Expansion of the Analytical System of Measuring Service Effectiveness by Customer Type to Include Repeat Analysis

Shuhei Haraga, Michiko Tsubaki, and Takafumi Suzuki

Abstract—Customer heterogeneity is an important characteristic of the service field. Accordingly, it is essential to analyse service effectiveness by customer type in each service store. Previous research proposed an analytical system for measuring service effectiveness by customer type. The user of this system classifies customers into types based on the customers' needs, preferences, and purchasing behaviour, and compares the characteristics between types. Users of the system can then analyse service effectiveness by customer type using the conditional probability distribution. The system was developed to show the conditional probability distribution on the preconditions of both the ordered variable and the categorical variable, which are frequently seen in service field survey questionnaires. The system's usefulness was verified by analysing the satisfaction data of a city library as an applied example. In this research, we expand this system for analysing service effectiveness by customer type into a system that allows analysis of the repeat data at two time points. Furthermore, we analyse more general purchase data from the service field to verify the value of the findings on service satisfaction through the use of this system.

Index Terms—Analytical system of measuring service effectiveness by customer type, change of conditional probability, classifying customers, repeat analysis.

I. INTRODUCTION

Recently, the percentage of the world economy represented by the service field is very large; the service field represents 70% or more of the GDP in many countries.

It is important, then, to analyse the service effects. In addition, it is beneficial for customers and service providers to compare and analyse what kinds of factors effect or do not effect what kinds of customer types, because customer heterogeneity of service effects is very large [1]-[3].

Because individual differences in the educational and learning effects for students are large, [4] developed a system for analysing educational and learning effects by student type, in consideration of individual differences (heterogeneity). Further, [5] expanded the system proposed by [4], and proposed and developed their analytical system of measuring service effectiveness by customer type. The system classifies service customers by their preferences, characteristics, needs, purchasing behaviors, and so on based on their questionnaire answers. It can then analyse service effects by customer type

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using conditional probability.

The system was developed to show the conditional probability distribution on the preconditions of both the ordered variable and the categorical variable, which are frequently seen in service field survey questionnaires.

However, the system proposed by [5] did not take repeat analyses over time into consideration. When we analyse service effectiveness, it is important to compare and analyse the change by type over time [6], [7]. In this research, we expanded and developed the analytical system for measuring service effectiveness by customer type into a system that allows analysis of change based on the repeat data measurements at two time points.

Furthermore, in this research, we apply the proposed system to the cosmetic service data offered by the Social Science Japan Data Archive (SSJDA) collected from the POLA Research Institute of Beauty & Culture. We show the usefulness of the findings for change in customer type and change in service effectiveness based on the factors which improve customer satisfaction by customer type according to this system.





Fig. 1. Outline of the expansion of the analytical system of measuring service effectiveness by customer type to include repeat analysis.

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In this research, we expand the analytical system proposed by [5] for measuring service effectiveness by customer type to allow repeat analysis, as outlined in Fig. 1.

- 1) First, we grasp the two data structures respectively using basic statistics.
- 2) Next, we carry out the factor analysis for the repeat data at two time points and understand the customer structure for the service based on customers' characteristics, needs, expectations, purchasing behaviors, and so on.
- 3) We perform Ward-based clustering of customers based on the factor score acquired using factor analysis, and classify the customers into several types for the repeat data at two time points.
- 4) We grasp the relationship between the objective variable and the explanatory variable factors by customer type using structural equation modeling for the repeat data at two time points.
- 5) We analyse service effectiveness by type, comparing the conditional probability distributions of the objective variable on the preconditions of the ordered or categorical explanatory variables by type, and extract the feedback proposal about customer satisfaction by type.
- 6) In addition, in this research, we extract the common factors that appear in two-factor analysis carried out at two time points. Furthermore, we compare the results of the clustering at each time point using the obtained common factors. We propose to refer to the correlation coefficient between the factor scores of each of the two types, and examine whether the same customer type appears at two time points. If the same customer type appears at two time points, we analyse the change in service effectiveness based on the factors which improve customer satisfaction by customer type. Otherwise, if a new type appears at the second time point, we analyse the change of type as a special type (new type) at that time point.
- 7) Furthermore, in order to develop the proposed system, we use RExcel, which is an interface program using R as an add-on to MS Excel [8]-[10]. Using RExcel, we conducted all calculations in R, which is the most sophisticated statistical software available, and all outputs and interfaces in MS Excel, which is a tool in widespread use including among non-experts. Therefore, this system has the reliability of R for statistical analysis and the usability of MS Excel. The developed system thus enables users who lack high-level statistical knowledge and techniques to analyse service effectiveness by customer type easily.

III. GRASPING THE CUSTOMER STRUCTURE FOR THE SERVICE AND CLASSIFICATION OF CUSTOMERS INTO TYPES

In this system, we conduct factor analysis for the data at each time point, and classify customers into types by clustering customers using the factor scores. In this chapter, we explain these analytical processes while showing the analysis of the cosmetic service data as an applied example.

A. Grasping the Customer Structure for the Service

First, we decide on the number of factors using the scree

plot, and carry out the factor analysis using the promax rotation after the principal factor analysis based on the decided number of factors.

TABLE I: FACTOR LOADINGS FOR EACH ITEM AT THE FIRST TIME POIN	ΝT
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	First Factor: Degree of importance the treatments available at the specialty store	of Second Factor: Frequency of makeup use	Eighth Factor: Annual income
Age	-0.032	0.069	0.375
Degree of importance of casual clothes	-0.124	-0.030	-0.022
Degree of importance of clothes for business	0.187	0.043	0.207
Degree of importance of accessories such as jewellery	0.108	-0.052	0.012
Degree of importance of bags	-0.013	-0.095	0.079
Degree of importance of shoes	-0.072	-0.075	0.079
Degree of importance of restaurant meals	-0.083	0.037	0.151
Degree of importance of meals at home	-0.305	0.007	-0.075
Degree of importance of sweets, luxury goods	-0.145	-0.015	-0.110
Degree of importance of health food	0.181	0.025	-0.065
Degree of importance of house	0.047	-0.039	0.083
Degree of importance of interior	-0.095	0.007	-0.073
Degree of importance of gardening	0.034	-0.011	-0.082
Degree of importance of trips	-0.022	0.047	0.315
Degree of importance of movies, theatregoing, concerts	-0.072	-0.019	0.179
Degree of importance of art appreciation, such as visiting ar art gallery or the museum	-0.086	-0.050	0.141
Degree of importance of hobbies such as ceramic art or	0.047	0.002	-0.078
hotography Degree of importance of reading	-0.148	-0.049	0.039
Degree of importance of learning	-0.010	-0.018	-0.085
Degree of importance of playing sports	0.187	-0.015	0.094
Degree of importance of watching sports	0.145	-0.021	0.134
Degree of importance of skincare cosmetics	0.019	0.319	-0.132
Degree of importance of makeup cosmetics	0.057	0.418	-0.136
Degree of importance of beauty supplements, beauty health food	0.350	0.171	-0.138
Degree of importance of hair salons	0.204	0.202	0.019
Degree of importance of beauty treatment salons	0.752	-0.003	0.095
Degree of importance of beauty spas with stone saunas	0.656	0.011	0.056
Degree of importance of nail salons	0.770	-0.049	-0.014
Degree of importance of beauty clinics	0.918	-0.095	-0.005
	0.784	-0.116	-0.014
Degree of importance of minor cosmetic surgery	(Station)		000000
Degree of importance of diet	0.264	-0.033	-0.029
Degree of importance of reading of Internet sites	-0.123	-0.050	0.026
Degree of importance of participation in Internet sites, including writing a blog	0.060	-0.071	-0.095
Degree of importance of conversation using a mobile phone	0.146	0.048	0.105
Degree of importance of email using a mobile phone	0.026	0.103	0.090
Degree of importance of volunteer activity	0.185	-0.048	-0.062
Degree of importance of pets	0.100	-0.070	-0.019
ikincare of the face	-0.020	0.575	-0.042
Makeup use in everyday life	-0.071	0.818	0.169
requency of primer for makeup	-0.049	0.589	0.028
requency of control colour	0.160	0.083	-0.052
requency of foundation	-0.116	0.813	0.173
requency of eye shadow requency of eyebrows	-0.051 -0.029	0.595 0.431	-0.024 -0.034
requency of eyebrows requency of mascara	0.000	0.440	-0.034
requency of lip liner	0.146	0.093	-0.038
requency of lipstick	0.010	0.491	0.340
requency of lip gross mpression of the amount of money spent on cosmetics	0.075 0.150	0.265	-0.132
lousehold annual income	-0.051	0.055	0.562
ndividual annual income	0.133	0.024	0.592
One month's pocket money	-0.002	0.092	0.459

See Fig. 2. We use parallel analysis, which adopts the number of factors just before the polygonal line of eigenvalues and the parallel line cross. As a result, we compared the factor analysis results with factor numbers 8, 9, and 10, and decided that 8 is the number of factors at the first time point.

We show partial results of factor analysis at the first time point in Table I.

From Table I, we named the first factor at the first time

point 'The degree of importance of the treatments available at the specialty store' because the factor loadings for the degree of importance of the beauty treatments available at salons, beauty spas with stone saunas, nail salons, beauty clinics, and minor cosmetic surgery are high. We named the second factor 'the frequency of makeup use' because the factor loadings for factors such as the frequency of makeup use in everyday life and the frequency of using foundation are high. Similarly, we named the eight factors as in Table II.

TABLE II: NAMES	OF FACTORS A	T THE FIRST TIME POINT

	Factor's name
Hirst Hactor	Degree of importance of the treatments available at the specialty store
Second Factor	Frequency of makeup use
Third Factor	Degree of importance of fashion
Fourth Factor	Degree of importance of appearing polished
Fifth Factor	Degree of importance of communications
Sixth Factor	Degree of importance of skincare cosmetics
Seventh Factor	Age and degree of importance of house
Eighth Factor	Annual income





Fig. 2. The scree plot at the first time point.

SDITTEA	1 11112 1 1140	1 10001 00		
Group 1	Group 2	Group 3	Group 4	Group 5
-0.030	0.061	1.964	-0.696	-0.437
0.407	0.191	0.800	-0.455	-0.700
0.810	0.042	1.401	-0.920	-0.807
0.220	0.201	1.441	-1.155	-0.413
0.743	-0.115	1.390	-0.747	-0.605
0.089	0.403	0.971	-1.263	-0.360
-0.373	0.427	0.971	-1.011	-0.128
-0.462	0.462	0.176	-0.924	0.154
306	520	134	191	349
Group 1	Group 2	Group 3	Group 4	Group 5
-0.030	-0.017	1.964	-0.696	-0.437
0.407	0.264	0.800	-0.455	-0.700
0.810	-0.084	1.401	-0.920	-0.807
0.220	0.028	1 441	-1.155	-0.413
	0.020	11	11100	
0.743		-	-0.747	-0.605
	-0.239	-		
0.743	-0.239	1.390	-0.747	
0.743 0.089	-0.239 0.194	1.390 0.971	-0.747 -1.263 -1.011	-0.360 -0.128
	Group 1 -0.030 0.407 0.810 0.220 0.743 0.089 -0.373 -0.462 306 Group 1 -0.030 0.407 0.810	Group 1 Group 2 -0.030 0.061 0.407 0.191 0.810 0.042 0.220 0.201 0.743 -0.115 0.089 0.403 -0.373 0.427 -0.462 0.462 306 520 Group 1 Group 1 Group 2 -0.030 -0.017 0.407 0.264 0.810 -0.084	Group 1 Group 2 Group 3 -0.030 0.061 1.964 0.407 0.191 0.800 0.810 0.042 1.401 0.220 0.201 1.441 0.743 -0.115 1.390 0.089 0.403 0.971 -0.373 0.427 0.971 -0.462 0.462 0.176 306 520 134 Group 1 Group 2 Group 3 -0.030 -0.017 1.964 0.407 0.264 0.800 0.810 -0.084 1.401	Group 1 Group 2 Group 3 Group 4 -0.030 0.061 1.964 -0.696 0.407 0.191 0.800 -0.455 0.810 0.042 1.401 -0.920 0.220 0.201 1.441 -1.155 0.743 -0.115 1.390 -0.747 0.089 0.403 0.971 -1.263 -0.373 0.427 0.971 -1.011 -0.462 0.462 0.176 -0.924 306 520 134 191 Group 1 Group 2 Group 3 Group 4 -0.030 -0.017 1.964 -0.696 0.407 0.264 0.800 -0.455

TABLE III: FACTOR SCORE AVERAGES AND THE NUMBER OF PERSONS BY TYPE AT THE FIRST TIME POINT

A. Classification of Customers into Types

Next, we classify the customers into types by clustering customers using the factor scores. In Table III, we show the average values of factor scores and the number of people by type when we choose five and six groups at the first time point. ('Groups' are how we classify customers using the clustering. After we interpret the characteristics of each group, we call them 'types'.) Therefore, 'groups' are used in all displays in the system, as in Table III and Fig. 3.

In this research, we adopted six clusters. From Table III, group 2 when 5 clusters are used is separated into group 2 and group 6 when the clusters are separated into 6 clusters. We consider six clusters to be valid because the factor scores of the sixth, seventh, and eighth factors have differences between group 2 and group 6 when there are six clusters. Group 6 has 128 persons, which is the minimum number of persons in each group in Table III. Furthermore, we consider that there is no problem in adopting six clusters from the viewpoint of the number of persons when we carry out

structural equation modelling and the conditional probability analysis as the next analyses.

We classify customers into types at each time point in this way.

IV. PROPOSAL FOR THE EXPANSION TO INCLUDE REPEAT ANALYSIS OF SERVICE EFFECTIVENESS BY CUSTOMER TYPE

In this chapter, we explain the proposal for the expansion of the analytical system of measuring service effectiveness by customer type to include repeat analysis.

A. Extraction of the Common Factors at Two Time Points

In this research, we introduce a function that allows users of this analytical system to extract common factors easily by displaying the variables with factor loadings greater than the standard value at each time point once the user determines 'the standard' of the factor loadings in this system and presses the decision button. We choose the common factors for each time point by using the function, and determine the common factors' names at two time points (see Fig. 4).

We extracted eight common factors at two time points using the cosmetic service data.



Fig. 3. Average plots of factor scores at the first time point

	First factor at the second time point		ree of importance of the treat lable at the specialty store Factor's name	tments Decision button
	First	Factor		Second Factor
Degree of importance of beauty treatment salons		0.752	Skincare of the face	0.575
Degree of importance of beauty spas with stone saunas		0.656	Makeup use in everyday life	0.818
Degree of importance of nail salons		0.77	Frequency of primer for makeup	0.589
Degree of importance of beauty clinics		0.918	0.813	
Degree of importance of minor cosmetic surgery		0.784	0.595	
			Frequency of eyebrows	0.431
			Frequency of mascara	0.44
			Frequency of lipstick	0.491
At the second time point				
	First	Factor		Second Factor
Degree of importance of beauty treatment salons		0.743	Makeup use in everyday life	0.968
Degree of importance of beauty spas with stone saunas		0.666	Frequency of primer for makeup	0.563
Degree of importance of nail salons		0.815	Frequency of foundation	0.984
Degree of importance of beauty clinics		0.952	Frequency of eye shadow	0.578

Fig. 4. Extraction of the common factors.

Frequency of evebrows

B. Determination of the Common Types at Two Time Points

Degree of importance of minor cosmetic surger

The table and plots of averages of the common factor scores by type at each time point are displayed for the determination of the common types in Fig. 5. The figure also shows the correlation coefficients between the factors scores of each of the two types to determine the common types introduced in this research. It is easy for the user to determine the common factor scores by type at each time point are devised to be displayed in order of factors of first time point. If common types exist at the first and second time points, we choose the numbers of those types and move them to the summary sheet to describe the types' characteristics. We carry out the repeat analysis by type by examining the characteristics of the common types and filling in the relevant boxes.



We examined this applied data using the table and plots of the averages of the common factor scores by type at each time point and the correlation coefficients between the factor scores of each of the two types. As a result, there are four types that we can judge to be the same at the first and second time points, as shown in Table IV.

C. Repeat Analysis of the Conditional Probabilities

1) Examination of the common types

The importance for the marketing of the retail trade is changing from "the acquisition" of new customers to "the maintenance" of excellent customers. Reference [11] indicates that we need to clarify purchase behaviours of excellent customers and suggest a merchandising and a layout of sales floor matched the needs of excellent customers. In the repeat analysis of the conditional probabilities, we focus on the common types as excellent customers (repeaters), grasp a

behaviour characteristics, and consider efficient purchase strategies.

If common types exist at the two time points, we carry out repeat analysis of the service effectiveness as follows:

- Comparison between the distributions of the response variable at the two time points;
- Comparison between the distributions of the explanatory variables, which affect the response

variable;

• Comparison between the conditional distributions of the response variable on the precondition of the explanatory variables at the two time points;

We developed the system to analyse the three items above. For (1), the distributions of the degree of total satisfaction with makeup do not differ between time points because these distributions centre on 3 (a little satisfied) at each time point, as shown in Table V.

For (2), from Table V, for the explanatory variable 'makeup use in everyday life', the percentage of persons who answered category 5 (I use makeup almost every day) and 6 (I use makeup every day) at the second time point increased in comparison with the percentage at the first time point. As to 'the degree of importance of e-mail on a mobile phone', we consider the tendency for this explanatory variable to be a small decrease, because the distribution at the second time point is centred on categories 3 (a little important) and 4 (important), and the percentage of the persons who answered category 5 (very important) at the first time point was higher than it was for the second time point.

ABLE	IV:DE	TE	KMIN	ATIC	ON OF T	HE COM	MON .	I YPE	SAT I	. WO I	IME	POINT			
			De	eterm	ination	of the c	ommo	on ty	pes						
	At the	e fi	rst t	ime	At th	e second	time		The c	on					
		poi	int		point				type						
			be1			Type4									
		• •				••				pe1-4					
	1	Гуŗ	be3			Type2		\rightarrow	Ty						
	Type5					Type1		\rightarrow	Ту						
	Туреб					Type3				pe6-3					
		l yl	beo			Types			Ty	peo-s					
	Type1		-		Type	4 👻	I	Decisi	on	1	dove to				
At the	At the first time point At the second					time point		butto	n	the su	mmary	sheet			
		por	1000 m	- Leducinenti			-		1						
At the first t	ime point				ime point	Factor's name									
First Factor	→ First Factor					Degree of imp			tments ava	ulable at t	he specia	lty store			
Second Fac						Frequency of makeup use									
Third Factor	1	→ Third Factor					Degree of importance of fashion								
Fourth Fact	Dľ	→	Fourth	Factor		Degree of importance of appearing polished									
Sixth Factor	r	→ Seventh Factor				Degree of imp	Degree of importance of skincare cosmetics								
Seventh Fac	tor	→	Sixth H	actor		Age and degr	Age and degree of importance of house								
Eighth Facto	or	→	Eighth	Factor		Annual incom	e								
Six clusters	at the first ti	me po	oint			1	Type 1	Type 2	Type 3	Type 4	Type 5	Type 6			
Degree of in	portance of	the t	reatmen	nts availa	ble at the s	pecialty store	-0.030	-0.017		-0.696	-0.437	0.299			
Frequency of	f makeup us	e					0.407	0.264	0.800	-0.455	-0.700	-0.033			
Degree of in	portance of	fash	ion				0.810	-0.084	1.401	-0.920	-0.807	0.426			
Degree of in							0.220	0.028		-1.155	-0.413	0.728			
	portance of						0.089	0.194		-1.263	-0.360	1.042			
Age and de		rtanc	e of ho	use			-0.373	0.172		-1.011	-0.128	1.207			
Annual inco							-0.462	0.258		-0.924	0.154	1.088			
Number of p		1.2					306			-,		128			
Six clusters					hle seeks a	pecialty store	Type 1	Type 2		Type 4	••	Type 6			
Frequency of			reatmen	its availa	tole at the s	peciality store	-0.524 -0.240	1.383 0.746		0.439 0.718	-0.444 0.279	-0.709 -1.394			
- · ·	1										-				
Degree of in Degree of in				olished			-0.903 -0.485	1.061		0.632	0.198	-0.923 -0.834			
Degree of in	1						-0.485	0.990		0.230	-0.034				
Age and de							0.188	0.842		-0.234	-0.906	-0.827			
Annual inco			110				0.486	0.229		-0.289	-0.504	-0.443			
Number of p							261	24		254	252	187			

For (3), we explain the case of Type 1-4 (Type 1 at the first time point and Type 4 at the second time point) as an example. At the first time point, the people who answered categories 4, 5, and 6 on the precondition of 'makeup use in everyday life', that is, the people who use makeup more frequently, have a higher average conditional distribution of the degree of total satisfaction with makeup. However, at the second time point, people who answered in all categories for the precondition 'makeup use in everyday life,' have a high average conditional distribution of the degree of total satisfaction with makeup. Thus, we find a change from the first to the second time point. However, at both time points, the people who answered in high categories for the precondition of 'the degree of importance of e-mail on a mobile phone' have a higher average conditional distribution of the degree of total satisfaction with makeup.

	Р	'OINT AND TYPE 4 AT TH	HE S	SECO	OND T	IME PC	DINT						
		Degree of total satisfaction with makeup											
	ſ			1	2	3		4	5	5			
Type number		Type 1 at the first time point	0	.013	0.098	0.471	0.3	386 ().033	3			
-) [Type 4 at the second time poin		.008).075				
	L	Type 4 at the second time point	10	.000	0.051	0.504	0	102		1			
		M.1.				1. 110							
	Г	Makeu	p us	se in	i every	day inte	9	4	_				
				1	2	3		4	5	6			
Type number		Гуре 1 at the first time point	0.	010	0.069	0.003	0.1		.444	0.278			
		Гуре 4 at the second time point		0	0.008	0.008	0.0	75 0	.496	0.413			
		Degree of tot	al s	atisf	faction	with n	nake	up					
Type 1		0		1	2	3	3	4		5			
at the first time		1		0	0.333	0.333	3 0	.333		0			
point		2	0.0		0.048	0.381		.476		0			
*		3	0.0	_			_	.470					
Makeup use				0	0	(1		0			
in everyday life		4		0	0.2	0.55	-	.217	0.0				
		5	0.0	15	0.066	0.485	_	.390	0.0				
		6		0	0.082	0.424	0	.471	0.0	024			
		Degree of tot	al s	atisf	faction	with n	ıake	up					
Type 4		2		1	2	3	1	4		5			
at the second time		2		0	0.5	0.5		0		0			
F		3		0	0.5	0	-	0		0.5			
point			0.0	-				-					
Makeup use		4	0.0	_	0	0.526	-	.368	0.0				
in everyday life		5	0.0	_	0.056	0.579	-	.317	0.0				
		6		0	0.038	0.419	0 0	.429	0.1	14			
		Degree of tot	al s	atist	faction	with n	nake	up					
	1				1	2	3		4	5			
Type number		Type 1 at the first time point		0.01	3 0.0	98 04	471	0.3	86	0.033			
- , ,		Type 4 at the second time point		0.00			504	0.3	~ ~	0.075			
		Type 4 at the second time poin	n	0.00	0.0	51 0	504	0.5	02	0.075			
		D (; , , ,	1		c				1				
	1	Degree of important	deg	ree	of e-m			bile	phor				
					1	2	3		4	5			
Type number		Type 1 at the first time point		0.02	0.0	56 0.2	229	0.3	76	0.314			
		Type 4 at the second time poir	nt	0.03	9 0.1	18 0.3	370	0.3	27	0.146			
Type 1		Degree of tot	al s	atist	faction	with n	ıake	eup					
at the first time	1				1	2	3	r	4	5			
point	-		1		0 0.1		875		0	0			
			2					0.2	v	-			
Degree of					0	-	547	0.3		0			
importance of			_	0.04			0.4	0.3	_	0.014			
e-mail on a mob	ile		4		0 0.0	96 0.4	470	0.4	09	0.026			
phone			5	0.01	0.0	52 0.4	458	0.4	17	0.063			
Type 4		Degree of tot	al s	atist	faction	with n	nake	eup					
at the second tir	1		T		1	2	3	<u> </u>	4	5			
point			1		0	0	0.6	(0.3	0.1			
			2		-	0.1		0.1	_				
Degree of			_	0.0	-		0.7		_	0.067			
importance of			3	0.01			489	0.3	_	0.074			
e-mail on a mob	ile		4				530	0.3	_	0.072			
phone			5	0.02	27 0.0	027 0.	297	0.5	68	0.081			

TABLE V: CONDITIONAL PROBABILITIES OF TYPE 1 AT THE FIRST TIME POINT AND TYPE 4 AT THE SECOND TIME POINT

Because Type 1-4 increased their degree of total satisfaction with makeup as they answered in higher categories for the degree of importance of e-mail on a mobile phone, have a young average age, use makeup frequently, and are interested in cosmetics, the selling strategy of cosmetic shops for Type 1-4 should, for example, include announcing shop information using social networking services (SNS). In addition, because the annual incomes of people in Type 1-4 are a little low, we consider it efficient to give these customers valuable information by distributing coupons and announcing sales with the aim of increasing the

frequency with which they come to the shop and purchase cosmetics.

2) Examination of the new customer type

If new customer types exist at the second time point, we analyse them as follows:

- Examination of the distribution of the response variable of the new customer type at the second time point;
- Examination of the distribution of the explanatory variables which affect the response variable in the new customer type;
- Examination of the conditional distribution of the response variable on the precondition of the explanatory variable in the new customer type at the second time point;

TABLE VI: CONDITIONAL PROBABILITIES OF TYPES 5 and 6 at the Second Time Point

					OIN							
	_	D	egre	e of	tota	l sat	tisfac	ctior	ı wit	th m	akeı	ıp
				1		2		3		4		5
Type number		5	0.0	16	0.0	60	0.5	20	0.3	81	0.0	024
at the second time poi	nt	6	0.0	21	0.1	82	0.4	97	0.2	230	0.0	070
		De	gree	of i	impo	rtar	ice o	f ski	inca	re pi	odu	cts
	Γ			1		2		3		4		5
Type number	Ī	5		0	0.0	16	0.4	40	0.4	401	0.1	143
at the second time point	nt	6	0.2	62	0.3		0.3	26	0.0)96)05
1 I	L							-				
		D	egre	e of	tota	l sat	isfac	ctior	ı wit	h m	akeı	ıp
Type 5	Γ		Ŭ	1		2		3		4		5
at the second time point	2		0	0.	25	(0.5	0	.25		0	
Degree of importance	3	0.0	-	0.0		0.5		0.3		0.0)09	
skincare products	· ·	4	0.0		0.0		0.5			376)30
skilled e products	ŀ	5	0.0	0	0.0	0	0.3			0.5)56
	L	5		0		0	0.1			0.5	0.0	150
		D	egre	e of	tota	l sat	isfac	ctior	wi	h m	akei	ın
Туре б	Γ	<u> </u>	2810	1	.5.0	2		3	1	4		5
at the second time point	nt	1	0.0	•	0.2		0.4	-	0.3	204	0.0)61
Degree of importance	-	2	0.0		0.2		0.4			.04)86
skincare products	01	3	0.0		0.1		0.3		0.2)49
skilicate products	ŀ	4	0.0	0	0.1			0.5		278		11
	ŀ			0	0.1		,		0.2	.78	0.1	
	L	5		0		0		0		1		0
										1p 5 02		
Type number	5		6		0	Ĩ	0	1		4		
		0	0.02	0	.18	0	.49	0.	23	0.	.07	
at the second time point	6	1			2		7		0		0	
Type number	vne number 5 0.00 0.06 0.46 0.39 0.07										5	
		0	8	0	0	0	0 .18	0	3 01			
at the second time point	6	U.	1	0	2	0	7	0.	1		0	
True 6	De	egre	e of	tota	ıl sat	isfa		ı wit	h m	aket		
Type 5	1		1		2		-		4		5	
at the second time point	1		0	~	0	-	0	0	$\frac{1}{2}$	0	0	
Degree of importance of	2	U.).06 7	0	0.06 7	0	.53	0.	26 7	0.	06	
		0).00	0	/ 0.06	0	.60	0	32		7	
makeup products	3	U	9.00	0	0.00	0	.00 3	0.	32 8		0	
		0	9	0	0.05	0	.47	0	8 42	0	03	
	4	U	0.02	0	1.05	0	.47 5	0.	42 4	0.	03	
	5		0		0.1		0.3).5	().1	
	5		0		0.1		0.3).5	().1	
Time 6	De	egre	e of	tota	l sat	isfa	ction	wit	h m 4	aket	ıp 5	
Type 6	<u> </u>	-	0.02	0	2	0	.48	0	22	0	06	
at the second time point	1		3	0	3	0	.48 9	0.	22 7	0.	8	
	<u> </u>	-		0	<u> </u>	0		0	/ 17	0		
Degree of importance of	2		0.03 2	0	19 4	0	.53	0.	17 7	0.	06 5	
	<u> </u>	-		0	4	0	.45	0	31	0	5 08	
makeup products	3		0		3	0	.43 7	0.	4	0.	6	
	İ	1			-						\$	

0.5

0.5

0

0

Types 5 and 6 at the second time point are the new customer types which have special characteristics at the second time point. These two types are young and have the low annual income. However, the frequency of makeup use and the degree of importance of fashion are high for customer Type 5. In contrast, the frequency of makeup use and the degree of importance of fashion are generally low for Type 6. See Table VI.

For (1), the degree of total satisfaction with makeup for Types 5 and 6 are distributed centering on categories 3 and 4; the degree of total satisfaction for both types tends to be a little high.

For (2), the degree of importance of skincare products and makeup products are distributed centring on category 3 for type 5. In contrary, for type 6, the mode of each distribution is category 1 (not important), and their degree of importance of cosmetic products tends to be low.

For (3), from the conditional distribution of Table VI, we find that both Types 5 and 6 increase the degree of total satisfaction with makeup at the second time point, as they answered with higher categories for the degree of importance of skincare products. Furthermore, we find that at the second time point, Types 5 and 6 increased their degree of total satisfaction with makeup, as they answered with a higher category for the degree of importance of makeup products, with an exception of category 1 of Type 5. Furthermore, because the average age of Type 5 is young and their annual income is low, we consider it efficient for cosmetic shops to sell cheap products with the aim of increasing the frequency with which this customer type enters the shop and purchases cosmetics.

We also compared Type 5 and Type 6; it is important to examine which type should get priority in terms of elaborating the purchasing strategy.

V. CONCLUSION

In this research, we expanded the analytical system of measuring service effectiveness by customer type developed by [5] to allow repeat analysis. With this new, expanded system, we can analyse service effectiveness by customer type in parallel at two time points: first to grasp the structure of the data and then to extract latent factors at each time point and introduce the function to extract the common factors by comparing the latent factors at each time point and the function of the repeat analyses by types in the sixth step. For the repeat analysis by customer type, we expanded the system by adding the following functions:

- Extraction of the common factors at two time points;
- Judgement of the common types at two time points;
- Examination of the common types;
- Examination of the new customer type;

As a result, we can analyse the service effects in consideration of the heterogeneity of customers at each shop. Then, we showed that we can get valuable findings based on the repeat change of common customer types at two time points and the examination of new customer types at the second time point.

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