# TravelTide User Segmentation and Personalized Offers

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Last updated: 24 Feb 2025

#### **Objective**

#### The goal of the TravelTide project is to:

- Segment users based on travel behavior (bookings, cancellations, preferences, demographics).
- Use machine learning techniques such as:
  - KMeans clustering for user segmentation.
  - PCA (Principal Component Analysis) for visualization.
  - Random Forest Classifier for predictive modeling.
- Recommend personalized offers
- Maximize profits

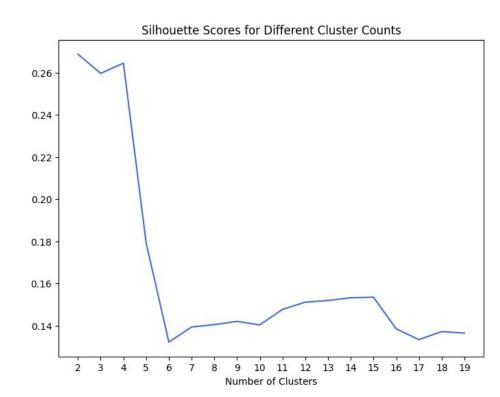
#### Data Loading and Initial Exploration

#### Data Exploration:

- Removed 'O' category from gender
- Handled missing values for base\_fare\_usd, seats, and checked\_bags
- New features are added such as age, flight\_hotel\_booked, flight\_duration\_days, hotel\_stay\_duration, total\_hotel\_cost, active\_days, cancellation\_rate

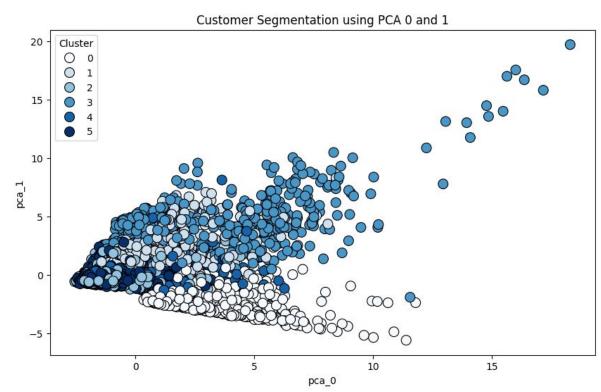
# **KMeans Clustering**

Optimal Cluster Selection: 6

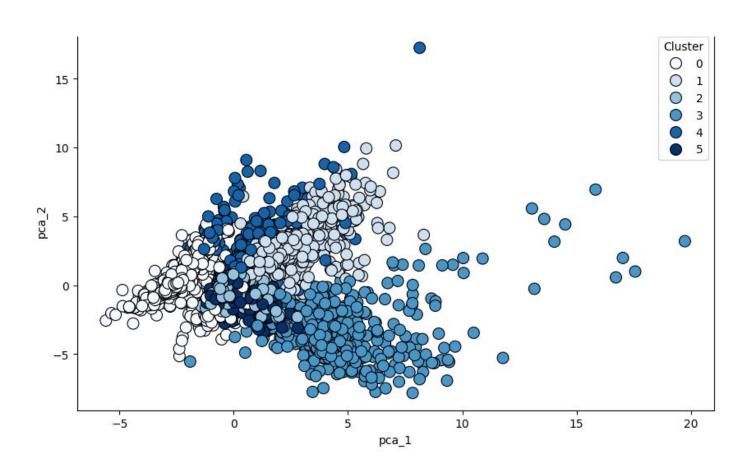


## **PCA for Dimensionality Reduction**

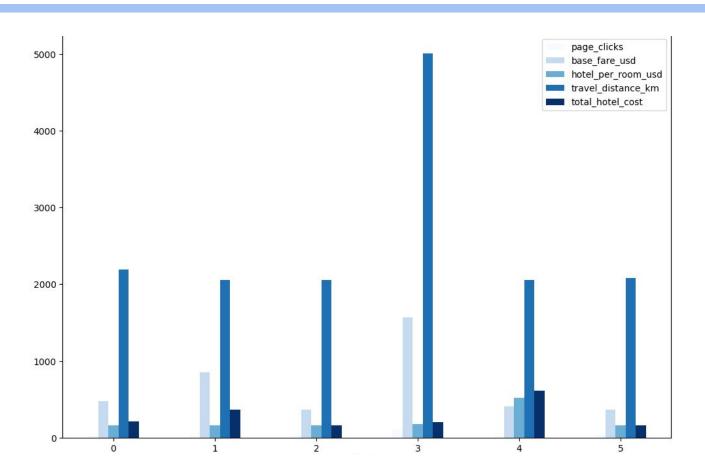
#### **Dimensionality Reduction: 4**



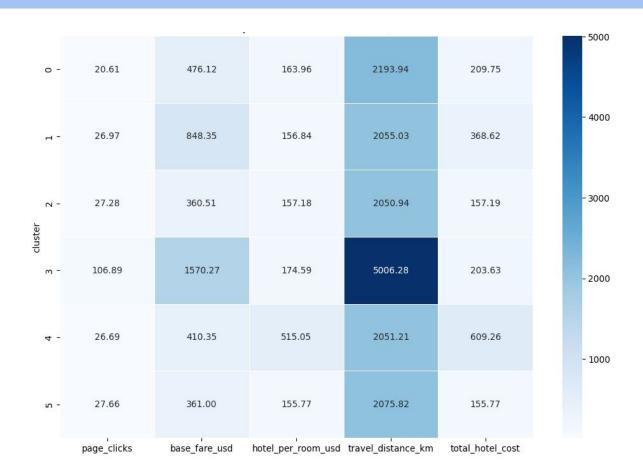
#### PCA1 vs 2



# **Cluster Analysis**



# Heatmap of Cluster



## Mapping to Offers

Cluster 0 : Frequent travelers

Cluster 1: Frequent engagement, short trips

Cluster 2: Budget-conscious travelers with families

Cluster 3: Frequent travelers with high cancellations

Cluster 4: Family travelers on short trips

Cluster 5: Married with children

"10% off next trip"

"Discount at special events"

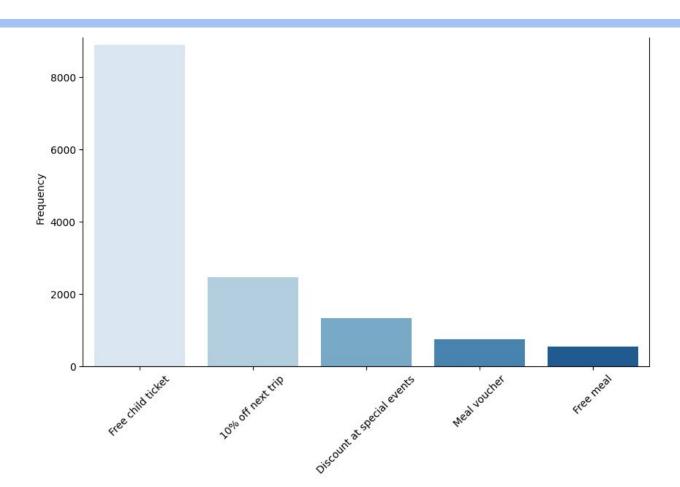
"Free child ticket"

"Free meal"

"Meal voucher"

"Free child ticket"

#### **Recommendation Offers Viz**

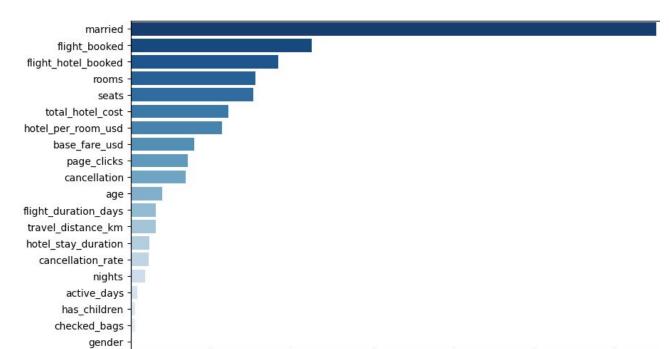


# **Predictive Modeling**

Model Training: Random Forest Classifier

Model Evaluation: 95%+

Feature Importance:



#### **Conclusions**

- Six Clusters
- Personalized offers
- Predictive modeling

#### **Next Steps**

- Further model optimization with other algorithms.
- Real-time model integration
- More Data Collection

# Thankyou