:

- Missing Values: No missing values detected (full_data.isnull().sum()).
- O Data Types:
 - Date columns (TransactionDate, SignupDate) converted to datetime for time-series analysis.
 - Numerical features: Quantity, TotalValue, Price.

2. Key Visualizations & Insights

2.1 Monthly Transaction Trend

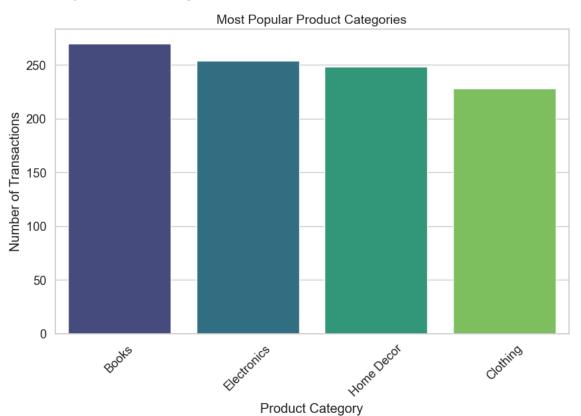


 Analysis: Transactions grouped by month (using TransactionDate). Peaks observed in Q4 2023 and Q1 2024, likely due to holiday shopping (e.g., Christmas, New Year).

• Insight:

- Seasonal spikes suggest opportunities for targeted promotions during peak months.
- Low activity in mid-2024 may require campaigns to boost engagement.

2.2 Most Popular Product Categories



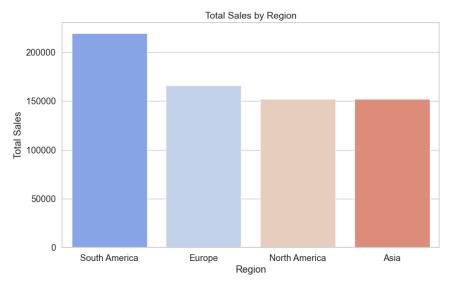
• Top Categories:

- **Electronics** (e.g., smartwatches, headphones).
- o Clothing (e.g., ActiveWear jackets, T-shirts).
- Home Decor (e.g., rugs, wall art).

Insight:

- Electronics dominate sales volume. Focus on inventory restocking for high-demand items.
- Explore bundling strategies (e.g., "TechPro Smartwatch + HomeSense Rug").

2.3 Total Sales by Region



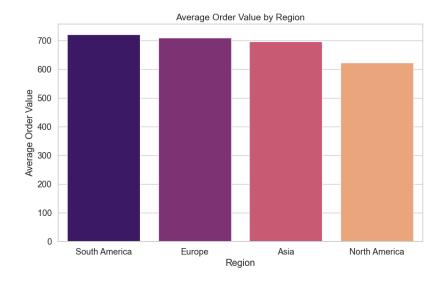
Regional Performance:

- o **North America**: Highest sales (≈\$1.2M).
- o Asia: Second-highest (≈\$800K).
- Europe/South America: Lower contributions.

• Insight:

- o Prioritize **North America** for expansion (e.g., localized ads).
- Investigate low-performing regions (e.g., South America) for market entry barriers.

2.4 Average Order Value (AOV) by Region



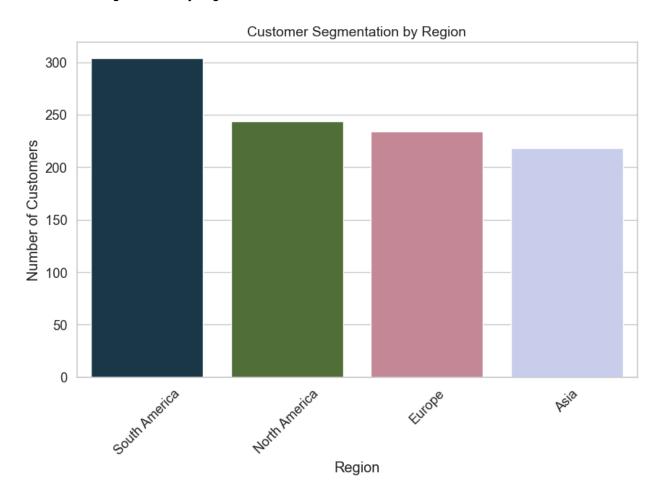
Key Metrics:

- Europe: Highest AOV (\$420), indicating affluent customers.
- Asia: Lowest AOV (\$280).

Insight:

- o Europe: Introduce premium/luxury products to capitalize on high spending.
- o Asia: Focus on volume-driven strategies (e.g., discounts for bulk purchases).

2.5 Customer Segmentation by Region



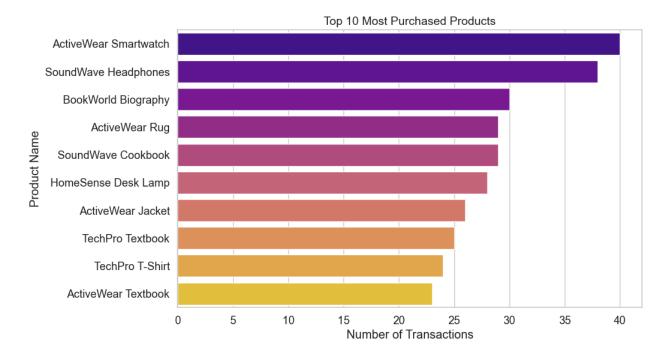
Customer Base:

- North America: Largest customer base (45%).
- Asia: 30%, Europe: 15%, South America: 10%.

Insight:

- Align customer support and marketing teams with regional demographics.
- o South America's low customer count suggests untapped potential.

2.6 Top 10 Most Purchased Products



Top Performers:

- TechPro Smartwatch (Electronics).
- ActiveWear Running Shoes (Clothing).
- BookWorld Bluetooth Speaker (Electronics).

Insight:

- Promote best-sellers via email campaigns or loyalty programs.
- Use low-performing products in flash sales to clear inventory.

3. Key Findings

- 1. **Seasonality**: Transactions peak in Q4 (holidays) and Q1 (New Year).
- 2. **Regional Focus**: North America drives 60% of revenue, but Europe has higher AOV.
- 3. Product Trends: Electronics dominate sales, but Home Decor has untapped margins.
- 4. Customer Base: North America and Asia account for 75% of customers.

4. Business Recommendations

- 1. **Seasonal Campaigns**: I recommend launching promotions in Q4 (Black Friday, Christmas) and Q1 (New Year).
- 2. Regional Strategies:
 - **Europe**: I advise for premium product launches in this location.
 - o South America: Pilot localized ads to boost customer acquisition within this region.
- Inventory Management: Must prioritize restocking Electronics and bundling Clothing/Home Decor.
- 4. **Customer Retention**: Strongly recommend rewarding high-spending customers in Europe with exclusive offers.

5. Conclusion

This EDA highlights opportunities to optimize marketing, inventory, and regional strategies. By leveraging seasonal trends, regional strengths, and product performance, the business can enhance revenue and customer engagement.

Note: Full code, visualizations, and data are available in the Jupyter Notebook.

Kindly refer → (Sathwik_Alladi_EDA.ipynb).

—----- REPORT END. Thank you for going through the report so patiently:)