

College code:5113

E. Chanikya-(511321104013) - Team Head

chanikyaeddula@gmail.com

E. Manoj-(511321104053)

manojerragopula@gmail.com

R.Bharath kumar-(511321104010)

bk7428891@gmail.com

V.Mohith Manindranath-(511321104055)

v.mohitmanindranath162003@gmail.com

Data Analytics with Cognos PHASE 5

PROJECT:

Product Sales Analysis

IBM Cognos logo:



Visualisation:



OBJECTIVES:

Analyzing product sales data is crucial for businesses to make informed decisions, optimize strategies, and drive growth. Here is a structured approach with steps for conducting a product sales analysis project:

Step 1: Define Objectives and Scope

Clearly define the objectives of your product sales analysis. Identify what specific aspects of sales you want to analyze (e.g., overall sales performance, product-specific performance, market segmentation, or sales forecasting).

Step 2: Data Collection and Preparation

Collect relevant sales data, which may include transaction records, product details, customer information, and market data. Ensure data quality by cleaning and preprocessing the data:

- Handle missing data by imputing values or removing incomplete records.
- Standardize and clean product and customer names for consistency.
- Convert data types and formats as needed.

Step 3: Data Exploration and Descriptive Analysis

Conduct exploratory data analysis (EDA) to understand the dataset's characteristics:

- Calculate basic statistics like mean, median, and standard deviation.
- Create visualizations (e.g., histograms, bar charts, scatter plots) to identify trends and patterns in sales data.
- Segment data by time (e.g., monthly, quarterly, annually) to analyze seasonality and trends.

Step 4: Product Performance Analysis

Analyze product-level performance to identify top-selling products, slow-moving items, and underperforming products:

- Calculate metrics like total revenue, quantity sold, profit margins, and growth rates for each product.
- Identify product categories or SKUs that contribute significantly to overall sales.

Step 5: Customer Segmentation

Segment customers based on various criteria such as demographics, purchase behavior, or customer lifetime value:

- Identify high-value customers, returning customers, and potential target segments.
- Analyze customer purchase patterns and preferences.

Step 6: Market Analysis

Analyze market data to understand external factors that influence sales:

- Study market trends, economic indicators, and competitor performance.
- Assess the impact of marketing campaigns, promotions, and pricing strategies.

Step 7: Time Series Analysis

Perform time series analysis to understand sales patterns over time:

- Apply forecasting models (e.g., moving averages, exponential smoothing, ARIMA) to predict future sales.
- Evaluate forecast accuracy using appropriate metrics (e.g., Mean Absolute Error, Root Mean Squared Error).

Step 8: Sales Funnel Analysis (if applicable)

For businesses with multi-step sales processes (e.g., e-commerce sites), analyze the sales funnel:

- Monitor conversion rates at each stage of the funnel (e.g., website visits, product views, cart additions, checkout).
- Identify bottlenecks and areas for optimization.

Step 9: Root Cause Analysis

Investigate the factors contributing to fluctuations or changes in sales:

- Use statistical methods or hypothesis testing to identify the root causes of sales variations.
- Assess the impact of internal and external factors (e.g., product launches, economic downturns) on sales.

Step 10: Visualization and Reporting

Create visual reports and dashboards to communicate insights effectively to stakeholders:

- Use tools like Tableau, Power BI, or Python libraries (e.g., Matplotlib, Seaborn) to visualize data.
- Prepare a comprehensive report summarizing key findings, trends, and recommendations.

Step 11: Recommendations and Action Plan

Based on the analysis, provide actionable recommendations to improve sales performance:

 Propose pricing adjustments, marketing strategies, or product enhancements. Create a prioritized action plan with clear objectives and timelines.

Step 12: Implementation and Monitoring

Implement the recommended actions and closely monitor their impact on sales:

- Track sales performance after implementing changes.
- Adjust strategies as needed and continue monitoring over time.

Step 13: Documentation and Knowledge Sharing

Document the entire analysis process, methodologies, and results for future reference and knowledge sharing within the organization.

Dataset:

The dataset is comprised of hundreds of thousands of electronics store purchases broken down by product type, prices, order date, purchase address, etc., corresponding to the following coloumns:

Column	Description				
Order ID	Unique IDs that are used to track orders.				
Product	Names of the products.				
Quantity Ordered	Total quantity ordered of a particular item.				
Price Each	Prices of the products ordered.				
Order Date	Dates and time at which a customer made an order.				
Purchase Address	Addresses the orders were delivered to.				

https://www.kaggle.com/datasets/beekiran/sales-data-analysis

Project:

The study will make use of finding best month for sales, how much earned on that month. This complete evaluation will provide a clear picture of the analysis of the sales based on order ID, Quality ordered, price each, order date, purchase address, Month, Sales, City, Hours which involves in the best sales month, forecasting profit, and the demand of the product.

Importing the required libraries:

In this step we are going to import the required python libraries and modules to work with our data and perform various data processing and machine learning tasks.

import pandas as pd
import pathlib
import numpy as np
import matplotlib as mpl
import matplotlib.pyplot as plt
import warnings
warnings.simplefilter("ignore")

Loading the dataset:

This step involves loading our dataset into memory. We use libraries like pandas to read data from a CSV file or other formats.

all_data = pd.read_csv("/kaggle/input/sales-data-analysis/Sales Data.csv")

Preprocessing the data:

Preprocessing data in air quality analysis is a crucial step to ensure that the data is clean, reliable, and ready for in-depth analysis.

Data Cleaning:

Missing data handling:

Identify and address missing data points, which can result from sensor malfunctions or communication issues. Options include imputing missing values or removing affected data points if necessary.

Outlier Detection:

Detect and handle outliers, which can skew the analysis. Outliers may result from equipment malfunction or unusual events. You can choose to filter out extreme values or apply statistical techniques like Z-score analysis to identify them.

This step is vital for accurate comparisons and correlations between different datasets.

Data Transformation:

Feature Scaling:

Normalize or standardize numerical features to bring them to a similar scale. This is important for algorithms sensitive to feature scales.

Feature Encoding:

Convert categorical variables into a numerical format using techniques like one-hot encoding or label encoding.

Feature Engineering:

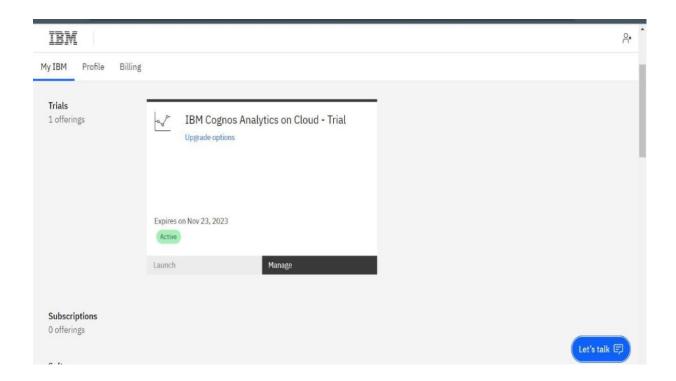
Create new features or modify existing ones to capture relevant information and patterns in the data.

Binning:

Group continuous data into bins or categories to simplify analysis.

Log Transformation:

Apply logarithmic transformations to features when necessary to make their distribution more normal.



Data Reduction:

Dimensionality Reduction:

Reduce the number of features, often using techniques like Principal Component Analysis (PCA) or feature selection to select the most relevant variables.

Outlier Detection and Handling:

Identify and deal with outliers, which can distort analysis and modeling results.

Data Integration:

Merge data from multiple sources or datasets to create a consolidated dataset for analysis.

Exploratory Data Analysis:

It focuses on Exploratory Data Analysis (EDA). It involves exploring and visualizing the data to gain insights. In this example, a simple time series plot is created using Matplotlib to visualize the sales.

Question 1: What was the best month for sales? How much was earned that month?

To answer this question, first, we need to extract only the months from the 'Order Date' coloumn and store each separately in a new coloumn, 'Months'. Second, we need to get the total sales amounts per order by multiplying the quantity ordered with the price of each individual product, and creating and storing the results in a 'Sales' coloumn. Finally, I will group the data by month, calculate the total sum of sales per month, and, lastly, visualize the data to get a better view of how sales changed from one month to the next.

```
Months_col = pd.to_datetime(df['Order Date']).dt.month_name().str[:3]

df.insert(loc=5, column='Months', value=Months_col)

Sales_col = df['Quantity Ordered'] * df['Price Each']

df.insert(loc=4, column='Sales', value=Sales_col)

sales_per_month = df.groupby(['Months']).sum()[['Quantity Ordered', 'Sales']]

sort_order = ['Jan', 'Feb', 'Mar', 'Apr', 'May', 'Jun', 'Jul', 'Aug', 'Sep', 'Oct', 'Nov', 'Dec']

sales_per_month = sales_per_month.reindex(sort_order)

sales_per_month_USD = sales_per_month_copy()

sales_per_month_USD['Sales'] = sales_per_month_USD['Sales'].apply(lambda sale: '${:,.2f}'.format(sale))
```

```
print('The following table displays the total sales amount (and quantities
ordered) for each month:')
sales per month USDsales per month sorted=sales per month.sort values(
by='Sales', ascending=False)
best month = sales per month sorted.index[0]
best month = pd.to datetime(best month, format='%b').month name()
print('The best month for sales was:', best month)
maxsale = sales_per_month_sorted['Sales'].iloc[0]
print('The total sales amount earned that month was: $\{:,.2f\}'.format(maxsale))
months = sales per month.index.values
sales = sales per month['Sales']
plt.figure(figsize=(12,7))
plt.bar(months, sales,color='#407bbf', linewidth=1,edgecolor='k')
plt.title('Sales Amount Per Month', fontsize=1
plt.xlabel('Month', fontsize=13)
plt.ylabel('Sales Amount in USD ($)', fontsize=13)
plt.gcf().axes[0].yaxis.get major formatter().set scientific(False)
plt.gcf().axes[0].yaxis.set major formatter(mpl.ticker.StrMethodFormatter('${x:}
,.Of}'))
plt.tight_layout()
plt.show()
```

Question 2: Which city sold the most products?

To compare cities, first we'll have to extract the city corresponding to each order from the 'Purchase Address' coloumn and store them in a separate coloumn 'City'. Thereafter we can group the data by city and calculate the total sum of sales for each city separately.

```
def get city state(address):
    address = address.split(', ')
    city = address[1]
    state = address[2][0:2]
    return "{} ({})".format(city, state)
city col = df['Purchase Address'].apply(lambda add: get_city_state(add))
df.insert(loc=8, column='City', value=city col)
sales_per_city = df.groupby(['City']).sum()['Sales']
sales per city USD = sales per city.apply(lambda sale:
'${:,.2f}'.format(sale)).to frame(name='Total Sales Amount')
print('The following table displays the total sales amount for each city:')
sales per city USD
sales per city sorted = sales per city.sort values(ascending=False)
best city = sales per city sorted.index[0]
print('The city that sold the most products is:', best city)
cities = sales per city.index.values
plt.figure(figsize=(10,7))
plt.bar(cities, sales per city, color='#44749d', width=0.6, linewidth=1, edgecolor=
'k')
plt.title('Sales Amount Per City', fontsize=15)
plt.xlabel('City', fontsize=13)
plt.ylabel('Sales Amount in USD ($)', fontsize=13)
plt.xticks(rotation=60)
plt.gcf().axes[0].yaxis.get major formatter().set scientific(False)
plt.gcf().axes[0].yaxis.set_major_formatter(mpl.ticker.StrMethodFormatter('${
x:,.0f}'))
plt.tight_layout()
```

Question 3: Which product sold the most? And why do you think it sold the most?

To answer this question, we would have to group the data based on product purchases and then calculate the total amount of quantities ordered for each product to determine which one sold the most amount of quantities.

```
products_sold = df.groupby(['Product']).sum()['Quantity Ordered']
products_sold = products_sold.sort_values(ascending=False)
most_sold_pro`duct = products_sold.index[0]
print('The product that was sold the most is:', most_sold_product)
```

Question 4: Is there a relationship between how much a product costs and the quantity sold?

One way to answer this question is to create a dual-axis line chart displaying the prices of each product and the quantity sold in order to compare them. First, we will have to create two groups, the first representing the prices of each product, the second representing the total quantity sold for each product.

```
products_quantity = df.groupby(['Product']).sum()['Quantity Ordered']
products = products_quantity.index.values
products_prices = df.groupby(['Product'])['Price Each'].apply(lambda price:
float(np.unique(price)))
fig, ax1 = plt.subplots(figsize=(12,7))
ax1.plot(products,products_quantity,marker='o',c='#407bbf',lw=2,
label='Quantities')
ax2 = ax1.twinx()
ax2.plot(products, products_prices,marker='o',c='#bf4040',lw=2,label='Prices')
```

```
ax1.set_title('The Relationship Between Product Price and Quantity Sold',fontsize=15)

ax1.set_xlabel('Product Name', fontsize=13)

ax1.set_ylabel('Total Quantity Sold', fontsize=12, color='#407bbf')

ax2.set_ylabel('Prices in USD ($)', fontsize=12, color='#cc3333')

ax1.set_xticklabels(products, rotation='vertical')

ax1.yaxis.set_major_formatter(mpl.ticker.StrMethodFormatter('{x:,.0f}'))

ax2.yaxis.set_major_formatter(mpl.ticker.StrMethodFormatter('${x:,.0f}'))

ax1.legend(loc='upper left')

x2.legend(loc='upper right')

plt.grid()

plt.show()
```

Question 5: Which products are most often sold together?

For starters, we can filter data based on whether there are duplicates in the 'Order ID' coloumn, indicating that the same person made multiple product purchases, and then join the multiple products sold together and count the instances of particular products being sold together in order to extract those that most often ordered together.

```
order_filter = df['Order ID'].duplicated(keep=False)

df_multiple_orders = df[order_filter][['Order ID', 'Product']]

orders_per_person = df_multiple_orders.groupby(['Order ID'])['Product'].transform(lambda product: ", ".join(product))

df_orders_per_person = orders_per_person.to_frame(name='Products Sold Together').reset_index(drop=True)

orders_frequency = orders_per_person.value_counts()

df_orders_frequency = orders_frequency.to_frame(name='Frequency of products sold together')

df_orders_frequency
```

```
most_sold_together = orders_frequency.index[0]
print('The two products sold together the most often are: {}'.format(' and '.join(most sold together.split(', '))))
```

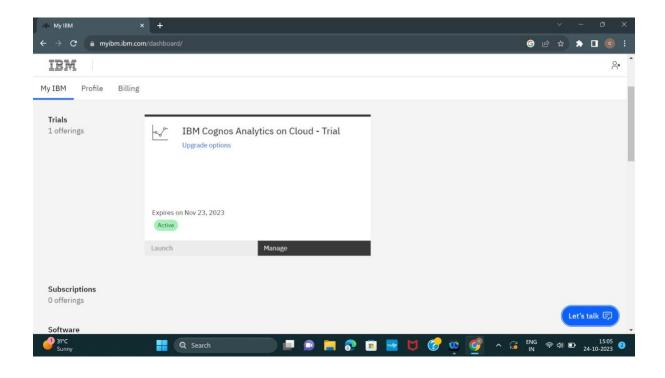
Question 6: Which time of the day should we display advertisments to maximize the likelihood of customer's purchasing products?

One way to answer this question is to extract the time of the day from the 'Order Date' coloumn, and then grouping the data based on the time of the day (hour) in which a product was purchased to determine which times are associated with the most product purchases.

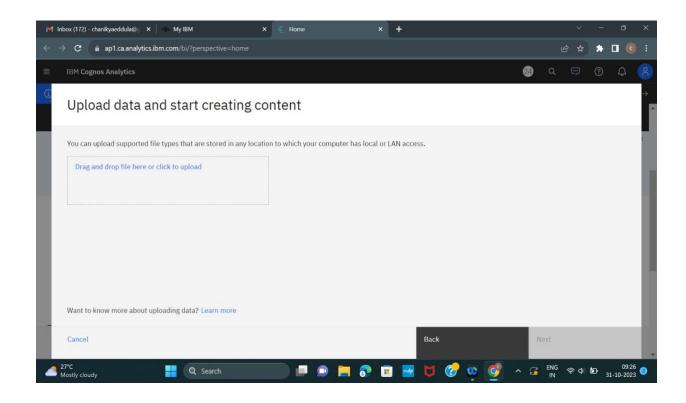
```
Time_col = pd.to_datetime(df['Order Date'], format='%d/%m/%y
%H:%M').dt.strftime('%I %p')
df.insert(loc=6, column='Time of Purchase', value=Time col)
purchases per hour = df.groupby(['Time of Purchase']).sum()['Quantity
Ordered']
time sort order = ['12 AM', '01 AM', '02 AM', '03 AM', '04 AM', '05 AM', '06
AM', '07 AM', '08 AM', '09 AM', '10 AM', '11 AM', '12 PM', '01 PM', '02 PM', '03
PM', '04 PM', '05 PM', '06 PM', '07 PM', '08 PM', '09 PM', '10 PM', '11 PM']
purchases per hour = purchases per hour.reindex(time sort order)
df purchases per hour = purchases per hour.to frame(name='Total
Quantity Sold')
print('The following table displays the total sum of quantities ordered for each
hour of the day:')
df purchases per hour
purchases per hour sorted =
purchases_per_hour.sort_values(ascending=False)
best hour = purchases per hour sorted.index[0]
print('The best time of day for displaying advertisements is:', best_hour)
time of purchase = purchases per hour.index.values
```

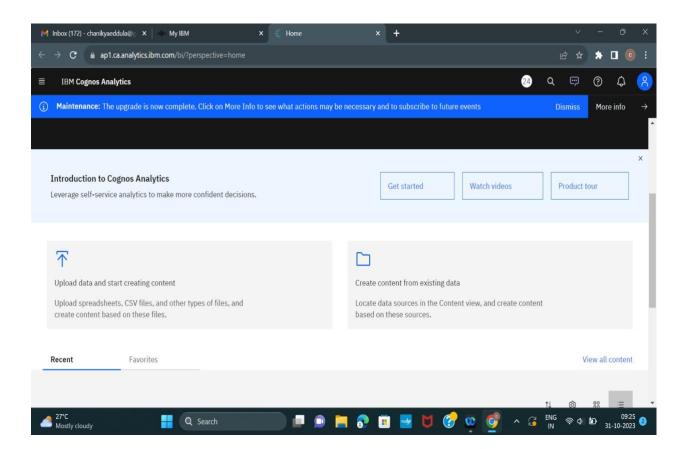
```
plt.figure(figsize=(12,7))
plt.bar(time_of_purchase,purchases_per_hour,color='#4169e1',linewidth=1,
edgecolor='k')
plt.title('Quantities Sold Per Hour', fontsize=15)
plt.xlabel('Time of Day', fontsize=13)
plt.ylabel('Amount of Quantities Sold', fontsize=13)
plt.xticks(rotation=90)
plt.gcf().axes[0].yaxis.set_major_formatter(mpl.ticker.StrMethodFormatter('{x:,.0f}'))
plt.tight_layout()
plt.show()
```

Step1: login IBM cognos account on cloud

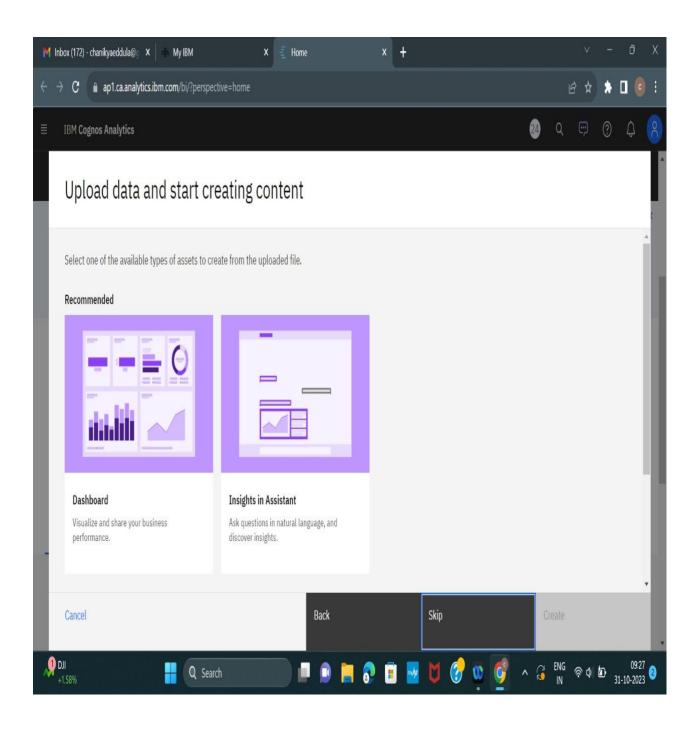


Step 2: Upload data in csv file

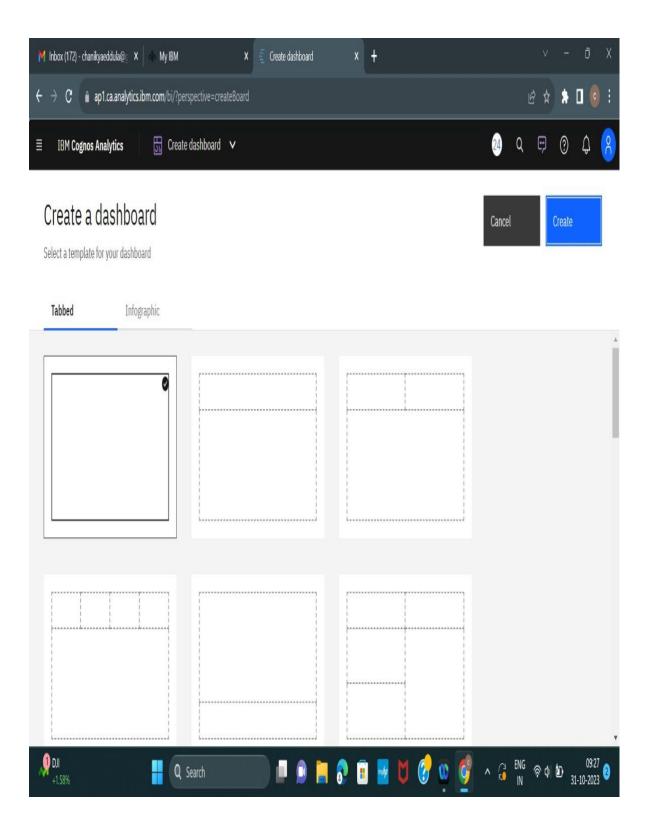




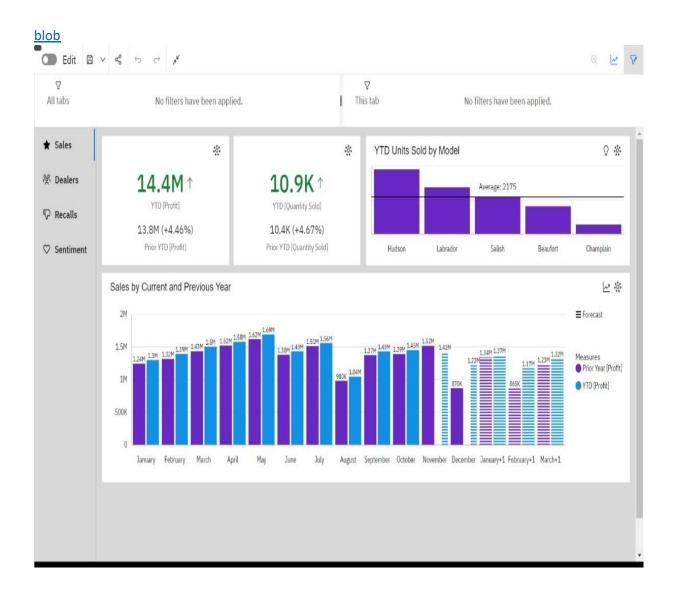
Step 3:drag and drop the file

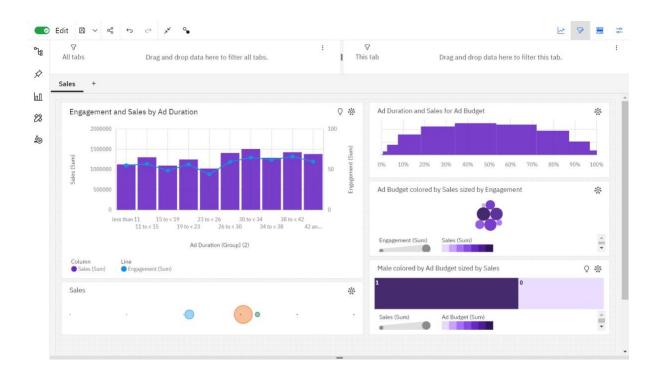


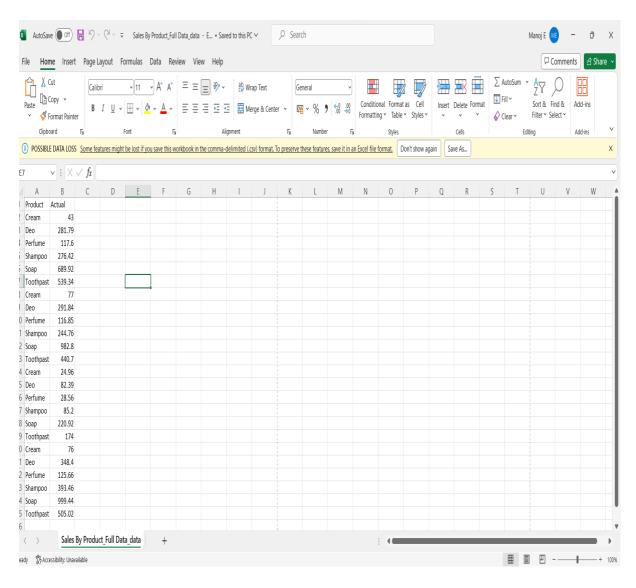
step 4: creat a dash board template



Dash board of sales analysis of product

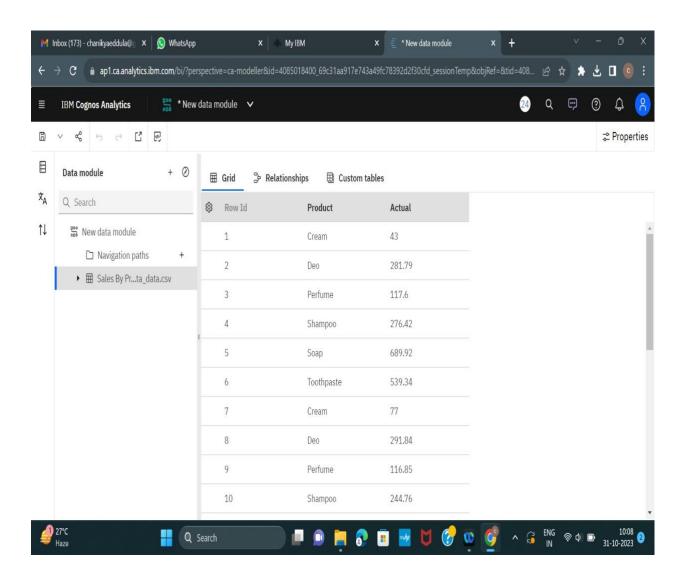




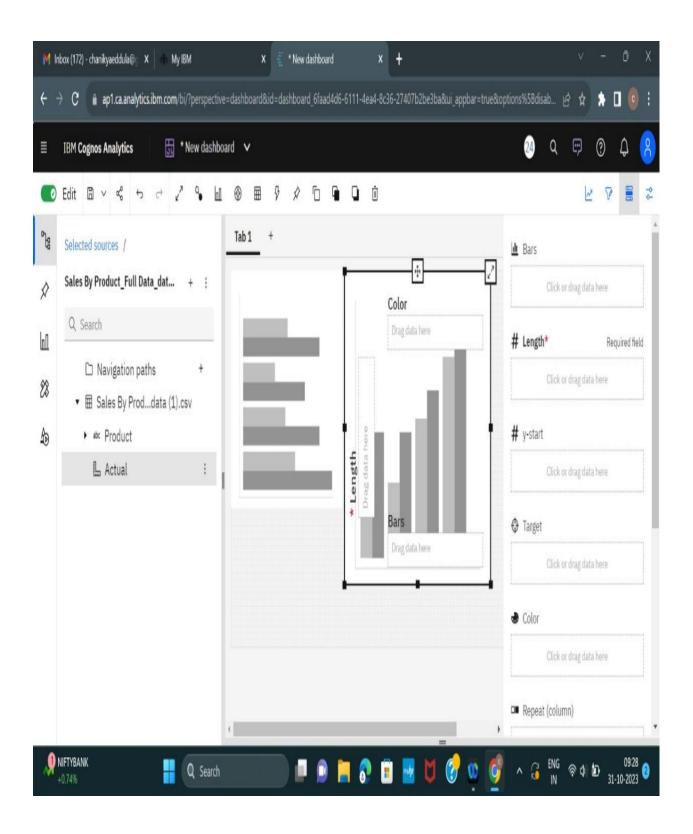


step 5:here we to create visualizations of sales

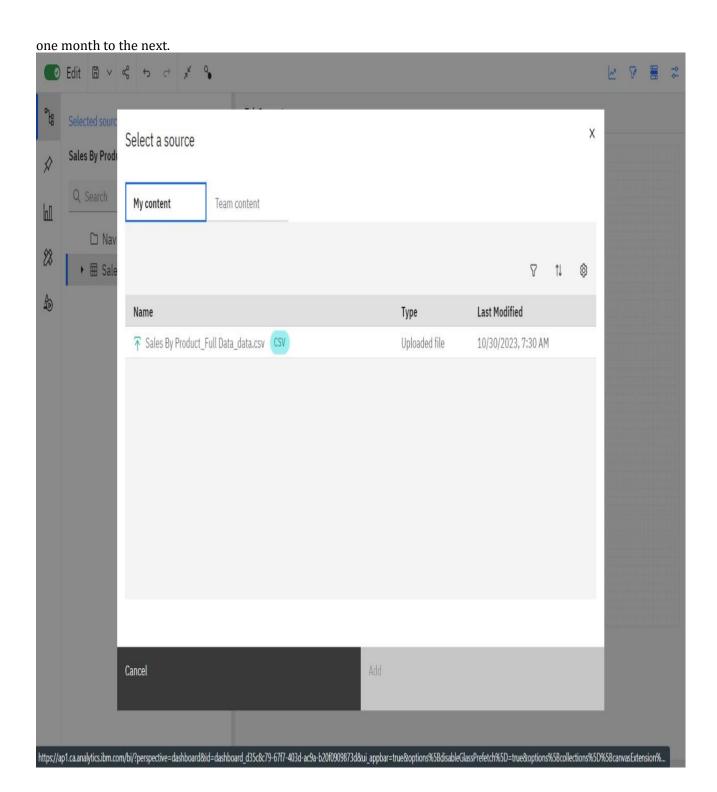
Visualization of bar and column



Step 6:to explore data module of sales analysis



after add the file in my contact source



Exploring the Data

Question 1: What was the best month for sales? How much was earned that month?

ut[14]:		Order ID	Product	Quantity Ordered	Price Each	Sales	Order Date	Months	Purchase Address
	0	176558	USB-C Charging Cable	2	11.950000	23,900000	19/04/19 08:46	Apr	917 1st St, Dallas, TX 75001
	1	176559	Bose SoundSport Headphones	1	99,989998	99,989998	07/04/19 22:30	Jul	682 Chestnut St, Boston, MA 02215
	2	176560	Google Phone	1	600.000000	600.000000	12/04/19 14:38	Dec	669 Spruce St, Los Angeles, CA 90001
	3	176560	Wired Headphones	1	11.990000	11.990000	12/04/19 14:38	Dec	669 Spruce St, Los Angeles, CA 90001
	4	176561	Wired Headphones	1	11,990000	11.990000	30/04/19 09:27	Apr	333 8th St, Los Angeles, CA 90001

```
In [15]: #Third, grouping the data by month and calculating the total sales (and quantities) amount for each month
    sales_per_month = df.groupby(['Months']).sum()[['Quantity Ordered', 'Sales']]

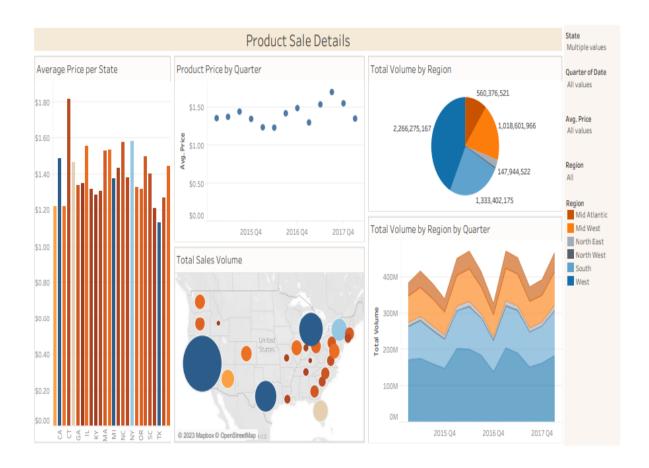
#sorting the data in alphabetical order by month name
    #specifying the sorting order
    sort_order = ['Jan', 'Feb', 'Mar', 'Apr', 'May', 'Jun', 'Jul', 'Aug', 'Sep', 'Oct', 'Nov', 'Dec']

#sorting the data
    sales_per_month = sales_per_month.reindex(sort_order)

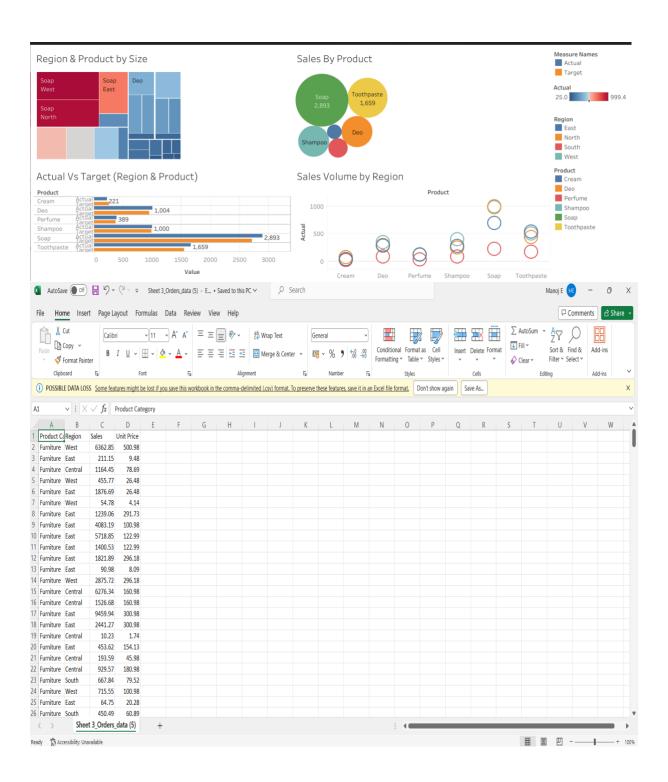
#to present the sales in USD and display them in a reader-friendly manner
    sales_per_month_USD = sales_per_month.copy()
    sales_per_month_USD['Sales'] = sales_per_month_USD['Sales'].apply(lambda sale: '${:,.2f}'.format(sale))

#displaying the results
    print('The following table displays the total sales amount (and quantities ordered) for each month:')
    sales_per_month_USD

The following table displays the total sales amount (and quantities ordered) for each month:
```

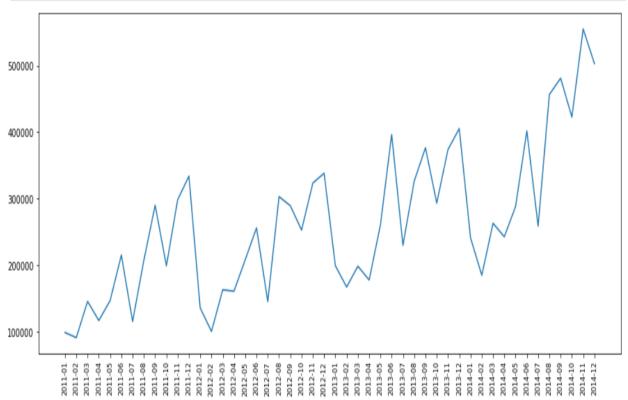


No. of Stores in 2020 Sales Contributions Rise in Online Sales 260 \$305K (-2 from 2019) While this year there has been a decline in overall sales, we can see a shift No. of Transactions in 2020 \$525K $\overset{\cdot}{\text{towards online sales.}}$ In 2020, online sales rose by 72% , while in store sales (A+72% from 2019) 24,816 plummeted resulting in the closure of 2 stores. (-29% from 2019) CY Avg Sales Revenue CY Units CY Avg Units Sold CY Sales Revenue 2,320(▼-25.37%) \$830,740 (▼-5.6%)from 2019 27,844(**▼**-25.4%)from 2019 \$69,228(▼-5.56%) Total Units Sold Yearly Avg Units Sold Total Sales Revenue Yearly Average Revenue 32,576 \$855,195 27,844 \$1,710,390 Sales by Month Weekday Sales Sat 16% Thu March 2019 June 2019 September 2019 December 2019 March 2020 June 2020 September 2020 December 2020 Tue Store performance Top performing stores 529 532 554 537 532 554 596 548 522 529 596 Bottom performing stores 692 715 673 563 -100% 551 538 690 543 Sales by location Sales Revenue United \$1,231

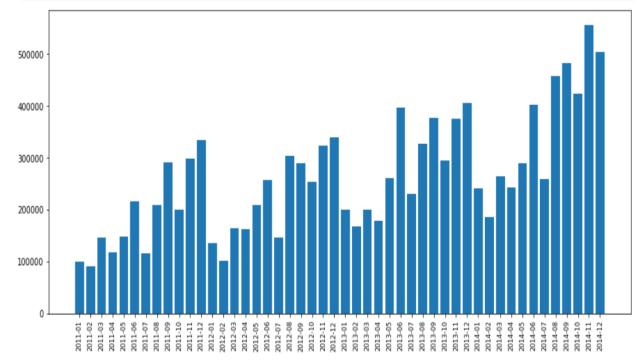


VISUALIZE SALES TRAND BY MONTHS

```
plt.figure(figsize=(15,6))
plt.plot(sales_by_month['month_year'],sales_by_month['sales'])
plt.xticks(rotation='vertical',size=8)
plt.show()
```



```
plt.figure(figsize=(15,6))
plt.bar(sales_by_month['month_year'],sales_by_month['sales'])
plt.xticks(rotation='vertical',size=8)
plt.show()
```



DISPLAY MOST SELLING PRODCUTS

```
In [22]:
    products_sales = pd.DataFrame(sales.groupby('product_name').sum()['sales'])
    products_sales = products_sales.sort_values('sales',ascending=False)
```

TOP 10 MOST SALES PRODUCTS

```
In [23]: products_sales[:10]

Out[23]: sales

Product_name

Apple Smart Phone, Full Size 86935.7786

Cisco Smart Phone, Full Size 76441.5306

Motorola Smart Phone, Full Size 73156.3030

Nokia Smart Phone, Full Size 71904.5555

Canon imageCLASS 2200 Advanced Copier 61599.8240

Hon Executive Leather Armchair, Adjustable 58193.4841

Office Star Executive Leather Armchair, Adjustable 50661.6840

Harbour Creations Executive Leather Armchair, Adjustable 50121.5160

Samsung Smart Phone, Cordless 48653.4600

Nokia Smart Phone, with Caller ID 47877.7857
```

```
products_by_quantity = pd.DataFrame(sales.groupby('product_name').sum()['quantity'])
products_by_quantity_sorted = products_by_quantity.sort_values('quantity',ascending=False)
```

TOP 10 MOST QUANTITY SELLING PRODUCTS ITEMS

```
products_by_quantity_sorted[:10]
```

quantity product_name Staples 876 Cardinal Index Tab, Clear 337 Eldon File Cart, Single Width 321 Rogers File Cart, Single Width 262 Sanford Pencil Sharpener, Water Color 259 Stockwell Paper Clips, Assorted Sizes 253 Avery Index Tab, Clear 252 251 Ibico Index Tab, Clear Smead File Cart, Single Width 250 Stanley Pencil Sharpener, Water Color 242

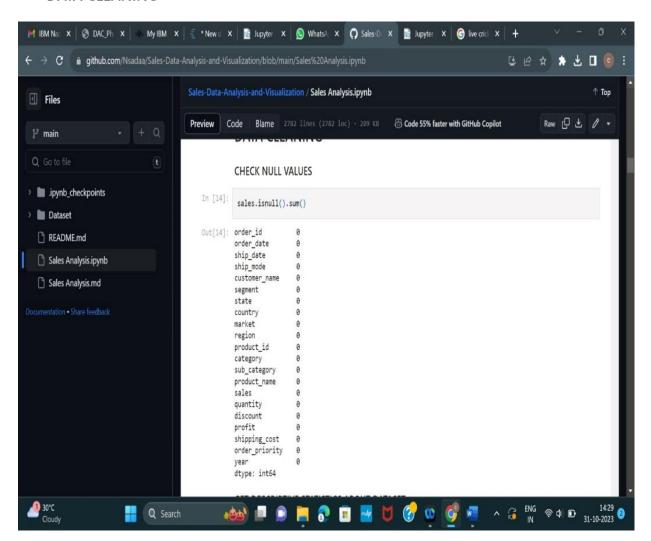
VISUALIZE MOST USED SHIP MODS

```
In [14]:
         sales.isnull().sum()
Out[14]: order_id
                         0
        order_date
                        0
        ship_date
                        0
        ship_mode
                        0
        customer_name
                        0
                        0
        segment
                        0
        state
                        0
        country
                         0
        market
        region
                         0
        product_id
                        0
        category
        sub_category
        product_name
        sales
        quantity
        discount
        profit
        shipping_cost
                       0
        order_priority 0
        year
        dtype: int64
```

GET INFORMATIONS ABOUT DATASET

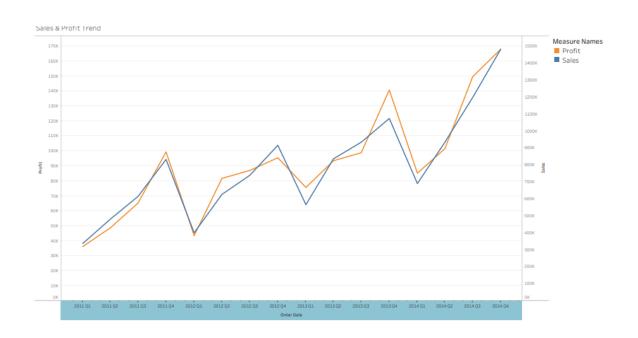
```
[13]: sales.info()
     <class 'pandas.core.frame.DataFrame';</pre>
     RangeIndex: 51290 entries, 0 to 51289
     Data columns (total 21 columns):
      # Column
                           Non-Null Count Dtype
      0 order_id
1 order_date
                            51290 non-null object
51290 non-null datetime64[ns]
          ship_date
                            51290 non-null
                                             datetime64[ns]
          ship_mode
customer_name
                            51290 non-null object
                            51290 non-null object
          segment
                            51290 non-null
                                             object
                            51290 non-null object
      6
          state
                            51290 non-null
          country
                                            object
          market
                            51290 non-null
                                             object
                            51290 non-null object
          region
          product_id
                            51290 non-null
                                             object
          category
sub_category
      11
                            51290 non-null
                                             object
                            51290 non-null object
      12
          product_name
                            51290 non-null
                                             object
      14
          sales
                            51290 non-null
                                             float64
      15 quantity
                            51290 non-null int64
         discount
                            51290 non-null
                                             float64
      17 profit
                            51290 non-null
                                             float64
         shipping_cost
                            51290 non-null float64
      19 order_priority 51290 non-null object
     20 year 51290 non-null int64 dtypes: datetime64[ns](2), float64(4), int64(2), object(13)
     memory usage: 8.2+ MB
```

DATA CLEANING



GETTING KNOW ABOUT DATSET SHAPE & COLUMNS sales.shape Out[11]: **(51290, 21)** In [12]: for columns in sales.columns: print(columns) order_id order_date ship_date ship_mode customer_name segment state country market region product_id category sub_category product_name sales quantity discount profit shipping_cost order_priority GET INFORMATIONS ABOUT DATASET

Sales and profit trend



Conclusion:

In conclusion, the utilization of IBM cognos for visualizing product sales data has been instrumental in providing a historic view of sales performance. The insights derived from these visualizations are pivotal for formulating data driven strategies. These conclusions can serve as a foundation for future business decisions and actions aimed at driving sales growth. These document shows how to login IBM cognos and how to create visualizations for sales and dervie for insights