## e-commerce-data-analysis

April 3, 2024

### 1 Data Analysis Project: E-Commerce Public Dataset

• Name: Giselle Halim

• Email: gisellehalim27@gmail.com

• Dicoding ID: gisellehalim

**Determining Business Questions** - How satisfied are customers with the store's service?

- Are the orders always fulfilled?
- Where are the cities and states with the most customers and sellers?
- How many customers are actively making transactions?
- How many orders do customers place?
- How many orders do sellers receive?
- What is the company's sales and revenue performance?
- What are the most and least sold products?
- How is the sales performance in each city and state?
- What is the customer behavior in making payments?
- Is there a correlation between product weight and shipping price?
- How long does it take for sellers and expeditions to process orders?
- How long does it take for sellers to respond to reviews?
- When was the last time a customer made a transaction?
- How often has a customer made a purchase in the last few months?
- How much money did the customer spend in the last few months?

## 2 Import Libraries

```
[109]: import numpy as np
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
```

### 3 Data Gathering and Cleaning

```
[110]: sellers = pd.read_csv('https://raw.githubusercontent.com/gisellehalim/

data-analisis-dengan-python/main/data/sellers_dataset.csv')

sellers.head()
```

```
[110]:
                                 seller_id seller_zip_code_prefix \
       0 3442f8959a84dea7ee197c632cb2df15
                                                              13023
       1 d1b65fc7debc3361ea86b5f14c68d2e2
                                                              13844
       2 ce3ad9de960102d0677a81f5d0bb7b2d
                                                              20031
       3 c0f3eea2e14555b6faeea3dd58c1b1c3
                                                               4195
       4 51a04a8a6bdcb23deccc82b0b80742cf
                                                              12914
                seller_city seller_state
       0
                   campinas
                                      SP
       1
                 mogi guacu
       2
             rio de janeiro
                                      RJ
       3
                  sao paulo
                                      SP
                                      SP
        braganca paulista
[111]: customers = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
        ⇔data-analisis-dengan-python/main/data/customers_dataset.csv")
       customers.head()
[111]:
                               customer_id
                                                           customer_unique_id \
       0 06b8999e2fba1a1fbc88172c00ba8bc7
                                            861eff4711a542e4b93843c6dd7febb0
       1 18955e83d337fd6b2def6b18a428ac77
                                            290c77bc529b7ac935b93aa66c333dc3
       2 4e7b3e00288586ebd08712fdd0374a03 060e732b5b29e8181a18229c7b0b2b5e
       3 b2b6027bc5c5109e529d4dc6358b12c3 259dac757896d24d7702b9acbbff3f3c
       4 4f2d8ab171c80ec8364f7c12e35b23ad 345ecd01c38d18a9036ed96c73b8d066
          customer zip code prefix
                                            customer city customer state
       0
                             14409
                                                   franca
       1
                              9790 sao bernardo do campo
                                                                       SP
       2
                              1151
                                                sao paulo
                                                                       SP
       3
                              8775
                                                                       SP
                                          mogi das cruzes
                             13056
                                                  campinas
                                                                       SP
[112]: location = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
        →data-analisis-dengan-python/main/data/geolocation_dataset.csv")
       location.head()
[112]:
          geolocation_zip_code_prefix geolocation_lat geolocation_lng \
                                 1037
                                            -23.545621
                                                              -46.639292
       1
                                 1046
                                            -23.546081
                                                              -46.644820
       2
                                 1046
                                            -23.546129
                                                              -46.642951
       3
                                 1041
                                            -23.544392
                                                              -46.639499
       4
                                                              -46.641607
                                 1035
                                            -23.541578
         geolocation_city geolocation_state
       0
                sao paulo
                                         SP
       1
                sao paulo
                sao paulo
                                         SP
```

```
3
                                                          sao paulo
                                                                                                                                                     SP
                         4
                                                                                                                                                     SP
                                                          sao paulo
[113]: product_trs = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
                              product trs.head()
[113]:
                                        product_category_name product_category_name_english
                                                                        beleza_saude
                                                                                                                                                                                  health_beauty
                         1
                                informatica_acessorios
                                                                                                                                                     computers_accessories
                                                                                automotivo
                                                                                                                                                                                                                   auto
                         3
                                                              cama_mesa_banho
                                                                                                                                                                              bed_bath_table
                                                          moveis decoracao
                                                                                                                                                                           furniture_decor
[114]: product dataset = pd.read csv("https://raw.githubusercontent.com/gisellehalim/

data-analisis-dengan-python/main/data/products_dataset.csv")

→ data-analisis-dengan-python/main/data/products_dataset.csv"

→ data-analisis-dengan-python/main/data/products_dataset.csv"

→ data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-dengan-python/main/data-deng
                         product_dataset.head()
[114]:
                                                                                                                    product_id product_category_name
                         0 1e9e8ef04dbcff4541ed26657ea517e5
                                                                                                                                                                                                        perfumaria
                         1 3aa071139cb16b67ca9e5dea641aaa2f
                                                                                                                                                                                                                           artes
                         2 96bd76ec8810374ed1b65e291975717f
                                                                                                                                                                                             esporte_lazer
                         3 cef67bcfe19066a932b7673e239eb23d
                                                                                                                                                                                                                          bebes
                         4 9dc1a7de274444849c219cff195d0b71 utilidades_domesticas
                                    product_name_lenght product_description_lenght
                                                                                                                                                                                                                  product_photos_qty \
                         0
                                                                                           40.0
                                                                                                                                                                                             287.0
                                                                                                                                                                                                                                                                              1.0
                                                                                          44.0
                                                                                                                                                                                             276.0
                                                                                                                                                                                                                                                                              1.0
                         1
                         2
                                                                                           46.0
                                                                                                                                                                                             250.0
                                                                                                                                                                                                                                                                              1.0
                         3
                                                                                           27.0
                                                                                                                                                                                             261.0
                                                                                                                                                                                                                                                                              1.0
                                                                                          37.0
                                                                                                                                                                                             402.0
                                                                                                                                                                                                                                                                             4.0
                                    product_weight_g product_length_cm product_height_cm product_width_cm
                         0
                                                                            225.0
                                                                                                                                                      16.0
                                                                                                                                                                                                                           10.0
                                                                                                                                                                                                                                                                                            14.0
                                                                         1000.0
                                                                                                                                                     30.0
                                                                                                                                                                                                                           18.0
                                                                                                                                                                                                                                                                                            20.0
                         1
                         2
                                                                            154.0
                                                                                                                                                     18.0
                                                                                                                                                                                                                              9.0
                                                                                                                                                                                                                                                                                            15.0
                         3
                                                                            371.0
                                                                                                                                                     26.0
                                                                                                                                                                                                                              4.0
                                                                                                                                                                                                                                                                                            26.0
                                                                            625.0
                                                                                                                                                     20.0
                                                                                                                                                                                                                          17.0
                                                                                                                                                                                                                                                                                            13.0
[115]: order_items = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/

data-analisis-dengan-python/main/data/order_items_dataset.csv")

→ data-analisis-dengan-python/main/data/order_items_dataset.csv"

→ data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/main/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-python/data-analisis-dengan-
                         order_items.head()
[115]:
                                                                                                                            order_id order_item_id
                         0 00010242fe8c5a6d1ba2dd792cb16214
                         1 00018f77f2f0320c557190d7a144bdd3
                         2 000229ec398224ef6ca0657da4fc703e
```

```
3 00024acbcdf0a6daa1e931b038114c75
                                                       1
      4 00042b26cf59d7ce69dfabb4e55b4fd9
                                                                  seller_id \
                               product_id
      0 4244733e06e7ecb4970a6e2683c13e61
                                            48436dade18ac8b2bce089ec2a041202
      1 e5f2d52b802189ee658865ca93d83a8f
                                            dd7ddc04e1b6c2c614352b383efe2d36
      2 c777355d18b72b67abbeef9df44fd0fd
                                           5b51032eddd242adc84c38acab88f23d
      3 7634da152a4610f1595efa32f14722fc
                                            9d7a1d34a5052409006425275ba1c2b4
      4 ac6c3623068f30de03045865e4e10089 df560393f3a51e74553ab94004ba5c87
         shipping_limit_date
                               price freight value
      0 2017-09-19 09:45:35
                               58.90
                                              13.29
      1 2017-05-03 11:05:13 239.90
                                              19.93
      2 2018-01-18 14:48:30 199.00
                                              17.87
      3 2018-08-15 10:10:18
                               12.99
                                              12.79
      4 2017-02-13 13:57:51 199.90
                                              18.14
[116]: order_payments = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
       ⇒data-analisis-dengan-python/main/data/order_payments_dataset.csv")
      order_payments.head()
[116]:
                                 order_id payment_sequential payment_type
      0 b81ef226f3fe1789b1e8b2acac839d17
                                                             1 credit_card
      1 a9810da82917af2d9aefd1278f1dcfa0
                                                               credit_card
      2 25e8ea4e93396b6fa0d3dd708e76c1bd
                                                               credit_card
      3 ba78997921bbcdc1373bb41e913ab953
                                                             1 credit card
      4 42fdf880ba16b47b59251dd489d4441a
                                                             1 credit_card
         payment_installments
                               payment_value
      0
                                       99.33
                            1
                                       24.39
      1
      2
                                       65.71
      3
                                       107.78
                                       128.45
[117]: order_reviews = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
        data-analisis-dengan-python/main/data/order_reviews_dataset.csv")
      order_reviews.head()
[117]:
                                review_id
                                                                   order_id \
      0 7bc2406110b926393aa56f80a40eba40
                                           73fc7af87114b39712e6da79b0a377eb
      1 80e641a11e56f04c1ad469d5645fdfde
                                            a548910a1c6147796b98fdf73dbeba33
      2 228ce5500dc1d8e020d8d1322874b6f0
                                            f9e4b658b201a9f2ecdecbb34bed034b
      3 e64fb393e7b32834bb789ff8bb30750e
                                           658677c97b385a9be170737859d3511b
      4 f7c4243c7fe1938f181bec41a392bdeb
                                           8e6bfb81e283fa7e4f11123a3fb894f1
         review_score review_comment_title \
```

```
0
                     4
                                        NaN
       1
                     5
                                        NaN
       2
                     5
                                        NaN
       3
                     5
                                        NaN
                                        NaN
                                     review_comment_message review_creation_date
       0
                                                         NaN 2018-01-18 00:00:00
       1
                                                         NaN 2018-03-10 00:00:00
       2
                                                         NaN 2018-02-17 00:00:00
       3
                      Recebi bem antes do prazo estipulado.
                                                              2017-04-21 00:00:00
         Parabéns lojas lannister adorei comprar pela I... 2018-03-01 00:00:00
         review_answer_timestamp
       0
             2018-01-18 21:46:59
       1
             2018-03-11 03:05:13
       2
             2018-02-18 14:36:24
       3
             2017-04-21 22:02:06
             2018-03-02 10:26:53
[118]: order_dataset = pd.read_csv("https://raw.githubusercontent.com/gisellehalim/
        ⇔data-analisis-dengan-python/main/data/orders_dataset.csv")
       order dataset.head()
[118]:
                                  order_id
                                                                  customer_id \
       0 e481f51cbdc54678b7cc49136f2d6af7 9ef432eb6251297304e76186b10a928d
       1 53cdb2fc8bc7dce0b6741e2150273451 b0830fb4747a6c6d20dea0b8c802d7ef
       2 47770eb9100c2d0c44946d9cf07ec65d 41ce2a54c0b03bf3443c3d931a367089
       3 949d5b44dbf5de918fe9c16f97b45f8a f88197465ea7920adcdbec7375364d82
       4 ad21c59c0840e6cb83a9ceb5573f8159 8ab97904e6daea8866dbdbc4fb7aad2c
         order_status order_purchase_timestamp
                                                  order_approved_at
            delivered
                           2017-10-02 10:56:33
                                                2017-10-02 11:07:15
       0
       1
            delivered
                           2018-07-24 20:41:37
                                                2018-07-26 03:24:27
       2
            delivered
                           2018-08-08 08:38:49
                                                2018-08-08 08:55:23
                           2017-11-18 19:28:06
                                                2017-11-18 19:45:59
       3
            delivered
            delivered
                           2018-02-13 21:18:39
                                                2018-02-13 22:20:29
         order_delivered_carrier_date order_delivered_customer_date
                  2017-10-04 19:55:00
       0
                                                2017-10-10 21:25:13
                  2018-07-26 14:31:00
                                                2018-08-07 15:27:45
       1
       2
                  2018-08-08 13:50:00
                                                2018-08-17 18:06:29
       3
                  2017-11-22 13:39:59
                                                2017-12-02 00:28:42
                  2018-02-14 19:46:34
                                                2018-02-16 18:17:02
         order_estimated_delivery_date
                   2017-10-18 00:00:00
```

```
1 2018-08-13 00:00:00
2 2018-09-04 00:00:00
3 2017-12-15 00:00:00
4 2018-02-26 00:00:00
```

### 3.1 Assessing & Cleaning Data

### 3.1.1 Assising Sellers Data

1

2

customer\_unique\_id

customer\_zip\_code\_prefix 99441 non-null

```
[119]: sellers.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 3095 entries, 0 to 3094
      Data columns (total 4 columns):
           Column
                                   Non-Null Count
                                                  Dtype
          _____
                                   _____
                                                  ____
           seller_id
       0
                                   3095 non-null
                                                  object
           seller_zip_code_prefix 3095 non-null
                                                  int64
       2
           seller_city
                                   3095 non-null
                                                  object
           seller_state
                                   3095 non-null
                                                  object
      dtypes: int64(1), object(3)
      memory usage: 96.8+ KB
[120]: print("Duplicate data: ", sellers.duplicated().sum())
      Duplicate data: 0
[121]: sellers.isna().sum()
[121]: seller_id
                                0
      seller_zip_code_prefix
                                0
      seller_city
                                0
                                0
      seller_state
      dtype: int64
      3.1.2 Assessing Customers Data
[122]: customers.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 99441 entries, 0 to 99440
      Data columns (total 5 columns):
           Column
                                     Non-Null Count Dtype
                                     -----
          ----
       0
           customer_id
                                    99441 non-null
                                                    object
```

object

int64

99441 non-null

```
99441 non-null
       3
           customer_city
                                                      object
                                      99441 non-null
           customer_state
                                                      object
      dtypes: int64(1), object(4)
      memory usage: 3.8+ MB
[123]: print("Duplicate data: ", customers.duplicated().sum())
      Duplicate data: 0
[124]: customers.isna().sum()
[124]: customer_id
                                   0
       customer_unique_id
                                   0
       customer_zip_code_prefix
                                   0
       customer_city
                                   0
       customer state
                                   0
       dtype: int64
      3.1.3 Assessing Location Data
[125]: location.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 1000163 entries, 0 to 1000162
      Data columns (total 5 columns):
           Column
                                         Non-Null Count
                                                           Dtype
           geolocation_zip_code_prefix 1000163 non-null int64
       0
           geolocation_lat
                                         1000163 non-null float64
           geolocation_lng
                                         1000163 non-null float64
           geolocation_city
                                         1000163 non-null object
           geolocation_state
                                         1000163 non-null object
      dtypes: float64(2), int64(1), object(2)
      memory usage: 38.2+ MB
[126]: print("Duplicate data: ", location.duplicated().sum())
      Duplicate data:
                       261831
[127]: location.isna().sum()
[127]: geolocation_zip_code_prefix
                                      0
       geolocation_lat
                                      0
       geolocation_lng
                                      0
       geolocation_city
                                      0
       geolocation_state
                                      0
       dtype: int64
```

```
[128]: location.drop_duplicates(inplace=True)
       print("Duplicate data: ", location.duplicated().sum())
      Duplicate data: 0
[129]: location.info()
      <class 'pandas.core.frame.DataFrame'>
      Int64Index: 738332 entries, 0 to 1000161
      Data columns (total 5 columns):
       #
           Column
                                        Non-Null Count
                                                          Dtype
       0
           geolocation_zip_code_prefix 738332 non-null int64
       1
           geolocation_lat
                                        738332 non-null float64
                                        738332 non-null float64
           geolocation_lng
           geolocation_city
                                        738332 non-null object
           geolocation_state
                                        738332 non-null object
      dtypes: float64(2), int64(1), object(2)
      memory usage: 33.8+ MB
      3.1.4 Assising Product_trs Data
[130]: product_trs.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 71 entries, 0 to 70
      Data columns (total 2 columns):
       #
           Column
                                           Non-Null Count Dtype
           product_category_name
                                           71 non-null
                                                           object
           product_category_name_english 71 non-null
                                                           object
      dtypes: object(2)
      memory usage: 1.2+ KB
[131]: product_trs.isna().sum()
[131]: product_category_name
                                        0
      product_category_name_english
                                        0
       dtype: int64
      3.1.5 Assising Product_dataset Data
[132]: product_dataset.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 32951 entries, 0 to 32950
      Data columns (total 9 columns):
           Column
                                       Non-Null Count Dtype
```

```
0
           product_id
                                        32951 non-null object
       1
           product_category_name
                                        32341 non-null object
       2
           product_name_lenght
                                        32341 non-null float64
       3
                                        32341 non-null float64
           product description lenght
                                        32341 non-null float64
       4
           product_photos_qty
       5
           product weight g
                                        32949 non-null float64
                                        32949 non-null float64
           product_length_cm
           product_height_cm
                                        32949 non-null float64
                                        32949 non-null float64
           product_width_cm
      dtypes: float64(7), object(2)
      memory usage: 2.3+ MB
[133]: product_dataset.isna().sum()
[133]: product_id
                                        0
       product_category_name
                                      610
                                      610
       product_name_lenght
       product_description_lenght
                                      610
       product_photos_qty
                                      610
       product_weight_g
                                        2
                                        2
       product_length_cm
                                        2
      product_height_cm
                                        2
       product width cm
       dtype: int64
[134]: product_dataset = product_dataset.dropna()
       product dataset
[134]:
                                    product_id
                                                             product_category_name
       0
              1e9e8ef04dbcff4541ed26657ea517e5
                                                                         perfumaria
       1
              3aa071139cb16b67ca9e5dea641aaa2f
                                                                              artes
       2
              96bd76ec8810374ed1b65e291975717f
                                                                      esporte lazer
       3
              cef67bcfe19066a932b7673e239eb23d
       4
              9dc1a7de274444849c219cff195d0b71
                                                             utilidades_domesticas
       32946
              a0b7d5a992ccda646f2d34e418fff5a0
                                                                  moveis_decoracao
       32947
              bf4538d88321d0fd4412a93c974510e6
                                                 construcao_ferramentas_iluminacao
       32948
              9a7c6041fa9592d9d9ef6cfe62a71f8c
                                                                    cama_mesa_banho
       32949
              83808703fc0706a22e264b9d75f04a2e
                                                            informatica_acessorios
       32950
              106392145fca363410d287a815be6de4
                                                                    cama mesa banho
              product_name_lenght product_description_lenght product_photos_qty
       0
                             40.0
                                                         287.0
                                                                                1.0
       1
                             44.0
                                                         276.0
                                                                                1.0
       2
                             46.0
                                                         250.0
                                                                                1.0
       3
                             27.0
                                                         261.0
                                                                                1.0
```

```
4
                              37.0
                                                          402.0
                                                                                  4.0
       32946
                                                            67.0
                                                                                  2.0
                              45.0
       32947
                              41.0
                                                                                  1.0
                                                          971.0
       32948
                              50.0
                                                          799.0
                                                                                  1.0
       32949
                              60.0
                                                          156.0
                                                                                  2.0
       32950
                              58.0
                                                          309.0
                                                                                  1.0
              product_weight_g product_length_cm product_height_cm \
       0
                          225.0
                                               16.0
                                                                   10.0
       1
                                               30.0
                                                                   18.0
                         1000.0
       2
                          154.0
                                               18.0
                                                                    9.0
       3
                          371.0
                                               26.0
                                                                    4.0
       4
                                               20.0
                                                                   17.0
                          625.0
       32946
                                                                   40.0
                        12300.0
                                               40.0
                                                                   19.0
       32947
                                               16.0
                         1700.0
                                                                    7.0
       32948
                         1400.0
                                               27.0
       32949
                         700.0
                                               31.0
                                                                   13.0
                                                                    2.0
       32950
                         2083.0
                                               12.0
              product_width_cm
       0
                           14.0
       1
                           20.0
       2
                           15.0
       3
                           26.0
       4
                           13.0
                           40.0
       32946
       32947
                           16.0
       32948
                           27.0
       32949
                           20.0
       32950
                            7.0
       [32340 rows x 9 columns]
[135]: print("Duplicate data: ", product_dataset.duplicated().sum())
       product_dataset.describe()
      Duplicate data: 0
[135]:
              product_name_lenght product_description_lenght product_photos_qty \
                      32340.000000
                                                   32340.000000
                                                                        32340.000000
       count
       mean
                         48.476592
                                                     771.492393
                                                                            2.188961
       std
                         10.245699
                                                     635.124831
                                                                            1.736787
       min
                          5.000000
                                                       4.000000
                                                                             1.000000
       25%
                         42.000000
                                                     339.000000
                                                                             1.000000
```

```
75%
                        57.000000
                                                    972.000000
                                                                           3.000000
       max
                        76.000000
                                                   3992.000000
                                                                          20.000000
                                product_length_cm
              product_weight_g
                                                   product_height_cm
                  32340.000000
                                      32340.000000
                                                         32340.000000
       count
                   2276.956586
                                        30.854545
                                                            16.958813
      mean
       std
                   4279.291845
                                         16.955965
                                                            13.636115
      min
                      0.000000
                                         7.000000
                                                             2.000000
       25%
                    300.000000
                                         18.000000
                                                             8.000000
       50%
                    700.000000
                                        25.000000
                                                            13.000000
       75%
                   1900.000000
                                        38.000000
                                                            21.000000
      max
                  40425.000000
                                        105.000000
                                                           105.000000
              product_width_cm
       count
                  32340.000000
                     23.208596
       mean
       std
                     12.078762
      min
                      6.000000
       25%
                     15.000000
       50%
                     20.000000
       75%
                     30.000000
                    118.000000
       max
[136]:
      product_dataset.info()
      <class 'pandas.core.frame.DataFrame'>
      Int64Index: 32340 entries, 0 to 32950
      Data columns (total 9 columns):
       #
           Column
                                        Non-Null Count
                                                        Dtype
           ____
                                        _____
       0
           product_id
                                        32340 non-null object
       1
           product_category_name
                                        32340 non-null object
       2
           product name lenght
                                        32340 non-null float64
           product_description_lenght
                                        32340 non-null float64
       3
       4
           product_photos_qty
                                        32340 non-null float64
       5
           product_weight_g
                                        32340 non-null float64
                                        32340 non-null float64
           product_length_cm
       7
           product_height_cm
                                        32340 non-null
                                                        float64
                                        32340 non-null float64
           product_width_cm
      dtypes: float64(7), object(2)
      memory usage: 2.5+ MB
[137]: # Creating mapping for translation
       mapping_dict = dict(zip(product_trs["product_category_name"],__

¬product_trs["product_category_name_english"]))
```

595.000000

1.000000

50%

51.000000

```
# Renaming product categories to English
       product_dataset["product_category_name"] =__

product_dataset["product_category_name"].map(mapping_dict)

[138]: product_dataset.isna().sum()
[138]: product_id
                                      0
      product_category_name
                                     13
      product name lenght
                                      0
      product_description_lenght
                                      0
      product_photos_qty
      product_weight_g
                                      0
      product_length_cm
                                      0
      product_height_cm
                                      0
                                      0
       product_width_cm
       dtype: int64
[139]: product_dataset = product_dataset.dropna()
      3.1.6 Assising Order items Data
[140]: order_items.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 112650 entries, 0 to 112649
      Data columns (total 7 columns):
           Column
                                Non-Null Count
                                                 Dtype
          _____
                                _____
                                                 ____
           order id
                                112650 non-null object
       0
           order_item_id
                                112650 non-null int64
       1
           product_id
                                112650 non-null object
                                112650 non-null object
       3
           seller_id
       4
           shipping_limit_date 112650 non-null object
       5
                                112650 non-null float64
           price
                                112650 non-null float64
           freight_value
      dtypes: float64(2), int64(1), object(4)
      memory usage: 6.0+ MB
[141]: order_items.isna().sum()
[141]: order_id
                              0
                              0
       order_item_id
      product_id
                              0
       seller id
                              0
       shipping_limit_date
                              0
      price
                              0
                              0
       freight_value
```

```
dtype: int64
[142]: print("Duplicate data: ", order_items.duplicated().sum())
       order_items.describe()
      Duplicate data: 0
[142]:
              order_item_id
                                     price freight_value
             112650.000000
                            112650.000000
                                            112650.000000
       count
                                120.653739
      mean
                   1.197834
                                                19.990320
       std
                   0.705124
                                183.633928
                                                15.806405
      min
                   1.000000
                                  0.850000
                                                 0.000000
      25%
                   1.000000
                                 39.900000
                                                13.080000
       50%
                   1.000000
                                 74.990000
                                                16.260000
       75%
                   1.000000
                                134.900000
                                                21.150000
      max
                  21.000000
                               6735.000000
                                               409.680000
      3.1.7 Assessing Order_payments Data
[143]: order_payments.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 103886 entries, 0 to 103885
      Data columns (total 5 columns):
       #
           Column
                                 Non-Null Count
                                                   Dtype
           ____
                                  _____
                                 103886 non-null object
       0
           order_id
       1
           payment_sequential
                                 103886 non-null
                                                   int64
       2
                                 103886 non-null
                                                  object
           payment_type
           payment_installments 103886 non-null
       3
                                                   int64
                                  103886 non-null float64
           payment_value
      dtypes: float64(1), int64(2), object(2)
      memory usage: 4.0+ MB
[144]: order_payments.isna().sum()
[144]: order_id
                               0
       payment_sequential
                               0
      payment_type
                               0
       payment_installments
                               0
      payment_value
                               0
       dtype: int64
[145]: print("Duplicate data: ", order_payments.duplicated().sum())
       order_payments.describe()
```

Duplicate data: 0

```
[145]:
              payment_sequential
                                  payment_installments
                                                         payment_value
                   103886.000000
                                          103886.000000
       count
                                                         103886.000000
       mean
                        1.092679
                                               2.853349
                                                             154.100380
       std
                        0.706584
                                               2.687051
                                                             217.494064
      min
                        1.000000
                                               0.000000
                                                               0.000000
       25%
                                                             56.790000
                        1.000000
                                               1.000000
       50%
                        1.000000
                                               1.000000
                                                             100.000000
       75%
                        1.000000
                                               4.000000
                                                             171.837500
                       29.000000
                                              24.000000
                                                          13664.080000
      max
             Assising Order_reviews Data
[146]: order_reviews.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 99224 entries, 0 to 99223
      Data columns (total 7 columns):
           Column
                                     Non-Null Count Dtype
           _____
           review_id
       0
                                     99224 non-null
                                                     object
       1
           order_id
                                     99224 non-null object
       2
           review_score
                                     99224 non-null
                                                     int64
       3
           review_comment_title
                                     11568 non-null
                                                     object
       4
           review_comment_message
                                     40977 non-null
                                                     object
           review_creation_date
                                     99224 non-null
                                                     object
           review_answer_timestamp
                                     99224 non-null
                                                      object
      dtypes: int64(1), object(6)
      memory usage: 5.3+ MB
      order reviews.isna().sum()
[147]:
[147]: review_id
                                       0
       order_id
                                       0
       review score
                                       0
       review_comment_title
                                   87656
       review_comment_message
                                   58247
       review_creation_date
                                       0
                                       0
       review_answer_timestamp
       dtype: int64
[148]:
      #order_reviews = order_reviews.dropna()
[149]: print("Duplicate data: ", order_reviews.duplicated().sum())
```

Duplicate data: 0

### 3.1.9 Assising Order\_dataset Data

```
[150]: order_dataset.info()
      <class 'pandas.core.frame.DataFrame'>
      RangeIndex: 99441 entries, 0 to 99440
      Data columns (total 8 columns):
       #
           Column
                                           Non-Null Count Dtype
           ____
       0
           order_id
                                           99441 non-null object
       1
           customer_id
                                           99441 non-null object
       2
           order_status
                                           99441 non-null object
       3
           order_purchase_timestamp
                                           99441 non-null
                                                           object
       4
           order_approved_at
                                           99281 non-null object
       5
           order_delivered_carrier_date
                                           97658 non-null
                                                           object
           order_delivered_customer_date
                                           96476 non-null
                                                           object
           order_estimated_delivery_date
                                           99441 non-null
                                                           object
      dtypes: object(8)
      memory usage: 6.1+ MB
[151]: order_dataset.isna().sum()
[151]: order_id
                                           0
       customer_id
                                           0
       order status
                                           0
       order_purchase_timestamp
                                           0
       order_approved_at
                                         160
       order_delivered_carrier_date
                                        1783
       order_delivered_customer_date
                                        2965
       order_estimated_delivery_date
                                           0
       dtype: int64
[152]:
      order_dataset = order_dataset.dropna()
[153]: print("Duplicate data: ", order_dataset.duplicated().sum())
      Duplicate data: 0
      3.2
          Merging
[154]: df = order_dataset.merge(order_items, on='order_id')
       df = df.merge(order_payments, on='order_id')
       df = df.merge(product_dataset, on='product_id')
       df = df.merge(sellers, on='seller_id')
       df = df.merge(customers, on='customer_id')
[155]: df.head()
```

```
[155]:
                                   order_id
                                                                   customer id \
       0
          e481f51cbdc54678b7cc49136f2d6af7
                                             9ef432eb6251297304e76186b10a928d
          e481f51cbdc54678b7cc49136f2d6af7
                                             9ef432eb6251297304e76186b10a928d
       2 e481f51cbdc54678b7cc49136f2d6af7
                                             9ef432eb6251297304e76186b10a928d
       3 128e10d95713541c87cd1a2e48201934
                                             a20e8105f23924cd00833fd87daa0831
       4 0e7e841ddf8f8f2de2bad69267ecfbcf
                                             26c7ac168e1433912a51b924fbd34d34
         order_status order_purchase_timestamp
                                                    order_approved_at
                            2017-10-02 10:56:33
       0
            delivered
                                                 2017-10-02 11:07:15
       1
            delivered
                            2017-10-02 10:56:33
                                                 2017-10-02 11:07:15
       2
                            2017-10-02 10:56:33
                                                  2017-10-02 11:07:15
            delivered
       3
            delivered
                            2017-08-15 18:29:31
                                                  2017-08-15 20:05:16
                            2017-08-02 18:24:47
       4
                                                  2017-08-02 18:43:15
            delivered
         order_delivered_carrier_date order_delivered_customer_date
       0
                  2017-10-04 19:55:00
                                                  2017-10-10 21:25:13
       1
                  2017-10-04 19:55:00
                                                  2017-10-10 21:25:13
       2
                  2017-10-04 19:55:00
                                                  2017-10-10 21:25:13
       3
                  2017-08-17 15:28:33
                                                  2017-08-18 14:44:43
                  2017-08-04 17:35:43
                                                  2017-08-07 18:30:01
                                         order item id
         order estimated delivery date
       0
                   2017-10-18 00:00:00
                   2017-10-18 00:00:00
       1
                                                      1
       2
                   2017-10-18 00:00:00
                                                      1
       3
                   2017-08-28 00:00:00
                                                      1
       4
                   2017-08-15 00:00:00
                                                      1
                                             ... product_length_cm product_height_cm
                                 product_id
          87285b34884572647811a353c7ac498a
                                                             19.0
                                                                                 8.0
          87285b34884572647811a353c7ac498a
                                                             19.0
                                                                                 8.0
       2 87285b34884572647811a353c7ac498a
                                                             19.0
                                                                                 8.0
       3 87285b34884572647811a353c7ac498a
                                                             19.0
                                                                                 8.0
       4 87285b34884572647811a353c7ac498a ...
                                                             19.0
                                                                                 8.0
                             seller_zip_code_prefix
          product_width_cm
                                                      seller city seller state
       0
                      13.0
                                                                             SP
                                               9350
                                                             maua
       1
                      13.0
                                               9350
                                                             maua
                                                                             SP
       2
                      13.0
                                                                             SP
                                               9350
                                                             maua
       3
                      13.0
                                               9350
                                                                             SP
                                                             maua
                      13.0
                                                                             SP
                                               9350
                                                             maua
                         customer_unique_id customer_zip_code_prefix customer_city
          7c396fd4830fd04220f754e42b4e5bff
                                                                  3149
                                                                            sao paulo
          7c396fd4830fd04220f754e42b4e5bff
                                                                  3149
                                                                            sao paulo
         7c396fd4830fd04220f754e42b4e5bff
                                                                  3149
                                                                            sao paulo
          3a51803cc0d012c3b5dc8b7528cb05f7
                                                                  3366
                                                                            sao paulo
```

```
customer_state
       0
                      SP
                      SP
       1
       2
                      SP
       3
                      SP
       4
                      SP
       [5 rows x 33 columns]
[156]: df.columns
[156]: Index(['order_id', 'customer_id', 'order_status', 'order_purchase_timestamp',
              'order approved at', 'order delivered carrier date',
              'order_delivered_customer_date', 'order_estimated_delivery_date',
              'order_item_id', 'product_id', 'seller_id', 'shipping_limit_date',
              'price', 'freight_value', 'payment_sequential', 'payment_type',
              'payment_installments', 'payment_value', 'product_category_name',
              'product_name_lenght', 'product_description_lenght',
              'product_photos_qty', 'product_weight_g', 'product_length_cm',
              'product_height_cm', 'product_width_cm', 'seller_zip_code_prefix',
              'seller_city', 'seller_state', 'customer_unique_id',
              'customer_zip_code_prefix', 'customer_city', 'customer_state'],
             dtype='object')
[157]: print("Duplicate data: ", df.duplicated().sum())
      Duplicate data: 0
[158]: df.info()
      <class 'pandas.core.frame.DataFrame'>
      Int64Index: 113367 entries, 0 to 113366
      Data columns (total 33 columns):
           Column
       #
                                           Non-Null Count
                                                            Dtype
           ----
                                           _____
       0
           order id
                                           113367 non-null
                                                            object
       1
           customer_id
                                           113367 non-null
                                                            object
       2
           order_status
                                           113367 non-null
                                                            object
       3
           order_purchase_timestamp
                                           113367 non-null
                                                            object
       4
           order_approved_at
                                           113367 non-null
                                                            object
       5
           order_delivered_carrier_date
                                           113367 non-null
                                                            object
       6
           order_delivered_customer_date
                                           113367 non-null
                                                            object
       7
           order_estimated_delivery_date
                                           113367 non-null
                                                            object
       8
           order item id
                                           113367 non-null
                                                            int64
           product_id
                                           113367 non-null
                                                            object
       10
          seller id
                                           113367 non-null
                                                           object
```

2290

sao paulo

4 ef0996a1a279c26e7ecbd737be23d235

```
shipping_limit_date
                                    113367 non-null
                                                    object
 11
                                    113367 non-null
                                                    float64
 12 price
 13
    freight_value
                                    113367 non-null
                                                     float64
 14 payment_sequential
                                    113367 non-null
                                                     int64
                                    113367 non-null
 15
    payment type
                                                     object
    payment_installments
                                    113367 non-null
                                                     int64
 17
    payment value
                                    113367 non-null
                                                    float64
 18
    product_category_name
                                    113367 non-null
                                                    object
    product name lenght
                                    113367 non-null float64
    product_description_lenght
                                    113367 non-null
                                                    float64
 20
    product_photos_qty
                                    113367 non-null float64
 21
 22
    product_weight_g
                                    113367 non-null float64
    product_length_cm
                                    113367 non-null
                                                    float64
 23
    product_height_cm
                                    113367 non-null
                                                    float64
 24
    product_width_cm
                                    113367 non-null
                                                    float64
 26 seller_zip_code_prefix
                                    113367 non-null int64
 27
    seller_city
                                    113367 non-null
                                                    object
 28
    seller_state
                                    113367 non-null
                                                    object
 29
    customer_unique_id
                                    113367 non-null
                                                     object
    customer_zip_code_prefix
 30
                                    113367 non-null
                                                     int64
                                                     object
 31
    customer city
                                    113367 non-null
 32 customer state
                                    113367 non-null
                                                    object
dtypes: float64(10), int64(5), object(18)
```

memory usage: 29.4+ MB

### [159]: df.isna().sum()

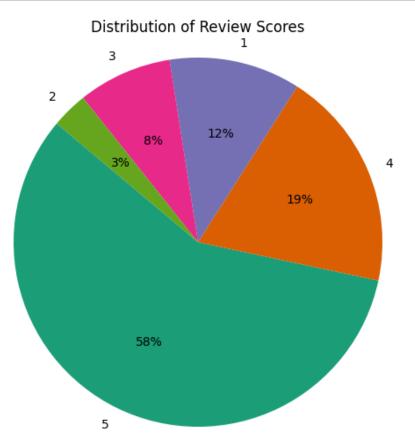
```
[159]: order_id
                                          0
       customer_id
                                          0
       order_status
                                          0
                                          0
       order_purchase_timestamp
       order_approved_at
                                          0
       order_delivered_carrier_date
                                          0
       order_delivered_customer_date
                                          0
       order_estimated_delivery_date
                                          0
       order_item_id
                                          0
       product_id
                                          0
       seller_id
                                          0
                                          0
       shipping_limit_date
       price
                                          0
       freight_value
                                          0
       payment_sequential
                                          0
       payment_type
                                          0
       payment_installments
                                          0
                                          0
       payment_value
       product_category_name
                                          0
       product_name_lenght
                                          0
```

```
product_description_lenght
                                        0
      product_photos_qty
                                        0
      product_weight_g
                                        0
      product_length_cm
      product_height_cm
      product_width_cm
                                        0
      seller_zip_code_prefix
                                        0
       seller_city
                                        0
       seller state
                                        0
       customer unique id
                                        0
       customer_zip_code_prefix
                                        0
       customer_city
                                        0
       customer state
       dtype: int64
[161]: # Change the date data format
       df['order_estimated_delivery_date'] = pd.
        →to_datetime(df['order_estimated_delivery_date']).dt.date
       df['order_purchase_timestamp'] = pd.to_datetime(df['order_purchase_timestamp']).
        ⇔dt.date
       df['order approved at'] = pd.to datetime(df['order approved at']).dt.date
       df['order_delivered_customer_date'] = pd.
        →to_datetime(df['order_delivered_customer_date']).dt.date
       df['order_delivered_carrier_date'] = pd.
        sto_datetime(df['order_delivered_carrier_date']).dt.date
       df['shipping_limit_date'] = pd.to_datetime(df['shipping_limit_date']).dt.date
       order reviews['review creation date'] = pd.
        →to_datetime(order_reviews['review_creation_date']).dt.date
       order_reviews['review_answer_timestamp'] = pd.
        →to_datetime(order_reviews['review_answer_timestamp']).dt.date
```

## 4 Exploratory Data Analysis (EDA)

### 4.1 Data Exploration

4.1.1 Review Score (How satisfied are customers with store services?)



```
[174]: # Count review score
order_reviews.groupby(by="review_score").order_id.nunique().

sort_values(ascending=False)
```

[174]: review\_score 5 57076 4 19098 1 11393 3 8160

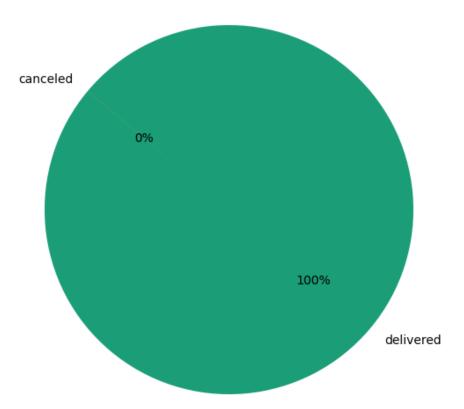
```
2 3148
Name: order_id, dtype: int64
```

### Insight

- Based on the review data, most customers are satisfied with the store's service. This is shown by more than 57,076 customers giving a rating of 5 out of 98,875 total customers (58%).
- The number of ratings of 1 ranks third out of all ratings, with 11,393 total ratings.

### 4.1.2 Order Status (Is the order always fulfilled?)

### Distribution of Order Status



```
[176]: # Count order status

df.groupby(by="order_status").order_id.nunique().sort_values(ascending=False)
```

### [176]: order\_status

delivered 95103 canceled 6

Name: order\_id, dtype: int64

### Insight

• Almost all orders were successfully carried out, with 95103 orders delivered and only 6 orders canceled.

## 4.1.3 Customers in Each City (Where are the cities and states with the most customers?)

```
[177]: # Count customers in each city
customer_city= customers.groupby('customer_city')['customer_id'].count().

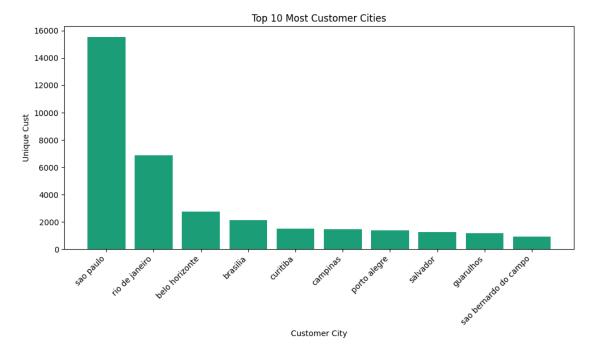
reset_index()
```

```
# 10 cities with the most customers (customer origin city)
top_10_cities = customer_city.nlargest(10, 'customer_id')

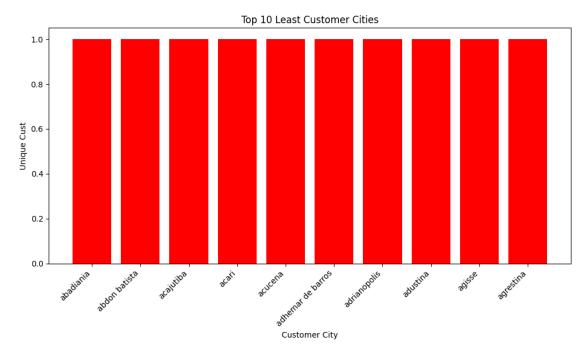
plt.figure(figsize=(10, 6))
plt.bar(top_10_cities['customer_city'], top_10_cities['customer_id'])

plt.xlabel('Customer City')
plt.ylabel('Unique Cust')
plt.title('Top 10 Most Customer Cities')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```



```
plt.tight_layout()
plt.show()
```



### Insight

- Most customers are from the city of Sao Paolo (almost 16,000 customers). This could be related to Sao Paulo's status as the most populated city in Brazil.
- There are at least 10 cities that only have 1 customer, such as Abadiania, Acari, Agisse, etc.

# 4.1.4 Customer Active Status (How many customers are actively making transactions?)

customer\_id customer\_unique\_id \
9711 e7679548f90781fac8359cdbe2e2c729 eb95548b5609bc72326178567edf6f69
57543 a9e98a5c4f40a6797f748ffe05967bfc 3fde62a45bdc97d762c7be33f7c4f62c
40653 b3f63321d868c01dfd7a025899954ec5 5833091bd6d3920f81518b02adac60cf

17812 aae50600d30bf2efe013ca4c1754ded7 bdc67efa33dd0c3228b91714ac6e363c 77908 e26866fcad952f322729ccd8b71e2758 4dd1c231ef57f033021044544dc5836d

```
customer_zip_code_prefix
                                  customer_city customer_state
                                                                      status
9711
                           7600
                                       mairipora
                                                             SP
                                                                      Active
57543
                          36120
                                 matias barbosa
                                                             MG
                                                                      Active
40653
                          26587
                                        mesquita
                                                             RJ
                                                                      Active
17812
                          23027 rio de janeiro
                                                             RJ Non Active
77908
                          26520
                                       nilopolis
                                                             RJ
                                                                      Active
```

```
[180]: # Count the number of active and inactive customers customers.groupby(by="status").customer_id.count()
```

[180]: status

Active 95109 Non Active 4332

Name: customer\_id, dtype: int64

### Insights

• Almost all customers in the e-commerce database are active, with 95,109 being active (having placed orders within 2016 - 2018) and 4332 being inactive (having not placed orders within 2016 - 2018).

### 4.1.5 Customers and Orders (How many orders did the customer place?)

```
[181]: #Univariate analysis to see which customers order most often
data_plot = df['customer_id'].value_counts()[:10].to_list()
label_plot = df['customer_id'].value_counts()[:10].index.to_list()

title = 'Customer with the Most Order'

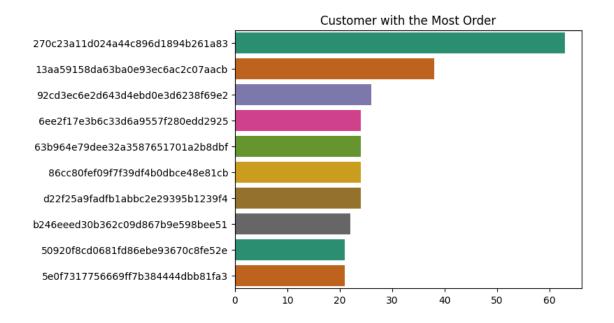
plot = sns.barplot(x = data_plot, y = label_plot, palette = 'Dark2')
plot_title = plt.title(title)

fig = plt.figure(figsize=(10, 20))
plt.show()
```

<ipython-input-181-a65cbc655a6b>:7: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same effect.

```
plot = sns.barplot(x = data_plot, y = label_plot, palette = 'Dark2')
```



### <Figure size 1000x2000 with 0 Axes>

```
[182]: customer_id
       270c23a11d024a44c896d1894b261a83
                                            63
       13aa59158da63ba0e93ec6ac2c07aacb
                                            38
       92cd3ec6e2d643d4ebd0e3d6238f69e2
                                            26
       86cc80fef09f7f39df4b0dbce48e81cb
                                            24
       6ee2f17e3b6c33d6a9557f280edd2925
                                            24
       d22f25a9fadfb1abbc2e29395b1239f4
                                            24
       63b964e79dee32a3587651701a2b8dbf
                                            24
       b246eeed30b362c09d867b9e598bee51
                                            22
       50920f8cd0681fd86ebe93670c8fe52e
                                            21
       fc3d1daec319d62d49bfb5e1f83123e9
                                            21
       Name: order_id, dtype: int64
```

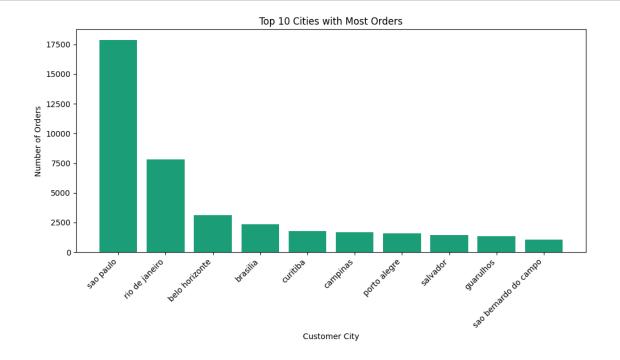
```
[183]: # Customers who order less frequently
df.groupby(by="customer_id").order_id.count().sort_values(ascending=True)[:10]
```

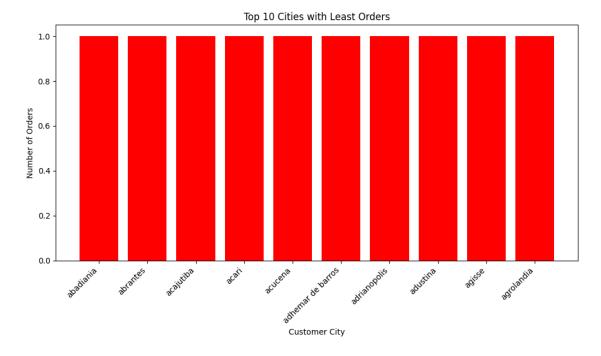
```
a4d6b3356897a55042079b2be9f115d0
       a4d344d6eb50f346c8944aee3f04d27d
       a4d25a8f61e1db5e99771d8268c1e7a6
       a4d0dd278a425410a8fc24e0d8711a27
       a4cf14fbb8f3f98e90b586ff7fc19c01
                                           1
       a4ce9ac789255d865310ffdf6586c2d2
                                           1
      Name: order_id, dtype: int64
[184]: # Calculating customer orders per city
       customer_city_orders = df.groupby('customer_city')['order_id'].count().
        →reset index()
       # Top 10 cities with the biggest sales
       top_10_cities = customer_city_orders.nlargest(10, 'order_id')
       # Create bar chart
       plt.figure(figsize=(10, 6))
       plt.bar(top_10_cities['customer_city'], top_10_cities['order_id'])
       plt.xlabel('Customer City')
       plt.ylabel('Number of Orders')
       plt.title('Top 10 Cities with Most Orders')
```

plt.xticks(rotation=45, ha='right')

plt.tight\_layout()

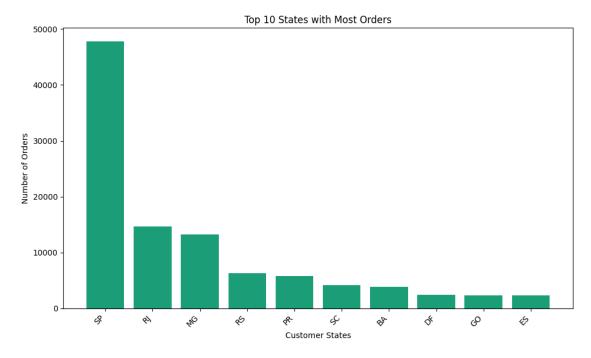
plt.show()



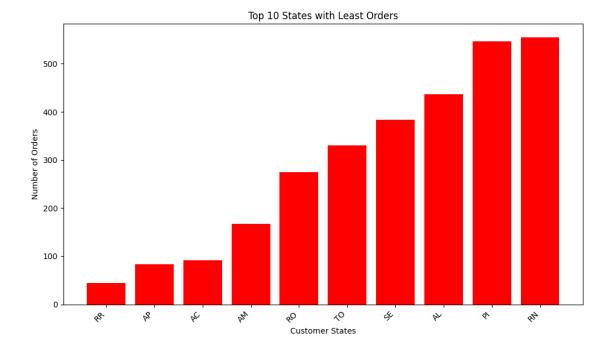


```
plt.xlabel('Customer States')
plt.ylabel('Number of Orders')
plt.title('Top 10 States with Most Orders')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```







### Insights

- Among all customers, the customer with id 270c23a11d024a44c896d1894b261a83 made the most transactions (63 transactions). After that, there are at least 9 other customers who made more than 20 transactions in this period.
- There were also at least 10 customers who only made 1 transaction during this period.
- There were about 17,500 incoming orders from customers in Sao Paulo. This is the largest number among the other cities with less than 10,000 orders in each city.
- Due to the lack of customers in cities such as Abadiania, Acari, and Agisse, the number of orders in these cities is also the lowest (1 order per city).
- State SP holds the position as the state with the highest number of orders, with more than 45,000 orders received. In the second-ranked state of RJ, the number of orders was around 15,000.
- Of all the states, RR received the least number of orders with less than 100 orders.

### 4.1.6 Sellers in Each City (Which city has the most sellers?)

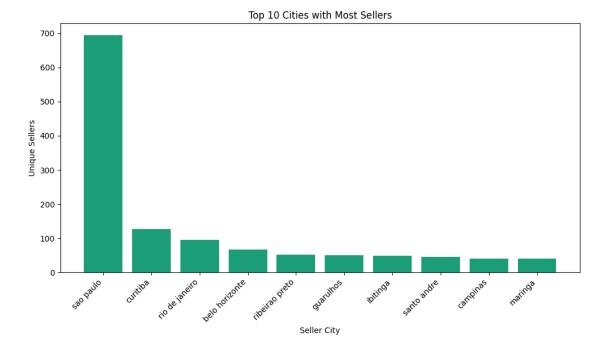
```
[188]: # Sellers in each city
seller_city = sellers.groupby('seller_city')['seller_id'].count().reset_index()
# Cities with the most sellers (hometown)
```

```
top_10_cities = seller_city.nlargest(10, 'seller_id')

plt.figure(figsize=(10, 6))
plt.bar(top_10_cities['seller_city'], top_10_cities['seller_id'])

plt.xlabel('Seller City')
plt.ylabel('Unique Sellers')
plt.title('Top 10 Cities with Most Sellers')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```



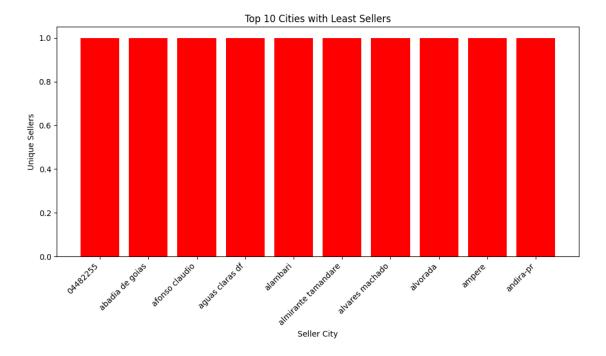
```
[189]: # Cities with the fewest sellers (home city)
top_10_cities = seller_city.nsmallest(10, 'seller_id')

plt.figure(figsize=(10, 6))
plt.bar(top_10_cities['seller_city'], top_10_cities['seller_id'], color ='red')

plt.xlabel('Seller City')
plt.ylabel('Unique Sellers')
plt.title('Top 10 Cities with Least Sellers')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
```

### plt.show()



### Insight

- The largest number of sellers is also in the city of Sao Paulo with around 700 sellers.
- There are some cities that only have 1 seller, such as the cities of Abadia de Goias, Alambari, Ampere, etc.

#### 4.1.7 Sellers and Orders (How many orders did the seller receive?)

```
[190]: # Univariate analysis to see the best-selling sellers
data_plot = df['seller_id'].value_counts()[:10].to_list()
label_plot = df['seller_id'].value_counts()[:10].index.to_list()

title = 'Most Popular Seller'

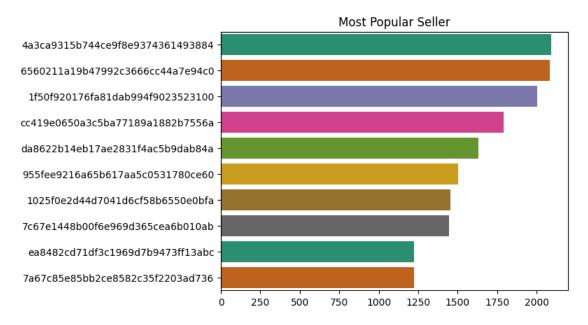
plot = sns.barplot(x = data_plot, y = label_plot, palette = 'Dark2')
plot_title = plt.title(title)

fig = plt.figure(figsize=(10, 20))
plt.show()
```

<ipython-input-190-bf01fe8d655f>:7: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same

effect.



### <Figure size 1000x2000 with 0 Axes>

```
[191]: # The best-selling sellers based on the number of orders
df.groupby(by="seller_id").order_id.count().sort_values(ascending=False)
```

2094

### [191]: seller\_id 4a3ca9315b744ce9f8e9374361493884

6560211a19b47992c3666cc44a7e94c0 2085 1f50f920176fa81dab994f9023523100 2002 cc419e0650a3c5ba77189a1882b7556a 1790 da8622b14eb17ae2831f4ac5b9dab84a 1633 dbc51f5e45d654ecc16cb68e6817ecea 1 5415337f1863452476d42d9f14a16a61 2c9005d8043aff18b8557ffb7b13cda4 db7ed69a53aa9fb1c01930ba54a88bbe 1 499185655c29ecfdbfe776ef7cf875b5 Name: order\_id, Length: 2912, dtype: int64

### Insight

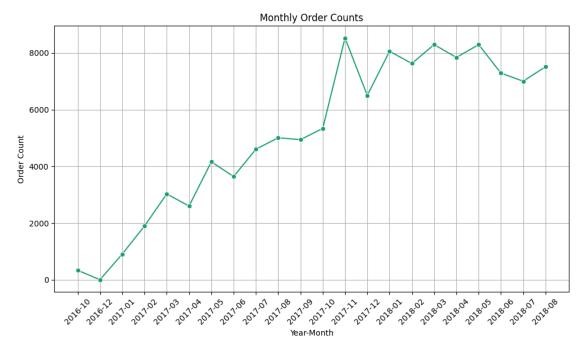
- Seller with id 4a3ca9315b744ce9f8e9374361493884 is the most popular seller with 2094 orders received.
- There are some less popular sellers with only 1 order, such as seller with id

#### 4.1.8 Sales and Revenue Performance in Recent Months

```
[192]: # Retrieve the month and year from the date when the order was approved
    df['order_approved_at'] = pd.to_datetime(df['order_approved_at'])
    df['YearMonth'] = df['order_approved_at'].dt.to_period('M')

# Number of orders and revenue per month
monthly_orders_df = df.groupby(by="YearMonth").agg({
        "order_id": "nunique",
        "price": "sum"
})
monthly_orders_df.rename(columns={
        "order_id": "order_count",
        "price": "revenue"
}, inplace=True)
monthly_orders_df
```

```
[192]:
                  order_count
                                   revenue
       YearMonth
       2016-10
                          268
                                  42230.08
       2016-12
                                     10.90
                            1
       2017-01
                          704
                                 111545.68
       2017-02
                                 237664.10
                         1592
       2017-03
                         2502
                                 371307.40
       2017-04
                         2215
                                 347772.06
       2017-05
                         3469
                                 518524.01
       2017-06
                         3090
                                 440400.57
       2017-07
                         3781
                                 506315.60
       2017-08
                         4154
                                 574887.49
       2017-09
                         4108
                                 626934.61
       2017-10
                         4391
                                 663804.17
       2017-11
                         7051
                                 992819.58
       2017-12
                         5543
                                 758365.76
       2018-01
                         6825
                                 931681.85
       2018-02
                         6429
                                 840076.06
       2018-03
                         6963
                                 988472.62
       2018-04
                         6574
                                 976912.43
       2018-05
                         6903
                               1029731.39
       2018-06
                         6073
                                 901058.60
       2018-07
                         6001
                                 872836.67
       2018-08
                         6472
                                 888948.03
[193]: # Categorize and count orders by date and month
       monthly_counts = df.groupby('YearMonth')['order_id'].count()
```



```
plt.tight_layout()
plt.show()
```



### Insight

- The highest number of orders received in a month during this period was 7051, in November 2017.
- While the least number of orders in a month occurred in December 2016 with only 1 order.
- Regarding the revenue earned, May 2018 was the month with the highest revenue of US\$1,029,731.39.
- $\bullet\,$  Due to the small number of orders, December 2016 was also the month with the lowest revenue at US\$10.90.

### 4.1.9 Products and Sales (What products sold the most and least?)

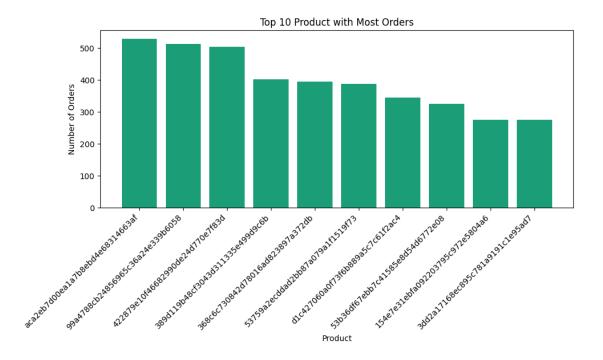
```
Per Product
```

```
[195]: # Calculate the order of each product
product_orders = df.groupby('product_id')['order_id'].count().reset_index()
```

```
[196]: # View best-selling products
df.groupby(by="product_id").order_id.count().sort_values(ascending=False)[:10]
```

[196]: product\_id aca2eb7d00ea1a7b8ebd4e68314663af 529 99a4788cb24856965c36a24e339b6058 513

```
505
       422879e10f46682990de24d770e7f83d
       389d119b48cf3043d311335e499d9c6b
                                           403
       368c6c730842d78016ad823897a372db
                                           395
       53759a2ecddad2bb87a079a1f1519f73
                                           389
       d1c427060a0f73f6b889a5c7c61f2ac4
                                           346
       53b36df67ebb7c41585e8d54d6772e08
                                           325
       3dd2a17168ec895c781a9191c1e95ad7
                                           276
       154e7e31ebfa092203795c972e5804a6
                                           276
       Name: order id, dtype: int64
[197]: # View products that are not selling well
       df.groupby(by="product_id").order_id.count().sort_values(ascending=True)[:10]
[197]: product_id
       00066f42aeeb9f3007548bb9d3f33c38
                                           1
       8f8e98cf133d4ab9a74486c3ce81da02
                                           1
       8f8e77fd044480226cd55c1ebb9df34a
                                           1
       8f8c372264024a67ef0c7b449241e65f
       8f8ba9033e26050d48ea1e8807e8cc8e
       8f87e8e0a393ebf8373a52dc1b27c5fc
       8f840e793958e7522d3421524b07ee4b
       8f79800a347de2da5104a414bc791a0b
       8f73a652972eef397960af15ad4ddc10
                                           1
       8f73613d06e3a557da0249015cbae6b6
                                           1
       Name: order_id, dtype: int64
[198]: # Top 10 best-selling products
       top_10_product = product_orders.nlargest(10, 'order_id')
       plt.figure(figsize=(10, 6))
       plt.bar(top_10_product['product_id'], top_10_product['order_id'])
       plt.xlabel('Product')
       plt.ylabel('Number of Orders')
       plt.title('Top 10 Product with Most Orders')
       plt.xticks(rotation=45, ha='right')
       plt.tight_layout()
       plt.show()
```

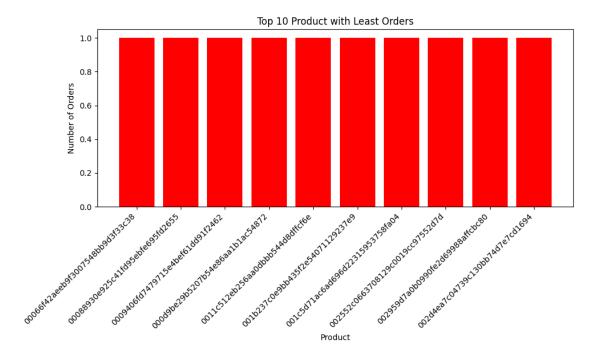


```
[199]: # Top 10 under-selling products
    top_10_product = product_orders.nsmallest(10, 'order_id')

plt.figure(figsize=(10, 6))
    plt.bar(top_10_product['product_id'], top_10_product['order_id'], color='red')

plt.xlabel('Product')
    plt.ylabel('Number of Orders')
    plt.title('Top 10 Product with Least Orders')
    plt.xticks(rotation=45, ha='right')

plt.tight_layout()
    plt.show()
```



```
df.groupby(by="product_id").price.sum().sort_values(ascending=False)[:10]
[200]: product id
       bb50f2e236e5eea0100680137654686c
                                           68160.00
       6cdd53843498f92890544667809f1595
                                           54702.00
       d6160fb7873f184099d9bc95e30376af
                                           53998.84
       d1c427060a0f73f6b889a5c7c61f2ac4
                                           47547.45
       99a4788cb24856965c36a24e339b6058
                                           45243.16
       25c38557cf793876c5abdd5931f922db
                                           44829.32
       3dd2a17168ec895c781a9191c1e95ad7
                                           41382.40
       53b36df67ebb7c41585e8d54d6772e08
                                           37929.42
       aca2eb7d00ea1a7b8ebd4e68314663af
                                           37743.60
       5f504b3a1c75b73d6151be81eb05bdc9
                                           37733.90
      Name: price, dtype: float64
[201]: # Least profitable products
       df.groupby(by="product_id").price.sum().sort_values(ascending=True)[:10]
```

[200]: # Most profitable products

[201]: product\_id

310dc32058903b6416c71faff132df9e

8a3254bee785a526d548a81a9bc3c9be

680cc8535be7cc69544238c1d6a83fe8

2e8316b31db34314f393806fd7b6e185

eee2fb3dceb9ffd8a99dd4bc4b7e860a

2.29

2.55

```
836c4b48c2b383bb38bb5788f828c596 3.90
66389c9df136a25c8f131757ce3a6967 3.99
46fce52cef5caa7cc225a5531c946c8b 4.40
da86f3242cb55a55dd9cd7b19d951685 4.50
9cf02957cdf023b6b8dfebede6c64755 5.31
Name: price, dtype: float64
```

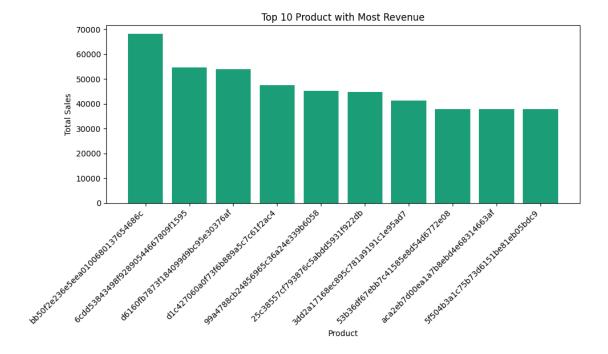
```
[202]: # Calculating the amount of order revenue per product product_orders = df.groupby('product_id')['price'].sum().reset_index()
```

```
[203]: # Top 10 best-selling products
top_10_product = product_orders.nlargest(10, 'price')

plt.figure(figsize=(10, 6))
plt.bar(top_10_product['product_id'], top_10_product['price'])

plt.xlabel('Product')
plt.ylabel('Total Sales')
plt.title('Top 10 Product with Most Revenue')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```

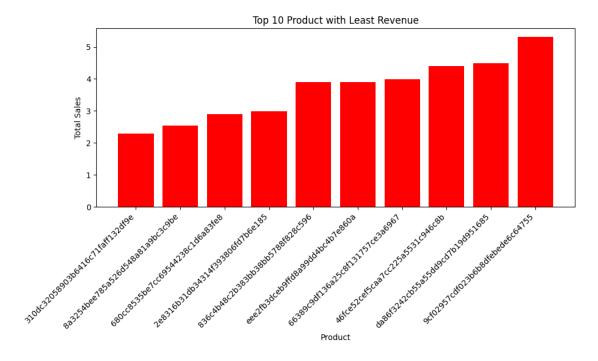


```
[204]: # Top 10 under-selling products
top_10_product = product_orders.nsmallest(10, 'price')

plt.figure(figsize=(10, 6))
plt.bar(top_10_product['product_id'], top_10_product['price'], color='red')

plt.xlabel('Product')
plt.ylabel('Total Sales')
plt.title('Top 10 Product with Least Revenue')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```



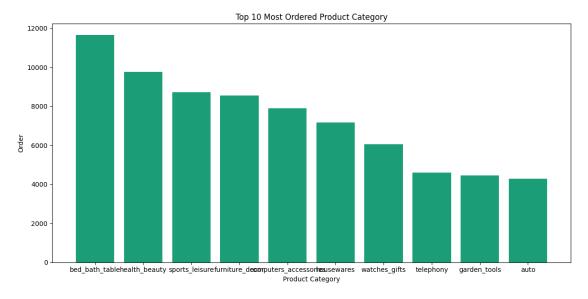
- The product with id aca2eb7d00ea1a7b8ebd4e68314663af is the most popular product with 529 orders.
- There are at least 10 products that are less in demand with only 1 item sold such as product with id 00066f42aeeb9f3007548bb9d3f33c38.
- The product that generated the most revenue was the product with id bb50f2e236e5eea0100680137654686c with an income of US\$68,160.
- There are some products that are less profitable such as product with id 310dc32058903b6416c71faff132df9e with revenue of only US\$2.29.

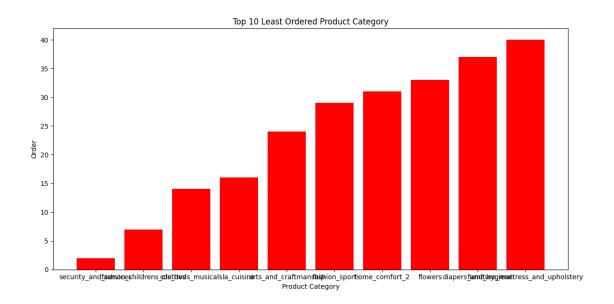
```
Per Category
```

```
[205]: # Best-selling product categories
       df.groupby(by="product_category_name").order_id.count().
        ⇒sort_values(ascending=False)[:10]
[205]: product_category_name
      bed_bath_table
                                11649
      health_beauty
                                 9761
                                 8731
       sports_leisure
       furniture_decor
                                 8553
       computers_accessories
                                 7897
      housewares
                                 7172
       watches_gifts
                                 6063
       telephony
                                 4601
       garden_tools
                                 4463
                                 4283
       auto
      Name: order_id, dtype: int64
[206]: # Least selling product categories
       df.groupby(by="product_category_name").order_id.count().
        ⇔sort_values(ascending=True)[:10]
[206]: product_category_name
      security and services
                                             2
       fashion_childrens_clothes
                                             7
       cds dvds musicals
                                             14
       la cuisine
                                             16
       arts_and_craftmanship
                                            24
      fashion sport
                                            29
      home_comfort_2
                                            31
      flowers
                                             33
       diapers_and_hygiene
                                            37
       furniture_mattress_and_upholstery
                                            40
       Name: order_id, dtype: int64
[207]: # Calculating the number of orders per product category
       product_cat_orders = df.groupby('product_category_name')['order_id'].count().
        →reset_index()
       # Get top 10 product categories
       top_10_products_cat = product_cat_orders.nlargest(10, 'order_id')
       plt.figure(figsize=(12, 6))
       plt.bar(top_10_products_cat['product_category_name'],_
        otop_10_products_cat['order_id'])
       plt.xlabel('Product Category')
```

```
plt.ylabel('Order')
plt.title('Top 10 Most Ordered Product Category')

plt.tight_layout()
plt.show()
```





```
[209]: # Looking at the most profitable product categories
df.groupby(by="product_category_name").price.sum().

sort_values(ascending=False)[:10]
```

```
[209]: product_category_name
```

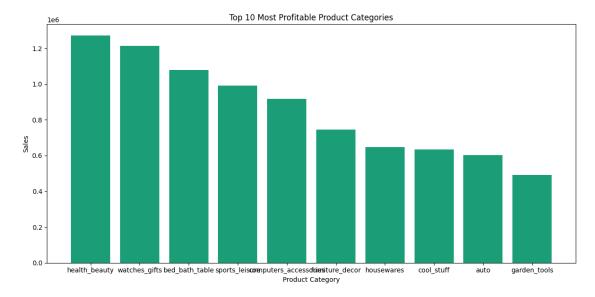
health\_beauty 1271413.18 watches\_gifts 1213162.80 bed\_bath\_table 1077834.14 sports\_leisure 990417.74 computers\_accessories 918837.87 furniture decor 745748.80 housewares 648187.74 cool\_stuff 634163.78 auto 602881.75 492255.08 garden\_tools

Name: price, dtype: float64

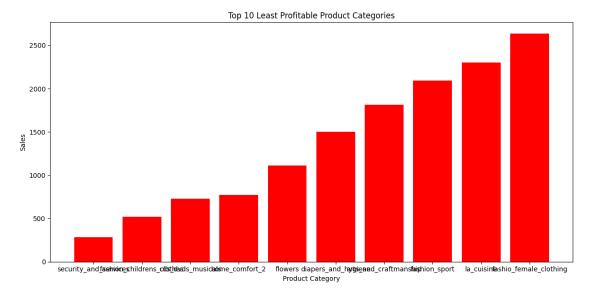
## 

```
[210]: product_category_name
security_and_services 283.29
fashion_childrens_clothes 519.95
cds_dvds_musicals 730.00
home_comfort_2 773.17
flowers 1110.04
diapers_and_hygiene 1500.79
```

```
arts_and_craftmanship 1814.01
fashion_sport 2094.52
la_cuisine 2303.98
fashio_female_clothing 2634.94
Name: price, dtype: float64
```



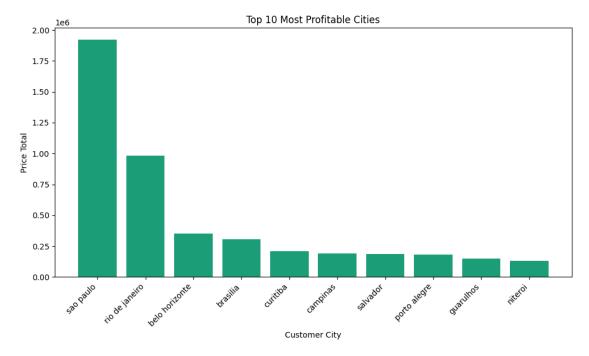
```
[212]: # Top 10 least profitable product categories
top_10_products_cat = product_cat_orders.nsmallest(10, 'price')
plt.figure(figsize=(12, 6))
```



- The bed\_bath\_table category products are the most popular with customers, as seen from the highest number of orders at 11,649.
- The bed\_bath\_security\_and\_services category products are the least popular with customers, as seen from the number of orders of only 2 orders.
- In terms of revenue, the health\_beauty category holds the highest revenue position at US\$1,271,413.18.
- As for the category with the least revenue, security\_and\_services only earned US\$283.29. This is in line with its smallest number of orders.

#### 4.1.10 Sales by City (How is the sales performance in each city?)

```
[213]: # Calculating the income of each city
customer_city_profit = df.groupby('customer_city')['price'].sum().reset_index()
#10 cities with the highest income
```

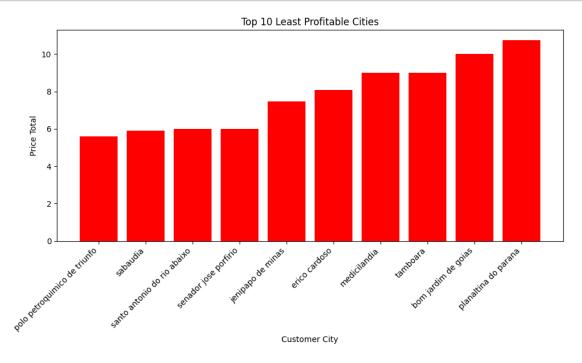


```
[214]: # Cities with the least sales
    top_10_cities = customer_city_profit.nsmallest(10, 'price')

plt.figure(figsize=(10, 6))
    plt.bar(top_10_cities['customer_city'], top_10_cities['price'], color='red')

plt.xlabel('Customer City')
    plt.ylabel('Price Total')
    plt.title('Top 10 Least Profitable Cities')
    plt.xticks(rotation=45, ha='right')
```

```
plt.tight_layout()
plt.show()
```



- The city with the most revenue is Sao Paulo. This can be attributed to the number of customers and sellers in this city. Revenue in this city was almost US\$2 million.
- The city with the least revenue is Polo Petroquimico de Triunfo with less than US\$6.

#### 4.1.11 Product Category Sales per State (How are sales performing in each state?)

```
[215]: df.groupby(by=["customer_state", "product_category_name"]).agg({
        "order_id": "count",
        "price": "sum"
})
```

```
[215]:
                                                 order_id
                                                             price
       customer_state product_category_name
                                                            606.97
       AC
                       auto
                                                        5
                                                        3
                                                            697.84
                       baby
                                                        4
                       bed_bath_table
                                                            567.70
                                                        2
                       books_general_interest
                                                            633.80
                       christmas_supplies
                                                        1
                                                              69.90
       TO
                       sports_leisure
                                                           5533.32
                                                       26
```

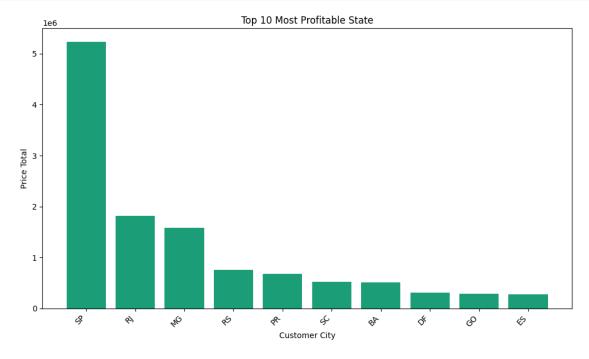
```
      stationery
      3
      276.80

      telephony
      21
      1268.12

      toys
      13
      1864.15

      watches_gifts
      29
      4920.89
```

[1351 rows x 2 columns]

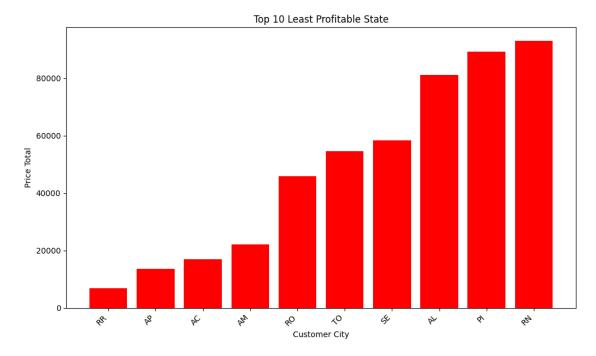


```
[217]: # States with the least sales
   top_10_states = customer_state_profit.nsmallest(10, 'price')

plt.figure(figsize=(10, 6))
   plt.bar(top_10_states['customer_state'], top_10_states['price'], color='red')

plt.xlabel('Customer City')
   plt.ylabel('Price Total')
   plt.title('Top 10 Least Profitable State')
   plt.xticks(rotation=45, ha='right')

plt.tight_layout()
   plt.show()
```

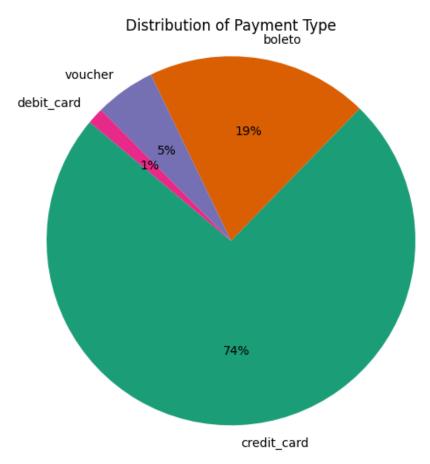


- State SP holds the position as the state with the highest revenue, with more than US\$5 millions revenue.
- Of all the states, RR got the least revenue, not even reaching US\$10k.

#### 4.1.12 Payment (How is the customer behavior in making payments?)

```
[218]: palet_warna = sns.color_palette('Dark2')

# Calculating the number of orders per payment type
```



```
[219]: #Univariate analysis to see the length of installments that are often chosen
data_plot = df['payment_installments'].value_counts().to_list()
label_plot = df['payment_installments'].value_counts().index.to_list()

title = 'Most Preferred Installment Length'
```

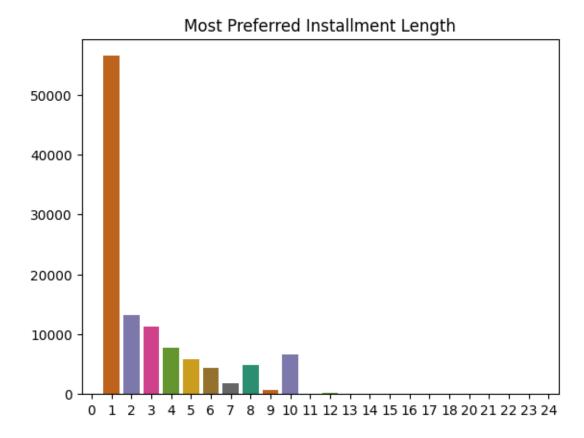
```
plot = sns.barplot(x = label_plot, y = data_plot, palette = 'Dark2')
plot_title = plt.title(title)

fig = plt.figure(figsize=(10, 20))
plt.show()
```

<ipython-input-219-b0a8d4a51b4f>:7: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

```
plot = sns.barplot(x = label_plot, y = data_plot, palette = 'Dark2')
```



<Figure size 1000x2000 with 0 Axes>

```
print(avg_payment_per_category)
             product_category_name payment_installments
             security_and_services
      0
                                                  1.000000
      1
                            flowers
                                                  1.363636
      2
                    home_comfort_2
                                                  1.451613
             arts_and_craftmanship
      3
                                                  1.750000
      4
                       electronics
                                                  1.783399
      5
                             drinks
                                                 1.809264
      6
                   home_appliances
                                                 1.949416
         fashion_childrens_clothes
                                                 2.000000
      7
      8
                       dvds_blu_ray
                                                  2.000000
      9
                                                 2.004831
[221]: # Calculating the average length of the longest installment per product category
       avg payment per category = df.
        Groupby('product_category_name')['payment_installments'].mean().
        ⇒sort_values(ascending=False)[:10].reset_index()
       print(avg_payment_per_category)
```

	<pre>product_category_name</pre>	payment_installments
0	computers	5.967593
1	small_appliances_home_oven_and_coffee	5.506667
2	la_cuisine	4.250000
3	home_appliances_2	4.038314
4	furniture_living_room	4.028846
5	home_confort	4.000000
6	fashio_female_clothing	3.955556
7	office_furniture	3.836281
8	watches_gifts	3.665017
9	construction_tools_construction	3.656716

- Most customers (74%) prefer to make payments by credit card.
- Only 1% of customers make payments via debit card.
- Most transactions have an installment period of 1 month for payment.
- The computers product category has the longest average installment duration, with around 6 months.

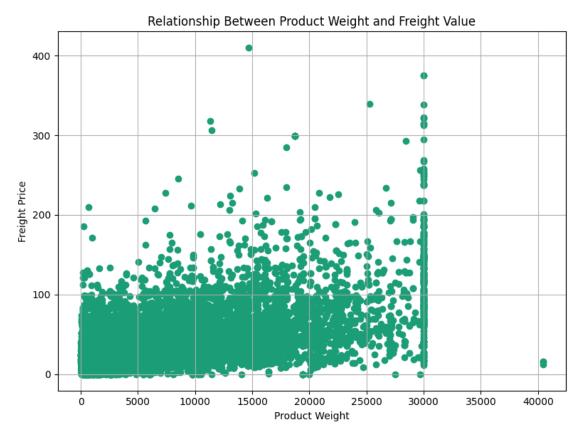
#### 4.1.13 Correlation of Product Weight with Shipping Price

```
[222]: # Create scatter plot
plt.figure(figsize=(8, 6))
plt.scatter(df['product_weight_g'], df['freight_value'])

plt.xlabel('Product Weight')
```

```
plt.ylabel('Freight Price')
plt.title('Relationship Between Product Weight and Freight Value')

plt.grid(True)
plt.tight_layout()
plt.show()
```



• There is no significant correlation between product weight and shipping price.

# 4.1.14 Order Acceptance and Delivery Time (How long does it take for the seller and expedition to process the order?)

### Changing incorrect dates

```
[223]: # Swap order and purchase approval dates if the approve date is before the 

→purchase date

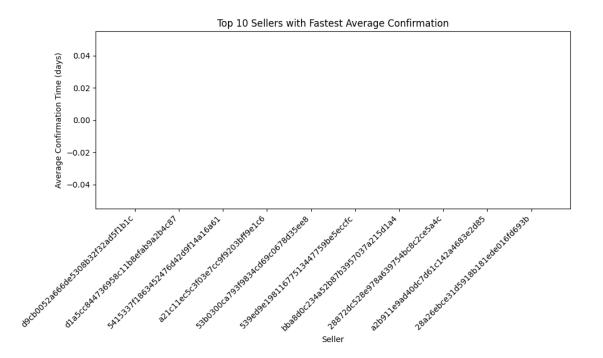
temp = df['order_purchase_timestamp'].copy()

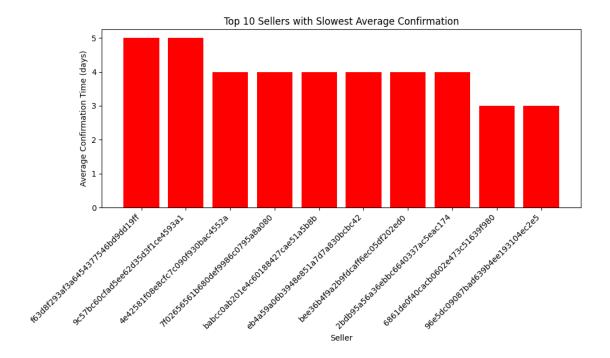
temp2 = df['order_approved_at'].copy()

df.loc[df['order_approved_at'] < df['order_purchase_timestamp'], 

→'order_purchase_timestamp'] = temp2
```

#### Average Order Approval Time





- There are some sellers who have a fast response in confirming orders, such as sellers with id d9cb0052a666de5308b32f32ad5f1b1c who take less than 1 day to confirm orders.
- There are also some sellers who take a long time to confirm orders, such as sellers with id f63d8f293af3a6454377546bd9dd19ff who take 5 days.

#### Time Distance Approved until brought to Expedition

```
[]: df['order_delivered_carrier_date'] = pd.

→to_datetime(df['order_delivered_carrier_date'])

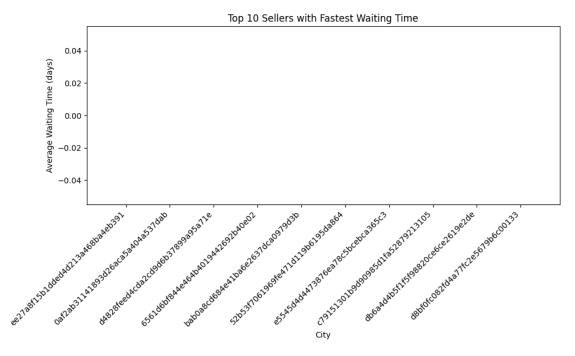
# Waiting time is calculated from the difference between approval time and_

→delivery to the courier

df['waiting_time'] = df['order_delivered_carrier_date'] -

→df['order_approved_at']
```

```
# Calculating the average delivery time of orders to expeditions
average_waiting_time = df.groupby('seller_id')['waiting_time'].mean()
```



```
[231]: # The longest seller in sending goods

top_10_slowest_waiting = average_waiting_time.sort_values(ascending=False).

⇒head(10)

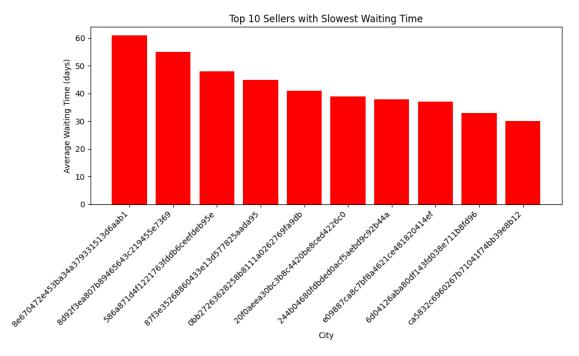
plt.figure(figsize=(10, 6))

plt.bar(top_10_slowest_waiting.index, top_10_slowest_waiting.dt.days,⊔

⇒color='red')
```

```
plt.xlabel('City')
plt.ylabel('Average Waiting Time (days)')
plt.title('Top 10 Sellers with Slowest Waiting Time')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```



- Some sellers have a short time interval to ship goods from the approval date, such as sellers with id ee27a8f15b1dded4d213a468ba4eb391 whose waiting time is less than one day.
- While some other sellers, such as sellers with id 8e670472e453ba34a379331513d6aab1, take a long time (60 days) to ship goods after the order is confirmed.

### Average Delivery Time per City

```
[]: df['order_delivered_customer_date'] = pd.

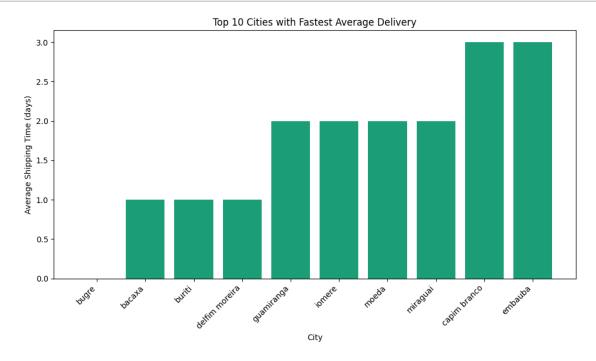
→to_datetime(df['order_delivered_customer_date'])

# Delivery time is calculated from the difference between the date of dropping

→the goods to the courier until the delivery to the customer

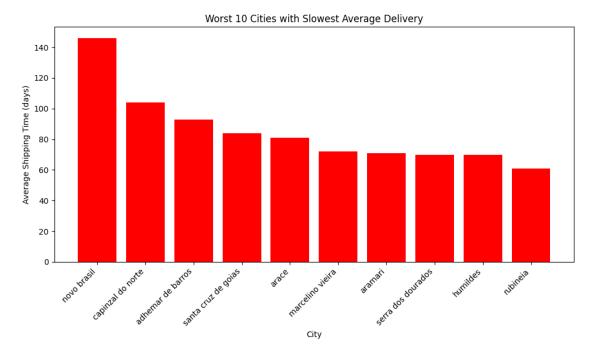
df['shipping_time'] = df['order_delivered_customer_date'] -

→df['order_delivered_carrier_date']
```



```
plt.xlabel('City')
plt.ylabel('Average Shipping Time (days)')
plt.title('Worst 10 Cities with Slowest Average Delivery')
plt.xticks(rotation=45, ha='right')

plt.tight_layout()
plt.show()
```



- There are several cities where expeditions are quick to deliver to customers, such as the cities of Bugre, Bacaxa, Iomere, and Embauba, which take about 0-3 days.
- As for the cities where the expedition takes a long time to deliver to customers, there are the cities of Novo Brasil, Capinzal do Norte, Arace, etc. which take about 60-140 days.

# 4.1.15 Review Reply Time (How long is the seller's response time in replying to reviews?)

```
[235]: review_df = df.merge(order_reviews, on='order_id')
[236]: # Swap review reply and review dates if the reply date is before the review date
temp = review_df['review_creation_date'].copy()
temp2 = review_df['review_answer_timestamp'].copy()
```

```
review_df.loc[review_df['review_creation_date'] <__

¬review_df['review_answer_timestamp'], 'review_answer_timestamp'] = temp2

       review_df.loc[review_df['review_creation_date'] ==_

→review df['review answer timestamp'], 'review creation date'] = temp
  []: review_df['review_answer_timestamp'] = pd.
        ⇔to_datetime(review_df['review_answer_timestamp'])
       review_df['review_creation_date'] = pd.
        oto_datetime(review_df['review_creation_date'])
       # Review reply difference time is calculated from the difference in the date of \Box
        ⇔writing the review to the reply from the seller
       review_df['review_reply_time'] = review_df['review_answer_timestamp'] -__
        →review_df['review_creation_date']
       # Calculating the average review reply time of each seller
       average_answer_time_per_seller = review_df.

¬groupby('seller_id')['review_reply_time'].mean()

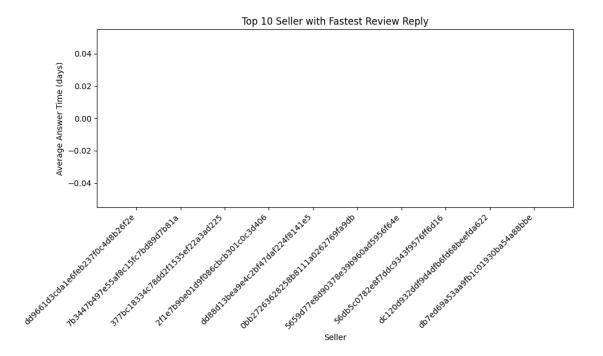
[238]: # Sellers with the fastest average answer
       top_10_answer = average_answer_time_per_seller.sort_values(ascending=True).
        \hookrightarrowhead(10)
       plt.figure(figsize=(10, 6))
       plt.bar(top_10_answer.index, top_10_answer.dt.days)
       plt.xlabel('Seller')
       plt.ylabel('Average Answer Time (days)')
```

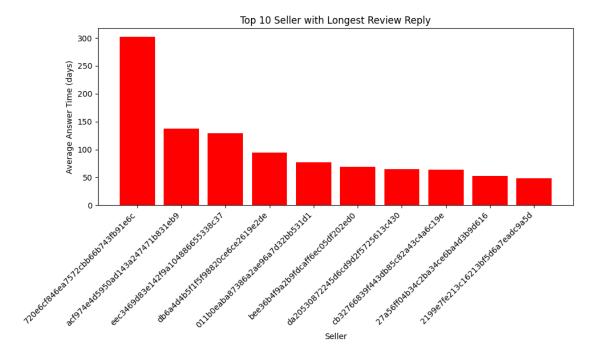
plt.title('Top 10 Seller with Fastest Review Reply')

plt.xticks(rotation=45, ha='right')

plt.tight\_layout()

plt.show()





- There are some sellers who take less than a day to reply to reviews from customers, such as sellers with id dd9661d3cda1e6feb237f0c4d8b26f2e.
- Some sellers take a long time to reply to customer reviews, such as seller with id 720e6cf846ea7572cbb66b743fb91e6c who takes 300 days to do so.

#### 4.1.16 RFM Analysis

To answer the last three analysis questions, we can use an advanced analysis technique called RFM analysis. Simply put, RFM analysis is one of the commonly used methods to segment customers (grouping customers into categories) based on three parameters, namely recency, frequency, and monetary.

- Recency: a parameter used to see when a customer last made a transaction.
- Frequency: this parameter is used to identify how often a customer makes a transaction.
- Monetary: this last parameter is used to identify how much revenue comes from the customer.

```
[240]: rfm_df = df.groupby(by="customer_id", as_index=False).agg({
    "order_approved_at": "max", # retrieve last order date
    "order_id": "nunique", # calculate order quantity
    "price": "sum" # calculate the amount of revenue generated
})
rfm_df.columns = ["customer_id", "max_order_timestamp", "frequency", "monetary"]
# calculates when the customer last made a transaction (days)
```

```
rfm_df["max order_timestamp"] = rfm_df["max order_timestamp"].dt.date
       recent_date = df["order_approved_at"].dt.date.max()
       rfm_df["recency"] = rfm_df["max_order_timestamp"].apply(lambda x: (recent_date_
        → x).days)
       rfm df.drop("max order timestamp", axis=1, inplace=True)
       rfm df.head()
[240]:
                               customer_id frequency monetary recency
       0 00012a2ce6f8dcda20d059ce98491703
                                                           89.80
                                                                      288
       1 000161a058600d5901f007fab4c27140
                                                    1
                                                           54.90
                                                                      409
       2 0001fd6190edaaf884bcaf3d49edf079
                                                    1
                                                          179.99
                                                                      547
       3 0002414f95344307404f0ace7a26f1d5
                                                    1
                                                          149.90
                                                                      377
       4 000379cdec625522490c315e70c7a9fb
                                                    1
                                                          93.00
                                                                      147
[241]: avg_recency = round(rfm_df.recency.mean(), 1)
       print("Average recency: ", avg_recency)
      Average recency: 238.4
[242]: avg_frequency = round(rfm_df.frequency.mean(), 2)
       print("Average frequency: ", avg_frequency)
      Average frequency: 1.0
[243]: avg_monetary = rfm_df.monetary.mean()
       print("Average monetary: ", avg_monetary)
      Average monetary: 143.22829238032153
[244]: fig, ax = plt.subplots(nrows=1, ncols=2, figsize=(30, 6))
       colors = ["#72BCD4", "#72BCD4", "#72BCD4", "#72BCD4", "#72BCD4"]
       sns.barplot(y="customer_id", x="frequency", data=rfm_df.
        ⇔sort_values(by="frequency", ascending=False).head(5), palette=colors,⊔
        \Rightarrowax=ax[0])
       ax[0].set_ylabel(None)
       ax[0].set xlabel(None)
       ax[0].set_title("By Frequency", loc="center", fontsize=18)
       ax[0].tick_params(axis='x', labelsize=15)
       sns.barplot(y="customer_id", x="monetary", data=rfm_df.
        →sort_values(by="monetary", ascending=False).head(5), palette=colors, ___
        \Rightarrowax=ax[1])
       ax[1].set ylabel(None)
       ax[1].set xlabel(None)
```

```
ax[1].invert_xaxis()
ax[1].yaxis.tick_right()
ax[1].set_title("By Monetary", loc="center", fontsize=18)
ax[1].tick_params(axis='x', labelsize=15)

plt.suptitle("Best Customer Based on RFM Parameters (customer_id)", fontsize=20)
plt.show()
```

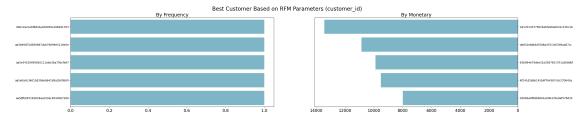
<ipython-input-244-fbdb2ab73231>:5: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same effect.

```
sns.barplot(y="customer_id", x="frequency",
data=rfm_df.sort_values(by="frequency", ascending=False).head(5),
palette=colors, ax=ax[0])
<ipython-input-244-fbdb2ab73231>:11: FutureWarning:
```

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same effect.

sns.barplot(y="customer\_id", x="monetary",
data=rfm\_df.sort\_values(by="monetary", ascending=False).head(5), palette=colors,
ax=ax[1])



#### Insight

- The average time until a customer makes a repeat transaction is 238.4 days or 238 days.
- The average number of times a customer makes a repeat transaction is 1 time.
- The average revenue earned from a customer is US\$143.23.

## 5 Clustering

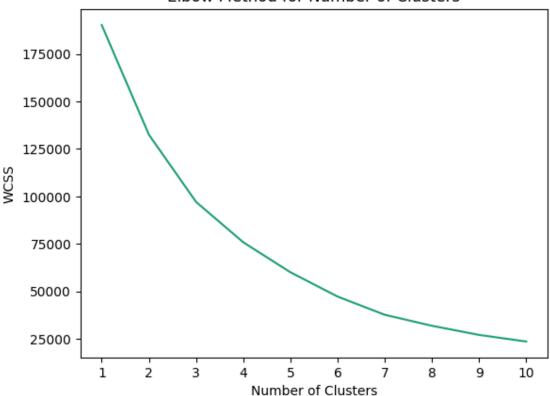
Clustering is one of the methods that can be done to look at customer segmentation. This can be done to see the categories of existing customers based on factors such as the number of orders and

revenue provided to the company. By knowing customer segmentation, companies can create more specific strategies to improve their business.

```
[]: from sklearn.cluster import KMeans
    from sklearn.model_selection import train_test_split
    from sklearn.metrics import silhouette_score
[]: # Creating df for clustering
    df_clus = df.groupby('customer_id').agg({'order_id': 'count', 'price': 'sum'}).
      →reset index()
    df_clus.head()
[]:
                             customer_id order_id
                                                   price
    0 00012a2ce6f8dcda20d059ce98491703
                                                    89.80
                                                 1 54.90
    1 000161a058600d5901f007fab4c27140
    2 0001fd6190edaaf884bcaf3d49edf079
                                                 1 179.99
    3 0002414f95344307404f0ace7a26f1d5
                                                 1 149.90
    4 000379cdec625522490c315e70c7a9fb
                                                    93.00
[]: # Features used
    feature = ['order_id', 'price']
    x = df_clus[feature].values
[]: # Data scaling
    from sklearn.preprocessing import StandardScaler
    sc = StandardScaler()
    x_sc = pd.DataFrame(sc.fit_transform(x))
[]: # Using elbow method to determine clusters
    wcss = []
    for n in range(1,11):
      kmeans = KMeans(n clusters = n, init = 'k-means++')
      kmeans.fit(x_sc)
      wcss.append(kmeans.inertia_)
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/ kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/ kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
```

```
/usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/ kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n_init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
    /usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870:
    FutureWarning: The default value of `n init` will change from 10 to 'auto' in
    1.4. Set the value of `n_init` explicitly to suppress the warning
      warnings.warn(
[]: plt.plot(range(1,11), wcss)
     plt.xticks(range(1,11))
     plt.title('Elbow Method for Number of Clusters')
     plt.xlabel('Number of Clusters')
     plt.ylabel('WCSS')
     plt.show()
```





```
[]: # Creating a clustering model
kmeans = KMeans(n_clusters = 3, init = 'k-means++')
kmeans.fit(x_sc)
```

/usr/local/lib/python3.10/dist-packages/sklearn/cluster/\_kmeans.py:870:
FutureWarning: The default value of `n\_init` will change from 10 to 'auto' in
1.4. Set the value of `n\_init` explicitly to suppress the warning
warnings.warn(

[]: KMeans(n\_clusters=3)

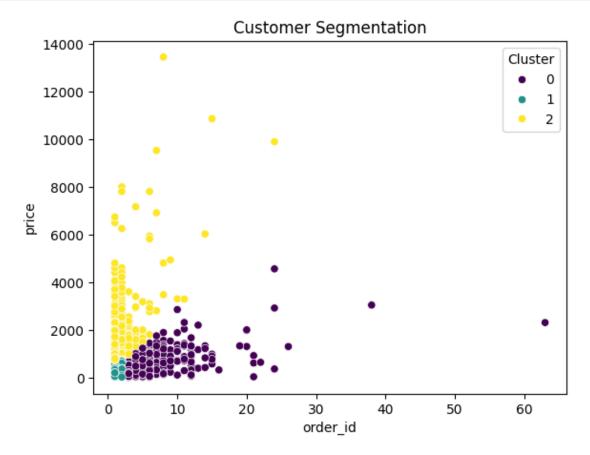
```
[]: Cluster = kmeans.fit_predict(x_sc)
```

/usr/local/lib/python3.10/dist-packages/sklearn/cluster/\_kmeans.py:870:
FutureWarning: The default value of `n\_init` will change from 10 to 'auto' in
1.4. Set the value of `n\_init` explicitly to suppress the warning
warnings.warn(

```
[]: # Add a cluster column

df_clus['Cluster'] = kmeans.labels_
df_clus.head()
```

```
[]:
                            customer_id order_id
                                                    price Cluster
    0 00012a2ce6f8dcda20d059ce98491703
                                                    89.80
                                                                 1
    1 000161a058600d5901f007fab4c27140
                                                    54.90
                                                                 1
    2 0001fd6190edaaf884bcaf3d49edf079
                                                  179.99
                                                                 1
    3 0002414f95344307404f0ace7a26f1d5
                                                   149.90
    4 000379cdec625522490c315e70c7a9fb
                                                    93.00
[]: # Cluster visualization
```



```
[]: # Number of customers in the cluster
data_plot = df_clus['Cluster'].value_counts().to_list()
label_plot = df_clus['Cluster'].value_counts().index.to_list()

title = 'Customer Clusters'

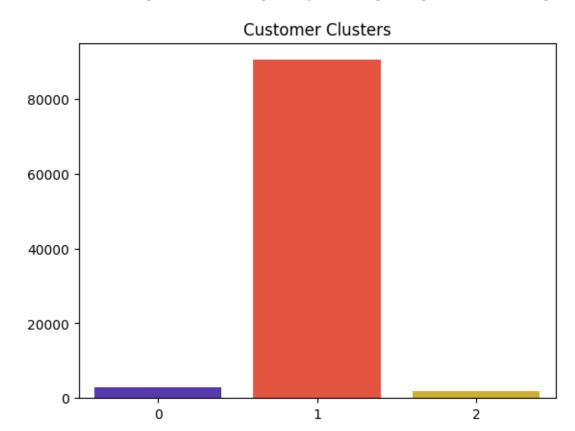
plot = sns.barplot(x = label_plot, y = data_plot, palette = 'CMRmap')
```

```
plot_title = plt.title(title)
plt.show()
```

<ipython-input-159-ff7d37d7aed3>:7: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `x` variable to `hue` and set `legend=False` for the same effect.

plot = sns.barplot(x = label\_plot, y = data\_plot, palette = 'CMRmap')



```
[]: df_clus['Cluster'].value_counts()

[]: 1    90434
    0    2839
    2    1836
    Name: Cluster, dtype: int64

[]: # View the average order quantity and order price for each cluster display(df_clus.groupby('Cluster').agg(['mean']))
```

<ipython-input-161-724da9d34c3c>:2: FutureWarning: ['customer\_id'] did not
aggregate successfully. If any error is raised this will raise in a future
version of pandas. Drop these columns/ops to avoid this warning.

```
display(df_clus.groupby('Cluster').agg(['mean']))
```

	order_id	price
	mean	mean
Cluster		
0	4.104614	289.216552
1	1.097740	115.085555
2	1.329521	1303.685637

#### Insights and Suggestions

# Cluster 0 (high orders and medium revenue): Average order of 4 times and revenue to the company of US\$289.21

- Increase average transaction value by offering product bundling, upselling, and cross-selling.
- Use customer data to offer relevant products based on previous purchases, provide personalized recommendations, and communicate with them through their preferred channels.
- Reward customers in this cluster who make frequent purchases and provide positive feedback. Also offer attractive loyalty programs to encourage them to become loyal customers.

# Cluster 1 (low orders and revenue): Average order of 1 time and revenue to the company of US\$115.08

- Focus on efforts to increase customer retention, such as offering loyalty programs, personalized recommendations, and post-purchase engagement.
- Analyze the reasons why customers in this cluster do not make repeat purchases. You can conduct surveys, analyze customer journey data, and study customer feedback to understand the reasons for churn and find solutions to overcome them.
- Offer special programs to encourage customers in this cluster to make more frequent purchases, such as special discounts, free shipping, or attractive product bundling.

# Cluster 2 (low orders and high revenue): Average order of 1 time and revenue to the company of US\$1,303.68

- Customers in this cluster are most likely to be customers who make a large contribution to the company's revenue. Focus on retaining these customers by providing the best service, offering attractive loyalty programs, and building good relationships with them.
- Offer premium programs to customers in this cluster with exclusive benefits, such as early access to new products, special discounts, and customer priority services.

## 6 Creating a Simple Dashboard with Streamlit

```
[]: # Saving a new dataset
df.to_csv("all_data.csv", index=False)
```

#### Conclusion

From the insights gained from the data, it can be seen that the company is in a good position overall, but given some issues and shortcomings, the following suggestions can be considered to improve the company's performance:

- Maintain the good rating by improving the quality of goods, delivery, and related matters.
- Given that there are a number of customers who gave a rating of 1, it is important to pay attention to the feedback and speed up customer service if necessary.
- Investigate the reasons for the cancellation and find solutions to prevent it from happening again.
- Focus on the market in Sao Paulo by offering special promotions, improving delivery services, and strengthening branding there.
- Expand to cities that have few customers and sellers by offering attractive programs to attract new customers and sellers.
- Customer demographic data is needed to further analyze their behavior.
- Increase engagement with active customers through loyalty programs, special offers, and interesting content to keep active customers loyal to shop on e-commerce applications.
- Offer attractive promos, email reminders, or personalized product recommendations to attract inactive customers back.
- Implement an item recommendation system and offer attractive promos to increase sales and attract customers to place more orders.
- Rewarding top sellers to motivate them and improve their service quality.
- Helping sellers who get few orders to improve their performance by providing training, product listing optimization, and promotion programs.
- Organize promos, improve marketing campaigns, and offer special discounts to boost sales in certain months.
- Analyze factors that contribute to high revenue in a particular month such as best-selling products, effective marketing strategies, and market trends.
- Further promote best-selling products by increasing their visibility in the app, and offering bundling with other products.
- Provide payment options that match customer preferences (in this case, credit card) for various products.
- Encourage sellers to respond to orders faster by providing education on the benefits of fast response, such as increasing customer satisfaction and sales.
- Assist sellers in improving the shipping process by providing guidance and efficient logistics solutions.
- Monitor performance and work with freight forwarders in cities that have long delivery times to improve delivery speed in these areas.

- Encourage sellers to reply to reviews as a form of appreciation to customers and build good relationships.
- Increase customer retention by offering loyalty programs, personalized recommendations, and post-purchase engagement.
- Increase average transaction value by offering product bundling, upselling, and cross-selling.