Data Analytics for Product Sales Analysis with IBM Cognos

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Title: Innovation Phase_5

Introduction:

Data Analytics with Cognos Product Sales Analysis provides organizations with valuable insights into their sales performance. However, to enhance this analytical capability, incorporating machine learning algorithms is essential. This document explores how machine learning can be integrated to predict future sales trends and customer behaviors more accurately.

1. Problem Statement:

In traditional sales analysis, past data is used to make informed decisions about future sales and customer behaviors. While this approach is valuable, it is limited in its ability to adapt to dynamic market conditions and emerging trends. Machine learning algorithms offer the potential to predict future sales trends and customer behaviors more accurately, thereby empowering organizations to make proactive decisions.

Phase 1: Problem Definition and Design Thinking

In this phase, we will outline our approach to solving the problem of analyzing sales data for improving inventory management and marketing strategies.

Design Thinking Steps

Step 1: Analysis Objectives

- Identify top-selling products.
- Analyze sales trends.
- Understand customer preferences.

Step 2: Data Collection

We will collect data from the following sources:

- Transaction records.
- Product information.
- Customer demographics.

Step 3: Visualization Strategy

To visualize our insights, we will utilize IBM Cognos to create interactive dashboards and reports.

Step 4: Actionable Insights

The insights derived from our analysis will guide inventory management and marketing strategies.

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Design Thinking Steps

Step 1: Analysis Objectives

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To visualize our insights, we will utilize IBM Cognos to create interactive dashboards and reports.

Step 4: Actionable Insights

The insights derived from our analysis will guide inventory management and marketing strategies.

Title: Innovation Phase 2

Task: Import the dataset and perform data cleaning & data

analysis

1. Notebook

Types of Problems in Data Science

- 1. Classification
- 2. Regression
- 3. Clustering
- 4. Natural Language Processing
- 5. Recommendation Systems
- 6. Image Recognition
- 7. Big Data and Distributed Computing

Classification

Involves categorizing data points into predefined classes or categories.

Eg: Classifying emails as spam or not spam, identifying whether a patient has disease or not, categorizing images of animals into species

Concepts for classification:

Logistic Regression: Statistical model that predicts the probability of a binary outcome(eg:yes/no)

Decision Trees: Tree Like structure that make decisions by evaluating features at each node

Random Forests: Ensembles of multiple decision trees to improve accuracy and reduce overfitting.

Support Vector Machines (SVM): Powerful algorithm for bianry and multiclass classification by finding the optimal hyperplane taht best seperates classes.

Neural Networks: Deep Learning Models composed of layers of interconnected neurons, capable of handling complex classification tasks.

Regression

Involves preidcting a continuous numerical value. Eg: Predicting housing prices based on features, forecasting future sales, or estimating the temparature based on Historical Data.

Concepts for regression:

Linear Regression: Statistical technique that models the relationship between dependent variable and one or more independent variable

Polynomial Regression: Extends linear regression by fitting a polynomial equation to the data.

Ridge Regression and lasso Regression: Techniques that add regularization to linear regression models to prevent overfitting.

Neural Networks: Deep Learning Models composed of layers of interconnected neurons, capable of handling complex classification

Clustering

Involves grouping of similar data points without predefined categories.

Eg: Customer Segmentation for marketing or clustering documents by topic

Concepts for Clustering:

K-Means Clustering: A partitioning method that divides data into K clusters based on similarity.

Hierarchical Clustering: Builds a tree-like hierarchy of clusters, useful for exploring data at different levels.

DBSCAN(Density-Based Spatial Clustering of Applications with Noise): Clusters data points based on their density, suitable for irregularly shaped clusters.

Notebook Link:

DataSet

https://drive.google.com/file/d/1-SGBoro0m1_mbcUEkxu7K4uzeUBG4mQC/view?usp=sharing

About Dataset

Greetings, fellow analysts! REC corp LTD. is a small-scale business venture established in India. They have been selling FOUR PRODUCTS for OVER TEN YEARS. The products are P1, P2, P3 and P4. They have collected data from their retail centers and organized it into a small csv file, which has been given to you. The excel file contains about 8 numerical parameters:

- Q1- Total unit sales of product 1
- Q2- Total unit sales of product 2
- Q3- Total unit sales of product 3
- Q4- Total unit sales of product 4
- S1- Total revenue from product 1
- S2- Total revenue from product 2
- S3- Total revenue from product 3
- S4- Total revenue from product 4

Understanding the Data

Fetching rows and columns

fetching column names

Basic info

Checking null values

Checking Dtypes

Basic statistical info

CODE

df.shape

df.columns

df.info()

df.isnull().sum()

df.dtypes

df.duplicated().sum()

df.describe().T

Cleaning the Data

Changing dtype

Filling the NaT values with average of time

fetching month,day of week, weekday

Dropping column unnamed as it is not useful for us

Code

```
\underline{df}.sample(2)
from datetime import datetime as dt
df[df["Date"]=="31-9-2010"]
df['Date'] = pd.to datetime(df['Date'], errors='coerce')
df[df['Date'].isnull()]
df["Date"].fillna(df["Date"].mean(),inplace=True)
df['Date'].isnull().sum()
df.dtypes
df["month"]=df["Date"].dt.month_name()
df["day"]=df["Date"].dt.day_name()
df["dayoftheweek"]=df["Date"].dt.weekday
df["year"]=df["Date"].dt.year
df.sample()
df.drop(columns=["Unnamed: 0"],inplace=<u>True</u>)
df.sample()
df.corr().T
plt.figure(figsize=(10,10))
sns.<u>heatmap(df.corr(),annot=True)</u>
```

for i in df.columns:

```
print(i,"-----,df[i].unique())
```

Data Analysis

Analysis the Data through the Python code

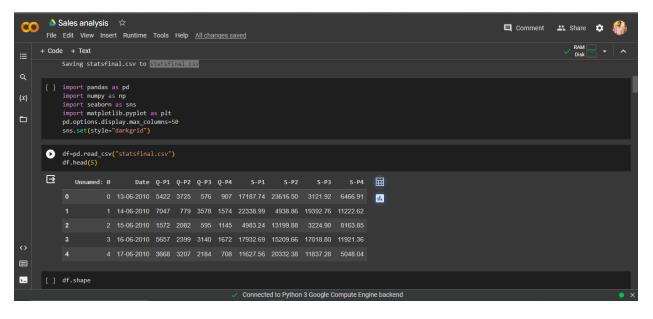
[∞] Sales analysis

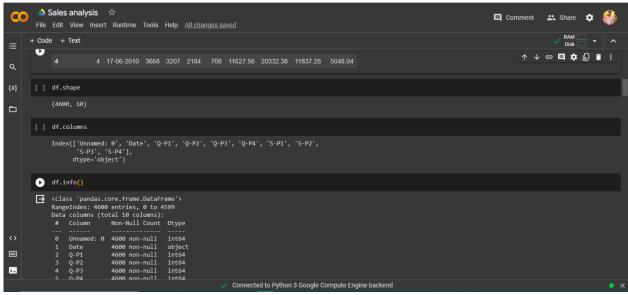
https://colab.research.google.com/drive/1d3PCu5 NhTyP80NYDCE7B

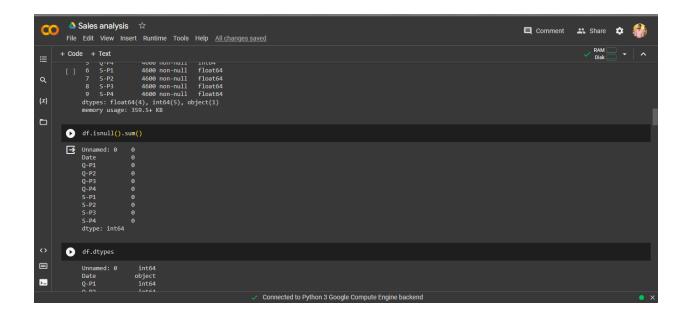
Ukgi3mwzrt ?usp=sharing

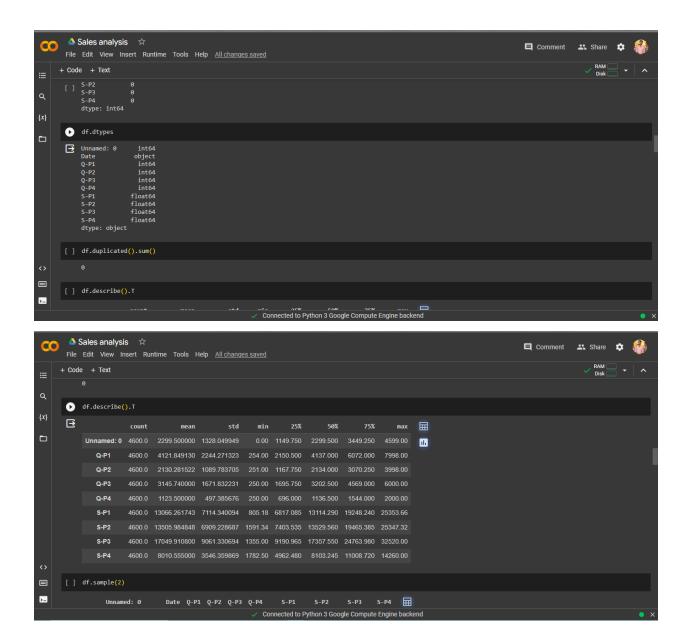
Sample Output











Title: Innovation Phase_3

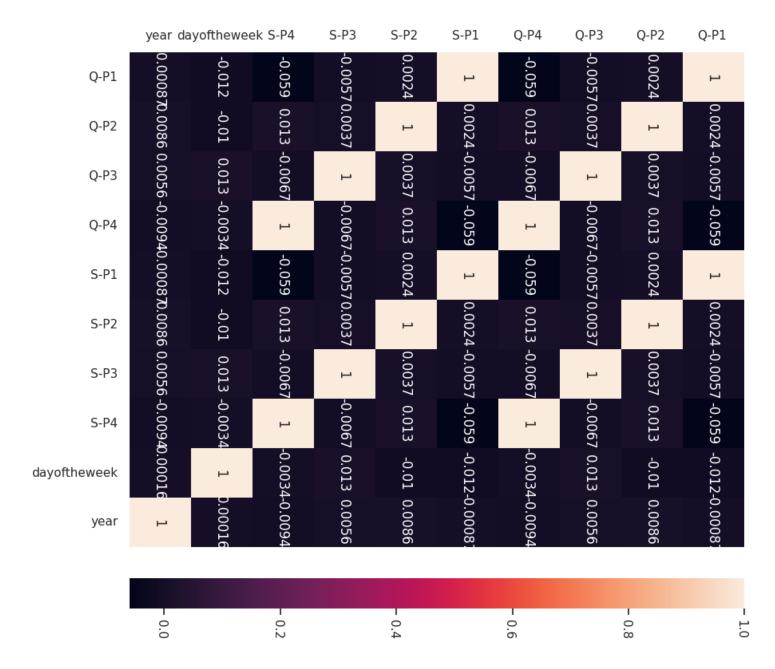
Task: Perform Data Visualization

1. Data Visualization

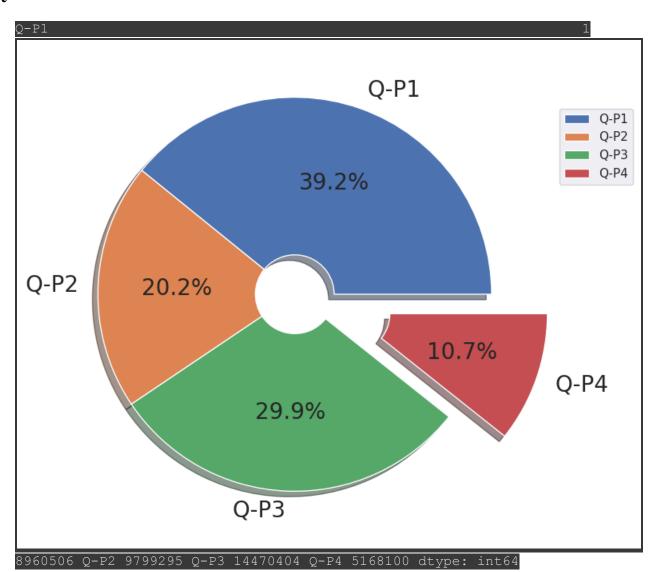
Code and Outputs

1. Code

```
plt.figure(figsize=(10,10))
sns.heatmap(df.corr(),annot=True)
```



```
q = df[["Q-P1","Q-P2","Q-P3","Q-P4"]].sum()
print(q)
plt.figure(figsize=(8,8))
plt.pie(q,labels=df[["Q-P1","Q-P2","Q-P3","Q-P4"]].sum().index,shado
w=True,autopct="%0.01f%%",textprops={"fontsize":20},wedgeprops={'wid
th': 0.8},explode=[0,0,0,0.3])
```



```
s=df[["S-P1","S-P2","S-P3","S-P4"]].sum()
print(s)

plt.figure(figsize=(8,8))

plt.pie(s,labels=df[["S-P1","S-P2","S-P3","S-P4"]].sum().index,shado
w=True,autopct="%0.01f%%",textprops={"fontsize":20},wedgeprops={'wid
th': 0.8},explode=[0,0,0,0.3])

plt.legend(loc='center right', bbox_to_anchor=(1.2, 0.8))
```

S-P1 60104804.02

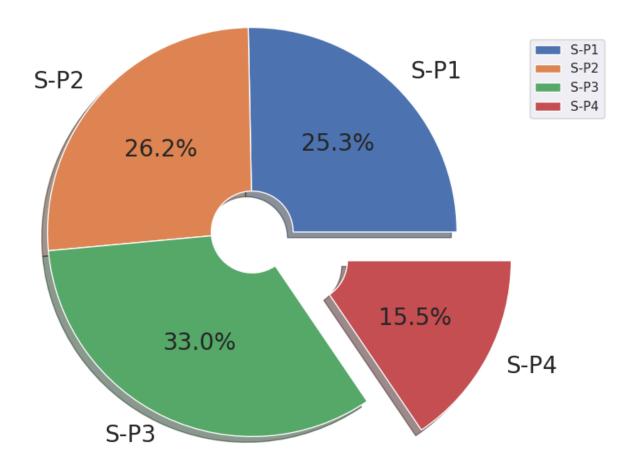
S-P2 62127530.30

S-P3 78429589.68

S-P4 36848553.00

dtype: float64

<matplotlib.legend.Legend at 0x79ead813ff10>



```
print(df["month"].value_counts())

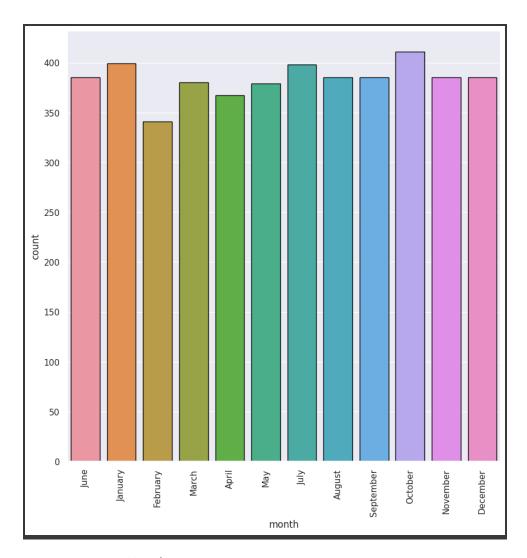
plt.figure(figsize=(10,10))

sns.countplot(x="month",data=df,edgecolor="black")

plt.xticks(rotation=90);

Out
```

October 411 January 399 July 398 June 385 August 385 September 385 November 385 December 385 March 380 May 379 April 367 February 341 Name: month, dtype: int64



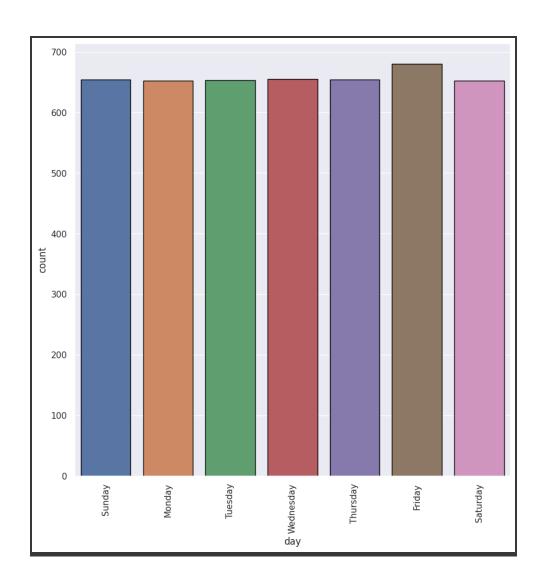
```
print(df["day"].value_counts())

plt.figure(figsize=(10,10))

sns.countplot(x="day",data=df,edgecolor="black")

plt.xticks(rotation=90);
```

```
Friday 680 Wednesday 655 Sunday 654 Thursday 654 Tuesday 653
Monday 652 Saturday 652 Name: day, dtype: int64
```



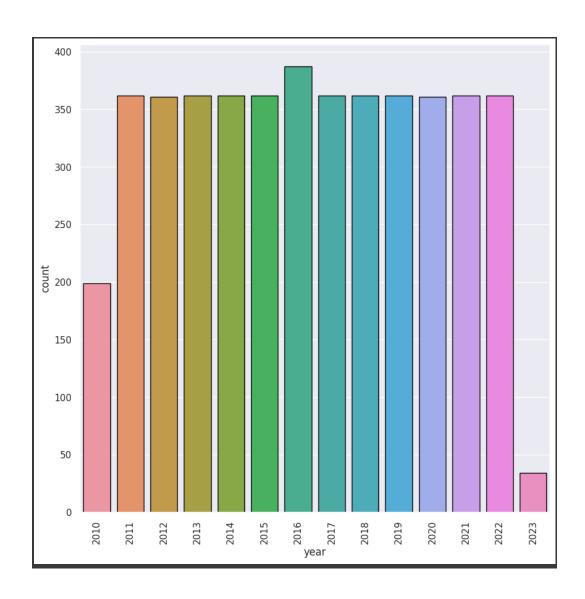
```
print(df["year"].value_counts())

plt.figure(figsize=(10,10))

sns.countplot(x="year",data=df,edgecolor="black")

plt.xticks(rotation=90);
```

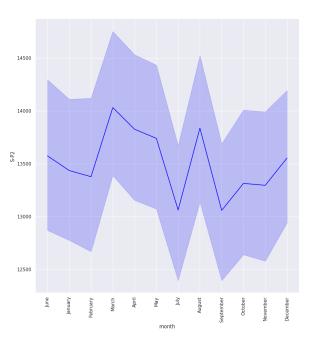
```
2016 387 2011 362 2013 362 2014 362 2015 362 2017 362 2018 362 2019 362 2021 362 2022 362 2012 361 2020 361 2010 199 2023 34 Name: year, dtype: int64
```



```
sns.relplot(x="month", y="S-P1", data=df, kind="line", height=10, c
olor="red")
plt.xticks(rotation=90);
sns.relplot(x="month", y="S-P2", data=df, kind="line", height=10, c
olor="blue")
plt.xticks(rotation=90);
sns.relplot(x="month", y="S-P3", data=df, kind="line", height=10, c
olor="green")
plt.xticks(rotation=90);
```

```
sns.relplot(x="month",y="S-P4",data=df,kind="line",height=10,c
olor="purple")
plt.xticks(rotation=90);
```



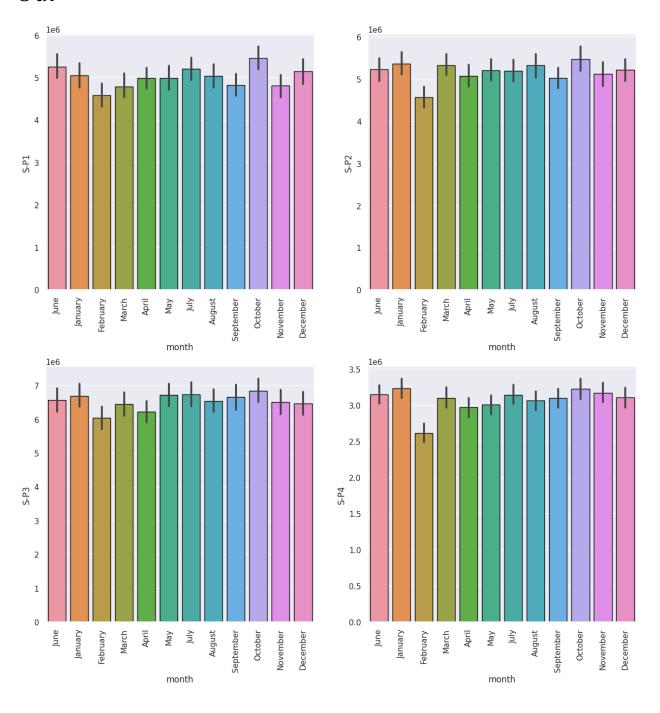




```
df.groupby("month")[["S-P1","S-P2","S-P3","S-P4"]].sum()
```

| | S-P1 | S-P2 | S-P3 | S-P4 |
|-----------|------------|------------|------------|------------|
| month | | | | |
| April | 4994236.73 | 5074402.86 | 6218523.18 | 2970628.94 |
| August | 5032438.40 | 5327280.10 | 6545224.52 | 3058499.06 |
| December | 5140424.45 | 5218441.32 | 6457398.84 | 3102797.75 |
| February | 4576731.88 | 4561845.56 | 6042134.70 | 2613444.46 |
| January | 5048012.61 | 5360970.86 | 6693223.04 | 3228692.16 |
| July | 5205647.20 | 5199104.32 | 6732490.94 | 3142091.18 |
| June | 5251837.27 | 5226404.36 | 6574600.92 | 3142454.81 |
| March | 4786119.89 | 5332035.10 | 6440791.96 | 3098619.57 |
| May | 4983870.83 | 5207752.08 | 6722008.66 | 3006278.94 |
| November | 4813933.47 | 5119068.16 | 6508476.92 | 3168215.50 |
| October | 5454847.24 | 5472326.62 | 6840809.64 | 3221134.36 |
| September | 4816704.05 | 5027898.96 | 6653906.36 | 3095696.27 |

```
plt.figure(figsize=(15,15),dpi=100)
plt.subplot(2,2,1)
sns.barplot(x="month",y="S-P1",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,2)
sns.barplot(x="month",y="S-P2",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,3)
sns.barplot(x="month",y="S-P3",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,4)
sns.barplot(x="month",y="S-P4",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90)
plt.subplots adjust(hspace=0.3);
```



```
df.groupby ("month")[["Q-P1","Q-P2","Q-P3","Q-P4"]].sum()
```

Out

| | Q-P1 | Q-P2 | Q-P3 | Q-P4 |
|-----------|---------|--------|---------|--------|
| month | | | | |
| April | 1575469 | 800379 | 1147329 | 416638 |
| August | 1587520 | 840265 | 1207606 | 428962 |
| December | 1621585 | 823098 | 1191402 | 435175 |
| February | 1443764 | 719534 | 1114785 | 366542 |
| January | 1592433 | 845579 | 1234912 | 452832 |
| July | 1642160 | 820048 | 1242157 | 440686 |
| June | 1656731 | 824354 | 1213026 | 440737 |
| March | 1509817 | 841015 | 1188338 | 434589 |
| May | 1572199 | 821412 | 1240223 | 421638 |
| November | 1518591 | 807424 | 1200826 | 444350 |
| October | 1720772 | 863143 | 1262142 | 451772 |
| September | 1519465 | 793044 | 1227658 | 434179 |

```
plt.figure(figsize=(15,15),dpi=100)

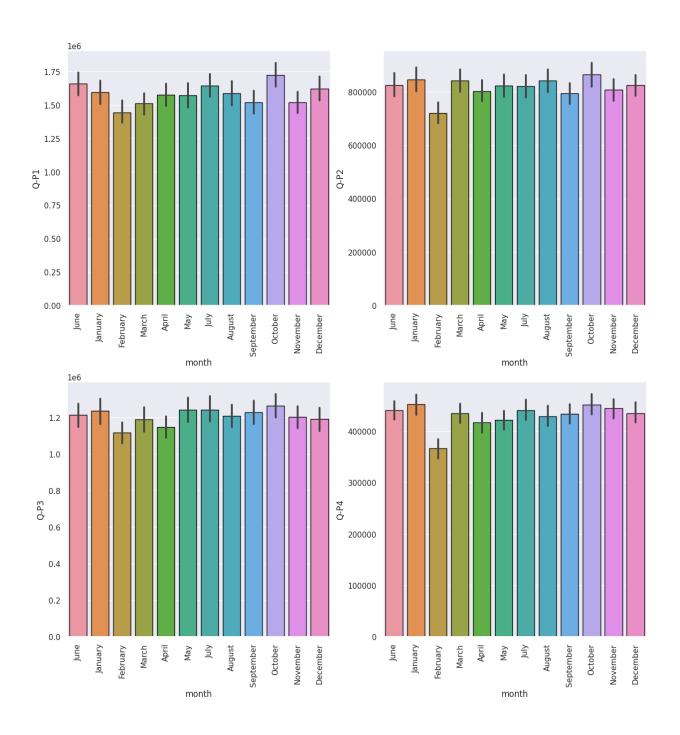
plt.subplot(2,2,1)

sns.barplot(x="month",y="Q-P1",data=df,edgecolor="black",estim ator=sum)

plt.xticks(rotation=90);

plt.subplot(2,2,2)
```

```
sns.barplot(x="month",y="Q-P2",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,3)
sns.barplot(x="month",y="Q-P3",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,4)
sns.barplot(x="month",y="Q-P4",data=df,edgecolor="black",estim
ator=sum)
plt.xticks(rotation=90)
plt.xticks(rotation=90)
plt.xticks(rotation=90)
```



```
week_t=df[df["dayoftheweek"]<5]
weekend_t=df[df["dayoftheweek"]>=5]
print(week_t.groupby("day")[["S-P1","S-P2","S-P3","S-P4"]].sum
())
```

Out

| | S-P1 | S-P2 | S-P3 | S-P4 |
|-----------|------------|------------|-------------|------------|
| day | | | | |
| Friday | 8913637.41 | 9267831.02 | 11428877.58 | 5463169.99 |
| Monday | 8636791.80 | 8864347.08 | 11064892.06 | 5292577.61 |
| Thursday | 8577981.96 | 8909481.54 | 10951554.44 | 5043013.35 |
| Tuesday | 8433525.06 | 8738326.90 | 11156338.30 | 5384854.07 |
| Wednesday | 8693537.97 | 8908067.72 | 11017830.20 | 5086827.20 |
| | | | | |

```
plt.figure(figsize=(10,10),dpi=100)

plt.subplot(2,2,1)

sns.barplot(x="day",y="S-P1",data=week_t,edgecolor="black",est
imator=sum)

plt.xticks(rotation=45);

plt.subplot(2,2,2)

sns.barplot(x="day",y="S-P2",data=week_t,edgecolor="black",est
imator=sum)

plt.xticks(rotation=45);

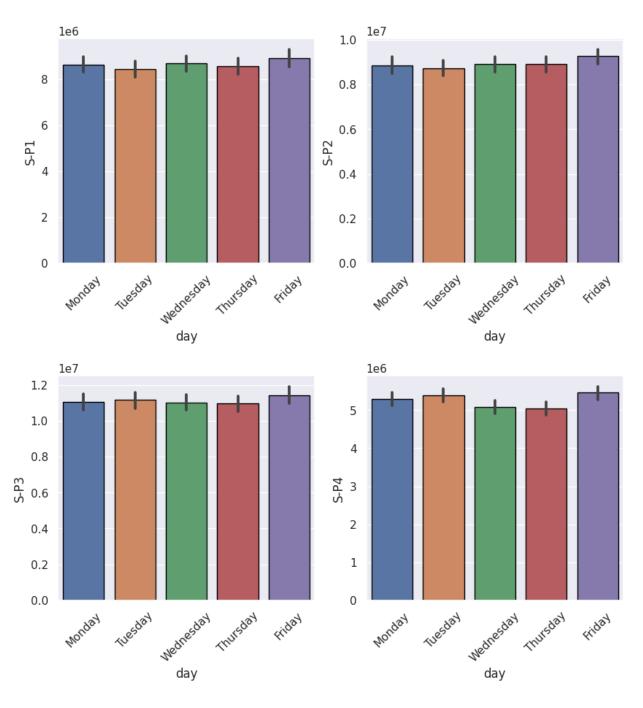
plt.subplot(2,2,3)

sns.barplot(x="day",y="S-P3",data=week_t,edgecolor="black",est
imator=sum)

plt.xticks(rotation=45);

plt.subplot(2,2,4)
```

```
sns.barplot(x="day",y="S-P4",data=week_t,edgecolor="black",est
imator=sum)
plt.xticks(rotation=45)
plt.subplots_adjust(hspace=0.5);
```



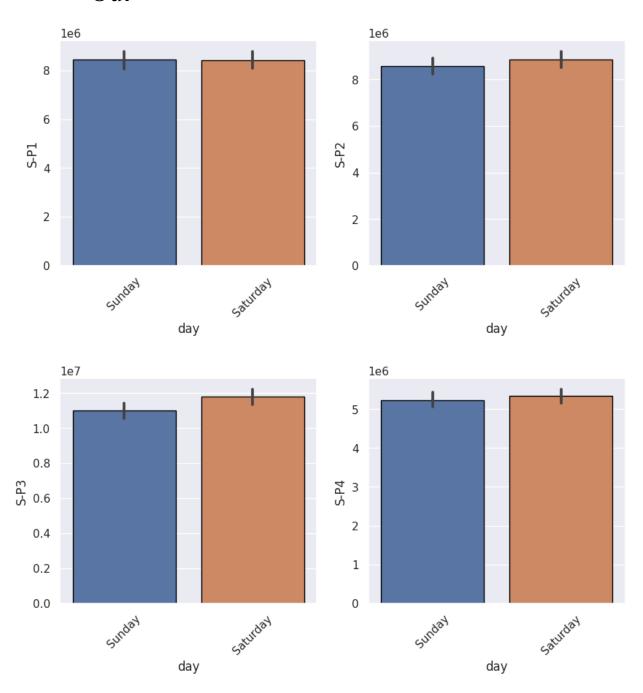
```
print(weekend_t.groupby("day")[["S-P1","S-P2","S-P3","S-P4"]].
sum())
```

Out

| | S-P1 | S-P2 | S-P3 | S-P4 |
|----------|------------|------------|-------------|------------|
| day | | | | |
| Saturday | 8409578.88 | 8853201.36 | 11796375.26 | 5339977.85 |
| Sunday | 8439750.94 | 8586274.68 | 11013721.84 | 5238132.93 |

```
plt.figure(figsize=(10,10),dpi=100)
plt.subplot(2,2,1)
sns.barplot(x="day",y="S-P1",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,2)
sns.barplot(x="day",y="S-P2",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,3)
sns.barplot(x="day",y="S-P3",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,4)
sns.barplot(x="day",y="S-P4",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45)
plt.subplots adjust(hspace=0.5);
```



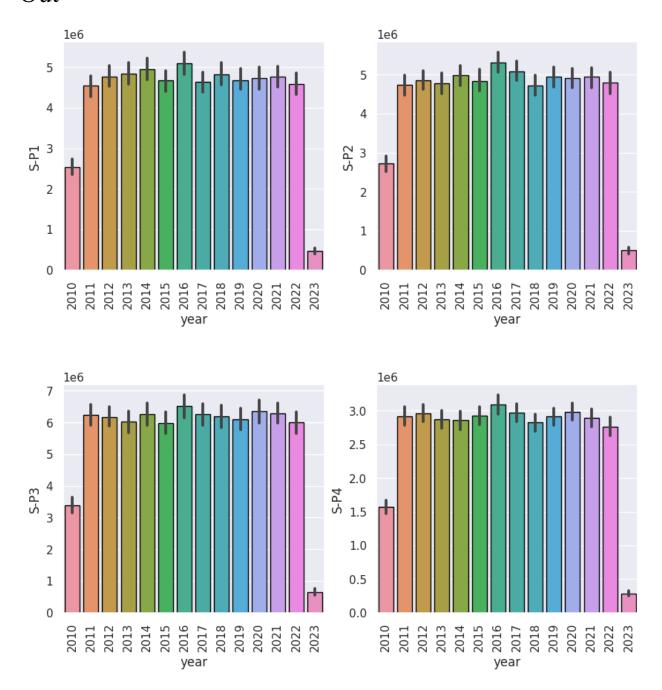


16. Code

df.groupby("year")[["S-P1","S-P2","S-P3","S-P4"]].agg(["sum"])

| | S-P1 | S-P2 | S-P3 | S-P4 |
|------|------------|------------|------------|------------|
| | sum | sum | sum | sum |
| year | | | | |
| 2010 | 2543459.01 | 2720100.92 | 3385462.08 | 1567523.37 |
| 2011 | 4542819.22 | 4741147.10 | 6235075.86 | 2921603.06 |
| 2012 | 4771163.83 | 4861987.50 | 6173911.16 | 2965210.14 |
| 2013 | 4833682.57 | 4771369.88 | 6017809.74 | 2868491.69 |
| 2014 | 4954522.97 | 4979797.38 | 6265406.18 | 2865119.20 |
| 2015 | 4669720.66 | 4833806.20 | 5987988.90 | 2933224.96 |
| 2016 | 5096066.64 | 5313116.54 | 6507718.12 | 3096444.92 |
| 2017 | 4628545.53 | 5085909.96 | 6269568.74 | 2969944.46 |
| 2018 | 4825792.44 | 4727313.22 | 6198517.96 | 2824392.64 |
| 2019 | 4681354.56 | 4946303.16 | 6106237.04 | 2912519.44 |
| 2020 | 4732093.58 | 4904826.88 | 6343643.88 | 2984618.00 |
| 2021 | 4758100.26 | 4948382.68 | 6294208.06 | 2894394.98 |
| 2022 | 4591000.05 | 4797040.54 | 5993479.36 | 2760400.89 |
| 2023 | 476482.70 | 496428.34 | 650562.60 | 284665.25 |

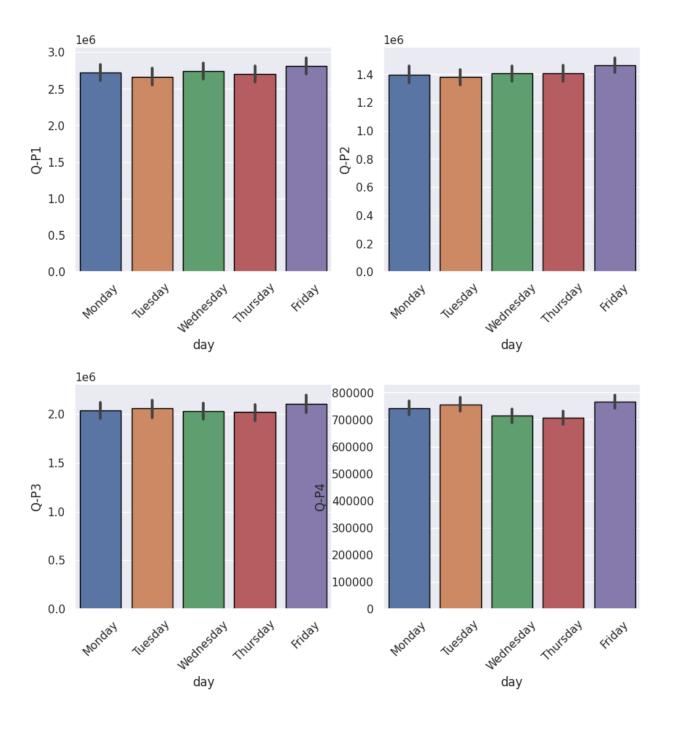
```
plt.figure(figsize=(10,10),dpi=100)
plt.subplot(2,2,1)
sns.barplot(x="year",y="S-P1",data=df,edgecolor="black",estima
tor=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,2)
sns.barplot(x="year",y="S-P2",data=df,edgecolor="black",estima
tor=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,3)
sns.barplot(x="year",y="S-P3",data=df,edgecolor="black",estima
tor=sum)
plt.xticks(rotation=90);
plt.subplot(2,2,4)
sns.barplot(x="year",y="S-P4",data=df,edgecolor="black",estima
tor=sum)
plt.xticks(rotation=90)
plt.subplots_adjust(hspace=0.5);
```



```
df[["S-P1","S-P2","S-P3","S-P4"]].agg(["sum","max","min","mean"])
```

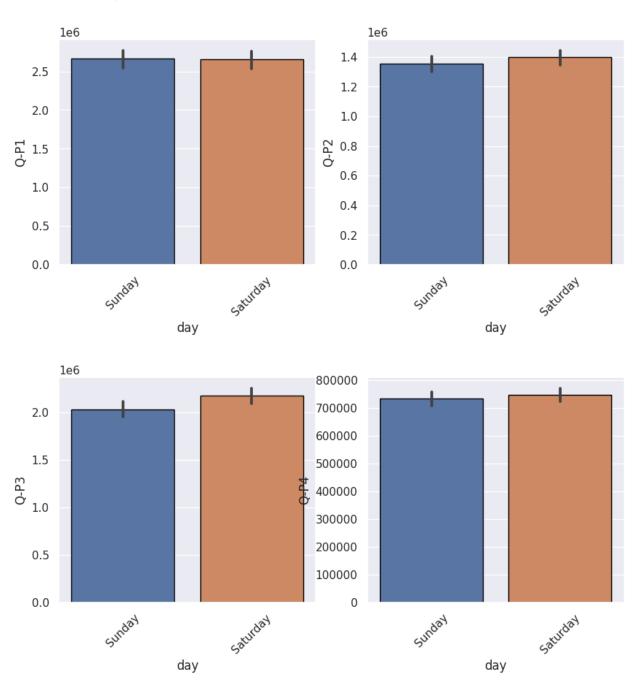
| | S-P1 | S-P2 | S-P3 | S-P4 |
|------|--------------|--------------|--------------|--------------|
| sum | 6.010480e+07 | 6.212753e+07 | 7.842959e+07 | 3.684855e+07 |
| max | 2.535366e+04 | 2.534732e+04 | 3.252000e+04 | 1.426000e+04 |
| min | 8.051800e+02 | 1.591340e+03 | 1.355000e+03 | 1.782500e+03 |
| mean | 1.306626e+04 | 1.350598e+04 | 1.704991e+04 | 8.010555e+03 |

```
plt.figure(figsize=(10,10),dpi=100)
plt.subplot(2,2,1)
sns.barplot(x="day",y="Q-P1",data=week t,edgecolor="black",est
imator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,2)
sns.barplot(x="day",y="Q-P2",data=week_t,edgecolor="black",est
imator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,3)
sns.barplot(x="day",y="Q-P3",data=week_t,edgecolor="black",est
imator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,4)
sns.barplot(x="day",y="Q-P4",data=week t,edgecolor="black",est
imator=sum)
plt.xticks(rotation=45)
plt.subplots_adjust(hspace=0.5);
```



```
plt.figure(figsize=(10,10),dpi=100)
plt.subplot(2,2,1)
sns.barplot(x="day",y="Q-P1",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,2)
sns.barplot(x="day",y="Q-P2",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,3)
sns.barplot(x="day",y="Q-P3",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45);
plt.subplot(2,2,4)
sns.barplot(x="day",y="Q-P4",data=weekend t,edgecolor="black",
estimator=sum)
plt.xticks(rotation=45)
plt.subplots adjust(hspace=0.5);
```





```
from wordcloud import WordCloud as word

d=df[["S-P1","S-P2","S-P3","S-P4"]].sum()

wc = word(background_color='white', width=1000, height=600)

wc.generate_from_frequencies(d)

plt.figure(figsize=(15,15),dpi=100)

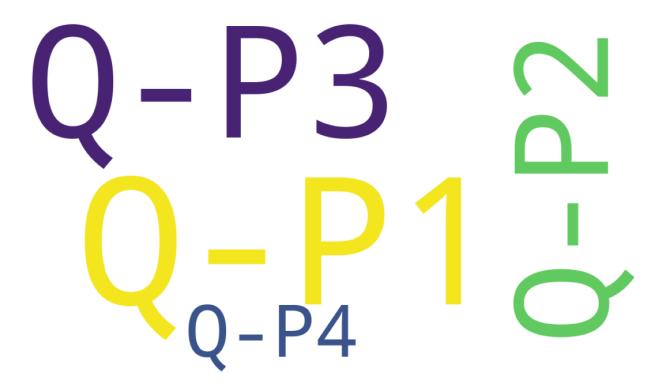
plt.imshow(wc)

plt.axis('off')

plt.show()
```



```
q=df[["Q-P1","Q-P2","Q-P3","Q-P4"]].sum()
wc = word(background_color='white', width=1000, height=600)
wc.generate_from_frequencies(q)
plt.figure(figsize=(15,15),dpi=100)
plt.imshow(wc)
plt.axis('off')
plt.show()
```



Title: Innovation Phase_4 Introduction

Briefly introduce the purpose of the report and its focus on insights derived from IBM Cognos Analytics.

Top-Selling Products

Present a dashboard highlighting the products with the highest sales.

Include interactive charts and tables for easy exploration.

Sales Trends

Showcase a trend analysis report displaying sales patterns over time.

Identify peak sales periods and provide a clear visualization.

Customer Preferences

Create a dashboard that reveals customer preferences for specific products.

Utilize filters for users to customize their preferences.

Actionable Insights

Summarize key takeaways from the visualizations.

Emphasize the need to focus on top-selling products and peak sales periods.

https://colab.research.google.com/drive/1d3PCu5_NhTyP80 NYDCE7BUkgj3mwzrt_?usp=sharing

IBM Cognos Link:

https://us1.ca.analytics.ibm.com/bi/?perspective=dashboard&pat hRef=.my_folders%2FProduct%2Bsales%2BAnalysis%2BDash board&action=view&mode=dashboard&subView=model00000 18b660aecda_00000000