# Analyze\_ab\_test\_results\_notebook

## January 19, 2021

## 0.1 Analyze A/B Test Results

You may either submit your notebook through the workspace here, or you may work from your local machine and submit through the next page. Either way assure that your code passes the project RUBRIC. Please save regularly.

This project will assure you have mastered the subjects covered in the statistics lessons. The hope is to have this project be as comprehensive of these topics as possible. Good luck!

#### 0.2 Table of Contents

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#### ### Introduction

A/B tests are very commonly performed by data analysts and data scientists. It is important that you get some practice working with the difficulties of these

For this project, you will be working to understand the results of an A/B test run by an ecommerce website. Your goal is to work through this notebook to help the company understand if they should implement the new page, keep the old page, or perhaps run the experiment longer to make their decision.

As you work through this notebook, follow along in the classroom and answer the corresponding quiz questions associated with each question. The labels for each classroom concept are provided for each question. This will assure you are on the right track as you work through the project, and you can feel more confident in your final submission meeting the criteria. As a final check, assure you meet all the criteria on the RUBRIC.

#### Part I - Probability

To get started, let's import our libraries.

```
In [56]: import pandas as pd
    import numpy as np
    import random
    import matplotlib.pyplot as plt
    %matplotlib inline
    #We are setting the seed to assure you get the same answers on quizzes as we set up
    random.seed(42)
```

- 1. Now, read in the ab\_data.csv data. Store it in df. Use your dataframe to answer the questions in Quiz 1 of the classroom.
  - a. Read in the dataset and take a look at the top few rows here:

```
In [57]: df = pd.read_csv("ab_data.csv");
         df.head()
Out [57]:
           user_id
                                                     group landing_page converted
                                      timestamp
            851104 2017-01-21 22:11:48.556739
                                                               old_page
                                                   control
            804228 2017-01-12 08:01:45.159739
                                                               old_page
                                                                                 0
                                                   control
           661590 2017-01-11 16:55:06.154213 treatment
                                                               new_page
                                                                                 0
            853541 2017-01-08 18:28:03.143765 treatment
         3
                                                               new_page
                                                                                 0
            864975 2017-01-21 01:52:26.210827
                                                   control
                                                               old_page
                                                                                 1
```

b. Use the cell below to find the number of rows in the dataset.

c. The number of unique users in the dataset.

d. The proportion of users converted.

```
In [60]: df['converted'].mean()*100
Out[60]: 11.965919355605511
```

e. The number of times the new\_page and treatment don't match.

```
Out[61]: 3893
```

f. Do any of the rows have missing values?

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 294478 entries, 0 to 294477
Data columns (total 5 columns):
user_id
                294478 non-null int64
timestamp
                294478 non-null object
                294478 non-null object
group
landing_page
                294478 non-null object
converted
                294478 non-null int64
dtypes: int64(2), object(3)
memory usage: 11.2+ MB
Out[62]: user_id
                         0
         timestamp
                         0
         group
                         0
         landing_page
                         0
         converted
                         0
         dtype: int64
```

- 2. For the rows where **treatment** does not match with **new\_page** or **control** does not match with **old\_page**, we cannot be sure if this row truly received the new or old page. Use **Quiz 2** in the classroom to figure out how we should handle these rows.
  - a. Now use the answer to the quiz to create a new dataset that meets the specifications from the quiz. Store your new dataframe in **df2**.

- 3. Use df2 and the cells below to answer questions for Quiz3 in the classroom.
- a. How many unique **user\_id**s are in **df2**?

```
In [65]: df2['user_id'].nunique()
Out[65]: 290584

b. There is one user_id repeated in df2. What is it?
In [66]: sum(df2['user_id'].duplicated())
Out[66]: 1
```

c. What is the row information for the repeat **user\_id**?

d. Remove **one** of the rows with a duplicate **user\_id**, but keep your dataframe as **df2**.

```
In [68]: df2 = df2.drop_duplicates(['user_id'], keep='first')
         df2.info()
<class 'pandas.core.frame.DataFrame'>
Int64Index: 290584 entries, 0 to 290584
Data columns (total 5 columns):
user_id
                290584 non-null int64
                290584 non-null object
timestamp
                290584 non-null object
group
landing_page
                290584 non-null object
converted
                290584 non-null int64
dtypes: int64(2), object(3)
memory usage: 13.3+ MB
```

- 4. Use df2 in the cells below to answer the quiz questions related to Quiz 4 in the classroom.
- a. What is the probability of an individual converting regardless of the page they receive?

```
In [69]: df['converted'].mean()
Out[69]: 0.11959667567149027
```

b. Given that an individual was in the control group, what is the probability they converted?

```
In [70]: df2[df2['group'] == 'control']['converted'].mean()
Out[70]: 0.1203863045004612
```

c. Given that an individual was in the treatment group, what is the probability they converted?

```
In [71]: 0.118807
Out [71]: 0.118807
```

d. What is the probability that an individual received the new page?

```
In [72]: len(df2.query("landing_page == 'new_page'")) / df2.shape[0]
Out[72]: 0.5000619442226688
```

e. Consider your results from parts (a) through (d) above, and explain below whether you think there is sufficient evidence to conclude that the new treatment page leads to more conversions.

for probabilities : Group With Old Page converted have higher rate than the group With new page , With smaller high rate just  $0.2\,\%$  more .

```
### Part II - A/B Test
```

Notice that because of the time stamp associated with each event, you could technically run a hypothesis test continuously as each observation was observed.

However, then the hard question is do you stop as soon as one page is considered significantly better than another or does it need to happen consistently for a certain amount of time? How long do you run to render a decision that neither page is better than another?

These questions are the difficult parts associated with A/B tests in general.

1. For now, consider you need to make the decision just based on all the data provided. If you want to assume that the old page is better unless the new page proves to be definitely better at a Type I error rate of 5%, what should your null and alternative hypotheses be? You can state your hypothesis in terms of words or in terms of  $p_{old}$  and  $p_{new}$ , which are the converted rates for the old and new pages.

the Null Hypothesis :  $p\{new\} - p\{old\} \le 0$  the alternative hypothesis :  $p\{new\} - p\{old\} > 0$ 

2. Assume under the null hypothesis,  $p_{new}$  and  $p_{old}$  both have "true" success rates equal to the **converted** success rate regardless of page - that is  $p_{new}$  and  $p_{old}$  are equal. Furthermore, assume they are equal to the **converted** rate in **ab\_data.csv** regardless of the page.

Use a sample size for each page equal to the ones in **ab\_data.csv**.

Perform the sampling distribution for the difference in **converted** between the two pages over 10,000 iterations of calculating an estimate from the null.

Use the cells below to provide the necessary parts of this simulation. If this doesn't make complete sense right now, don't worry - you are going to work through the problems below to complete this problem. You can use **Quiz 5** in the classroom to make sure you are on the right track.

a. What is the **conversion rate** for  $p_{new}$  under the null?

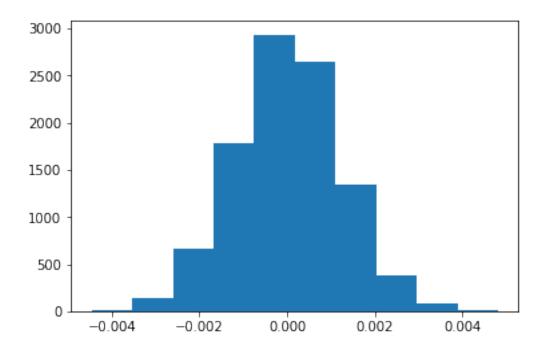
b. What is the **conversion rate** for  $p_{old}$  under the null?

c. What is  $n_{new}$ , the number of individuals in the treatment group?

d. What is  $n_{old}$ , the number of individuals in the control group?

```
In [76]: n_old = df2.query('landing_page == "old_page"')['user_id'].nunique()
         n old
Out[76]: 145274
  e. Simulate n_{new} transactions with a conversion rate of p_{new} under the null. Store these n_{new} 1's
     and 0's in new_page_converted.
In [77]: new_page_converted = np.random.choice([0,1], size=n_new, p=[(1-p_new), p_new])
         new_page_converted.mean()
Out [77]: 0.11987475053334251
  f. Simulate n_{old} transactions with a conversion rate of p_{old} under the null. Store these n_{old} 1's
     and 0's in old_page_converted.
In [78]: old_page_converted = np.random.choice([0,1], size=n_old, p=[(1 - p_old), p_old])
         old_page_converted.mean()
Out [78]: 0.12057904373803985
  g. Find p_{new} - p_{old} for your simulated values from part (e) and (f).
In [79]: different = new_page_converted.mean() - old_page_converted.mean()
         different
Out [79]: -0.00070429320469733714
  h. Create 10,000 p_{new} - p_{old} values using the same simulation process you used in parts (a)
     through (g) above. Store all 10,000 values in a NumPy array called p_diffs.
In [80]: p_diffs = []
         x = range(0, 10000)
         for n in x:
              new_page_converted = np.random.choice([0,1], size=n_new, p=[(1 - p_new), p_new])
              old_page_converted = np.random.choice([0,1], size=n_old, p=[(1 - p_old), p_old])
              p_diffs.append(new_page_converted.mean() - old_page_converted.mean())
         p_diffs = np.array(p_diffs)
  i. Plot a histogram of the p_diffs. Does this plot look like what you expected? Use the match-
     ing problem in the classroom to assure you fully understand what was computed here.
In [81]: plt.hist(p_diffs)
Out[81]: (array([
                     17.,
                             145.,
                                     666., 1779., 2934., 2650., 1347.,
                               5.1),
           array([-0.00446234, -0.00353452, -0.00260669, -0.00167887, -0.00075104,
                   0.00017678, 0.00110461, 0.00203243, 0.00296025, 0.00388808,
```

0.0048159 ]), <a list of 10 Patch objects>)



j. What proportion of the **p\_diffs** are greater than the actual difference observed in **ab\_data.csv**?

Out [82]: 0.9033999999999998

k. Please explain using the vocabulary you've learned in this course what you just computed in part **j**. What is this value called in scientific studies? What does this value mean in terms of whether or not there is a difference between the new and old pages?

we get the p value : and reached to accept null hypothesis , also can't assume the conversion probability is higher in the treatment group.

1. We could also use a built-in to achieve similar results. Though using the built-in might be easier to code, the above portions are a walkthrough of the ideas that are critical to correctly thinking about statistical significance. Fill in the below to calculate the number of conversions for each page, as well as the number of individuals who received each page. Let n\_old and n\_new refer the the number of rows associated with the old page and new pages, respectively.

m. Now use stats.proportions\_ztest to compute your test statistic and p-value. Here is a helpful link on using the built in.

n. What do the z-score and p-value you computed in the previous question mean for the conversion rates of the old and new pages? Do they agree with the findings in parts **j.** and **k.**?

the value of 1.6448536269514722 is more than zScore 1.31092419842 so we accept the null hypothesis that refer to new page conversion rate more than the old rate , and iam agree of that

### Part III - A regression approach

- 1. In this final part, you will see that the result you achieved in the A/B test in Part II above can also be achieved by performing regression.
  - a. Since each row is either a conversion or no conversion, what type of regression should you be performing in this case?

Logistic Regression

-1.31092419842

b. The goal is to use **statsmodels** to fit the regression model you specified in part **a.** to see if there is a significant difference in conversion based on which page a customer receives. However, you first need to create in df2 a column for the intercept, and create a dummy variable column for which page each user received. Add an **intercept** column, as well as an **ab\_page** column, which is 1 when an individual receives the **treatment** and 0 if **control**.

c. Use **statsmodels** to instantiate your regression model on the two columns you created in part b., then fit the model using the two columns you created in part b. to predict whether or not an individual converts.

d. Provide the summary of your model below, and use it as necessary to answer the following questions.

```
In [88]: results = logit.fit()
         results.summary2()
Optimization terminated successfully.
         Current function value: 0.366118
         Iterations 6
Out[88]: <class 'statsmodels.iolib.summary2.Summary'>
                                    Results: Logit
         _____
         Model: Logit No. Iterations: 6.0000 Dependent Variable: converted Pseudo R-squared: 0.000

      2021-01-19
      21:34
      AIC:
      212780.6032

      No. Observations:
      290585
      BIC:
      212801.7625

      Df Model:
      1
      Log-Likelihood:
      -1.0639e+05

      Df Residuals:
      290583
      LL-Null:
      -1.0639e+05

      Converged:
      1.0000
      Scale:
      1.0000

         _____
                        Coef. Std.Err. z P>|z| [0.025 0.975]
         _____
         intercept -1.9888 0.0081 -246.6690 0.0000 -2.0046 -1.9730
         treatment -0.0150 0.0114 -1.3116 0.1897 -0.0374 0.0074
         ______
         11 11 11
```

e. What is the p-value associated with ab\_page? Why does it differ from the value you found in Part II? Hint: What are the null and alternative hypotheses associated with your regression model, and how do they compare to the null and alternative hypotheses in Part II?

The p-value with ab\_page is 0.190. Part II was 0.91 the difference becauese here the alternative hypothesis is : p(new) != p(old) ans null hypothesis is p(new) - p(old) = 0

f. Now, you are considering other things that might influence whether or not an individual converts. Discuss why it is a good idea to consider other factors to add into your regression model. Are there any disadvantages to adding additional terms into your regression model?

may be the more right factors can help us in prediction better , and fouus on the factors that affect to build a good regression model .

g. Now along with testing if the conversion rate changes for different pages, also add an effect based on which country a user lives in. You will need to read in the **countries.csv** dataset and merge together your datasets on the appropriate rows. Here are the docs for joining tables.

Does it appear that country had an impact on conversion? Don't forget to create dummy variables for these country columns - **Hint: You will need two columns for the three dummy variables.** Provide the statistical output as well as a written response to answer this question.

```
In [89]: countries_df = pd.read_csv('./countries.csv')
         countries_df.head()
Out[89]:
            user_id country
         0
             834778
                         UK
         1
             928468
                         US
         2
             822059
                         UK
         3
             711597
                         UK
         4
             710616
                         UK
In [90]: df_new = countries_df.set_index('user_id').join(df2.set_index('user_id'), how='inner')
         df_new.head()
Out[90]:
                 country
                                                            group landing_page converted
                                            timestamp
         user_id
         834778
                      UK 2017-01-14 23:08:43.304998
                                                                      old_page
                                                                                         0
                                                          control
         928468
                      US 2017-01-23 14:44:16.387854
                                                       treatment
                                                                      new_page
                                                                                         0
         822059
                      UK 2017-01-16 14:04:14.719771
                                                                      new_page
                                                                                         1
                                                       treatment
         711597
                      UK 2017-01-22 03:14:24.763511
                                                                      old_page
                                                                                         0
                                                          control
         710616
                      UK 2017-01-16 13:14:44.000513 treatment
                                                                      new_page
                                                                                         0
In [91]: df_new['country'].value_counts()
Out[91]: US
               203619
         UK
                72466
                14499
         CA
         Name: country, dtype: int64
In [92]: df_new[['CA', 'US']] = pd.get_dummies(df_new['country'])[['CA', 'US']]
         df_new['country'].astype(str).value_counts()
Out [92]: US
               203619
         UK
                72466
                14499
         CA
         Name: country, dtype: int64
```

h. Though you have now looked at the individual factors of country and page on conversion, we would now like to look at an interaction between page and country to see if there significant effects on conversion. Create the necessary additional columns, and fit the new model.

Provide the summary results, and your conclusions based on the results.

```
In [93]: df['intercept'] = 1
        log_mod = sm.Logit(df_new['converted'], df_new[['CA', 'US']])
        results = log_mod.fit()
        results.summary2()
```

Optimization terminated successfully.

Current function value: 0.447174

Iterations 6

Out[93]: <class 'statsmodels.iolib.summary2.Summary'>

HHH

Results:	Logit
----------	-------

Model:		Logit			Iteratio:		6.000	-	
Dependent Variable:		converted		Pseudo R-squared:			-0.221		
Date:		2021-01-19	AIC:			259887.4421			
No. Observations:		290584 BIC:				259908.6014			
Df Model:		1		Log-Likelihood:			-1.2994e+05		
Df Residuals:		290582		LL-Null:			-1.0639e+05		
Converged:		1.0000	Scale:			1.0000			
	Coef.	Std.Err.	z		P> z	[0	.025	0.975]	
CA	-2.0375	0.0260	-78.3	639	0.0000	-2.0	0885	-1.9866	
US	-1.9967	0.0068	-292.3	145	0.0000	-2.0	0101	-1.9833	
======	=======	=======	=====:	====	:=====:	====:	=====	=====	

11 11 11

### ## Finishing Up

Congratulations! You have reached the end of the A/B Test Results project! You should be very proud of all you have accomplished!

**Tip**: Once you are satisfied with your work here, check over your report to make sure that it is satisfies all the areas of the rubric (found on the project submission page at the end of the lesson). You should also probably remove all of the "Tips" like this one so that the presentation is as polished as possible.

#### 0.3 Directions to Submit

Before you submit your project, you need to create a .html or .pdf version of this note-book in the workspace here. To do that, run the code cell below. If it worked correctly, you should get a return code of 0, and you should see the generated .html file in the workspace directory (click on the orange Jupyter icon in the upper left).

Alternatively, you can download this report as .html via the **File > Download as** submenu, and then manually upload it into the workspace directory by clicking on the orange Jupyter icon in the upper left, then using the Upload button.

Once you've done this, you can submit your project by clicking on the "Submit Project" button in the lower right here. This will create and submit a zip file with this .ipynb doc and the .html or .pdf version you created. Congratulations!