

CUSTOMER ANALYTICS IN PYTHON

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METRO COLLEGE

AGENDA

- Introduction
- Research Question
- Framework Implementation
- Business Issues
- Exploratory Data Analysis
- Raw Data Visualization and Heatmaps
- Hierarchical Clustering
- K-means Clustering
- Cluster Profiling
- K-mean Clusters Visualization
- PCA Dimension reduction
- Segmentation Validation through PCA
- Clear Segment Visualization

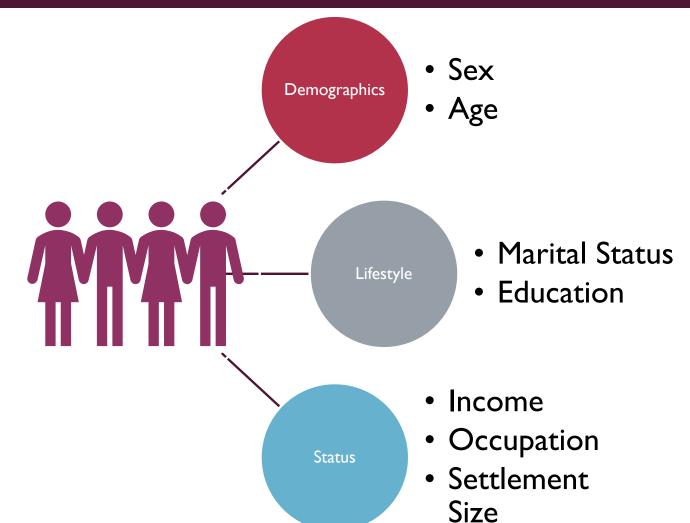
DATA I HAVE ...

Individuals FMCG Store

Loyalty cards County

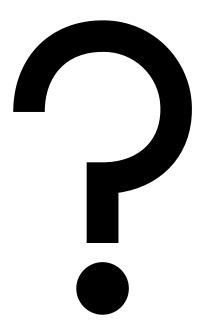
Features: 07

Obervations: 2000



WHAT IS THE RESEARCH QUESTION

How to improve overall marketing of the brand for increasing sales based on customers' buying behavior?



METHDOLOGY: STP FRAMEWORK FOR KYC



WHAT WILL I ACHIEVE...





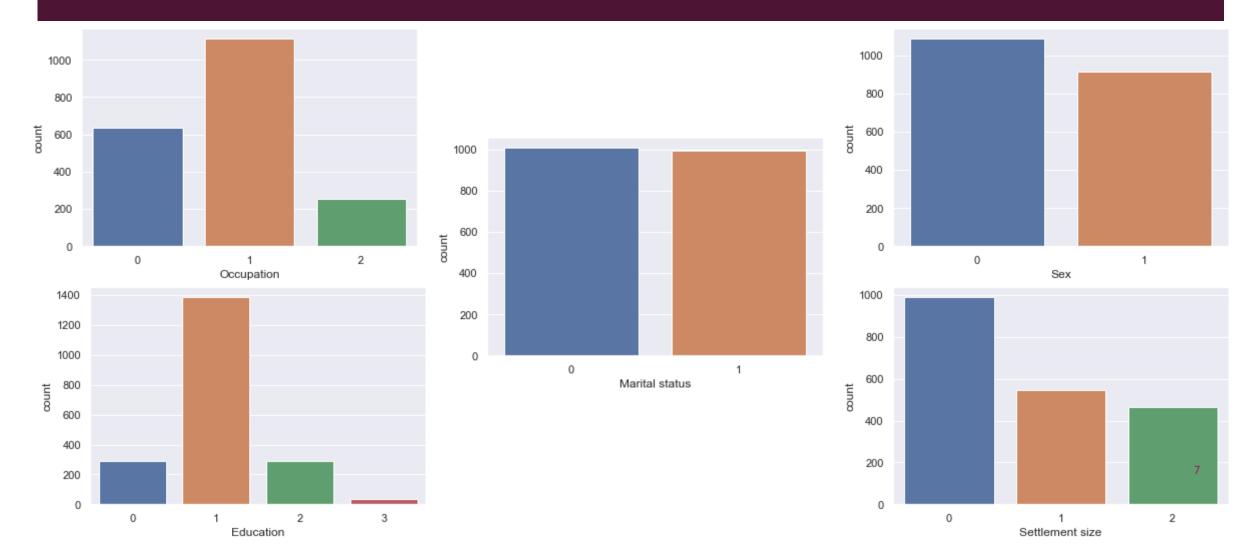


ANALYSE PREVIOUS DATA TO FIND OUT PATTERNS

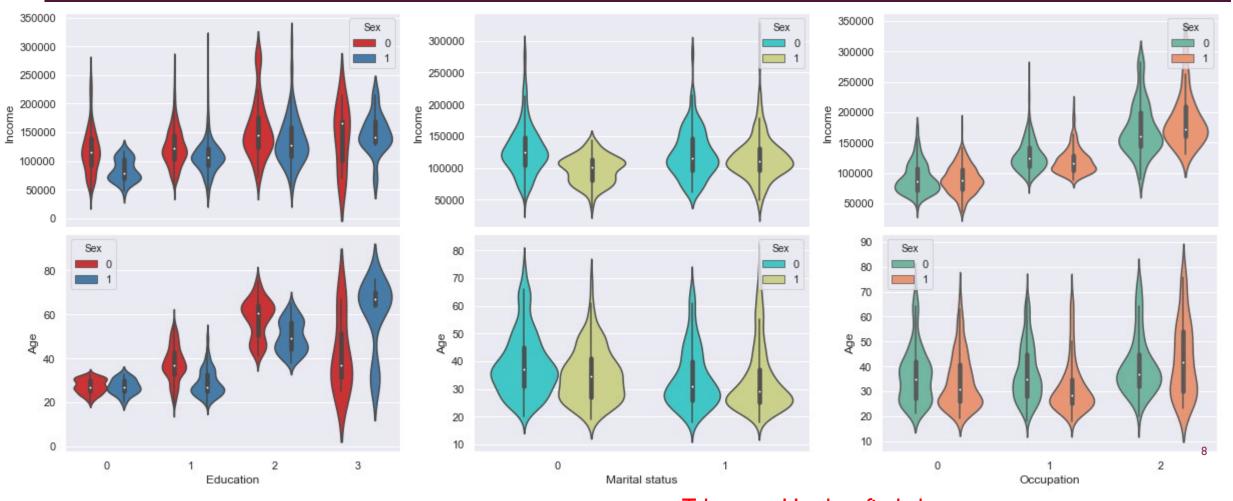
IMPLEMENTING KNOW YOUR CUSTOMER FRAMEWORK

HOW TO IMPROVE TARGET MARKETING

EXPLORATORY DATA ANALYSIS – CATEGORICAL VARAIABLES

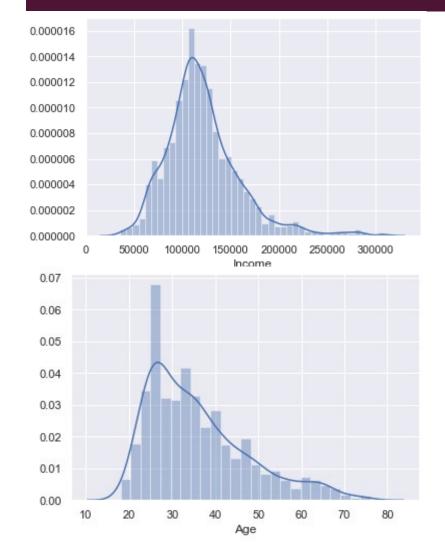


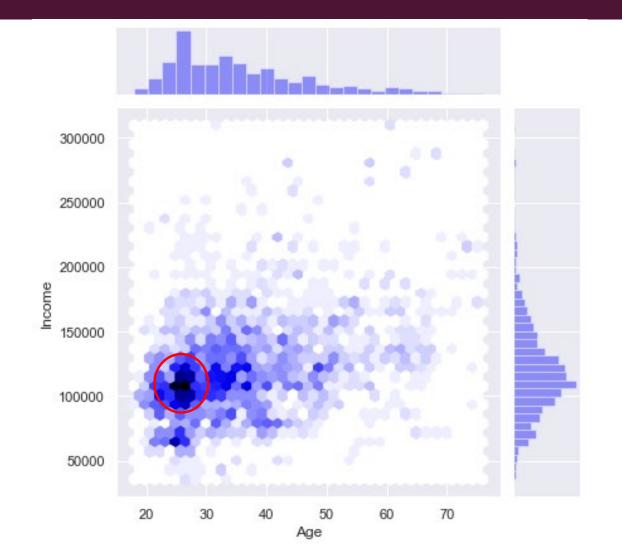
EDA: CATEGORICAL & CONTINUOUS VARIABLES



Takeaway: Hard to find clear patterns

CORRELATION BETWEEN TWO CONTINUOUS VARIABLES

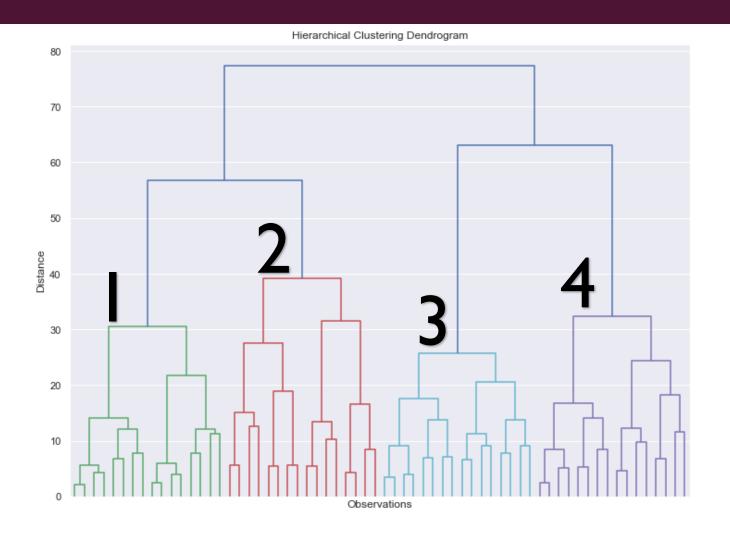




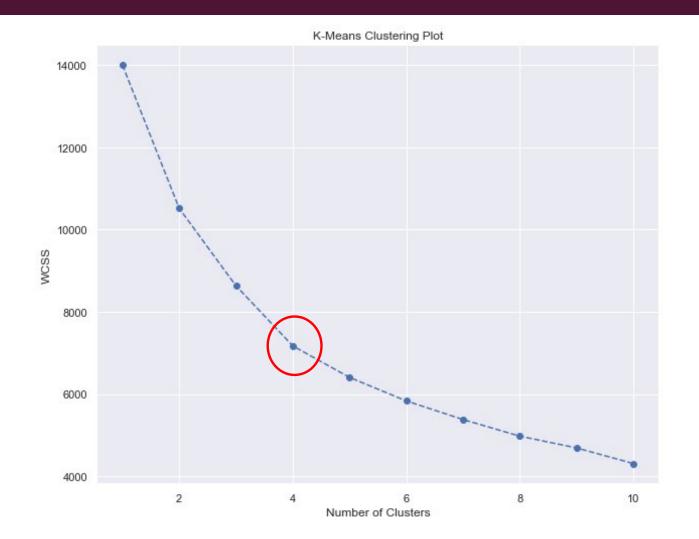
VISUALIZATION OF RAW DATA AND CORRELATION



HIERARCHICAL CLUSTERING



K-MEANS CLUSTERING



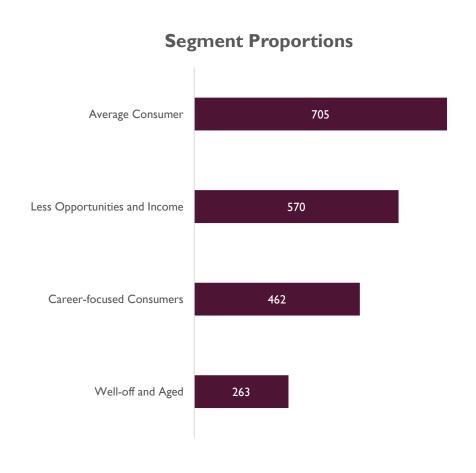
ANALYSIS OF 04 SEGMENTS

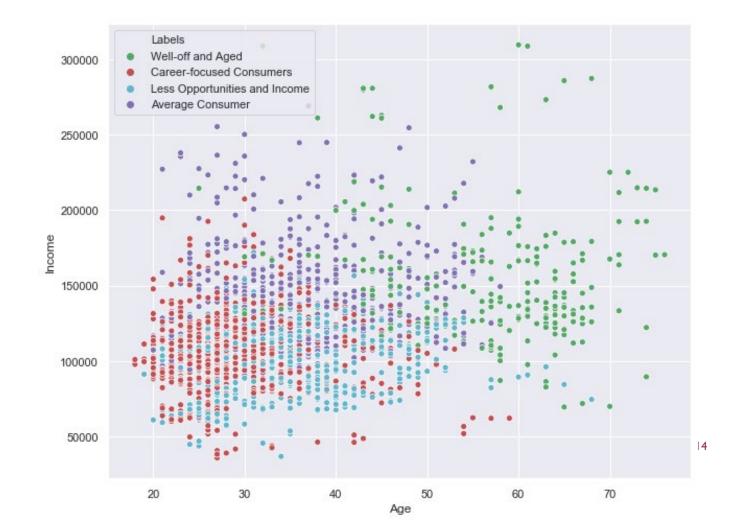
	Sex	Marital status	Age	Education	Income	Occupation	Settlement size
Segment K-Means							
0	0.501901	0.692015	55.703422	2.129278	158338.422053	1.129278	1.110266
1	0.352814	0.019481	35.577922	0.746753	97859.852814	0.329004	0.043290
2	0.029825	0.173684	35.635088	0.733333	141218.249123	1.271930	1.522807
3	0.853901	0.997163	28.963121	1.068085	105759.119149	0.634043	0.422695

Segments:

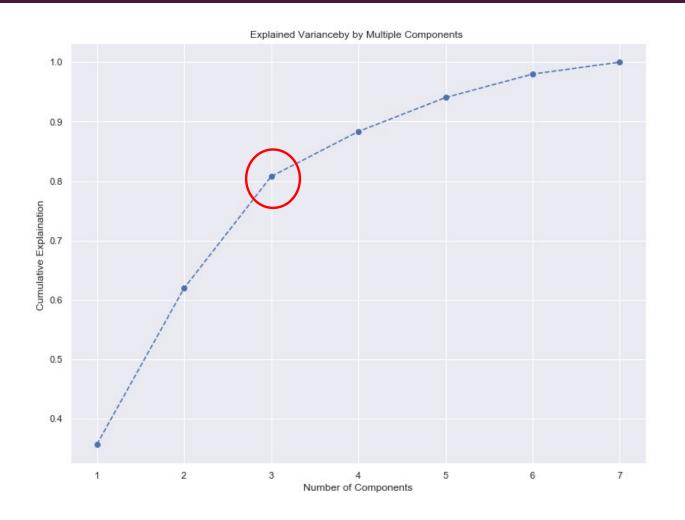
- I. Well-off and Aged
- 2. Less Opp. & Income
- 3. Career-focused Consumers
- 4. Average Consumer

K-MEANS CLUSTERING VISUALIZATION

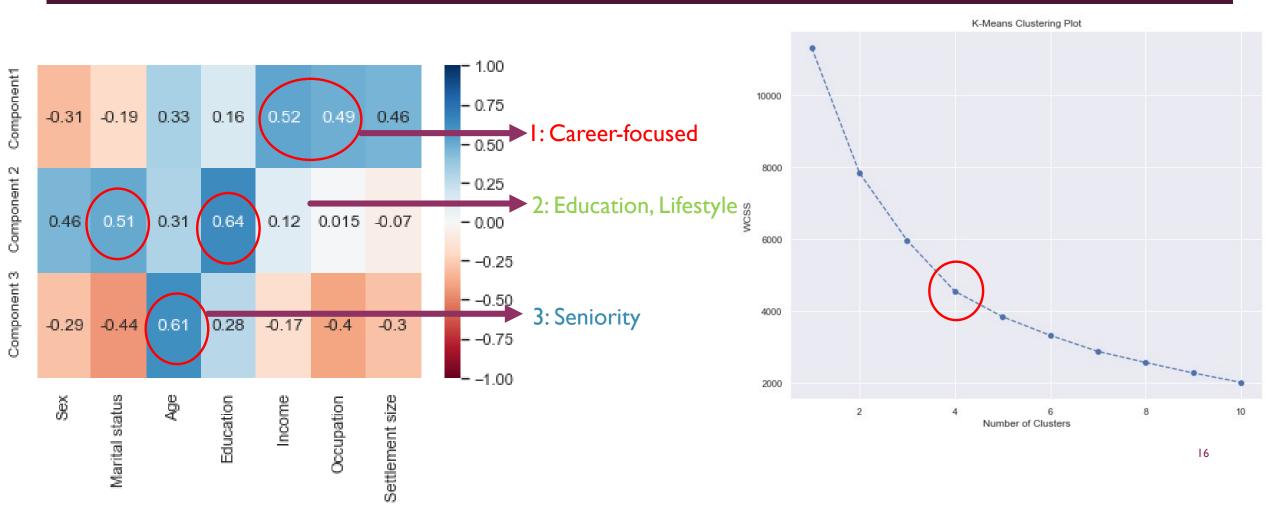




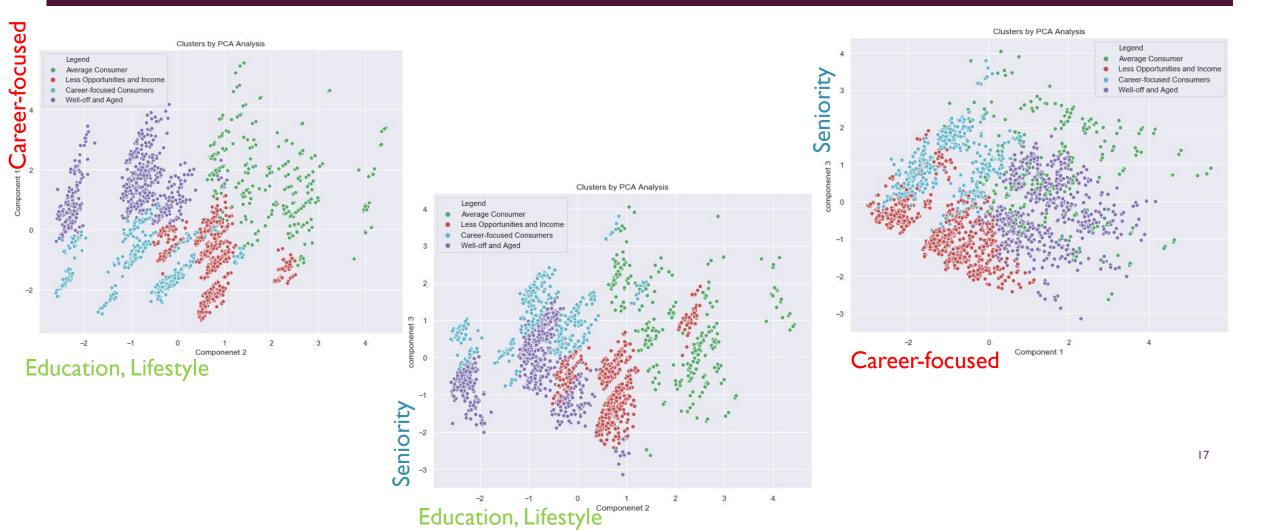
IDENTIFICATION OF COMPONENTS IN PCA



PCA COMPONENTS AND K-MEANS



PCA: K-MEANS CLUSTERING & VISUALIZATION



SOME TAKEAWAYS.... MORE IN THE MAKING...



ANALYSE PREVIOUS DATA TO FIND OUT PATTERNS



IMPLEMENTING KNOW YOUR CUSTOMER FRAMEWORK



HOW TO IMPROVE TARGET MARKETING

- Simple Analysis is not enough
- EDA may show you no clear patterns
- Segmentation can be done several ways
- Profiling and Validation is key
- Segmentation is key to target marketing
- Improves targeting and reduce costs



Q&As