python3

November 30, 2023

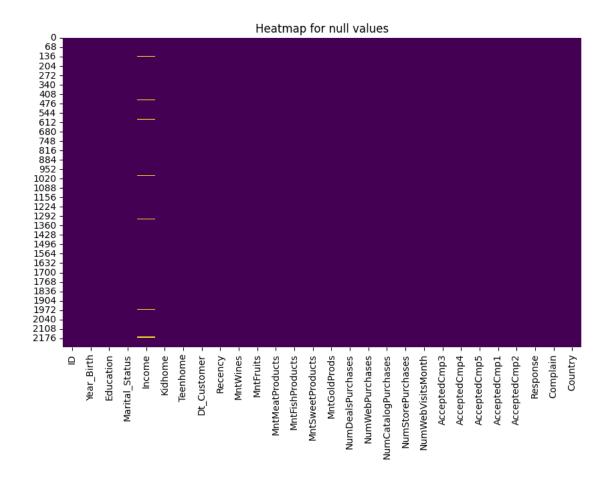
```
[1]: from google.colab import drive
       drive.mount('/content/drive')
      Mounted at /content/drive
      IMPORT NECESSARY LIBS
[206]: import pandas as pd
       import matplotlib.pyplot as plt
       import numpy as np
       import seaborn as sns
      LOAD DATASET
      df = pd.read_csv("/content/drive/MyDrive/dataset1/marketing_data.csv")
[208]: df
[208]:
                                                                            Kidhome
                ID
                     Year_Birth
                                   Education Marital_Status
                                                                    Income
       0
                                                               $84,835.00
              1826
                           1970
                                  Graduation
                                                    Divorced
                                                                                   0
       1
                           1961
                                  Graduation
                                                      Single
                                                               $57,091.00
                                                                                   0
                  1
       2
              10476
                           1958
                                  Graduation
                                                     Married
                                                               $67,267.00
                                                                                   0
       3
              1386
                           1967
                                  Graduation
                                                    Together
                                                               $32,474.00
                                                                                   1
       4
              5371
                           1989
                                  Graduation
                                                      Single
                                                               $21,474.00
                                                                                   1
       2235
             10142
                           1976
                                         PhD
                                                    Divorced
                                                              $66,476.00
                                                                                   0
       2236
              5263
                           1977
                                    2n Cycle
                                                     Married
                                                               $31,056.00
                                                                                   1
       2237
                22
                                  {\tt Graduation}
                                                               $46,310.00
                                                                                   1
                           1976
                                                    Divorced
       2238
               528
                           1978
                                  Graduation
                                                     Married
                                                               $65,819.00
                                                                                   0
       2239
              4070
                           1969
                                         PhD
                                                     Married
                                                               $94,871.00
                                                                                   0
             Teenhome Dt_Customer
                                                            NumStorePurchases
                                     Recency
                                              MntWines
       0
                     0
                           6/16/14
                                           0
                                                    189
                                                                              6
       1
                     0
                           6/15/14
                                           0
                                                    464
                                                                              7
       2
                                                                              5
                     1
                           5/13/14
                                           0
                                                    134
                                                                              2
       3
                     1
                        2005/11/14
                                           0
                                                     10
                                                                              2
       4
                     0
                        2004/08/14
       2235
                        2003/07/13
                                          99
                                                    372 ...
                                                                            11
```

2236 2237 2238 2239	0 0	1/22 2012/03 11/29 2009/01	3/12 3/12	99 99 99	2	5 85 67 69		1	3 5 0 4	
2238			Accepte				. Accepte		4	
0		1	_	0		0	_	0	•	
1		5		0		0		0		
2		2		0		0)	0		
3		7	•	0		0)	0		
4		7	•	1		0)	0		
•••		•••	•••				•••			
2235		4	•	0		0)	0		
2236	3	8	}	0		0)	0		
2237	•	8	}	0		0)	0		
2238	3	3	}	0		0)	0		
2239)	7	•	0		1		1		
	AcceptedC	mp1 Acc	eptedCmp2	Resp	onse	Complai	n Countr	:y		
0	•	0	0	•	1	_		SP		
1		0	1		1		0 0	CA		
2		0	0		0		0 0	JS		
3		0	0		0		O AU	JS		
4		0	0		1			SP.		
•••	•••		•••		•••	•••				
2235)	0	0		0		0 U	JS		
2236	3	0	0		0		0 S	SP		
2237	•	0	0		0		0 8	SP		
2238	3	0	0		0		O IN	ID		
2239)	0	0		1		0 0	CA		
[224	0 rows x 28	columns]							
[209]: df.s	shape									
[209]: (224	10, 28)									
[210]: df.d	ltypes									
[210]: ID			int64							
	_Birth		int64							
	ation		object							
	tal_Status		object							
Inco			object							
Kidh			int64							
	home		int64							
	Customer		object							
רי_('GP COMET		object							

```
Recency
                                int64
       MntWines
                                int64
       MntFruits
                                int64
       MntMeatProducts
                                int64
       MntFishProducts
                                int64
       MntSweetProducts
                                int64
       MntGoldProds
                                int64
       NumDealsPurchases
                                int64
       NumWebPurchases
                                int64
       NumCatalogPurchases
                                int64
       NumStorePurchases
                                int64
       NumWebVisitsMonth
                                int64
       AcceptedCmp3
                                int64
       AcceptedCmp4
                                int64
       AcceptedCmp5
                                int64
       AcceptedCmp1
                                int64
       AcceptedCmp2
                                int64
       Response
                                int64
       Complain
                                int64
       Country
                               object
       dtype: object
      1.Investigate Variables:
[211]: print(df.columns)
      Index(['ID', 'Year_Birth', 'Education', 'Marital_Status', 'Income', 'Kidhome',
              'Teenhome', 'Dt_Customer', 'Recency', 'MntWines', 'MntFruits',
              'MntMeatProducts', 'MntFishProducts', 'MntSweetProducts',
              'MntGoldProds', 'NumDealsPurchases', 'NumWebPurchases',
              'NumCatalogPurchases', 'NumStorePurchases', 'NumWebVisitsMonth',
              'AcceptedCmp3', 'AcceptedCmp4', 'AcceptedCmp5', 'AcceptedCmp1',
              'AcceptedCmp2', 'Response', 'Complain', 'Country'],
            dtype='object')
      I fixed the error with the space in Excel before loading data
[212]: print(df['Income'].head())
      0
           $84,835.00
      1
           $57,091.00
      2
           $67,267.00
           $32,474.00
      3
           $21,474.00
      Name: Income, dtype: object
[213]: print(df['Dt_Customer'].head())
```

6/16/14

```
6/15/14
      1
      2
              5/13/14
      3
           2005/11/14
      4
           2004/08/14
      Name: Dt_Customer, dtype: object
      tidying up the data
[214]: df['Dt_Customer'] = pd.to_datetime(df['Dt_Customer'], errors='coerce')
[215]: print(df['Dt_Customer'].head())
      0
          2014-06-16
      1
          2014-06-15
      2
          2014-05-13
      3
          2005-11-14
      4
          2004-08-14
      Name: Dt_Customer, dtype: datetime64[ns]
      Treatment of null values
[216]: #heatmap for null values
       plt.figure(figsize=(10, 6))
       sns.heatmap(df.isnull(), cbar=False, cmap='viridis')
       plt.title('Heatmap for null values')
       plt.show()
```



```
[217]: # first lets conver income to float
      df['Income'] = df['Income'].replace('[\$,]', '', regex=True).astype(float)
[218]: # Calculate the average income per group
      income_mean_by_group = df.groupby(['Year_Birth', 'Education', 'Marital_Status',_
        [219]: # Impute missing values with the group mean
      df['Income'] = df.groupby(['Year_Birth', 'Education', 'Marital_Status',
        G'Country'])['Income'].transform(lambda x: x.fillna(x.mean()))
[220]: print(df.isnull().sum())
      ID
                             0
      Year_Birth
                             0
      Education
                             0
                             0
      Marital_Status
      Income
                            16
      Kidhome
                             0
```

```
Teenhome
                         0
Dt_Customer
                         0
Recency
                         0
MntWines
                         0
                         0
MntFruits
MntMeatProducts
                         0
MntFishProducts
                         0
MntSweetProducts
                         0
MntGoldProds
                         0
NumDealsPurchases
                         0
NumWebPurchases
                         0
NumCatalogPurchases
                         0
NumStorePurchases
                         0
NumWebVisitsMonth
                         0
                         0
AcceptedCmp3
AcceptedCmp4
                         0
AcceptedCmp5
                         0
AcceptedCmp1
                         0
AcceptedCmp2
                         0
Response
                         0
Complain
                         0
Country
                         0
dtype: int64
```

4

2

1

56

34

• Create variables to populate the total number of children, age, and total spending.

```
[221]: # Create the variable for the total number of children
       df['TotalChildren'] = df['Kidhome'] + df['Teenhome']
[222]: # Create the variable for age
       # Let's assume the current date is '2023-11-30'
       current_year = 2023
       df['Age'] = current_year - df['Year_Birth']
[223]: # Create the variable for total expenditure
       df['TotalSpending'] = df['MntWines'] + df['MntFruits'] + df['MntGoldProds'] +

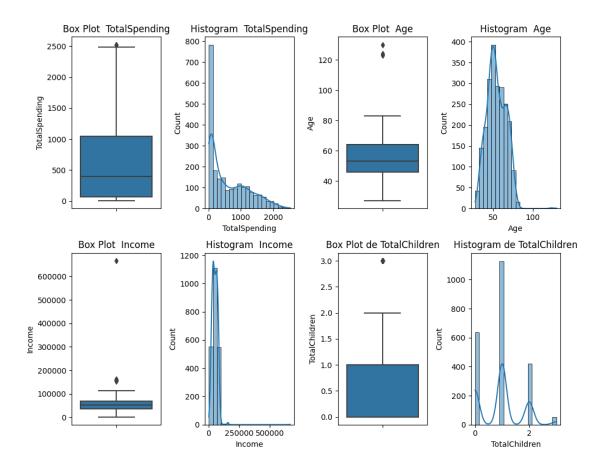
¬df['MntMeatProducts'] + df['MntFishProducts'] + df['MntSweetProducts']

[224]: # View the first lines of the DataFrame with the new variables
       print(df[['TotalChildren', 'Age', 'TotalSpending']].head())
         TotalChildren Age
                             TotalSpending
      0
                         53
                                      1190
                     0
      1
                     0
                         62
                                       577
      2
                     1
                         65
                                       251
```

• Create box plots and histograms to understand the distributions and outliers. Perform outlier

treatment.

```
[225]: # Create subplots for multiple variables
       fig, axes = plt.subplots(nrows=2, ncols=4, figsize=(10, 8))
       # Box plot and histogram for 'TotalSpending'
       sns.boxplot(y='TotalSpending', data=df, ax=axes[0, 0])
       axes[0, 0].set title('Box Plot TotalSpending')
       sns.histplot(df['TotalSpending'], bins=20, kde=True, ax=axes[0, 1])
       axes[0, 1].set_title('Histogram TotalSpending')
       # Box plot and histogram for 'Income'
       sns.boxplot(y='Income', data=df, ax=axes[1, 0])
       axes[1, 0].set_title('Box Plot Income')
       sns.histplot(df['Income'], bins=20, kde=True, ax=axes[1, 1])
       axes[1, 1].set_title('Histogram Income')
       # Box plot and histogram for 'Age'
       sns.boxplot(y='Age', data=df, ax=axes[0, 2])
       axes[0, 2].set_title('Box Plot Age')
       sns.histplot(df['Age'], bins=20, kde=True, ax=axes[0, 3])
       axes[0, 3].set_title('Histogram Age')
       # Box plot and histogram for 'TotalChildren'
       sns.boxplot(y='TotalChildren', data=df, ax=axes[1, 2])
       axes[1, 2].set_title('Box Plot de TotalChildren')
       sns.histplot(df['TotalChildren'], bins=20, kde=True, ax=axes[1, 3])
       axes[1, 3].set_title('Histogram de TotalChildren')
       # Add layout
       plt.tight_layout()
       plt.show()
```



1 Treatment outliers

Income outliers

325

497

527

731

4931

1501

9432

1503

1977

1982

1977

1976

Graduation

Graduation

PhD

PhD

```
[226]: Q1 = df['Income'].quantile(0.25)
    Q3 = df['Income'].quantile(0.75)
    IQR = Q3 - Q1
    lower_bound = Q1 - 1.5 * IQR
    upper_bound = Q3 + 1.5 * IQR

[227]: outliers = df[(df['Income'] < lower_bound) | (df['Income'] > upper_bound)]
    print("Outliers:")
    print(outliers)

Outliers:
    ID Year_Birth Education Marital_Status Income Kidhome \
```

Together

Together

Together

157146.0

666666.0

162397.0

Married 160803.0

0

0

1

```
853
             5336
                          1971
                                    Master
                                                  Together 157733.0
                                                                              1
      1826
             5555
                          1975
                                Graduation
                                                  Divorced 153924.0
                                                                              0
      1925 11181
                          1949
                                        PhD
                                                   Married 156924.0
                                                                              0
      2204
             8475
                          1973
                                        PhD
                                                   Married 157243.0
                                                                              0
            Teenhome Dt Customer Recency
                                             MntWines
                                                          AcceptedCmp4 \
                    0 2013-04-29
      325
                                         13
                                                                      0
      497
                    0 2008-04-12
                                         21
                                                   55
                                                                      0
                                                       ...
      527
                       2006-02-13
                                         23
                                                    9
                                                                      0
      731
                       2006-03-13
                                         31
                                                   85
                                                                      0
                                         37
      853
                    0
                       2006-04-13
                                                   39 ...
                                                                      0
      1826
                    0
                       2002-07-14
                                         81
                                                    1 ...
                                                                      0
      1925
                                                    2 ...
                                                                      0
                    0
                      2013-08-29
                                         85
      2204
                                         98
                                                                      0
                    1
                      2003-01-14
                                                   20
                           AcceptedCmp1 AcceptedCmp2 Response Complain Country \
            AcceptedCmp5
      325
                        0
                                       0
                                                     0
                                                                0
                                                                                   SA
                        0
                                       0
      497
                                                     0
                                                                0
                                                                          0
                                                                                   US
      527
                        0
                                       0
                                                     0
                                                                0
                                                                          0
                                                                                   SA
      731
                        0
                                       0
                                                     0
                                                                0
                                                                          0
                                                                                   SP
      853
                        0
                                       0
                                                     0
                                                                0
                                                                          0
                                                                                   SP
      1826
                        0
                                       0
                                                     0
                                                                0
                                                                          0
                                                                                   SP
                                                                0
                        0
                                       0
                                                     0
                                                                          0
                                                                                   CA
      1925
                                                                0
                                                                          0
                                                                                  IND
      2204
                        0
                                       0
            TotalChildren
                                 TotalSpending
                            Age
      325
                             46
                                           1730
                                           1717
      497
                         0
                             41
      527
                             46
                                             62
      731
                         2
                             47
                                            107
      853
                                             59
                         1
                             52
      1826
                             48
                                              6
      1925
                             74
                                              8
      2204
                             50
                                           1608
      [8 rows x 31 columns]
[228]: # upper limit for 'Income'
       upper cap = 120000
       df['Income_capped'] = np.where(df['Income'] > upper_cap, upper_cap,

df['Income'])
[229]: # Box plots
       plt.subplot(1, 2, 1)
       sns.boxplot(y='Income', data=df)
       plt.title('Box Plot Income (Original)')
```

```
plt.subplot(1, 2, 2)
sns.boxplot(y='Income_capped', data=df)

plt.title('Box Plot Income (Capped or Truncado)')

plt.tight_layout()
plt.show()

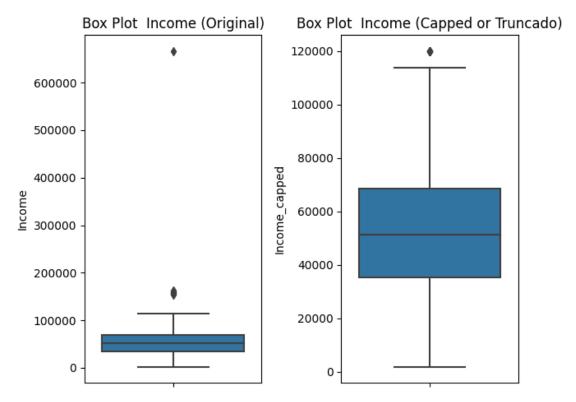
# Histograns
plt.figure(figsize=(14, 6))

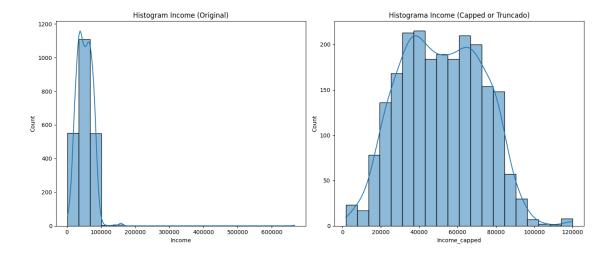
plt.subplot(1, 2, 1)
sns.histplot(df['Income'], bins=20, kde=True)
plt.title('Histogram Income (Original)')

plt.subplot(1, 2, 2)
sns.histplot(df['Income_capped'], bins=20, kde=True)

plt.title('Histograma Income (Capped or Truncado)')

plt.tight_layout()
plt.show()
```





Age outliers

remove outliers

```
[230]: print("Estatísticas descritivas antes da remoção:") print(df['Age'].describe())
```

Estatísticas descritivas antes da remoção:

```
count
         2240.000000
           54.194196
mean
           11.984069
std
           27.000000
min
25%
           46.000000
50%
           53.000000
75%
           64.000000
          130.000000
max
```

Name: Age, dtype: float64

```
[231]: age_upper_limit = 100
```

```
[232]: df = df[df['Age'] <= age_upper_limit]
```

```
[233]: print("\nEstatísticas descritivas após a remoção:") print(df['Age'].describe())
```

Estatísticas descritivas após a remoção:

count	2237.000000
mean	54.098346
std	11.701917
min	27.000000
25%	46.000000

```
50% 53.000000
75% 64.000000
max 83.000000
Name: Age, dtype: float64
```

2012-03-12

1.1 • Use ordinal encoding and one hot encoding according to different types of categorical variables.

```
[234]: # Map ordinal categories to numbers
       education_mapping = {'High School': 1, 'Graduation': 2, 'Master': 3, 'PhD': 4}
[235]: # Apply ordinal coding to the 'Education' column
       df['Education_Ordinal'] = df['Education'].map(education_mapping)
      <ipython-input-235-bacc841b33c1>:2: SettingWithCopyWarning:
      A value is trying to be set on a copy of a slice from a DataFrame.
      Try using .loc[row_indexer,col_indexer] = value instead
      See the caveats in the documentation: https://pandas.pydata.org/pandas-
      docs/stable/user guide/indexing.html#returning-a-view-versus-a-copy
        df['Education_Ordinal'] = df['Education'].map(education_mapping)
[236]: df
[236]:
                ID
                    Year Birth
                                  Education Marital_Status
                                                              Income
                                                                      Kidhome
                           1970
                                 Graduation
                                                   Divorced
                                                             84835.0
       0
              1826
       1
                 1
                           1961 Graduation
                                                    Single 57091.0
                                                                             0
       2
             10476
                           1958
                                Graduation
                                                   Married 67267.0
                                                                             0
                                                   Together
              1386
                                 Graduation
       3
                           1967
                                                             32474.0
                                                                             1
       4
              5371
                           1989
                                 Graduation
                                                    Single
                                                             21474.0
                                                                             1
                           1976
                                                                             0
       2235
             10142
                                        PhD
                                                   Divorced
                                                             66476.0
       2236
              5263
                           1977
                                   2n Cvcle
                                                    Married
                                                             31056.0
                                                                             1
       2237
                22
                           1976
                                 Graduation
                                                   Divorced
                                                             46310.0
                                                                             1
       2238
               528
                           1978
                                 Graduation
                                                    Married 65819.0
                                                                             0
       2239
              4070
                           1969
                                        PhD
                                                    Married 94871.0
                                                                             0
             Teenhome Dt_Customer
                                    Recency
                                             MntWines
                                                           AcceptedCmp1
       0
                       2014-06-16
                                                   189
                                                                      0
                                          0
       1
                    0
                       2014-06-15
                                          0
                                                   464
                                                                      0
       2
                       2014-05-13
                                                   134
                                          0
                                                                      0
       3
                       2005-11-14
                                                    10
                                                                      0
                       2004-08-14
                                          0
                                                    6
       2235
                    1 2003-07-13
                                         99
                                                   372
                                                                      0
       2236
                    0
                       2013-01-22
                                         99
                                                    5
                                                                      0
```

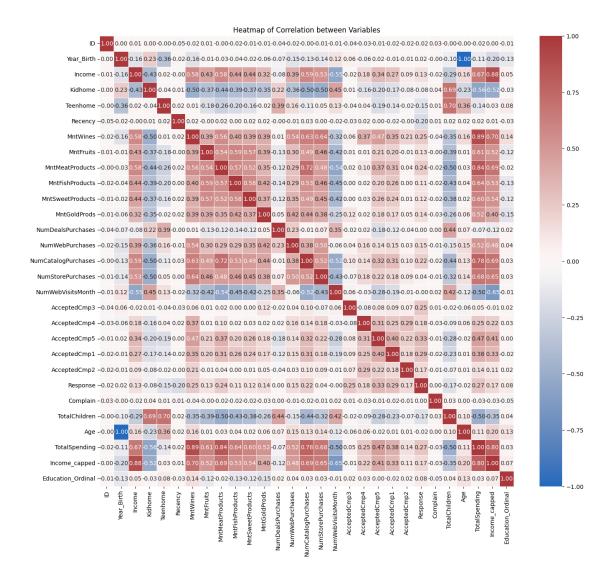
185

0

2238	0	0 2012-11-29		99	267	0		
2239	2	2 2009-01-12		99	169	0		
	AcceptedC	cceptedCmp2 Respons		_	-	TotalChildren	Age	\
0		0	1	0	SP	0	53	
1		1	1	0	CA	0	62	
2		0	0	0	US	1	65	
3		0	0	0	AUS	2	56	
4		0	1	0	SP	1	34	
•••	•••		•••			•••		
2235		0	0	0	US	1	47	
2236		0	0	0	SP	1	46	
2237		0	0	0	SP	1	47	
2238		0	0	0	IND	0	45	
2239		0	1	0	CA	2	54	
	TotalSpen	_	_		cation_Or			
0		1190		835.0		2.0		
1		577	57	091.0		2.0		
2		251	67	267.0		2.0		
3		11	32	474.0		2.0		
4		91	21	474.0		2.0		
•••					•••			
2235		689	66	476.0		4.0		
2236		55	31	056.0		NaN		
2237		309	46	310.0		2.0		
2238		1383	65	819.0		2.0		
2239		1078	94	871.0		4.0		

[2237 rows x 33 columns]

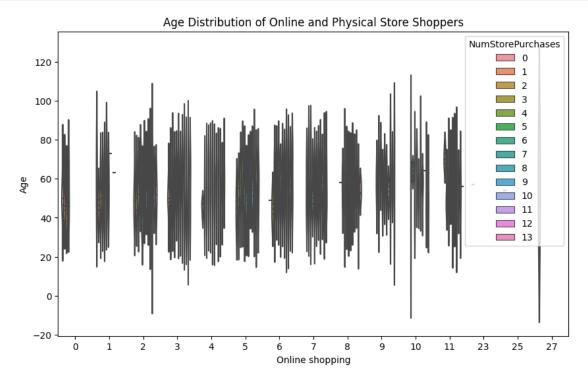
• Create a heatmap to showcase the correlation between different pairs of variables.



3 • Test the following hypotheses

o Older people are not as tech-savvy and probably prefer shopping in-store.

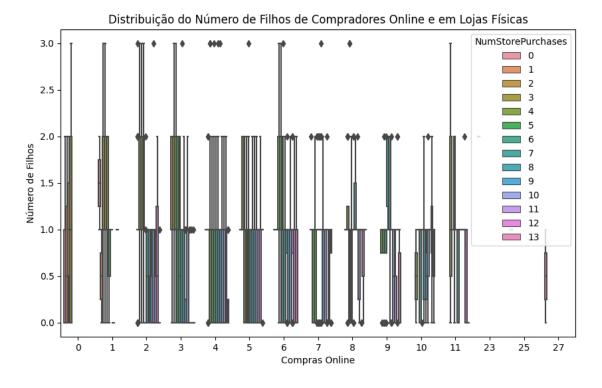
```
dtype='object')
```



else: print("There is not enough evidence to reject the null hypothesis.This suggests that there is not a significant difference in ages between shoppers who prefer to shop online and those who prefer physical stores. Therefore, we cannot say that older people are less likely to be 'tech-savvy' and prefer physical stores.")

There is not enough evidence to reject the null hypothesis. This suggests that there is not a significant difference in ages between shoppers who prefer to shop online and those who prefer physical stores. Therefore, we cannot say that older people are less likely to be 'tech-savvy' and prefer physical stores.

o Customers with kids probably have less time to visit a store and would prefer to shop online.



Even though at first we think that there may be a big difference between online and physical

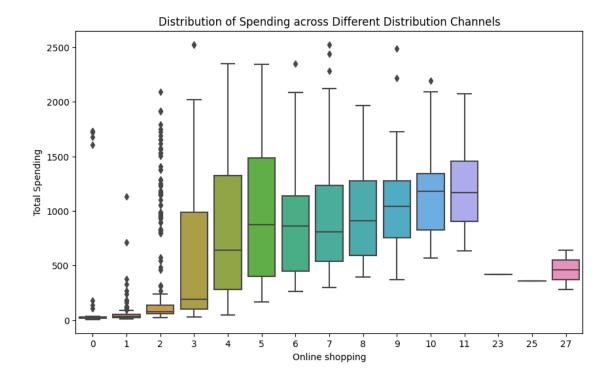
shopping, we have to take into account the difference between individuals with children and without, so let's do the t test.

```
[264]: # DataFrame in two groups: online and in physical stores
      online_shoppers_with_kids = df[(df['NumWebPurchases'] > 0) \&_{\sqcup}
        instore_shoppers_with_kids = df[(df['NumStorePurchases'] > 0) &__
        # independent samples t-test
      t_stat_kids, p_value_kids = ttest_ind(online_shoppers_with_kids,__
       ⇔instore_shoppers_with_kids, equal_var=False)
      # result
      if p_value_kids < alpha:</pre>
          print("We reject the null hypothesis. There is a significant difference in ⊔
       sthe number of children between online and physical store shoppers.")
      else:
          print("There is not enough evidence to reject the null hypothesis. This,
       ⇒suggests that there is no significant difference in the number of children⊔
       \hookrightarrowbetween online shoppers and shoppers in physical stores. Therefore, we\sqcup
       \hookrightarrowcannot say that customers with children are more likely to prefer online\sqcup
        ⇒shopping due to a lack of time to visit physical stores.")
```

There is not enough evidence to reject the null hypothesis. This suggests that there is no significant difference in the number of children between online shoppers and shoppers in physical stores. Therefore, we cannot say that customers with children are more likely to prefer online shopping due to a lack of time to visit physical stores.

o Other distribution channels may cannibalize sales at the store.

```
[268]: plt.figure(figsize=(10, 6))
    sns.boxplot(x='NumWebPurchases', y='TotalSpending', data=df)
    plt.title('Distribution of Spending across Different Distribution Channels')
    plt.xlabel('Online shopping')
    plt.ylabel('Total Spending')
    plt.show()
```



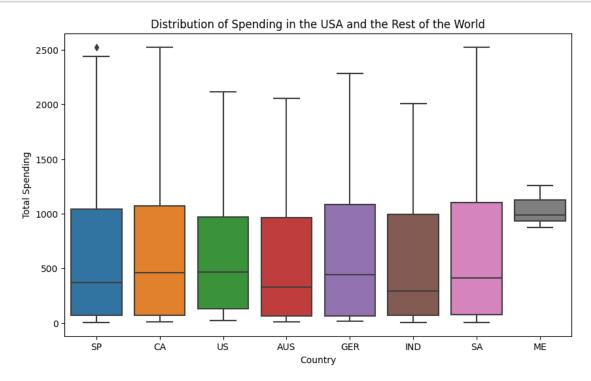
```
[265]: from scipy.stats import f_oneway
       # DataFrame in groups: physical stores, websites, etc.
       instore_sales = df[df['NumStorePurchases'] > 0]['TotalSpending']
       website_sales = df[df['NumWebPurchases'] > 0]['TotalSpending']
       # analysis of variance (ANOVA)
       f_stat, p_value_anova = f_oneway(instore_sales, website_sales)
       # result
       if p_value_anova < alpha:</pre>
           print("We reject the null hypothesis. There is a significant difference in \Box
        →average expenses between different distribution channels.")
       else:
           print("There is not enough evidence to reject the null hypothesis. This⊔
        \hookrightarrowindicates that there is no significant difference in average spending\sqcup
         \hookrightarrowbetween different distribution channels, such as physical stores and \sqcup
         \hookrightarrowwebsites. Therefore, we cannot say that other distribution channels are \sqcup
         →cannibalizing physical store sales.")
```

There is not enough evidence to reject the null hypothesis. This indicates that there is no significant difference in average spending between different distribution channels, such as physical stores and websites. Therefore, we cannot say that other distribution channels are cannibalizing physical store

sales.

o Does the US fare significantly better than the rest of the world in terms of total purchases?

```
[270]: plt.figure(figsize=(10, 6))
    sns.boxplot(x='Country', y='TotalSpending', data=df)
    plt.title('Distribution of Spending in the USA and the Rest of the World')
    plt.xlabel('Country')
    plt.ylabel('Total Spending')
    plt.show()
```

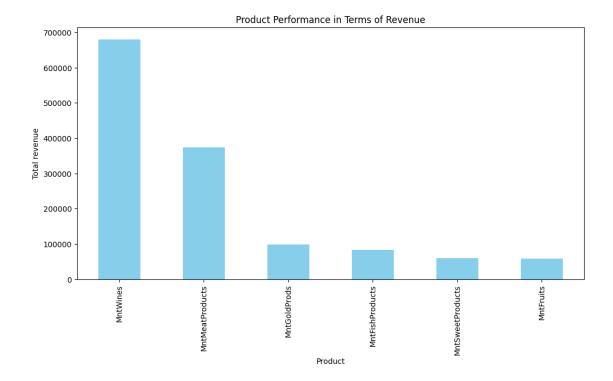


```
print("There is not enough evidence to reject the null hypothesis. This ⊔ ⇒ suggests that there is no significant difference in total spending between ⊔ ⇒ customers in the US and the rest of the world. Therefore, we cannot say that ∪ ⇒ the US stands out significantly in terms of total purchases compared to the ∪ ⇒ rest of the world.")
```

There is not enough evidence to reject the null hypothesis. This suggests that there is no significant difference in total spending between customers in the US and the rest of the world. Therefore, we cannot say that the US stands out significantly in terms of total purchases compared to the rest of the world.

4 • Use appropriate visualization to help analyze the following:

1. Product performance in terms of revenue:

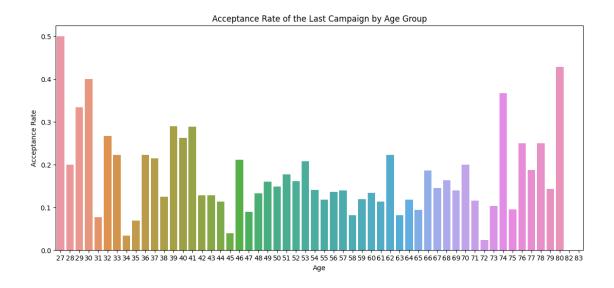


2. Relationship between Customer Age and Acceptance Rate of the Last Campaign:

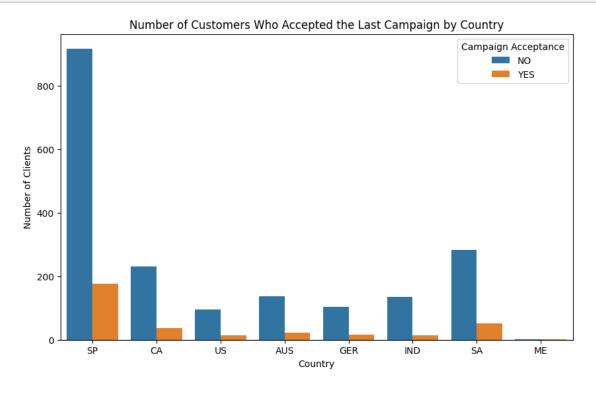
<ipython-input-276-1483469c7297>:3: FutureWarning:

The `ci` parameter is deprecated. Use `errorbar=None` for the same effect.

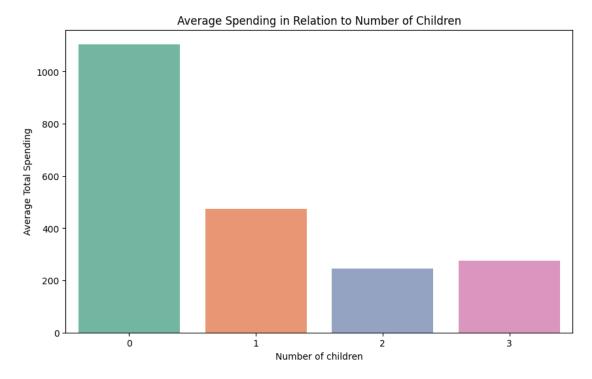
sns.barplot(x='Age', y='Response', data=df, ci=None)



```
[283]: # Count of customers who opted in to the last campaign by country
plt.figure(figsize=(10, 6))
sns.countplot(x='Country', hue='Response', data=df)
plt.legend(title='Campaign Acceptance', labels=['NO', 'YES'])
plt.title('Number of Customers Who Accepted the Last Campaign by Country')
plt.xlabel('Country')
plt.ylabel('Number of Clients')
plt.show()
```



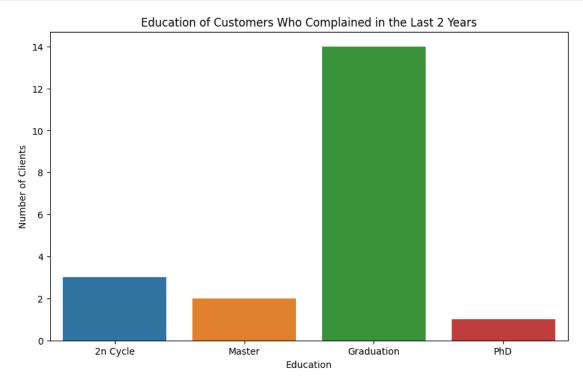
4. Spending Pattern in Relation to the Number of Children:



5. Education of Customers who have Complained in the Last 2 Years:

```
[291]: # Distribution of education of customers who complained in the last 2 years
plt.figure(figsize=(10, 6))
sns.countplot(x='Education', data=df[df['Complain'] == 1])
plt.title('Education of Customers Who Complained in the Last 2 Years')
```

```
plt.xlabel('Education')
plt.ylabel('Number of Clients')
plt.show()
```



5 Project finished Thank you so much