Marketing and Retail Analytics

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Agenda

- Objective
- Background
- Key Findings
- Recommendations

Objective

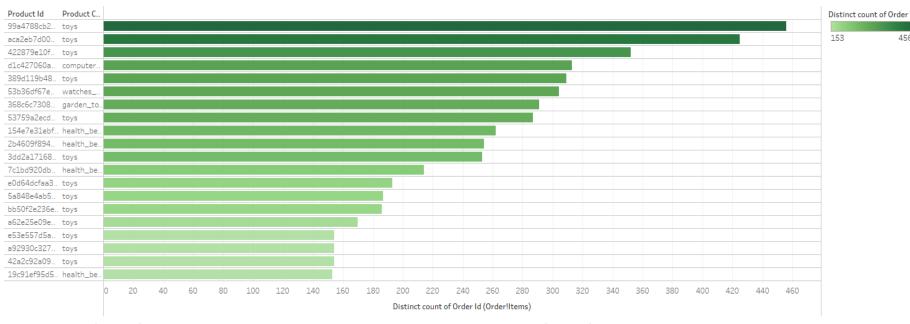
- To analyse the dataset of OList e-commerce company.
- ► To help OList reduce their losses by giving them insights to cut down unnecessary inventory costs.
- ► To identify top products that contribute to the revenue and also use market basket analysis to analyze the items that are more likely to be purchased individually or in combination with some other products.
- ▶ Ultimately, we need to help OList to identify the product categories which they can get rid of without significantly impacting business

Background

- ▶ OList is an e-commerce company that has recently faced some losses.
- ► They want to manage their inventory very well to reduce unnecessary costs that they might be bearing due to storage space.
- ► They want to analyze the items that are more likely to be purchased individually or in combination with some other products so that they can get rid of the products which generates very less revenue and products which are sold very rarely.

Key Findings from Product Dashboard

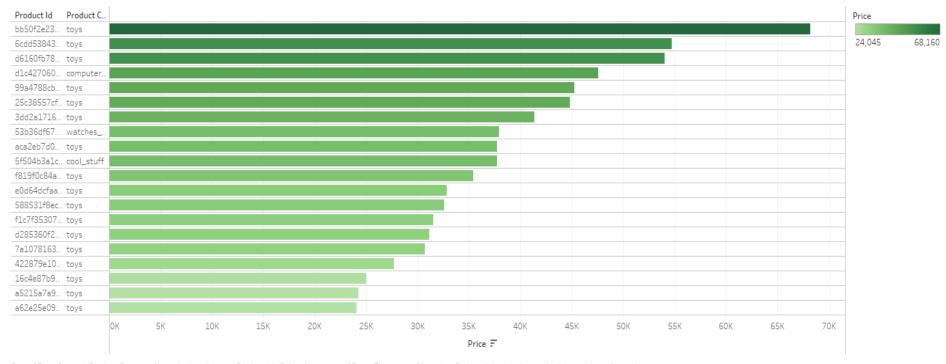
Top 20 products ordered w.r.t quantity



Distinct count of Order Id (Order!Items) for each Product Category Name as an attribute broken down by Product Id. Color shows distinct count of Order Id (Order!Items). The view is filtered on Product Id, which has multiple members selected.

- The highest ordered product is the product with product ID 99a4788cb24856965c36a24e339b6058.
- The highest sold product belongs to the 'Toys' product category.
- > The top 3 highest ordered products belongs to the 'Toys' product category.

Top 20 products w.r.t revenue



Sum of Price for each Product Category Name broken down by Product Id. Color shows sum of Price. The view is filtered on Product Id, which has multiple members selected.

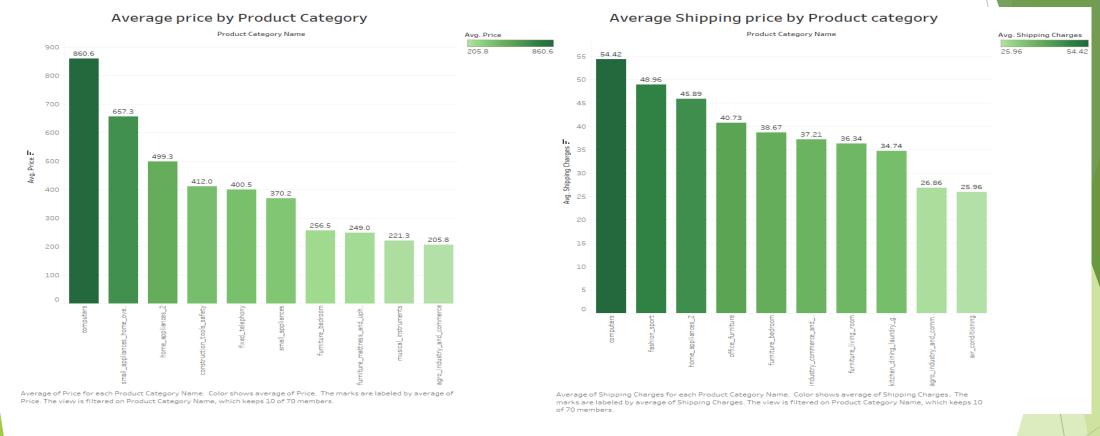
- The top revenue generating product is the product with product ID bb50f2e236e5eea0100680137654686c which belongs to Toys category.
- > The top 3 highest revenue generating products also belongs to the 'Toys' product category.
- The 2nd highest revenue generating product category is computer accessories.

Percentage running total by price

Product Id	F	Price =	Running Su	% of Total R
bb50f2e236e5e	ea010068	68,160	68,160	0.49%
6cdd53843498f	92890544	54,702	122,862	0.89%
d6160fb7873f18	34099d9b	53,999	176,861	1.28%
d1c427060a0f7	3f6b889a	47,547	224,408	1.62%
99a4788cb2485	6965c36a	45,243	269,651	1.95%
25c38557cf7938	376c5abd	44,829	314,481	2.28%
3dd2a17168ec8	95c781a9	41,382	355,863	2.58%
53b36df67ebb7	c41585e8	37,929	393,793	2.85%
aca2eb7d00ea1	a7b8ebd4	37,744	431,536	3.12%
5f504b3a1c75b	73d6151b	37,734	469,270	3.40%
f819f0c84a64f0	2d3a560	35,397	504,667	3.65%
e0d64dcfaa3b6d	db5c54ca	32,836	537,503	3.89%
588531f8ec37e	7d5ff5b7	32,603	570,106	4.13%
f1c7f353075ce5	9d8a6f3c	31,520	601,626	4.36%
d285360f29ac7f	fd97640b	31,178	632,804	4.58%
7a10781637204	d8d1048	30,683	663,487	4.80%
422879e10f466	82990de2	27,695	691,182	5.00%
16c4e87b98a93	70a9cbc3	25,034	716,216	5.18%
a5215a7a9f46c4	4185b12f	24,280	740,496	5.36%
a62e25e09e05e	6faf31d9	24,045	764,541	5.53%
5a848e4ab52fd	5445cdc0	23,368	787,909	5.70%
2b4609f8948be	1887449	22,777	810,686	5.87%
bc4cd4da98dd1	28c39bf0	22,700	833,386	6.03%
389d119b48cf3	043d3113	22,027	855,413	6.19%
368c6c730842d	78016ad8	21,427	876,841	6.35%
53759a2ecddad	2bb87a07	21,283	898,123	6.50%
52c80cedd4e90	108bf4fa	21,134	919,257	6.65%
461f43be3bdf88	344e65b6	20,588	939,845	6.80%
fd0065af7f09af	4b82a0ca	20,000	959,845	6.95%
1dec4c88c685d5	5a07bf01	19,965	979,810	7.09%
6f3b5b605d91b	7439c5e3	19,485	999,295	7.23%
1a080577618e7	fe4d9ddd	19,363	1,018,658	7.37%
165f86fe8b799a	708a20e	18,657	1,037,315	7.51%
19c91ef95d509e	ea33eda9	18,643	1,055,959	7.64%
11250b0d4b709	fee92441	18,175	1,074,134	7.78%
fb01a5fc09b9b9)563c2ee	17,422	1,091,555	7.90%
601a360bd2a91	.6ecef0e8	17,229	1,108,784	8.03%
7 40 01 ((54	2002.12	10.700	1 105 510	0.150/

- The following table shows the percentage running total w.r.t price.
- The first product whose sum of price is 68,160 contributes to around 0.49% of the total revenue which is the highest for a single product.
- > The Top 20 products contributes to around 5.53% of the total revenue.

Key Findings from Product Category Dashboard



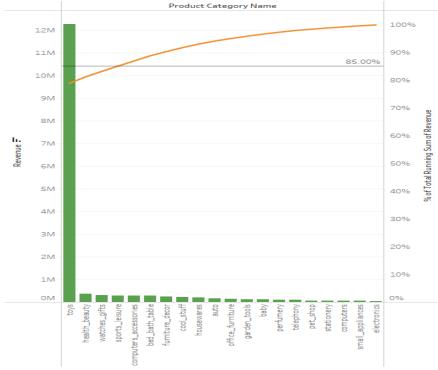
- > The Average price and shipping charges associated with 'Computers' are highest but the number of orders are significantly low.
- > The average price of the computers is 860 and the average shipping price is 54.
- > The 2nd product category with highest average price is 'small home appliances'.

Top 20 highest sold product Category



Product Category Name and count of Order Id (Orderlitems). Color shows count of Order Id (Orderlitems). Size shows count of Order Id (Orderlitems). The marks are labeled by Product Category Name and count of Order Id (Orderlitems). The view is filtered on Product Category Name, which keeps 20 of 70 members.

Pareto chart for the products contributing to sales

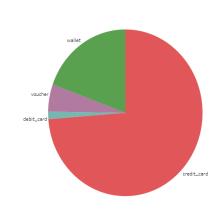


The trends of sum of Revenue and % of Total Running Sum of Revenue for Product Category Name. The view is filtered on Product Category Name, which keeps 20 of 70 members.

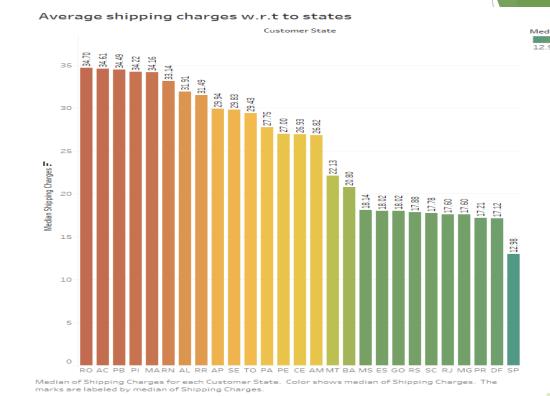
- The top 1 highest sold product category is 'Toys'.
- From the Treemap we can say that, the number of toy's product category ordered (86,777) is very much higher that the second product category i.e 'Health beauty' which is ordered 3,047 times.
- From the Pareto analysis we can say that, 85% of the revenue for Olist is generated by the top 4 product categories.

Key Findings from EDA Dashboard

Distribution of Payment types over orders



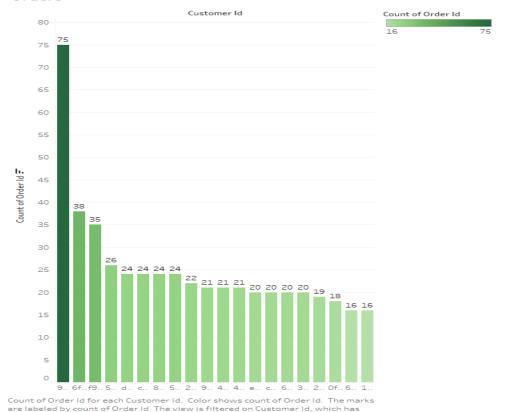
Payment Type. Color shows details about Payment Type. Size shows count of Order Id (Order!Items). The marks are labeled by Payment Type.



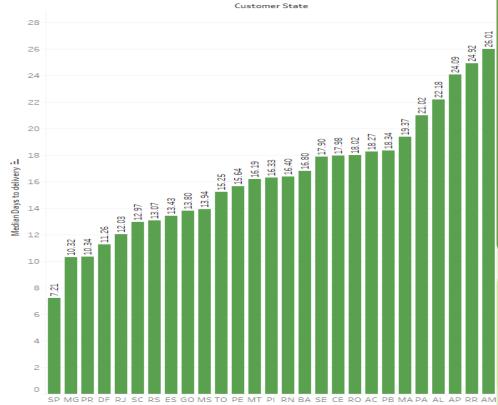
- Most of the payments for the orders is done by 'Credit Card'.
- > Almost 73% of the payments received from the customers is done through Credit Cards.
- > RO state has the highest average shipping charges with 34.7 and the SP state has the lowest average shipping charges which is almost 13.

Top 20 Customers with highest number of Orders

multiple members selected



Average number of days for delivery w.r.t customer state

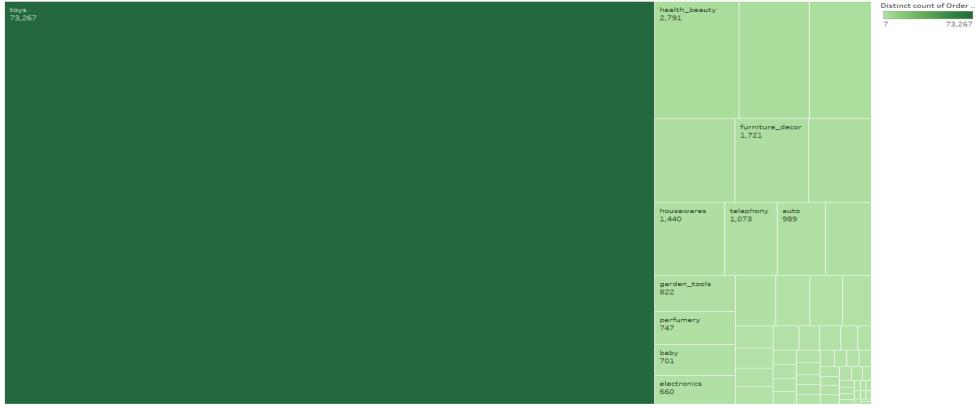


Median of Days to delivery for each Customer State. The marks are labeled by median of Days to

- > The top customer in the top 20 with highest number of orders have placed 75 orders.
- AM state has the highest average days taken for delivery with 26 days and the SP state has the lowest average days taken for delivery with around 7 days.

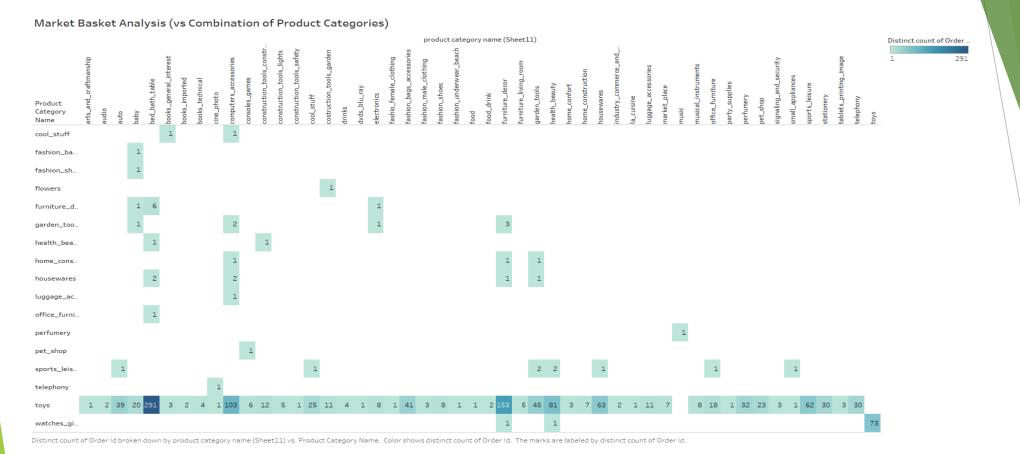
Key Findings from Market Basket Analysis Dashboard

Product categories which are ordered more than 5 times



Product Category Name and distinct count of Order Id. Color shows distinct count of Order Id. The marks are labeled by Product Category Name and distinct count of Order Id. The view is filtered on Product Category Name, which keeps 61 of 70 members.

- > The top 1 product category which are ordered more than 5 times is the 'Toys'.
- The last product category which are ordered more than 5 times is the 'Cine photo' which has been ordered only 7 times.



- 'Health_beauty' being the 2nd highest sold product category does not go along that well with 'toys'.
- > 'Bed_bath_table' product category goes well along with the 'toys'.
- 'Furniture_decor' and the 'computer accessories' are the 2 other product categories which has a fair link with the 'toys'.

Recommendations

- OList can consider reducing their stocks for 'Computers' product category.
- > This is recommended because the computers product category sales are pretty low and the storage space it occupies is quite large.
- The 'toys' product category should be held in stock by a large margin as they contribute to a significantly large amount of revenue.
- Many of the product categories as well as products are not much of a major contributors neither in terms of revenue nor in terms of number of orders such as the cine photo, music and flowers category etc, which are not ordered more than 10 times.
- > OList can also get rid of large products in size such as 'furniture bedroom' which are having very less sales as they take up more storage space.
- So, OList can consider removing these products or product categories or both to optimize their inventory without affecting the sales much.

Thank You