E-Commerce Product Delivery Prediction

The aim of this project to predict whether the product from an e-commerce company will reach on time or not. This project also analyzes various factors that affect the delivery of the product as well as studies the customer behavior.

Context

An international e-commerce company based wants to discover key insights from their customer database. They want to use some of the most advanced machine learning techniques to study their customers. The company sells electronic products.

Data Dictionary

The dataset used for model building contained 10999 observations of 12 variables. The data contains the following information:

Variable	Description
ID	ID Number of Customers
Warehouse_block	The Company have big Warehouse which is divided into block such as A,B,C,D,E
Mode_of_Shipment	The Company Ships the products in multiple way such as Ship, Flight and Road
Customer_care_calls	The number of calls made from enquiry for enquiry of the shipment
Customer_rating	The company has rated from every customer. 1 is the lowest (Worst), 5 is the highest (Best)
Cost_of_the_Product	Cost of the Product in US Dollars
Prior_purchases	The Number of Prior Purchase
Product_importance	The company has categorized the product in the various parameter such as low, medium, high
Gender	Male and Female
Discount_offered	Discount offered on that specific product
Weight_in_gms	It is the weight in grams
Reached.on.Time_Y.N	It is the target variable, where 1 Indicates that the product has NOT reached on time and 0 indicates it has reached on time

```
In []: #Importing the Libraries
  import numpy as np
  import pandas as pd
  import matplotlib.pyplot as plt
  import seaborn as sns
```

```
In [ ]: #Loading the dataset
         df = pd.read_csv('E_Commerce.csv')
         df.head()
Out[]:
                Warehouse_block Mode_of_Shipment Customer_care_calls Customer_rating Cos
                                                                                         2
         0
             1
                               D
                                               Flight
             2
                               F
                                               Flight
                                                                                         5
                                                                       2
                                                                                         2
             3
                               Α
         2
                                               Flight
                                                                       3
                                                                                         3
             4
                               В
                                               Flight
                               C
                                                                        2
                                                                                         2
             5
                                               Flight
```

Data Preprocessing 1

```
#Checking the shape of the dataset
In [ ]:
        df.shape
Out[]: (10999, 12)
        #Checking data types of the columns
        df.dtypes
Out[ ]: ID
                                 int64
        Warehouse_block
                                object
        Mode of Shipment
                                object
        Customer_care_calls
                                 int64
        Customer_rating
                                 int64
        Cost_of_the_Product
                                 int64
        Prior_purchases
                                 int64
        Product importance
                                object
        Gender
                                object
        Discount_offered
                                 int64
        Weight_in_gms
                                 int64
        Reached.on.Time_Y.N
                                 int64
        dtype: object
        Dropping column ID because it is an index column
In [ ]:
        #Drop column
        df.drop(['ID'], axis=1, inplace=True)
In [ ]: #Checking for null/missing values
        df.isnull().sum()
```

```
Out[]: Warehouse_block
                                  0
         Mode_of_Shipment
                                  0
         Customer_care_calls
         Customer_rating
                                  0
         Cost_of_the_Product
         Prior_purchases
                                  0
         Product_importance
                                  0
         Gender
                                  0
         Discount_offered
                                  0
         Weight_in_gms
                                  0
         Reached.on.Time_Y.N
                                  0
         dtype: int64
In [ ]: #Checking for duplicate values
         df.duplicated().sum()
Out[]: 0
         Descriptive Statistics
         df.describe()
Out[]:
                 Customer_care_calls
                                     Customer_rating Cost_of_the_Product Prior_purchases
                       10999.000000
                                        10999.000000
                                                              10999.000000
                                                                              10999.000000
         count
                                             2.990545
                                                                210.196836
                                                                                  3.567597
                           4.054459
         mean
                           1.141490
                                                                 48.063272
                                                                                   1.522860
            std
                                             1.413603
                           2.000000
                                                                                  2.000000
                                             1.000000
                                                                 96.000000
           min
          25%
                           3.000000
                                             2.000000
                                                                169.000000
                                                                                  3.000000
          50%
                                                                                  3.000000
                           4.000000
                                             3.000000
                                                                214.000000
          75%
                                                                                  4.000000
                           5.000000
                                             4.000000
                                                                251.000000
                                                                                 10.000000
                           7.000000
                                             5.000000
                                                                310.000000
           max
In [ ]:
         df.head()
Out[ ]:
            Warehouse_block Mode_of_Shipment Customer_care_calls Customer_rating Cost_of_
         0
                                                                                      2
                           D
                                            Flight
                                                                    4
                           F
         1
                                                                                      5
                                            Flight
                                                                    4
                                                                                      2
         2
                                            Flight
                                                                    2
                           Α
         3
                           В
                                                                    3
                                                                                      3
                                            Flight
                           C
                                                                    2
                                                                                      2
         4
                                            Flight
```

Exploratory Data Analysis

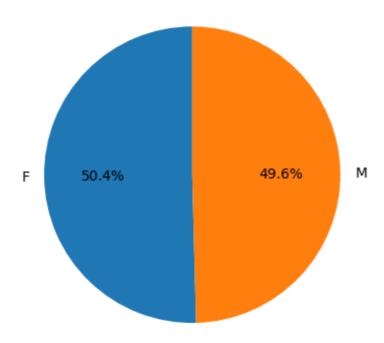
In the exploratory data analysis, I will be looking at the relationship between the target variable and the other variables. I will also be looking at the distribution of the variables across the dataset, in order to understand the data in a better way.

Customer Gender Distribution

```
In [ ]: plt.pie(df['Gender'].value_counts(),labels = ['F','M'], autopct='%1.1f%%', start
    plt.title('Gender Distribution')
```

Out[]: Text(0.5, 1.0, 'Gender Distribution')

Gender Distribution

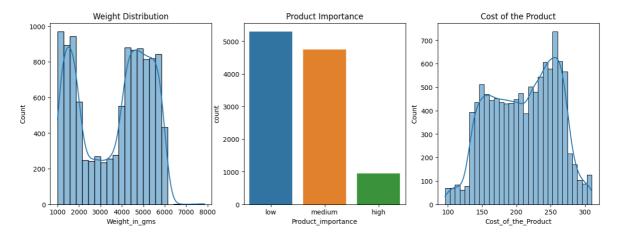


The dataset has the equal number of both males and female customers, with percentage of 49.6% and 50.4% respectively.

Product Properties

```
In [ ]: fig, ax = plt.subplots(1,3,figsize=(15,5))
    sns.histplot(df['Weight_in_gms'], ax=ax[0], kde=True).set_title('Weight Distribut sns.countplot(x = 'Product_importance', data = df, ax=ax[1]).set_title('Product sns.histplot(df['Cost_of_the_Product'], ax=ax[2], kde=True).set_title('Cost_of_the_Product')
```

Out[]: Text(0.5, 1.0, 'Cost of the Product')

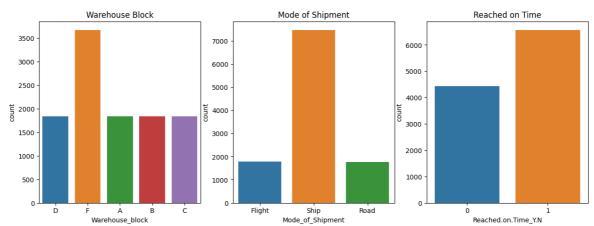


These three graphs explain the distribution of product properties - Weight, Cost and Importance in the dataset. Firstly, looking at the weight distribution, we can see that the products weighing between 1000-2000 grams and 4000-6000 grams are more in number. This means that the company is selling more of the products in these weight ranges. The second graph is about the product importance, where majority of the products have low or medium importance. The third graph is about the cost of the product. Third graph is about the cost distribution of the products, where there is increased distribution between 150-200 and 225-275 dollars.

From this, I conclude that majority of the products are lighter than 6000 grams, have low or medium importance and costs between 150-275 dollars.

Logistics

Out[]: Text(0.5, 1.0, 'Reached on Time')



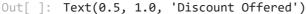
The above graphs visualizes the logistics and delivery of the product. In the first graph, we can see that the number of products from warehouse F is most i.e. 3500, whereas rest of the warehouses have nearly equal number of products. The second graph is about the shipment of the product, where majority of the products are shipped via Ship whereas nearly 2000 products are shipped by flight and road. Third graph is about the timely

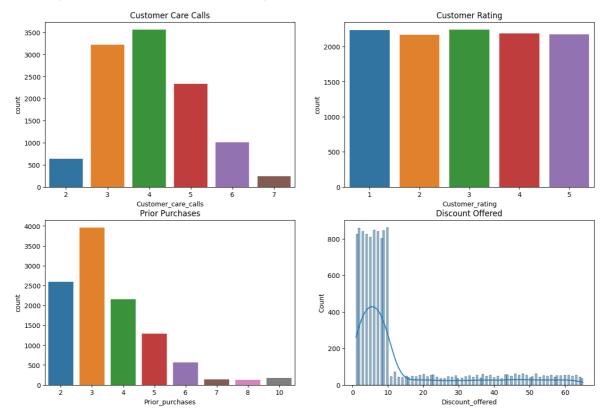
delivery of the product where we can see that the number of products delivered on time is more than the number of products not delivered on time.

From all the above graph, I assume that warehouse F is close to seaport, because warehouse F has the most number of products and most of the products are shipped via ship.

Customer Experience

```
fig, ax = plt.subplots(2,2,figsize=(15,10))
sns.countplot(x = 'Customer_care_calls', data = df, ax=ax[0,0]).set_title('Customer_care_calls')
sns.countplot(x = 'Customer_rating', data = df, ax=ax[0,1]).set_title('Customer_
sns.countplot(x = 'Prior_purchases', data = df, ax=ax[1,0]).set_title('Prior Pur
sns.histplot(x = 'Discount offered', data = df, ax=ax[1,1], kde = True).set titl
```





The above graphs visualizes the customer experience based on their customer care calls, rating, prior purchases and discount offered. The first graph shows the number of customer care calls done by the customers, where we can see that majority of the customers have done 3-4 calls, which could be a potential indicator, which shows that customers could be facing with the product delivery. In the second graph, we can see that the count of customer ratings across all ratings is same, but there are little more count in rating 1, which means customers are not satisfied with the service.

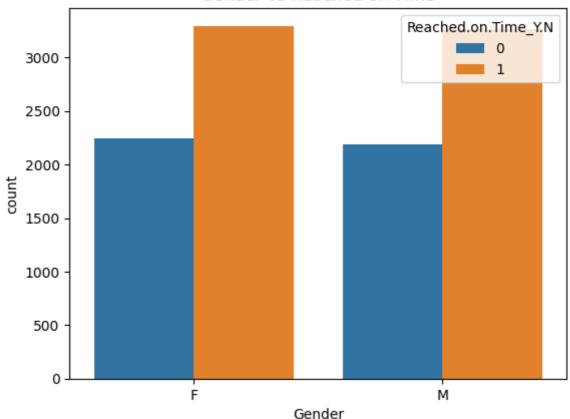
The third graph is about the prior purchases done by the customers, where we can see that majority of the customers have done 2-3 prior purchases, which means that customers who are having prior purchases, they are satisfied with the service, and they are buying more products. The fourth graph is about the discount offered on the

products, where we can see that majority of the products have 0-10% discount, which means that the company is not offering much discount on the products.

Customer Gender and Product Delivery

```
In [ ]: sns.countplot(x = 'Gender', data = df, hue = 'Reached.on.Time_Y.N').set_title('Gout[ ]: Text(0.5, 1.0, 'Gender vs Reached on Time')
```

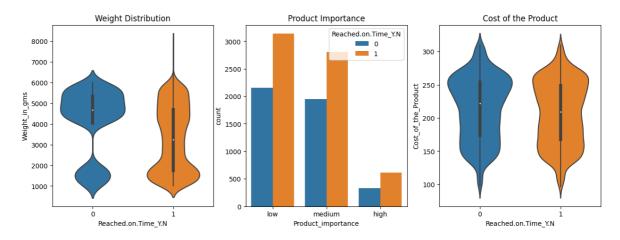
Gender vs Reached on Time



The number of products timely delivered for both the genders is same, which means there is no relation of customer gender and product delivery.

Product Properties and Product Delivery

```
In [ ]: fig, ax = plt.subplots(1,3,figsize=(15,5))
    sns.violinplot(y = df['Weight_in_gms'], ax=ax[0], kde=True, x = df['Reached.on.I sns.countplot(x = 'Product_importance', data = df, ax=ax[1], hue = 'Reached.on.I sns.violinplot(y = df['Cost_of_the_Product'], ax=ax[2], kde=True, x = df['Reached.on.I sns.violinplot(y = df['Cost_of_the_Product'], ax=ax['Cost_of_the_Product'], ax=ax['Cost_of_the_Product
```



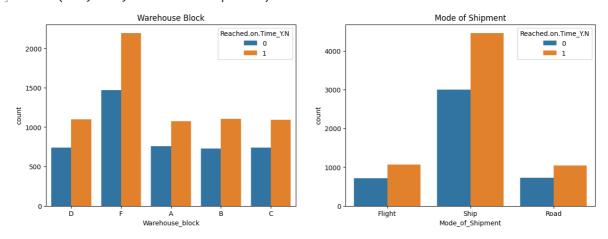
The above plots visualizes the relationship between product properties and product delivery. From the first graph, it is quite clear that product weight has an impact of timely delivery of the product. Products that weight more than 4500 grams are not delivered on time, in addition to that more products that weight between 2500 - 3500 grams are delivered timely. The second graph is about the product importance and product delivery, where we can see that there is no major difference between the product delivery based on the product importance. The third graph shows the relationship between the cost of the product and product delivery, where we can see that products that cost more than 250 have higher count of not delivered on time.

From this I conclude that product weight and cost has an impact on the product delivery.

Logistics and Product Delivery

```
In [ ]: fig, ax = plt.subplots(1,2,figsize=(15,5))
    sns.countplot(x = 'Warehouse_block', data = df, ax=ax[0], hue = 'Reached.on.Time
    sns.countplot(x = 'Mode_of_Shipment', data = df, ax=ax[1], hue = 'Reached.on.Time
```

Out[]: Text(0.5, 1.0, 'Mode of Shipment')

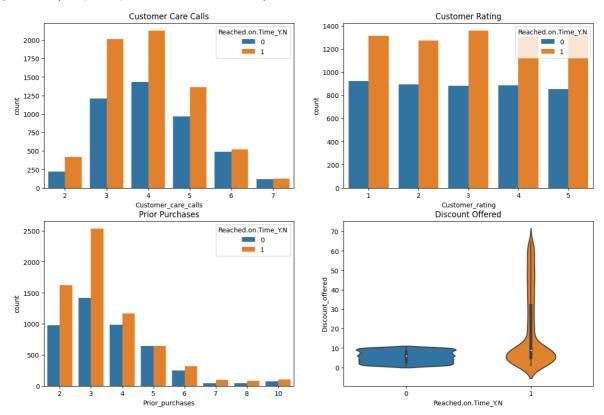


These graphs explain the relationship between the Logistic and timely delivery of the product. Since most of the products are shipped from warehouse F, I assumed that warehouse F is close to seaport, and most of the products are shipped via ship. In both the graphs, the difference between the number of products delivered on time and not delivered on time is constant across all the warehouse blocks and mode of shipment. This means that the logistic and mode of shipment has no impact on the product delivery.

Customer Experience and Product Delivery

```
In [ ]: fig, ax = plt.subplots(2,2,figsize=(15,10))
    sns.countplot(x = 'Customer_care_calls', data = df, ax=ax[0,0],hue = 'Reached.or
    sns.countplot(x = 'Customer_rating', data = df, ax=ax[0,1],hue = 'Reached.on.Tim
    sns.countplot(x = 'Prior_purchases', data = df, ax=ax[1,0],hue = 'Reached.on.Tim
    sns.violinplot(x = 'Reached.on.Time_Y.N', y = 'Discount_offered',data = df, ax=
```

Out[]: Text(0.5, 1.0, 'Discount Offered')



It is important to understand the customer experience and respond to services provided by the E-Commerce company. The above graphs explain the relationship between customer experience and product delivery. The first graph is about the customer care calls and product delivery, where we that the difference in timely and late delivery of the product decreases with increase in the number of calls by the customer, which means that with the delay in product delivery the customer gets anxious about the product and calls the customer care. The second graph is about the customer rating and product delivery, where we can see that customers who rating have higher count of products delivered on time.

The third graph is about the customer's prior purchase, which also shows that customers who have done more prior purchases have higher count of products delivered on time and this is the reason that they are purchasing again from the company. The fourth graph is about the discount offered on the product and product delivery, where we can see that products that have 0-10% discount have higher count of products delivered late, whereas products that have discount more than 10% have higher count of products delivered on time.

Data Preprocessing 2

Label Encoding the Categorical Variables

```
In []: from sklearn.preprocessing import LabelEncoder

#Label encoding object
le = LabelEncoder()

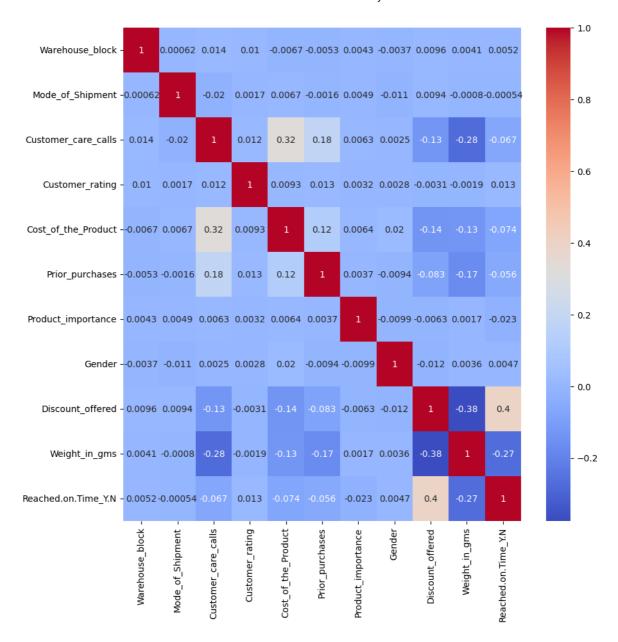
#columns for Label encoding
cols = ['Warehouse_block','Mode_of_Shipment','Product_importance', 'Gender']

#Label encoding
for i in cols:
    le.fit(df[i])
    df[i] = le.transform(df[i])
    print(i, df[i].unique())

Warehouse_block [3 4 0 1 2]
Mode_of_Shipment [0 2 1]
Product_importance [1 2 0]
Gender [0 1]
```

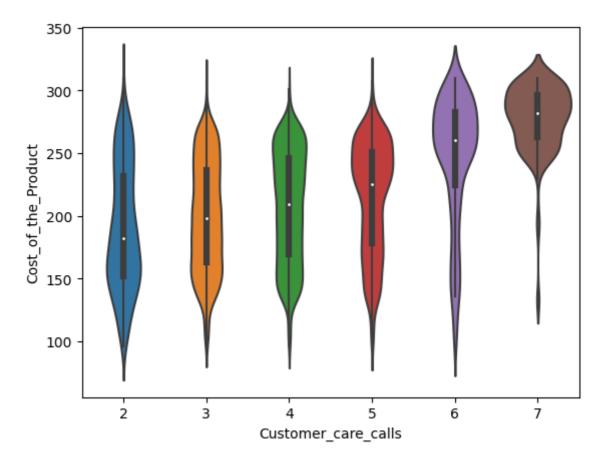
Correlation Matrix Heatmap

```
In [ ]: plt.figure(figsize=(10,10))
    sns.heatmap(df.corr(), annot=True, cmap='coolwarm')
Out[ ]: <Axes: >
```



In the correlation matrix heatmap, we can see that there is positive correlation between cost of product and number of customer care calls.

```
In [ ]: sns.violinplot(x = 'Customer_care_calls', y = 'Cost_of_the_Product', data = df)
Out[ ]: <Axes: xlabel='Customer_care_calls', ylabel='Cost_of_the_Product'>
```



It is clear that customer are more concern regarding the delivery of the product when the cost of the product is high. This is the reason that they call the customer care to know the status of the product. So, it is important to make sure the delivery of the product is on time when the cost of the product is high.

Train Test Split

```
In [ ]: from sklearn.model_selection import train_test_split
X_train, X_test, y_train, y_test = train_test_split(df.drop('Reached.on.Time_Y.M)
```

Model Building

I will be using the following models to predict the product delivery:

- Random Forest Classifier
- Decision Tree Classifier
- Logistic Regression
- K Nearest Neighbors

Random Forest Classifier

```
In [ ]: from sklearn.ensemble import RandomForestClassifier

#Random Forest Classifier Object
rfc = RandomForestClassifier()
```

```
In [ ]: #Using GridSearchCV for hyperparameter tuning
        from sklearn.model_selection import GridSearchCV
        #Parameter grid
        param_grid = {
            'max_depth': [4,8,12,16],
            'min_samples_leaf': [2,4,6,8],
            'min_samples_split': [2,4,6,8],
            'criterion': ['gini', 'entropy'],
            'random_state': [0,42]
        #GridSearchCV object
        grid = GridSearchCV(estimator=rfc, param_grid=param_grid, cv=5, n_jobs=-1, verbd
        #Fitting the model
        grid.fit(X_train, y_train)
        #Best parameters
        print('Best parameters: ', grid.best_params_)
       Fitting 5 folds for each of 256 candidates, totalling 1280 fits
       Best parameters: {'criterion': 'gini', 'max_depth': 8, 'min_samples_leaf': 8, 'm
       in_samples_split': 2, 'random_state': 42}
In [ ]: #Random Forest Classifier Object
        rfc = RandomForestClassifier(criterion='gini', max_depth=8, min_samples_leaf=8,
        #Fitting the model
        rfc.fit(X_train, y_train)
Out[]: \
                                   RandomForestClassifier
        RandomForestClassifier(max_depth=8, min_samples_leaf=8, random_state=4
        2)
In [ ]: #Training accuracy
        print('Training accuracy: ', rfc.score(X_train, y_train))
      Training accuracy: 0.7253096942834413
In [ ]: #predicting the test set results
        rfc_pred = rfc.predict(X_test)
        Decision Tree Classifier
In [ ]: from sklearn.tree import DecisionTreeClassifier
        #Decision Tree Classifier Object
        dtc = DecisionTreeClassifier()
In [ ]: #Using GridSearchCV for hyperparameter tuning
        from sklearn.model_selection import GridSearchCV
        #Parameter grid
        param_grid = {
            'max_depth': [2,4,6,8],
            'min_samples_leaf': [2,4,6,8],
           'min_samples_split': [2,4,6,8],
```

```
'criterion': ['gini', 'entropy'],
            'random_state': [0,42]}
        #GridSearchCV object
        grid = GridSearchCV(estimator=dtc, param_grid=param_grid, cv=5, n_jobs=-1, verbd
        #Fitting the model
        grid.fit(X_train, y_train)
        #Best parameters
        print('Best parameters: ', grid.best_params_)
      Fitting 5 folds for each of 256 candidates, totalling 1280 fits
      Best parameters: {'criterion': 'gini', 'max_depth': 6, 'min_samples_leaf': 6, 'm
      in_samples_split': 2, 'random_state': 0}
In [ ]: #Decision Tree Classifier Object
        dtc = DecisionTreeClassifier(criterion='gini', max_depth=6, min_samples_leaf=6,
        #Fitting the model
        dtc.fit(X_train, y_train)
Out[]: •
                                   DecisionTreeClassifier
        DecisionTreeClassifier(class_weight='balanced', max_depth=6, min_sample
        s leaf=6,
                                 random_state=0)
In [ ]: #Training accuracy
        print('Training accuracy: ', dtc.score(X_train, y_train))
      Training accuracy: 0.6913285600636436
In [ ]: #predicting the test set results
        dtc_pred = dtc.predict(X_test)
        Logistic Regression
In [ ]: from sklearn.linear_model import LogisticRegression
        #Logistic Regression Object
        lr = LogisticRegression()
In [ ]: #fitting the model
        lr.fit(X_train, y_train)
Out[]: ▼ LogisticRegression
        LogisticRegression()
In [ ]: |#Training accuracy
        lr.score(X_train, y_train)
Out[]: 0.6356404136833731
In [ ]: #predicting the test set results
```

```
lr_pred = lr.predict(X_test)
```

K Nearest Neighbors

```
In []: from sklearn.neighbors import KNeighborsClassifier
    #KNN Classifier Object
    knn = KNeighborsClassifier()

In []: #fitting the model
    knn.fit(X_train, y_train)

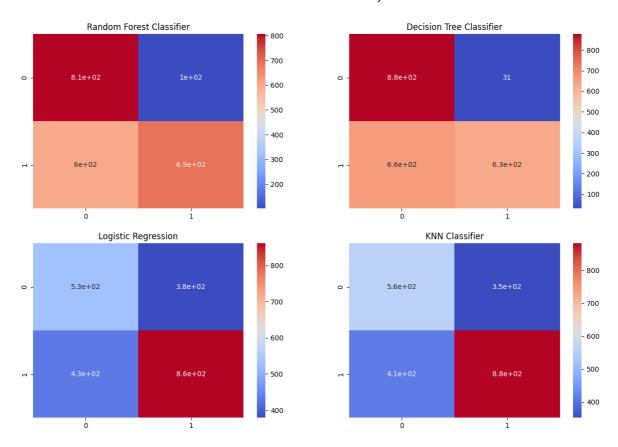
Out[]: v KNeighborsClassifier
    KNeighborsClassifier()

In []: #training accuracy
    knn.score(X_train, y_train)

Out[]: 0.7782702579838618

In []: #predicting the test set results
    knn_pred = knn.predict(X_test)
```

Model Evaluation



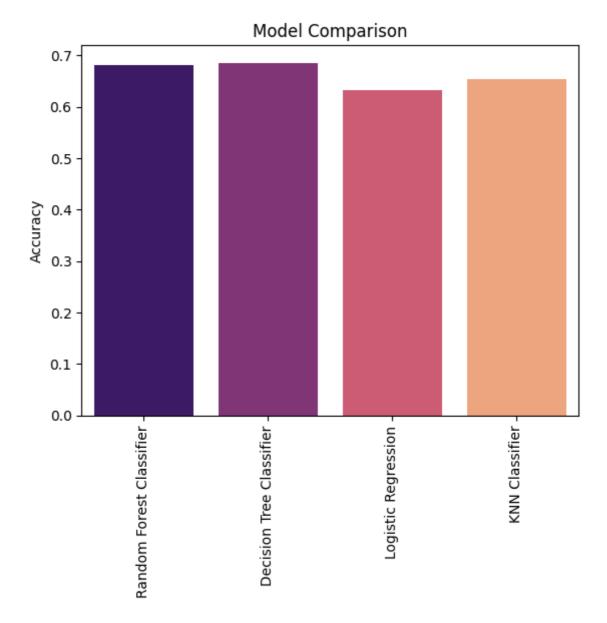
In []: #classification report
 print('Random Forest Classifier: \n', classification_report(y_test, rfc_pred))
 print('Decision Tree Classifier: \n', classification_report(y_test, dtc_pred))
 print('Logistic Regression: \n', classification_report(y_test, lr_pred))
 print('KNN Classifier: \n', classification_report(y_test, knn_pred))

Random Fo	orest	Classifier:			
		precision	recall	f1-score	support
	0	0.57	0.89	0.70	908
	1	0.87	0.54	0.66	1292
accuracy				0.68	2200
macro	avg	0.72	0.71	0.68	2200
weighted	avg	0.75	0.68	0.68	2200
Decision Tree Classifie					
		precision	recall	f1-score	support
	0	0.57	0.97	0.72	908
	1	0.95	0.49	0.65	1292
accuracy				0.69	2200
macro	avg	0.76	0.73	0.68	2200
weighted	avg	0.80	0.69	0.68	2200
Logistic Regression:					
		precision	recall	f1-score	support
	0	0.55	0.58	0.57	908
	1	0.69	0.67	0.68	1292
accui	racy			0.63	2200
macro	avg	0.62	0.62	0.62	2200
weighted	avg	0.64	0.63	0.63	2200
KNN Classifier:					
		precision	recall	f1-score	support
	0	0.58	0.61	0.59	908
	1	0.71	0.68	0.70	1292
accui	racy			0.65	2200
macro	avg	0.65	0.65	0.65	2200
weighted	avg	0.66	0.65	0.66	2200

Model Comparison

```
In [ ]: models = ['Random Forest Classifier', 'Decision Tree Classifier', 'Logistic Regr
accuracy = [accuracy_score(y_test, rfc_pred), accuracy_score(y_test, dtc_pred),
sns.barplot(x=models, y=accuracy, palette='magma').set_title('Model Comparison')
plt.xticks(rotation=90)
plt.ylabel('Accuracy')
```

Out[]: Text(0, 0.5, 'Accuracy')



Conclusion

The aim of the project was to predict whether the product from an e-commerce company will reach on time or not. This project also analyzes various factors that affect the delivery of the product as well as studies the customer behavior. From the exploratory data analysis, I found that the product weight and cost has an impact on the product delivery. Where product that weighs between 2500 - 3500 grams and having cost less than 250 dollars had higher rate of being delivered on time. Most of the products were shipped from warehouse F though ship, so it is quite possible that warehouse F is close to a seaport.

The customer's behaviour also help in predicting the timely delivery of the product. The more the customer calls, higher the chances the product delivery is delayed. Interestingly, the customers who have done more prior purchases have higher count of products delivered on time and this is the reason that they are purchasing again from the company. The products that have 0-10% discount have higher count of products delivered late, whereas products that have discount more than 10% have higher count of products delivered on time.

Coming to the machine learning models, the decision tree classifier as the highest accuracy among the other models, with accuracy of 69%. The random forest classifier and logistic regression had accuracy of 68% and 67% respectively. The K Nearest Neighbors had the lowest accuracy of 65%.