

Olist Website

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Olist is an Ecommerce Platform that allows sellers and businesses to sell their products on the Olist Store website



They connect small businesses from all over Brazil to sell their products through the Olist Store and ship them directly to the customers

Problem statement



Our aim is to provide meaningful and useful insights into the two databases – Market Funnel and Brazilian E-Commerce



We will be performing exploratory data analysis and creating visuals using a BI Tool to answer the questions



Impact: Using the results of this analysis Olist can:

Summarize their performance

Make informed marketing decisions

Predict future revenue and customer

behaviour

Optimize customer experience

Olist Business Model

Potential seller visits Olist website and fills out a form to sell products

This information is stored as Leads olist_marketing_qualified_leads dataset

All leads are reviewed by the Sales Team and some of these get approved as sellers

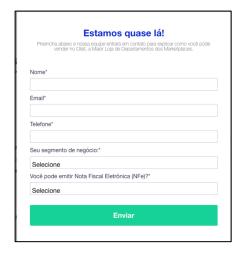
This information is stored as closed leads in olist_closed_deals_dataset

Leads become sellers and start building catalog and selling on Olist

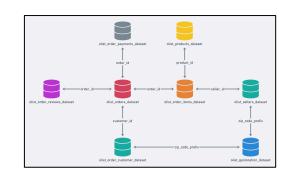
Sellers enter additional metadata like product info, geolocation, etc. which is stored in various tables

Customers buy products listed on the Olist website

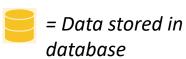
All information related to the order and the customer is stored in various tables



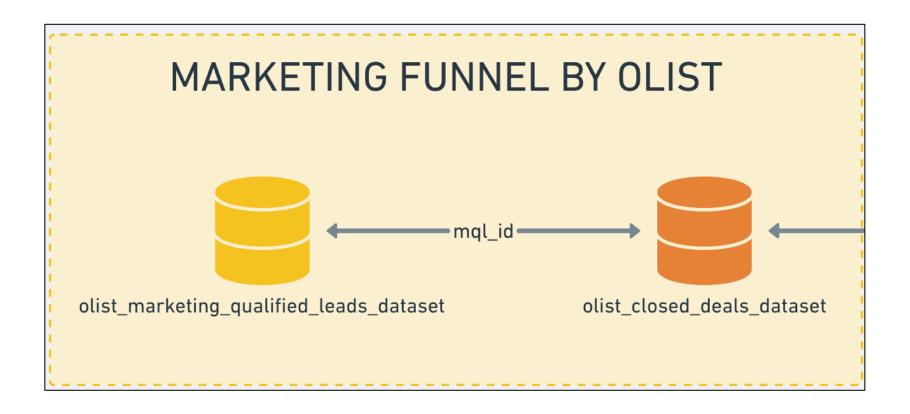






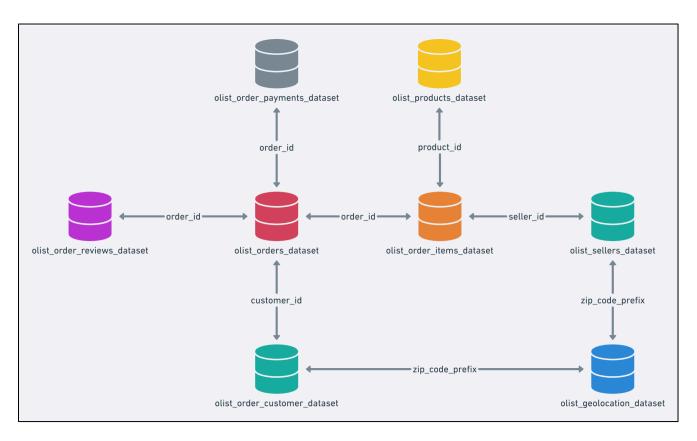


The marketing funnel database consist of two tables which can be connected with a common field



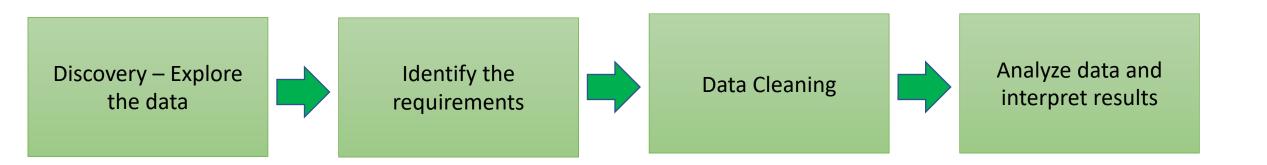
- Table 1: olist_marketing_qualified_leads_dataset This contains information entered by a seller who wishes to sell on Olist
- Table 2: olist_closed_deals_dataset This contains information on all the sellers that have been approved to sell on Olist

The Brazilian E-Commerce Dataset contains data of orders placed at multiple marketplaces in Brazil



- The tables contain information on the sellers, their products and the customers
- The dataset also contains information on the geolocation of the customers and the sellers, reviews left by customers for the products delivered, etc.

The Analysis Process



Discovery – Exploring the Data

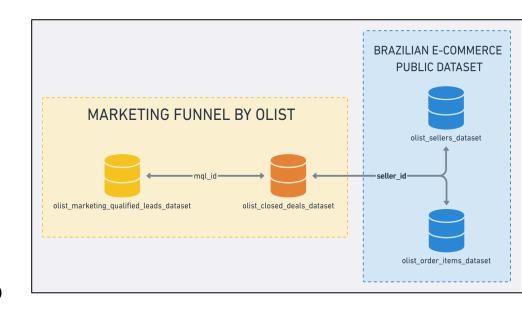
Some Interesting finds:

Marketing Funnel By Olist Dataset

- There seems to be a linear growth in the number of Leads as the company matures in terms of time (See Appendix)
- Earliest first contact date by a seller is June 14, 2017 and the first deal closed was on December 5th which indicates an area for improvement in the approval process

Brazilian E-Commerce Dataset

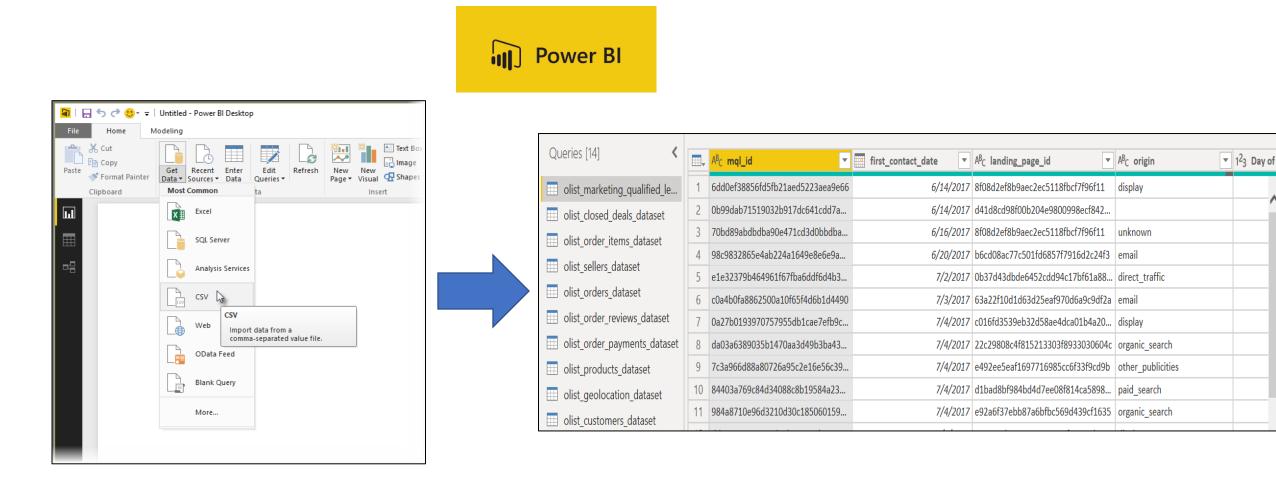
- olist_order_items_dataset contains information on items purchased within each order. This also includes sellers who are not from the Marketing funnel
- A majority of the customers and sellers are from São Paulo
- A majority of the customers have rated their orders as 5 indicating good customer satisfaction



Identifying the requirements - Questions I needed to answer with the help of the dataset

- Q1. Summarize the seller funnel from marketing sign up to launching products on the platform
 - Also provide the Customer LTV
- Q2. Summarize the current state of the business
 - What has performance been monthly
 - What are the best-selling categories
- Q3. Predict future revenue for the next 12 months for order volume and revenue

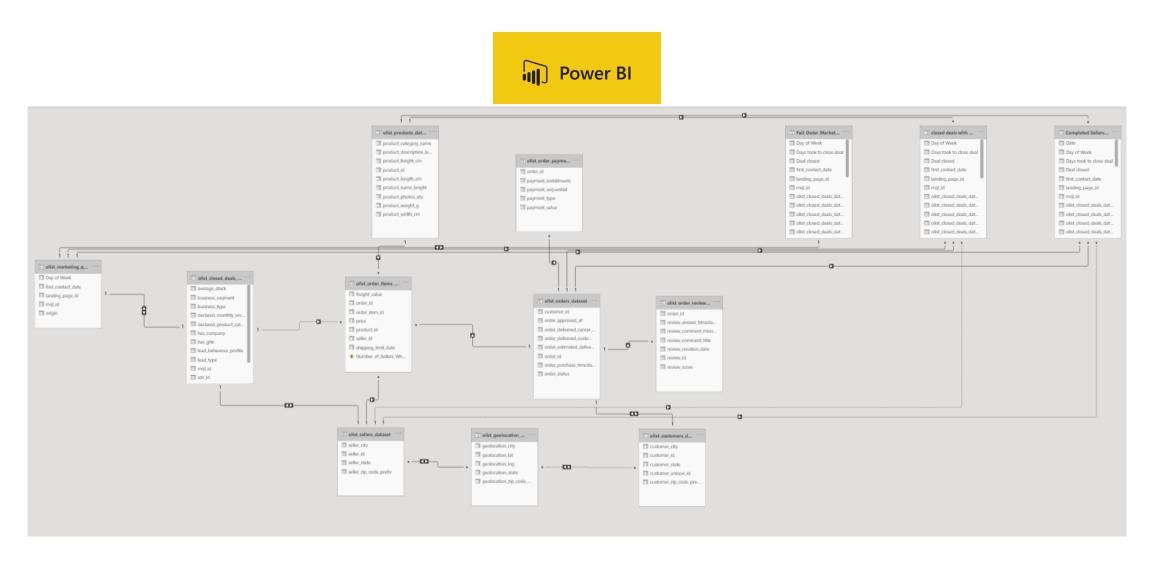
To clean the data and prepare it for analysis and visualization I used Power BI



Using the 'Get Data' feature I was able to connect to the tables

These tables were now available in my workspace to carry out analysis and investigate further

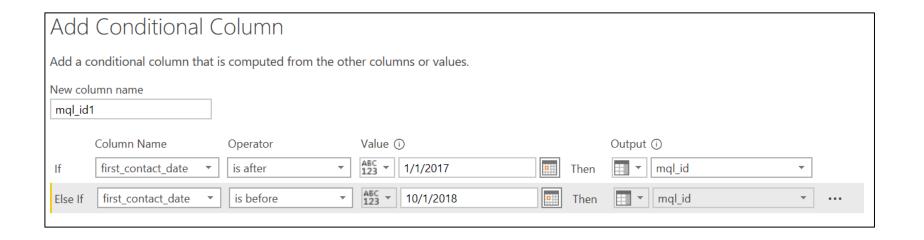
Next, I needed to establish relationships between all the tables in the two databases in order to meet my requirements



This was done by identifying and matching the primary and foreign keys between each table

Before trying to answer these questions, there was some cleaning activities needed to be done

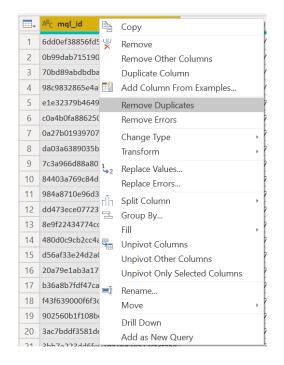
Step 1: Filter data prior to Jan 2017 and after Sep 2018



- Since the company's inception was January 2017, I ignored all data before January 2017 and since it's currently September 2018 I ignored all data after September 2018
- This was accomplished by creating a Custom Conditional Column for the tables as shown above

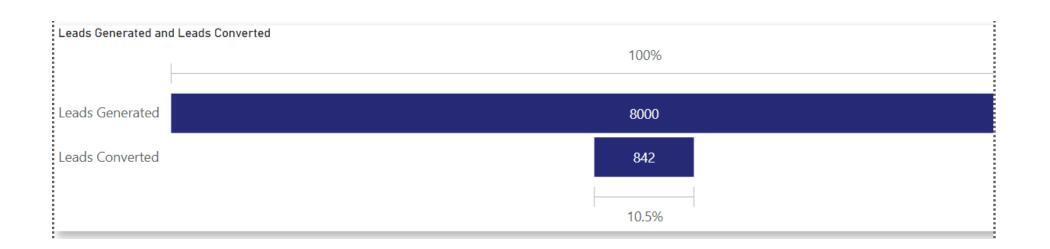
Before trying to answer these questions, there was some cleaning activities needed to be done

Step 2: Remove duplicates from mql_id



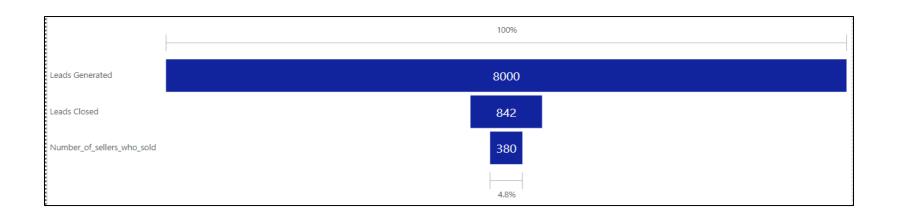
- The remove duplicates functionality within PowerBI allows easy removal of duplicates
- One thing I needed to be cautious about was which data value got deleted The business logic I
 implemented was, in case of duplicates, keep the row with the earliest 'First Contact Date'

Q1. Summarize the seller funnel from marketing sign up to launching products on the platform. Also provide the Customer LTV



- The above visual shows the number total number of leads from the Olist website as 8000
- Of these 8000 leads, 842 i.e., 10.5% of the leads were confirmed as sellers

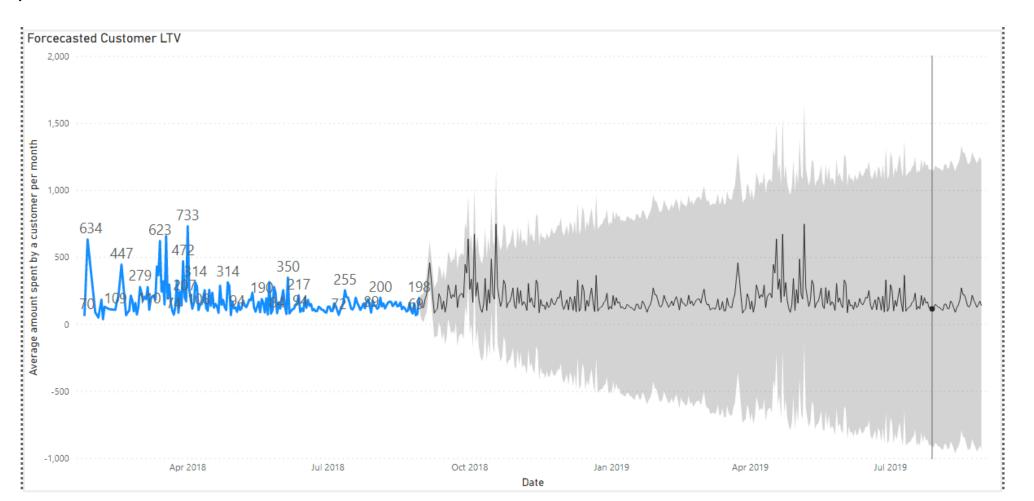
Q1. Summarize the seller funnel from marketing sign up to launching products on the platform. Also provide the Customer LTV



- On further analysis and connecting with the orders table in the Brazilian Ecommerce database, I was also able to calculate that of the 842 approved leads, 45% (380) sold products to customers
- The above visual also indicates that only 4.8% of the 8000 leads end up selling products to customers.
- Conclusion: This indicates a possible problem area in the marketing funnel and a Business Gap in terms of revenue lost for Olist

Q1. Summarize the seller funnel from marketing sign up to launching products on the platform. Also provide the Customer LTV

Customer Lifetime Value is defined as how much a customer will bring in future revenue Using the data, I was able to forecast the Customer Lifetime Value for the next 12 months

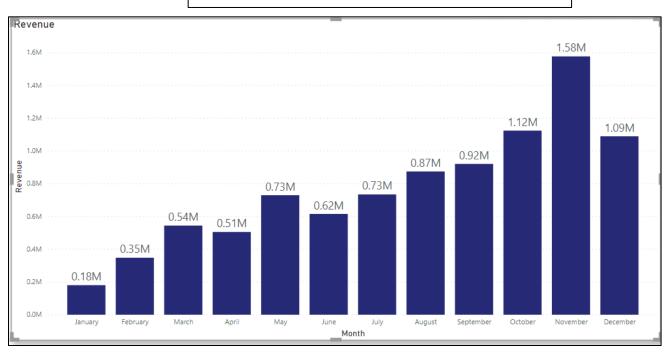


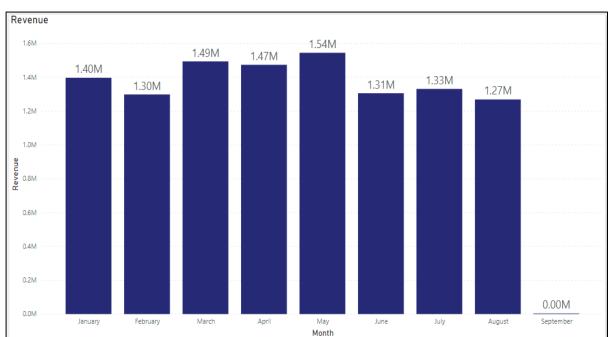
- Q2. Summary of the current state of the business:
- a. What has performance been monthly

b. What are the best-selling categories

Revenue for 2017 by month

Revenue for 2018 by month





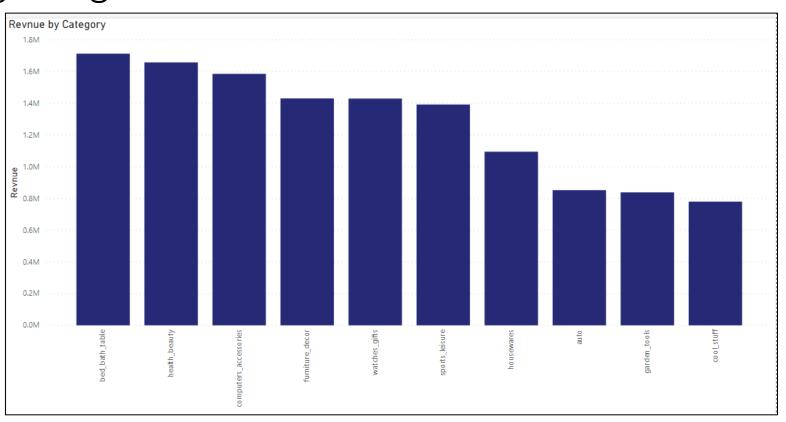
- To create this visual I needed to perform joins between the orders_dataset, payments_dataset, order_items_dataset.
- I then used bar chart visualization in PowerBI and also enabled an interactive drill-down capability to get to the month granularity

Q2. Summary of the current state of the business:

a. What has performance been monthly

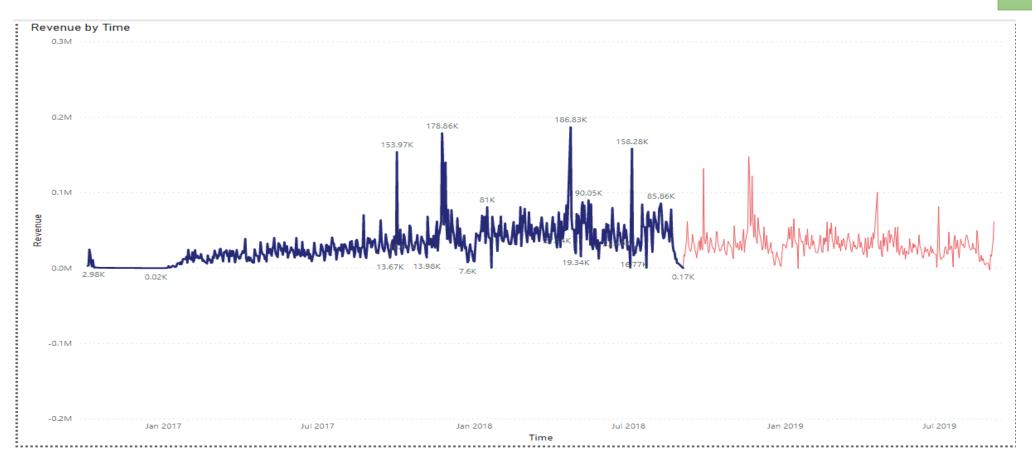
b. What are the best-selling categories

Category	Revnue 🔻
bed_bath_table	1,712,553.67
health_beauty	1,657,373.12
computers_accessories	1,585,330.45
furniture_decor	1,430,176.39
watches_gifts	1,429,216.68
sports_leisure	1,392,127.56
housewares	1,094,758.13
auto	852,294.33
garden_tools	838,280.75
cool stuff	779,698.00



- The table consisted of a total of 71 categories
- To create this visual I needed to perform joins between the orders_dataset, payments_dataset, order_items_dataset.

Q3. Predict future revenue for the next 12 months for order volume and revenue

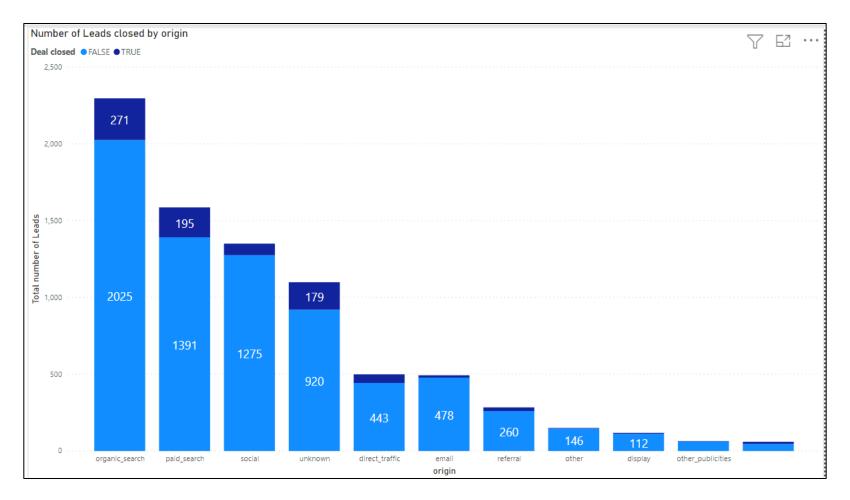


- To forecast this, I used the previous tables that I had joined (orders_dataset, payments_dataset, order_items_dataset)
- The fields used for this was 'Purchase Value', and 'Order Approved At' (Date Time Field)

Appendix

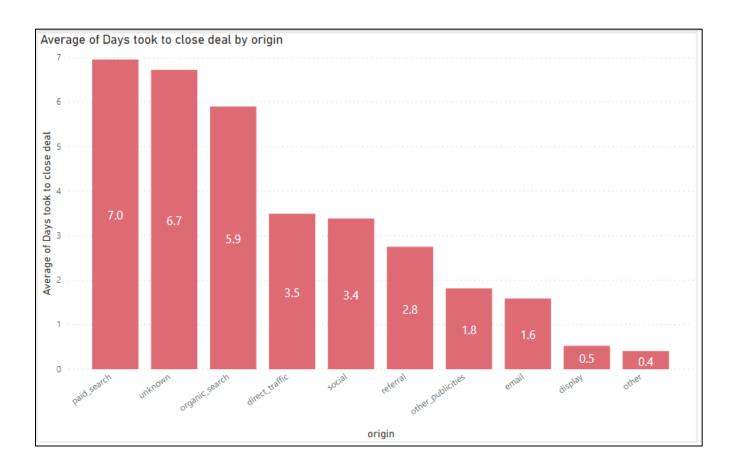
Some additional observations

Total number of Leads closed by origin



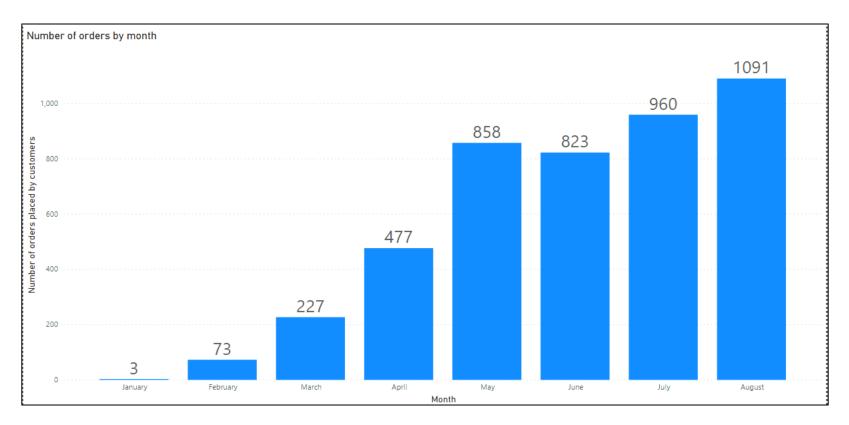
- This chart shows that paid_search is the most number of leads closed by the origin.
- This indicates that the online paid advertising based on search keywords is working well for Olist and they should focus more in this area.

Average days to close deal by Origin



- This chart shows that the number of days to close a deal is the highest for paid_search
- In conjunction with the previous slide, where paid_search has the highest rate of closing by origin, Olist may need to invest more time in brining these 7 days down

Total number of orders placed by month



- This data shows a linear increase in the number of orders per month for the Olist website.
- This is a great trend which indicates a booming business!

Number of leads by origin and business type

