

Zara EDA, DV

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```
library(tidyverse)
```

```
## -- Attaching core tidyverse packages ----- tidyverse 2.0.0 --
## v dplyr      1.1.4      v readr      2.1.5
## v forcats    1.0.0      v stringr   1.5.1
## v ggplot2     3.5.1      v tibble    3.2.1
## v lubridate  1.9.3      v tidyr     1.3.1
## v purrr      1.0.2
## -- Conflicts ----- tidyverse_conflicts() --
## x dplyr::filter() masks stats::filter()
## x dplyr::lag()     masks stats::lag()
## i Use the conflicted package (<http://conflicted.r-lib.org/>) to force all conflicts to become errors
```

```
library(ggplot2)
library(dplyr)
library(psych)
```

```
##
## Attaching package: 'psych'
##
## The following objects are masked from 'package:ggplot2':
##
##    %+%, alpha
```

```
library(forecast)
```

```
## Registered S3 method overwritten by 'quantmod':
##   method      from
##   as.zoo.data.frame zoo
```

1. Data Import & Structure

1. Product ID: Unique identifier for each product.
2. Product Position: The position of the product in the catalog or store layout.
3. Promotion: Indicator of whether the product is currently on promotion or not.
4. Product Category: The category of the product, such as clothing, accessories, shoes, etc.

5. Seasonal: Indicator of whether the product is part of a specific seasonal collection.
6. Sales Volume: The quantity of products sold.
7. Brand: Brand of the product.
8. URL: Product URL (e.g., if the product is sold online).
9. SKU: Stock Keeping Unit, a unique code used to identify items available for sale.
10. Name: Name of the product.
11. Description: Description of the product.
12. Price: Price of the product.
13. Currency: Currency of the product price.
14. Scraped_at: The time when the data was scraped (e.g., in web scraping process).
15. Terms: Terms or conditions of the product.
16. Section: Section or category where the product is sold in the store (e.g., women's clothing, men's clothing, children's clothing, etc.).

```
data <- read.csv('C:\\Datasets\\Zara Sales\\zara.csv', sep = ";", quote = "\"" ,stringsAsFactors = FALSE)
head(data)
```

```
##   Product.ID Product.Position Promotion Product.Category Seasonal Sales.Volume
## 1    185102         Aisle        No      Clothing        No      2823
## 2    188771         Aisle        No      Clothing        No       654
## 3    180176      End-cap        Yes      Clothing        Yes      2220
## 4    112917         Aisle        Yes      Clothing        Yes      1568
## 5    192936      End-cap        No      Clothing        Yes      2942
## 6    117590      End-cap        No      Clothing        No      2968
##   brand                                     url
## 1  Zara   https://www.zara.com/us/en/basic-puffer-jacket-p06985450.html
## 2  Zara   https://www.zara.com/us/en/tuxedo-jacket-p08896675.html
## 3  Zara   https://www.zara.com/us/en/slim-fit-suit-jacket-p01564520.html
## 4  Zara   https://www.zara.com/us/en/stretch-suit-jacket-p01564300.html
## 5  Zara   https://www.zara.com/us/en/double-faced-jacket-p08281477.html
## 6  Zara https://www.zara.com/us/en/contrasting-collar-jacket-p06987331.html
##   sku                                     name
## 1 272145190-250-2      BASIC PUFFER JACKET
## 2 324052738-800-46      TUXEDO JACKET
## 3 335342680-800-44      SLIM FIT SUIT JACKET
## 4 328303236-420-44      STRETCH SUIT JACKET
## 5 312368260-800-2      DOUBLE FACED JACKET
## 6 320298385-807-2 CONTRASTING COLLAR JACKET
##
## 1      Puffer jacket made of tear-resistant ripstop fabric. High collar and adjustable long sleeves.
## 2      Straight fit blazer. Pointed lapel collar and long sleeves with buttoned cuffs.
## 3      Slim fit jacket. Notched lapel collar. Long sleeves with buttoned cuffs.
## 4 Slim fit jacket made of viscose blend fabric. Notched lapel collar. Long sleeves with buttoned cuffs.
## 5      Jacket made of faux leather faux shearling.
## 6      Relaxed fit jacket. Contrasting lapel collar and long sleeves.
```

```
##      price currency      scraped_at  terms section
## 1  19.99      USD 2024-02-19T08:50:05.654618 jackets    MAN
## 2 169.00      USD 2024-02-19T08:50:06.590930 jackets    MAN
## 3 129.00      USD 2024-02-19T08:50:07.301419 jackets    MAN
## 4 129.00      USD 2024-02-19T08:50:07.882922 jackets    MAN
## 5 139.00      USD 2024-02-19T08:50:08.453847 jackets    MAN
## 6  79.90      USD 2024-02-19T08:50:09.140497 jackets    MAN
```

```
str(data)
```

```
## 'data.frame': 252 obs. of 16 variables:
## $ Product.ID : int 185102 188771 180176 112917 192936 117590 189118 182157 141861 137121 ...
## $ Product.Position: chr "Aisle" "Aisle" "End-cap" "Aisle" ...
## $ Promotion : chr "No" "No" "Yes" "Yes" ...
## $ Product.Category: chr "Clothing" "Clothing" "Clothing" "Clothing" ...
## $ Seasonal : chr "No" "No" "Yes" "Yes" ...
## $ Sales.Volume : int 2823 654 2220 1568 2942 2968 952 2421 1916 656 ...
## $ brand : chr "Zara" "Zara" "Zara" "Zara" ...
## $ url : chr "https://www.zara.com/us/en/basic-puffer-jacket-p06985450.html" "https://w
## $ sku : chr "272145190-250-2" "324052738-800-46" "335342680-800-44" "328303236-420-44"
## $ name : chr "BASIC PUFFER JACKET" "TUXEDO JACKET" "SLIM FIT SUIT JACKET" "STRETCH SUIT
## $ description : chr "Puffer jacket made of tear-resistant ripstop fabric. High collar and adjus
## $ price : num 20 169 129 129 139 ...
## $ currency : chr "USD" "USD" "USD" "USD" ...
## $ scraped_at : chr "2024-02-19T08:50:05.654618" "2024-02-19T08:50:06.590930" "2024-02-19T08:5
## $ terms : chr "jackets" "jackets" "jackets" "jackets" ...
## $ section : chr "MAN" "MAN" "MAN" "MAN" ...
```

Missing value check

```
colSums(is.na(data))
```

```
##      Product.ID Product.Position      Promotion Product.Category
##           0           0           0           0
##      Seasonal      Sales.Volume      brand      url
##           0           0           0           0
##           sku           name      description      price
##           0           0           0           0
##      currency      scraped_at      terms      section
##           0           0           0           0
```

```
dim(data)
```

```
## [1] 252 16
```

```
describe(data)
```

```
##      vars  n      mean      sd  median  trimmed      mad
## Product.ID      1 252 153370.50 26160.44 151681.5 152999.16 33372.58
## Product.Position* 2 252      1.89      0.81      2.0      1.86      1.48
## Promotion*      3 252      1.48      0.50      1.0      1.47      0.00
```

## Product.Category*	4	252	1.00	0.00	1.0	1.00	0.00
## Seasonal*	5	252	1.51	0.50	2.0	1.51	0.00
## Sales.Volume	6	252	1823.70	697.70	1839.5	1835.50	868.80
## brand*	7	252	1.00	0.00	1.0	1.00	0.00
## url*	8	252	112.52	65.50	108.5	112.01	83.77
## sku*	9	252	115.14	65.91	115.5	115.26	83.03
## name*	10	252	97.33	53.97	98.0	97.24	65.98
## description*	11	252	112.06	64.86	110.5	112.05	82.28
## price	12	252	86.25	52.08	79.9	80.92	43.14
## currency*	13	252	1.00	0.00	1.0	1.00	0.00
## scraped_at*	14	252	123.39	68.52	126.5	125.23	93.40
## terms*	15	252	2.27	1.55	1.0	2.09	0.00
## section*	16	252	1.13	0.34	1.0	1.04	0.00
##		min	max	range	skew	kurtosis	se
## Product.ID		110075.00	199631	89556.00	0.11	-1.23	1647.95
## Product.Position*		1.00	3	2.00	0.20	-1.44	0.05
## Promotion*		1.00	2	1.00	0.09	-2.00	0.03
## Product.Category*		1.00	1	0.00	NaN	NaN	0.00
## Seasonal*		1.00	2	1.00	-0.03	-2.01	0.03
## Sales.Volume		529.00	2989	2460.00	-0.11	-1.13	43.95
## brand*		1.00	1	0.00	NaN	NaN	0.00
## url*		1.00	228	227.00	0.05	-1.18	4.13
## sku*		1.00	228	227.00	-0.01	-1.20	4.15
## name*		1.00	195	194.00	0.01	-1.13	3.40
## description*		1.00	222	221.00	0.01	-1.19	4.09
## price		7.99	439	431.01	2.36	10.99	3.28
## currency*		1.00	1	0.00	NaN	NaN	0.00
## scraped_at*		1.00	229	228.00	-0.14	-1.30	4.32
## terms*		1.00	5	4.00	0.62	-1.28	0.10
## section*		1.00	2	1.00	2.12	2.52	0.02

Removing unnecessary variables

```
data <- data[, -c(8:9, 11, 14)]
data2 <- data
```

Variable type transformation

```
data$Product.Position <- as.factor(data$Product.Position)
data$Product.Category <- as.factor(data$Product.Category)
data$brand <- as.factor(data$brand)
data$terms <- as.factor(data$terms)
data$section <- as.factor(data$section)
data$name <- as.factor(data$name)
data$currency <- as.factor(data$currency)
```

Data transformation

```
# Promotion : No - \> 0 , Yes -\> 1
data$Promotion <- ifelse(data$Promotion == 'No', 0 ,
                        ifelse(data$Promotion == 'Yes', 1, 2))

# Seasonal : No - > 0 , Yes -> 1
```

```
data$Seasonal <- ifelse(data$Seasonal == 'No',0,
                        ifelse(data$Seasonal=='Yes',1,2))

# section : MAN -> 0 , WOMEN -> 1 ,
data$section <- ifelse(data$section == 'MAN',0,
                      ifelse(data$section=='WOMEN',1,2))

head(data)
```

```
##   Product.ID Product.Position Promotion Product.Category Seasonal Sales.Volume
## 1    185102         Aisle         0         Clothing         0         2823
## 2    188771         Aisle         0         Clothing         0          654
## 3    180176        End-cap         1         Clothing         1         2220
## 4    112917         Aisle         1         Clothing         1         1568
## 5    192936        End-cap         0         Clothing         1         2942
## 6    117590        End-cap         0         Clothing         0         2968
##   brand                name price currency  terms section
## 1  Zara      BASIC PUFFER JACKET 19.99      USD jackets     0
## 2  Zara      TUXEDO JACKET 169.00      USD jackets     0
## 3  Zara      SLIM FIT SUIT JACKET 129.00      USD jackets     0
## 4  Zara      STRETCH SUIT JACKET 129.00      USD jackets     0
## 5  Zara      DOUBLE FACED JACKET 139.00      USD jackets     0
## 6  Zara CONTRASTING COLLAR JACKET  79.90      USD jackets     0
```

```
str(data)
```

```
## 'data.frame':   252 obs. of  12 variables:
## $ Product.ID      : int  185102 188771 180176 112917 192936 117590 189118 182157 141861 137121 ...
## $ Product.Position: Factor w/ 3 levels "Aisle","End-cap",...: 1 1 2 1 2 2 3 1 1 1 ...
## $ Promotion       : num   0 0 1 1 0 0 1 0 1 0 ...
## $ Product.Category: Factor w/ 1 level "Clothing": 1 1 1 1 1 1 1 1 1 1 ...
## $ Seasonal        : num   0 0 1 1 1 0 1 0 1 1 ...
## $ Sales.Volume    : int   2823 654 2220 1568 2942 2968 952 2421 1916 656 ...
## $ brand           : Factor w/ 1 level "Zara": 1 1 1 1 1 1 1 1 1 1 ...
## $ name            : Factor w/ 195 levels "", "100% FEATHER FILL PUFFER JACKET",...: 22 178 143 148 54
## $ price           : num   20 169 129 129 139 ...
## $ currency        : Factor w/ 1 level "USD": 1 1 1 1 1 1 1 1 1 1 ...
## $ terms           : Factor w/ 5 levels "jackets","jeans",...: 1 1 1 1 1 1 1 1 1 1 ...
## $ section         : num   0 0 0 0 0 0 0 0 0 0 ...
```

```
summary(data)
```

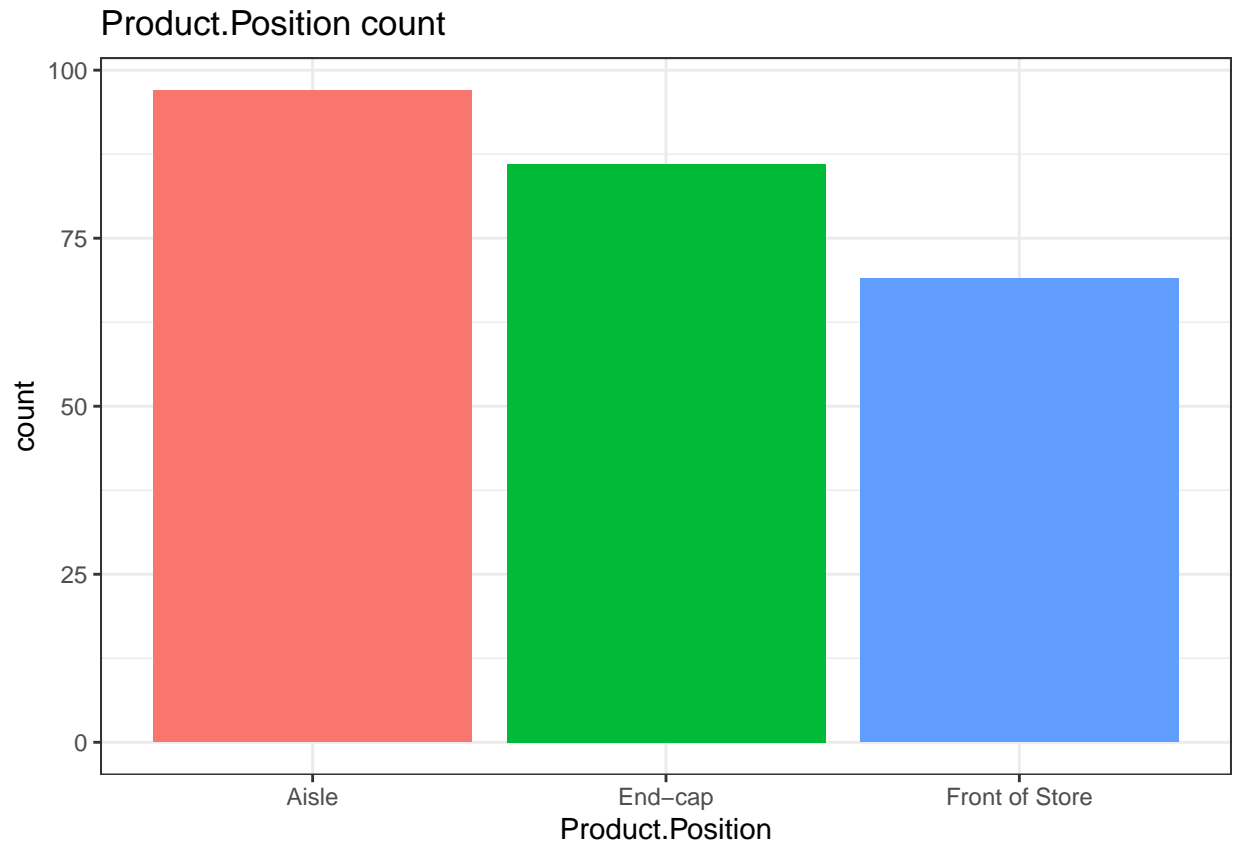
```
##   Product.ID      Product.Position Promotion Product.Category
## Min.   :110075    Aisle             :97      Min.   :0.0000    Clothing:252
## 1st Qu.:131054    End-cap             :86      1st Qu.:0.0000
## Median :151682    Front of Store:69      Median :0.0000
## Mean   :153371                                Mean   :0.4762
## 3rd Qu.:175670                                3rd Qu.:1.0000
## Max.   :199631                                Max.   :1.0000
##
##   Seasonal      Sales.Volume  brand
## Min.   :0.0000    Min.   : 529    Zara:252
```

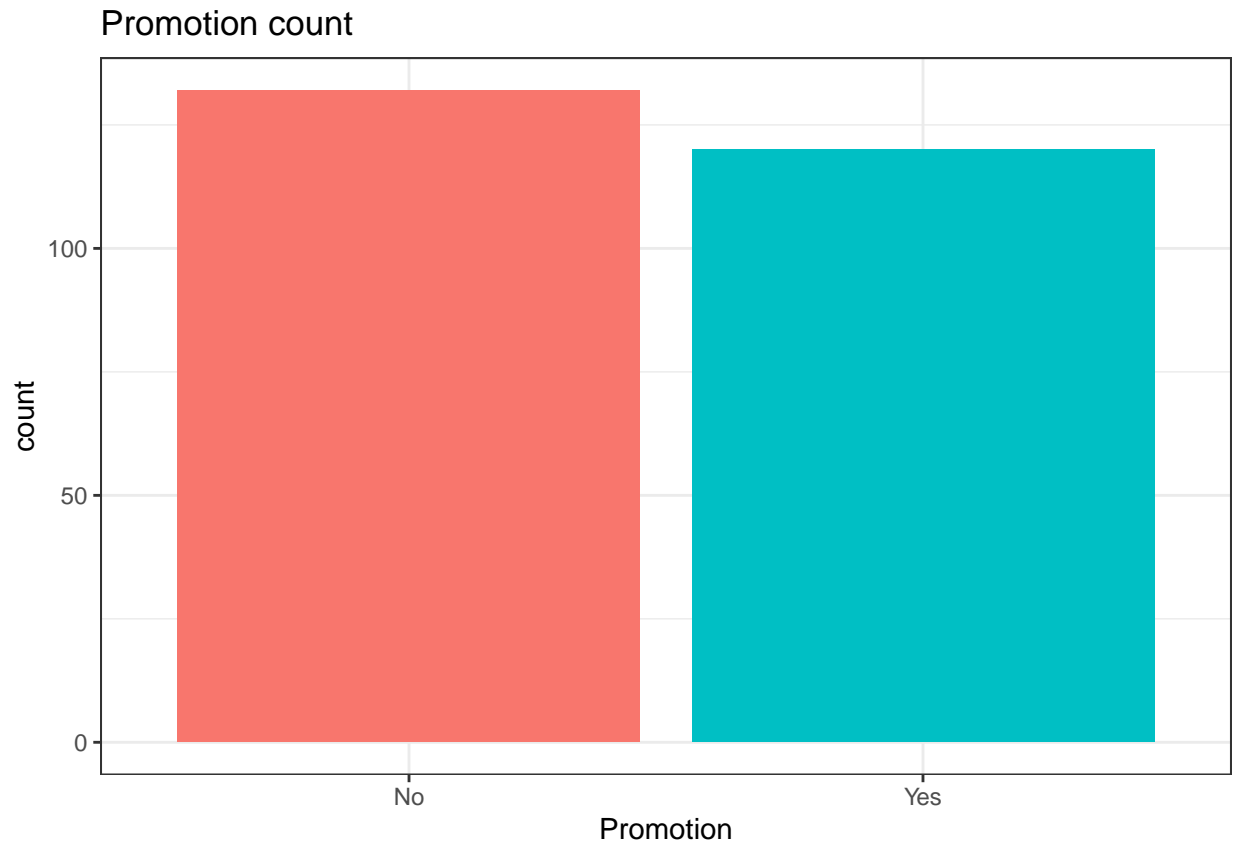
```
## 1st Qu.:0.0000 1st Qu.:1243
## Median :1.0000 Median :1840
## Mean :0.5079 Mean :1824
## 3rd Qu.:1.0000 3rd Qu.:2399
## Max. :1.0000 Max. :2989
##
##
## name price currency
## PLAID OVERSHIRT : 6 Min. : 7.99 USD:252
## PATCH BOMBER JACKET : 4 1st Qu.: 49.90
## POCKET OVERSHIRT : 4 Median : 79.90
## BOMBER JACKET : 3 Mean : 86.25
## CONTRASTING PATCHES BOMBER JACKET: 3 3rd Qu.:109.00
## FAUX LEATHER BOMBER JACKET : 3 Max. :439.00
## (Other) :229
## terms section
## jackets :140 Min. :0.0000
## jeans : 8 1st Qu.:0.0000
## shoes : 31 Median :0.0000
## sweaters: 41 Mean :0.2698
## t-shirts: 32 3rd Qu.:0.0000
## Max. :2.0000
##
```

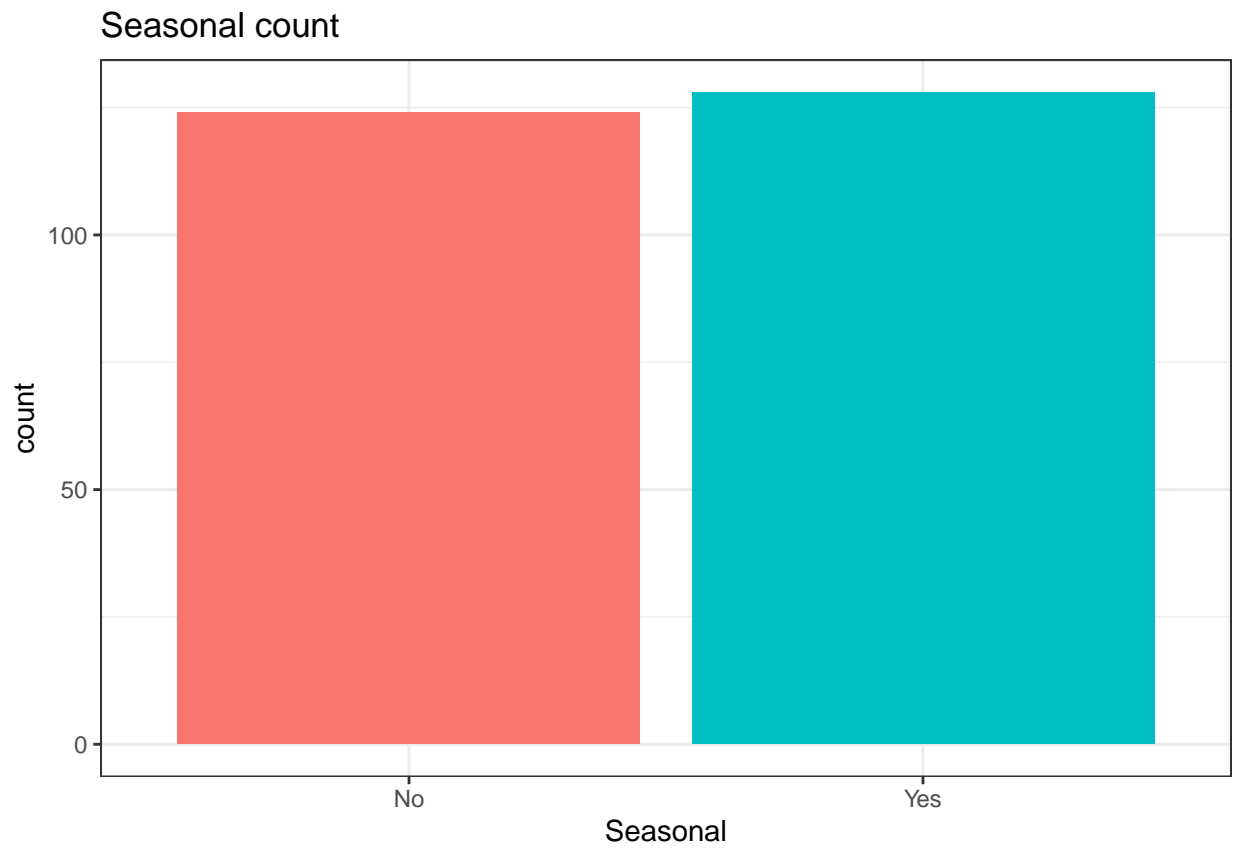
2 Data visualisation

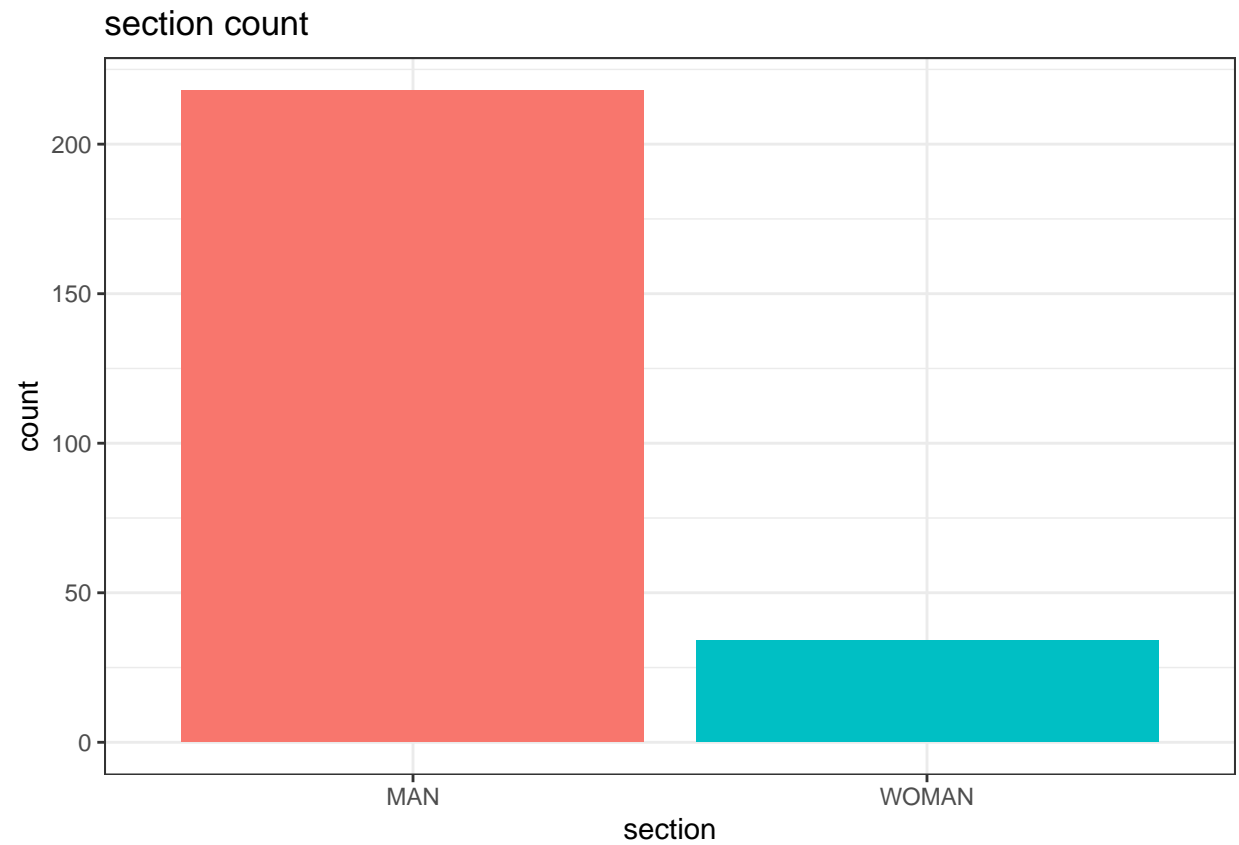
```
cols = c('Product.Position', 'Promotion', 'Seasonal', 'section')

for (i in cols){
  print(ggplot(data2, aes(x=data2[,i], fill = data2[,i])) + geom_bar() + ggtitle(paste(i, 'count')) + xlab(i))
}
```

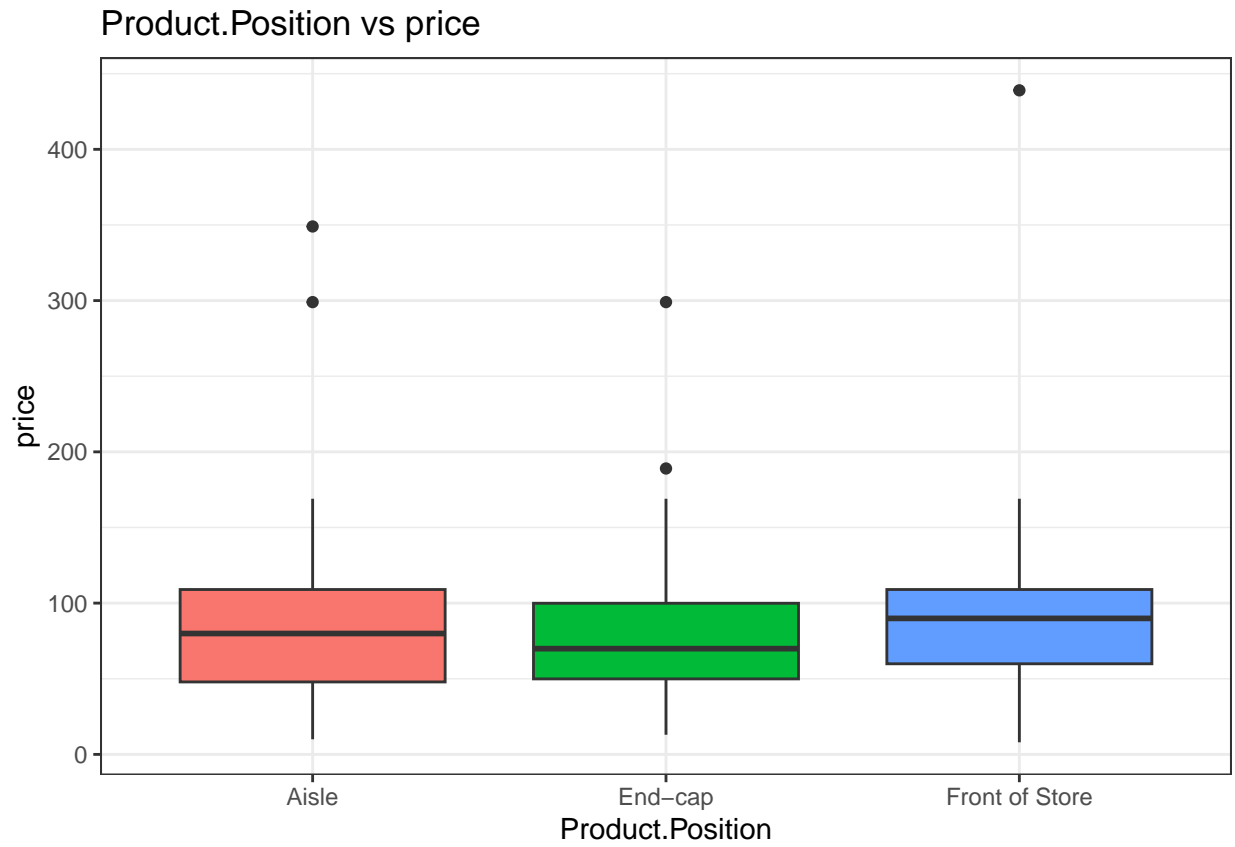


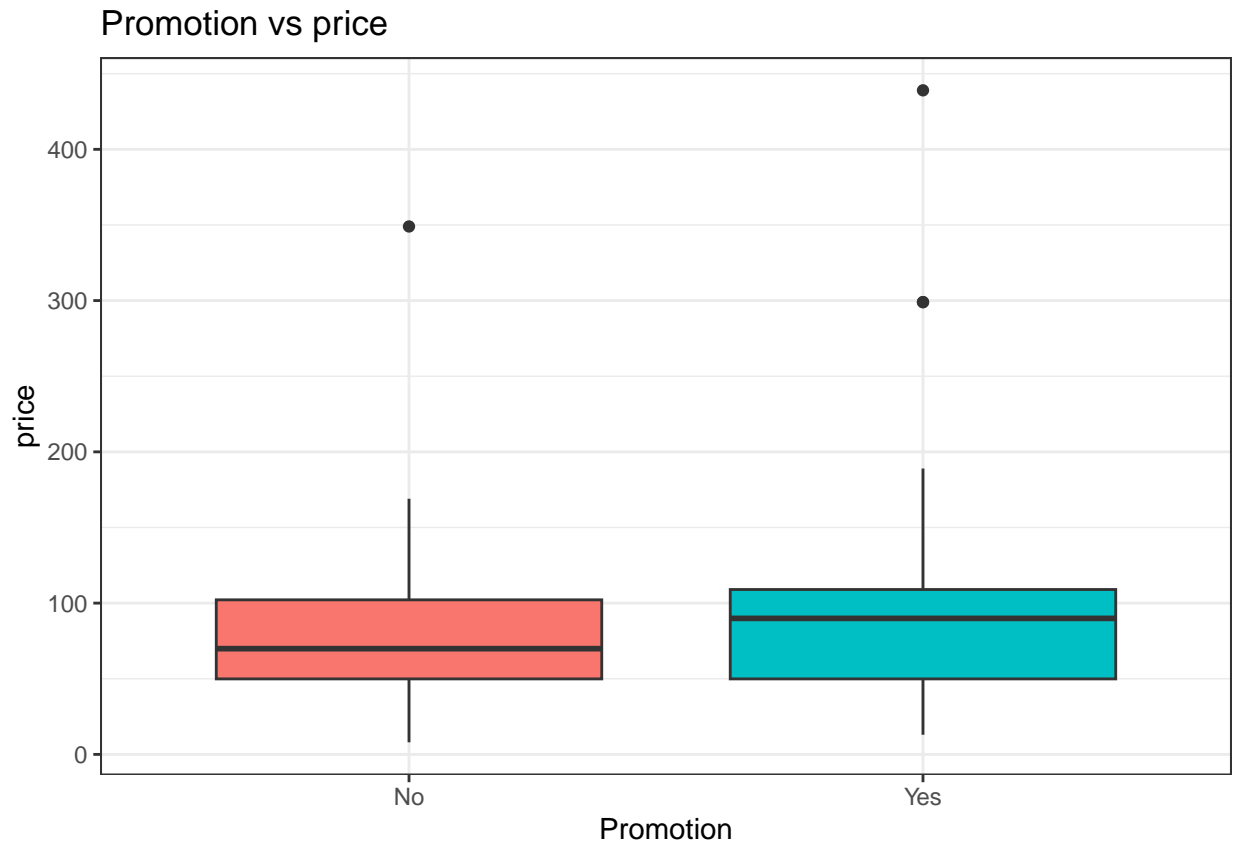


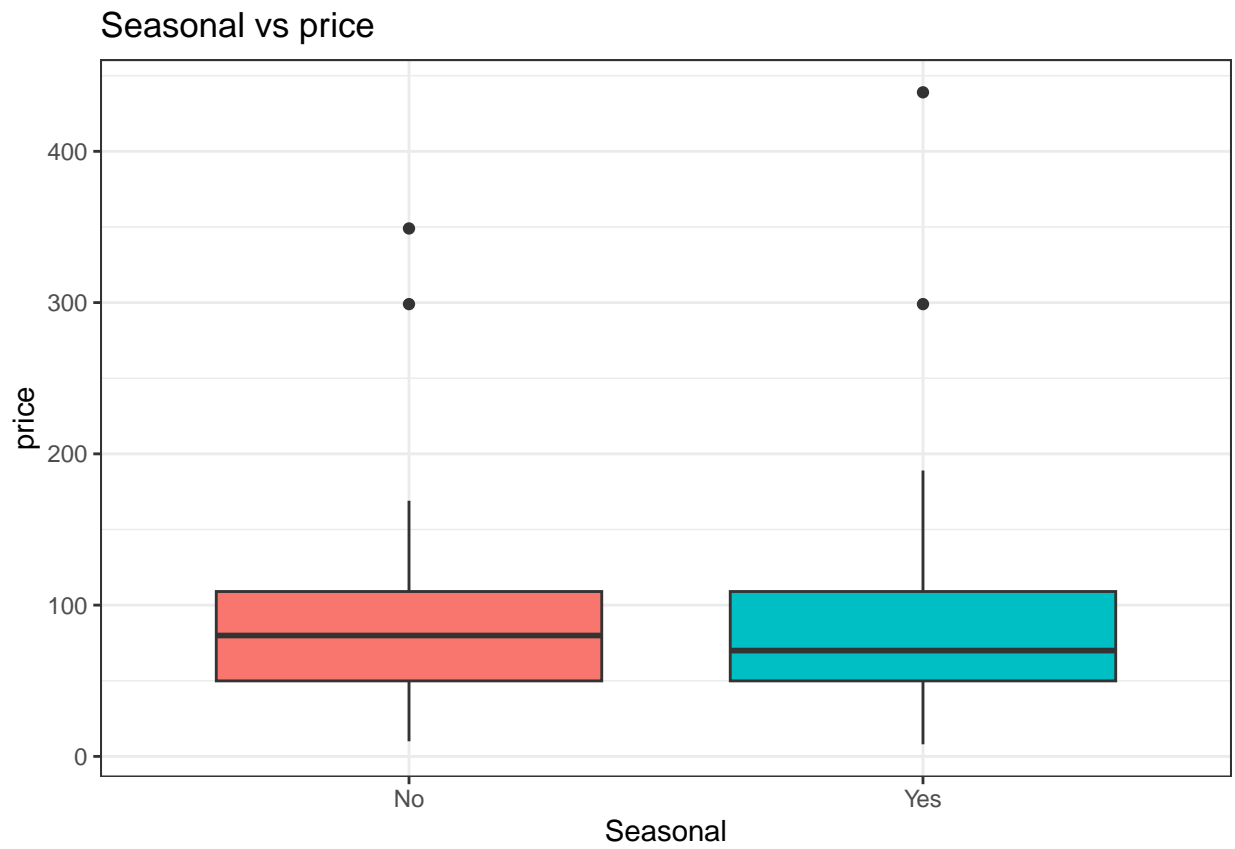


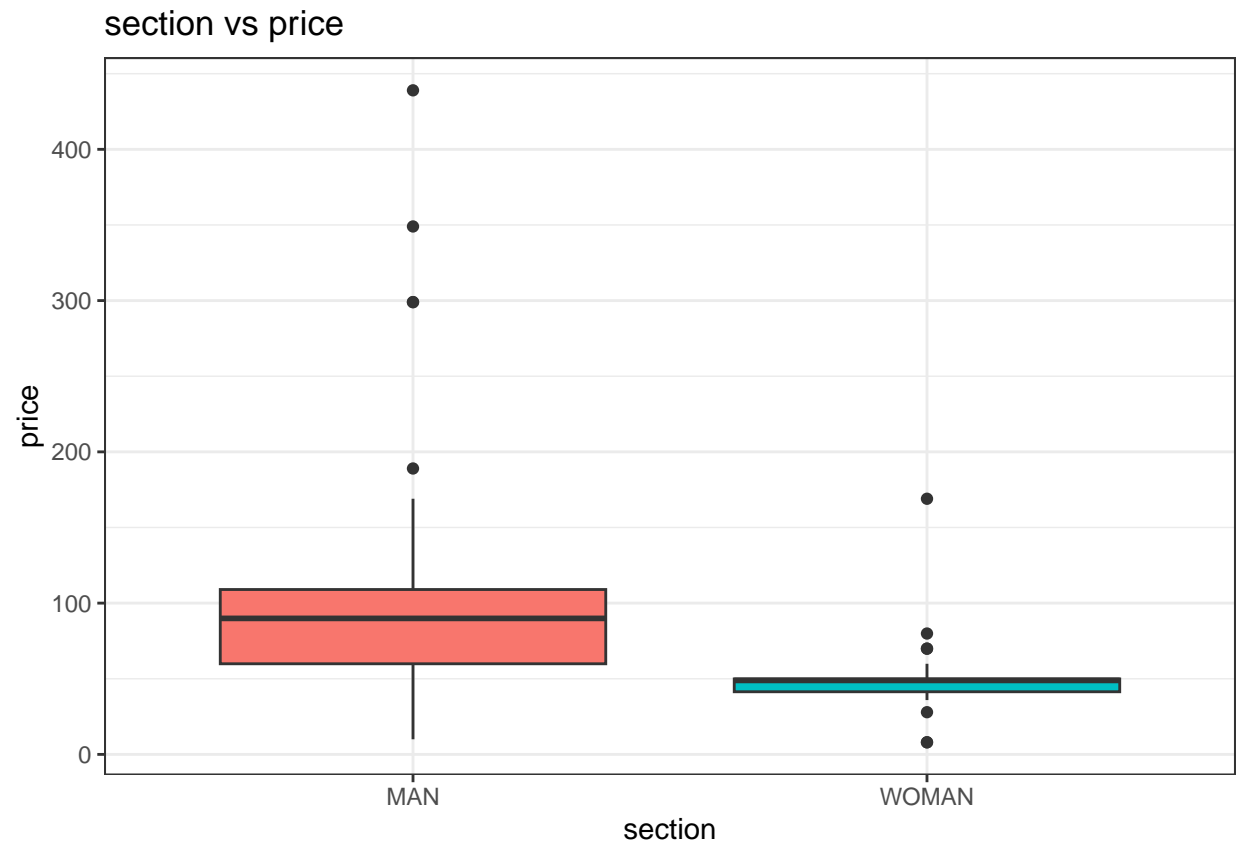


```
for(i in cols){  
  print(ggplot(data2, aes(x=data2[,i], y=price, fill= data2[,i])) + geom_boxplot() + xlab(i) + ggtitle  
}
```

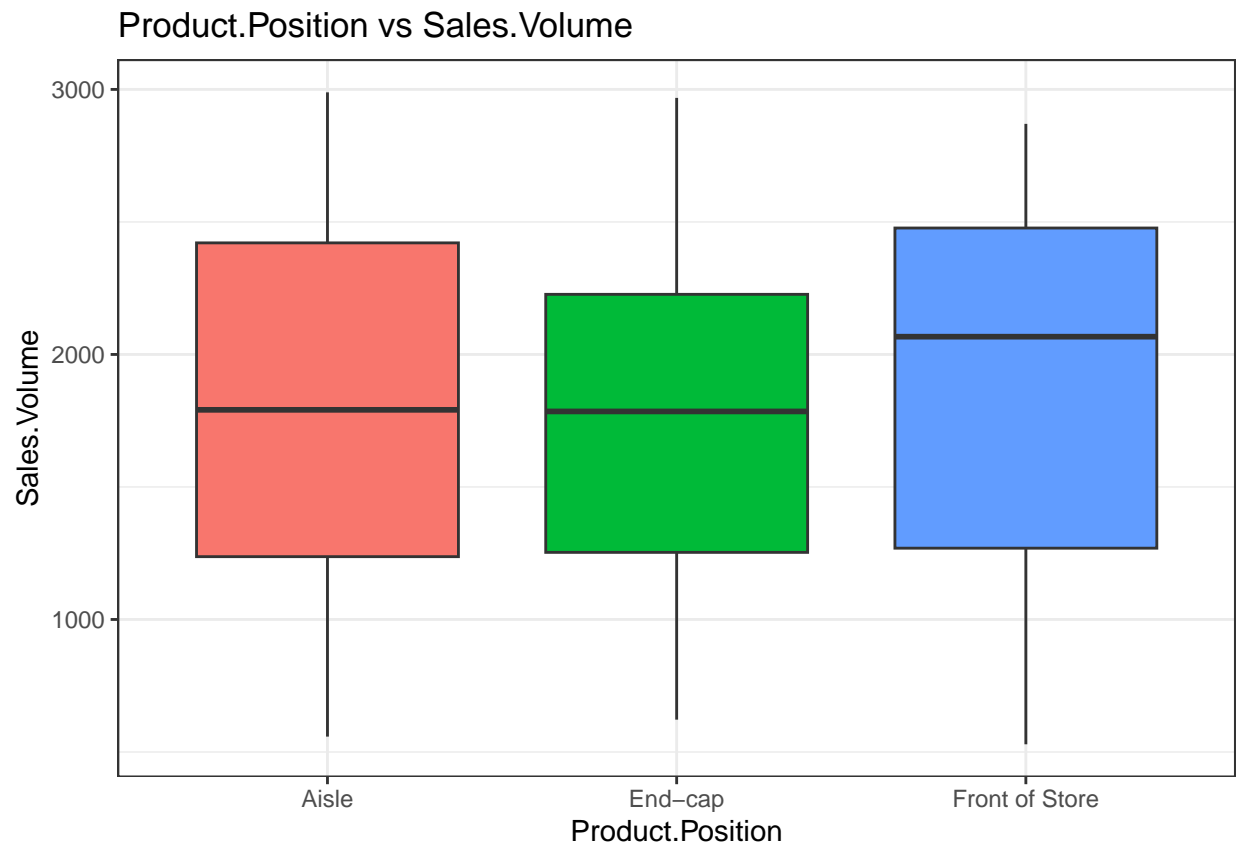


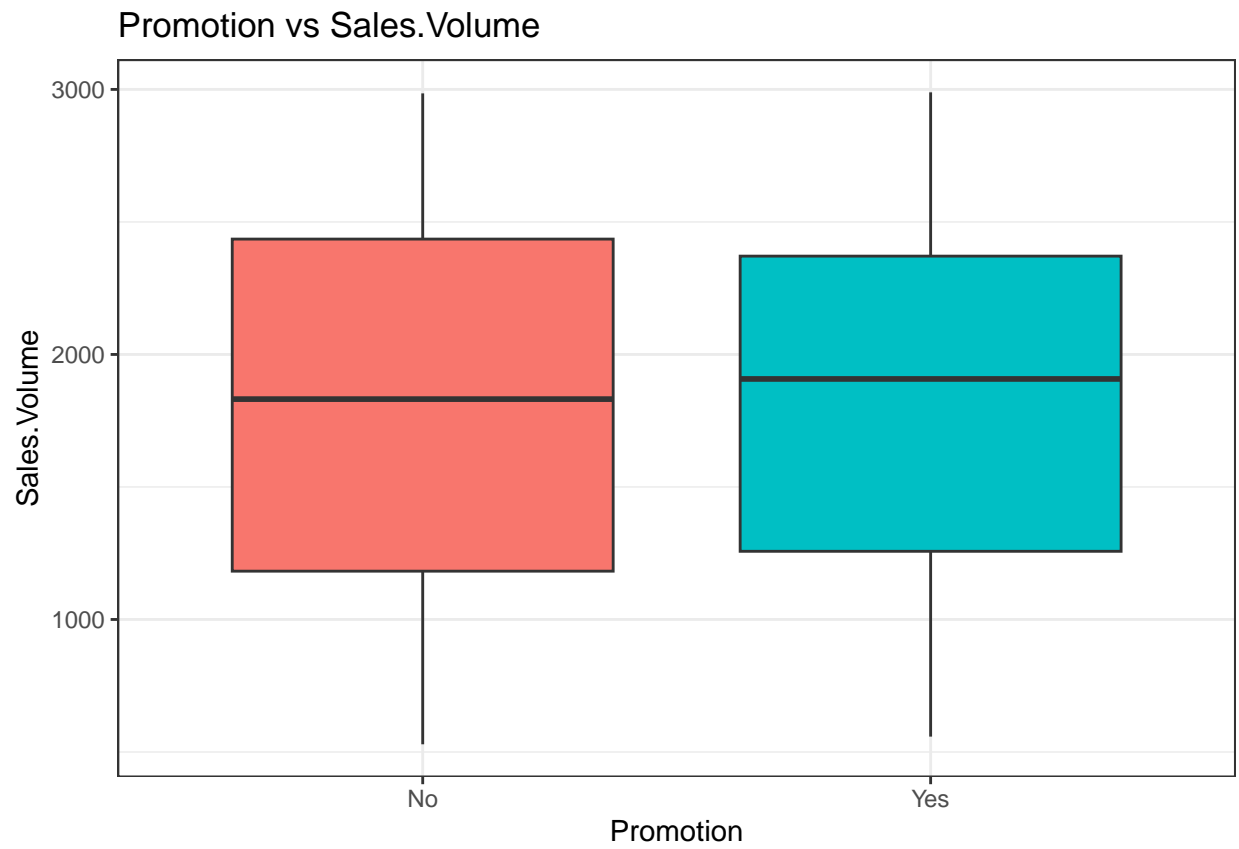


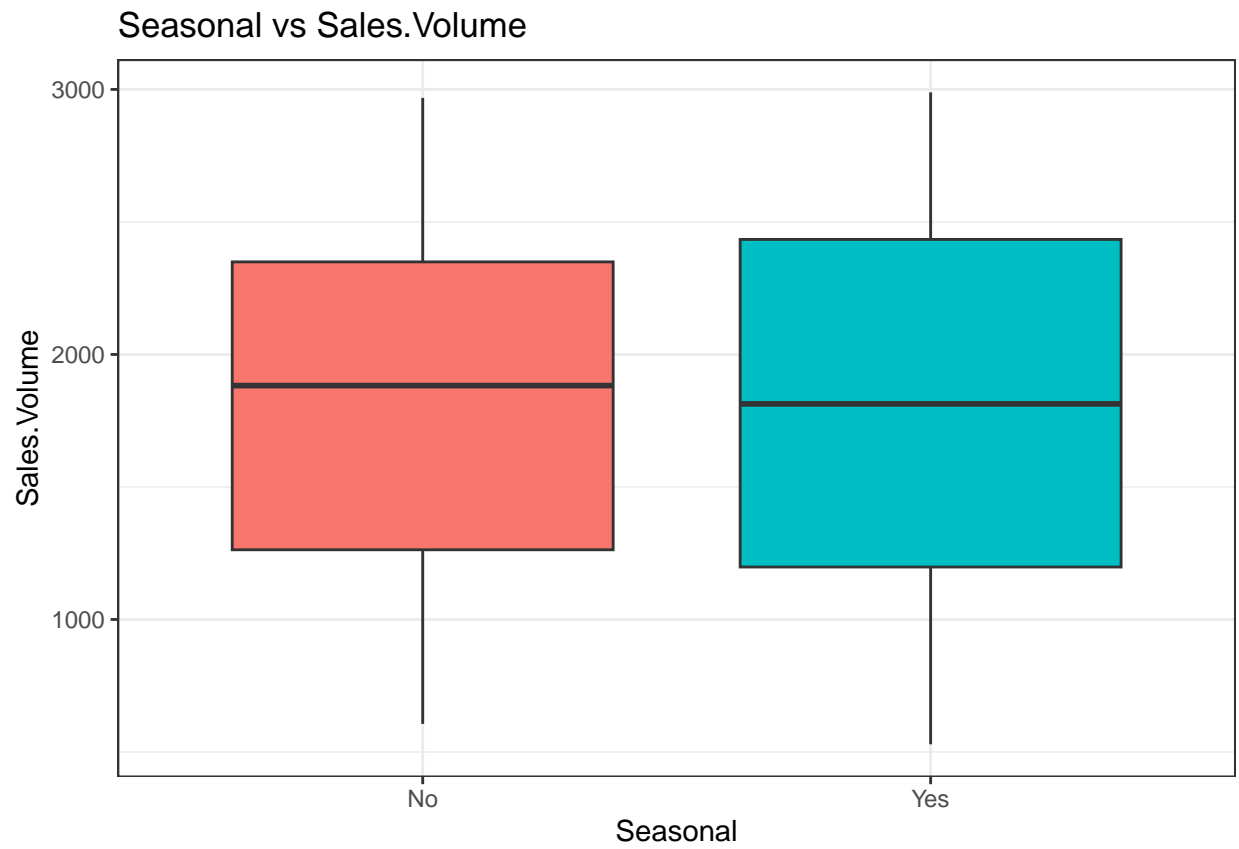


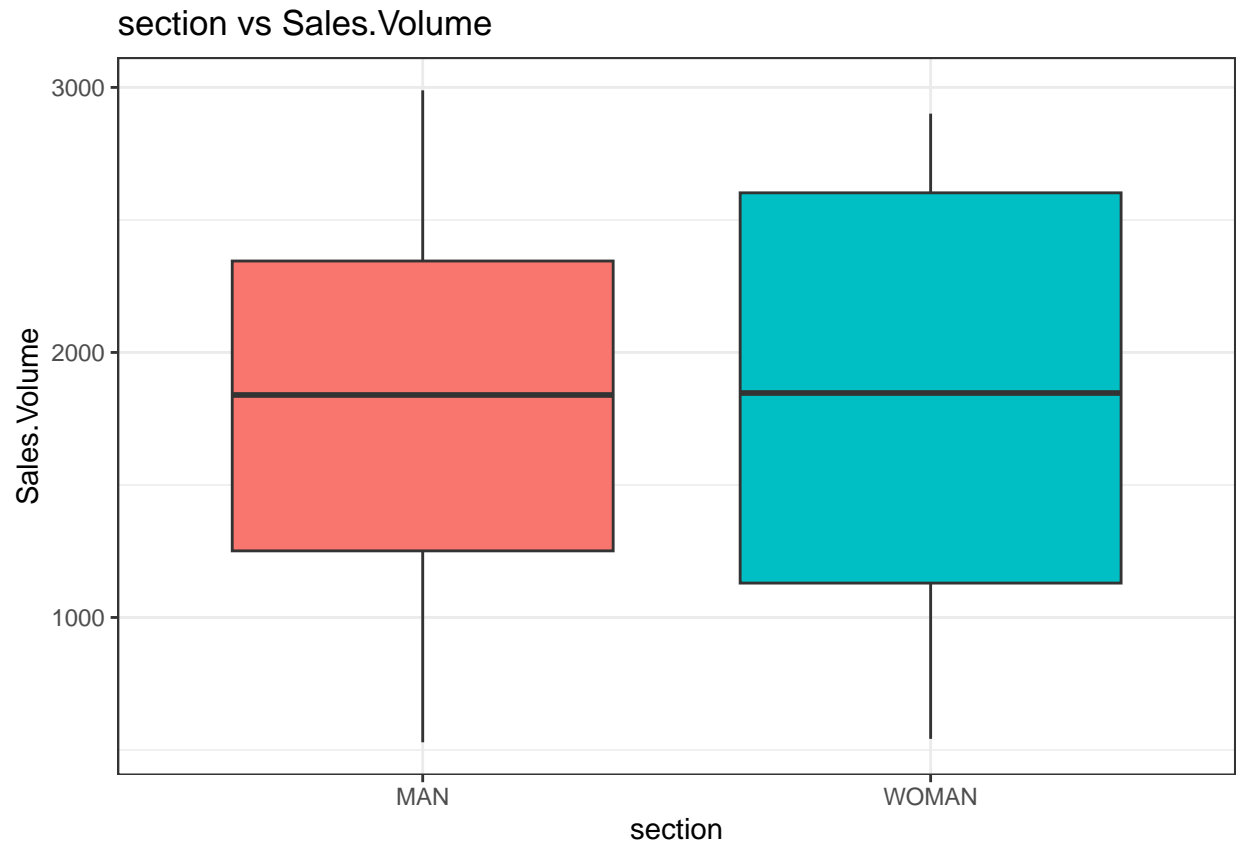


```
for(i in cols){  
  print(ggplot(data2, aes(x=data2[,i], y=Sales.Volume, fill= data2[,i])) + geom_boxplot() + xlab(i) +  
}
```

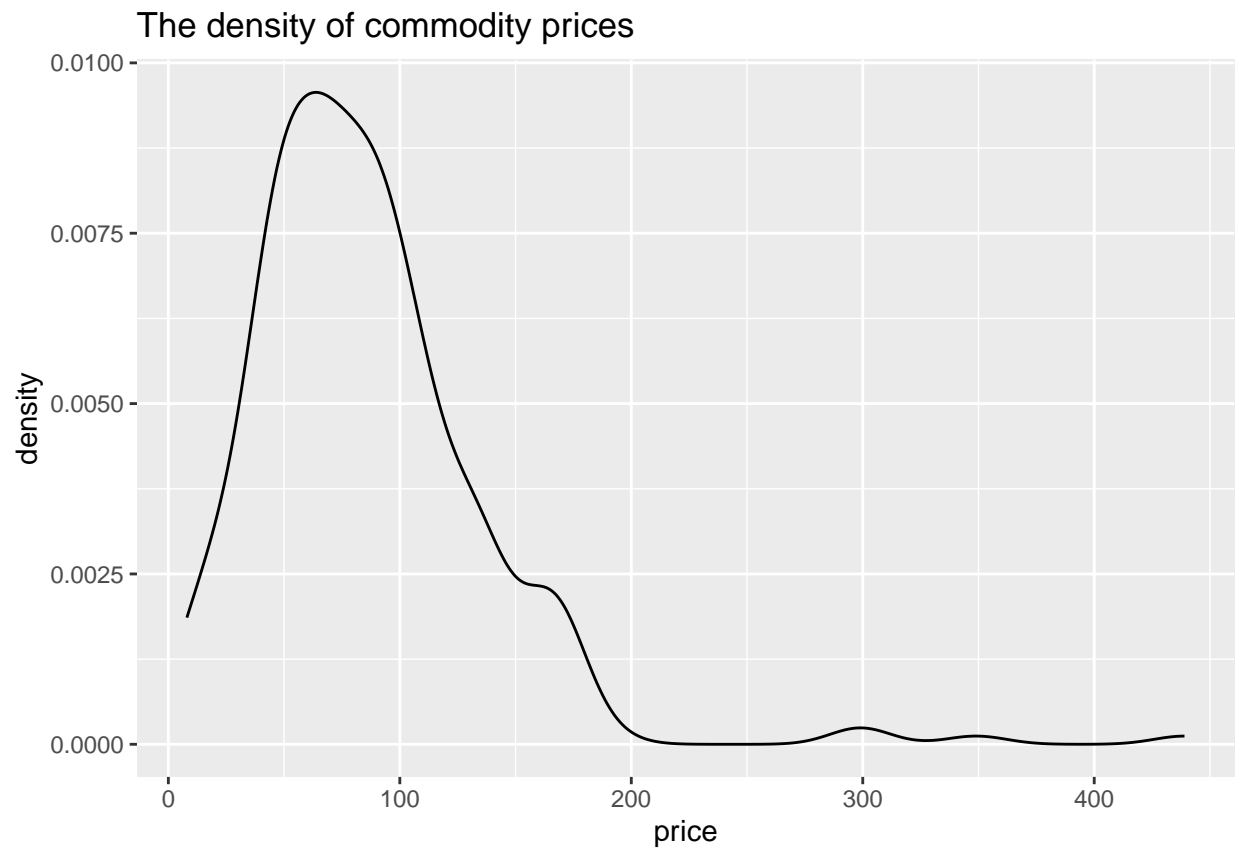








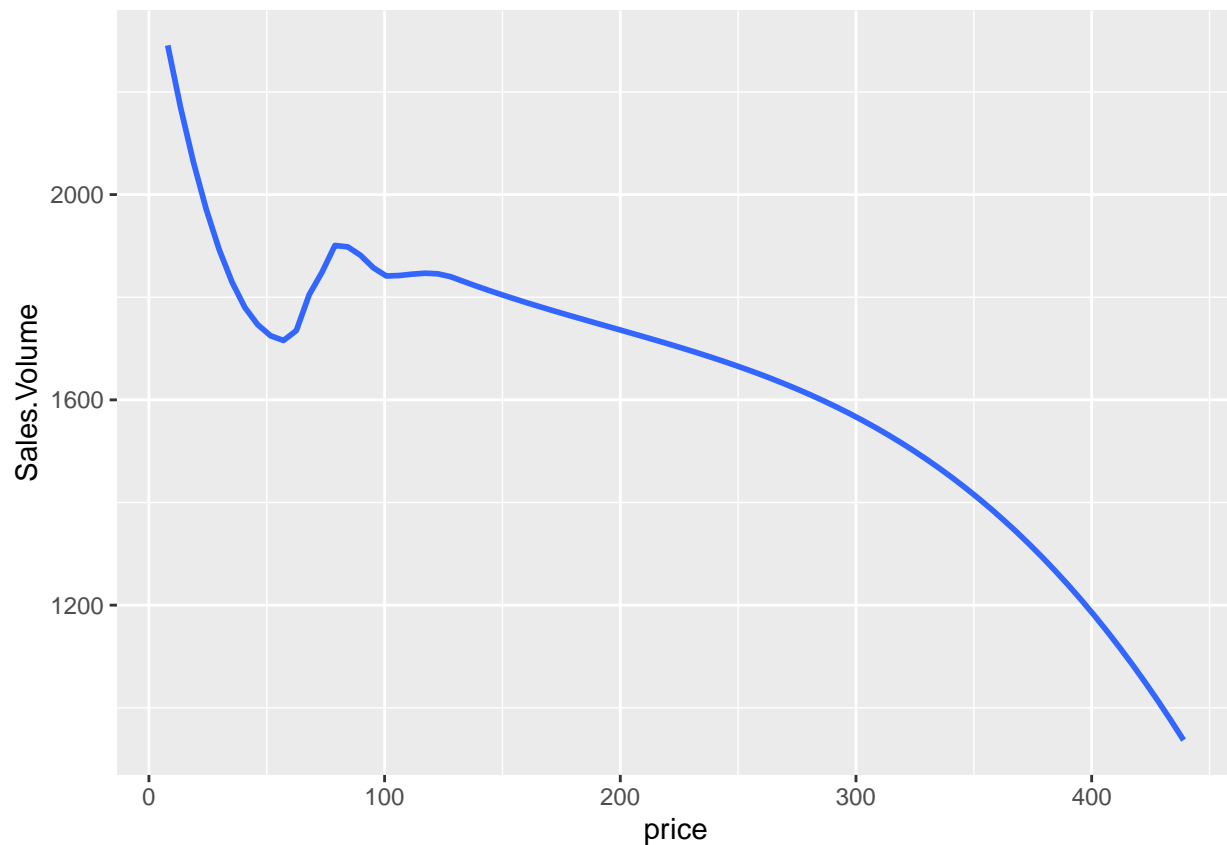
```
ggplot(data2, aes(x=price)) + geom_density() + ggtitle('The density of commodity prices') + xlab('price')
```



Most items are under \$100.

```
ggplot(data2, aes(x=price, y= Sales.Volume)) + geom_smooth(se=F)
```

```
## 'geom_smooth()' using method = 'loess' and formula = 'y ~ x'
```



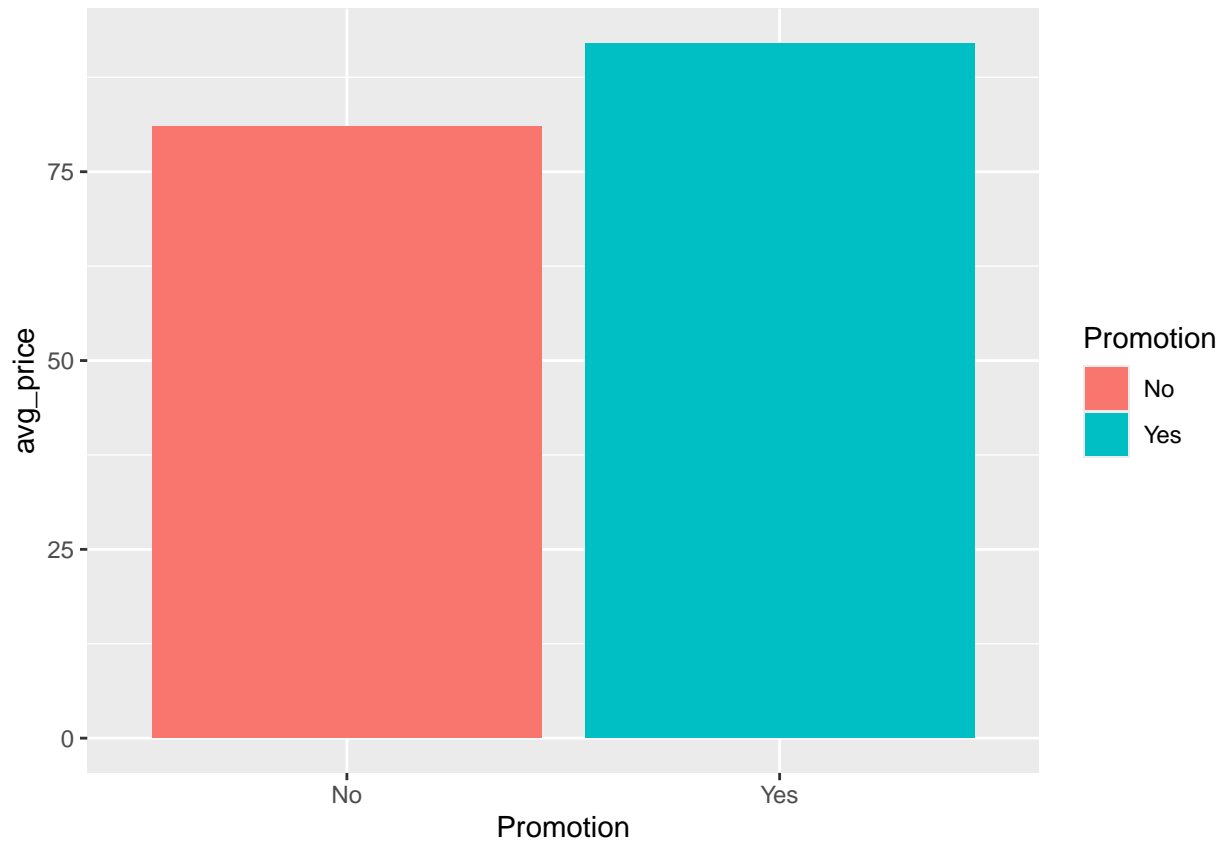
Relation between price and sales.

Checking average price by group.

```
data2_promotion <- data2 %>% group_by(Promotion) %>% summarize(N = n(), avg_price = round(mean(price, na.rm = TRUE), 2))
data2_promotion
```

```
## # A tibble: 2 x 3
##   Promotion      N avg_price
##   <chr>      <int>   <dbl>
## 1 No         132      81
## 2 Yes        120      92
```

```
ggplot(data2_promotion, aes(x=Promotion, y= avg_price, fill = Promotion)) + geom_col()
```

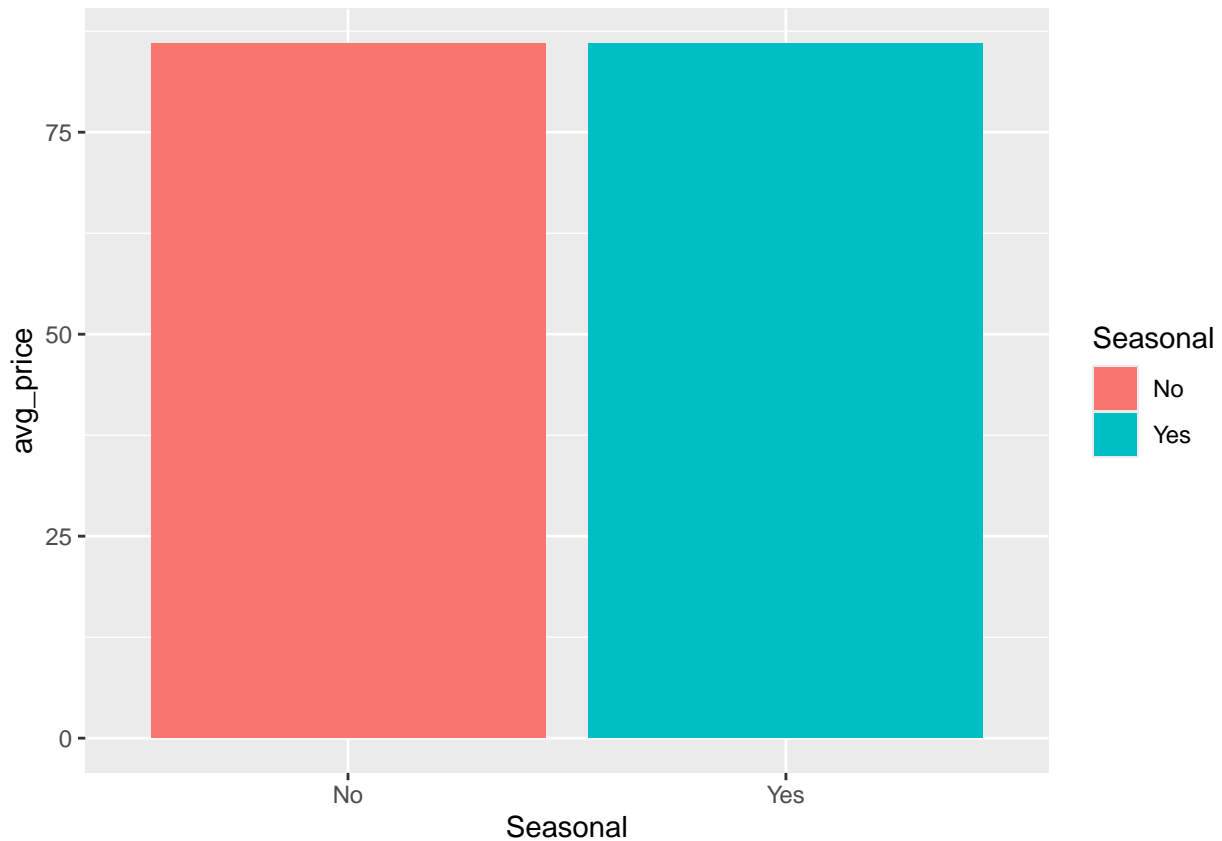


Average price of productions on promotion.

```
data2_Seasonal <- data2 %>% group_by(Seasonal) %>% summarize(N = n(), avg_price = round(mean(price, na.rm = TRUE)))
data2_Seasonal
```

```
## # A tibble: 2 x 3
##   Seasonal      N avg_price
##   <chr>    <int>    <dbl>
## 1 No         124      86
## 2 Yes        128      86
```

```
ggplot(data2_Seasonal, aes(x=Seasonal, y=avg_price, fill = Seasonal)) + geom_col()
```



Not much of a difference in average price.

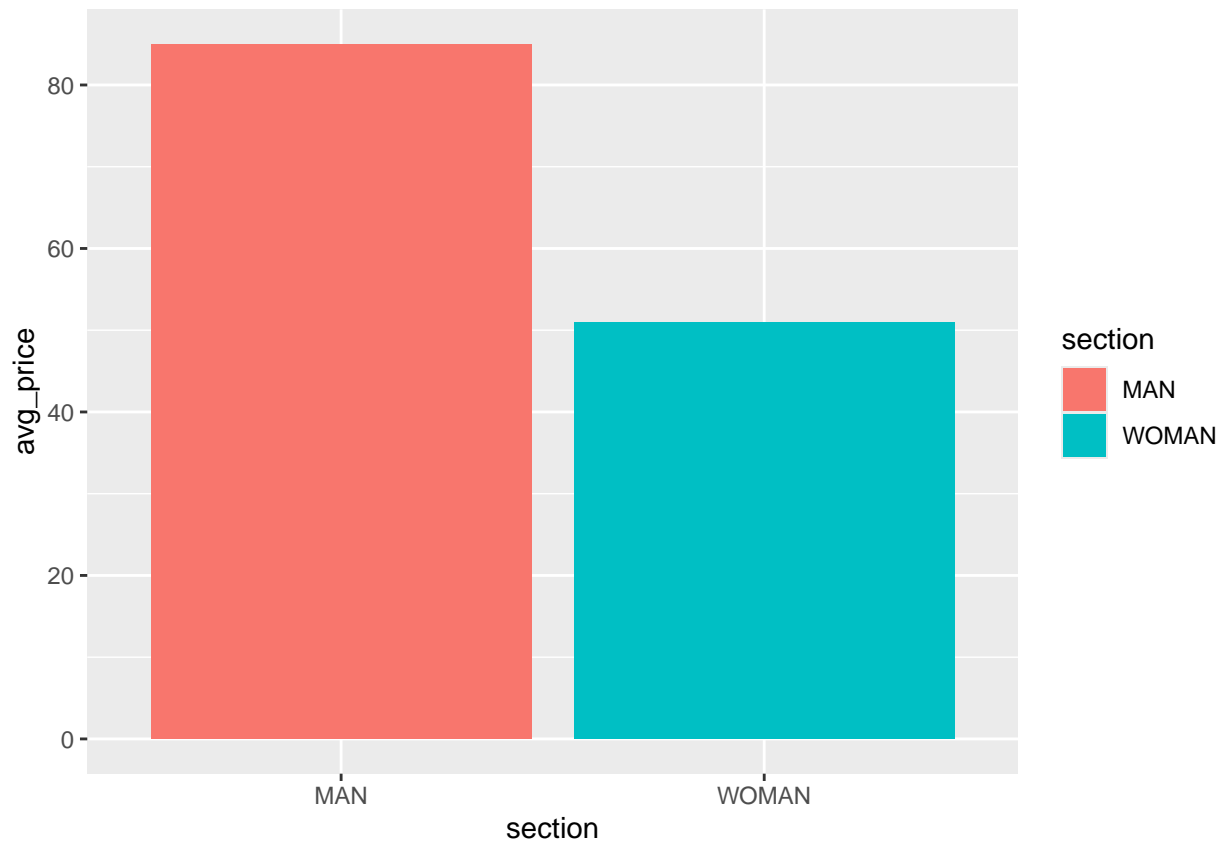
```
# Average calculation according to the number of people allocated
data2_section <- data2 %>% group_by(section) %>% summarize(N = n(), avg_price = round(mean(price, na.rm = TRUE)))
data2_section
```

```
## # A tibble: 2 x 3
##   section      N avg_price
##   <chr>   <int>   <dbl>
## 1 MAN       218     92
## 2 WOMAN      34     51
```

```
# If pick 30 people and average them
data2_section30 <- data2 %>% group_by(section) %>% sample_n(size = 30) %>% summarize(N = n(), avg_price = round(mean(price, na.rm = TRUE)))
data2_section30
```

```
## # A tibble: 2 x 3
##   section      N avg_price
##   <chr>   <int>   <dbl>
## 1 MAN       30     85
## 2 WOMAN      30     51
```

```
ggplot(data2_section30, aes(x=section,y=avg_price, fill = section)) + geom_col()
```

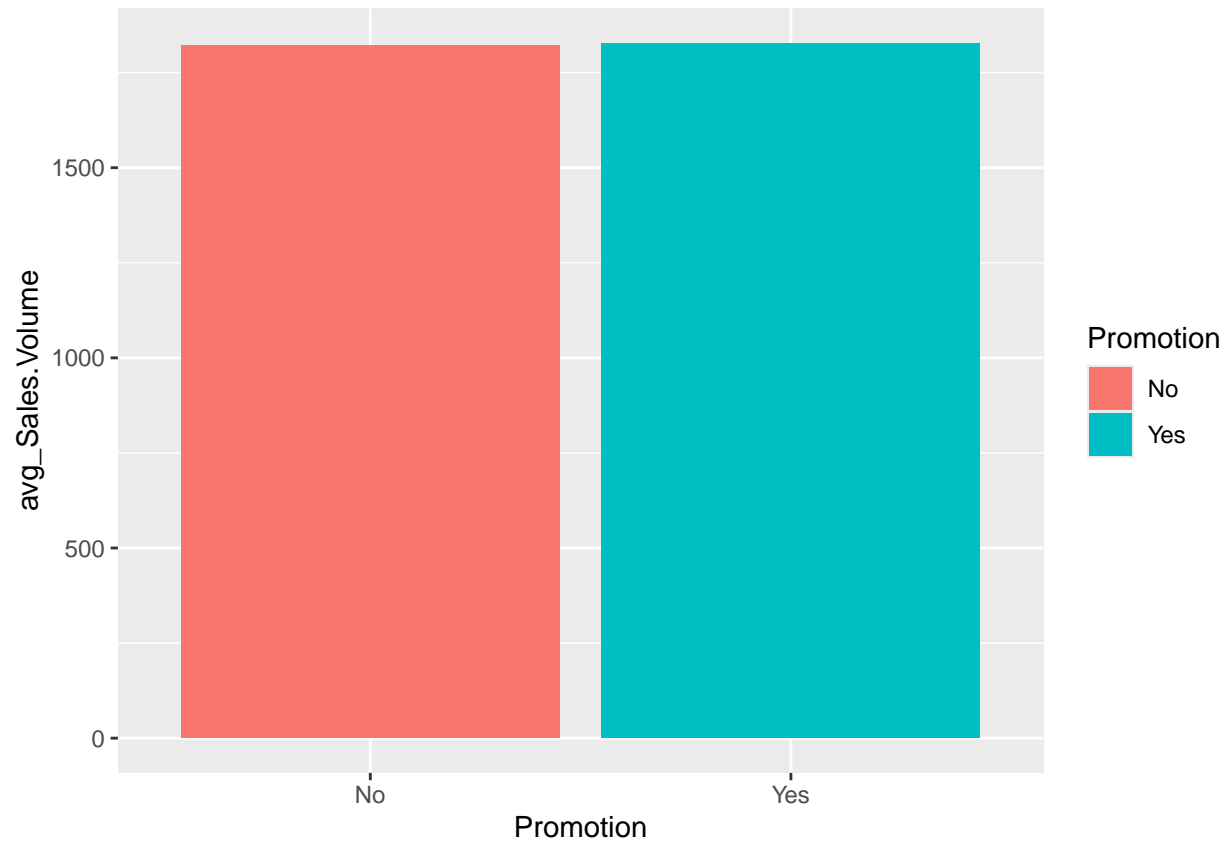


Average price of male products is considerably higher.

```
data2_promotion2 <- data2 %>% group_by(Promotion) %>% summarize(N = n(), avg_Sales.Volume = round(mean(
data2_promotion2
```

```
## # A tibble: 2 x 3
##   Promotion      N avg_Sales.Volume
##   <chr>      <int>          <dbl>
## 1 No         132           1821
## 2 Yes        120           1827
```

```
ggplot(data2_promotion2, aes(x=Promotion, y= avg_Sales.Volume, fill = Promotion)) + geom_col()
```

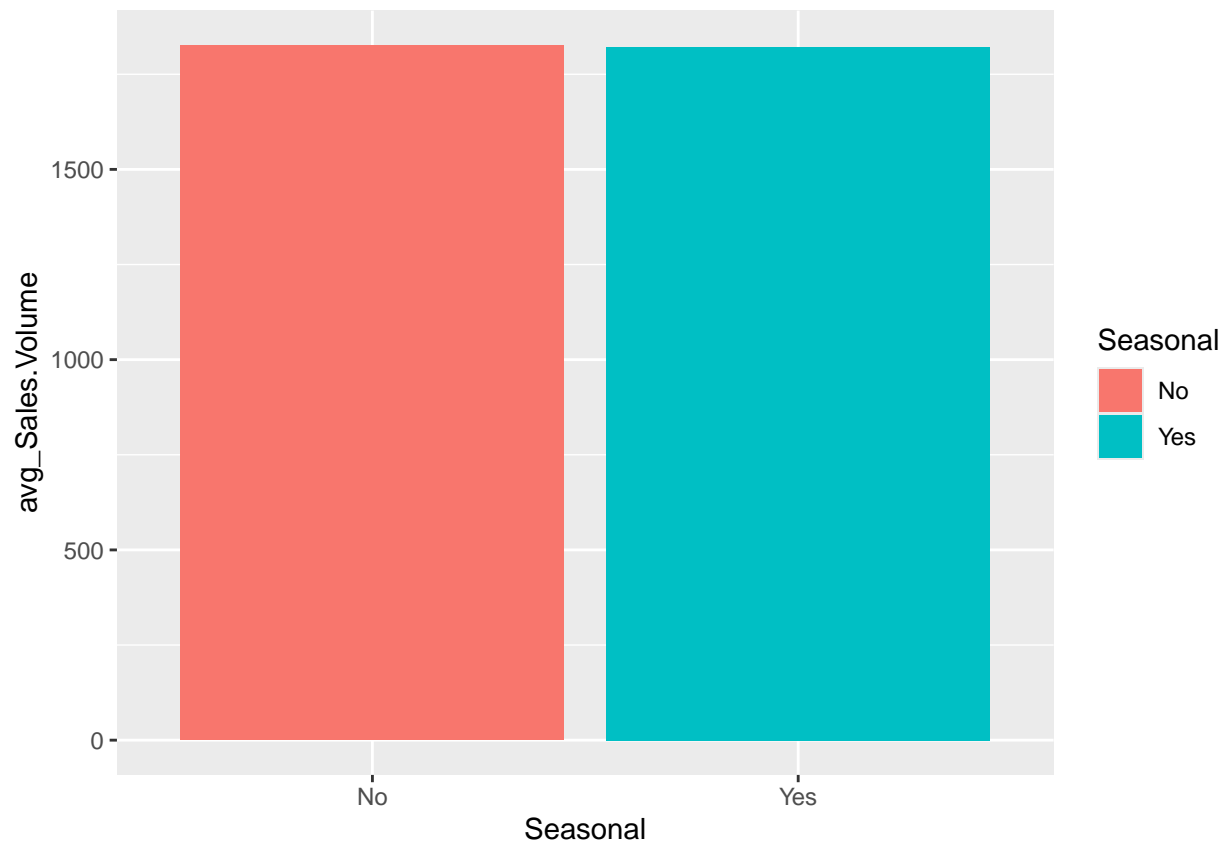


Very small difference in average sales volume.

```
data2_Seasonal2 <- data2 %>% group_by(Seasonal) %>% summarize(N = n(), avg_Sales.Volume = round(mean(Sales), 0))
data2_Seasonal2
```

```
## # A tibble: 2 x 3
##   Seasonal      N avg_Sales.Volume
##   <chr>    <int>         <dbl>
## 1 No         124          1826
## 2 Yes        128          1822
```

```
ggplot(data2_Seasonal2, aes(x=Seasonal, y=avg_Sales.Volume, fill = Seasonal)) + geom_col()
```

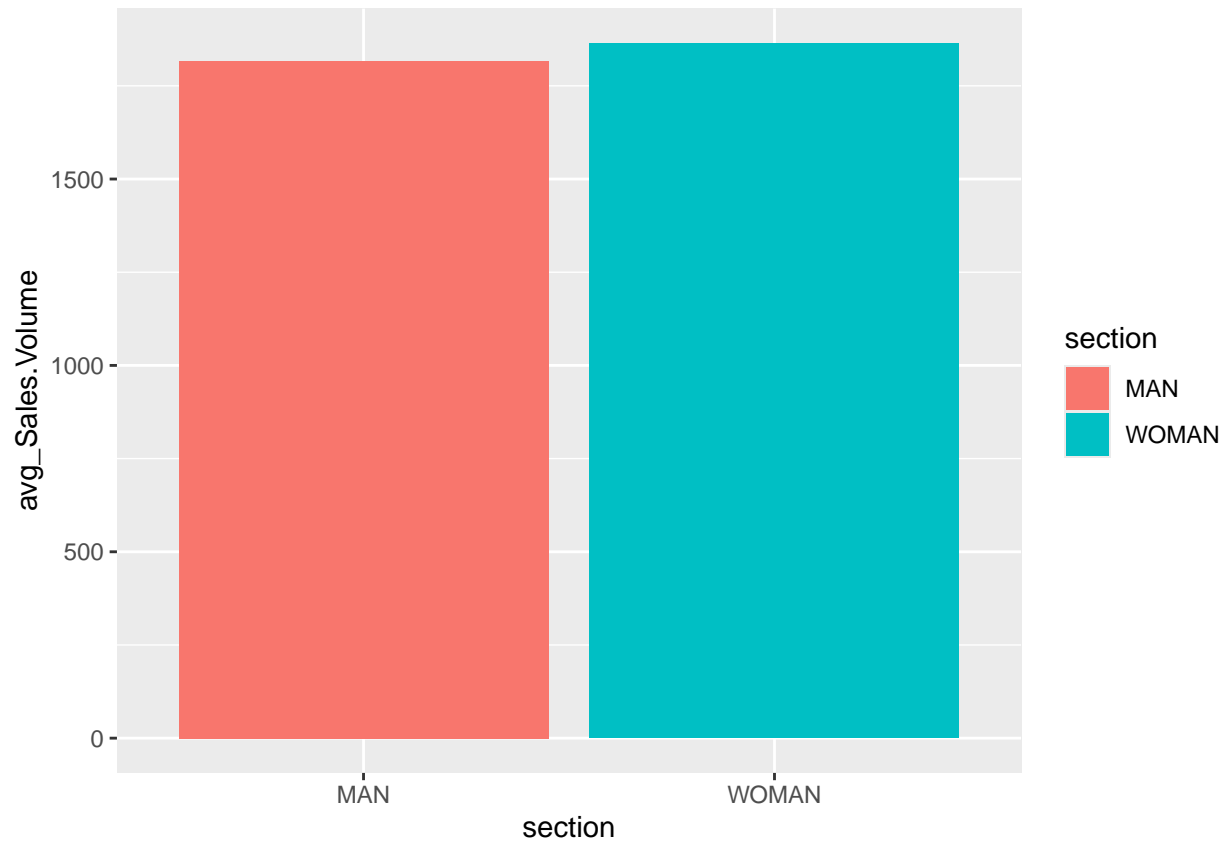
Very similar in average sales volume.

Average calculation according to the number of people allocated

```
data2_section2 <- data2 %>% group_by(section) %>% summarize(N = n(), avg_Sales.Volume = round(mean(Sal
data2_section2
```

```
## # A tibble: 2 x 3
##   section      N avg_Sales.Volume
##   <chr>    <int>         <dbl>
## 1 MAN        218           1817
## 2 WOMAN       34           1864
```

```
ggplot(data2_section2, aes(x=section,y=avg_Sales.Volume, fill = section)) + geom_col()
```



The average sales volume for men and women are similar, but shows women buy more because the number of women is smaller.

3. Price & sales.volume Prediction

Modeling

Linear regression

```
md_lr <- lm(price ~ Promotion + Seasonal + section + Sales.Volume, data=data)
```

```
summary(md_lr)
```

```
##
## Call:
## lm(formula = price ~ Promotion + Seasonal + section + Sales.Volume,
##     data = data)
##
## Residuals:
##      Min       1Q   Median       3Q      Max
## -84.64  -28.77   -5.37   17.67  333.92
##
## Coefficients:
```

```
##               Estimate Std. Error t value Pr(>|t|)
## (Intercept)   93.542277   9.879440   9.468  <2e-16 ***
## Promotion     12.331567   6.309221   1.955   0.0518 .
## Seasonal      2.779143   6.340179   0.438   0.6615
## section      -20.928691   4.640951  -4.510   1e-05 ***
## Sales.Volume  -0.004895   0.004526  -1.081   0.2805
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 50.01 on 247 degrees of freedom
## Multiple R-squared:  0.09266,    Adjusted R-squared:  0.07796
## F-statistic: 6.306 on 4 and 247 DF,  p-value: 7.58e-05
```

```
step(md_lr,direction = "backward")
```

```
## Start:  AIC=1976.73
## price ~ Promotion + Seasonal + section + Sales.Volume
##
##               Df Sum of Sq    RSS    AIC
## - Seasonal      1      481 618270 1974.9
## - Sales.Volume  1     2925 620715 1975.9
## <none>                        617789 1976.7
## - Promotion      1     9555 627344 1978.6
## - section        1     50864 668654 1994.7
##
## Step:  AIC=1974.92
## price ~ Promotion + section + Sales.Volume
##
##               Df Sum of Sq    RSS    AIC
## - Sales.Volume  1     2938 621208 1974.1
## <none>                        618270 1974.9
## - Promotion      1     9549 627819 1976.8
## - section        1     50392 668662 1992.7
##
## Step:  AIC=1974.12
## price ~ Promotion + section
##
##               Df Sum of Sq    RSS    AIC
## <none>                        621208 1974.1
## - Promotion      1     9504 630712 1975.9
## - section        1     50973 672182 1992.0
##
##
## Call:
## lm(formula = price ~ Promotion + section, data = data)
##
## Coefficients:
## (Intercept)      Promotion          section
##          86.01          12.30         -20.82
```

Select variables

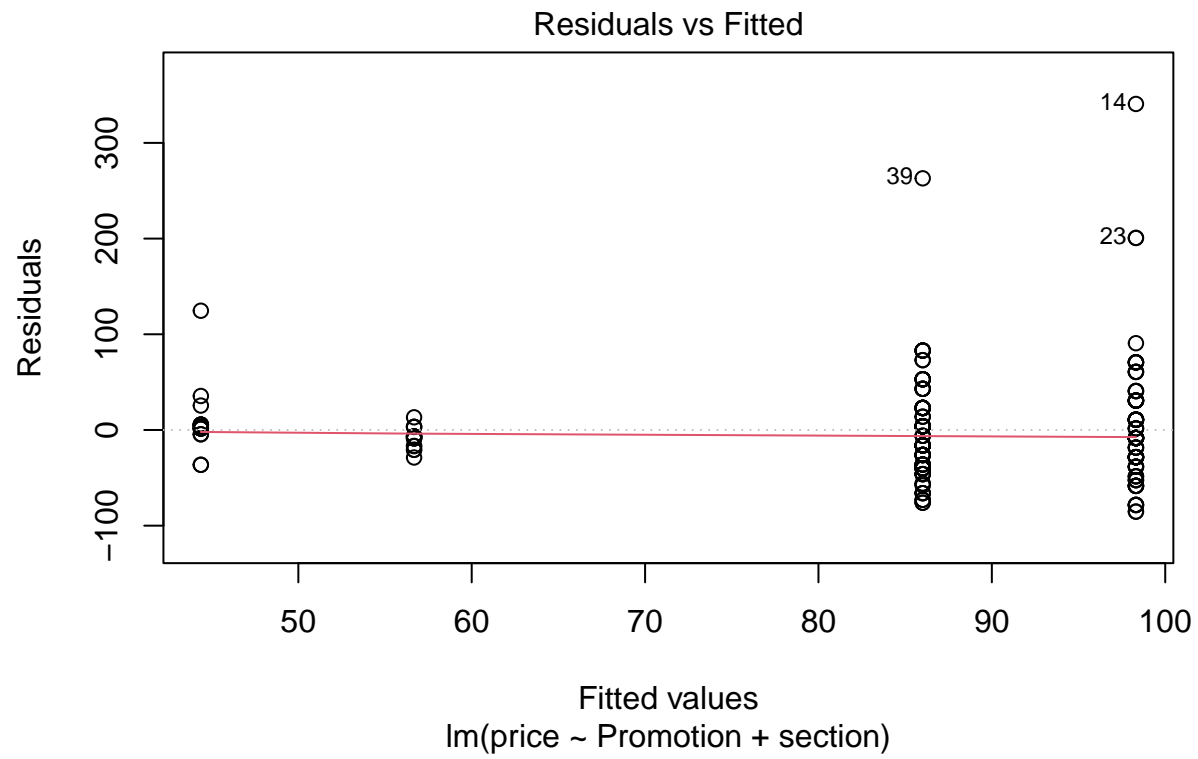
```
md_lr <- lm(price ~ Promotion + section , data = data)
```

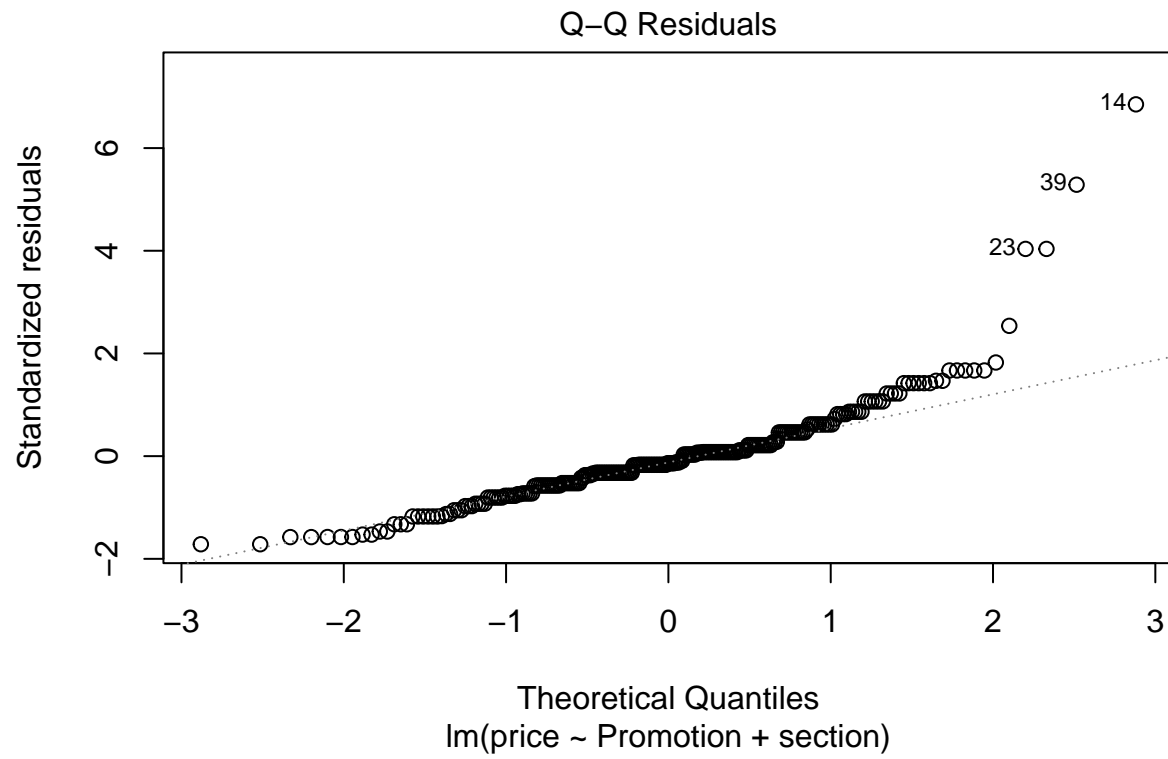
```
summary(md_lr)
```

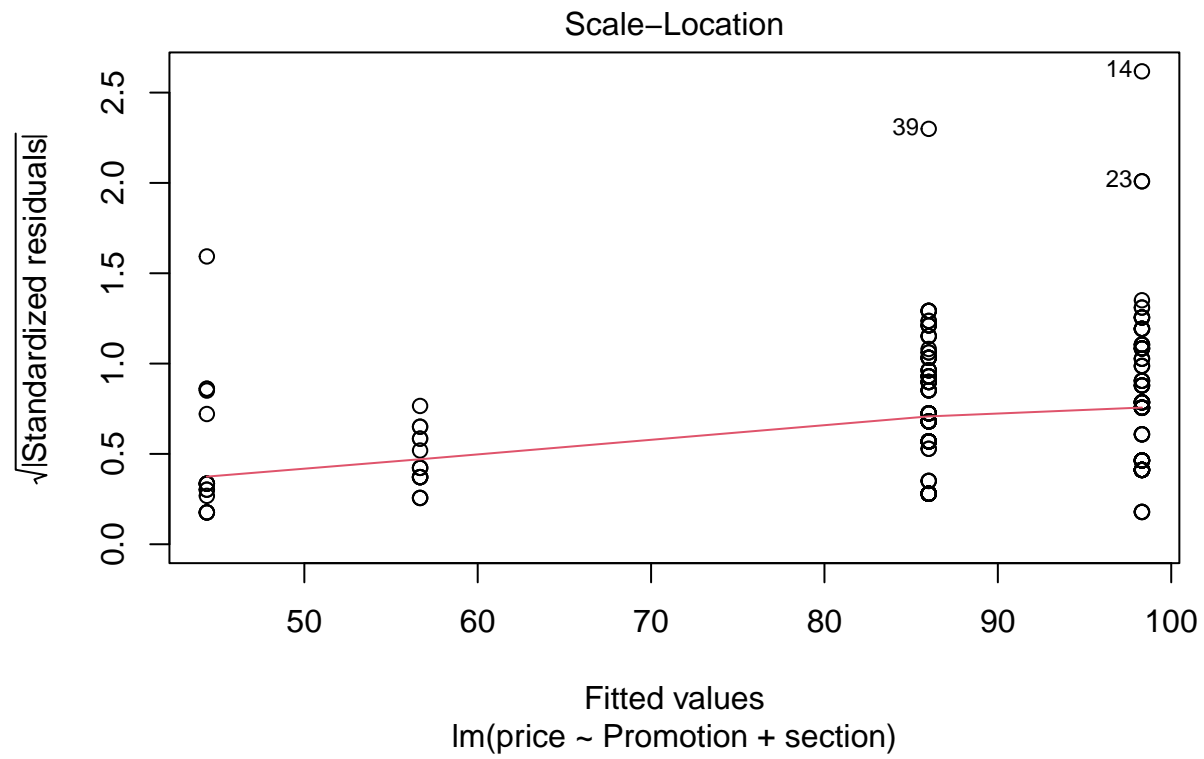
```
##
## Call:
## lm(formula = price ~ Promotion + section, data = data)
##
## Residuals:
##      Min       1Q   Median       3Q      Max
## -85.32 -28.34  -6.78   16.16  340.69
##
## Coefficients:
##              Estimate Std. Error t value Pr(>|t|)
## (Intercept)   86.014      4.506   19.087 < 2e-16 ***
## Promotion     12.298      6.301    1.952  0.0521 .
## section      -20.819      4.606   -4.520 9.56e-06 ***
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 49.95 on 249 degrees of freedom
## Multiple R-squared:  0.08764,    Adjusted R-squared:  0.08031
## F-statistic: 11.96 on 2 and 249 DF,  p-value: 1.099e-05
```

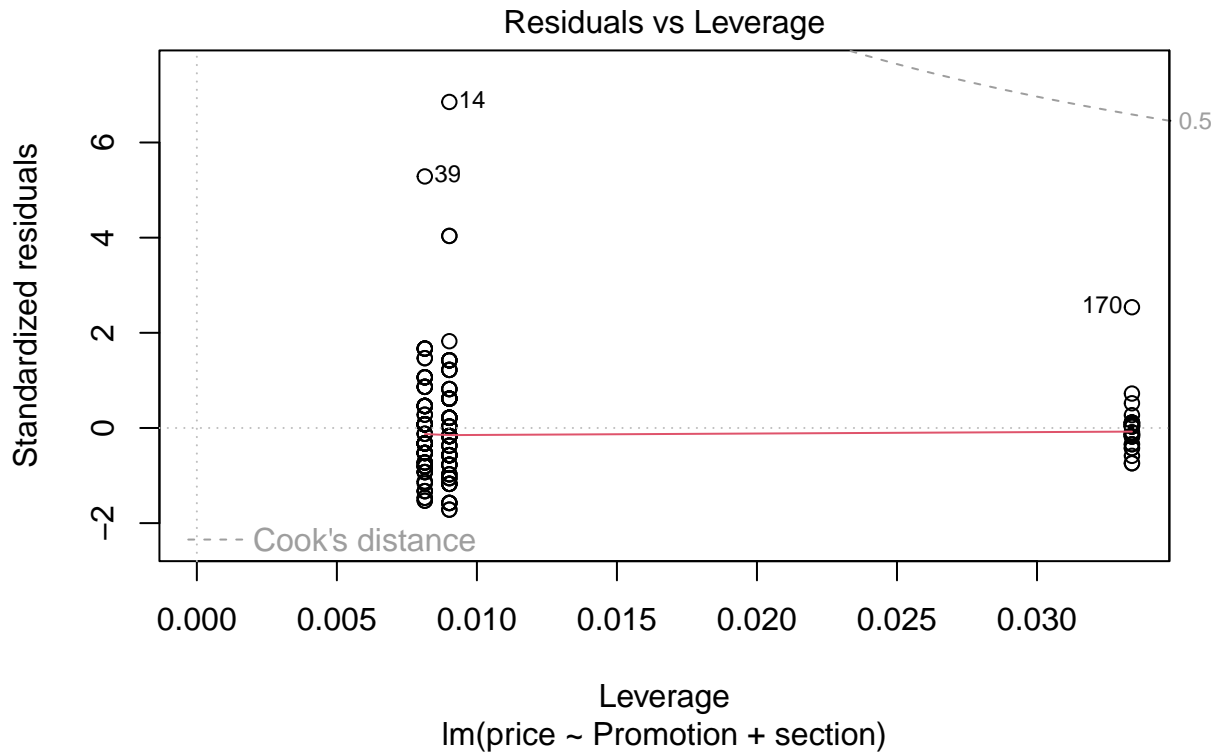
Regression equation: $86.014 + \text{Promotion} * 12.298 + \text{section} * -20.819$

```
plot(md_lr)
```









```
pred <- 86.014 + data$Promotion * 12.298 + data$section * -20.819
```

```
accuracy(data$price,pred)
```

```
##
##           ME      RMSE      MAE      MPE      MAPE
## Test set -0.0001746032 49.64989 32.74035 -0.1927524 37.47007
```

```
md_lr2 <- lm(Sales.Volume ~ price + Promotion + Seasonal + section ,data=data)
```

```
summary(md_lr2)
```

```
##
## Call:
## lm(formula = Sales.Volume ~ price + Promotion + Seasonal + section,
##     data = data)
##
## Residuals:
##      Min       1Q   Median       3Q      Max
## -1352.24  -587.60    21.54   557.96  1202.32
##
## Coefficients:
##              Estimate Std. Error t value Pr(>|t|)
## (Intercept) 1899.7760   107.5139  17.670  <2e-16 ***
## price       -0.9629    0.8904   -1.081    0.281
```



```

## Promotion      17.8684      89.1685      0.200      0.841
## Seasonal       -4.8806      88.9623     -0.055      0.956
## section         3.5204      67.7210      0.052      0.959
## ---
## Signif. codes:  0 '***' 0.001 '**' 0.01 '*' 0.05 '.' 0.1 ' ' 1
##
## Residual standard error: 701.5 on 247 degrees of freedom
## Multiple R-squared:  0.005279,    Adjusted R-squared:  -0.01083
## F-statistic: 0.3277 on 4 and 247 DF,  p-value: 0.8592

```

The regression model that predicts Sales.Volume is not statistically significant.