John Como Shopify Data Science Challenge Question 1

All work is shown first and final solutions are at the bottom.

```
In [1]: import pandas as pd
         import numpy as np
         import matplotlib.pyplot as plt
In [2]: # Read in csv file
         shopify = pd.read csv('Datasets/2019 Winter Data Science Intern Challenge D
In [3]: shopify.shape
Out[3]: (5000, 7)
In [6]: shopify.head()
Out[6]:
             order_id shop_id user_id order_amount total_items payment_method
                                                                                   created_at
          0
                   1
                          53
                                746
                                             224
                                                          2
                                                                            2017-03-13 12:36:56
                                                                       cash
                   2
                          92
                                925
                                              90
                                                          1
                                                                       cash 2017-03-03 17:38:52
                   3
                          44
                                861
                                             144
                                                                       cash
                                                                             2017-03-14 4:23:56
                   4
                                                          1
                          18
                                935
                                             156
                                                                  credit_card 2017-03-26 12:43:37
                   5
                          18
                                883
                                             156
                                                          1
                                                                  credit_card
                                                                             2017-03-01 4:35:11
         shopify.describe()
In [5]:
```

Out[5]:

	order_id	shop_id	user_id	order_amount	total_items
count	5000.000000	5000.000000	5000.000000	5000.000000	5000.00000
mean	2500.500000	50.078800	849.092400	3145.128000	8.78720
std	1443.520003	29.006118	87.798982	41282.539349	116.32032
min	1.000000	1.000000	607.000000	90.000000	1.00000
25%	1250.750000	24.000000	775.000000	163.000000	1.00000
50%	2500.500000	50.000000	849.000000	284.000000	2.00000
75%	3750.250000	75.000000	925.000000	390.000000	3.00000
max	5000.000000	100.000000	999.000000	704000.000000	2000.00000

Above we can see how the average amount of \$3145.13 was reached. This method of averaging takes the feature or column total and divides by the number of rows. In this dataset, it is important

to take the sum of the total orders and divide them by the total_items in each purchase.

```
In [8]: # check for nulls
         shopify.isnull().sum()
 Out[8]: order_id
                             0
          shop id
                             0
          user id
                             0
          order_amount
                             0
          total_items
                             0
          payment method
                             0
          created_at
                             0
          dtype: int64
          Excellent!!
 In [9]: shopify.dtypes
 Out[9]: order id
                              int64
          shop_id
                              int64
          user_id
                              int64
         order_amount
                              int64
          total_items
                              int64
          payment method
                             object
          created_at
                             object
          dtype: object
          Since our two important features order_amount and total_items are integer features we can sum
          and divide
In [15]: TOTAL ITEMS = shopify['total items'].sum()
         print(TOTAL ITEMS)
          43936
In [16]: TOTAL ORDER AMOUNT = shopify['order amount'].sum()
         print(TOTAL ORDER AMOUNT)
          15725640
In [14]: TOTAL ORDER AMOUNT / TOTAL ITEMS
Out[14]: 357.92152221412965
In [19]: # This calculation is to once again verify the $3145.13 from prior
         TOTAL ORDER AMOUNT / 5000
Out[19]: 3145.128
```

```
In [25]: sales by store = shopify.groupby('shop id')['order amount'].sum()
         print(sales by store)
          shop_id
                 13588
          1
          2
                  9588
          3
                 14652
          4
                 13184
          5
                 13064
          96
                 16830
          97
                 15552
          98
                 14231
          99
                 18330
          100
                  8547
          Name: order_amount, Length: 100, dtype: int64
In [26]: sales_by_store.sort_values()
Out[26]: shop id
          92
                      6840
          32
                      7979
          56
                      8073
          100
                      8547
          2
                      9588
          6
                     22627
          81
                     22656
          89
                     23128
          78
                  2263800
                 11990176
          Name: order amount, Length: 100, dtype: int64
 In [ ]:
```

Final Solutions

- a) The average taken was the total order amount divided by the number of rows, incorrectly assuming each row correlated to one item being purchased. A better way to evaluate this data would be taking all the order amounts and dividing them by the total number of orders as done above.
- b) A metric I would report which would interesting is sales by region, or in our case by store location. Performing a simple .groupby('shop_id')['order_amount'].sum() would tell us the performance of a desired column in the dataset as done above. Seeing which stores outperform others could save the business valuable dollars as some locations may not be worth staying open.
- c) From my calculation above, it is clear that there is a large range in store preformance, with shop_id 92 generating 6840 in sales while shop_id 42 is generating 11990176 in sales. There are many things not given that make it more difficult to give possible reasons for this such as location,

employees, etc., but it is helpful to know some stores are producing much more than others.

In []:	:	
[]	-	