Target Business Case Study

Target is one of the world's most recognized brands and one of America's leading retailers. Target makes itself a preferred shopping destination by offering outstanding value, inspiration, innovation and an exceptional guest experience that no other retailer can deliver.

This business case has information of 100k orders from 2016 to 2018 made at Target in Brazil. Its features allows viewing an order from multiple dimensions: from order status, price, payment and freight performance to customer location, product attributes and finally reviews written by customers

Q1: Import the dataset and do usual exploratory analysis steps like checking the structure & characteristics of the dataset

Data type of columns in a table

```
SELECT column_name, data_type
FROM
       `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE
       table_name = 'customers';
  Row
             column_name
                                                data_type
       1
                                                STRING
             customer_id
                                                STRING
       2
             customer_unique_id
       3
             customer_zip_code_prefix
                                                INT64
       4
             customer_city
                                                STRING
       5
                                                STRING
             customer_state
SELECT column_name, data_type
       `target_dataset.INFORMATION_SCHEMA.COLUMNS`
FROM
WHERE
       table_name = 'geolocation';
```

| Row | column_name | data_type |
|-----|-----------------------------|-----------|
| 1 | geolocation_zip_code_prefix | INT64 |
| 2 | geolocation_lat | FLOAT64 |
| 3 | geolocation_lng | FLOAT64 |
| 4 | geolocation_city | STRING |
| 5 | geolocation_state | STRING |

```
SELECT column_name,data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE table_name = 'order_items';
```

| Row | column_name | data_type |
|-----|---------------------|-----------|
| 1 | order_id | STRING |
| 2 | order_item_id | INT64 |
| 3 | product_id | STRING |
| 4 | seller_id | STRING |
| 5 | shipping_limit_date | TIMESTAMP |
| 6 | price | FLOAT64 |
| 7 | freight_value | FLOAT64 |

```
SELECT column_name, data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE table_name = 'order_reviews';
```

| Row | column_name | data_type |
|-----|-------------------------|-----------|
| 1 | review_id | STRING |
| 2 | order_id | STRING |
| 3 | review_score | INT64 |
| 4 | review_comment_title | STRING |
| 5 | review_creation_date | TIMESTAMP |
| 6 | review_answer_timestamp | TIMESTAMP |

```
SELECT column_name,data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
```

WHERE table_name = 'orders';

| Row | column_name | data_type |
|-----|-------------------------------|-----------|
| 1 | order_id | STRING |
| 2 | customer_id | STRING |
| 3 | order_status | STRING |
| 4 | order_purchase_timestamp | TIMESTAMP |
| 5 | order_approved_at | TIMESTAMP |
| 6 | order_delivered_carrier_date | TIMESTAMP |
| 7 | order_delivered_customer_date | TIMESTAMP |
| 8 | order_estimated_delivery_date | TIMESTAMP |

```
SELECT column_name,data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE table_name = 'payments';
```

| Row | column_name | data_type |
|-----|----------------------|-----------|
| 1 | order_id | STRING |
| 2 | payment_sequential | INT64 |
| 3 | payment_type | STRING |
| 4 | payment_installments | INT64 |
| 5 | payment_value | FLOAT64 |

```
SELECT column_name, data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE table_name = 'products';
```

| Row | column_name | data_type |
|-----|----------------------------|-----------|
| 1 | product_id | STRING |
| 2 | product_category | STRING |
| 3 | product_name_length | INT64 |
| 4 | product_description_length | INT64 |
| 5 | product_photos_qty | INT64 |
| 6 | product_weight_g | INT64 |
| 7 | product_length_cm | INT64 |
| 8 | product_height_cm | INT64 |
| 9 | product_width_cm | INT64 |

```
SELECT column_name,data_type
FROM `target_dataset.INFORMATION_SCHEMA.COLUMNS`
WHERE table_name = 'sellers';
```

| Row | column_name | data_type |
|-----|------------------------|-----------|
| 1 | seller_id | STRING |
| 2 | seller_zip_code_prefix | INT64 |
| 3 | seller_city | STRING |
| 4 | seller_state | STRING |

Time period for which the data is given

The time period for the given data is from 2016 to 2018 which is mentioned in the context. Although to get the exact date we can do this by using the following query:

```
SELECT DATE(min(order_purchase_timestamp)) as starting_date,
DATE(max(order_purchase_timestamp)) ending_date
FROM `target_dataset.orders`;
```

| Row | starting_date // | ending_date |
|-----|------------------|-------------|
| 1 | 2016-09-04 | 2018-10-17 |

The first order was placed on 4th September 2016 and last order was placed on 17th October 2018.

Cities and States of customers ordered during the given period

```
SELECT DISTINCT customer_city,customer_state
FROM `target_dataset.customers` c right join `target_dataset.orders` o on c.customer_id =
o.customer_id;
```

| Row | customer_city ▼ | customer_state ▼ |
|-----|-----------------|------------------|
| 1 | acu | RN |
| 2 | ico | CE |
| 3 | ipe | RS |
| 4 | ipu | CE |
| 5 | ita | SC |
| 6 | itu | SP |
| 7 | jau | SP |
| 8 | luz | MG |
| 9 | poa | SP |
| 10 | uba | MG |

These are some of the various different customer cities and customer states.

Q2: In-depth Exploration:

Is there a growing trend on e-commerce in Brazil? How can we describe a complete scenario? Can we see some seasonality with peaks at specific months?

```
SELECT EXTRACT(month from order_purchase_timestamp) month,
COUNT(o.order_id) total_orders,
SUM(payment_value) revenue
from `target_dataset.orders` o join `target_dataset.payments` p on o.order_id = p.order_id
GROUP BY month
ORDER BY month;
```

| Row | month // | total_orders // | revenue |
|-----|----------|-----------------|------------|
| 1 | 1 | 8413 | 1253492.22 |
| 2 | 2 | 8838 | 1284371.35 |
| 3 | 3 | 10349 | 1609515.71 |
| 4 | 4 | 9780 | 1578573.50 |
| 5 | 5 | 11079 | 1746900.96 |
| 6 | 6 | 9855 | 1535156.88 |
| 7 | 7 | 10824 | 1658923.67 |
| 8 | 8 | 11248 | 1696821.64 |
| 9 | 9 | 4535 | 732454.229 |
| 10 | 10 | 5206 | 839358.029 |
| 11 | 11 | 7863 | 1194882.80 |
| 12 | 12 | 5896 | 878421.100 |

On analyzing the data month wise we understand that the Number of orders and revenue is slightly increasing with slight dips till August and then we see a sharp fall to around 4500 orders in September.

To understand the data in more detail we see the number of orders year and month wise both

```
SELECT EXTRACT(year from order_purchase_timestamp) year,
EXTRACT(month from order_purchase_timestamp) month,
COUNT(o.order_id) total_orders,
SUM(payment_value) revenue
from `target_dataset.orders` o join `target_dataset.payments` p on o.order_id = p.order_id
GROUP BY year, month
ORDER BY year,month;
```

| Row | year // | month | total_orders | revenue |
|-----|---------|-------|--------------|------------|
| 1 | 2016 | 9 | 3 | 252.24 |
| 2 | 2016 | 10 | 342 | 59090.4800 |
| 3 | 2016 | 12 | 1 | 19.62 |
| 4 | 2017 | 1 | 850 | 138488.039 |
| 5 | 2017 | 2 | 1886 | 291908.009 |
| 6 | 2017 | 3 | 2837 | 449863.600 |
| 7 | 2017 | 4 | 2571 | 417788.030 |
| 8 | 2017 | 5 | 3944 | 592918.820 |
| 9 | 2017 | 6 | 3436 | 511276.380 |
| 10 | 2017 | 7 | 4317 | 592382.920 |
| 11 | 2017 | 8 | 4550 | 674396.320 |
| 12 | 2017 | 9 | 4516 | 727762.449 |
| 13 | 2017 | 10 | 4860 | 779677.880 |
| 14 | 2017 | 11 | 7863 | 1194882.80 |
| 15 | 2017 | 12 | 5895 | 878401.480 |
| 16 | 2018 | 1 | 7563 | 1115004.18 |
| 17 | 2018 | 2 | 6952 | 992463.340 |
| 18 | 2018 | 3 | 7512 | 1159652.11 |
| 19 | 2018 | 4 | 7209 | 1160785.47 |
| 20 | 2018 | 5 | 7135 | 1153982.14 |
| 21 | 2018 | 6 | 6419 | 1023880.49 |
| 22 | 2018 | 7 | 6507 | 1066540.75 |
| 23 | 2018 | 8 | 6698 | 1022425.32 |
| 24 | 2018 | 9 | 16 | 4439.54000 |
| 25 | 2018 | 10 | 4 | 589.670000 |

Here we can see that we see no or negligible orders in 2016 as it is the start of the company and

then in 2017 we can see an increase in the number of orders and revenue. Starting 2018 we can see the order count and revenue is flat or more or less the same and after August we see that there are no more orders.

What time do Brazilian customers tend to buy (Dawn, Morning, Afternoon or Night)?

```
with r as(
    select order_id, EXTRACT(hour FROM order_purchase_timestamp) hour
from `target_dataset.orders`)

select case when hour between 0 and 6 then 'Dawn'
when hour between 7 and 12 then 'Morning'
when hour between 13 and 18 then 'Afternoon'
else 'Night'
end as time_bucket,
count(order_id) total_orders
from r
group by time_bucket
order by total_orders desc;
```

| Row | time_bucket | total_orders |
|-----|-------------|--------------|
| 1 | Afternoon | 38135 |
| 2 | Night | 28331 |
| 3 | Morning | 27733 |
| 4 | Dawn | 5242 |

As per the data Brazilian customers tend to buy the most in the <u>afternoon</u> followed by night followed by morning and the least at Dawn

Q3. Evolution of E-commerce orders in the Brazil region

Get month on month orders by states

```
SELECT EXTRACT(YEAR FROM order_purchase_timestamp) AS year,
EXTRACT(MONTH FROM order_purchase_timestamp) AS month, customer_state, COUNT(*) AS
```

order_count

FROM `target_dataset.orders` as o join `target_dataset.customers` as c on o.customer_id
= c.customer_id

GROUP BY year, month, customer_state

ORDER BY customer_state,year, month;

| Row / | year ▼ | month ▼ | customer_state ▼ | order_count ▼ |
|-------|--------|---------|------------------|---------------|
| 1 | 2017 | 1 | AC | 2 |
| 2 | 2017 | 2 | AC | 3 |
| 3 | 2017 | 3 | AC | 2 |
| 4 | 2017 | 4 | AC | 5 |
| 5 | 2017 | 5 | AC | 8 |
| 6 | 2017 | 6 | AC | 4 |
| 7 | 2017 | 7 | AC | 5 |
| 8 | 2017 | 8 | AC | 4 |
| 9 | 2017 | 9 | AC | 5 |
| 10 | 2017 | 10 | AC | 6 |
| 11 | 2017 | 11 | AC | 5 |
| 12 | 2017 | 12 | AC | 5 |
| 13 | 2018 | 1 | AC | 6 |
| 14 | 2018 | 2 | AC | 3 |
| 15 | 2018 | 3 | AC | 2 |
| 16 | 2018 | 4 | AC | 4 |
| 17 | 2018 | 5 | AC | 2 |
| 18 | 2018 | 6 | AC | 3 |
| 19 | 2018 | 7 | AC | 4 |
| 20 | 2018 | 8 | AC | 3 |
| 21 | 2016 | 10 | AL | 2 |
| 22 | 2017 | 1 | AL | 2 |
| 23 | 2017 | 2 | AL | 12 |
| 24 | 2017 | 3 | AL | 10 |
| 25 | 2017 | 4 | AL | 23 |

Here is list of all states along with the order count month on month by each year

Distribution of customers across the states in Brazil

```
select customer_state, count(customer_id) customer_count
from `target_dataset.customers`
group by customer_state
order by customer_count desc;
```

| Row | customer_state | customer_count |
|-----|----------------|----------------|
| 1 | SP | 41746 |
| 2 | RJ | 12852 |
| 3 | MG | 11635 |
| 4 | RS | 5466 |
| 5 | PR | 5045 |
| 6 | SC | 3637 |
| 7 | BA | 3380 |
| 8 | DF | 2140 |
| 9 | ES | 2033 |
| 10 | GO | 2020 |

The customer count is highest in SP followed by RJ and followed by MG

Q4. Impact on Economy: Analyze the money movement by e-commerce by looking at order prices, freight and others.

Get % increase in cost of orders from 2017 to 2018 (include months between Jan to Aug only) - You can use "payment_value" column in payments table

Considering all orders(includes canceled or returned orders)

```
with t as
(select (select sum(payment_value)
from `target_dataset.payments` p join `target_dataset.orders` o on p.order_id = o.order_id
where date(order_purchase_timestamp) between '2017-01-01' and '2017-08-31')
orders_2017_value,
(select sum(payment_value)
from `target_dataset.payments` p join `target_dataset.orders` o on p.order_id = o.order_id
where date(order_purchase_timestamp) between '2018-01-01' and '2018-08-31')
orders_2018_value)

select *, orders_2018_value-orders_2017_value difference,
round((orders_2018_value-orders_2017_value)/orders_2017_value*100,2) percentage_change
from t;

Row orders_2017_val orders_2018_val difference percentage_change
```

| Row | orders_2017_val | orders_2018_val | difference | percentage_char |
|-----|-----------------|-----------------|------------|-----------------|
| 1 | 3669022.12 | 8694733.83 | 5025711.71 | 136.98 |

The percentage change in the cost of orders from 2017 to 2018 is 136.98%

Considering only orders which were successfully delivered

```
with t as
(select (select sum(payment_value)
from `target_dataset.payments` p join `target_dataset.orders` o on p.order_id = o.order_id
where date(order_purchase_timestamp) between '2017-01-01' and '2017-08-31'
and order_delivered_customer_date is not null) orders_2017_value,
(select sum(payment_value)
from `target_dataset.payments` p join `target_dataset.orders` o on p.order_id = o.order_id
where date(order_purchase_timestamp) between '2018-01-01' and '2018-08-31'
and order_delivered_customer_date is not null) orders_2018_value)

select *, orders_2018_value-orders_2017_value difference,
round((orders_2018_value-orders_2017_value)/orders_2017_value*100,2) percentage_change
from t;
```

| Row | orders_2017_val | orders_2018_val | difference | percentage_char |
|-----|-----------------|-----------------|------------|-----------------|
| 1 | 3473668.76 | 8451969.19 | 4978300.43 | 143.32 |

The percentage change in the cost of orders which were successfully delivered from 2017 to 2018 is

Mean & Sum of price and freight value by customer state

```
select customer_state, round(avg(price),2) avg_price, round(sum(price),2) sum_price,
round(avg(freight_value),2) avg_freight_value, round(sum(freight_value),2)
sum_freight_value
from `target_dataset.customers` c join `target_dataset.orders` o on o.customer_id =
c.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by sum_price desc, sum_freight_value desc;
          customer_state ▼
                                                      sum_price ▼
                                                                        avg_freight_value
                                                                                         sum_freight_value
  Row
                                      avg_price ▼
      1
                                               109.65
                                                            5202955.05
                                                                                  15.15
                                                                                                718723.07
      2
                                               125.12
                                                            1824092.67
                                                                                  20.96
                                                                                                305589.31
      3
                                               120.75
                                                            1585308.03
                                                                                  20.63
                                                                                                270853.46
                                               120.34
                                                             750304.02
                                                                                  21.74
                                                                                                135522.74
      4
                                               119.0
                                                             683083.76
                                                                                  20.53
                                                                                                117851.68
      5
                                               124.65
                                                             520553.34
                                                                                  21.47
                                                                                                89660.26
      6
      7
                                                             511349.99
                                                                                                100156.68
          BΑ
                                                134.6
                                                                                  26.36
      8
                                               125.77
                                                             302603.94
                                                                                  21.04
                                                                                                  50625.5
      9
          G0
                                               126.27
                                                             294591.95
                                                                                  22.77
                                                                                                 53114.98
     10
          ES
                                               121.91
                                                             275037.31
                                                                                  22.06
                                                                                                  49764.6
```

Here is a list of mean and sum of freight value of each state

Q5. Analysis on sales, freight and delivery time

Calculate days between purchasing, delivering and estimated delivery

```
select order_id, date_diff(order_estimated_delivery_date,order_purchase_timestamp,day)
estimate_time_to_delivery,
date_diff(order_delivered_customer_date,order_purchase_timestamp,day) time_to_delivery,
date_diff(order_estimated_delivery_date,order_delivered_customer_date,day)
delivery_before_estimate
```

from `target_dataset.orders`
where order_delivered_customer_date is not null;

| Row | order_id ▼ | estimate_time_to_delivery | time_to_delivery | delivery_before_estimate |
|-----|----------------------------|---------------------------|------------------|--------------------------|
| 1 | 1950d777989f6a877539f5379 | 17 | 30 | -12 |
| 2 | 2c45c33d2f9cb8ff8b1c86cc28 | 59 | 30 | 28 |
| 3 | 65d1e226dfaeb8cdc42f66542 | 52 | 35 | 16 |
| 4 | 635c894d068ac37e6e03dc54e | 32 | 30 | 1 |
| 5 | 3b97562c3aee8bdedcb5c2e45 | 33 | 32 | 0 |
| 6 | 68f47f50f04c4cb6774570cfde | 31 | 29 | 1 |
| 7 | 276e9ec344d3bf029ff83a161c | 39 | 43 | -4 |
| 8 | 54e1a3c2b97fb0809da548a59 | 36 | 40 | -4 |
| 9 | fd04fa4105ee8045f6a0139ca5 | 35 | 37 | -1 |
| 10 | 302bb8109d097a9fc6e9cefc5 | 28 | 33 | -5 |

The first column estimate_time_to_delivery shows the estimated number of days to delivery when the order was placed

The second column time_to_delivery represents the actual number of days in which the order was placed after being ordered

The third column delivery_before_estimate shows how many days before the estimated date the order was delivered. For example, 10 means the order was delivered 10 days prior than the estimated delivery date. -10 means that the order was delivered 10 days after the estimated delivery date

Find time_to_delivery & diff_estimated_delivery. Formula for the same given below:

- o time to delivery = order delivered customer date-order purchase timestamp
- diff_estimated_delivery =
 order_estimated_delivery_date-order_delivered_customer_date

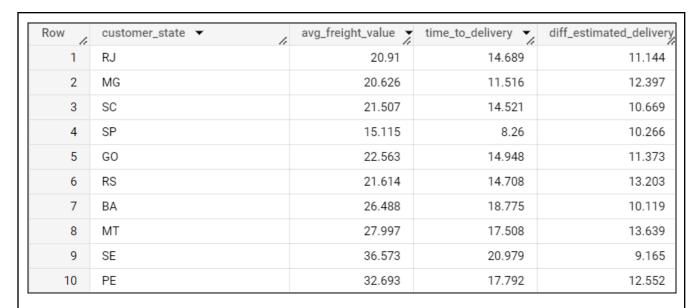
```
select order_id, date_diff(order_delivered_customer_date,order_purchase_timestamp,day)
time_to_delivery,
date_diff(order_estimated_delivery_date,order_delivered_customer_date,day)
diff_estimated_delivery
from `target_dataset.orders`
where order_delivered_customer_date is not null;
```

| Row | order_id ▼ | time_to_delivery 🔻 | diff_estimated_delivery |
|-----|----------------------------|--------------------|-------------------------|
| 1 | 1950d777989f6a877539f5379 | 30 | -12 |
| 2 | 2c45c33d2f9cb8ff8b1c86cc28 | 30 | 28 |
| 3 | 65d1e226dfaeb8cdc42f66542 | 35 | 16 |
| 4 | 635c894d068ac37e6e03dc54e | 30 | 1 |
| 5 | 3b97562c3aee8bdedcb5c2e45 | 32 | 0 |
| 6 | 68f47f50f04c4cb6774570cfde | 29 | 1 |
| 7 | 276e9ec344d3bf029ff83a161c | 43 | -4 |
| 8 | 54e1a3c2b97fb0809da548a59 | 40 | -4 |
| 9 | fd04fa4105ee8045f6a0139ca5 | 37 | -1 |
| 10 | 302bb8109d097a9fc6e9cefc5 | 33 | -5 |

This data is calculated only using the orders which were successfully delivered as orders which were not delivered have null values in delivered date column

Group data by state, take mean of freight_value, time_to_delivery, diff_estimated_delivery

```
select customer_state, round(avg(freight_value),3) avg_freight_value,
round(avg(date_diff(order_delivered_customer_date,order_purchase_timestamp,day)),3)
time_to_delivery,
round(avg(date_diff(order_estimated_delivery_date,order_delivered_customer_date,day)),3)
diff_estimated_delivery
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
where order_delivered_customer_date is not null
group by customer_state;
```



Orders only which were delivered are considered

Sort the data to get the following:

Top 5 states with highest/lowest average freight value - sort in desc/asc limit 5

```
Ascending
select customer_state, round(avg(freight_value),3) avg_freight_value,
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by avg_freight_value
limit 5;

Row customer_state and freight value
```

| Row | customer_state ▼ | avg_freight_value |
|-----|------------------|-------------------|
| 1 | SP | 15.147 |
| 2 | PR | 20.532 |
| 3 | MG | 20.63 |
| 4 | RJ | 20.961 |
| 5 | DF | 21.041 |

SP has the lowest mean freight value per order followed by PR and MG

Descending select customer_state, round(avg(freight_value),3) avg_freight_value, from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id = o.customer_id join `target_dataset.order_items` oi on oi.order_id = o.order_id group by customer_state order by avg_freight_value desc limit 5; customer_state ▼ Row avg_freight_value 1 RR 42.984 2 PB 42.724 RO 41.07 3 AC 40.073 4 РΙ 39.148 RR has the highest mean freight value per order followed by PB and RO

Top 5 states with highest/lowest average time to delivery

```
Ascending
select customer_state,
round(avg(date_diff(order_delivered_customer_date,order_purchase_timestamp,day)),3)
time_to_delivery
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by time_to_delivery
limit 5;
```

| Row | customer_state ▼ | time_to_delivery 🗸 |
|-----|------------------|--------------------|
| 1 | SP | 8.26 |
| 2 | PR | 11.481 |
| 3 | MG | 11.516 |
| 4 | DF | 12.501 |
| 5 | SC | 14.521 |

SP has the lowest time to delivery per order followed by PR and MG

Descending

```
select customer_state,
round(avg(date_diff(order_delivered_customer_date,order_purchase_timestamp,day)),3)
time_to_delivery
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by time_to_delivery desc
limit 5;
```

| Row | customer_state ▼ | time_to_delivery 🕶 |
|-----|------------------|--------------------|
| 1 | RR | 27.826 |
| 2 | AP | 27.753 |
| 3 | AM | 25.963 |
| 4 | AL | 23.993 |
| 5 | PA | 23.302 |

RR has the highest mean time to delivery per order followed by AP and AM

Top 5 states where delivery is really fast/ not so fast compared to estimated date

States where delivery is not fast compared to estimated delivery date

```
select customer_state,
round(avg(date_diff(order_estimated_delivery_date,order_delivered_customer_date,day)),3)
diff_estimated_delivery
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by diff_estimated_delivery
limit 5;
```

| Row | customer_state ▼ | diff_estimated_delivery 🔻 |
|-----|------------------|---------------------------|
| 1 | AL | 7.977 |
| 2 | MA | 9.11 |
| 3 | SE | 9.165 |
| 4 | ES | 9.769 |
| 5 | BA | 10.119 |

AL delivers the orders slowest followed by MA and SE

```
States where delivery is very fast compared to estimated delivery date
```

```
select customer_state,
round(avg(date_diff(order_estimated_delivery_date,order_delivered_customer_date,day)),3)
diff_estimated_delivery
from `target_dataset.orders` o join `target_dataset.customers` c on c.customer_id =
o.customer_id
join `target_dataset.order_items` oi on oi.order_id = o.order_id
group by customer_state
order by diff_estimated_delivery desc
limit 5;
```

| Row | customer_state ▼ | diff_estimated_delivery 🔻 |
|-----|------------------|---------------------------|
| 1 | AC | 20.011 |
| 2 | RO | 19.081 |
| 3 | AM | 18.975 |
| 4 | AP | 17.444 |
| 5 | RR | 17.435 |

AC delivers the orders fastest followed by RO and AM

Q6. Payment type analysis

Month over Month count of orders for different payment types

```
Month wise
select
extract(month from order_purchase_timestamp) month, payment_type, count(o.order_id)
total_orders
from `target_dataset.payments` p join `target_dataset.orders` o on o.order_id = p.order_id
group by payment_type, month
order by month, payment_type;
```

| Row | month ▼ | payment_type ▼ | total_orders ▼ |
|-----|---------|----------------|----------------|
| 1 | 1 | UPI | 1715 |
| 2 | 1 | credit_card | 6103 |
| 3 | 1 | debit_card | 118 |
| 4 | 1 | voucher | 477 |
| 5 | 2 | UPI | 1723 |
| 6 | 2 | credit_card | 6609 |
| 7 | 2 | debit_card | 82 |
| 8 | 2 | voucher | 424 |
| 9 | 3 | UPI | 1942 |
| 10 | 3 | credit_card | 7707 |

Every month usually the orders placed are highest with credit cards and least with debit cards. To verify it in detail we can check the order history of every month of each year

Year and month wise analysis

```
select extract(year from order_purchase_timestamp) year,
extract(month from order_purchase_timestamp) month,payment_type, count(o.order_id)
total_orders
from `target_dataset.payments` p join `target_dataset.orders` o on o.order_id = p.order_id
group by payment_type, year, month
order by year, month, payment_type;
```

| Row | year ▼ | month ▼ | payment_type ▼ | total_orders ▼ |
|-----|--------|---------|----------------|----------------|
| 1 | 2016 | 9 | credit_card | 3 |
| 2 | 2016 | 10 | UPI | 63 |
| 3 | 2016 | 10 | credit_card | 254 |
| 4 | 2016 | 10 | debit_card | 2 |
| 5 | 2016 | 10 | voucher | 23 |
| 6 | 2016 | 12 | credit_card | 1 |
| 7 | 2017 | 1 | UPI | 197 |
| 8 | 2017 | 1 | credit_card | 583 |
| 9 | 2017 | 1 | debit_card | 9 |
| 10 | 2017 | 1 | voucher | 61 |

This data also depicts that orders made with credit cards are the highest and usually lowest with debit cards

Count of orders based on the no. of payment installments

select payment_installments, count(order_id) total_orders
from `target_dataset.payments`
group by payment_installments;

| Row | payment_installment | total_orders ▼ |
|-----|---------------------|----------------|
| 1 | 0 | 2 |
| 2 | 1 | 52546 |
| 3 | 2 | 12413 |
| 4 | 3 | 10461 |
| 5 | 4 | 7098 |
| 6 | 5 | 5239 |
| 7 | 6 | 3920 |
| 8 | 7 | 1626 |
| 9 | 8 | 4268 |
| 10 | 9 | 644 |

People usually tend to prefer to pay one time followed by in 2 month and 3 month emi installments

Q7. Actionable Insights

- 1. The overall data lies between 4th September 2016 and 17th October 2018.
- 2. Maximum orders were placed in the afternoon and the least were placed in Dawn.
- 3. SP has the highest number of customers followed by RJ and MG.
- 4. SP, PR and MG have the lowest freight charges and the time taken from ordering to delivery is also the fastest.
- 5. RR has the highest freight charges and time taken to delivery is also the highest.
- 6. Most people prefer to pay one time followed by 2 and 3 month installments.
- 7. Credit cards are the most preferred mode of payment for people.
- 8. Year 2017 had the best growth trend in both the number of orders and revenue per month.
- 9. The sales and number of orders in the first 8 months of 2018 was almost consistent and then we could see a sharp decline to almost no orders from the 9th month.
- 10. Observed 136.98% increase in cost of orders from 2017 and 2018 and 143.32% increase in cost of orders which were successfully delivered from.

Q8.Recommendations

- In the majority of states and orders the order is delivered way before the estimated delivery date. The company should provide a better estimated delivery late which may help them to get more orders and improve their customer experience.
- People paying in one time or fewer installments should be rewarded with cashbacks or coupon discounts of different products which may increase sales.
- 3. Very few people place orders at dawn. To increase this company should rollout offers and

discounts more at this time.

- 4. As from the data we can see that lesspeople are paying in emis. So to increase the count of emi orders, companies should give more offers and discounts for emi payments.
- 5. The company should give free shipment (or delivery) and add up the freight charges in the price of the item itself without the knowledge of the customer. This is a psychological proven fact that consumers tend to buy items with free delivery.
- 6. When the delivery is delayed than the estimated delivery date then the company should compensate the consumer at least with freight charges.
- 7. In states where we observe high freight charges there a cheaper delivery alternative should be used to reduce cost and increase revenue.
- 8. More tie ups with banks for loans and emi should be made so that a customer can get better payment options.
- 9. States generating negative cash flows or least profit should be focused more.
- 10. Rewards should be capped on spending a certain amount for the customer.