

Superstore Sales Data: Exploratory Data Analysis

(Report)

1. Data Loading and Initial Exploration:

- The dataset was loaded into a pandas DataFrame.
- Initially it was inspected that dataset has 10,014 rows and 21 columns
- Further it was observed that 'Ship Mode' and 'Quantity' columns had null values
- Some statistical information regarding numerical columns was inspected
- Duplicates were found on the basis of unique Order ID's i.e only 5009 were unique and many records were duplicated.
- It was observed that 'Sales Price', 'Profit' and 'Discount' has right skewed distributions.

2. Handling Duplicates:

- Duplicates records were identified on basis of Order ID's and removed
- 5005 rows were affected while performing this operation

3. Date Handling:

- Order Date and Ship Date columns were converted to **datetime format** for consistency.
- Extracted year from Order ID and compared with Order Date
- **16 mismatched rows** were corrected by aligning Order Date year with Order ID year.
- Checked for and confirmed there were **no cases** where Ship Date was earlier than Order Date.

4. Imputation of Missing Values:

- Calculated Days to Ship = Ship Date - Order Date.
- If Days to Ship $\leq 6 \rightarrow$ Ship Mode set to "**Same Day**".
- If Days to Ship > 6 and Days to Ship $\leq 28 \rightarrow$ set to "First Class".
- If Days to Ship > 28 and Days to Ship $\leq 34 \rightarrow$ set to "Second Class".
- If Days to Ship $> 34 \rightarrow$ set to "Standard Class".
- For missing Quantity, median was selected as imputation strategy based on data distribution.

5. Data Masking and String Handling:

- Dropped the Customer Name column to protect **PII**.
- Created a new Customer Name Masked column with initials only.

- Converted Postal Code to **string format** and padded to ensure 5-character formatting.

6. Data Type Conversion:

- Converted Quantity to int, and Sales Price to float, ensuring correct data types for calculations.

7. Handling Inconsistent Categorical Data:

- Cleaned State column by replacing abbreviations (e.g., "CA") with full names (e.g., "California").

8. Feature Engineering:

- Created new columns:
- Original Price = Sales Price / (1 - Discount)
- Total Sales = Sales Price * Quantity
- Total Profit = Profit * Quantity
- Discount Price = Original Price * Discount
- Total Discount = Discount Price * Quantity
- Shipping Urgency based on Days to Ship:
- 0 days → "Immediate"
- 1–3 days → "Urgent"
- 3 days → "Standard"
- Calculated Days Since Last Order.
- Created a customer-level aggregation dataset (Total Sales, Quantity, Discount) and merged it with the original dataset.

9. Outlier Detection and Handling

- Created a function `remove_outliers(df, col)` using the **3 × IQR** method:
- Removes only **extreme values** to retain valid data while mitigating noise.
- Applied the function on:
- Sales Price
- Profit

10. Customer Segmentation and Analysis

- Computed Customer Sales Quintile and Customer Profit Quintile using **`pd.qcut()`** method in pandas library.
- Created a **cross-tabulation** to explore the relationship between sales and profitability segments using **`pd.crosstab()`** method.

11. Final Analysis and Visualisations:

► Sales and Profit Analysis

- Top 10 Profitable Products: Products like Canon ImageCLASS Printer, Logitech Keyboard, and Apple AirPort Time Capsule emerged as top profit-generators.
- Top 10 Loss-Making Products: Items such as Bush Somerset Bookcase, Hon 5400 Chair, and large office furniture units consistently incurred losses.
- The scatter plot with regression line revealed a positive correlation between Sales and Profit, but with noticeable outliers showing some high-sales items still led to losses.
- A joint plot helped visualise dense clusters of products generating moderate profits.

► Customer Insights

- Created a Heatmap to evaluate relationship between customers' sales and profit quintiles
- A strong linear pattern was observed between high sales and high profit but sometimes moderate sales also lead to high profits
- Created a pivot table to understand how different product categories perform across customer segments
- The most profitable combinations are [(Consumer - Office Supplies), (Corporate - Office Supplies), (Home Office - Office Supplies)] and the least profit making combinations are [(consumer - Technology), (Corporate - Technology), (Home Office - Technology)].

► Shipping and Delivery Analysis

- Plotted a Pie chart to visualise the distribution of orders by Shipping Urgency
- Plotted violin chart to explore the distribution of Profit across different Days to Ship categories
- The violin plot suggested that profit distribution does not depend much on shipping days as it is almost same for the all three categories
- Created multiple bar charts to visualise and compare the profitability of different shipping modes
- On basis of Average profit Second Class was observed to be most profitable amongst all and Standard Class contributed the maximum profit amongst all
- Profitability was also analysed by categorising further on the basis of segments. To analyse profitable classes amongst all segments

- Pivot table was created to find out the most preferred and profitable Ship Mode amongst all regions, which came out to be “Standard Class” for all regions

► Regional Sales and Profitability

- Created Bar Charts to analyse and visualise total sales and profit region wise
- West was observed to have maximum sales as well as profit
- Further Total Sales and Profit was analysed sub-divided on basis of Shipping mode.
- “Standard Class” was observed to be most profitable in all regions
- State-wise pivot table analysis highlighted the most and least profitable states.
- Correlation analysis (after encoding states) showed regional profitability trends.

► Pricing and Discount Strategy

- Discount vs. Profitability analysed via scatter plot + trend line.
- Original Price vs. Discounted Price compared using line plots across product categories.

► Temporal Trends

- Time series plots tracked Sales and Profit over months/years, revealing seasonal spikes.
- Line/bar charts visualised Order Frequency by Month.
- Year-over-year growth chart showed trends in sales and profit over time.