

Aston Tan - SQL Project 19th July 2022

The Problem

The Regional Sales Director would like to know which product segment and which customer segment are performing the best and why.

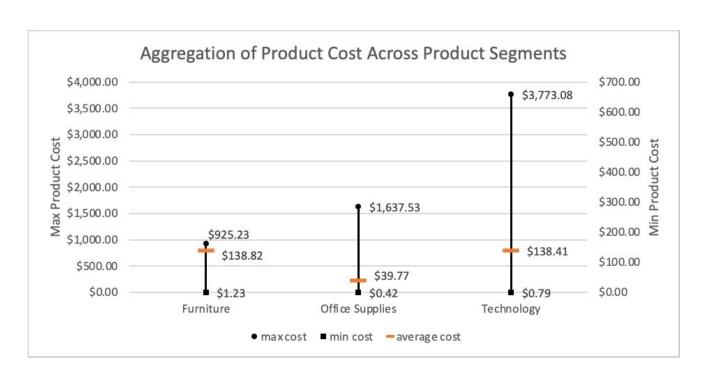
conduct an analysis to identify the best-performing product segment and make data-driven recommendations based on orders, customers, product categories, and returns.

Project Questions

- Which product segment has the highest product cost to consumer?
- Which product segment is currently the most profitable?
- Which product segment has the highest number of returns?
- What is the average discount applied to each product category?
- Do some product segments sell more than others in different quarters?
- Which product segment is experiencing the highest quantity of sales?
- Which customer segment are we experiencing the highest volume of orders from?
- Which customer segment is the most profitable?
- Which customer segment has the least number of returns?
- Which ship mode is the most profitable?
- Which ship mode experiences the highest number of returns?
- Which region is the most profitable?
- What are the main reasons for returns of Binders, Art, and Storage?

Cost Based Solutions

Which product segment has the highest product cost to consumer?

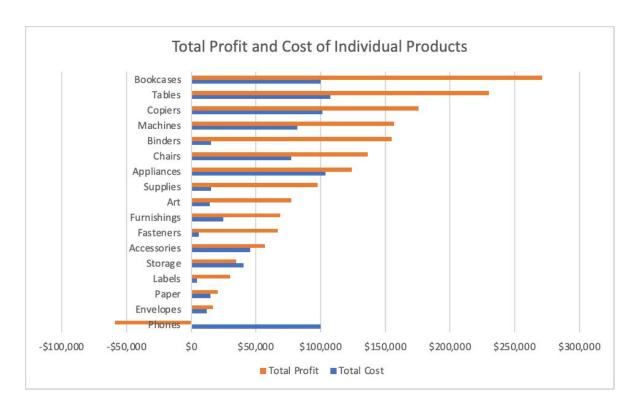


 Furniture has the highest average product cost

 Technology has the highest max product cost

 Furniture has the lowest min product cost

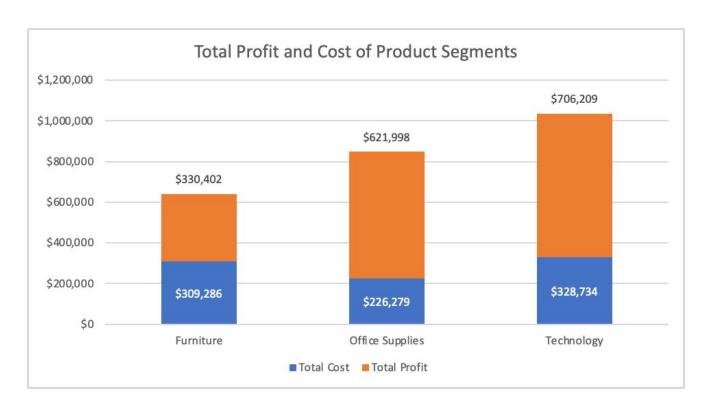
Which sub product segment has the highest product cost to consumer?



 Bookcases are the most profitable followed by Tables, Copiers, Machines, and Binders

 Phones are unprofitable.
Consider removing phones from the product mix

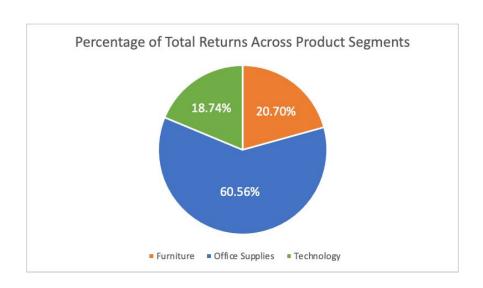
Which is the most profitable product segment



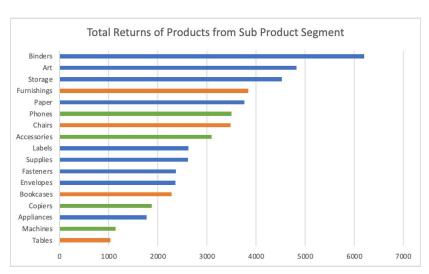
Technology is the most profitable product segment

 Technology also generates the most revenue

Returns across product segments

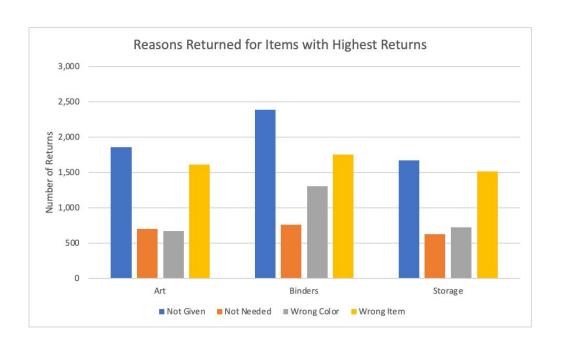






 Most of our returns come from Binders, Art, and Storage

What is the main reason for returns?



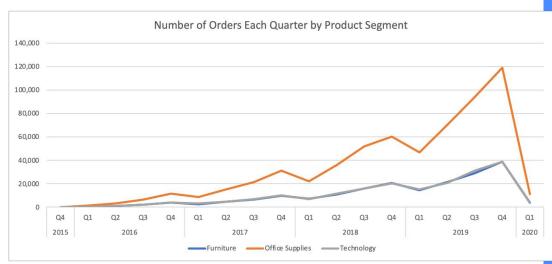
 Aside from Not Given, the main reason returned for all the products is Wrong Item, followed by Wrong Color

 Look into your distribution centers and investing into quality assurance

Revenue Based Solutions

Stimulating demand for products and consistent revenue generation

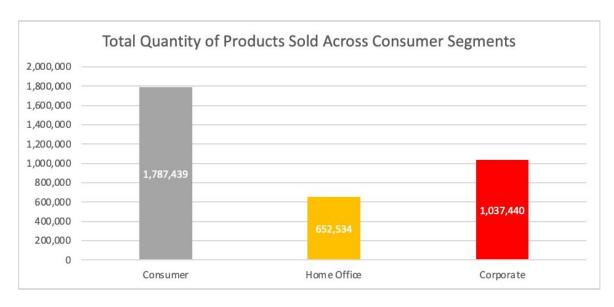




 We're experiencing the lowest profits from the from the furniture segment, yet applying the highest discounts

 There's a cyclical trend in the number of orders. Consider applying discounts seasonally

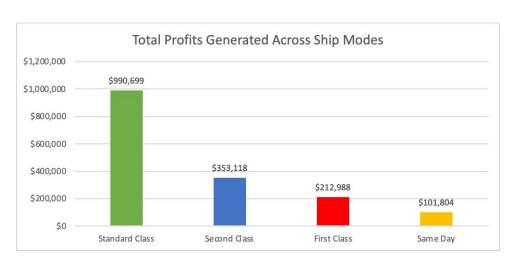
Customer segment sales performance

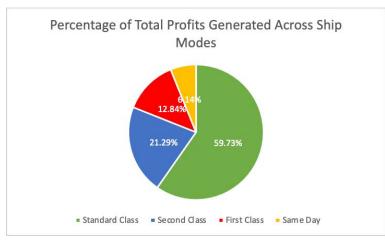


 Most of our sales are to individual consumers

 Least of our sales come from the Home Office customer segment. Consider marketing our products more heavily towards Home Office/Corporate customer segments

Customer segment sales performance





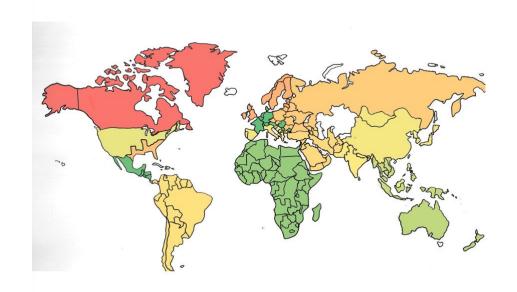
 Same-day shipping generate the least profits due to both price and quantity of orders

 Consider developing a different pricing structure. E.g. a subscription model instead of pay-per use (Amazon Prime)

Profits generated from different regions

sub_region	sum_profit
Western Europe	\$194,388.68
Central America	\$187,787.92
Africa	\$154,212.88
Oceania	\$126,668.41

Northern Europe	\$50,245.69
Caribbean	\$42,920.82
North America	\$15,049.62
Central Asia	\$8,166.50



- Engage in more cultural marketing efforts
- Look to centralize distribution channels

Technology is the best performing product segment

- Generates the highest revenues and profits
- Experiences the lowest returns

Cost Based Solutions

Recommendations

01

Remove Phones

Remove phones from the profit mix since they're generating negative profits 02

Quality Assurance

Identify issues in product distribution and invest in quality assurance

Revenue Based Solutions

03

Discounts

Reduce discounts on furniture and apply discounts seasonally 04

Geography

Stimulate demand in regions closer to your distribution centers

Thank You Questions?