E-commerce Conversion Rate Analysis Report

Google Analytics 4 Performance Analysis

Business Problem

This analysis examines Google Analytics 4 e-commerce data to understand current conversion performance and identify optimization opportunities. With a baseline conversion rate of 1.88% compared to a target of 2.5%, there is a 0.62 percentage point gap that requires investigation across traffic sources, user behavior patterns, and conversion funnels.

Dataset Overview

Data Source: Google BigQuery public dataset (bigquery-public-

data.ga4_obfuscated_sample_ecommerce)

Time Period: November - December 2020

Total Events: 2,151,546 user interactions

Total Sessions: 238,421 unique sessions

Total Purchases: 4,488 completed transactions

Current Conversion Rate: 1.88% Target Conversion Rate: 2.5%

Conversion Gap: 0.62 percentage points

Data Quality Assessment

Data Cleaning Process:

- Zero duplicate rows identified in the dataset
- 1,236 duplicate transaction IDs detected in purchase events requiring attention
- Missing values in purchase-related fields are expected (only purchase events have transaction data)
- Data types optimized for analysis (timestamps converted, categorical variables standardized)

Feature Engineering:

- Created is_purchase binary indicator for conversion tracking
- Extracted temporal features: hour, day_name, is_weekend
- Converted event_timestamp to datetime format for time-based analysis

Key Findings from Analysis

1. Event Distribution Analysis

Event Volume Breakdown:

• Page Views: 931,424 events (43.3% of total)

• User Engagement: 808,624 events (37.6% of total)

• Session Starts: 238,421 events (11.1% of total)

• First Visits: 168,589 events (7.8% of total)

• Purchases: 4,488 events (0.2% of total)

2. Traffic Source Performance Analysis

Conversion Rate by Traffic Source:

- (data deleted): 0.453% conversion rate (673 purchases, 148,657 events)
- <u>shop.googlemerchandisestore.com</u>: 0.298% conversion rate (536 purchases, 179,678 events)
- (direct): 0.198% conversion rate (982 purchases, 495,346 events)
- **<Other>**: 0.180% conversion rate (1,025 purchases, 568,994 events)
- **google**: 0.168% conversion rate (1,272 purchases, 758,871 events)

Key Observation: Google traffic represents the largest volume source but shows the lowest conversion rate, indicating a significant optimization opportunity.

3. Device Category Performance Analysis

Conversion Rate by Device:

- Mobile: 0.216% conversion rate (1,847 purchases, 855,195 events)
- **Desktop**: 0.205% conversion rate (2,559 purchases, 1,249,865 events)
- **Tablet**: 0.176% conversion rate (82 purchases, 46,486 events)

Key Observation: Mobile devices outperform desktop conversion rates, contrary to traditional e-commerce assumptions.

4. Temporal Pattern Analysis

Top 5 Converting Hours:

- Hour 5 (5 AM): 0.254% conversion rate (230 purchases, 90,413 events)
- Hour 16 (4 PM): 0.249% conversion rate (221 purchases, 88,825 events)
- Hour 22 (10 PM): 0.242% conversion rate (214 purchases, 88,524 events)
- Hour 8 (8 AM): 0.225% conversion rate (205 purchases, 91,060 events)

• Hour 6 (6 AM): 0.224% conversion rate (203 purchases, 90,730 events)

Weekday vs Weekend Performance:

• Weekday Conversion: 0.217%

• Weekend Conversion: 0.178%

• Performance Gap: Weekend conversion is 18% lower than weekday performance

5. Geographic Performance Analysis

Top 10 Countries by Traffic Volume:

• United States: 0.205% conversion (1,968 purchases, 960,227 events)

• India: 0.229% conversion (450 purchases, 196,850 events)

• **Canada**: 0.220% conversion (355 purchases, 161,073 events)

• United Kingdom: 0.212% conversion (142 purchases, 66,960 events)

• France: 0.234% conversion (96 purchases, 41,093 events)

• **Spain**: 0.227% conversion (92 purchases, 40,558 events)

• **China**: 0.195% conversion (74 purchases, 38,007 events)

• **Germany**: 0.200% conversion (73 purchases, 36,475 events)

• Taiwan: 0.165% conversion (60 purchases, 36,286 events)

• Italy: 0.150% conversion (47 purchases, 31,293 events)

Top 5 Converting Countries (minimum 1,000 events):

• **Uruguay**: 0.570% conversion (6 purchases, 1,052 events)

• Slovenia: 0.501% conversion (8 purchases, 1,597 events)

• Colombia: 0.390% conversion (35 purchases, 8,983 events)

• **Dominican Republic**: 0.380% conversion (6 purchases, 1,577 events)

• **Kuwait**: 0.331% conversion (6 purchases, 1,811 events)

6. User Journey Analysis

User Behavior Summary:

• Total Users Tracked: 179,058 unique users

• **Converting Users**: 3,409 users (1.9% user-level conversion rate)

• Non-Converting Users: 175,649 users (98.1% of users)

Sample Conversion Journey Patterns:

The analysis revealed complex user journeys involving multiple touchpoints:

- session_start → first_visit → multiple page_view and user_engagement events → purchase
- Extended engagement cycles with 20+ interaction events before conversion

• Evidence of multi-session research-to-purchase behavior patterns

Visualizations Created

The analysis includes comprehensive data visualizations:

- 1. **Traffic Source Conversion Bar Chart**: Shows performance hierarchy with Google underperforming
- 2. Hourly Conversion Pattern Chart: Reveals peak conversion times throughout the day
- 3. Device Category Performance Chart: Demonstrates mobile's competitive advantage
- 4. **Geographic Conversion Choropleth Map**: Visualizes global market performance variations
- 5. **User Journey Sankey Diagram**: Maps conversion flow patterns from session to purchase
- 6. Day-Hour Conversion Heatmap: Identifies optimal timing patterns across the week

Summary of Analytical Insights

Primary Opportunities Identified:

- Google traffic optimization represents the largest single improvement opportunity given high volume but lowest conversion rate
- Peak hour performance (5 AM, 4 PM, 10 PM) shows 25-35% higher conversion rates than average
- Mobile device performance exceeds desktop, suggesting mobile-optimized strategies could be beneficial
- Geographic market variations show significant differences, with smaller markets achieving much higher conversion rates

Performance Gaps Discovered:

- Weekend conversion rates consistently lag weekday performance by 18%
- Tablet devices show the lowest conversion performance across all categories
- Large volume markets (US, China) show moderate conversion rates compared to smaller, high-converting markets

Data Quality Considerations:

- Duplicate transaction IDs require investigation to ensure accurate revenue reporting
- Strong data integrity with comprehensive event tracking across the customer journey
- Sufficient sample sizes across all analyzed dimensions provide reliable insights for decisionmaking

This analysis provides a foundation for understanding current e-commerce performance patterns and identifying specific areas where targeted improvements could help bridge the gap from 1.88% to the 2.5% target conversion rate.