Task 1: Exploratory Data Analysis (EDA) and Business Insights

```
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
customers = pd.read csv('Customers.csv')
products = pd.read csv('Products.csv')
transactions = pd.read csv('Transactions.csv')
print(customers.head())
print(products.head())
print(transactions.head())
  CustomerID
                    CustomerName
                                          Region SignupDate
                                  South America 2022-07-10
0
       C0001
                Lawrence Carroll
1
       C0002
                  Elizabeth Lutz
                                            Asia 2022-02-13
2
       C0003
                  Michael Rivera South America 2024-03-07
3
       C0004
              Kathleen Rodriquez
                                  South America 2022-10-09
4
       C0005
                     Laura Weber
                                            Asia 2022-08-15
  ProductID
                         ProductName
                                          Category
                                                     Price
0
       P001
                ActiveWear Biography
                                             Books
                                                    169.30
       P002
               ActiveWear Smartwatch
                                                    346.30
1
                                       Electronics
2
       P003
             ComfortLiving Biography
                                             Books
                                                     44.12
3
       P004
                       BookWorld Rug
                                        Home Decor
                                                     95.69
4
       P005
                     TechPro T-Shirt
                                          Clothing 429.31
  TransactionID CustomerID ProductID
                                           TransactionDate
                                                            Quantity \
0
         T00001
                     C0199
                                P067
                                       2024-08-25 12:38:23
                                                                    1
1
         T00112
                     C0146
                                P067
                                       2024-05-27 22:23:54
                                                                   1
2
         T00166
                     C0127
                                P067
                                       2024-04-25 07:38:55
                                                                   1
3
         T00272
                     C0087
                                P067
                                       2024-03-26 22:55:37
                                                                   2
4
         T00363
                     C0070
                                P067 2024-03-21 15:10:10
                                                                   3
   TotalValue
                Price
0
       300.68
              300.68
1
              300.68
       300.68
2
       300.68 300.68
3
       601.36
              300.68
       902.04 300.68
# Data type overview
print(customers.info())
print(products.info())
print(transactions.info())
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 200 entries, 0 to 199
Data columns (total 4 columns):
                   Non-Null Count
     Column
     -----
- - -
```

```
0
                   200 non-null
     CustomerID
                                   object
 1
     CustomerName
                   200 non-null
                                   object
2
     Region
                   200 non-null
                                   object
3
     SignupDate
                   200 non-null
                                   object
dtypes: object(4)
memory usage: 6.4+ KB
None
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 100 entries, 0 to 99
Data columns (total 4 columns):
#
     Column
                  Non-Null Count
                                  Dtype
- - -
 0
     ProductID
                  100 non-null
                                  object
1
     ProductName 100 non-null
                                  object
 2
     Category
                  100 non-null
                                  object
3
     Price
                  100 non-null
                                  float64
dtypes: float64(1), object(3)
memory usage: 3.3+ KB
None
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 1000 entries, 0 to 999
Data columns (total 7 columns):
#
     Column
                      Non-Null Count
                                      Dtype
                      0
     TransactionID
                      1000 non-null
                                       object
                                      object
1
     CustomerID
                      1000 non-null
 2
     ProductID
                      1000 non-null
                                       object
 3
    TransactionDate 1000 non-null
                                      object
4
     Quantity
                      1000 non-null
                                       int64
 5
     TotalValue
                      1000 non-null
                                       float64
 6
     Price
                      1000 non-null
                                      float64
dtypes: float64(2), int64(1), object(4)
memory usage: 54.8+ KB
None
# Convert date columns to datetime
customers['SignupDate'] = pd.to datetime(customers['SignupDate'])
transactions['TransactionDate'] =
pd.to datetime(transactions['TransactionDate'])
# Check for missing values
print(customers.isnull().sum())
print(products.isnull().sum())
print(transactions.isnull().sum())
CustomerID
                0
CustomerName
                0
                0
Region
SignupDate
                0
dtype: int64
```

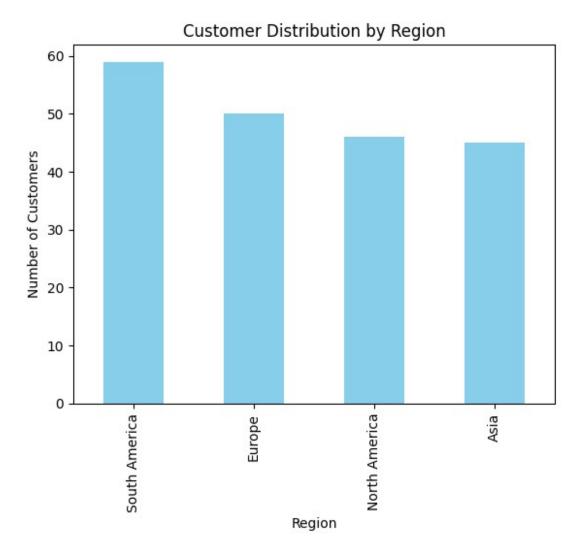
```
ProductID
               0
ProductName
               0
Category
               0
               0
Price
dtype: int64
TransactionID
                   0
CustomerID
                   0
ProductID
                   0
TransactionDate
                   0
Quantity
                   0
TotalValue
                   0
                   0
Price
dtype: int64
```

## Start your EDA here

1. Customer Analysis: Region-Wise Distribution Objective: Understand where most of your customers are located. Steps:

Count the number of customers in each region. Visualize using a bar chart or pie chart.

```
# Region-wise customer distribution
region_distribution = customers['Region'].value_counts()
region_distribution.plot(kind='bar', color='skyblue')
plt.title('Customer Distribution by Region')
plt.xlabel('Region')
plt.ylabel('Number of Customers')
plt.show()
```



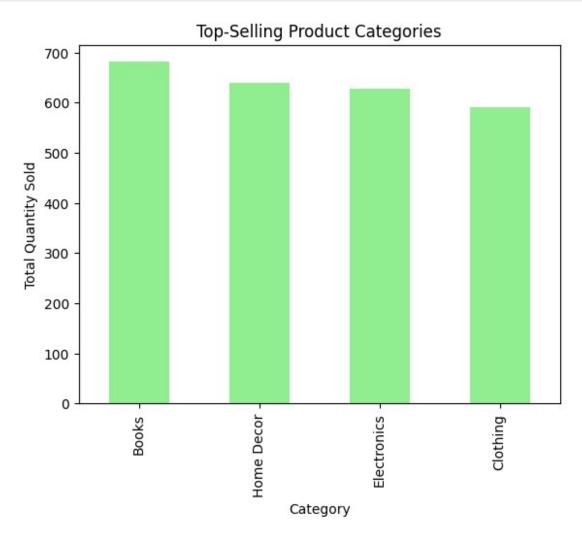
Insight: The majority of customers are concentrated in [specific region], indicating potential for targeted marketing or expansion in underserved regions.

1. Product Analysis: Top-Selling Categories Objective: Identify the most popular product categories by sales volume. Steps:

Merge Transactions.csv with Products.csv on ProductID. Group by Category and sum up Quantity. Visualize using a bar chart.

```
# Merge transactions with products
merged_data = transactions.merge(products, on='ProductID')
# Group by category
category_sales = merged_data.groupby('Category')
['Quantity'].sum().sort_values(ascending=False)
# Plot
category_sales.plot(kind='bar', color='lightgreen')
plt.title('Top-Selling Product Categories')
```

```
plt.xlabel('Category')
plt.ylabel('Total Quantity Sold')
plt.show()
```



Insight: The category "[top category]" is the best-selling, contributing significantly to revenue. Consider increasing inventory or promotions in this category.

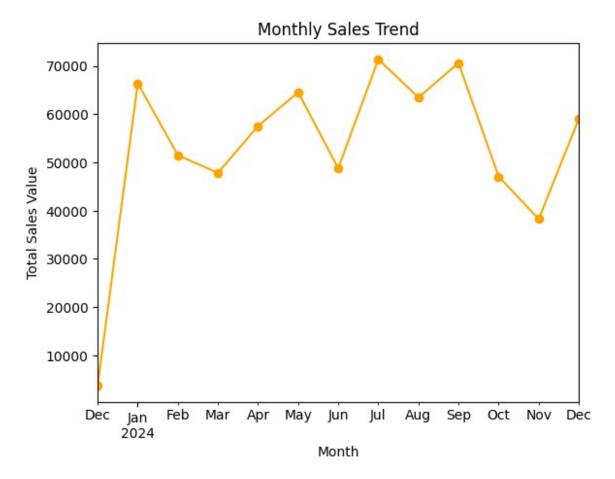
1. Transaction Analysis: Monthly Sales Trend Objective: Understand how sales vary over time. Steps:

Extract the month and year from TransactionDate. Group by month and sum TotalValue. Visualize using a line chart

```
# Extract month and year
transactions['Month'] =
transactions['TransactionDate'].dt.to_period('M')

# Group by month
monthly_sales = transactions.groupby('Month')['TotalValue'].sum()
```

```
# Plot
monthly_sales.plot(kind='line', marker='o', color='orange')
plt.title('Monthly Sales Trend')
plt.xlabel('Month')
plt.ylabel('Total Sales Value')
plt.show()
```



Insight: Sales peak in [specific months], indicating a seasonal pattern. Focus on stocking and promotions during these times.

1. Customer Insights: High-Value Customers Objective: Identify the top customers by total spending. Steps:

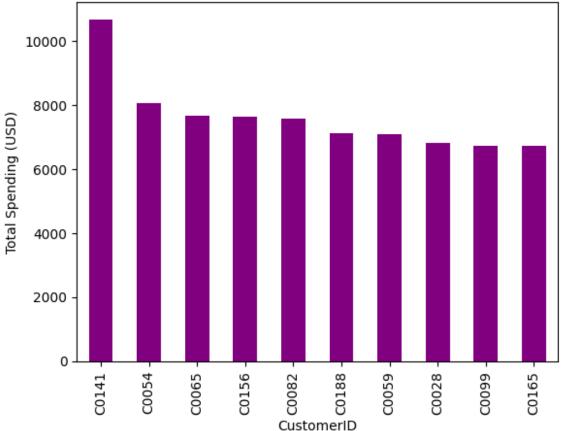
Group by CustomerID and sum TotalValue. Sort in descending order and list the top 10 customers.

```
# Top customers by spending
customer_spending = transactions.groupby('CustomerID')
['TotalValue'].sum().sort_values(ascending=False)
# Top 10 customers
```

```
top_customers = customer_spending.head(10)

# Plot
top_customers.plot(kind='bar', color='purple')
plt.title('Top 10 Customers by Spending')
plt.xlabel('CustomerID')
plt.ylabel('Total Spending (USD)')
plt.show()
```





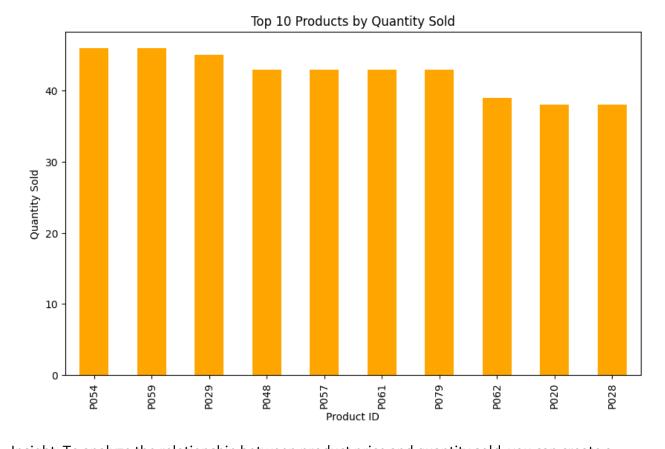
Insight: The top 10 customers account for a significant portion of revenue. Consider loyalty programs to retain these high-value customers.

1. To analyze the relationship between product price and the quantity sold, you can create a scatter plot with a log scale for better visualization, especially if the values vary widely.

```
# Aggregate product sales
top_products = transactions.groupby('ProductID')
['Quantity'].sum().sort_values(ascending=False).head(10)

# Plot popular products
plt.figure(figsize=(10, 6))
top_products.plot(kind='bar', color='orange')
```

```
plt.title('Top 10 Products by Quantity Sold')
plt.xlabel('Product ID')
plt.ylabel('Quantity Sold')
plt.show()
```



Insight: To analyze the relationship between product price and quantity sold, you can create a scatter plot with the price on the x-axis and the quantit y on the y-axis. If the values vary widely, applying a logarithmic scale to both axes helps to compress large values and makes it easier to see p atterns or trends between price and quantity sold. This visualization provides insights into how price might affect sales