B.R.I.D.E

Business Recommendation Intelligence Development Environment



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PROBLEM STATEMENT

Develop a systematic approach to find the optimal grouping of shipping customers to prioritize Marketing & Sales interventions and maximize Customer Life Time Value.

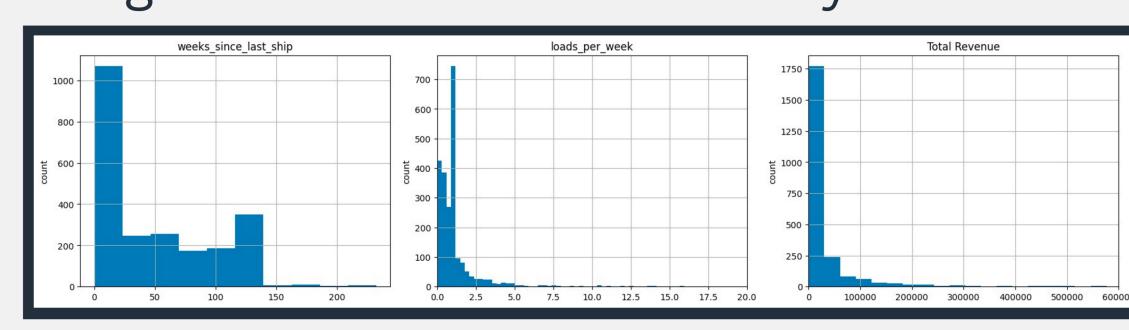
- 1 A standardized valuation framework for shippers does not exist.
- 2 Shippers are not systematically prioritized with respect to 'value.'
- 3 Changes in shipper performance with respect to resources spent on the shipper are not tracked. Impact can not be measured.

OBJECTIVE



DATA

Simulated snapshot of 2,332 Amazon Freight customers from January 2023.



Data Visualization

MODEL

Order Recency Order Frequency

Number of days since last shipment

Average number of days between orders

Lifetime Value

Annual revenue generated adjusted for inflation

Quantified 'room for

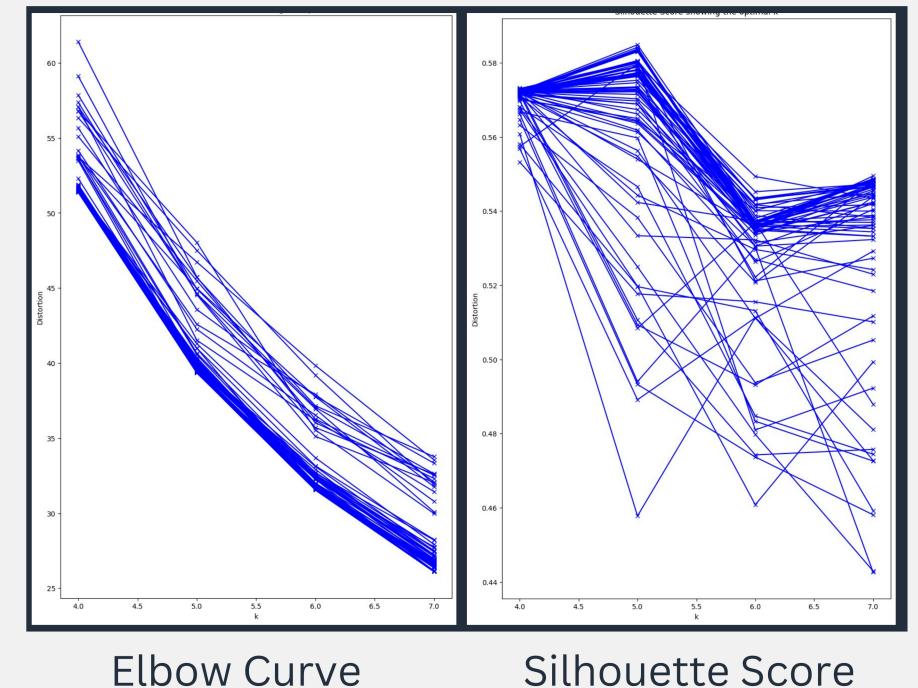
improvement'

Opportunity Score

Clustering

Clustered shippers using k-means algorithm

- Elbow Curve and Silhouette Score employed to determine optimal number of clusters
- Clusters built around similar shipping traits
- Facilitates direct, unbiased comparison between shippers



Clusters

Opportunity Calculator

Calculated & normalized with respect to its cluster

$$O = c_r(R - R_c) + c_f(F - F_c) + c_m(M - M_c)$$

coefficients adjust opportunity score priorities based on market conditions



Cluster Centroid

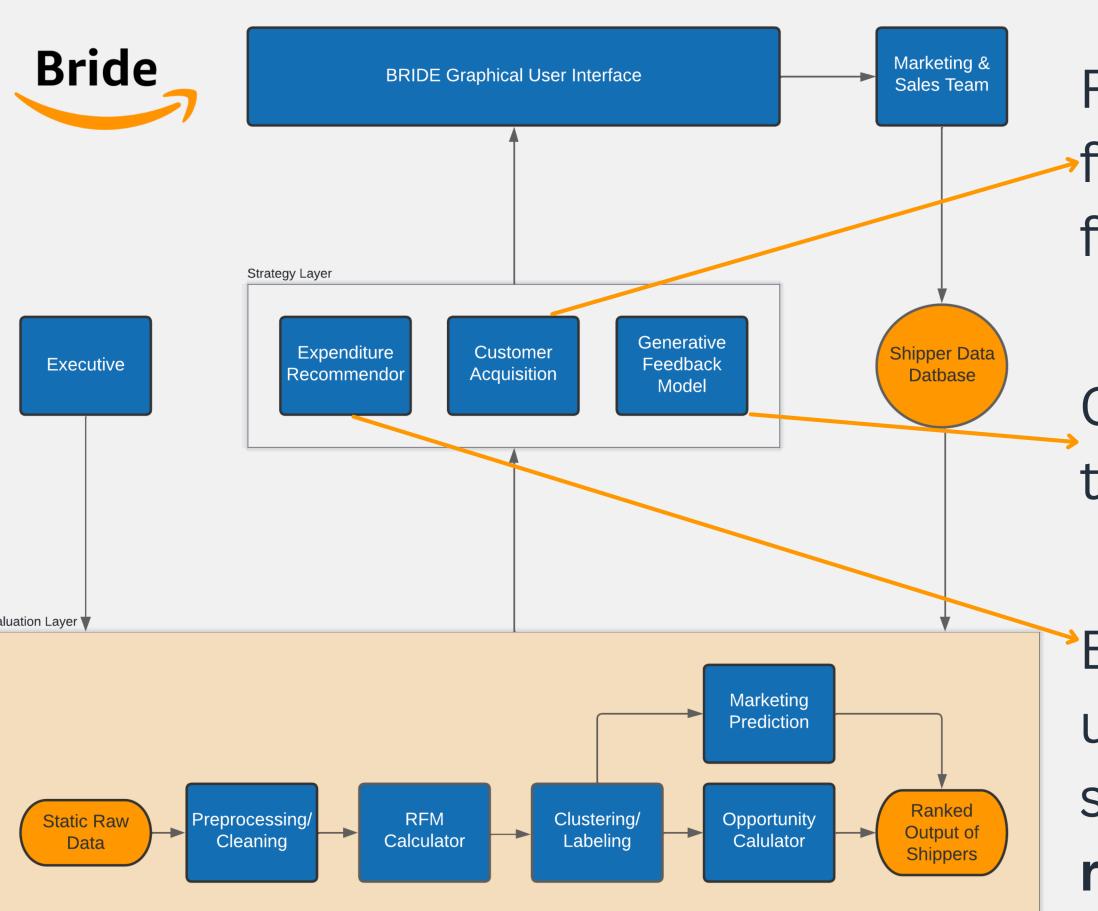
Opportunity Score

A shipper has higher opportunity the

Shipper

further away its RFM is from the cluster centroid.

RECOMMENDATIONS



Find the optimal marketing strategy or a new customer using generative feedback & live data

Gather time series data on customers to analyze shipping trends

Build a module which combines liveupdated opportunity scores with the sales and marketing budgets data to recommend expenditures

IMPACT

Our project will save time and resources for the sales and marketing team. Our model:

- Removes the time it takes for a marketing employee to find who they are going to market to.
- Creates more intuitive and accessible actions for marketing and sales employees
- Is at least 15% more accurate in guiding marketing decisions.
 - This translates to saving 1.2% of Amazon Freight's revenue.

PROTOTYPE