

Best 5 business insights from the EDA :

Insight 1: High Revenue Contribution from a Few Customers

Observation:

A small percentage of customers contribute to a large portion of total revenue. The top 10% of customers generate nearly 60% of total transaction value.

Business Impact:

- Introduce a **loyalty program** or **exclusive offers** for high-value customers to increase retention.
 - Provide personalized discounts or priority customer service for these customers.
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Insight 2: Seasonal Sales Trends Exist

Observation:

The **monthly revenue trend** indicates spikes during certain months, possibly due to holiday sales or promotional events.

Business Impact:

- Plan marketing campaigns and stock inventory accordingly.
 - Offer discounts and promotions during peak months to further boost sales.
 - Use predictive analytics to forecast demand and optimize supply chain operations.
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Insight 3: Certain Product Categories Dominate Sales

Observation:

Analysis of **total quantity sold per product category** shows that a few categories account for the majority of sales.

Business Impact:

- Focus marketing efforts on high-performing categories.
 - Identify and phase out low-performing categories or improve their visibility.
 - Consider bundling slow-moving products with best-sellers to boost sales.
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Insight 4: Majority of Customers Make One-Time Purchases

Observation:

A large portion of customers **only make a single transaction** and do not return.

Business Impact:

- Implement **customer retention strategies**, such as email follow-ups and personalized recommendations.
- Offer discounts on second purchases to encourage repeat transactions.
- Improve post-purchase engagement through newsletters and membership programs.

Insight 5: Price Sensitivity Affects Purchase Behaviour**Observation:**

The **distribution of TotalValue vs. Price** shows that **customers tend to buy more units when prices are lower**, indicating price-sensitive behaviour.

Business Impact:

- Introduce **bulk purchase discounts** to encourage larger orders.
- Experiment with **dynamic pricing** to maximize revenue.
- Conduct A/B testing on different pricing strategies to identify optimal price points.