# Shopify

May 22, 2022

# 1 Question 1

### 1.1 Introduction

Like any other python project, we begin by importing some important libraries and modules:

```
[2]: import pandas as pd
import matplotlib
import matplotlib.pyplot as plt
```

We begin by reading the data:

```
[3]: d1 = pd.read_csv("2019-Winter-Data-Science-Intern-Challenge-Data-Set-Sheet1.

⇔csv")
d1.head(2)
```

```
[3]:
        order_id
                  shop_id user_id order_amount total_items payment_method
     0
               1
                       53
                                746
                                              224
                                                              2
                                                                           cash
     1
               2
                       92
                                925
                                               90
                                                              1
                                                                           cash
                 created_at
        2017-03-13 12:36:56
     1 2017-03-03 17:38:52
```

### 1.2 Exploratory Data Analysis:

It is a good practice to conduct basic exploratory analysis to get a better sense of data.

```
[4]: d1.size # there are 35000 data entries
```

[4]: 35000

```
[5]: d1.describe()# gives general statistics such as count, mean, standard

→ devaiation, minimum, maximum value etc.
```

```
[5]:
               order_id
                              shop_id
                                            user_id
                                                      order_amount
                                                                     total_items
            5000.000000
                          5000.000000
                                       5000.000000
                                                       5000.000000
                                                                      5000.00000
     count
            2500.500000
                            50.078800
                                         849.092400
     mean
                                                       3145.128000
                                                                         8.78720
                                          87.798982
            1443.520003
                            29.006118
                                                      41282.539349
                                                                       116.32032
     std
```

```
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
       5000.000000
                      100.000000
                                    999.000000
                                                704000.000000
                                                                  2000.00000
max
```

order\_amount seems to have the an unusually high standard deviation. the range is wide from 90 units to 704000 units. We could use this information later.

```
[6]: d1.count()
 [6]: order_id
                         5000
      shop_id
                         5000
      user id
                         5000
      order_amount
                         5000
      total items
                         5000
      payment_method
                         5000
      created at
                         5000
      dtype: int64
 [8]: d1.isna().sum() # No null Values.
 [8]: order id
                         0
                         0
      shop_id
                         0
      user id
      order_amount
                         0
      total_items
                         0
      payment_method
                         0
      created_at
                         0
      dtype: int64
 [9]: len(d1) # 5000 rows
 [9]: 5000
[10]: d1.mean() # all the means
```

C:\Users\prate\anaconda3\envs\shopify\lib\site-packages\ipykernel\_launcher.py:1:
FutureWarning: Dropping of nuisance columns in DataFrame reductions (with 'numeric\_only=None') is deprecated; in a future version this will raise
TypeError. Select only valid columns before calling the reduction.

"""Entry point for launching an IPython kernel.

[10]: order\_id 2500.5000 shop\_id 50.0788 user\_id 849.0924 order\_amount 3145.1280 total items 8.7872

dtype: float64

Notice the average or order\_amount. it is 3145.1280. The average of order\_amount was considered as AOV (average order value). This is not considered an accurate calculator of AOV.

A more accurate approach for  $AOV = sum\ of\ order\_amount\ /\ sum\ of\ order\_amount$ 

There are a couple of approaches that can be considered. \* 1 - We could calculate the total order\_amount and divide it by the sum of total\_items. \* 2 - We could also calculate the individual averages (create a new column avg\_aovs = order\_amount/total\_amount) and then futher take the average of this new column. When we say 'averages' we could do 2 things: — 2a - mean of the avg\_aovs — 2b - median of the avg\_aovs

# 1.3 Analysis and Observation

```
[11]: AOV_1 = d1['order_amount'].sum() / d1['total_items'].sum()
AOV_1
```

[11]: 357.92152221412965

this is without tkaing outliers into consideration. Let us look for outliers in the order\_amount and total\_items features.

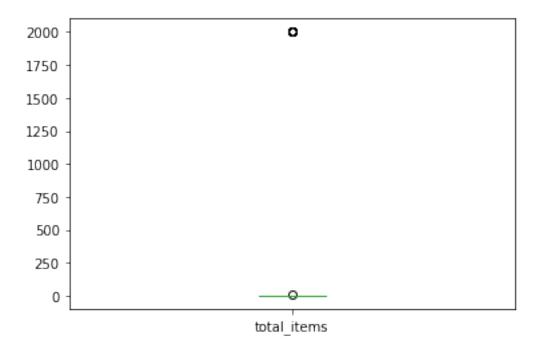
```
[12]: # boxplots for order_amount and total_items
d1['order_amount'].plot(kind = 'box')
```

### [12]: <AxesSubplot:>



```
[13]: d1['total_items'].plot(kind = 'box')
```

#### [13]: <AxesSubplot:>



The boxplots suggests presence of outliers. Its not a great practice to simply remove outliers as they can potentially showcase interesting insights of the situation. It is a good practice to always first investigate the outliers and then make a more informed decision as to how to preced further. For the sake of this project, since we have limited information, let us attempt to remove the outliers and see.

We define a function 'outliers' which we will use to create a list of indcies that contain outliers for the respective feature. We are developing a function since we might need to perform this a number of times. this function will return a list of indicies that contain the outlier for respective feature.

In addition we develop another function, 'remove'. this function, will take returned list from 'outliers' function and return a clean dataframe without the outliers.

Observations that are significantly away from the rest of the data are called outliers. Generally, values beyond 3 standard deviations are considered oultier. We will follow this rule of thumb for this project.

```
[17]: def outliers(df, ft):
    Q1 = df[ft].quantile(0.25)  # defining the 1st quantile
    Q3 = df[ft].quantile(0.75)  # defining the 3rd quantile
    IQR = Q3 - Q1
    lower_bound = Q1 - 1.5 * IQR  # 1.5 + 1.5 = 3 standard deviation
    upper_bound = Q3 + 1.5 * IQR
```

```
# getting the indexes
                                              # OR operater
          ls = df.index[(df[ft] < lower_bound) | (df[ft] > upper_bound)]
          # anything lower than the lower bound OR anything greater than the upper_
       \rightarrowbound
          return ls # list
      def remove(df, ls):
                                # ls -> index list
          ls = sorted(set(ls)) # to get unique indices in ascending order.
          df2 = df.drop(ls)
                              # drop the respective indicies, df2 is the clean_
       \hookrightarrow dataframe.
          return df2
[19]: ind_ls_1 = []
      for i in ['order_amount', 'total_items']:
          ind_ls_1.extend(outliers(d1, i))
      ind_ls_1 # these are the indices of the outliers
      d1_clean = remove(d1, ind_ls_1)
      d1_clean
[19]:
            order_id shop_id user_id order_amount total_items payment_method \
                                    746
                                                   224
      0
                   1
                            53
                                                                   2
                                                                               cash
                   2
                            92
      1
                                    925
                                                    90
                                                                   1
                                                                               cash
      2
                   3
                            44
                                                   144
                                                                   1
                                    861
                                                                               cash
                   4
      3
                                                                        credit card
                            18
                                    935
                                                   156
      4
                   5
                            18
                                    883
                                                                        credit card
                                                   156
      4995
                4996
                            73
                                    993
                                                   330
                                                                   2
                                                                              debit
      4996
                4997
                            48
                                    789
                                                   234
                                                                   2
                                                                               cash
      4997
                4998
                            56
                                    867
                                                   351
                                                                  3
                                                                               cash
      4998
                4999
                            60
                                    825
                                                   354
                                                                  2
                                                                        credit card
      4999
                5000
                            44
                                    734
                                                   288
                                                                   2
                                                                              debit
                     created_at
      0
            2017-03-13 12:36:56
      1
            2017-03-03 17:38:52
      2
             2017-03-14 4:23:56
      3
            2017-03-26 12:43:37
      4
             2017-03-01 4:35:11
      4995 2017-03-30 13:47:17
      4996 2017-03-16 20:36:16
      4997
             2017-03-19 5:42:42
      4998 2017-03-16 14:51:18
      4999 2017-03-18 15:48:18
```

```
[4859 rows x 7 columns]
```

```
[21]: aov2 = d1_clean['order_amount'].sum() / d1_clean['total_items'].sum() aov2

[21]: 150.60816800337696
```

```
[22]: aov3 = d1_clean['order_amount'].mean() / d1_clean['total_items'].mean() aov3
```

```
[22]: 150.60816800337696
```

```
[24]: # aov4 = d1_clean['order_amount'].mode() / d1_clean['total_items'].mode() # aov4
```

[24]: 0 76.5 dtype: float64

Another approach is to calculate respective averages and then calculate the average of the average order value. for this we need to create a new column which is the ratio of order\_amount and total items. We will name the new column 'avg'.

it is generally prefered that the original imported datafame should not be manipulated. Since we are attempting to create a new column avg\_aovs, let us first create a copy of the original dataframe and work on that one.

```
[27]: d2 = d1.copy() d2.head(2)
```

```
[27]:
         order id
                            user_id order_amount total_items payment_method \
                   shop id
      0
                 1
                         53
                                 746
                                                224
                                                                2
                                                                             cash
                 2
                         92
      1
                                 925
                                                 90
                                                                1
                                                                             cash
```

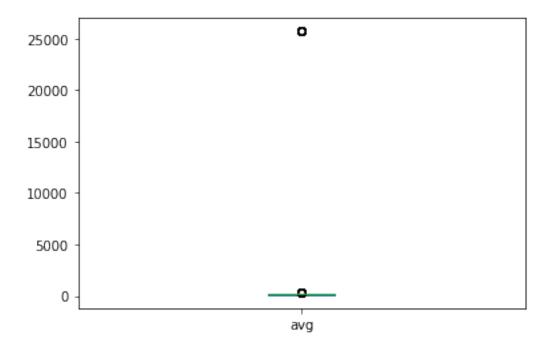
```
created_at
0 2017-03-13 12:36:56
1 2017-03-03 17:38:52
```

```
[28]:
         order id
                    shop_id
                             user_id order_amount total_items payment_method \
                         53
                                 746
                                                224
      0
                1
                                                                2
                                                                             cash
                 2
                         92
                                 925
                                                 90
      1
                                                                1
                                                                             cash
                   created_at
                                 avg
      0 2017-03-13 12:36:56
                               112.0
```

1 2017-03-03 17:38:52 90.0

```
[30]: # let us look for outliers of avg column. and attempt to remove them
d2['avg'].plot(kind = 'box')
```

# [30]: <AxesSubplot:>



```
[31]: # removing outliers:
ind_12_2 = []
ind_1s_2.extend(outliers(d2, 'avg'))
ind_1s_2 # these are the indices of the outliers
d2_clean = remove(d2, ind_1s_2)
d2_clean
```

[31]:		order_id	${ t shop\_id}$	user_id	order_amount	total_items	payment_method	\
	0	1	53	746	224	2	cash	
	1	2	92	925	90	1	cash	
	2	3	44	861	144	1	cash	
	3	4	18	935	156	1	credit_card	
	4	5	18	883	156	1	credit_card	
	•••	•••					•	
	4995	4996	73	993	330	2	debit	
	4996	4997	48	789	234	2	cash	
	4997	4998	56	867	351	3	cash	
	4998	4999	60	825	354	2	credit_card	
	4999	5000	44	734	288	2	debit	
			created a	t aνσ				

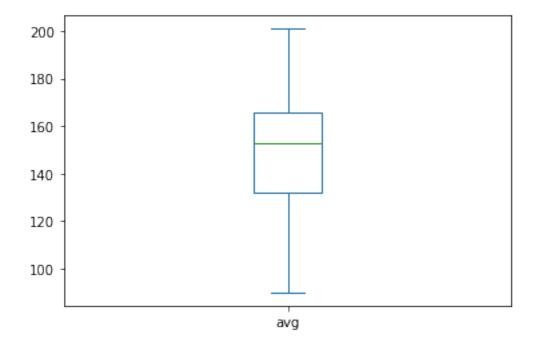
created\_at avg

```
0
     2017-03-13 12:36:56 112.0
1
     2017-03-03 17:38:52
                           90.0
2
      2017-03-14 4:23:56 144.0
3
     2017-03-26 12:43:37
                          156.0
      2017-03-01 4:35:11 156.0
     2017-03-30 13:47:17 165.0
4995
4996 2017-03-16 20:36:16 117.0
4997
      2017-03-19 5:42:42 117.0
4998 2017-03-16 14:51:18 177.0
4999 2017-03-18 15:48:18 144.0
```

[4903 rows x 8 columns]

```
[32]: d2_clean['avg'].plot(kind = 'box')
```

## [32]: <AxesSubplot:>



```
[34]: aov5 = d2_clean['avg'].mean()
aov5
```

[34]: 150.40016316540894

```
[36]: 153.0
```

```
[37]: # aov7 = d2_clean['avg'].mode()
# aov7
```

[37]: 0 153.0 dtype: float64

#### 1.4 Conclusion:

We are only considering mean and median since the feature is quantitative. Had the feature been qualitative, we would have considered mode.

Based on our analysis, \$150 dollar seem to be a more accurate Average of value for the given situation.

# 2 Question 2

### 2.0.1 Part A: How many orders were shipped by speedy express in total?

Orders table contain details of orders. This is our main table. We need to count all the orders shipped by 'Speedy Express'. The table consists of ShipperID. We need to identify which Shipper ID represents Speedy Express. That detail is in the 'Shipper' table. We join the From 'Shippers' table, we get that ShipperID = 1 is for Speedy Express.

```
[42]:

SELECT ShipperName , COUNT(*)

FROM [Orders]

JOIN Shippers ON Orders.ShipperID = Shippers.ShipperID

WHERE ShipperName = 'Speedy Express';

'''
```

[42]: "\nSELECT ShipperName , COUNT(\*)\n FROM [Orders]\n JOIN Shippers ON Orders.ShipperID = Shippers.ShipperID\n WHERE ShipperName = 'Speedy Express';\n"

ANSWER: Speedy Express shipped a total of **54 orders**.

#### 2.0.2 Part B: What is the last name of the employee with the most orders?

This time we need to extract the last name of the employee. This information is available in 'Employees' table. The table also contains the 'EmployeeID' of the respective employee. We will match (join) it with the EmployeeID from 'Orders' table.

```
[44]:

SELECT LastName, COUNT(LastName)

FROM [Orders]

JOIN Employees ON Orders.EmployeeID = Employees.EmployeeID

GROUP BY LastName
```

```
ORDER BY COUNT(LastName) DESC
LIMIT 1
```

[44]: '\nSELECT LastName, COUNT(LastName)\n FROM [Orders]\n JOIN Employees ON Orders.EmployeeID = Employees.EmployeeID\n GROUP BY LastName\n ORDER BY COUNT(LastName) DESC\n LIMIT 1\n \n'

ANSWER: The last name of the employee with the most orders is 'Peacock'

### 2.0.3 Part C: What product was ordered the most by customers in Germany?

For this questions, we need to merge a number of tables since different tables contain different interconnected information. In total, we used Orders, OrderDetails, Products and Customers tables. We selected only Germany. Since we needs, maximum orders per country, we will group the ProductNames and add the quantity. To get the maximum Orders, we will sort the sum in descending order and extract only the 1st row.

```
[46]:

SELECT ProductName, SUM(Quantity)

FROM [Orders]

JOIN OrderDetails ON Orders.OrderID = OrderDetails.OrderID

JOIN Products ON Products.ProductID = OrderDetails.ProductID

JOIN Customers ON Orders.CustomerID = Customers.CustomerID

WHERE Country = 'Germany'

GROUP BY ProductName

ORDER BY SUM(Quantity) DESC

LIMIT 1
```

[46]: "\nSELECT ProductName, SUM(Quantity)\n FROM [Orders]\n JOIN OrderDetails ON Orders.OrderID = OrderDetails.OrderID\n JOIN Products ON Products.ProductID = OrderDetails.ProductID\n JOIN Customers ON Orders.CustomerID = Customers.CustomerID\n WHERE Country = 'Germany'\n GROUP BY ProductName\n ORDER BY SUM(Quantity) DESC\n LIMIT 1\n"

ANSWER: **Boston Crab Meat** was ordered the most by customers in Germany with a grand total of 160 orders.

[]: