

# E-Commerce Data Analysis Report

## 1. Dataset Overview

- Dataset downloaded from Kaggle (Ecommerce Data).
- Contains ~536,641 transaction records.
- Includes columns: InvoiceNo, StockCode, Description, Quantity, InvoiceDate, UnitPrice, CustomerID, Country.
- Multiple countries included in the dataset.
- Revenue column created as:  $\text{Revenue} = \text{Quantity} \times \text{UnitPrice}$ .

## 2. Data Cleaning & Preprocessing Steps

- Checked dataset shape and data types using `df.shape` and `df.info()`.
- Identified missing values using `df.isnull().sum()`.
- Removed duplicate records using `df.drop_duplicates()`.
- Converted InvoiceDate to datetime format.
- Handled negative Quantity values (returns identified).
- Created new column 'Revenue' for business analysis.

## 3. Feature Engineering

- Calculated Revenue per transaction.
- Computed customer purchase frequency (unique invoices per CustomerID).
- Calculated total customer spending (sum of Revenue per CustomerID).
- Analyzed country-wise distribution using `value_counts()`.

## 4. Key Business Insights

- High transaction volume dataset suitable for sales trend analysis.
- Customer segmentation possible based on frequency and spending behavior.
- Some transactions contain negative quantities indicating product returns.
- Certain countries contribute significantly higher sales volume.

- Revenue column enables profitability and customer lifetime value analysis.

## **5. Business Applications**

- Customer segmentation and loyalty targeting.
- Sales forecasting and demand prediction.
- Identifying high-value customers.
- Market expansion analysis by country.
- Return rate and product performance analysis.