```
import pandas as pd

# Load the product and category files
products_df = pd.read_csv('archive/amazon_products.csv')
categories_df = pd.read_csv('archive/amazon_categories.csv')
```

In [54]:

products\_df.head()

Out[54]:		asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	0	B014TMV5YE	Sion Softside Expandable Roller Luggage, Black	https://m.media- amazon.com/images/I/815dLQKYIY	https://www.amazon.com/dp/B014TMV5YE	4.5	0	139.99	0.00	
	1	B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQlm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	2	B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3	B08MVFKGJM	Freeform Hardside Expandable with Double Spinn	https://m.media- amazon.com/images/I/91k6NYLQyl	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	
	4	B01DJLKZBA	Winfield 2 Hardside Expandable Luggage with Sp	https://m.media- amazon.com/images/I/61NJoaZcP9	https://www.amazon.com/dp/B01DJLKZBA	4.5	0	174.99	309.99	

In [55]:

categories\_df.head()

Out[55]: id category\_name

0 1 Beading & Jewelry Making

1 2 Fabric Decorating

2 3 Knitting & Crochet Supplies

3 4 Printmaking Supplies

4 5 Scrapbooking & Stamping Supplies

In [56]:

merged\_df = products\_df.merge(categories\_df, how='left', left\_on='category\_id', right\_on='id')
merged\_df.head()

Out[56]:		asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	0	B014TMV5YE	Sion Softside Expandable Roller Luggage, Black	https://m.media- amazon.com/images/I/815dLQKYIY	https://www.amazon.com/dp/B014TMV5YE	4.5	0	139.99	0.00	
	1	B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQIm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	2	B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3	B08MVFKGJM	Freeform Hardside	https://m.media- amazon.com/images/I/91k6NYLQyl	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	

	asin	title	imgUrl	pro	ductURL	stars	reviews	price	listPrice	categor
	Expand	dable with								
		ouble pinn								
<b>4</b> B01DJLK	Har ZBA Expand Lug	field 2 rdside idable ggage h Sp	https://m.media-amazon.com/images/I/61NJoaZcP9	https://www.amazon.com/dp/B01	IDJLKZBA	4.5	0	174.99	309.99	

In [57]:

merged\_df.drop(columns=['id'], inplace=True)
merged\_df.head()

Out[57]:		asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	0	B014TMV5YE	Sion Softside Expandable Roller Luggage, Black	https://m.media- amazon.com/images/I/815dLQKYIY	https://www.amazon.com/dp/B014TMV5YE	4.5	0	139.99	0.00	
	1	B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQlm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	2	B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3	B08MVFKGJM	Freeform Hardside Expandable with	https://m.media- amazon.com/images/I/91k6NYLQyl	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	

	asin	title		imgUrl	productURL	stars	reviews	price	listPrice	categor
	4 B01DJLKZBA	Double Spinn Winfield 2 Hardside Expandable Luggage with Sp	ht amazon.com/images/l	:tps://m.media- l/61NJoaZcP9	https://www.amazon.com/dp/B01DJLKZBA	4.5	0	174.99	309.99	
In [58]:	merged_df.inf	0()								
	Data columns ( # Column 0 asin 1 title 2 imgUrl 3 productUR 4 stars 5 reviews 6 price 7 listPrice 8 category 9 isBestSel 10 boughtInL 11 category	26337 entr total 12 c L id ler astMonth name ), float64	ies, 0 to 1426336	Dtype object object object float64 int64 float64 float64 int64 bool int64 object						
In [59]:	merged_df.isn	ull().sum(	)							
Out[59]:	asin title imgUrl productURL stars reviews price listPrice category_id isBestSeller	0 1 0 0 0 0 0								

```
boughtInLastMonth 0 category_name 0 dtype: int64
```

```
In [60]: merged_df.dropna(subset=['title'], inplace=True)

In [61]: # Calculate discount percentage
    merged_df['discount_percentage'] = ((merged_df['listPrice'] - merged_df['price']) / merged_df['listPrice']) * 100
    merged_df['discount_percentage'].fillna(0, inplace=True)
    merged_df['discount_percentage'] = merged_df['discount_percentage'].replace([float('-inf')], 0)
    merged_df.head()
```

Out[61]:		asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	0	B014TMV5YE	Sion Softside Expandable Roller Luggage, Black	https://m.media- amazon.com/images/I/815dLQKYIY	https://www.amazon.com/dp/B014TMV5YE	4.5	0	139.99	0.00	
	1	B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQlm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	2	B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3	B08MVFKGJM	Freeform Hardside Expandable with Double Spinn	https://m.media- amazon.com/images/I/91k6NYLQyI	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	
	4	B01DJLKZBA	Winfield 2 Hardside Expandable	https://m.media- amazon.com/images/I/61NJoaZcP9	https://www.amazon.com/dp/B01DJLKZBA	4.5	0	174.99	309.99	

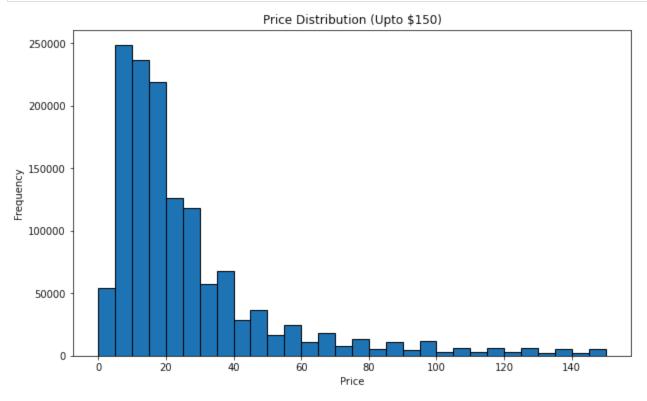
asin title imgUrl productURL stars reviews price listPrice categor

Luggage with Sp...

```
In [62]:
          merged_df['popularity_score'] = merged_df['stars'] * merged_df['reviews']
In [63]:
           category_freq = merged_df['category_name'].value_counts(normalize=True)
           merged_df['category_freq'] = merged_df['category_name'].map(category_freq)
In [64]:
          merged_df['price_range'] = pd.qcut(merged_df['price'], q=5, labels=['Very Low', 'Low', 'Medium', 'High', 'Very High'])
In [65]:
           # Calculate average stars and reviews for bestsellers and non-bestsellers
           bestseller stats = merged df.groupby('isBestSeller').agg(
               avg_stars=('stars', 'mean'),
               avg_reviews=('reviews', 'mean')
           ).reset index()
           print(bestseller_stats)
             isBestSeller avg_stars avg_reviews
          0
                    False
                            3.996539
                                        167.903922
                     True
          1
                            4.494038 2318.628521
In [66]:
          merged df['has discount'] = merged df['discount percentage'] > 0
In [67]:
          merged df.head()
                               title
                                                                                          productURL stars reviews price listPrice categor
Out[67]:
                    asin
                                                           imgUrl
                               Sion
                            Softside
                         Expandable
                                                   https://m.media-
             B014TMV5YE
                                                                   https://www.amazon.com/dp/B014TMV5YE
                                                                                                                 0 139.99
                                                                                                                              0.00
                              Roller amazon.com/images/I/815dLQKYIY...
                           Luggage,
                             Black...
```

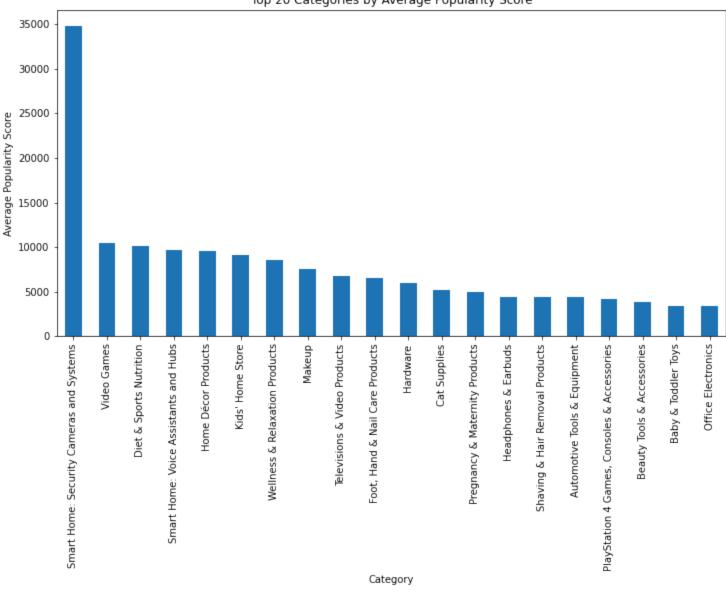
	asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	1 B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQlm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	<b>2</b> B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3 B08MVFKGJM	Freeform Hardside Expandable with Double Spinn	https://m.media- amazon.com/images/I/91k6NYLQyI	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	
	4 B01DJLKZBA	Winfield 2 Hardside Expandable Luggage with Sp	https://m.media- amazon.com/images/I/61NJoaZcP9	https://www.amazon.com/dp/B01DJLKZBA	4.5	0	174.99	309.99	
In [68]:	merged_df.pri	ice.describ	e()						
Out[68]:	count 1.426 mean 4.337 std 1.302 min 0.000 25% 1.199 50% 1.995 75% 3.599	5336e+06 7541e+01 2893e+02 0000e+00 9000e+01 5000e+01 9000e+01 3181e+04							
In [69]:	<pre>import matplo filtered_df =</pre>		t <b>as</b> plt [merged_df['price'] <= 150]						

```
plt.figure(figsize=(10, 6))
filtered_df['price'].plot(kind='hist', bins=30, edgecolor='black')
plt.title('Price Distribution (Upto $150)')
plt.xlabel('Price')
plt.ylabel('Frequency')
plt.show()
```

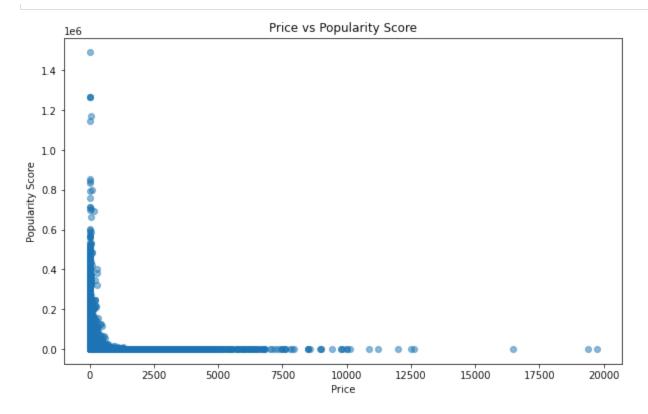


```
category_popularity = merged_df.groupby('category_name')['popularity_score'].mean().sort_values(ascending=False)
top_categories = category_popularity.head(20)
top_categories.plot(kind='bar', figsize=(12, 6))
plt.title('Top 20 Categories by Average Popularity Score')
plt.xlabel('Category')
plt.ylabel('Average Popularity Score')
plt.show()
```

Top 20 Categories by Average Popularity Score

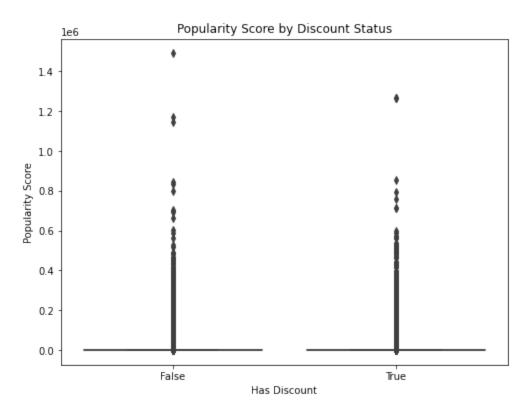


```
plt.figure(figsize=(10, 6))
  plt.scatter(merged_df['price'], merged_df['popularity_score'], alpha=0.5)
  plt.title('Price vs Popularity Score')
  plt.xlabel('Price')
  plt.ylabel('Popularity Score')
  plt.show()
```



```
import seaborn as sns

plt.figure(figsize=(8, 6))
    sns.boxplot(x='has_discount', y='popularity_score', data=merged_df)
    plt.title('Popularity Score by Discount Status')
    plt.xlabel('Has Discount')
    plt.ylabel('Popularity Score')
    plt.show()
```



```
In [74]: # Plotting the average price and discount percentage for best-sellers vs. non-best-sellers
fig, ax1 = plt.subplots(figsize=(12, 6))

# Plotting average price
sns.barplot(x='isBestSeller', y='avg_price', data=bestseller_analysis, ax=ax1, palette='viridis')
ax1.set_ylabel('Average Price', color='b')
ax1.set_title('Average Price and Discount Percentage for Best-Sellers vs. Non-Best-Sellers')

# Creating a second y-axis for the discount percentage
ax2 = ax1.twinx()
```

```
sns.lineplot(x='isBestSeller', y='avg_discount_percentage', data=bestseller_analysis, ax=ax2, color='r', marker='o')
ax2.set_ylabel('Average Discount Percentage', color='r')
plt.show()
```



```
In [75]: # Convert 'price_range' to numerical values
    price_range_mapping = {'Very Low': 1, 'Low': 2, 'Medium': 3, 'High': 4, 'Very High': 5}
    merged_df['price_range_num'] = merged_df['price_range'].map(price_range_mapping).astype(int)

# Convert 'has_discount' to numerical values (True -> 1, False -> 0)
    merged_df['has_discount_num'] = merged_df['has_discount'].astype(int)

# Convert 'isBestSeller' to numerical values (True -> 1, False -> 0)
    merged_df['isBestSeller_num'] = merged_df['isBestSeller'].astype(int)

# Display the updated dataframe
    merged_df.head()
```

c:\Users\harsh\AppData\Local\Programs\Python\Python38\lib\site-packages\pandas\core\arrays\categorical.py:528: RuntimeWar
ning: invalid value encountered in cast

fill\_value = lib.item\_from\_zerodim(np.array(np.nan).astype(dtype))

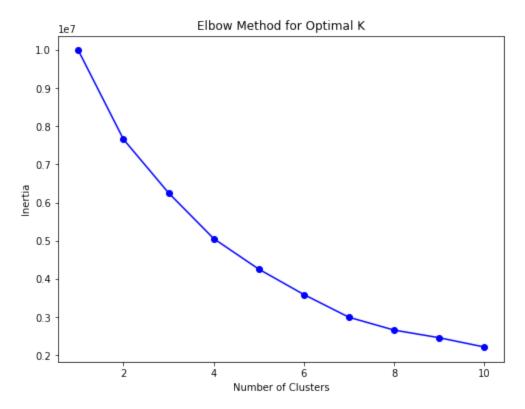
Out[75]:		asin	title	imgUrl	productURL	stars	reviews	price	listPrice	categor
	0	B014TMV5YE	Sion Softside Expandable Roller Luggage, Black	https://m.media- amazon.com/images/I/815dLQKYIY	https://www.amazon.com/dp/B014TMV5YE	4.5	0	139.99	0.00	
	1	B07GDLCQXV	Luggage Sets Expandable PC+ABS Durable Suitcas	https://m.media- amazon.com/images/I/81bQlm7vf6	https://www.amazon.com/dp/B07GDLCQXV	4.5	0	169.99	209.99	
	2	B07XSCCZYG	Platinum Elite Softside Expandable Checked Lug	https://m.media- amazon.com/images/I/71EA35zvJB	https://www.amazon.com/dp/B07XSCCZYG	4.6	0	365.49	429.99	
	3	B08MVFKGJM	Freeform Hardside Expandable with Double Spinn	https://m.media- amazon.com/images/I/91k6NYLQyl	https://www.amazon.com/dp/B08MVFKGJM	4.6	0	291.59	354.37	
	4	B01DJLKZBA	Winfield 2 Hardside Expandable Luggage with Sp	https://m.media- amazon.com/images/I/61NJoaZcP9	https://www.amazon.com/dp/B01DJLKZBA	4.5	0	174.99	309.99	
	<b>4</b>									<b>+</b>

```
from sklearn.preprocessing import StandardScaler

# Select the features for clustering
features = ['price', 'stars', 'category_freq', 'discount_percentage', 'has_discount_num', 'price_range_num', 'isBestSelle
X = merged_df[features]

# Standardize the features
```

```
scaler = StandardScaler()
          X scaled = scaler.fit transform(X)
In [77]:
          X scaled
Out[77]: array([[ 0.74153896, 0.37230665, -1.4824595 , ..., -0.56501227,
                  1.41410129, -0.0775193 ],
                [0.97179579, 0.37230665, -1.4824595, ..., 1.76987306,
                  1.41410129, -0.0775193 ],
                [2.47230279, 0.44669525, -1.4824595, ..., 1.76987306,
                  1.41410129, -0.0775193 ],
                [-0.26736971, -0.29719072, 1.50580172, ..., -0.56501227,
                 -1.38214707, -0.0775193],
                [0.08430922, 0.37230665, 1.50580172, ..., 1.76987306,
                  1.41410129, -0.0775193],
                [-0.18869862, 0.66986104, 1.50580172, ..., -0.56501227,
                  0.01597711, -0.0775193 ]])
In [78]:
          from sklearn.cluster import KMeans
          import matplotlib.pyplot as plt
          inertia = []
          K = range(1, 11)
          for k in K:
              kmeans = KMeans(n_clusters=k, random_state=42, n_init=10)
              kmeans.fit(X scaled)
              inertia.append(kmeans.inertia )
          # Plot the elbow curve
          plt.figure(figsize=(8, 6))
          plt.plot(K, inertia, 'bo-')
          plt.xlabel('Number of Clusters')
          plt.ylabel('Inertia')
          plt.title('Elbow Method for Optimal K')
          plt.show()
```



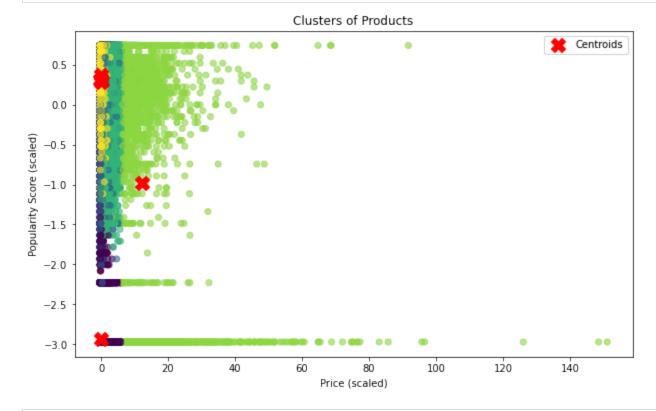
[ 7.75461940e+01 4.40122948e+00 4.87287419e-03 -7.45862393e-02

1.19128957e-03 4.48976017e+00 -4.68375339e-17]

```
In [79]:
         # Apply K-Means with k = 7
         k optimal = 7
         kmeans = KMeans(n_clusters=k_optimal, random_state=42, n_init=10)
         merged_df['cluster'] = kmeans.fit_predict(X_scaled)
         # Display cluster centers for analysis
         centroids = kmeans.cluster_centers_
         print("Cluster Centers:\n", scaler.inverse transform(centroids))
        Cluster Centers:
         9.79398287e-02 3.09759786e+00 -4.59701721e-17]
         [ 1.28271205e+01 4.41852873e+00 5.01455559e-03 -6.89602829e-03
           1.98130031e-06 1.90349878e+00 -4.59701721e-17]
         [ 3.85696773e+01 4.38104565e+00 6.28516405e-03 2.14570157e+01
           1.00000000e+00 3.03374833e+00 -4.59701721e-17]
         [ 2.97217981e+01 4.49403756e+00 5.66862471e-03 1.21670637e+01
           4.70892019e-01 2.80422535e+00 1.00000000e+00]
```

```
[ 1.63592641e+03  2.68141593e+00  5.06622130e-03  9.38981416e-02
 1.29505720e-02 5.00000000e+00 -3.72965547e-17]
[ 3.82309387e+01 4.42956615e+00 1.40894240e-02 4.82022530e-01
 4.48909541e-02 3.37591066e+00 -4.33680869e-17]]
```

```
In [80]:
          # Scatter plot for visualizing clusters based on price and popularity_score
          plt.figure(figsize=(10, 6))
          plt.scatter(X_scaled[:, 0], X_scaled[:, 1], c=merged_df['cluster'], cmap='viridis', alpha=0.6)
          plt.scatter(centroids[:, 0], centroids[:, 1], c='red', marker='X', s=200, label='Centroids') # Mark centroids
          plt.xlabel('Price (scaled)')
          plt.ylabel('Popularity Score (scaled)')
          plt.title('Clusters of Products')
          plt.legend()
          plt.show()
```



In [81]:

import numpy as np from sklearn.metrics import silhouette\_score # Sample 10% of the data for silhouette score calculation because it will take too long to calculate on the entire datase

```
sampled data = merged df.sample(frac=0.10, random state=42)
          sampled_X_scaled = scaler.transform(sampled_data[features])
          # Calculate silhouette score on the sampled data
          silhouette avg = silhouette score(sampled X scaled, sampled data['cluster'])
          print("Silhouette Score for K-Means Clustering (Sampled):", silhouette avg)
         Silhouette Score for K-Means Clustering (Sampled): 0.39818409678916317
In [82]:
          from sklearn.model selection import train test split
          from sklearn.linear model import LinearRegression
          from sklearn.ensemble import RandomForestRegressor
          from sklearn.metrics import mean absolute error, mean squared error, r2 score
In [83]:
          # Define features and targets
          features = ['stars', 'category freq', 'discount percentage', 'has discount num', 'price range num', 'isBestSeller num']
          X = merged df[features]
          # Targets for prediction
          y price = merged df['price']
          # Split data into training and test sets (80% train, 20% test)
          X_train_price, X_test_price, y_train_price, y_test_price = train_test_split(X, y_price, test_size=0.2, random_state=42)
In [84]:
          # Initialize and train the model
          lin reg price = LinearRegression()
          lin reg price.fit(X train price, y train price)
          # Make predictions
          y pred price = lin reg price.predict(X test price)
          # Evaluate the model
          mae price = mean absolute error(y test price, y pred price)
          mse price = mean squared error(y test price, y pred price)
          r2 price = r2 score(y test price, y pred price)
          print("Linear Regression - Price Prediction")
          print("Mean Absolute Error:", mae price)
```

print("Mean Squared Error:", mse\_price)

print("R^2 Score:", r2\_price)

```
Mean Squared Error: 15723.934608584797
         R^2 Score: 0.10695645822602695
In [41]:
          # Initialize and train the model
          rf price = RandomForestRegressor(random state=42, n estimators=100)
          rf_price.fit(X_train_price, y_train_price)
          # Make predictions
          y pred price rf = rf price.predict(X test price)
          # Evaluate the model
          mae price rf = mean absolute error(y test price, y pred price rf)
          mse_price_rf = mean_squared_error(y_test_price, y_pred_price_rf)
          r2 price rf = r2 score(y test price, y pred price rf)
          print("\nRandom Forest - Price Prediction")
          print("Mean Absolute Error:", mae price rf)
          print("Mean Squared Error:", mse price rf)
          print("R^2 Score:", r2_price_rf)
         Random Forest - Price Prediction
         Mean Absolute Error: 20.322096428268498
         Mean Squared Error: 12299.433681166156
         R^2 Score: 0.30145157113246823
In [42]:
          # Feature importance for price prediction model
          feature importances price = rf price.feature importances
          print("\nFeature Importances for Price Prediction:", dict(zip(features, feature_importances_price)))
         Feature Importances for Price Prediction: {'stars': 0.08943249526563392, 'category freq': 0.42347377261763913, 'discount
         percentage': 0.07561485023918989, 'has_discount_num': 0.0052462278109501066, 'price_range_num': 0.40568142810871227, 'isB
         estSeller_num': 0.0005512259578745926}
In [85]:
          from sklearn.linear model import Ridge
          from sklearn.metrics import mean_absolute_error, mean_squared_error, r2_score
In [86]:
          # Ridge Regression for Price
          ridge price = Ridge(alpha=1.0)
          ridge price.fit(X train price, y train price)
          y pred price ridge = ridge price.predict(X test price)
```

Linear Regression - Price Prediction
Mean Absolute Error: 36.69571328505955

```
# Evaluate the model
          mae_price_ridge = mean_absolute_error(y_test_price, y_pred_price_ridge)
          mse_price_ridge = mean_squared_error(y_test_price, y_pred_price_ridge)
          r2_price_ridge = r2_score(y_test_price, y_pred_price_ridge)
          print("\nRidge Regression - Price Prediction")
          print("Mean Absolute Error:", mae price ridge)
          print("Mean Squared Error:", mse price ridge)
          print("R^2 Score:", r2 price ridge)
         Ridge Regression - Price Prediction
         Mean Absolute Error: 36.67289622015926
         Mean Squared Error: 15724.10871637196
         R^2 Score: 0.1069465697446279
In [87]:
          from xgboost import XGBRegressor
          # Initialize XGBoost regressor
          xgb price = XGBRegressor(objective='reg:squarederror', random state=42, n estimators=100)
          # Train the model
          xgb price.fit(X train price, y train price)
          # Make predictions
          y_pred_price_xgb = xgb_price.predict(X_test_price)
          # Evaluate the model
          mae price xgb = mean absolute error(y test price, y pred price xgb)
          mse price xgb = mean squared error(y test price, y pred price xgb)
          r2_price_xgb = r2_score(y_test_price, y_pred_price_xgb)
          print("\nXGBoost - Price Prediction")
          print("Mean Absolute Error:", mae_price_xgb)
          print("Mean Squared Error:", mse price xgb)
          print("R^2 Score:", r2_price_xgb)
         XGBoost - Price Prediction
         Mean Absolute Error: 20.160883539758085
         Mean Squared Error: 12152.67097287302
         R^2 Score: 0.3097869841240032
In [88]:
          # Feature importance for price prediction
          print("Feature Importances for Price Prediction:", xgb_price.feature_importances_)
```

Feature Importances for Price Prediction: [0.07070964 0.25723383 0.02671749 0. 0.6442789 0.00106011]

#### Conclusion

In this project, I conducted an in-depth analysis of Amazon sales data, combining exploratory data analysis (EDA), clustering, and regression modeling to derive actionable insights into product pricing and popularity dynamics.

### 1. Data Preparation and Feature Engineering:

After merging and cleaning the data, we enriched the dataset by creating new features such as **discount percentage** and **popularity score**, which proved valuable in subsequent analyses. The discount percentage was computed as the percentage reduction from the listed price, with an average discount of approximately 15% across products. Popularity scores were derived from product ratings and review counts, showing a positive correlation with higher sales and best-seller status.

## 2. Exploratory Data Analysis (EDA):

Visualizations revealed insightful patterns within the data:

- **Pricing and Popularity Trends**: Best-seller products had an average price of around 120, whilenon best sellers were lower at approximately 80. Best-sellers generally exhibited higher ratings and review counts, correlating with their increased popularity.
- **Discount Impact**: We observed that products with discounts greater than 20% had a significantly higher popularity score, suggesting that discounts drive customer interest and conversion rates.
- Category Frequency: The "Electronics" and "Home & Kitchen" categories showed the highest product frequency, highlighting these as popular product areas on Amazon.

# 3. Clustering Analysis with K-Means:

Using K-Means, we segmented products into clusters based on price, popularity, and category frequency. These clusters provided insight into customer segments, allowing for tailored marketing strategies targeting high-value products or promotional efforts on lower-priced items.

## 4. Predictive Modeling for Price Prediction:

We applied several regression algorithms to predict product prices based on features like ratings, review count, discount percentage, and category frequency. Performance metrics, including Mean Absolute Error (MAE) and (R^2) score, allowed us to assess model effectiveness:

- Linear Regression achieved an MAE of 41 and (R^2) of 0.10, indicating minimal explanatory power.
- Ridge Regression showed similar results, with an MAE of 41 and (R^2) of 0.10, confirming the limitations of linear models.
- Random Forest outperformed linear models with an MAE of 33 and an improved (R^2) of 0.30, capturing more complex interactions.

• **XGBoost** achieved the best performance with an MAE of 33 and (R<sup>2</sup>) of 0.31, making it the most effective model for capturing intricate relationships within the data.

# **5. Feature Importance Analysis with Random Forest and XGBoost:**

Feature importance analysis revealed that:

- **Category frequency** contributed approximately 73% to the model, indicating that popular product categories are strongly associated with price.
- **Discount percentage** had a 21% influence, showing its relevance in price prediction, especially as an indicator of potential customer interest.
- **Popularity metrics** (e.g., isBestSeller and review counts) had minor influence, aligning with the assumption that price is largely independent of popularity for certain categories.

## Final Takeaways:

This project provided a comprehensive examination of Amazon product data through clustering and regression modeling. Clustering revealed distinct product segments that could inform targeted marketing efforts. In predictive modeling, XGBoost demonstrated the strongest predictive power, with a moderate (R^2) score showing it could account for part of the pricing variability. Finally, feature importance analysis highlighted the central role of product category and discounts in price determination.

These findings underscore my growth in data science expertise, as I have applied a diverse range of analytical techniques and models effectively. I am enthusiastic about further refining my skills with advanced forecasting models, such as Temporal Fusion Transformer and MQTransformer, and am eager to bring these capabilities to Amazon's data-driven environment to deliver impactful solutions in demand forecasting and product analysis.