Analyze A/B Test Results E-commerce website

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Introduction

Should we choose the new page or the old page for our E-commerce website?, a good question, no? A/B tests are very commonly performed by data analysts and data scientists. For this project, we will be working to understand the results of an A/B test run by an e-commerce website. Our goal is to work through this notebook to help a company understand if they should:

- · Implement the new webpage,
- · Keep the old webpage, or
- · Perhaps run the experiment longer to make their decision.

Dataset Overview

To get started, let's import our libraries.

In [1]:

```
import pandas as pd
import numpy as np
import random
import matplotlib.pyplot as plt
import seaborn as sns
%matplotlib inline
#We are setting the seed to assure you get the same answers on quizzes as we set up
random.seed(42)
```

In [2]:

```
df=pd.read_csv('ab_data.csv',parse_dates=[1])
df.head()
```

Out[2]:

	user_id	timestamp	group	landing_page	converted
0	851104	2017-01-21 22:11:48.556739	control	old_page	0
1	804228	2017-01-12 08:01:45.159739	control	old_page	0
2	661590	2017-01-11 16:55:06.154213	treatment	new_page	0
3	853541	2017-01-08 18:28:03.143765	treatment	new_page	0
4	864975	2017-01-21 01:52:26.210827	control	old_page	1

In [3]:

```
df.info()
```

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 294478 entries, 0 to 294477
Data columns (total 5 columns):

```
# Column Non-Null Count Dtype
--- ----
0 user_id 294478 non-null int64
```

1 timestamp 294478 non-null datetime64[ns]

2 group 294478 non-null object 3 landing_page 294478 non-null object 4 converted 294478 non-null int64

dtypes: datetime64[ns](1), int64(2), object(2)

memory usage: 11.2+ MB

In [4]:

```
for col in df.dtypes[2:].index:
    print(f"{col} unique values: ", df[col].unique())
```

```
group unique values: ['control' 'treatment']
landing_page unique values: ['old_page' 'new_page']
converted unique values: [0 1]
```

The dataset is composed of 294,478 entries containing different information like user id, the time user visited the website, the user group, landing page, and whether if they converted or not.

Data Cleaning

```
In [5]:
```

```
df.duplicated().sum()
```

```
Out[5]:
```

Looks like there is no duplicated entries

The number of unique users in the dataset.

```
In [6]:
df.user_id.nunique()
Out[6]:
290584
In [7]:
df.user_id.value_counts()
Out[7]:
805339
          2
754884
          2
722274
          2
783176
          2
898232
          2
642985
         1
771499
          1
923606
          1
712675
          1
715931
Name: user_id, Length: 290584, dtype: int64
```

Although there is no duplicated entries, some users had at most two occurances in the dataset.

In [8]:

```
id_dupes=df[df.user_id.duplicated(keep=False)].sort_values('user_id')
duped_groups=(id_dupes)
duped_groups
```

Out[8]:

	user_id	timestamp	group	landing_page	converted
230259	630052	2017-01-17 01:16:05.208766	treatment	new_page	0
213114	630052	2017-01-07 12:25:54.089486	treatment	old_page	1
22513	630126	2017-01-14 13:35:54.778695	treatment	old_page	0
251762	630126	2017-01-19 17:16:00.280440	treatment	new_page	0
183371	630137	2017-01-20 02:08:49.893878	control	old_page	0
142354	945703	2017-01-08 19:40:51.169351	control	new_page	0
186960	945797	2017-01-13 17:23:21.750962	control	old_page	0
40370	945797	2017-01-11 03:04:49.433736	control	new_page	1
165143	945971	2017-01-16 10:09:18.383183	control	old_page	0
131756	945971	2017-01-22 12:43:54.087275	control	new_page	0

7788 rows × 5 columns

repeated user ids are due to the fact they visited two different pages when they really shouldn't!

The number of times when the "group" is treatment but "landing_page" is not a new_page .

In [9]:

```
df.query('group == "treatment" and landing_page != "new_page"').shape[0]
Out[9]:
```

1965

The number of times when the "group" is control but "landing_page" is not a old_page.

In [10]:

```
df.query('group == "control" and landing_page != "old_page"').shape[0]
```

Out[10]:

1928

In [11]:

```
q=df.query('group == "treatment" and landing_page != "new_page"').index
z=df.query('group == "control" and landing_page != "old_page"').index
c=q.append(z)
len(c),len(q)+len(z)
```

Out[11]:

(3893, 3893)

In [12]:

```
df.isna().sum()
```

Out[12]:

rows don't have any missing values

In a particular row, the **group** and **landing_page** columns should have either of the following acceptable values:

user_id	timestamp	group	landing_page	converted
XXXX	XXXX	control	old_page	Х
XXXX	XXXX	treatment	new_page	Х

It means, the control group users should match with old_page; and treatment group users should matched with the new_page .

However, for the rows where treatment does not match with new_page or control does not match with old page, we cannot be sure if such rows truly received the new or old wepage.

Removing inaccurate rows

In [13]:

```
# Remove the inaccurate rows
df2=df.drop(index=c)
df2.shape[0]
df2.groupby('group')['landing_page'].value_counts()
```

Out[13]:

```
group landing_page control old_page 145274 treatment new_page 145311 Name: landing_page, dtype: int64
```

```
In [14]:
```

```
# Double Check all of the incorrect rows were removed
# Output of the statement below should be 0
df2[((df2['group'] == 'treatment') == (df2['landing_page'] == 'new_page')) == False].sh
ape[0]
```

Out[14]:

0

Number of unique users in the cleaned dataset

In [15]:

```
df2.user_id.nunique()
```

Out[15]:

290584

How many entries does each user have?

In [16]:

```
df2.user_id.value_counts().head()
```

Out[16]:

773192 2 851104 1 688307 1 718297 1 838144 1 Name: user_id, dtype: int64

One user in particular still having two entries id 773192

In [17]:

```
df2[df2.duplicated(subset='user_id',keep=False)]
```

Out[17]:

	user_id	timestamp	group	landing_page	converted
1899	773192	2017-01-09 05:37:58.781806	treatment	new_page	0
2893	773192	2017-01-14 02:55:59.590927	treatment	new_page	0

He/she has two visits and both are not converted.

Removing **one** of the rows with a duplicate **user_id**, from the datset.

In [18]:

```
# Remove one of the rows with a duplicate user_id..
df2.drop_duplicates(subset='user_id',inplace=True)
# Check again if the row with a duplicate user_id is deleted or not
print(df2.duplicated(subset='user_id').sum())
df2.loc[df2.user_id==773192]
```

0

Out[18]:

	user_id	timestamp	group	landing_page	converted
1899	773192	2017-01-09 05:37:58.781806	treatment	new_page	0

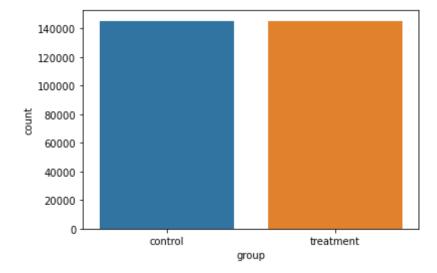
Dataset summary statistics and proportions

What is the probability of an individual converting regardless of the page they receive?

In [19]:

```
sns.countplot(data=df2,x='group');
print("Number of visitors in control group: ",df2.query('group=="control"').shape[0])
print("Number of visitors in Treatment group: ",df2.query('group=="treatment"').shape[0])
])
```

Number of visitors in control group: 145274 Number of visitors in Treatment group: 145310



What is probability of conversion regardless of the group?

```
In [20]:
```

```
p_conv=df2['converted'].mean()
"{:.2%}".format(p_conv)
```

Out[20]:

'11.96%'

Given that an individual was in the control group, what is the probability they converted?

```
In [21]:
```

```
control_cr=df2.query('group=="control"')['converted'].mean()
"{:.2%}".format(control_cr)
```

Out[21]:

'12.04%'

Given that an individual was in the treatment group, what is the probability they converted?

In [22]:

```
treatment_cr=df2.query('group=="treatment"')['converted'].mean()
"{:.2%}".format(treatment_cr)
```

Out[22]:

'11.88%'

Calculating the observed difference between the <code>new_page</code> conversions and <code>old_page</code> conversions in our <code>sample</code> dataset.

In [23]:

```
# Calculate the actual difference (obs_diff) between the conversion rates for the two g
roups.
obs_diff=treatment_cr - control_cr
"{:.2%}".format(obs_diff)
```

Out[23]:

'-0.16%'

What is the probability that an individual received the new_page?

In [24]:

```
p_treatment=(df2.landing_page == 'new_page').mean()
"{:.2%}".format(p_treatment)
```

Out[24]:

'50.01%'

What is the probability that an individual received the old_page?

```
In [25]:
```

```
p_control=(df2.landing_page == 'old_page').mean()
"{:.2%}".format(p_control)
```

Out[25]:

'49.99%'

do the treatment group users lead to more conversions?

According to bayes theorem:

If we want to get whether the new <code>new_page</code> leads to more conversion rate, then we need to find the proportion of the <code>treatment</code> group given that they converted, in other words we need to calculate P(treatment|conv)

$$P(treatment|conv) = rac{P(treatment)P(conv|treatment)}{P(converted)}$$

$$P(control|conv) = rac{P(control)P(conv|control)}{P(converted)}$$

```
P(treatment) = p_treatment
```

P(conv|treatment) =treatment_cr

 $P(control) = p_control$

 $P(conv|control) = control_cr$

 $P(converted) = p_conv$

And so the P(treatment|conv) is:

In [26]:

```
P_treatmeant_conv=p_treatment * treatment_cr / p_conv "{:.2%}".format(P_treatmeant_conv)
```

Out[26]:

'49.68%'

And the P(control|conv) is:

In [27]:

```
P_control_conv=p_control * control_cr / p_conv
"{:.2%}".format(P_control_conv)
```

Out[27]:

'50.32%'

It looks like the old_page leads to slightly more conversion than the new_page, however they are almost the same, In the next section we will attempt to calculate how significant is this observation from our sample and try to infer that to the actual population (**All the website users**)

A/B Test

Null Hypothesis H_0 Testing

Since the difference between the two conversion rates is **very small**. Lets assume that our null hypothesis H_0 that the <code>new_page</code> conversion rate p_{new} is the same or lower than conversion rate of <code>old_page</code> p_{old} until the oppoiste proves to be true. And so, our assumption is:

$$H_0: p_{new} \leq p_{old} \ H_1: p_{new} > p_{old} \ H_0: p_{new} - p_{old} \leq 0 \ H_1: p_{new} - p_{old} > 0$$

In this section, we will:

- Simulate (bootstrap) sample data set for both groups, and compute the "converted" probability p for those samples.
- Use a sample size for each group equal to the ones in the datset.
- Compute the difference in the "converted" probability for the two samples above.
- Perform the sampling distribution for the "difference in the converted probability" between the two simulated-samples over 10,000 iterations; and calculate an estimate.

Simulation

What is the **conversion rate** for p_{new} under the null hypothesis?

```
In [28]:
```

```
p_con=df2['converted'].mean()
p_new=p_conv
"{:.2%}".format(p_new)
```

```
Out[28]:
```

'11.96%'

What is the **conversion rate** for p_{old} under the null hypothesis?

```
In [54]:
```

```
p_old=p_conv
"{:.2%}".format(p_old)
```

Out[54]:

'11.96%'

What is n_{new} , the number of individuals in the treatment group?

In [55]:

```
n_new=df2.query("group=='treatment'and landing_page=='new_page'").shape[0]
n_new
```

Out[55]:

145310

What is n_{old} , the number of individuals in the control group?

In [56]:

```
n_old=df2.query("group=='control'and landing_page=='old_page'").shape[0]
n_old
```

Out[56]:

145274

Simulated 10,000 samples of the new_page conversion rates

In [57]:

```
new_page_bootstrap = np.random.binomial(n_new, p_new, 10000)/n_new
```

Simulated 10,000 samples of the old_page conversion rates

In [58]:

```
old_page_bootstrap= np.random.binomial(n_old,p_old,10000)/n_old
```

Calculating the difference between the two simulation

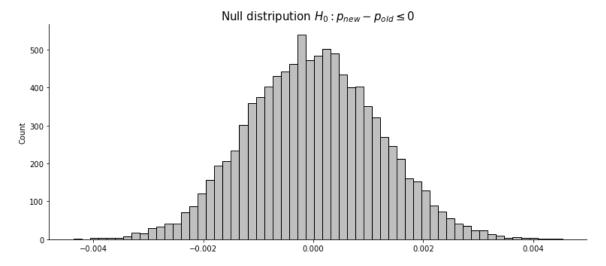
In [59]:

```
p_diff = new_page_bootstrap - old_page_bootstrap
```

Simualting the null hypothesis with the same standard deviation of p_diff

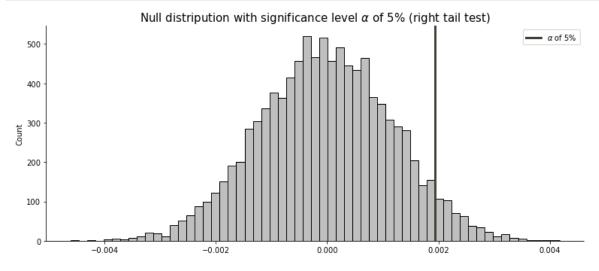
In [60]:

```
null_dsprt=np.random.normal(0,np.std(p_diff),p_diff.size)
sns.displot(null_dsprt,color='#aaaaaa',height=4.5,aspect=2.4);
plt.title(r'Null distripution $ H_0: p_{new} - p_{old} \leq 0 $',fontsize=15);
```



In [61]:

```
null_dsprt=np.random.normal(0,np.std(p_diff),p_diff.size)
sns.displot(null_dsprt,color='#aaaaaa',height=4.5,aspect=2.4);
plt.axvline(np.percentile(null_dsprt,95),color='#3d4435',lw=3)
plt.title(r'Null distripution with significance level $\alpha$ of 5% (right tail test)'
,fontsize=15);
plt.legend(labels=[r'$\alpha$ of 5%']);
```

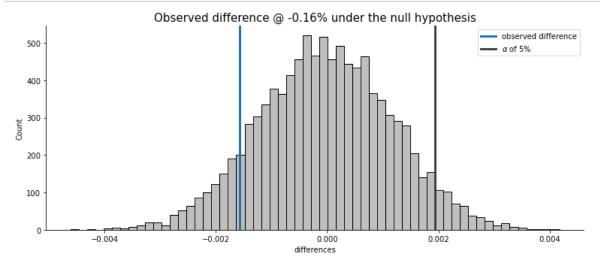


In [62]:

```
null=pd.DataFrame(null_dsprt,columns=['differences'])
```

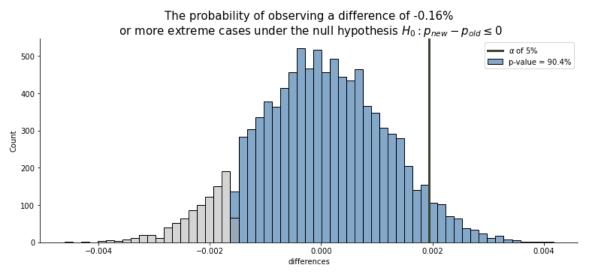
In [63]:

```
obs="{:.2%}".format(obs_diff)
sns.displot(data=null,x='differences',color='#aaaaaa',height=4.5,aspect=2.4);
plt.axvline(obs_diff,lw=3)
plt.axvline(np.percentile(null_dsprt,95),color='#3d4435',lw=3)
plt.title('Observed difference @ {} under the null hypothesis'.format(obs),fontsize=15)
plt.legend(labels=['observed difference',r'$\alpha$ of 5%'],loc='upper right');
```



In [64]:

```
null['p-value']=null['differences'].apply(lambda x: 1 if ((x > obs_diff)) else 0)
strin = 'The probability of observing a difference of {}\n or more extreme cases under
    the null hypothesis'.format(obs)
strin = strin + r" $ H_0: p_{new} - p_{old} \leq 0 $"
sns.displot(data=null,x='differences',hue='p-value',palette=['#aaaaaa','#0b5394'],legen
d=False,height=4.5,aspect=2.4);
plt.axvline(np.percentile(null_dsprt,95),color='#3d4435',lw=3)
plt.title(strin,fontsize=15);
plt.legend(labels=[r'$\alpha$ of 5%',"p-value = {:.1%}".format(null['p-value'].mean
())],loc='upper right');
```



And so our calculated p-value is

In [65]:

```
"{:.2%}".format(null['p-value'].mean())
```

Out[65]:

'90.42%'

A p-value of 90.02% is way too large to say that our observed difference of conversions came from the realm of chance, since our significance level α is 5%, and our p-value is large than α , therefore our conclusion is:

- We fail to find enough evidence to reject the null hypothesis that we've assumed previously to be true stating that
- The conversion rate of the <code>new_page</code> is the same or lower than the conversion rate of the <code>old_page</code> $H_0:p_{new}\leq p_{old}$

So now we know for a fact that we can't favour the alternate hypothesis $H_1:p_{new}>p_{old}$ over our null hypothesis $H_0:p_{new}\leq p_{old}$, we still have two question in mind.

- Is the conversion rate for both pages is the same $p_{new}=p_{old}$?
- or is the conversion rate for the <code>new_page</code> lower than the <code>old_page</code> $p_{new} < p_{old}$?

I'll be using built-in method to conduct a two-sided test, where our null hypothesis $H_0:p_{new}=p_{old}$ and our alternate is $H_1:p_{new} \neq p_{old}$

However, $H_1: p_{new} \neq p_{old}$ can be translated into:

$$p_{new} > p_{old}$$

or

$$p_{new} < p_{old}$$

but we previously know from right tailed test that:

$$p_{new} \leq p_{old}$$

And this makes our current alternate hypothesis for the two-sided test should we reject the null:

$$H_1: p_{new} < p_{old}$$

In [66]:

```
import statsmodels.api as sm

# number of conversions with the old_page
convert_old = df2.query("landing_page == 'old_page' and converted == 1").shape[0]
print('number of conversions with the old_page:',convert_old)

# number of conversions with the new_page
convert_new =df2.query("landing_page == 'new_page' and converted == 1").shape[0]
print('number of conversions with the new_page:',convert_new)

# number of individuals who were shown the old_page
n_old = df2.query("landing_page == 'old_page'").shape[0]
print('number of individuals who were shown the old_page:',n_old)

# number of individuals who received new_page
n_new = df2.query("landing_page == 'new_page'").shape[0]
print('number of individuals who received new_page:',n_new)

number of conversions with the old_page: 17489
number of conversions with the new page: 17264
```

In [67]:

-1.3109241984234394 0.18988337448195103

number of individuals who were shown the old page: 145274

number of individuals who received new page: 145310

So our calculated p-value for the two-sided test and it was 18.99% which is greater than our signiface level α of 5%, concluding that:

- We fail to find enough evidence to reject the null hypothesis that we've assumed previously to be true stating that
- The conversion rate of the <code>new_page</code> is the same as the conversion rate of the <code>old_page</code> $H_0:p_{new}=p_{old}$

A regression approach

Since each row in the dataset is either a conversion or no conversion, we'd be performing a logistic regression.

Logistic Regression

The goal is to use **statsmodels** library to fit the regression model we've specified above to see if there is a significant difference in conversion based on the page-type a customer receives. However, we first need to create the following two columns in the dataset:

- 1. intercept It should be 1 in the entire column.
- 2. ab_page It's a dummy variable column, having a value 1 when an individual receives the **treatment**, otherwise 0.

In [68]:

```
df2['intercept']=1
df2[['control','treatment']]=pd.get_dummies(df2['group'])
df2.head()
```

Out[68]:

	user_id	timestamp	group	landing_page	converted	intercept	control	treatment
0	851104	2017-01-21 22:11:48.556739	control	old_page	0	1	1	0
1	804228	2017-01-12 08:01:45.159739	control	old_page	0	1	1	0
2	661590	2017-01-11 16:55:06.154213	treatment	new_page	0	1	0	1
3	853541	2017-01-08 18:28:03.143765	treatment	new_page	0	1	0	1
4	864975	2017-01-21 01:52:26.210827	control	old_page	1	1	1	0
4								•

In [69]:

```
df2.drop(columns='control',inplace=True)
```

In [70]:

```
df2.rename(columns={'treatment':'ab_page'},inplace=True)
df2.head()
```

Out[70]:

	user_id	timestamp	group	landing_page	converted	intercept	ab_page
0	851104	2017-01-21 22:11:48.556739	control	old_page	0	1	0
1	804228	2017-01-12 08:01:45.159739	control	old_page	0	1	0
2	661590	2017-01-11 16:55:06.154213	treatment	new_page	0	1	1
3	853541	2017-01-08 18:28:03.143765	treatment	new_page	0	1	1
4	864975	2017-01-21 01:52:26.210827	control	old_page	1	1	0

Now we're going to use **statsmodels** to instantiate our regression model on the two columns we've created above, then fit the model to predict whether or not an individual converts.

In [71]:

```
logm=sm.Logit(df2['converted'],df2[['intercept','ab_page']])
results=logm.fit()
```

Optimization terminated successfully.

Current function value: 0.366118

Iterations 6

In [72]:

```
results.summary2()
```

Out[72]:

Model:			Logit	Pseudo R-squared:			0.000
Dependent Variable:			converted		AIC:	212780	.3502
Date:		2021-12	-30 14:41		BIC:		.5095
No. Observations:			290584	Log-L	Log-Likelihood:		e+05
Df Model:			1	LL-Null:		-1.0639	e+05
Df Residuals:			290582	LLF	LLR p-value:		8988
Converged:			1.0000		Scale:	1	.0000
No. Iterations:			6.0000				
Coef.		Std.Err.	z	z P> z	[0.025	0.975]	
intercept	-1.9888	0.0081	-246.6690	0.0000	-2.0046	-1.9730	
ab_page	-0.0150	0.0114	-1.3109	0.1899	-0.0374	0.0074	

So the Coef. we've calculated for ab_page is a Coef. is in a sigmoid function, we're going to do some algebra inorder to in interpret it correctly.

In [73]:

```
1/np.exp(-0.0150)
```

Out[73]:

1.015113064615719

So the interpretation for the ab_page Coef. is:

- Conversion is 1.0151 times as likey on control group than treatment group holding all other variabels constant, but
- since it's P>|z| is 18.99% which is greater than our significance level α of 5%, this means that the Coef. infact is equal to zero, rendering the previous statment incorrect.
- This was another **check** to say that $p_{new}-p_{old}=0$ using logestic regression.

Timestamp Analysis

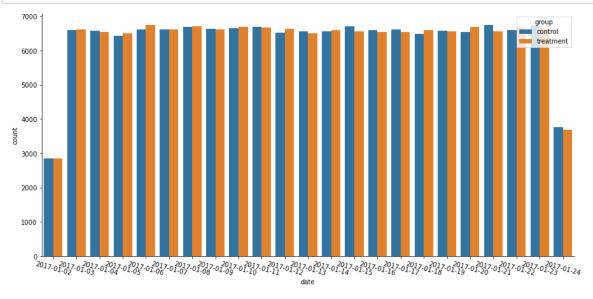
Lets have a look at the timeline and see if it was proper for our test.

In [74]:

```
df2['date']=df2.timestamp.dt.date
df2['day']=df2.timestamp.dt.day
```

In [75]:

```
order=df2.date.value_counts().sort_index().index
plt.figure(figsize=(15,7))
sns.countplot(data=df2,x='date',order=order,hue='group')
plt.xticks(rotation=-15);
sns.despine()
```



The test was performed for 23 days which is not bad considering the website's daily traffic that is around 6500 users.

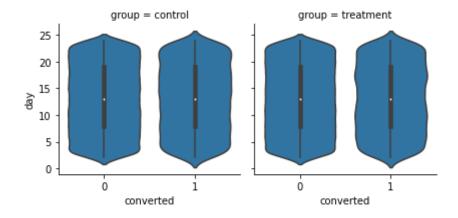
In [76]:

```
plt.figure(figsize=(15,7))
g=sns.FacetGrid(data=df2,col='group')
g.map(sns.violinplot,'converted','day');
```

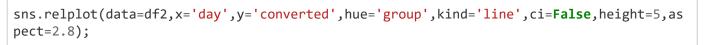
G:\anaconda3\lib\site-packages\seaborn\axisgrid.py:643: UserWarning: Using the violinplot function without specifying `order` is likely to produce an incorrect plot.

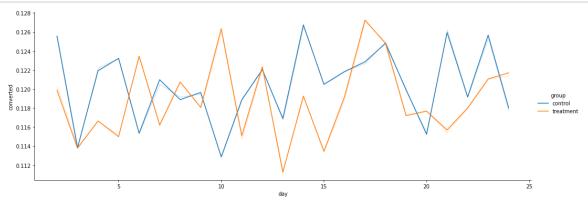
warnings.warn(warning)

<Figure size 1080x504 with 0 Axes>



In [77]:





Conversion varry between 11.2% and 12.5% for **both** groups during the 23 days of the test.

Conclusion

- We fail to reject the null hypothesis $H_0:p_{new}=p_{old}$, there is no difference between old page and new page in terms of conversion.
- We should stick with the old_page ,since we have no evidence for novelity effect or change aversion.