

# **Retail Sales Case Study**

You have been given a dataset from a leading retail giant. The dataset contains information on:

- 1. Demographics of the customers.
- 2. Purchase Behaviour.
- 3. Response to various marketing campaigns run.

The data dictionary for the variables is given below:

## demographics.txt

- ID->Customer's unique identifier
- Year\_Birth->Customer's birth year
- Education->Customer's education level
- Marital Status->Customer's marital status
- Income->Customer's yearly household income
- Kidhome->Number of children in customer's household
- Teenhome->Number of teenagers in customer's household
- Dt\_Customer->Date of customer's enrollment with the company
- Country->Customer's location

# behaviour.json

- Recency->Number of days since customer's last purchase
- MntWines->Amount spent on wine in the last 2 years
- MntFruits->Amount spent on fruits in the last 2 years
- MntMeatProducts->Amount spent on meat in the last 2 years
- MntFishProducts->Amount spent on fish in the last 2 years
- MntSweetProducts->Amount spent on sweets in the last 2 years
- MntGoldProducst->Amount spent on gold in the last 2 years
- NumDealsPurchases->Number of purchases made with a discount
- NumWebPurchases->Number of purchases made through the company's web site
- NumCataloguePurchases->Number of purchases made using a catalogue
- NumStorePurchases->Number of purchases made directly in stores
- NumWebVisitsMonth->Number of visits to company's web site in the last month

# campaign.json

- AcceptedCmp3->1 if customer accepted the offer in the 3rd campaign, 0 otherwise
- AcceptedCmp4->1 if customer accepted the offer in the 4th campaign, 0 otherwise
- AcceptedCmp4->1 if customer accepted the offer in the 5th campaign, 0 otherwise
- AcceptedCmp1->1 if customer accepted the offer in the 1st campaign, 0 otherwise
- AcceptedCmp2->1 if customer accepted the offer in the 2nd campaign, 0 otherwise
- Response->1 if customer accepted the offer in the last campaign, 0 otherwise



• Complain->1 if customer complained in the last 2 years, 0 otherwise

### Tools:

Python

#### **Business Problem**

The retailer wants to understand what kind of customers respond to different campaigns. To arrive at a reasonable answer to the above question, you've been tasked to analyze this dataset. Below are some pointed business questions you are required to answer.

# **Data Quality and Check (Task 1)**

- 1. Create a consolidated view of data by joining the data present in three files.
- 2. Are there any variables where you will need to clean the raw data, what kind of cleaning will be needed?
- 3. Create a data quality report after doing the necessary cleaning and joining of the files by:
  - Doing univariates for continuous variables (compute: percentage of missing values, percentage of terms which are zero, mean, 25th, 50th, 75th, 90th and 95th percentile, min and max)
  - Doing univariates for categorical variables (compute:percentage of missing values, number of unique values)
- 4. Are there any extreme values of variables representing income, amount of money spent on various categories, recency of purchase?

### Business Analysis and Hypothesis (Task 2)

- 1. Generate and check hypothesis around Amount Spent on different categories and response rate in different marketing campaigns.
- 2. Create a funnel analysis showing what percentage of unique customers accept campaign 1,2, 3,..etc
- 3. Find out how income impacts the amount spent on Wine Meat Products Gold Products Fish Products
- 4. Can you test the hypothesis that recent customers complain less in general compared to older customers?
- 5. Do people who accept the offer in the first campaign also accept in any other campaign?
- 6. Profile of people who respond vs. who don't.

#### **Deliverables**

- A well-designed deck outlining the conclusions and the analysis (.ppt)
- A well-structured code pushed on GitHub (Write an informative README, wellstructured code/notebooks)
- Optional: A blog post on medium/personal blog/blogger/LinkedIn