

# **T<sub>R</sub>**TRANSRATER

PREDICT TRANSPORTATION COST EASIER

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*Supported By Global Operations Science & Analytics Team*

DHL Supply Chain - Excellence. Simply Delivered.

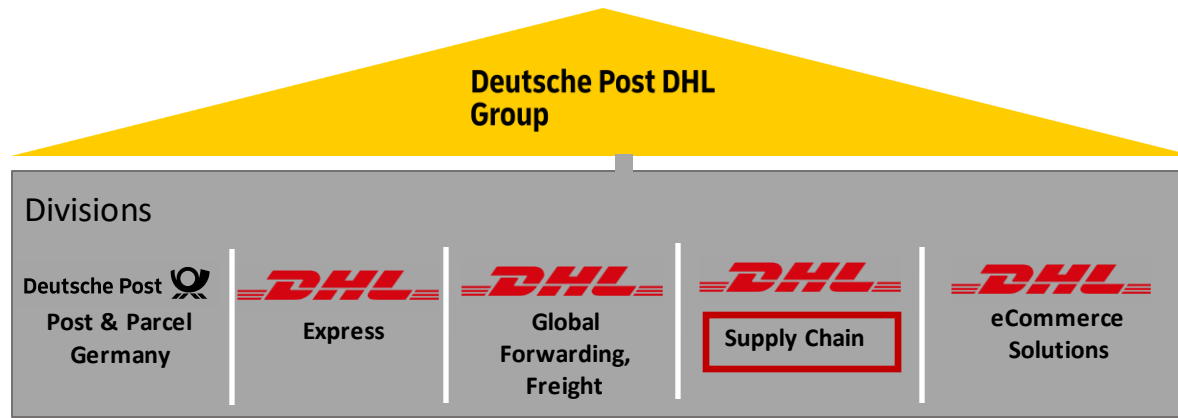
October 2022



## About DHL Supply Chain



DHL Supply Chain is a division of Deutsche Post DHL Group with a global network and an extensive logistics portfolio that deals with warehousing, transport and VAS for other companies



DHL Supply Chain is the

# #1

**Contract Logistics Provider**

Managing Supply Chains  
to reduce complexities



**50+**  
Countries Covered

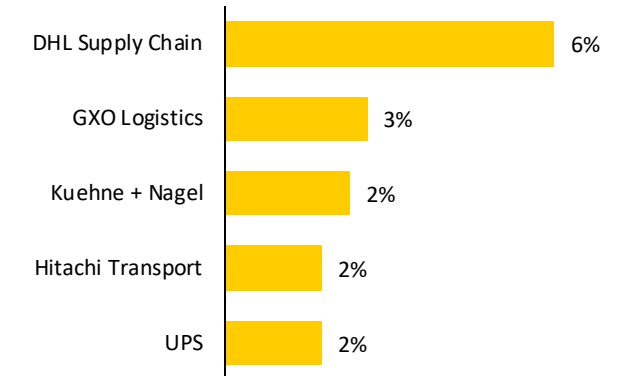


**~160M**  
sq. footage of storage space

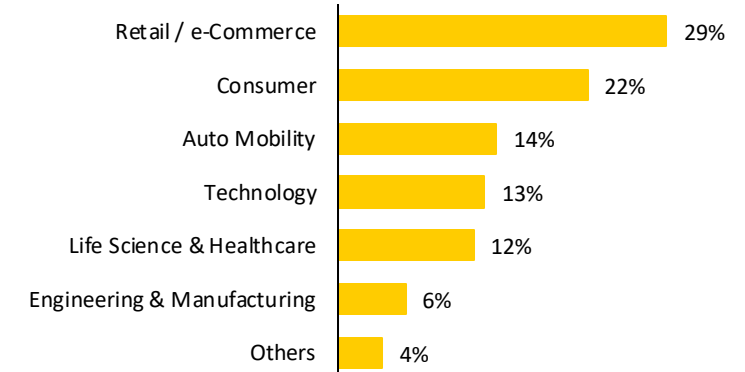


**~ € 14bn**  
Revenue

### Market Position



### 2021 Revenue Mix





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- 1 Project Overview
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- 3 Data Cleaning
- 4 Model Design
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## Project Overview



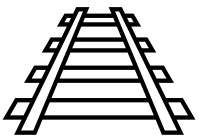
DHL Transportation Solution Team quotes third-party companies contract prices or spot prices to find feasible transportation solutions for client's shipments



TruckLoad Shipment (TL)



Less-Than-TruckLoad Shipment (LTL)



Intermodal Shipment (Railway)

### DHL Transport Solution Team:

- The team considers quoted price in different data frames as a benchmark to find lowest price
- The team will save quoted price and historical shipments in the database

### With available historical shipment data and quoted price data:

A Learning models is asked to **predict future transportation rates** by inputting available shipment information and quoted price.

## Data Description



Data is provided by DHL Operation and Analytics Team. All data is for study use and has been masked

### Historical Shipment Data (MT\_Data)

**Description:** The dataset includes 4 month historical shipment information

**Column:** 31

**Rows:** 4,963,508

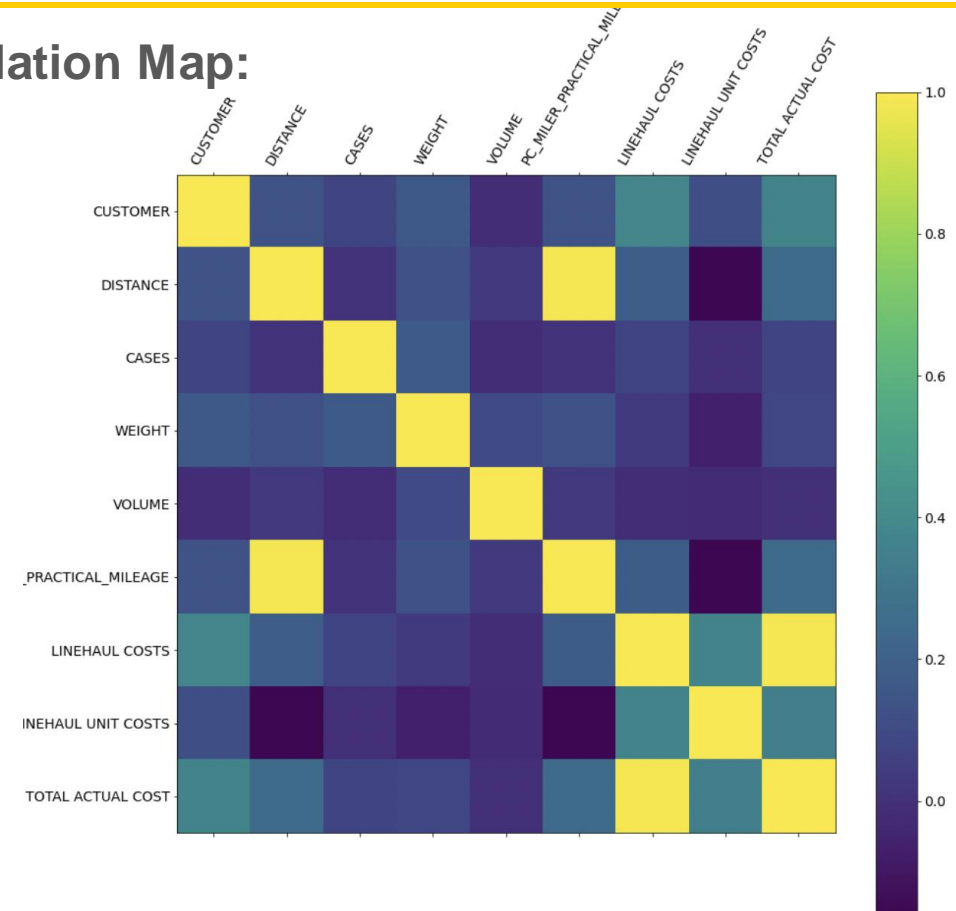
### Historical Quoted Price Data (DAT\_Data)

**Description:** The dataset includes 4 month historical quoted price data information

**Column:** 40

**Rows:** 63,486

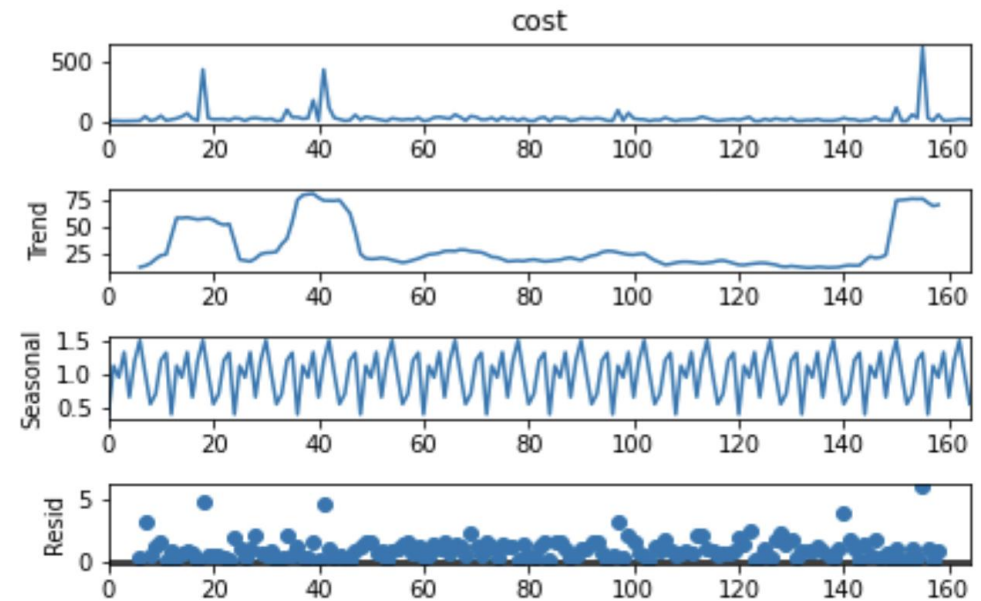
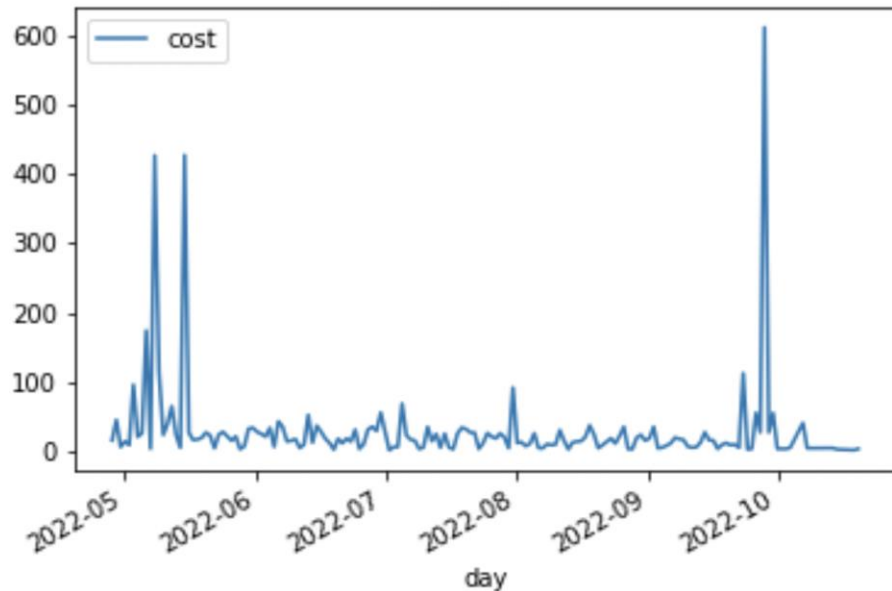
### Correlation Map:



## Exploratory Data Analysis



Data is provided by DHL Operation and Analytics Team. All data is for study use and has been masked



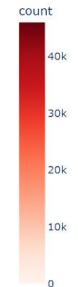
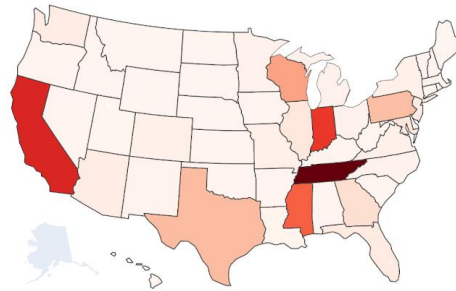
## Exploratory Data Analysis



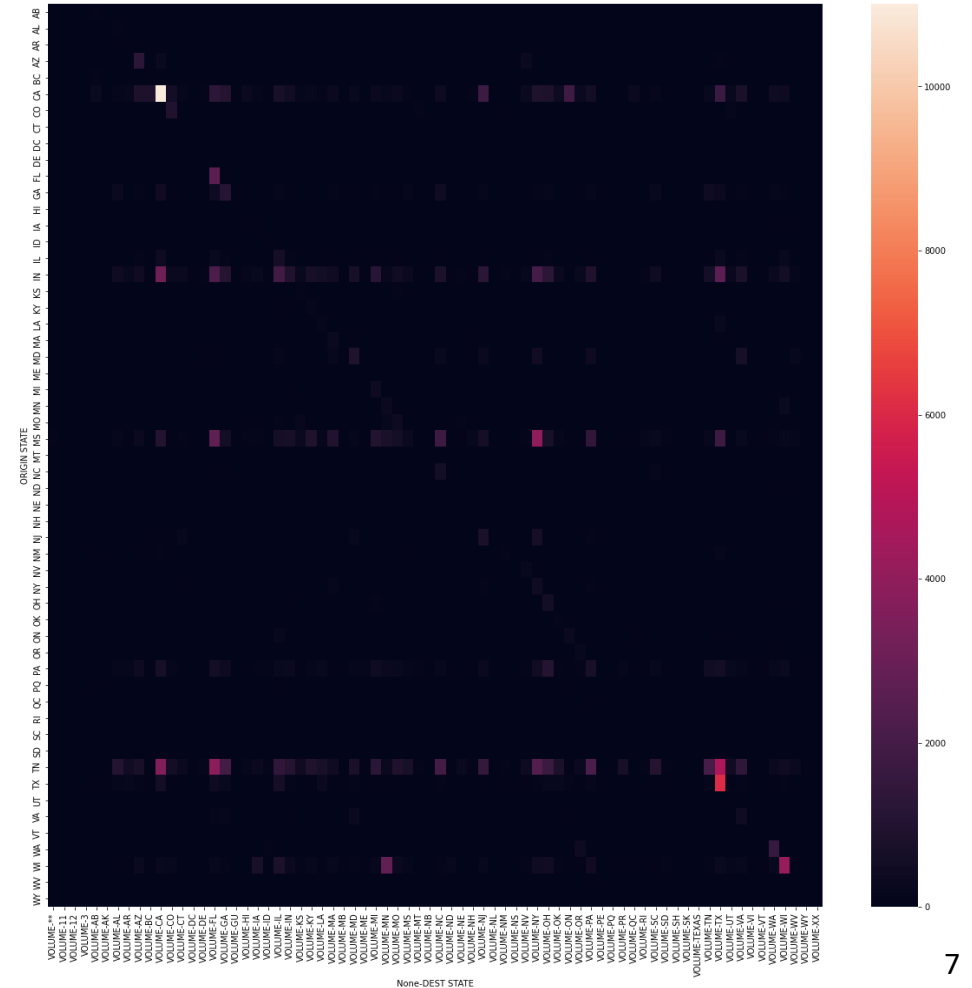
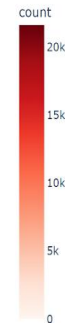
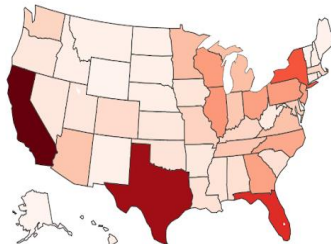
Data is provided by DHL Operation and Analytics Team. All data is for study use and has been masked

### Shipment Map:

cases count of different origin state



cases count of different destination state



## Data Cleaning



Data Cleaning is a critical working before we implementing model

STEPS	DESCRIPTION
<b>Merge two datasets</b>	Using Zip information and Appointed Shipping time as foreigner key to connect two tables
<b>Narrow dataset by location</b>	Collect records only for US and Canada Shipment
<b>Splitting Raw Data</b>	The original data is arranged into three for LTL, TL, and Railway datasets
<b>Removing NA data</b>	If a record has missing information in LINEHAUL COSTS , FUEL COSTS, ACC. COSTS, TOTAL ACTUAL COST, the record will be removed from model training.
<b>Fix Zip related feature</b>	Correctly zip into a correct US or Canada format
<b>Correct Data</b>	Compare Only keeps records whose shipment data is not later than quotes time
<b>Splitting Raw Data</b>	The original data is arranged into three for specific model training

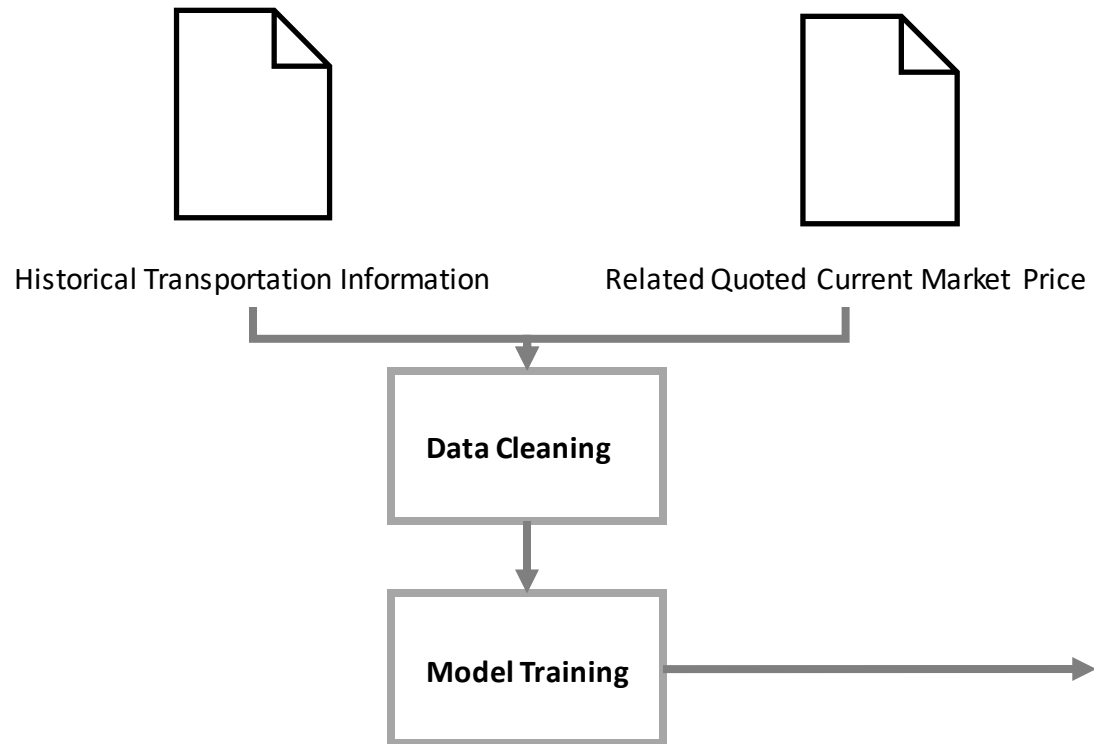


## Data Cleaning Working Flow

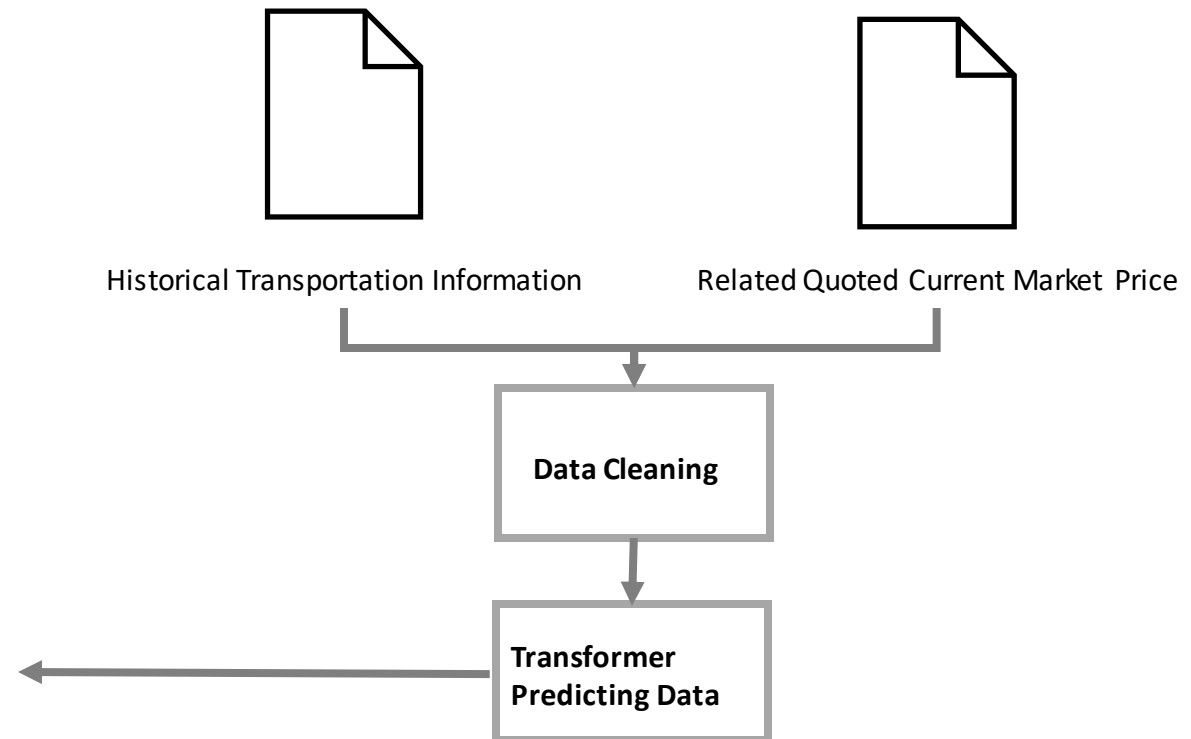


Data Cleaning is a critical working before we implementing model

### Training Process



### Predicting Process



## NN Model Building



We use PyTorch to build a class to train a sample model

Step 1

Splitting Training data and Test data

Step 2

Building a Neural Network

Step 3

Setting Accuracy Measurement for Loss Calculation

Step 4

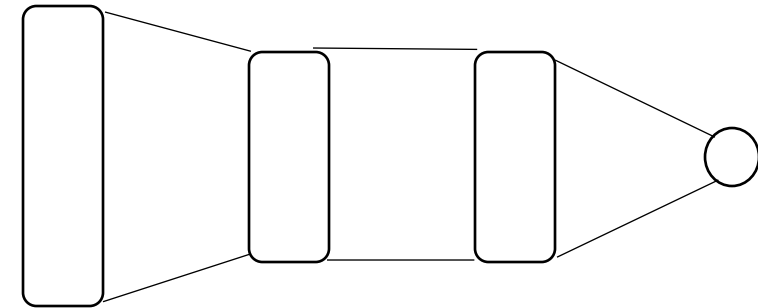
Setting Gradient Descent as Model Optimizer

Step 5

Building a Learning Epoch

Step 6

Record Test Error



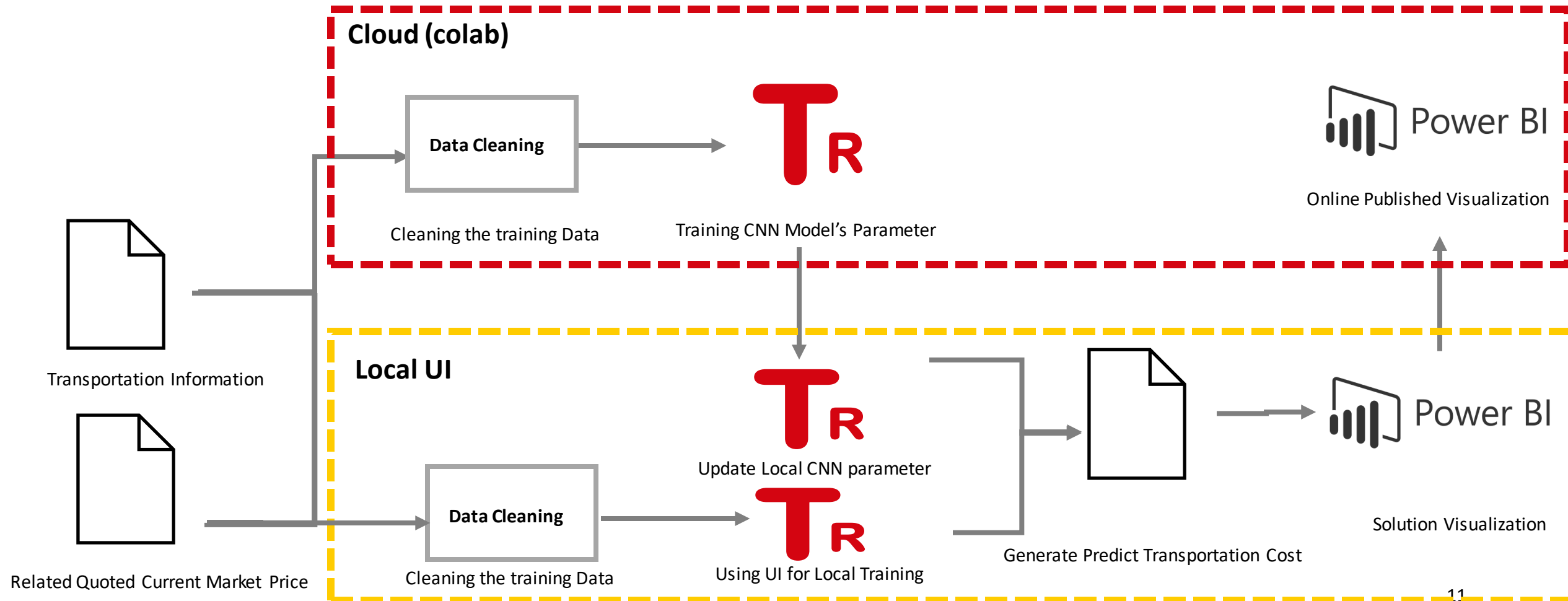
### Hyperparameter and Outcome

Activation Function	ELU, ReLU
Hidden Layers	2
Hidden Layers Size	size of training row*2/3
Loss Measurement	SMAPE
Learning Epoch	10000

## TransRater Completed Working Flow Overview



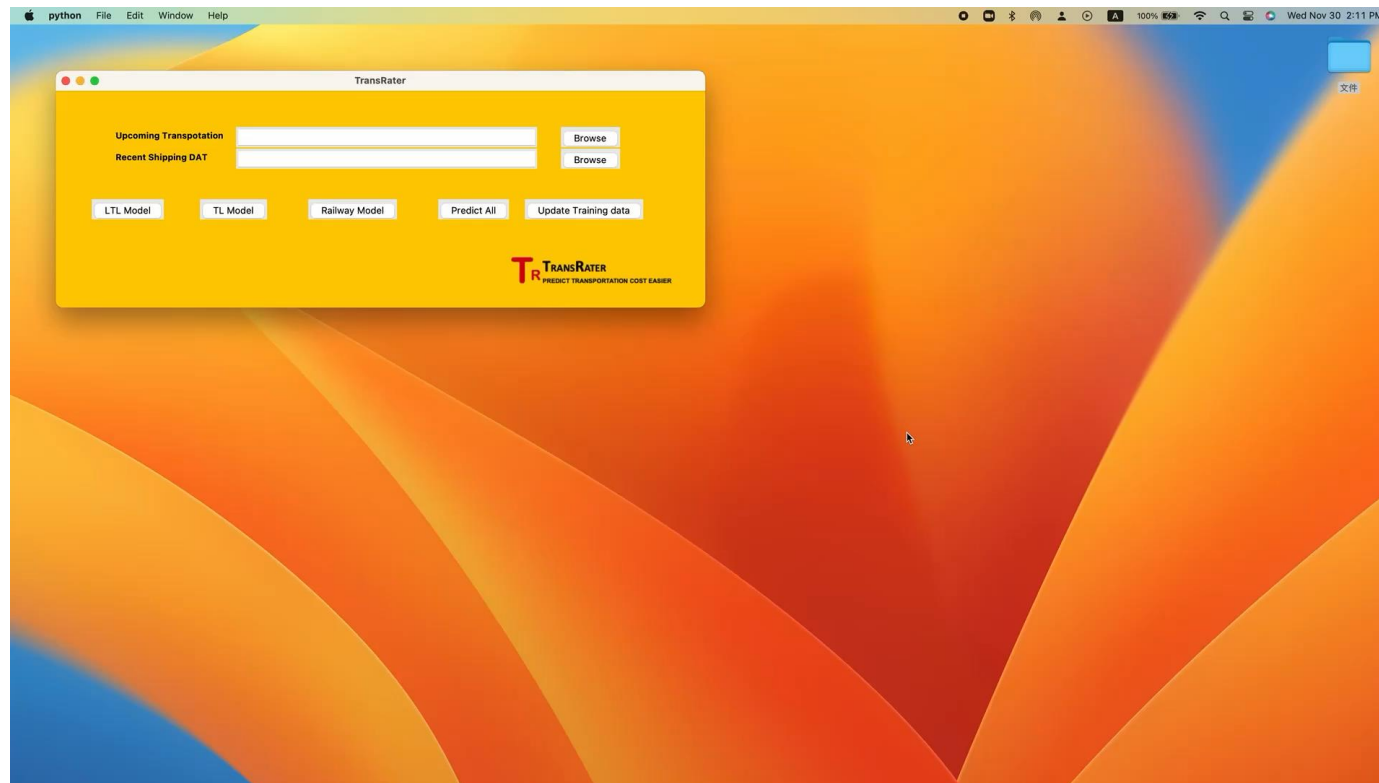
Rather than complete TransRater for the current class requirement, the complete working flow will include more steps



## UI Demo



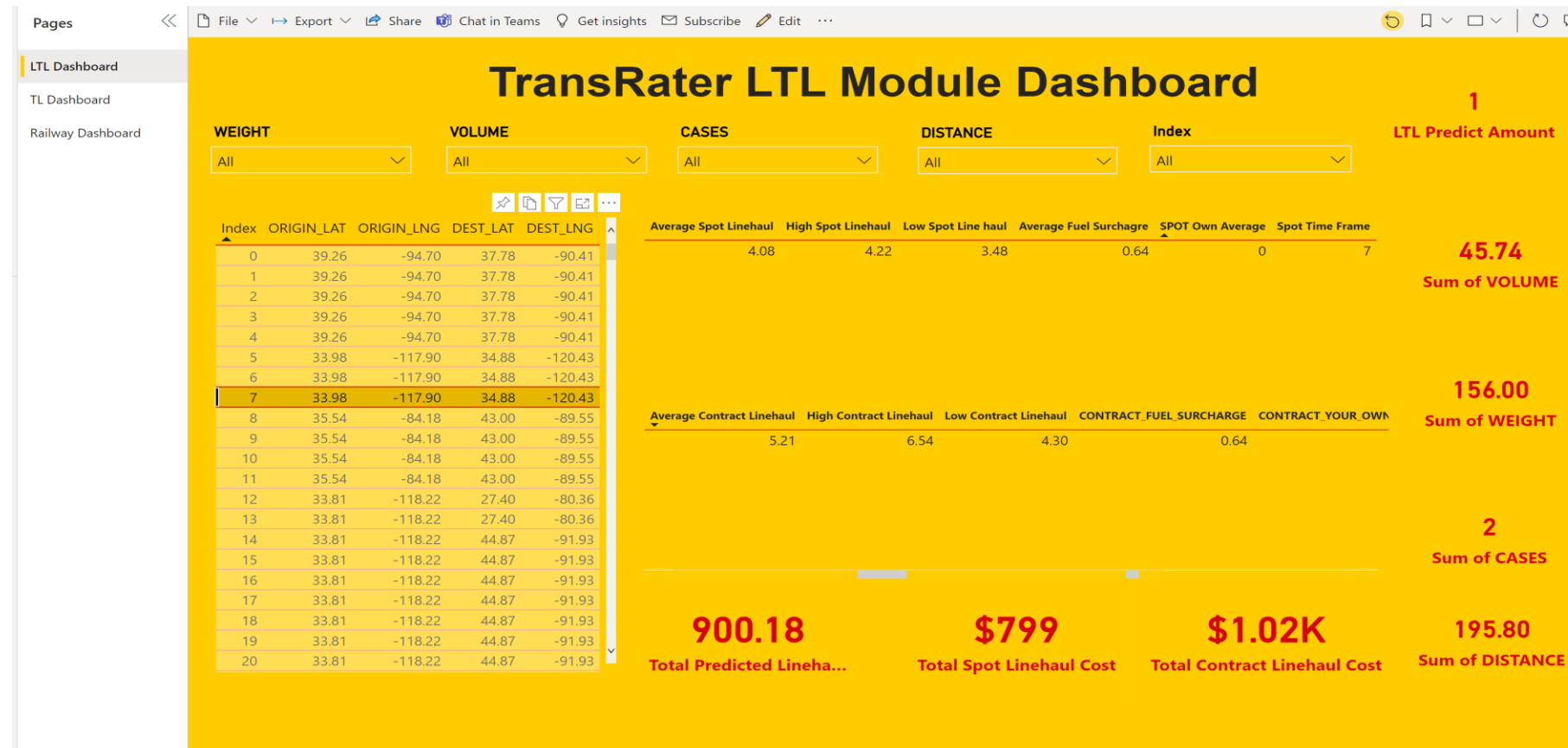
TransRater has a User Interface to help Transportation Solution Teams predict transportation quoted price



## PowerBI Visulization



We use PowerBI to build a Dashboard for prediction visualization.



Demo

## Challenge



Data Cleaning is a critical working before we implementing model

### Challenge

### Description

#### Data Cleaning

- The data size cause data cleaning very time consuming
- The data need multiple step in data cleaning
- We need multiple different standards to clean training data and predict data

#### Modeling

- Because of Colab limitation, our model can only learn 1/15 data
- While we want the model available for local training, it is almost impossible to implement
- Cannot find well benchmark models for comparsion

#### UI

- The current version cannot display user each step's running time
- The current version does not support customized predicting input
- The current version does not support NN model's hyperparameter change in model training

## Github




Link: [https://github.com/PeterTian96/ML\\_Project\\_Transportation\\_Rate](https://github.com/PeterTian96/ML_Project_Transportation_Rate)

main
1 branch
0 tags
Go to file
Add file
<> Code

<b>PeterTian96</b> Delete .DS_Store <span>6aab16d 16 seconds ago</span> <span>🕒 44 commits</span>	
Data_Analytics_Version	update all <span>last month</span>
TransRater	final update <span>3 minutes ago</span>
README.md	Update README.md <span>last month</span>
TransRate Proposal.pdf	update <span>last month</span>
TransRater.zip	final update <span>3 minutes ago</span>

☰ README.md
✎



### Quick Navigation

[Goal](#)