

```
import pandas as pd
import numpy as np

import matplotlib.pyplot as plt
import seaborn as sns

from scipy import stats

plt.rcParams['figure.figsize'] = (10,6)
sns.set_style("whitegrid")
```

```
sales = pd.read_csv('/content/sales.csv')
vendor_invoice = pd.read_csv('/content/vendor_invoice.csv')
purchases = pd.read_csv('/content/purchases.csv')
purchase_prices = pd.read_csv('/content/purchase_prices.csv')
begin_inventory = pd.read_csv('/content/begin_inventory.csv')
end_inventory = pd.read_csv('/content/end_inventory.csv')
```

sales.head()

	InventoryId	Store	Brand	Description	Size	SalesQuantity	Sales
0	1_HARDERSFIELD_1004	1	1004	Jim Beam w/2 Rocks Glasses	750mL	1	
1	1_HARDERSFIELD_1004	1	1004	Jim Beam w/2 Rocks Glasses	750mL	2	
2	1_HARDERSFIELD_1004	1	1004	Jim Beam w/2 Rocks Glasses	750mL	1	
3	1_HARDERSFIELD_1004	1	1004	Jim Beam w/2 Rocks Glasses	750mL	1	
4	1_HARDERSFIELD_1005	1	1005	Maker's Mark Combo Pack	375mL 2 Pk	2	

```
sales.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 254379 entries, 0 to 254378
Data columns (total 14 columns):
#   Column              Non-Null Count  Dtype
---  -
0   InventoryId         254379 non-null object
```

```
1 Store 254379 non-null int64
2 Brand 254379 non-null int64
3 Description 254379 non-null object
4 Size 254379 non-null object
5 SalesQuantity 254379 non-null int64
6 SalesDollars 254379 non-null float64
7 SalesPrice 254379 non-null float64
8 SalesDate 254379 non-null object
9 Volume 254379 non-null float64
10 Classification 254379 non-null int64
11 ExciseTax 254379 non-null float64
12 VendorNo 254378 non-null float64
13 VendorName 254378 non-null object
dtypes: float64(5), int64(4), object(5)
memory usage: 27.2+ MB
```

```
purchases.head()
```

	InventoryId	Store	Brand	Description	Size	VendorNumber	Ven
0	69_MOUNTMEND_8412	69	8412	Tequila Ocho Plata Fresno	750mL	105	AI E
1	30_CULCHETH_5255	30	5255	TGI Fridays Ultimte Mudslide	1.75L	4466	AM V BEV
2	34_PITMERDEN_5215	34	5215	TGI Fridays Long Island Iced	1.75L	4466	AM V BEV
3	1_HARDERSFIELD_5255	1	5255	TGI Fridays Ultimte Mudslide	1.75L	4466	AM V BEV
4	76_DONCASTER_2034	76	2034	Glendalough Double Barrel	750mL	388	AT IMP CC

```
for df in [sales, purchases, purchase_prices, begin_inventory, end_inventory,
df.columns = df.columns.str.strip()
```

```
sales['SalesDate'] = pd.to_datetime(sales['SalesDate'])
```

```
purchase_date_cols = ['PODate', 'ReceivingDate', 'InvoiceDate', 'PayDate']
for col in purchase_date_cols:
    purchases[col] = pd.to_datetime(purchases[col])
```

```
sales.head()
```

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sales['Revenue'] = sales['SalesQuantity'] \* sales['SalesPrice']

```
sales = sales.merge(
    purchase_prices[['Brand', 'PurchasePrice']],
    on='Brand',
    how='left'
)
```

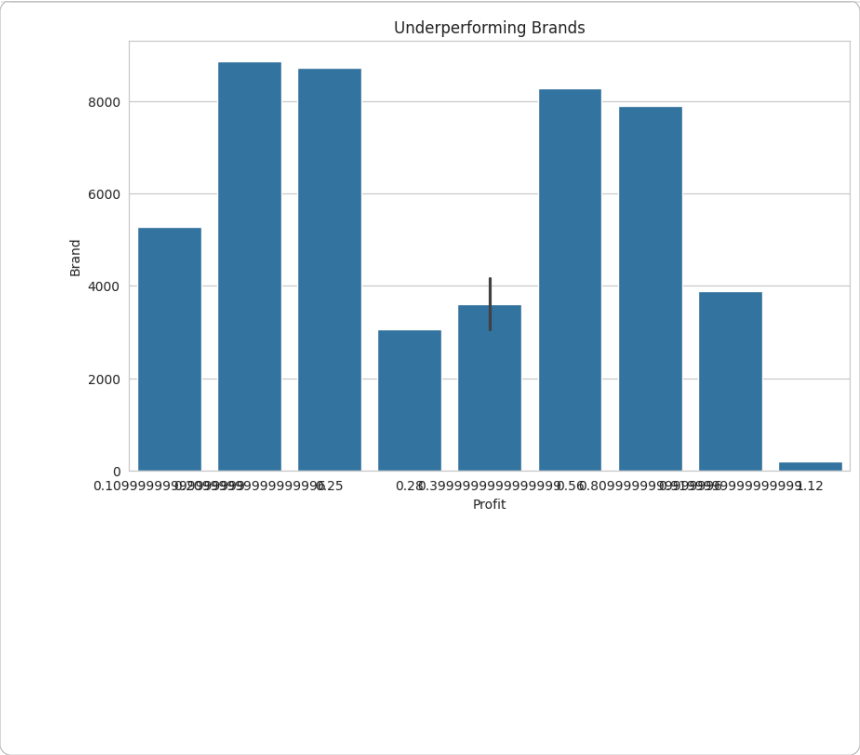
```
sales['Cost'] = sales['SalesQuantity'] * sales['PurchasePrice']
sales['Profit'] = sales['Revenue'] - sales['Cost']
sales['ProfitMargin'] = (sales['Profit'] / sales['Revenue']) * 100
```

```
brand_perf = sales.groupby('Brand').agg({
    'Revenue': 'sum',
    'Profit': 'sum',
    'ProfitMargin': 'mean'
}).reset_index()

brand_perf.sort_values('Profit').head(10)
```

	Brand	Revenue	Profit	ProfitMargin
<b>1582</b>	5287	0.49	0.11	22.448980
<b>2329</b>	8872	0.99	0.21	21.212121
<b>2304</b>	8729	0.99	0.25	25.252525
<b>833</b>	3065	0.99	0.28	28.282828
<b>1275</b>	4173	1.98	0.40	20.202020
<b>827</b>	3053	1.98	0.40	20.202020
<b>2151</b>	8282	1.98	0.56	28.282828
<b>2036</b>	7902	2.97	0.81	27.272727
<b>1182</b>	3888	3.96	0.92	23.232323
<b>37</b>	199	4.99	1.12	22.444890

```
sns.barplot(
    data=brand_perf.sort_values('Profit').head(10),
    x='Profit',
    y='Brand'
)
plt.title('Underperforming Brands')
plt.show()
```

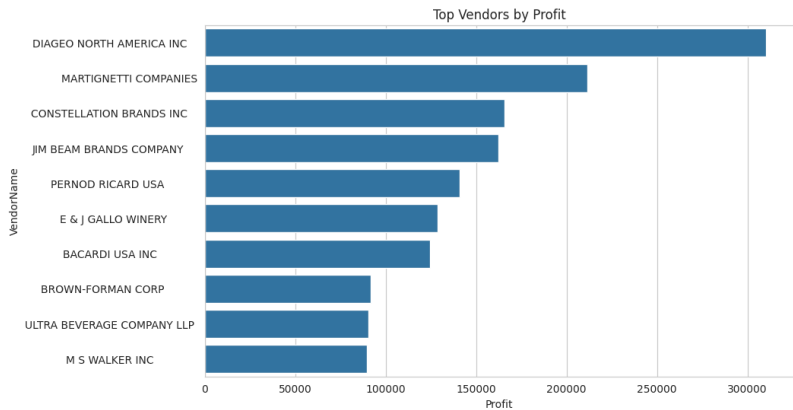


```
vendor_perf = sales.groupby('VendorName').agg({
    'Revenue': 'sum',
    'Profit': 'sum'
}).reset_index()

vendor_perf.sort_values('Profit', ascending=False).head(10)
```

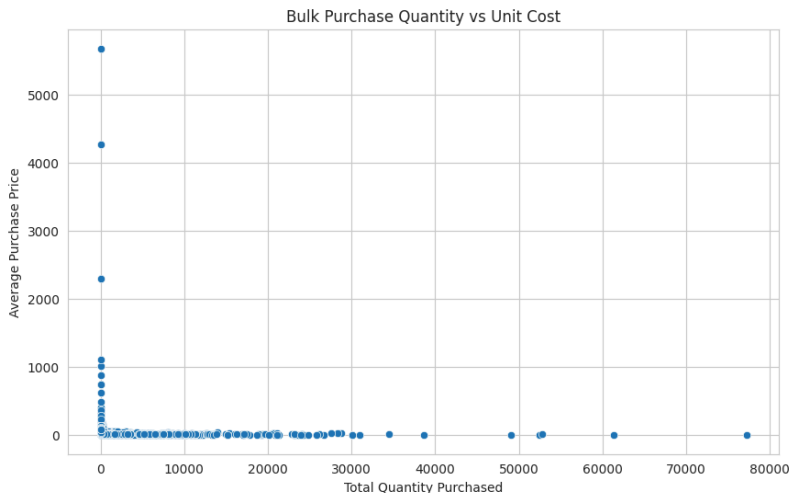
	VendorName	Revenue	Profit
20	DIAGEO NORTH AMERICA INC	1091148.78	310137.61
49	MARTIGNETTI COMPANIES	564826.15	211467.06
16	CONSTELLATION BRANDS INC	414884.54	165853.92
38	JIM BEAM BRANDS COMPANY	605731.68	162253.14
61	PERNOD RICARD USA	486729.07	141023.11
25	E & J GALLO WINERY	351822.43	128874.07
4	BACARDI USA INC	400081.85	124472.45
7	BROWN-FORMAN CORP	308595.44	91640.34
97	ULTRA BEVERAGE COMPANY LLP	271170.90	90662.06
45	M S WALKER INC	271397.97	89603.03

```
sns.barplot(  
    data=vendor_perf.sort_values('Profit', ascending=False).head(10),  
    x='Profit',  
    y='VendorName'  
)  
plt.title('Top Vendors by Profit')  
plt.show()
```



```
bulk_purchase = purchases.groupby('Brand').agg({
    'Quantity': 'sum',
    'PurchasePrice': 'mean'
}).reset_index()

sns.scatterplot(
    data=bulk_purchase,
    x='Quantity',
    y='PurchasePrice'
)
plt.title('Bulk Purchase Quantity vs Unit Cost')
plt.xlabel('Total Quantity Purchased')
plt.ylabel('Average Purchase Price')
plt.show()
```



```
begin_inventory.columns
```

```
Index(['InventoryId', 'Store', 'City', 'Brand', 'Description', 'Size',  
      'onHand', 'Price', 'startDate'],  
      dtype='object')
```

```
end_inventory.columns
```

```
Index(['InventoryId', 'Store', 'City', 'Brand', 'Description', 'Size',  
      'onHand', 'Price', 'endDate'],  
      dtype='object')
```

```
inventory = begin_inventory.merge(  
    end_inventory,  
    on=['InventoryId', 'Store', 'Brand'],  
    suffixes=('_begin', '_end')  
)
```

```
inventory['AverageInventory'] = (  
    inventory['onHand_begin'] + inventory['onHand_end']
```



```
) / 2
```

```
sales_qty = sales.groupby('Brand')['SalesQuantity'].sum().reset_index()
```

```
inventory_turnover = sales_qty.merge(  
    inventory[['Brand', 'AverageInventory']],  
    on='Brand',  
    how='left'  
)
```

```
inventory_turnover['InventoryTurnover'] = (  
    inventory_turnover['SalesQuantity'] /  
    inventory_turnover['AverageInventory']  
)
```

```
inventory_turnover.sort_values('InventoryTurnover').head(10)
```

	Brand	SalesQuantity	AverageInventory	InventoryTurnover
9796	1505	1	177.0	0.005650
9795	1505	1	163.5	0.006116
9794	1505	1	127.5	0.007843
9793	1505	1	107.5	0.009302
36438	3564	1	91.5	0.010929
120010	18743	1	84.0	0.011905
123108	19866	1	77.5	0.012903
166270	45871	1	72.5	0.013793
124204	20515	1	71.0	0.014085
131826	24755	1	71.0	0.014085

STEP 5: VENDOR SCORECARD (CORE BUSINESS OUTPUT)

```
sales.columns
```

```
Index(['InventoryId', 'Store', 'Brand', 'Description', 'Size',  
      'SalesQuantity',  
      'SalesDollars', 'SalesPrice', 'SalesDate', 'Volume', 'Classification',  
      'ExciseTax', 'VendorNo', 'VendorName', 'Revenue', 'PurchasePrice',  
      'Cost', 'Profit', 'ProfitMargin'],  
      dtype='object')
```

```
vendor_scorecard = sales.groupby(
    'VendorName'
).agg(
    Total_Sales_Qty=('SalesQuantity', 'sum'),
    Total_Revenue=('Revenue', 'sum'),
    Total_Profit=('Profit', 'sum'),
    Avg_Profit_Margin=('ProfitMargin', 'mean')
).reset_index()
```

vendor\_scorecard.head()

	VendorName	Total_Sales_Qty	Total_Revenue	Total_Profit	Avg_Profit_Margin
0	ALTAMAR BRANDS LLC	7	134.93	37.01	25.43120
1	AMERICAN VINTAGE BEVERAGE	136	1766.64	491.56	27.82909
	APPOLO				

Next steps: [Generate code with vendor\\_scorecard](#) [New interactive sheet](#)

```
vendor_scorecard['Profit_Rank'] = vendor_scorecard['Total_Profit'].rank(ascr
```

vendor\_scorecard.sort\_values('Profit\_Rank').head(10)

	VendorName	Total_Sales_Qty	Total_Revenue	Total_Profit	Avg_Profit_M
20	DIAGEO NORTH AMERICA INC	107542	1091148.78	310137.61	27.
49	MARTIGNETTI COMPANIES	35639	564826.15	211467.06	38.
16	CONSTELLATION BRANDS INC	38394	414884.54	165853.92	39.
38	JIM BEAM BRANDS COMPANY	52712	605731.68	162253.14	26.
61	PERNOD RICARD USA	24683	486729.07	141023.11	29.
25	E & J GALLO WINERY	33651	351822.43	128874.07	36.

🌿 STEP 6: VENDOR SEGMENTATION (HIGH / MEDIUM / LOW)

```
vendor_scorecard['Total_Profit'].describe()
```

	<b>Total_Profit</b>
<b>count</b>	109.000000
<b>mean</b>	21467.092110
<b>std</b>	47966.379179
<b>min</b>	2.450000
<b>25%</b>	188.660000
<b>50%</b>	918.090000
<b>75%</b>	20708.860000
<b>max</b>	310137.610000

**dtype:** float64

```
low_cut = vendor_scorecard['Total_Profit'].quantile(0.30)
high_cut = vendor_scorecard['Total_Profit'].quantile(0.70)
```

```
def segment_vendor(profit):
    if profit >= high_cut:
        return 'High Performing'
    elif profit >= low_cut:
        return 'Medium Performing'
    else:
        return 'Low Performing'

vendor_scorecard['Vendor_Category'] = vendor_scorecard['Total_Profit'].apply(
```

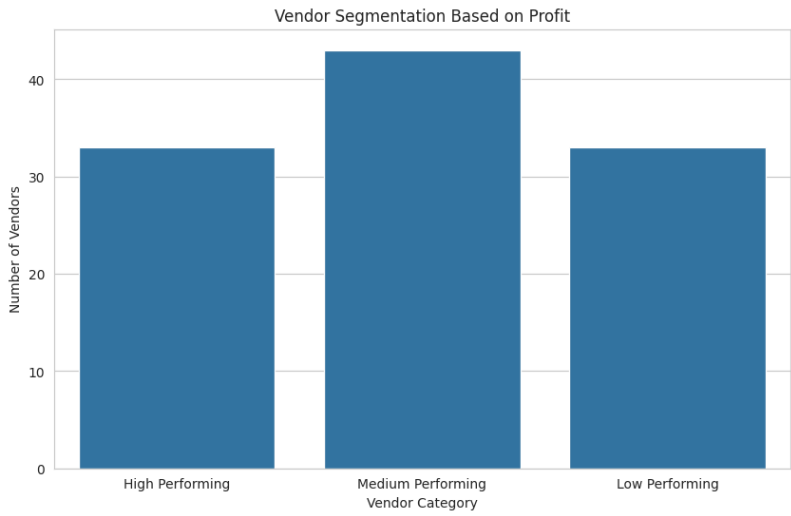
```
vendor_scorecard['Vendor_Category'].value_counts()
```

	<b>count</b>
<b>Vendor_Category</b>	
<b>Medium Performing</b>	43
<b>Low Performing</b>	33
<b>High Performing</b>	33

**dtype:** int64

```
sns.countplot(
    data=vendor_scorecard,
    x='Vendor_Category',
```

```
order=['High Performing', 'Medium Performing', 'Low Performing']
)
plt.title('Vendor Segmentation Based on Profit')
plt.xlabel('Vendor Category')
plt.ylabel('Number of Vendors')
plt.show()
```



#### STEP 7: MANAGEMENT INSIGHTS

```
vendor_scorecard.sort_values('Total_Profit', ascending=False).head(10)
```

	VendorName	Total_Sales_Qty	Total_Revenue	Total_Profit	Avg_Profit_
20	DIAGEO NORTH AMERICA INC	107542	1091148.78	310137.61	27.