

Data Findings:

Table	#Customers	#Orders	Sales
Sales	33,751	33,751	49,159,193.52
Returns	15,828	15,828	12,772,338.60

- 1) SALES TABLE HAS NO DUPLICATES PRESENT WHILE RETURNS TABLE HAS **54** DUPLICATE RECORDS.
- 2) SALES TABLE HAS **29,141** UNIQUE CUSTOMER ID'S WHILE RETURNS TABLE HAS **13,487** UNIQUE CUSTOMER ID'S.
- 3) SALES TABLE HAS **33,751** UNIQUE ORDER ID'S WHILE RETURNS TABLE HAS **14,417** UNIQUE ORDER ID'S.
- 4) TRANSACTION DATE RANGES FROM **JAN-1-2015 TO JAN-15-2015**. RETURN DATE RANGES FROM **DEC-30-2014 TO SEPT-9-2016**.
- 5) **3,798** CUSTOMERS PLACED MORE THAN 1 ORDER. **1,851** CUSTOMERS RETURNED MORE THAN 1 ORDER.
- 6) RETURN DATE HAS NO TIME CONSTRAINT. **602** ORDERS ARE RETURNED MORE THAN 30 DAYS AFTER PURCHASING.
- 7) **2** ORDERS HAVE RETURN SALES > SALES.

Data Anomalies:

	#RECORDS
1) ORDER ID IS NOT UNIQUE IN RETURNS TABLE, FEW CUSTOMERS ARE ASSIGNED SAME ORDER ID	47
2) CUSTOMERS RETURNED SAME ORDER ID MORE THAN ONCE.	1203
3) RECORDS WITH RETURNED DATE < TRANSACTION DATE.	3
4) RECORDS WITH DIFFERENT CUSTOMER ID FOR SAME ORDERS IN SALES AND RETURNS TABLE RESPECTIVELY.	4
5) RETURN DATE HAS NULL VALUES.	20
6) RECORDS WITH MULTIPLE RETURN SALES FOR SAME CUSTOMER IDs AND ORDER IDs. ASSUMING THESE AS PARTIAL RETURNS.	1310

--SOLUTION CONSIDERING ANOMALIES

--A)What % of sales result in a return?

--% OF RETURNED SALES = RETURNED SALES/TOTAL SALES

```
WITH TOTAL_RETURNS AS(  
    SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES  
    FROM Returns1 R  
    GROUP BY R.CustomerID,R.OrderID,R.ReturnDate  
)  
SELECT COUNT(DISTINCT T.OrderID)*100.0/ COUNT(DISTINCT S.OrderID) AS PERCENTAGE_RETURN_SALES  
FROM Sales1 S  
LEFT JOIN TOTAL_RETURNS T  
ON S.CustomerID=T.CustomerID AND S.OrderID=T.OrderID  
WHERE S.TransactionDate<=T.ReturnDate OR T.ReturnDate IS NULL
```

PERCENTAGE_RETURN_SALES
4.225310379566

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
SELECT COUNT(DISTINCT R.OrderID) *100.0/ COUNT(DISTINCT S.OrderID) AS PERCENT_OF_RETURNED_SALES  
FROM Sales1 S  
LEFT JOIN Returns1 R  
ON S.OrderID=R.OrderID
```

PERCENT_OF_RETURNED_SALES
4.230985748570

--SOLUTION CONSIDERING ANOMALIES

--B) What % of returns are full returns?

-- % FULL RETURNS = TOTAL FULL RETURN SALES / TOTAL RETURNED SALES

```
WITH TOTAL_RETURNS AS(
  SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES
  FROM Returns1 R
  GROUP BY R.CustomerID,R.OrderID,R.ReturnDate
)
SELECT SUM(CASE WHEN S.sales= T.TOTAL_RETURN_SALES THEN 1 ELSE 0 END)*100.0/ COUNT(T.OrderID) AS PERCENTAGE_FULL_RETURN_SALES
FROM Sales1 S
INNER JOIN TOTAL_RETURNS T
ON S.CustomerID=T.CustomerID AND S.OrderID=T.OrderID AND S.TransactionDate<=T.ReturnDate
```

PERCENTAGE_FULL_RETURN_SALES
18.981481481481

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
SELECT SUM(CASE WHEN S.sales= R.Returnsales THEN 1 ELSE 0 END) *100.0/COUNT(R.OrderID) AS PERCENTAGE_FULL_RETURN_SALES
FROM Sales1 S
INNER JOIN Returns1 R
ON S.OrderID=R.OrderID
```

PERCENTAGE_FULL_RETURN_SALES
18.141025641025

--SOLUTION CONSIDERING ANOMALIES

-C) What is the average return % amount (return % of original sale)?

```
WITH TOTAL_RETURNS AS(  
    SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES  
    FROM Returns1 R  
    GROUP BY R.CustomerID,R.OrderID,R.ReturnDate  
)  
SELECT AVG((T.TOTAL_RETURN_SALES)*100.0/S.Sales) AS AVG_PERCENT_RETURN  
FROM SALES1 S  
INNER JOIN TOTAL_RETURNS T  
ON S.CustomerID=T.CustomerID AND S.OrderID= T.OrderID AND S.TransactionDate<=T.ReturnDate
```

AVG_PERCENT_RETURN
54.493566

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
SELECT AVG((ReturnSales)*100.0/Sales) AS AVG_PERCENT_RETURN  
FROM SALES1 S  
INNER JOIN RETURNS1 R  
ON S.OrderID= R.OrderID
```

AVG_PERCENT_RETURN
52.88086516869200

--SOLUTION CONSIDERING ANOMALIES

--D) What % of returns occur within 7 days of the original sale?

-- = NO.OF RETURNS WITHIN 7 DAYS/ TOTAL RETURNED ORDERS

```
WITH TOTAL_RETURNS AS(
  SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES
  FROM Returns1 R
  GROUP BY R.CustomerID,R.OrderID,R.ReturnDate
)
SELECT SUM(CASE
  WHEN T.ReturnDate BETWEEN S.TransactionDate AND DATEADD(DAY, 7,S.TransactionDate) THEN 1 ELSE 0
  END)*100.0/ COUNT(T.OrderID) AS PERCENTAGE_SALES_RETURNED_WITHIN_7DAYS
FROM Sales1 S
INNER JOIN TOTAL_RETURNS T
ON S.CustomerID=T.CustomerID AND S.OrderID=T.OrderID
```

PERCENTAGE_SALES_RETURNED_WITHIN_7DAYS
40.726072607260

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
SELECT SUM(CASE
  WHEN R.ReturnDate BETWEEN S.TransactionDate AND DATEADD(DAY, 7,S.TransactionDate) THEN 1 ELSE 0
  END)*100.0/ COUNT(R.OrderID) AS PERCENTAGE_SALES_RETURNED_WITHIN_7DAYS
FROM Sales1 S
INNER JOIN Returns1 R
ON S.OrderID=R.OrderID
```

PERCENTAGE_SALES_RETURNED_WITHIN_7DAYS
39.935897435897

--SOLUTION CONSIDERING ANOMALIES

-E) What is the average number of days for a return to occur?

```
WITH TOTAL_RETURNS AS(  
    SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES  
    FROM Returns1 R  
    GROUP BY R.CustomerID,R.OrderID,R.ReturnDate  
)  
SELECT AVG(DATEDIFF(DAY,S.TransactionDate,T.ReturnDate)) AS AVG_NO_DAYS  
FROM SALES1 S  
INNER JOIN TOTAL_RETURNS T  
ON S.CustomerID=T.CustomerID AND S.OrderID=T.OrderID AND S.TransactionDate<=T.ReturnDate
```

AVG_NO_DAYS
73

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
SELECT AVG(DATEDIFF(DAY,S.TransactionDate,R.ReturnDate)) AS AVG_NO_DAYS  
FROM SALES1 S  
INNER JOIN RETURNS1 R  
ON S.OrderID=R.OrderID AND S.TransactionDate<=R.ReturnDate
```

AVG_NO_DAYS
78

--F) Using this data set, how would you approach and answer the question, who is our most valuable customer?

--APPROACH:

- CALCULATE METRICS (NET SALES, AVERAGE ORDER VALUE, TOTAL ORDERS, RETURN RATE, AVG DAYS BETWEEN EACH ORDER) FOR EACH CUSTOMERS.
- CALCULATE AVERAGE OF ALL METRICS FOR EACH CUSTOMER.
- CONSIDERED EQUAL WEIGHTS FOR ALL THE METRICS BUT WE CAN ADD DIFFERENT WEIGHTS FOR EACH METRIC BASED ON REQUIREMENT.
- CONSIDER CUSTOMERS WHO PLACED ATLEAST 2 ORDERS AND WHO HAVE MULTIPLE TRANSACTION DAYS.
- SELECT THE CUSTOMER WITH HIGHEST AVERAGE OF METRICS AS MOST VALUABLE CUSTOMER.

--SOLUTION CONSIDERING ANOMALIES

```
WITH TOTAL_RETURNS AS(
    SELECT R.CustomerID,R.OrderID,R.ReturnDate, SUM(R.ReturnSales) AS TOTAL_RETURN_SALES
    FROM Returns1 R
    GROUP BY R.CustomerID,R.OrderID,R.ReturnDate
),CTE1 AS (
    SELECT S.CustomerID, SUM(S.Sales)-SUM(COALESCE(R.TOTAL_RETURN_SALES,0)) AS NET_SALES,
    AVG(S.SALES) AS AOV,
    COUNT(S.OrderID) AS TOTAL_ORDERS,
    COUNT(R.OrderID)*1.0/COUNT(S.OrderID) AS RETURN_RATE
    FROM Sales1 S
    LEFT JOIN TOTAL_RETURNS R
    ON S.CustomerID=R.CustomerID AND S.OrderID=R.OrderID AND S.TransactionDate<=R.ReturnDate
    GROUP BY S.CustomerID
),CTE2 AS(
    SELECT CustomerID, SUM(DATEDIFF(DAY,PREV_ORDER_DATE, TransactionDate))*1.0/ COUNT(*) AS AVG_DAYS_BTWN_ORDER
    FROM
    (
        SELECT CustomerID, TransactionDate, LAG(TransactionDate,1)OVER(PARTITION BY CustomerID ORDER BY TransactionDate) AS PREV_ORDER_DATE
        FROM Sales1
    ) A
    WHERE PREV_ORDER_DATE IS NOT NULL
    GROUP BY CustomerID
)
SELECT TOP 1 C1.CustomerID,C1.NET_SALES,C1.TOTAL_ORDERS,C1.AOV,C1.RETURN_RATE,C2.AVG_DAYS_BTWN_ORDER,
(C1.NET_SALES + C1.TOTAL_ORDERS + C1.AOV + C1.RETURN_RATE + C2.AVG_DAYS_BTWN_ORDER) / 5.0 AS AVG_OF_METRICS
FROM CTE1 AS C1
INNER JOIN CTE2 AS C2
ON C1.CustomerID=C2.CustomerID
WHERE AVG_DAYS_BTWN_ORDER !=0 -- CONSIDER CUSTOMERS WHO ORDERS ON MULTIPLE OCCASIONS.
ORDER BY AVG_OF_METRICS DESC
```

CustomerID	NET_SALES	TOTAL_ORDERS	AOV	RETURN_RATE	AVG_DAYS_BTWN_ORDER	AVG_OF_METRICS
HQARS21556	40390.75	3	13613.583333	0.333333333333	2.000000000000	10801.932000

--SOLUTION WITHOUT CONSIDERING ANOMALIES

```
WITH CTE1 AS (  
    SELECT S.CustomerID, SUM(S.Sales)-SUM(COALESCE(R.ReturnSales,0)) AS NET_SALES,  
    AVG(S.SALES) AS AOV,  
    COUNT(S.OrderID) AS TOTAL_ORDERS,  
    COUNT(R.OrderID)*1.0/COUNT(S.OrderID) AS RETURN_RATE  
    FROM Sales1 S  
    LEFT JOIN Returns1 R  
    ON S.OrderID=R.OrderID  
    GROUP BY S.CustomerID  
) ,CTE2 AS(  
    SELECT CustomerID, SUM(DATEDIFF(DAY,PREV_ORDER_DATE, TransactionDate))*1.0/ COUNT(*) AS AVG_DAYS_BTWN_ORDER  
    FROM  
    (  
    SELECT CustomerID, TransactionDate, LAG(TransactionDate,1)OVER(PARTITION BY CustomerID ORDER BY TransactionDate) AS PREV_ORDER_DATE  
    FROM Sales1  
    ) A  
    WHERE PREV_ORDER_DATE IS NOT NULL  
    GROUP BY CustomerID  
)  
SELECT TOP 1 C1.CustomerID,C1.NET_SALES,C1.TOTAL_ORDERS,C1.AOV,C1.RETURN_RATE,C2.AVG_DAYS_BTWN_ORDER,  
(C1.NET_SALES + C1.TOTAL_ORDERS + C1.AOV + C1.RETURN_RATE + C2.AVG_DAYS_BTWN_ORDER) / 5.0 AS AVG_OF_METRICS  
FROM CTE1 AS C1  
INNER JOIN CTE2 AS C2  
ON C1.CustomerID=C2.CustomerID  
WHERE AVG_DAYS_BTWN_ORDER !=0 -- CONSIDER CUSTOMERS WHO ORDERS ON MULTIPLE DAYS.  
ORDER BY AVG_OF_METRICS DESC
```

CustomerID	NET_SALES	TOTAL_ORDERS	AOV	RETURN_RATE	AVG_DAYS_BTWN_ORDER	AVG_OF_METRICS
HQARS21556	40390.75	3	13613.583333	0.333333333333	2.000000000000	10801.932000