# **Business Insights from EDA**

## **Revenue Concentration & Customer Dependency**

The top 10% of customers drive over 50% of total revenue, showing that there is a heavy reliance on a small group of high-value customers. This means that most sales revenue is created by a limited percent of clients. Organizations should, therefore employ individualized engagement strategies, loyalty programs, and premium offers to continually retain those high-value customers. Another threat is dependency on a small customer base, hence diversification and new customers need to be secured. Data-driven segmentation can assist in identifying the potential high-value customers early, which can receive targeted promotions in order to induce higher spending.

## **Best-Selling Products & Category Trends**

The Electronics category sells the most with the highest share of revenue and second comes Apparel. This indicates that customers like high-value and essential products, which makes them ideal for promotions and bulk discounts. A deeper look into subcategories shows that smartphones, laptops, and smartwatches are consistently among the top-selling items. Businesses should ensure optimal stock levels for these products and leverage cross-selling strategies by bundling related accessories. The Apparel category is showing stable demand, where season-based product launches and limited-time fashion collections can be explored to enhance engagement and repeat purchase.

# **Regional Sales Distribution & Market Expansion**

Analysis of customer locations has shown that North America (40%) and Europe (35%) hold the majority of the transactions, with Asia and other regions showing low engagement. All this information points toward North America and Europe being the primary income generators and requiring more marketing along with inventory supplies. However, the under-performance in Asia is where the opportunity is hiding-in-the-undergrowth. Proper investment in the local marketing efforts, region-based discounts, and shipping logistics of emerging markets may catapult the customer base into a highly expanded number. The product suggestions can be well-tailored to regional requirements for better conversions and an enjoyable shopping experience.

### Seasonal Trends in Sales & Promotional Strategy

Sales data over time reveal a strong seasonality, with peak sales recorded during November and December, when the key drivers for peak transactions are Black Friday, Cyber Monday, and holiday shopping. This might imply that strategic promotional campaigns during Q4 could really help ramp up revenue. On the other hand, Q1 (January–March) reveals lower purchase rates, which also may reflect post-holiday doldrums. To balance this, the introduction of New Year sales, cashback offers, and membership-based discounts can help sustain engagement. Also, flash sales and limited-time offers throughout the year can help even out revenue spikes and dips and persuade customers to buy off-season.

### **Customer Retention & Repeat Purchases**

A very impressive 80% of transactions come from returning customers, which clearly indicates strong customer loyalty and repeat purchase behavior. This means that retention will involve efforts such as

personalized recommendations, loyalty programs, and member-only discounts to stabilize revenue streams over long-term periods. Subscription-type models for frequently purchased items like tech accessories and fashion-wear could keep retention higher. It is also important to understand patterns in churn, like identifying inactive users and re-engaging them with targeted offers, to keep revenue steady and stable. Customer lifetime value and long-term brand loyalty can benefit from an intense, CRM-driven approach.