TARGET – BUSINESS CASE STUDY

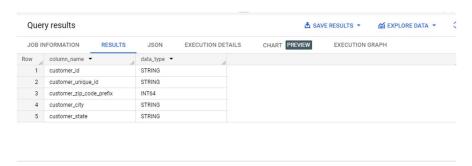
1.Import the dataset and do usual exploratory analysis steps like checking the structure & characteristics of the dataset:

A) Data type of all columns in the "customers" table.

QUERY:

select column_name, data_type from `target.information_schema.columns` where table name = 'customers'

OUTPUT:



INSIGHTS:

This will help us to understand the table and its data types.

B) Get the time range between which the orders were placed.

QUERY:

Select

min(order_purchase_timestamp) as first_order ,
max(order_purchase_timestamp) as last_order
from `target.orders`

OUTPUT:



INSIGHTS:

Here we get to know the first and last order made by the customers in the period between 2016 and 2018.

C) Count the Cities & States of customers who ordered during the given period.

QUERY:

select count(distinct c.customer_city) as Cities, count(distinct c.customer_state) as States from `target.customers` as c join `target.orders` as o on c.customer id = o.customer id

OUTPUT:



INSIGHTS:

We can see that customers ordered placed from 27 states and 4119 cities.

RECOMMENDATION:

Target can expand their business to multiple cities.

2.In-depth Exploration:

A)Is there a growing trend in the no. of orders placed over the past years?

QUERY:

select

extract(year from order_purchase_timestamp) as year, count(order_id) as no_of_orders from `target.orders` group by year order by year

OUTPUT:



INSIGHTS:

We can see that there is drastic increase in 2017 and little increase in 2018 in number of orders. Hence, we can see the growth of the company.

RECOMMENDATION:

It is recommended for the company follow the same advertising strategy to increase the number of orders.

B) Can we see some kind of monthly seasonality in terms of the no. of orders being placed?

QUERY:

select

extract(year from order_purchase_timestamp) as year,

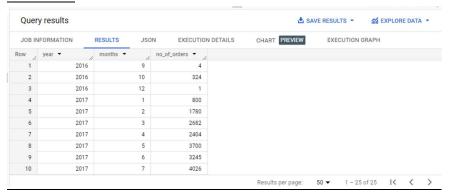
 $extract(month\ from\ order_purchase_timestamp)\ as\ months\ ,\ count(order_id)\ as\ no_of_orders$

from 'target.orders'

group by year, months

order by year, months

OUTPUT:



INSIGHTS:

We came to know there is no monthly seasonality in the given period. There is a drop in number of orders in the month of September in 2016 and 2018.

RECOMMENDATION:

So, in the month of September, the company should increase the advertising and introduce more offers.

C) During what time of the day, do the Brazilian customers mostly place their orders?

QUERY:

select

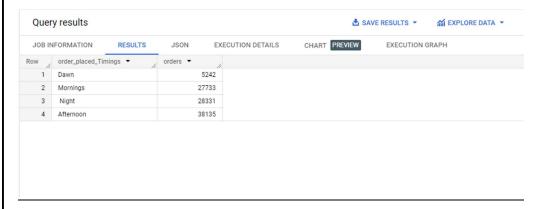
case

when extract(hour from o. order_purchase_timestamp) between 0 and 6 then 'Dawn' when extract(hour from o. order_purchase_timestamp) between 7 and 12 then 'Mornings' when extract(hour from o. order_purchase_timestamp) between 13 and 18 then 'Afternoon' else ' Night'

end as order_placed_Timings, count(*) as orders

from `target.orders` o inner join `target.customers` c on o.customer_id = c.customer_id group by order_placed_Timings order by orders

OUTPUT:



INSIGHTS:

It can be seen that large number of orders are placed during afternoon by Brazilian customers.

RECOMMENDATION:

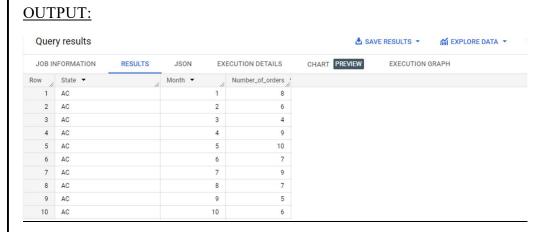
So, in the period of dawn, they should re-stock the products so the buyers who purchase in the afternoon can get fresh products.

3. Evolution of E-commerce orders in the Brazil region:

A) Get the month on month no. of orders placed in each state.

QUERY:

select c.customer_state as State,
extract(month from o.order_purchase_timestamp) as Month,
count(o.order_id) as Number_of_orders
from `target.customers` c inner join `target.orders` o
on c.customer_id = o.customer_id
group by State,Month
order by State,Month



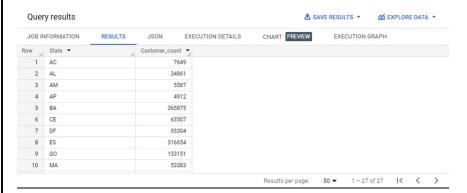
The maximum number of orders (4982) are placed in the month of August in the state of Sau Paulo (SP) and the minimum (2) in the month of September in the state Amapa (AP).

B) How are the customers distributed across all the states?

QUERY:

select customer_state as State, count(customer_unique_id) as Customer_count from `target.customers` c inner join `target.geolocation` g on c.customer_zip_code_prefix = g.geolocation_zip_code_prefix Group by c.customer_state order by c.customer_state, Customer_count

OUTPUT:



INSIGHTS:

The customers are not distributed evenly across all the states. We can see that the maximum number of customers are present in the state of Sau Paulo (SP) and minimum in the state of Roraima (RR).

RECOMMENDATION:

It is recommended for the company to have enough manpower in the states with large number of customers to manage the business more effectively.

4.Impact on Economy: Analyze the money movement by e-commerce by looking at order prices, freight and others.

A) Get the % increase in the cost of orders from year 2017 to 2018 (include months between Jan to Aug only).

QUERY:

```
with cte as (
select
extract(year from o.order purchase timestamp) as year,
extract(month FROM o.order purchase timestamp) as month,
sum(p.payment value) as total cost
from 'target.orders' o inner join 'target.payments' p
on o.order id = p.order id
where
extract(year from o.order purchase timestamp) in (2017, 2018)
and
extract(month from o.order purchase timestamp) between 1 and 8
group by year, month)
select
(sum(case when year = 2018 then total cost end) -
 sum(case when year = 2017 then total cost end)) /
 sum(case when year = 2017 then total cost end) * 100 as percentage increase
from cte
```

OUTPUT:



INSIGHTS:

From the output the cost of orders has increased 136.98% from the year 2017 to 2018 considering the months of January to august only

RECOMMENDATION:

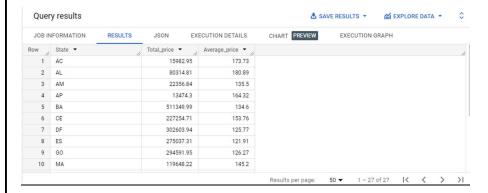
It is suggested the company follow the same business strategy that is followed in the year 2018, since we can see a great growth in the numbers.

B) Calculate the Total & Average value of order price for each state.

QUERY:

```
select
c.customer_state as State,
round(sum(oi.price),2) as Total_price,
round(avg(oi.price),2) as Average_price
from `target.orders` o inner join `target.customers` c
on c.customer_id = o.customer_id
inner join `target.order_items` oi
on o.order_id = oi.order_id
group by c.customer_state
order by c.customer state
```

OUTPUT:



INSIGHTS:

It is observed that (SP) has the maximum total price (5202955.05). (RR) has the minimum total price (7829.43)

RECOMMENDATION:

The company must focus more on the states with minimum total price.

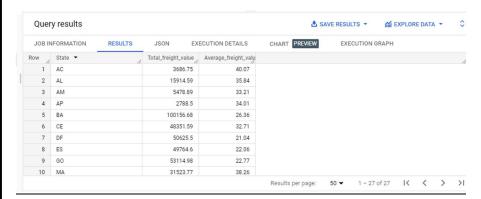
C) Calculate the Total & Average value of order freight for each state

QUERY:

```
select
c.customer_state as State,
round(sum(oi.freight_value),2) as Total_freight_value,
round(avg(oi.freight_value),2) as Average_freight_value
from `target.orders` o inner join `target.customers` c
on c.customer_id = o.customer_id
inner join `target.order_items` oi
on o.order_id = oi.order_id
group by c.customer_state
```

order by c.customer state

OUTPUT:



INSIGHTS:

It is observed that (SP) has the maximum total freight (718723.07) and minimum average freight value (15.15). (RR) has the minimum total price (2235.19) and maximum freight value (42.98). This shows that it takes 3 times the cost of delivery in (RR) compared to (SP).

RECOMMENDATION:

The company must try to decrease the freight value in states with high average freight value by changing the delivery policy.

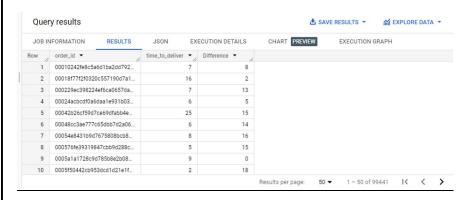
5. Analysis based on sales, freight and delivery time.

A) Find the no. of days taken to deliver each order from the order's purchase date as delivery time. Also, calculate the difference (in days) between the estimated & actual delivery date of an order.

QUERY:

select order_id,
date_diff(order_delivered_customer_date,order_purchase_timestamp,day) as time_to_deliver,
date_diff(order_estimated_delivery_date,order_delivered_customer_date,day) as Difference
from `target.orders`
order by order id

OUTPUT:



Most of the orders are delivered within 10 days (about 1 and a half weeks) of order being placed, a very few orders take a long duration to be delivered. The difference column shows that most of the orders are delivered before the estimated date of delivery.

RECOMMENDATION:

The company must look into the orders with large time to deliver and the place, distance covered and improvise the delivery system.

B) Find out the top 5 states with the highest & lowest average freight value.

QUERY:

```
(select c.customer state as States,
avg(oi.freight value) as Average freight value,
dense rank() over (order by avg(oi.freight value) desc) as rnk average freight value, "Top 5" as position
from 'target.orders' o inner join 'target.customers' c
on c.customer id = o.customer id
inner join 'target.order items' oi
on o.order id = oi.order id
group by c.customer state
order by rnk average freight value
limit 5)
union distinct
(select c.customer state as States,
avg(oi.freight value) as Average freight value,
dense rank() over (order by avg(oi.freight value) desc) as rnk average freight value,
"Bottom 5" as position
from 'target.orders' o inner join 'target.customers' c
on c.customer id = o.customer id
inner join 'target.order items' oi
on o.order id = oi.order id
group by c.customer state
order by rnk average freight value desc
limit 5)
```

OUTPUT:

Query results						
JOB INFORMATION RESULTS		JSON EXECUTION DETAILS		CHART PREVIEW	EXECUTION GRAPH	
Row	States ▼	Average_freight_valu	rnk_average_freight_	position -	/	
1	RR	42.98442307692	1	Top 5		
2	PB	42.72380398671	2	Top 5		
3	RO	41.06971223021	3	Top 5		
4	AC	40.07336956521	4	Top 5		
5	PI	39.14797047970	5	Top 5		
6	SP	15.14727539041	27	Bottom 5		
7	PR	20.53165156794	26	Bottom 5		
8	MG	20.63016680630	25	Bottom 5		
9	RJ	20.96092393168	24	Bottom 5		
10	DF	21.04135494596	23	Bottom 5		

We can see the top 5 states which have maximum average freight value.

RECOMMENDATION:

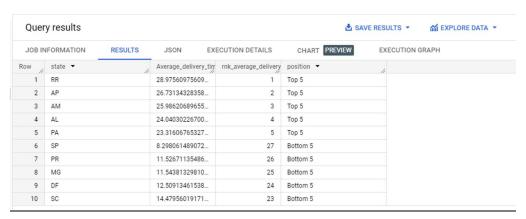
The company must try to decrease the freight value in states with high average freight value by changing the delivery policy.

C) Find out the top 5 states with the highest & lowest average delivery time.

QUERY:

```
with cte as(
 select c.customer state,
 date diff(o.order delivered customer date,o.order purchase timestamp,day) as delivery time
 from 'target.orders' o inner join 'target.customers' c
 on c.customer id = o.customer id
 order by delivery time
(select customer state as state,
avg(delivery time) as Average delivery time,
dense rank() over(order by avg(delivery time) desc ) as rnk average delivery time,
"Top 5" as position
from cte
group by customer state
order by rnk_average delivery time
limit 5)
UNION DISTINCT
(select customer state as state,
avg(delivery time) as Average delivery time,
dense rank() over(order by avg(delivery time) desc ) as rnk average delivery time,
"Bottom 5" as position
from cte
group by customer state
order by rnk average delivery time desc
limit 5)
```

OUTPUT:



We can see the top 5 of highest and lowest states which have maximum average delivery time.

RECOMMENDATION:

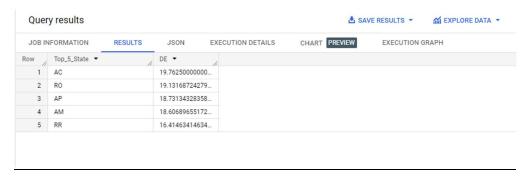
The company has to concentrate on the cities with maximum average delivery time. It has to look into the average distance covered to enhance the delivery service.

D) Find out the top 5 states where the order delivery is really fast as compared to the estimated date of delivery.

QUERY:

```
select c.customer_state as Top_5_State,
avg(date_diff(o.order_estimated_delivery_date,o.order_delivered_customer_date,day)) as DE
from `target.orders` o inner join `target.customers` c
on c.customer_id = o.customer_id
where o.order_delivered_customer_date is not null
group by c.customer_state
order by DE desc
limit 5
```

OUTPUT:



INSIGHTS:

We can see the states where the delivery is fast compared to the estimated date of delivery.

RECOMMENDATION:

The company must increase the number of vehicles used for transportation to enhance delivery service.

6) Analysis based on the payments:

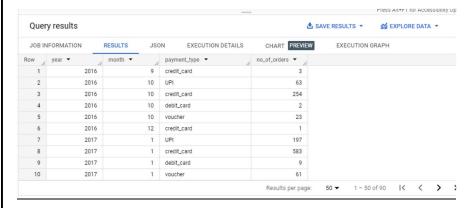
A) Find the month on month no. of orders placed using different payment types.

QUERY:

```
select
```

extract(year from o.order_purchase_timestamp) as year,
extract(month from o.order_purchase_timestamp) as month,
p.payment_type as payment_type,
count(o.order_id) as no_of_orders
from `target.orders` o inner join `target.payments` p
on o.order_id = p.order_id
group by year,month,payment_type
order by year,month,payment type

OUTPUT:



INSIGHTS:

It can be noticed from the output that maximum payments have been made through credit cards and min with debit cards.

RECOMMENDATION:

Since most of the payments are through credit cards the company can avail offer for the customer who pay through credit card.

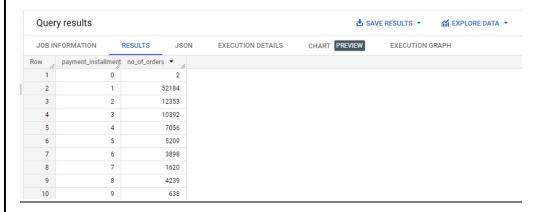
B) Find the no. of orders placed on the basis of the payment installments that have been paid.

QUERY:

select

p.payment_installments,count(o.order_id) as no_of_orders from `target.orders` o inner join `target.payments` p on o.order_id = p.order_id where o.order_status != 'canceled' group by p.payment_installments order by p.payment installments,no of orders desc

OUTPUT:



INSIGHTS:

It can be noticed from the output that maximum orders have been made through in a single installment.

RECOMMENDATION: