E-Commerce Shipping Dataset:

Product Shipment Delivered on time or not; To Meet E-Commerce Customer Demand

The data contains the following information:

- 1. ID: ID Number of Customers.
- 2. **Warehouse block**: The Company have big Warehouse which is divided in to block such as A,B,C,D,E.
- 3. **Mode of shipment**: The Company Ships the products in multiple way such as Ship, Flight and
- 4. Customer care calls: The number of calls made from enquiry for enquiry of the shipment.
- 5. **Customer rating**: The company has rated from every customer. 1 is the lowest (Worst), 5 is the highest (Best).
- 6. Cost of the product: Cost of the Product in US Dollars.
- 7. **Prior purchases**: The Number of Prior Purchase.
- 8. **Product importance**: The company has categorized the product in the various parameter such as low, medium, high.
- 9. Gender: Male and Female.
- 10. **Discount offered**: Discount offered on that specific product.
- 11. Weight in gms: It is the weight in grams.
- 12. **Reached on time**: It is the target variable, where 1 Indicates that the product has NOT reached on time and 0 indicates it has reached on time.

Data Pre-processing

Load & Describe Data

Import library

```
In [53]:
         import numpy as np
         import pandas as pd
         #Visualization
         import matplotlib.pyplot as plt
         import matplotlib.style as style
         style.use('fivethirtyeight') # use style fivethirtyeight
         import seaborn as sns
         from matplotlib import rcParams
         import warnings
         warnings.filterwarnings("ignore")
         # Scaling
         from sklearn.preprocessing import MinMaxScaler, StandardScaler
         # Selection
         from scipy.stats import chi2_contingency
         # Splitting the data into Train and Test
         from sklearn.model_selection import train_test_split
```

```
# Algorithm
from sklearn.linear_model import LogisticRegression
from sklearn.tree import DecisionTreeClassifier
from sklearn.svm import SVC
from sklearn.neighbors import KNeighborsClassifier
from sklearn.ensemble import RandomForestClassifier

# Evaluation metrics
from sklearn.metrics import accuracy_score, precision_score, recall_score, f1_score
from sklearn.metrics import roc_curve, auc, confusion_matrix, classification_report

# Hyperparameter tuning
from sklearn.model_selection import RandomizedSearchCV, GridSearchCV
```

Import file

```
In [54]: df = pd.read_csv(r"C:\Users\HP\Downloads\Train.csv")
```

Rename column target

```
df.rename(columns={'Reached.on.Time_Y.N':'is_late'}, inplace=True)
In [55]:
           df.head()
                                                                                         Cost_of_the_Product
Out[55]:
                 Warehouse_block Mode_of_Shipment Customer_care_calls Customer_rating
           0
              1
                               D
                                               Flight
                                                                                       2
                                                                                                         177
           1
              2
                               F
                                               Flight
                                                                                       5
                                                                                                         216
           2
                               Α
                                               Flight
                                                                      2
                                                                                       2
                                                                                                         183
                                                                      3
                                                                                       3
           3
                                               Flight
                                                                                                         176
                               С
                                               Flight
                                                                      2
                                                                                                         184
```

Because of the target's name is too long, so we simplify the name to ease the next step.

Get the shape of dataset

```
In [56]: df.shape
Out[56]: (10999, 12)
```

Get list of columns

Change all column names to lower case

```
In [58]: df.columns = df.columns.str.lower()
```

Get dataset information

```
In [59]: df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 10999 entries, 0 to 10998
Data columns (total 12 columns):
    Column
                        Non-Null Count Dtype
                        10999 non-null int64
0
    id
    warehouse_block
1
                        10999 non-null object
   mode_of_shipment
2
                       10999 non-null object
3 customer_care_calls 10999 non-null int64
4 customer_rating
                    10999 non-null int64
5 cost_of_the_product 10999 non-null int64
                        10999 non-null int64
    prior_purchases
    product_importance
                        10999 non-null object
7
8
    gender
                        10999 non-null object
9
    discount_offered
                       10999 non-null int64
10 weight_in_gms
                        10999 non-null int64
11 is_late
                        10999 non-null int64
dtypes: int64(8), object(4)
memory usage: 1.0+ MB
```

In [60]: df.describe()

111 [00]. 4114000111

Out[60]:

	id	customer_care_calls	customer_rating	cost_of_the_product	prior_purchases	discount_o
count	10999.00000	10999.000000	10999.000000	10999.000000	10999.000000	10999.0
mean	5500.00000	4.054459	2.990545	210.196836	3.567597	13.3
std	3175.28214	1.141490	1.413603	48.063272	1.522860	16.2
min	1.00000	2.000000	1.000000	96.000000	2.000000	1.0
25%	2750.50000	3.000000	2.000000	169.000000	3.000000	4.0
50%	5500.00000	4.000000	3.000000	214.000000	3.000000	7.0
75%	8249.50000	5.000000	4.000000	251.000000	4.000000	10.0
max	10999.00000	7.000000	5.000000	310.000000	10.000000	65.0

Based on the information above :

- 1. Dataframe has 10999 rows and 12 columns.
- 2. No missing values are found.
- 3. There are only 2 data types, integer and object.
- 4. Classification target is_late and others we call features.

Separate numeric & categorical column

```
In [61]: # Categorical data
    categorical = ['warehouse_block', 'mode_of_shipment', 'product_importance', 'gender', '
    # Numerical data
    numeric = ['customer_care_calls', 'cost_of_the_product', 'prior_purchases', 'discount_
```

Data Cleansing & Feature Engineering

Reload dataset

```
In [62]: df_dt = df.copy()
```

Identify missing values

```
In [63]: df_dt.isna().values.any() # Missing value detection
```

```
False
Out[63]:
          df_dt.isna().sum() # Calculate missing values
In [64]:
                                   0
Out[64]:
          warehouse_block
                                   0
          mode_of_shipment
                                   0
          customer_care_calls
                                   0
          customer_rating
                                   0
          cost_of_the_product
          prior_purchases
                                   0
          product_importance
                                   0
          gender
                                   0
          {\tt discount\_offered}
                                   0
          weight_in_gms
                                   0
          is_late
                                   0
          dtype: int64
```

Just for making sure that no missing values are found.

Identify duplicated values

```
In [65]: # Select all duplicate rows based on all columns
    df_dt[df_dt.duplicated(keep=False)]

Out[65]: id warehouse_block mode_of_shipment customer_care_calls customer_rating cost_of_the_product prior.

In [66]: # Select all duplicate rows based on selected column
    df_dt[df_dt.duplicated(subset=['id'], keep=False)] # Display all duplicated rows based

Out[66]: id warehouse_block mode_of_shipment customer_care_calls customer_rating cost_of_the_product prior.
```

Luckily, there is no duplicated value in the dataframe.

Identify outliers

```
# Identify using boxplot
In [67]:
             plt.figure(figsize=(20,8))
             for i in range(0,len(numeric)):
                   plt.subplot(1, len(numeric), i+1)
                   sns.boxplot(y=df_dt[numeric[i]], color='orange')
                   plt.tight_layout()
                                                                                                                  8000
                                       300
                                                                                          60
                                                                                                                  7000
                                                                                                                  6000
                                       250
                                    cost_of_the_product
            customer_care_calls
                                                                                         discount_offered
                                                               purchases
                                                                                                                 in gms
                                                                                                                  5000
                                                               prior_
                                                                                          20
                                                                                                                  3000
                                       150
                                                                                           10
                                                                                                                  1000
```

```
Q1 = df_dt[col].quantile(0.25)
    Q3 = df_dt[col].quantile(0.75)
    IQR = Q3 - Q1
    # Define value
    nilai_min = df_dt[col].min()
    nilai_max = df_dt[col].max()
    lower\_lim = Q1 - (1.5*IQR)
    upper_lim = Q3 + (1.5*IQR)
    # Identify low outlier
    if (nilai_min < lower_lim):</pre>
        print('Low outlier is found in column',col,'<', lower_lim,'\n')</pre>
        #display total low outlier
        print('Total of Low Outlier in column',col, ':', len(list(df_dt[df_dt[col] <</pre>
    elif (nilai_max > upper_lim):
        print('High outlier is found in column',col,'>', upper_lim,'\n')
        #display total high outlier
        print('Total of High Outlier in column',col, ':', len(list(df_dt[col] >
    else:
        print('Outlier is not found in column',col,'\n')
Outlier is not found in column customer care calls
Outlier is not found in column cost_of_the_product
High outlier is found in column prior_purchases > 5.5
```

Outlier is not found in column customer_care_calls

Outlier is not found in column cost_of_the_product

High outlier is found in column prior_purchases > 5.5

Total of High Outlier in column prior_purchases : 1003

High outlier is found in column discount_offered > 19.0

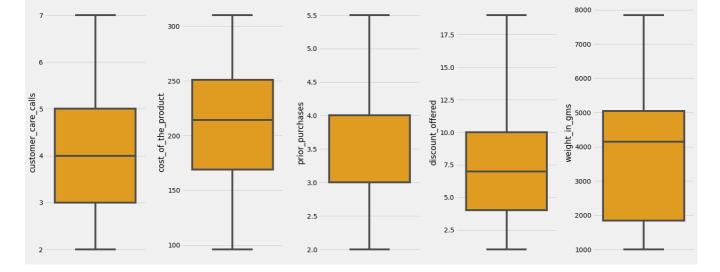
Total of High Outlier in column discount_offered : 2209

Outlier is not found in column weight_in_gms

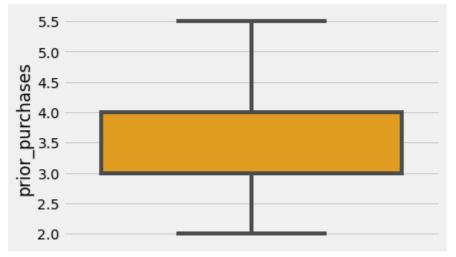
We found outliers in discount_offered & prior_purchases with almost 30% of data.

```
# We handle outlier with replace the value with upper_bound or lower_bound
In [69]:
         for col in ['prior_purchases', 'discount_offered']:
             # Initiate Q1
             Q1 = df_dt[col].quantile(0.25)
             # Initiate Q3
             Q3 = df_dt[col].quantile(0.75)
             # Initiate IQR
             IQR = Q3 - Q1
             # Initiate lower_bound & upper_bound
             lower_bound = Q1 - (IQR * 1.5)
             upper_bound = Q3 + (IQR * 1.5)
             # Filtering outlier & replace with upper_bound or lower_bound
             df_dt[col] = np.where(df_dt[col] >= upper_bound,
                                   upper_bound, df_dt[col])
             df_dt[col] = np.where(df_dt[col] <= lower_bound,</pre>
                                   lower_bound, df_dt[col])
```

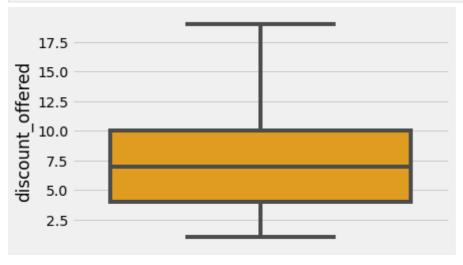
```
In [70]: # Identify using boxplot
plt.figure(figsize=(20,8))
for i in range(0,len(numeric)):
    plt.subplot(1, len(numeric), i+1)
    sns.boxplot(y=df_dt[numeric[i]], color='orange')
    plt.tight_layout()
```



```
In [71]: sns.boxplot(y= df_dt['prior_purchases'], color = 'orange', orient = 'h');
```



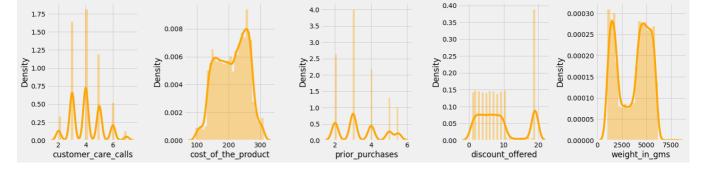




We didn't remove the outliers, but replacing with upper bound and lower bound. And we can see in the visualization above, there is no outliers detected.

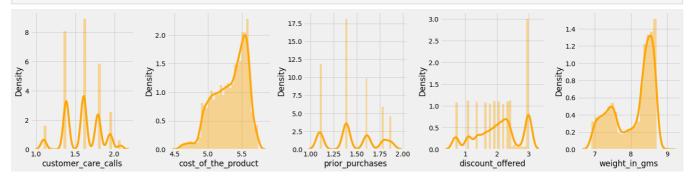
Feature Transformation: Log transform

```
In [73]: # Check data distribution
   plt.figure(figsize=(20,5))
   for i in range(0,len(numeric)):
        plt.subplot(1, len(numeric), i+1)
        sns.distplot(df_dt[numeric[i]], color='orange')
        plt.tight_layout()
```



```
In [74]: # Apply log transformation
for col in numeric:
    df_dt[col] = (df_dt[col]+1).apply(np.log)
```

```
In [75]: # Visualize after log transformation
  plt.figure(figsize=(20,5))
  for i in range(0,len(numeric)):
     plt.subplot(1, len(numeric), i+1)
     sns.distplot(df_dt[numeric[i]], color='orange')
     plt.tight_layout()
```



Feature Scaling: Standardization

Out[77]:

```
In [76]: # Apply standardization
for col in numeric:
     df_dt[col]= StandardScaler().fit_transform(df_dt[col].values.reshape(len(df_dt),
```

In [77]: df_dt.describe()

:		id	customer_care_calls	customer_rating	cost_of_the_product	prior_purchases	discount_o
С	ount	10999.00000	1.099900e+04	10999.000000	1.099900e+04	1.099900e+04	1.09990
n	nean	5500.00000	-6.375198e-15	2.990545	-6.128706e-15	-3.886356e-15	-5.67272
	std	3175.28214	1.000045e+00	1.413603	1.000045e+00	1.000045e+00	1.00004!
	min	1.00000	-2.177630e+00	1.000000	-3.086779e+00	-1.387728e+00	-1.94765
	25%	2750.50000	-9.146463e-01	2.000000	-7.773403e-01	-2.636003e-01	-6.23428
	50%	5500.00000	6.500001e-02	3.000000	1.892606e-01	-2.636003e-01	5.58237
	75%	8249.50000	8.654293e-01	4.000000	8.428454e-01	6.083412e-01	5.16055
mea st mi 259 509 759	max	10999.00000	2.128413e+00	5.000000	1.708704e+00	1.633539e+00	1.38005

Feature Selection: Chi squared method

```
# Iteration
for col in category:
    # If pvalue < 0.05
    if chi2_contingency(pd.crosstab(df_dt['is_late'], df_dt[col]))[1] < 0.05 :
        chi2_check.append('Reject Null Hypothesis')
# If pvalue > 0.05
    else :
        chi2_check.append('Fail to Reject Null Hypothesis')

# Make the result into dataframe
res = pd.DataFrame(data = [category, chi2_check]).T
# Rename columns
res.columns = ['Column', 'Hypothesis']
res
```

```
Out[78]:

Column
Hypothesis

warehouse_block Fail to Reject Null Hypothesis

mode_of_shipment Fail to Reject Null Hypothesis

product_importance Reject Null Hypothesis

gender Fail to Reject Null Hypothesis

customer_rating Fail to Reject Null Hypothesis

# Adjusted P-Value use the Bonferroni-adjusted method

# Initiate empty dictionary
```

```
# Initiate empty dictionary
check = {}
# Iteration for product_importance column
for i in res[res['Hypothesis'] == 'Reject Null Hypothesis']['Column']:
    # One hot encoding product_importance column
    dummies = pd.get_dummies(df_dt[i])
    # Initiate Bonferroni-adjusted formula
    bon_p_value = 0.05/df_dt[i].nunique()
    for series in dummies:
        if chi2_contingency(pd.crosstab(df_dt['is_late'], dummies[series]))[1] < bon_</pre>
            check['{}-{}'.format(i, series)] = 'Reject Null Hypothesis'
        else :
            check['{}-{}'.format(i, series)] = 'Fail to Reject Null Hypothesis'
# Make the result into dataframe
res_chi_ph = pd.DataFrame(data=[check.keys(), check.values()]).T
# Rename the columns
res_chi_ph.columns = ['Pair', 'Hypothesis']
res_chi_ph
```

Out [79]: Pair Hypothesis

O product_importance-high Reject Null Hypothesis

1 product_importance-low Fail to Reject Null Hypothesis

2 product_importance-medium Fail to Reject Null Hypothesis

From the result above, product_importance with high category has a correlation with our target.

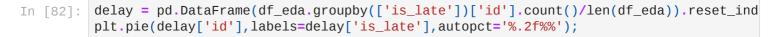
Feature Encoding : One hot encoding

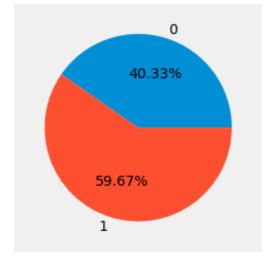
```
# check dataframe after encoding
df_dt.info()
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 10999 entries, 0 to 10998
Data columns (total 8 columns):
    Column
                             Non-Null Count Dtype
   -----
                             -----
0
   customer_care_calls
                            10999 non-null float64
                             10999 non-null int64
    customer_rating
2 cost_of_the_product
3 prior_purchases
                            10999 non-null float64
                            10999 non-null float64
4 discount_offered
                            10999 non-null float64
5
  weight_in_gms
                            10999 non-null float64
                            10999 non-null int64
   is_late
    product_importance_high 10999 non-null uint8
dtypes: float64(5), int64(2), uint8(1)
memory usage: 612.4 KB
```

Exploratory Data Analysis (EDA)

```
In [81]: # Copy dataset
df_eda = df.copy()
```

Target Visualization





The class of target looks balance.

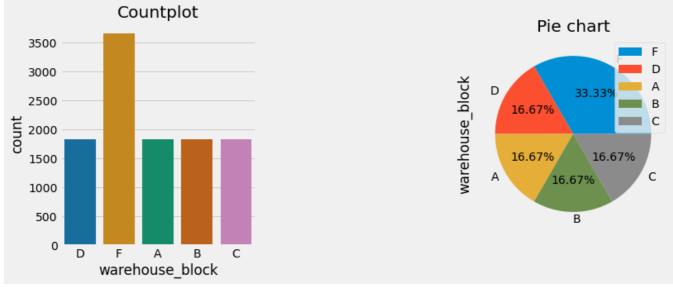
Descriptive Statistic

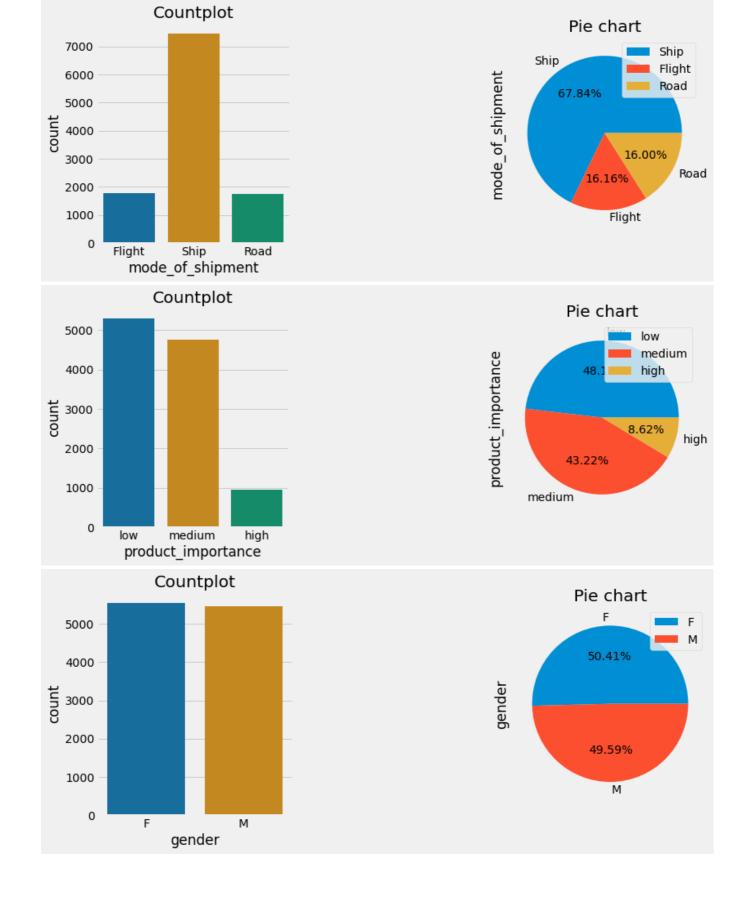
Categorical values

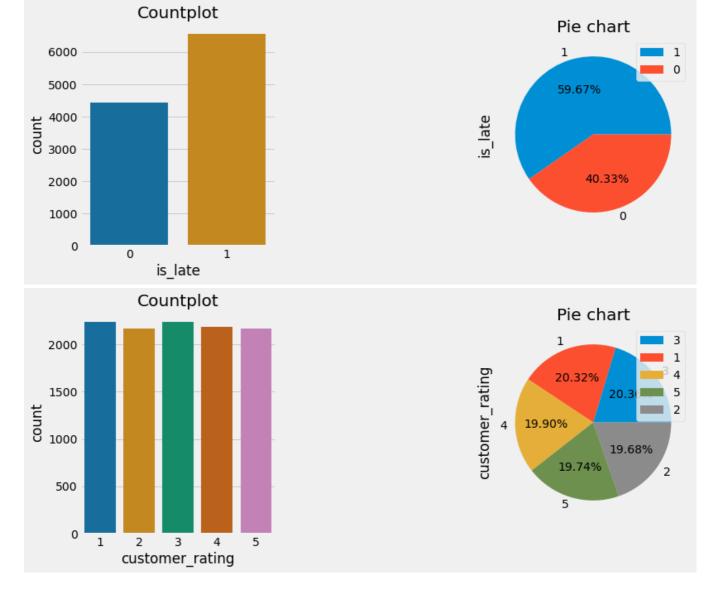
```
# for categorical column
In [83]:
         for col in categorical:
             print('Value count kolom', col, ':')
             print(df_eda[col].value_counts())
             print()
         Value count kolom warehouse_block :
              3666
         D
              1834
         Α
              1833
         В
              1833
              1833
         Name: warehouse_block, dtype: int64
```

```
Value count kolom mode_of_shipment :
         Ship
                    7462
         Flight
                    1777
                    1760
         Road
         Name: mode_of_shipment, dtype: int64
         Value count kolom product_importance :
         low
                    5297
                    4754
         medium
         high
                     948
         Name: product_importance, dtype: int64
         Value count kolom gender :
              5545
              5454
         Name: gender, dtype: int64
         Value count kolom is_late :
         1
              6563
              4436
         Name: is_late, dtype: int64
         Value count kolom customer_rating :
         3
               2239
         1
              2235
         4
              2189
         5
              2171
         2
              2165
         Name: customer_rating, dtype: int64
In [84]:
         # Plot categorical columns
          for col in categorical:
              plt.figure(figsize=(15, 5))
              plt.subplot(141);
              plt.title('Countplot')
              plt.tight_layout();
              plt.subplot(143);
```









Summary:

- Warehouse_Block has 5 unique values and dominated with Warehouse_block_f.
- Mode_of_Shipment has 3 unique values and mostly used ship.
- Product_importance has 3 unique values and mostly priority of products are low.
- Female customers are often shopping than male.

Numeric values

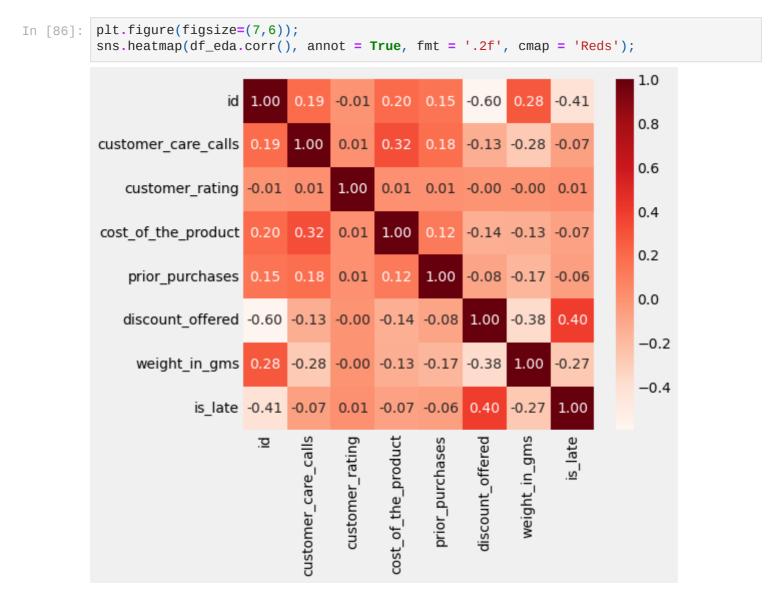
In [85]: df_eda[numeric].describe()

Out[85]:		customer_care_calls	cost_of_the_product	prior_purchases	discount_offered	weight_in_gms
	count	10999.000000	10999.000000	10999.000000	10999.000000	10999.000000
	mean	4.054459	210.196836	3.567597	13.373216	3634.016729
	std	1.141490	48.063272	1.522860	16.205527	1635.377251
	min	2.000000	96.000000	2.000000	1.000000	1001.000000
	25%	3.000000	169.000000	3.000000	4.000000	1839.500000
	50%	4.000000	214.000000	3.000000	7.000000	4149.000000
	75%	5.000000	251.000000	4.000000	10.000000	5050.000000
	max	7.000000	310.000000	10.000000	65.000000	7846.000000

Summary:

Distribution of customer_care_calls, Customer_rating, Cost_of_the_Product, Prior_purchases
look normal, beacuse the mean and the median are close, while discount_offered and
weight in grams are indicated skewed.

Correlation Heatmap



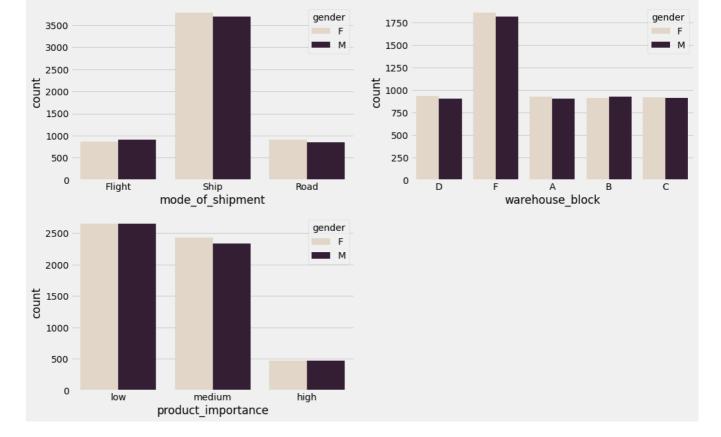
Based on the Correlation heatmap above :

- 1. Target *is_late* has a moderate positive correlation with *discount_offered* & weak negative correlation with *weight_in_gms*.
- 2. Feature *customer_care_calss* has a weak positive correlation with *cost_of_the_product* and negative correlation with *weight_in_gms*.
- 3. Feature *discount_offered* has a moderate negative correlation with *weight_in_gms*.

Categorical - Categorical

Based on Gender

```
In [87]: i=1
plt.figure(figsize=(15,10))
for col in ['mode_of_shipment', 'warehouse_block', 'product_importance']:
    plt.subplot(2,2,i)
    sns.countplot(df_eda[col], hue=df_eda['gender'], palette="ch:.25")
    i+=1
```



Summary:

• Total parcels of female customers in the warehouse_block are more dominant than male customers, except in warehouse_block B.

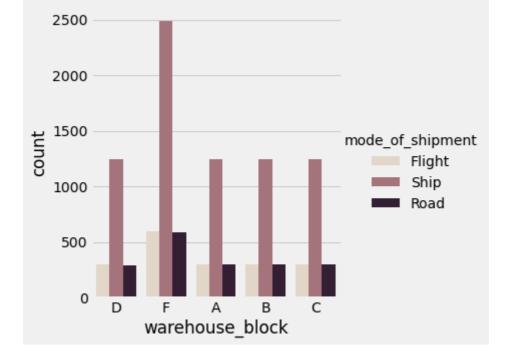
Based on Product Importance

```
In [88]:
           i=1
           plt.figure(figsize=(15,10))
           for col in ['mode_of_shipment', 'warehouse_block']:
                plt.subplot(2,2,i)
                sns.countplot(df_eda[col], hue=df_eda['product_importance'], palette="ch:.25")
                i+=1
             3500
                                              product_importance
                                                                    1750
                                                                                                    product_importance
                                                     low
                                                                                                           low
                                                                    1500
             3000
                                                    medium
                                                                                                          medium
                                                     high
                                                                                                          high
                                                                    1250
             2500
           count
                                                                 count
             2000
                                                                   1000
             1500
                                                                    750
             1000
                                                                    500
              500
                                                                    250
                0
                                                                      0
                       Flight
                                      Ship
                                                                           D
                                                     Road
                                                                                    F
                                                                                             Α
                                                                                                      В
                                                                                                               C
                                                                                      warehouse block
                                mode of shipment
```

Summary:

Mostly high & low priority parcels used ship.

Warehouse block - Mode of Shipment



Based on target 'is_late'

```
In [90]:
           i=1
           plt.figure(figsize=(15,10))
           for col in ['mode_of_shipment', 'warehouse_block', 'product_importance',
                           gender','customer_rating']:
                plt.subplot(2,3,i)
                sns.countplot(df_eda[col], hue=df_eda['is_late'], palette="ch:.25")
                i+=1
                plt.legend(['on_time', 'late']);
                                                                                                           on_time
                      on_time
                                                                         on_time
                                                                                  3000
                                               2000
             4000
                      late
                                                                        late
                                                                                                           late
                                                                                  2500
                                               1500
             3000
                                                                                  2000
           count 2000
                                             count
1000
                                                                               count
                                                                                  1500
                                                                                  1000
             1000
                                                500
                                                                                  500
                0
                                                  0
                                                                                    0
                    Flight
                              Ship
                                       Road
                                                     D
                                                                                                 medium
                                                                                                            high
                       mode_of_shipment
                                                          warehouse_block
                                                                                           product_importance
```

on time

late

customer_rating

1400

1200

1000

400

200

0

count 800

on_time

late

Summary:

0

3000

2500

th 2000 1500

1000

500

• Most of parcels are stored in warehouse_block F.

М

· The ship contributes the most late delivery.

gender

· Most of parcels in all shipment priority are delivered late.

Machine Learning Modelling & Evaluation

Separate feature & target column

```
In [91]: # Inititate feature & target
X = df_dt.drop(columns = 'is_late')
y = df_dt['is_late']
```

Split train & test data

```
In [92]: # Split Train & Test Data
Xtrain, Xtest, ytrain, ytest = train_test_split(X, y, test_size=0.30, random_state=42
```

Fit & Evaluation Model

```
In [93]: # Create function to fit model & model evaluation
def fit_evaluation(Model, Xtrain, ytrain, Xtest, ytest):
    model = Model # initiate model
    model.fit(Xtrain, ytrain) # fit the model
    y_pred = model.predict(Xtest)
    y_pred_train = model.predict(Xtrain)
    train_score = model.score(Xtrain, ytrain) # Train Accuracy
    test_score = model.score(Xtest, ytest) # Test Accuracy
    fpr, tpr, thresholds = roc_curve(ytest, y_pred, pos_label=1)
    AUC = auc(fpr, tpr) # AUC
    return round(train_score,2), round(test_score,2), round(precision_score(ytest, y_pred_train),2), round(recall_score(ytest, y_pred_train),2), round(recall_score(ytest, y_pred_train),2))
```

Default Parameter

```
In [94]: # Inititate algorithm
         lr = LogisticRegression(random_state=42)
         dt = DecisionTreeClassifier(random_state=42)
         rf = RandomForestClassifier(random_state=42)
         knn = KNeighborsClassifier(n_neighbors=5)
         svc = SVC(random_state=42)
         # Create function to make the result as dataframe
         def model_comparison_default(X,y):
             # Logistic Regression
             lr_train_score, lr_test_score, lr_pr, lrtr_re, lrte_re, lr_f1, lr_auc = fit_evalu
                 lr, Xtrain, ytrain, Xtest, ytest)
             # Decision Tree
             dt_train_score, dt_test_score, dt_pr, dttr_re, dtte_re, dt_f1, dt_auc = fit_evalu
                 dt, Xtrain, ytrain, Xtest, ytest)
             # Random Forest
             rf_train_score, rf_test_score, rf_pr, rftr_re, rfte_re, rf_f1, rf_auc = fit_evalu
                 rf, Xtrain, ytrain, Xtest, ytest)
             knn_train_score, knn_test_score, knn_pr, knntr_re, knnte_re, knn_f1, knn_auc = fi
                 knn, Xtrain, ytrain, Xtest, ytest)
             svc_train_score, svc_test_score, svc_pr, svctr_re, svcte_re, svc_f1, svc_auc = fi
                 svc, Xtrain, ytrain, Xtest, ytest)
             models = ['Logistic Regression', 'Decision Tree', 'Random Forest',
                       'KNN', 'SVC']
```

train_score = [lr_train_score, dt_train_score, rf_train_score,

```
knn_train_score, svc_train_score]
test_score = [lr_test_score, dt_test_score, rf_test_score,
              knn_test_score, svc_test_score]
precision = [lr_pr, dt_pr, rf_pr, knn_pr, svc_pr]
recall_train = [lrtr_re, dttr_re, rftr_re, knntr_re, svctr_re]
recall_test = [lrte_re, dtte_re, rfte_re, knnte_re, svcte_re]
f1 = [lr_f1, dt_f1, rf_f1, knn_f1, svc_f1]
auc = [lr_auc, dt_auc, rf_auc, knn_auc, svc_auc]
model_comparison = pd.DataFrame(data=[models, train_score, test_score,
                                       precision, recall_train, recall_test,
                                       f1, auc]).T.rename({0: 'Model',
                                                          1: 'Accuracy_Train',
                                                          2: 'Accuracy_Test',
                                                          3: 'Precision',
                                                          4: 'Recall_Train',
                                                          5: 'Recall_Test',
                                                          6: 'F1 Score',
                                                          7: 'AUC'
                                                                                },
return model_comparison
```

In [95]: model_comparison_default(X,y)

Out[95]:

:	Model	Accuracy_Train	Accuracy_Test	Precision	Recall_Train	Recall_Test	F1 Score	AUC
0	Logistic Regression	0.63	0.63	0.67	0.75	0.75	0.71	0.6
1	Decision Tree	1.0	0.66	0.72	1.0	0.71	0.71	0.64
2	Random Forest	1.0	0.67	0.76	1.0	0.66	0.71	0.67
3	KNN	0.76	0.64	0.72	0.77	0.67	0.69	0.64
4	SVC	0.68	0.66	0.88	0.52	0.51	0.65	0.7

From the result above, only **Logistic Regression and SVC which are neither overfitting nor underfiting**. Logistic Regression has the highest recall. Let's see with tuned parameter.

Hyperparameter

Logistic Regression

```
In [96]: # List Hyperparameters
    penalty = ['l2','l1','elasticnet']
    C = [0.0001, 0.001, 0.002] # Inverse of regularization strength; smaller values speci
    hyperparameters = dict(penalty=penalty, C=C)

# Inisiasi model
    logres = LogisticRegression(random_state=42) # Init Logres dengan Gridsearch, cross v.
    model = RandomizedSearchCV(logres, hyperparameters, cv=5, random_state=42, scoring='

# Fitting Model & Evaluation
    model.fit(Xtrain, ytrain)
    y_pred = model.predict(Xtest)
    model.best_estimator_
```

LogisticRegression(C=0.0001, random_state=42)

Decision Tree

Out[96]:

In [97]: # Let's do hyperparameter tuning using RandomizesearchCV

```
# Hyperparameter lists to be tested
         max_depth = list(range(1,10))
         min_samples_split = list(range(5,10))
         min_samples_leaf = list(range(5,15))
         max_features = ['auto', 'sqrt', 'log2']
         criterion = ['gini', 'entropy']
         splitter = ['best', 'random']
         # Initiate hyperparameters
         hyperparameters = dict(max_depth=max_depth,
                                 min_samples_split=min_samples_split,
                                 min_samples_leaf=min_samples_leaf,
                                 max_features=max_features,
                                 criterion = criterion,
                                 splitter = splitter)
         # Initiate model
         dt_tun = DecisionTreeClassifier(random_state=42)
         model = RandomizedSearchCV(dt_tun, hyperparameters, cv=10, scoring='recall', random_st
         model.fit(Xtrain, ytrain)
         y_pred_tun = model.predict(Xtest)
         model.best_estimator_
         DecisionTreeClassifier(criterion='entropy', max_depth=4, max_features='sqrt',
Out[97]:
                                 min_samples_leaf=12, min_samples_split=6,
```

Random Forest

random_state=42)

Out[98]: RandomForestClassifier(max_depth=50, random_state=42)

KNN

```
In [99]: #List Hyperparameters that we want to tune.
leaf_size = list(range(1,50))
n_neighbors = list(range(1,30))
p=[1,2]

#Convert to dictionary
hyperparameters = dict(leaf_size=leaf_size, n_neighbors=n_neighbors, p=p)

#Create new KNN object
KNN_2 = KNeighborsClassifier()

#Use RandomizedSearchCV
clf = RandomizedSearchCV(KNN_2, hyperparameters, cv=10, scoring = 'recall')

#Fit the model
best_model = clf.fit(X,y)
# Get best estimator
clf.best_estimator_
```

```
# Hyperparameter lists to be tested
In [100...
         kernel = ['linear', 'poly', 'rbf', 'sigmoid']
         C = [0.0001, 0.001, 0.002]
         gamma = ['scale', 'auto']
         #Convert to dictionary
         hyperparameters = dict(kernel=kernel, C=C, gamma=gamma)
         # Initiate model
         svc = SVC(random_state=42)
         model = RandomizedSearchCV(svc, hyperparameters, cv=5, random_state=42,
                                     scoring='recall')
         # Fitting Model & Evaluation
         model.fit(Xtrain, ytrain)
         y_pred = model.predict(Xtest)
         model.best_estimator_
          SVC(C=0.0001, kernel='linear', random_state=42)
Out[100]:
```

Tuned Parameter

```
# Inititate best estimator
In [103...
         lr_tune = LogisticRegression(C=0.0001, random_state=42)
         dt_tune = DecisionTreeClassifier(criterion='entropy', max_depth=4, max_features='sqrt
                                 min_samples_leaf=12, min_samples_split=6,
                                 random_state=42)
         rf_tune = RandomForestClassifier(max_depth=50, random_state=42)
         knn_tune = KNeighborsClassifier(leaf_size=24, n_neighbors=3, p=1)
         svc_tune = SVC(C=0.0001, kernel='linear', random_state=42)
         # Create function to make the result as dataframe
         def model_comparison_tuned(X,y):
             # Logistic Regression
             lr_train_score, lr_test_score, lr_pr, lrtr_re, lrte_re, lr_f1, lr_auc = fit_evalu
                 lr_tune, Xtrain, ytrain, Xtest, ytest)
             # Decision Tree
             dt_train_score, dt_test_score, dt_pr, dttr_re, dtte_re, dt_f1, dt_auc = fit_evalu
                 dt_tune, Xtrain, ytrain, Xtest, ytest)
             # Random Forest
             rf_train_score, rf_test_score, rf_pr, rftr_re, rfte_re, rf_f1, rf_auc = fit_evalu
                 rf_tune, Xtrain, ytrain, Xtest, ytest)
             knn_train_score, knn_test_score, knn_pr, knntr_re, knnte_re, knn_f1, knn_auc = fi
                  knn_tune, Xtrain, ytrain, Xtest, ytest)
             svc_train_score, svc_test_score, svc_pr, svctr_re, svcte_re, svc_f1, svc_auc = fi
                 svc_tune, Xtrain, ytrain, Xtest, ytest)
             models = ['Logistic Regression','Decision Tree','Random Forest',
                       'KNN', 'SVC']
             train_score = [lr_train_score, dt_train_score, rf_train_score,
                             knn_train_score, svc_train_score
             test_score = [lr_test_score, dt_test_score, rf_test_score,
                            knn_test_score, svc_test_score]
             precision = [lr_pr, dt_pr, rf_pr, knn_pr, svc_pr]
             recall_train = [lrtr_re, dttr_re, rftr_re, knntr_re, svctr_re]
             recall_test = [lrte_re, dtte_re, rfte_re, knnte_re, svcte_re]
             f1 = [lr_f1, dt_f1, rf_f1, knn_f1, svc_f1]
             auc = [lr_auc, dt_auc, rf_auc, knn_auc, svc_auc]
```

```
In [104... model_comparison_tuned(X,y)
```

:	Model	Accuracy_Train	Accuracy_Test	Precision	Recall_Train	Recall_Test	F1 Score	AUC
0	Logistic Regression	0.59	0.6	0.6	1.0	1.0	0.75	0.5
1	Decision Tree	0.67	0.68	8.0	0.62	0.62	0.7	0.69
2	Random Forest	1.0	0.67	0.76	1.0	0.66	0.71	0.67
3	KNN	0.81	0.65	0.72	0.82	0.69	0.7	0.64
4	SVC	0.59	0.6	0.6	1.0	1.0	0.75	0.5

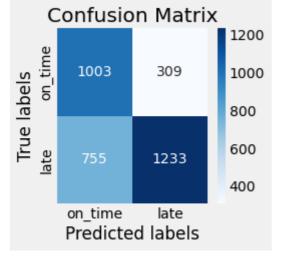
Decision Tree algorithm with hyper-parameter tuning has a good balance between its score, also neither underfitting nor overfitting.

Confusion matrix

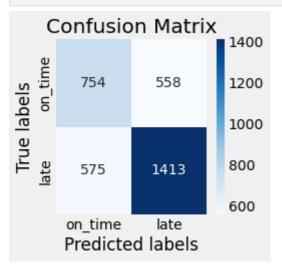
Out[104]:

```
from sklearn.metrics import confusion matrix
In [105...
         import matplotlib.pyplot as plt
         import seaborn as sns
         def get_confusion_matrix(model, X_train, y_train, X_test, y_test, labels=None):
             # Train the model on the training data
             model.fit(X_train, y_train)
             # Make predictions on the test data
             y_pred = model.predict(X_test)
             # Create confusion matrix
             cm = confusion_matrix(y_test, y_pred)
             # Set display labels
             if labels is None:
                  labels = ['Negative', 'Positive']
             # Plot the confusion matrix using Seaborn heatmap
             plt.figure(figsize=(3, 3))
             sns.heatmap(cm, annot=True, cmap='Blues', fmt='g', xticklabels=labels, yticklabel
             plt.xlabel('Predicted labels')
             plt.ylabel('True labels')
             plt.title('Confusion Matrix')
             plt.show()
```

```
In [106... # After hyperparameter tuning
get_confusion_matrix(dt_tune, Xtrain, ytrain, Xtest, ytest,labels=['on_time','late'])
```



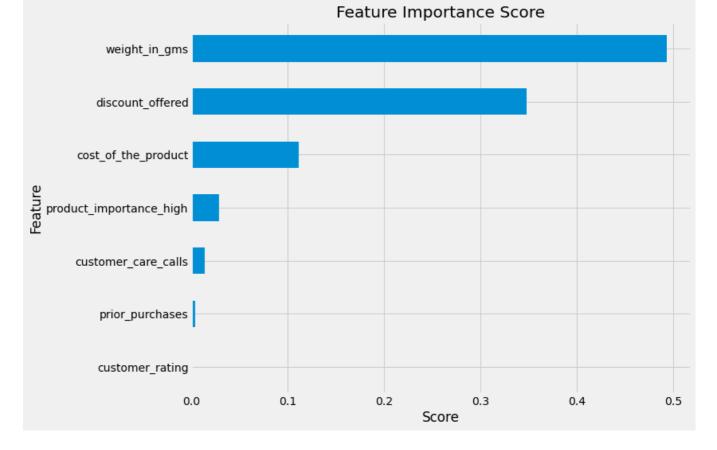
In [107... # Before hyperparameter tuning
 get_confusion_matrix(dt, Xtrain, ytrain, Xtest, ytest,labels=['on_time','late'])



Feature Importance

```
In [108... feat_importances = pd.Series(dt_tune.feature_importances_, index=X.columns)
    ax = feat_importances.nlargest(25).plot(kind='barh', figsize=(10, 8))
    ax.invert_yaxis()

plt.xlabel('Score');
    plt.ylabel('Feature');
    plt.title('Feature Importance Score');
```



Recommendation for E-Commerce:

- The operation team should add more manpower when there is a sale program, especially for the discount more than 10% and the parcel weight is 1 4 Kg.
- The parcel should not be centralized in the warehouse block F, so that the handling is not too crowded which can cause the late shipment.
- Adding more features can imporve model performance, such as delivery time estimation, delivery date, customer address, and courier.

In Γ 1:

Name of the Project- Product Shipment Delivered on time or not?

The E-Commerce Shipping Problem

By Pooja Keer

Batch- PGA19(THANE)

E-COMMERCE INDUSTRY-

Ecommerce" or "electronic commerce" is the trading of goods and services on the internet.

The e-commerce industry has seen significant growth in recent years, with more and more people shopping online. As a result, there is demand for efficient and reliable shipment services to deliver goods to customers in a timely manner.

One of the major challenges in e-commerce shipment is the management of the delivery process. The shipment process involves multiple stages, from receiving the order to packaging the goods and finally delivering them to the customer.

Each stage of the process must be carefully coordinated to ensure timely delivery and minimize the risk of errors or delays.

E-COMMERCE SHIPPING PROCESS

Workflow Diagram of E Commerce Business

Customer services

Customer

Online order

Delivery

Online payment

Credit card transaction

Quality assurance

Warehouse

The <u>shipping process</u> involves everything from receiving a customer order to preparing it for <u>last-mile delivery</u>. The shipping process can be broken down into three primary stages:

- •Order receiving: make sure items are in stock to fulfill the order
- •Order processing: verify order data and make sure it's accurate (e.g., verifying the shipping address)
- •Order fulfillment: a picking list is generated and items are picked, packed, and prepared to be shipped

E-commerce Workflow



HOW IT AFFECTS INDUSTRY?



- <u>Customer dissatisfaction</u>: Customers expect their orders to be delivered on time. If products are not delivered on time, customers may become dissatisfied with the service and the e-commerce platform. This can lead to negative reviews and decreased customer loyalty.
- **Loss of sales:** Delayed product delivery can lead to canceled orders, which can result in a loss of sales for the e-commerce platform. Customers may also choose to shop with competitors who are better at delivering products on time.
- Increased shipping costs: If products are not delivered on time, the e-commerce platform may need to pay for expedited shipping or other additional costs to meet the delivery deadline. This can increase the shipping costs, which can negatively impact the company's bottom line.
- **Reputation damage**: The timely delivery of products is critical to maintaining the e-commerce platform's reputation. If products are not delivered on time, it can damage the company's reputation and lead to decreased trust from customers.

WHAT COULD BE BENEFITS OF DELIVERING PRODUCT ON TIME?

- <u>Increased customer satisfaction</u>: Timely delivery of products is essential for meeting customer expectations and delivering a positive shopping experience.
- <u>Improved brand reputation</u>: Consistently delivering products on time can help build a positive brand reputation for the e-commerce platform.
- Increased efficiency and cost savings: An efficient logistics system that ensures timely delivery can help reduce shipping and handling costs, reduce product returns and exchanges, and streamline order fulfillment processes.
- <u>Competitive advantage</u>: Timely delivery of products can be a competitive advantage for e-commerce platforms in a crowded market.
- <u>Improved operational performance</u>: Delivering products on time can help e-commerce platforms improve their operational performance.

Solution towards the business problem

- I have worked on the dataset called e-commerce shipping Data of about 11000 of records having features as below -
- ID : ID Number of Customers.
- **Warehouse block**: The Company have big Warehouse which is divided in to 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**: It is the target variable, where 1 Indicates that the product has NOT reached on time and 0 indicates it has reached on time.

The following steps are carried out –

- I. Data Preprocessing
- 2. Data Visualization
- 3. Model Fitting
- 4. Prediction
- 5. Hyperparameter Tuning

1.Data Pre-processing-

- —Imported file in CSV format by renaming the target column 'Reached.on.Time_Y.N': 'is_late'.
- —Obtained the shape of dataset i.e (10999 rows, 12 columns) by changing the all columns into lower case as it is case sensitive.
- —Described the data as info below & separated the numeric & categorical columns Dataframe has 10999 rows and 12 columns.
- 1. No missing values are found.
- 2. There are only 2 data types, integer and object.
- 3. Classification target is_late and others we call features.

2.Data Visualization-

- —Data Cleansing done by checking the missing values & duplicates in dataset
- —No any missing values/duplicates are found in data.
- —Identification of outlier was carried out for numeric columns using boxplot & IQR (interquartile range) method where prior_purchase column has identified outlier which is replaced by the upper & lower bound of itself.
- —so, now no outlier is identified in any numeric column.

3. Featuring Engineering-

column 'who failed to reject the null hypothesis'.

- —Log transformation is carried out for numeric columns in which the plots are normalized i.eskewed to normal distribution & Numeric Values are standardized using StandardScaler
- —Feature selection is carried-out by 'CHI-SQUARE METHOD' in which the categorical column who 'rejects the null hypothesis ' is the important feature for further feature encoding.
- —In this, the Product_Importance column rejected the null hypothesis ,thus its the feature importance for the data & other columns 'warehouse_block',' mode_of_shipment','gender','customer_rating' "Failed to reject the null hypothesis". —Further, one-hot encoding is done(feature encoding)by dropping the categorical

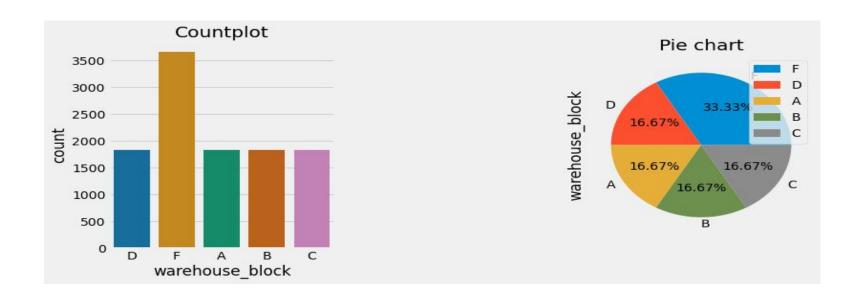
4.Exploratory Data Analysis-

—For carrying out EDA, the copy of data is used where 'TARGET VISUALISATION' is done & target of class looks balanced.

40.33%

59.67%

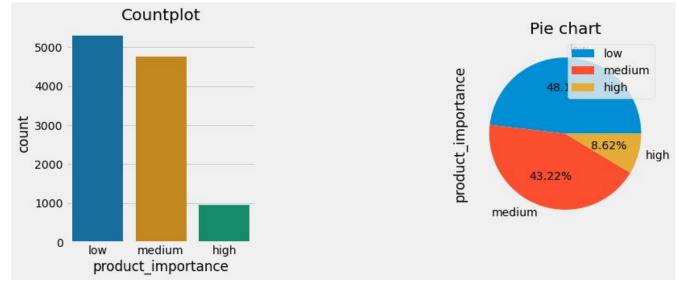
- —Descriptive Statistic is carried out for categorical column to get the value counts of each column & plotted the countplot as shown below-
 - I) Warehouse_Block has 5 unique values and dominated with Warehouse_block_f.



II)Mode_of_Shipment has 3 unique values and mostly used ship.



III) Product_importance has 3 unique values and mostly priority of products are low.



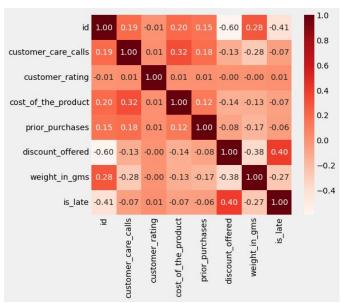
- After doing EDA of numeric ,Distribution of customer_care_calls, Customer_rating, Cost_of_the_Product,
 Prior_purchases is normal, because the mean and the median are close, while discount_offered and weight_in_grams are indicated skewed.
- The Correlation Heatmap is obtained for studying the correlation with target variable as follows-

Based on the Correlation heatmap above :

- 1. Target is_late has a moderate positive correlation with discount_offered & weak negative correlation with weight_in_gms.
- 2. Feature *customer_care_calss* has a weak positive correlation with *cost_of_the_product* and negative correlation with *weight_in_gms*.
- 3. Feature discount_offered has a moderate negative correlation with weight_in_gms.
- —Further, graphs were plot based on categorical columns'mode_of_shipment',
- 'warehouse_block', 'product_importance', 'gender', 'customer_rating'-

where we got the output-

- Most of parcels are stored in warehouse_block F.
- The ship contributes the most late delivery.
- Most of parcels in all shipment priority are delivered late.



5.Model Fitting-

- -Through 'Def Fit_evaluation 'function the model were initiated & evaluated.
- & through 'Model Comparison' function the following models were passes through dataframe -
- LogisticRegression, DecisionTreeClassifier, RandomForestClassifier,
- KNeighborsClassifier,Support Vector Classifier.
- with Accuracy_Train','Accuracy_Test','Precision','Recall_Train,'Recall_Test',
- 'F1 Score','AUC': where the result is as-
- Only Logistic Regression and SVC which are neither overfitting nor underfiting. Logistic Regression has the highest recall.

	Model	Accuracy_Train	Accuracy_Test	Precision	Recall_Train	Recall_Test	F1 Score	AUC
0	Logistic Regression	0.63	0.63	0.67	0.75	0.75	0.71	0.6
1	Decision Tree	1.0	0.66	0.72	1.0	0.71	0.71	0.64
2	Random Forest	1.0	0.67	0.76	1.0	0.66	0.71	0.67
3	KNN	0.76	0.64	0.72	0.77	0.67	0.69	0.64
4	SVC	0.68	0.66	0.88	0.52	0.51	0.65	0.7

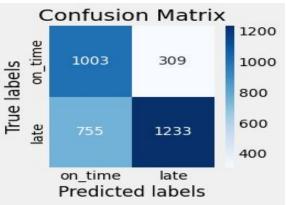
6. Parameter tuning-

	Model	Accuracy_Train	Accuracy_Test	Precision	Recall_Train	Recall_Test	F1 Score	AUC
0	Logistic Regression	0.59	0.6	0.6	1.0	1.0	0.75	0.5
1	Decision Tree	0.67	0.68	0.8	0.62	0.62	0.7	0.69
2	Random Forest	1.0	0.67	0.76	1.0	0.66	0.71	0.67
3	KNN	0.81	0.65	0.72	0.82	0.69	0.7	0.64
4	SVC	0.59	0.6	0.6	1.0	1.0	0.75	0.5

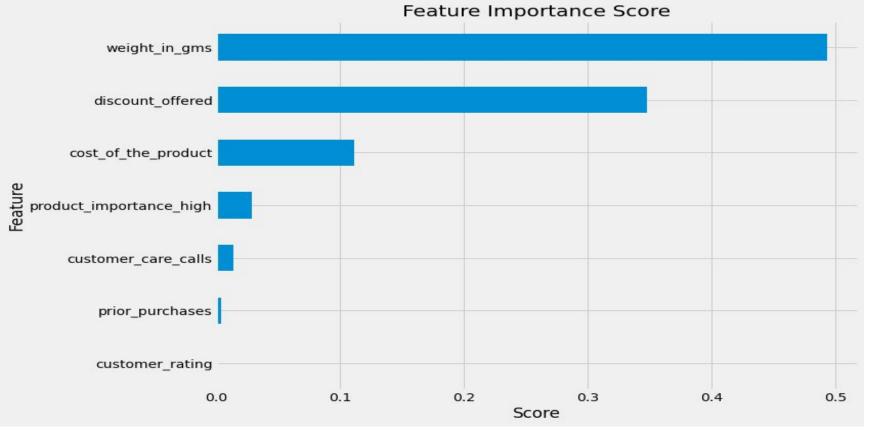
-Decision Tree algorithm with hyper-parameter tuning has a good balance between its score, also

neither underfitting nor overfitting.

-Confusion Matrix after parameter tuning-



7.Feature Importance-



- The operation team should add more manpower when there is a sale program, especially for the discount more than 10% and the parcel weight is 1 4 Kg.
- The parcel should not be centralized in the warehouse block F, so that the handling is not too crowded which can cause the late shipment.
- Adding more features can imporve model performance, such as delivery time estimation,

CONCLUSION

- The timely delivery of products can also have a significant financial impact on the e-commerce business. If products are delivered on time, it can lead to increased sales, repeat business, and revenue growth. However, if products are consistently delivered late, it can lead to canceled orders, lost sales, and increased shipping costs, which can negatively impact the company's bottom line.
- Late delivery of products can have legal consequences, particularly if there are contractual obligations regarding delivery times. Failure to meet these obligations can result in breach of contract lawsuits, financial penalties, and damage to the business reputation.
- Timely delivery of products is critical to maintaining a positive business reputation. If products are consistently delivered on time, it can lead to a positive brand reputation and increased customer trust. However, if products are frequently delivered late, it can damage the business reputation and lead to decreased customer trust.

FURTHER ENHANCING MODEL

- The model Applied for the business problem were machine learning based. By maintaining accuracy, further we can enhance by several deep learning models that could be useful for predicting delivery of a product on time.
- Recurrent Neural Networks (RNNs), Convolutional Neural Networks (CNNs), Long Short-Term Memory (LSTM) networks, Autoencoders.
- Time-series models are useful for analyzing data that changes over time, such as the frequency and timing of deliveries. You could use time-series models to predict the delivery time based on historical data, identifying patterns and trends that can help you make accurate predictions.
- RapidMiner can be useful for predicting the delivery of products on time. RapidMiner is a data science platform that offers a variety of tools and techniques for data preprocessing, modeling, and evaluation. By leveraging RapidMiner's predictive modeling capabilities, you can build and train a model that can predict the likelihood of delivery delays based on various factors such as shipping method, location, product type, and weather conditions.

THANK YOU