# -: BASIC :-

# **Step 1: Strengthen Your Python Basics**

Fundamental topics:

# 1. Data Types and Variables

Numbers, Strings, Booleans, Lists, Tuples, Sets, Dictionaries.

### 2. Control Flow

if-else, loops (for, while), comprehensions.

### 3. Functions

Defining functions, arguments, return values.

### 4. File Handling

Reading/writing files, working with CSV and text files.

# 5. Error Handling

Try-except blocks.

# **Step 2: Python for Data Analysis**

# 1. Learn Libraries for Data Analysis

NumPy: For numerical operations and handling arrays.

Pandas: For data manipulation and analysis.

Matplotlib and Seaborn: For data visualization.

### 2. Topics to Master

- Data Cleaning: Handling missing values, duplicates.
- > Data Transformation: Filtering, grouping, merging datasets.
- Exploratory Data Analysis (EDA): Visualizing data patterns and relationships.

# 3. Practice

- Work on datasets from Kaggle or UCI Machine Learning Repository.
- > Perform tasks like summarizing data, finding trends, and visualizing distributions.

### **Step 3: Introduction to Machine Learning**

#### 1. Understand the Basics

### What is machine learning?

Machine learning (ML) is a subset of artificial intelligence (AI) that enables computers to learn from and make predictions or decisions based on data without being explicitly programmed.

In other words, ML algorithms analyze data, recognize patterns, and make decisions with minimal human intervention. It's about building models that can learn from experience (data) and improve over time.

#### Example:

If you have data about house prices (features like square footage, number of bedrooms, etc.) and their actual sale prices, a machine learning model can "learn" the relationship between the features and the price, and then predict the price of a new house based on its features.

# Supervised vs. Unsupervised Learning.

# **Supervised Learning**

In **supervised learning**, the model is trained on labeled data. This means that the algorithm is given a set of input-output pairs. The goal is for the model to learn the relationship between the inputs (features) and outputs (labels/targets) so it can predict the output for new, unseen data.

- **Input:** Labeled data (features + target labels).
- **Output:** The model learns to predict the target label for new data.

# **Examples of Supervised Learning:**

- Classification: Predicting a category or class.
   Example: Classifying emails as spam or not spam based on features like the subject, sender, etc.
- Regression: Predicting a continuous value.
   Example: Predicting the price of a house based on features like size, location, number of rooms, etc.

### **Example:**

Using **Linear Regression** to predict house prices based on various features like square footage, number of bedrooms, and location.

from sklearn.linear model import LinearRegression

# Features (X) and target (y)

```
X = df[['square_feet', 'num_bedrooms', 'location']]
y = df['price']

# Train the model
model = LinearRegression()
model.fit(X, y)

# Predict house prices
predictions = model.predict(X_test)
```

# **Unsupervised Learning**

In **unsupervised learning**, the model is trained on data that doesn't have labeled outputs. The goal is to find hidden patterns or structures in the data. There is no specific target variable to predict; instead, the algorithm looks for similarities, differences, or groupings in the data.

- Input: Unlabeled data.
- Output: The model discovers patterns, such as clusters or relationships.

# **Examples of Unsupervised Learning:**

- Clustering: Grouping similar data points together.
   Example: Grouping customers into segments based on their purchasing behavior.
- 2. **Dimensionality Reduction:** Reducing the number of features while preserving the essential information.

Example: Reducing the number of variables in a large dataset while retaining most of the original information.

# **Example:**

Using **K-Means Clustering** to group customers based on their buying patterns.

```
from sklearn.cluster import KMeans

# Features (X)
X = df[['annual_income', 'spending_score']]

# Apply KMeans clustering
kmeans = KMeans(n_clusters=3) # Grouping into 3 clusters
kmeans.fit(X)

# Get cluster labels
df['Cluster'] = kmeans.labels_
```

# Common algorithms: Linear Regression, Decision Trees, Clustering.

# a. Linear Regression

Linear Regression is a **supervised learning** algorithm used for predicting a continuous target variable based on one or more input features. It assumes a linear relationship between the input and output.

#### How it works:

The algorithm finds the line (or hyperplane, in higher dimensions) that best fits the data points by minimizing the difference between the actual data points and the predictions made by the model.

### **Use Case:**

Predicting house prices based on features like square footage and number of bedrooms.

```
from sklearn.linear_model import LinearRegression

# Features (X) and target (y)
X = df[['square_feet', 'num_bedrooms', 'location']]
y = df['price']

# Train the model
model = LinearRegression()
model.fit(X, y)

# Predict house prices
predictions = model.predict(X_test)
```

### **b.** Decision Trees

Decision Trees are **supervised learning** algorithms used for both **classification** and **regression** tasks. They model decisions based on a tree-like structure of conditions.

#### How it works:

- The data is split into subsets based on feature values.
- The decision tree chooses the feature that best splits the data at each node.
- The process continues recursively until it creates leaf nodes that represent predictions (for classification) or values (for regression).

#### **Use Case:**

Predicting if a customer will buy a product based on features like age, income, and browsing history.

```
from sklearn.tree import DecisionTreeClassifier

# Features (X) and target (y)
X = df[['age', 'income', 'browsing_history']]
y = df['purchase']

# Train the decision tree model
model = DecisionTreeClassifier(random_state=42)
model.fit(X, y)

# Predict purchase decisions
predictions = model.predict(X_test)
```

# c. Clustering (K-Means)

Clustering is an unsupervised learning algorithm used to group similar data points into clusters.

#### How it works:

The K-Means algorithm:

- 1. Selects k random points as the centroids (initial cluster centers).
- 2. Assigns each data point to the nearest centroid.
- 3. Recalculates the centroids as the average of the points assigned to each cluster.
- 4. Repeats the assignment and centroid recalculation until convergence (i.e., centroids no longer change).

# Use Case:

Segmenting customers based on their buying behavior into different groups.

```
from sklearn.cluster import KMeans

# Features (X)
X = df[['annual_income', 'spending_score']]

# Apply KMeans clustering
kmeans = KMeans(n_clusters=3) # Grouping into 3 clusters
kmeans.fit(X)
```

### d. Other Common Algorithms

- **Logistic Regression:** For classification tasks (e.g., predicting whether a customer will buy a product or not).
- Random Forest: An ensemble method that uses multiple decision trees to improve prediction accuracy.
- **Support Vector Machines (SVM):** Used for classification tasks, particularly when the data is high-dimensional.
- **Neural Networks:** Powerful models inspired by the human brain, used for tasks like image recognition and natural language processing.

#### 2. Learn Libraries for ML

- > Scikit-Learn: For implementing ML models.
- > TensorFlow/PyTorch (later): For deep learning.

# 3. Topics to Start

- Data Preprocessing: Scaling, encoding, splitting datasets.
- ➤ Building a Simple Model: Train, test, evaluate performance.
- Model Evaluation: Metrics like accuracy, precision, recall, etc.

# **Step 4: Advance to Deep Learning**

# 1. Learn Deep Learning Concepts

- > Neural Networks, activation functions.
- > Optimizers (e.g., Gradient Descent).
- Loss functions (e.g., Mean Squared Error, Cross-Entropy).

# 2. Deep Learning Frameworks

- > Start with **Keras (TensorFlow)** for simplicity.
- > Use **PyTorch** for more flexibility and advanced use cases.

# **Step 5: Projects and Practice**

# 1. Real-World Projects

- > Predictive modeling: Sales predictions, stock price forecasting.
- > Classification: Email spam detector, image classification.
- > Clustering: Customer segmentation, grouping similar products.

# 2. Competitions

> Participate in challenges on Kaggle to improve problem-solving skills.

# -: MACHINE LEARNING :-

# **Relevant Python Topics for ML**

# 1. Object-Oriented Programming (OOP)

Helps organize code better in larger ML projects.

#### 2. Iterators and Generators

Efficient handling of large datasets.

# 3. Working with APIs

For gathering data from online sources.

# 4. Regular Expressions

Useful for text preprocessing in Natural Language Processing (NLP).

# 5. Multithreading and Multiprocessing

Speeding up tasks during data preparation or model training.

# 1. Variables and Data Types

### **Definition**

A variable is a name that refers to a value stored in memory. Python supports various data types, including integers, floats, strings, and booleans.

# Example

```
# Integer
x = 10
print("Integer:", x)

# Float
y = 3.14
print("Float:", y)

# String
name = "Machine Learning"
print("String:", name)

# Boolean
is_active = True
```

print("Boolean:", is\_active)

# 2. Control Flow (if-else)

# **Definition**

Control flow determines the order in which statements are executed based on conditions.

# **Example**

```
# Check if a number is positive, negative, or zero
number = -5

if number > 0:
    print("The number is positive.")

elif number < 0:
    print("The number is negative.")

else:
    print("The number is zero.")
```

# 3. Loops

### **Definition**

Loops are used to repeat a block of code multiple times. Python provides for and while loops.

# **Example**

# For Loop:

```
# Print all elements in a list
numbers = [1, 2, 3, 4, 5]
for num in numbers:
    print(num)
```

# While Loop:

```
# Print numbers from 1 to 5
count = 1
while count <= 5:
    print(count)
    count += 1</pre>
```

#### 4. Functions

### **Definition**

A function is a block of reusable code that performs a specific task. It is defined using the def keyword.

# **Example**

```
# Define a function to add two numbers
def add_numbers(a, b):
    return a + b

# Call the function
result = add_numbers(3, 7)
print("The sum is:", result)
```

# 5. Working with Lists

### **Definition**

A list is an ordered collection of items. It can hold different data types.

# **Example**

```
# Create a list
fruits = ["apple", "banana", "cherry"]

# Access elements
print("First fruit:", fruits[0])

# Add an element
fruits.append("orange")
print("Updated list:", fruits)
```

```
# Remove an element
fruits.remove("banana")
print("List after removal:", fruits)
```

# 6. File Handling

# **Definition**

File handling is used to read from or write to files.

# **Example**

```
# Write to a file
with open("example.txt", "w") as file:
    file.write("Hello, Python!")

# Read from a file
with open("example.txt", "r") as file:
    content = file.read()
    print("File content:", content)
```

# 7. Importing Libraries

### **Definition**

Libraries extend Python's functionality. For example, math for mathematical operations or numpy for numerical computations.

# **Example**

```
import math

# Calculate square root
result = math.sqrt(16)
print("Square root:", result)
```

# 8. NumPy (Numerical Python)

#### **Definition**

NumPy is a library used for numerical computations. It introduces the ndarray object, which is more efficient than Python lists for handling large datasets.

# **Key Features**

- > Arrays and array operations.
- Mathematical functions (e.g., mean, median, standard deviation).
- > Random number generation.

# **Example 1: Creating Arrays**

```
import numpy as np

# Create a 1D array
arr = np.array([1, 2, 3, 4, 5])
print("1D Array:", arr)

# Create a 2D array
matrix = np.array([[1, 2], [3, 4], [5, 6]])
print("2D Array:\n", matrix)
```

# **Example 2: Array Operations**

```
# Perform element-wise operations
arr = np.array([1, 2, 3])
print("Array + 2:", arr + 2)
print("Array * 3:", arr * 3)

# Calculate statistics
print("Mean:", np.mean(arr))
print("Sum:", np.sum(arr))
```

# 9. Pandas (Python Data Analysis Library)

#### **Definition**

Pandas is used for data manipulation and analysis. It provides two primary structures:

- > Series: One-dimensional labeled arrays.
- **DataFrame**: Two-dimensional labeled tables.

# **Example 1: Series**

```
# Create a Series
data = pd.Series([10, 20, 30, 40], index=['A', 'B', 'C', 'D'])
print("Series:\n", data)
# Access elements
print("Value at index 'B':", data['B'])
```

# **Example 2: DataFrames**

```
# Create a DataFrame
data = {
    "Name": ["Alice", "Bob", "Charlie"],
    "Age": [25, 30, 35],
    "Salary": [50000, 60000, 70000]
}
df = pd.DataFrame(data)

# Display the DataFrame
print("DataFrame:\n", df)

# Access columns
print("Names:\n", df["Name"])

# Filter rows
print("People with Age > 28:\n", df[df["Age"] > 28])
```

#### 10. Data Visualization

Visualization is key to understanding data patterns. Let's use Matplotlib and Seaborn.

### **Definition**

> Matplotlib: A basic plotting library.

**Seaborn**: Built on Matplotlib, provides prettier plots with less code.

# **Example: Matplotlib**

```
import matplotlib.pyplot as plt

# Create a simple plot

x = [1, 2, 3, 4, 5]

y = [10, 20, 25, 30, 35]

plt.plot(x, y, label="Line")
plt.title("Simple Plot")
plt.xlabel("X-axis")
plt.ylabel("Y-axis")
plt.legend()
plt.show()
```

# **Example: Seaborn**

```
import seaborn as sns

# Create a histogram
data = [1, 2, 2, 3, 3, 4, 4, 4, 4]
sns.histplot(data, bins=5, kde=True)
plt.title("Histogram")
plt.show()
```

# 11. Real-World Data Analysis Example

Let's analyze a dataset using Pandas and visualize it.

# **Dataset: Titanic (Survival Information)**

```
# Load the dataset
df = pd.read_csv("https://raw.githubusercontent.com/datasciencedojo/datasets/master/titanic.csv")
# View the first few rows
print("First 5 rows:\n", df.head())
# Analyze missing values
print("Missing Values:\n", df.isnull().sum())
# Fill missing values in 'Age' with the median
df['Age'].fillna(df['Age'].median(), inplace=True)
# Analyze survival based on gender
survival_rate = df.groupby('Sex')['Survived'].mean()
print("Survival Rate by Gender:\n", survival_rate)
# Visualize survival rates
survival_rate.plot(kind='bar', color=['blue', 'pink'])
plt.title("Survival Rate by Gender")
plt.ylabel("Survival Rate")
plt.show()
```

# 12. Data Preprocessing

### **Definition**

Data preprocessing involves preparing raw data into a format suitable for analysis. It includes:

- > Handling Missing Data
- Encoding Categorical Data
- > Feature Scaling
- > Splitting Data into Training and Testing Sets

# **Step A: Handling Missing Data**

When data contains missing values, they can cause errors in calculations and reduce model performance.

# **Example: Filling Missing Values**

# **Step B: Encoding Categorical Data**

Machine learning models work with numerical data, so we need to convert categorical (text) data into numerical form.

# **Example: Encoding**

print("\nDataFrame after encoding:\n", df)

# **Step C: Feature Scaling**

Feature scaling ensures that all features contribute equally to the model. Methods include **Normalization** (scaling values between 0 and 1) and **Standardization** (scaling values with a mean of 0 and standard deviation of 1).

# **Example: Scaling**

# **Step D: Splitting Data into Training and Testing Sets**

Splitting the dataset ensures that the model is trained on one part of the data and tested on unseen data.

# **Example: Splitting**

```
'Target': [0, 1, 0, 1, 0]}

df = pd.DataFrame(data)

# Split data into features (X) and target (y)

X = df[['Feature1', 'Feature2']]

y = df['Target']

# Split into training and testing sets (80% train, 20% test)

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

print("Training Features:\n", X_train)

print("\nTesting Features:\n", X_test)

print("\nTraining Target:\n", y_train)

print("\nTesting Target:\n", y_test)
```

# 13. Building Your First Machine Learning Model

# **Model: Linear Regression**

Linear regression is used for predicting continuous values (e.g., house prices).

### Steps:

- Prepare data.
- > Train the model using a training dataset.
- > Test the model and evaluate its performance.

### **Example: Predicting House Prices**

```
from sklearn.linear_model import LinearRegression
import numpy as np

# Dataset: Square footage vs. Price

X = np.array([[500], [1000], [1500], [2000], [2500]]) # Features

y = np.array([150000, 300000, 450000, 600000, 750000]) # Target

# Split data into training and testing sets

X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

# Create and train the model

model = LinearRegression()

model.fit(X_train, y_train)
```

```
# Predict on the test set

predictions = model.predict(X_test)

print("Predicted Prices:", predictions)

print("Actual Prices:", y_test)
```

### 14. Evaluating Model Performance

#### **Definition**

Model evaluation helps measure how well a machine learning model performs on unseen data. Common metrics vary based on the type of problem:

- **Regression Problems** (predicting continuous values):
  - Mean Absolute Error (MAE)
  - Mean Squared Error (MSE)
  - Root Mean Squared Error (RMSE)
- Classification Problems (predicting categories):
  - Accuracy
  - Precision
  - > Recall
  - > F1-Score

# **Example: Evaluating a Linear Regression Model**

Let's calculate **MSE** and **RMSE** for a regression model.

```
from sklearn.metrics import mean_squared_error
import numpy as np

# Actual prices and predicted prices
y_test = np.array([300000, 450000, 600000]) # Actual
predictions = np.array([310000, 460000, 590000]) # Predicted

# Calculate Mean Squared Error (MSE)
```

```
mse = mean_squared_error(y_test, predictions)
print("Mean Squared Error:", mse)

# Calculate Root Mean Squared Error (RMSE)
rmse = np.sqrt(mse)
print("Root Mean Squared Error:", rmse)
```

### **Example: Evaluating a Classification Model**

For classification, we use accuracy, precision, recall, and F1-score.

```
from sklearn.metrics import accuracy_score, precision_score, recall_score, f1_score

# Actual and predicted labels
y_test = [0, 1, 0, 1, 1] # Actual
predictions = [0, 1, 0, 0, 1] # Predicted

# Calculate metrics
accuracy = accuracy_score(y_test, predictions)
precision = precision_score(y_test, predictions)
recall = recall_score(y_test, predictions)
f1 = f1_score(y_test, predictions)

print("Accuracy:", accuracy)
print("Precision:", precision)
print("Recall:", recall)
print("F1-Score:", f1)
```

### 15. Decision Trees

### **Definition**

A Decision Tree is a tree-structured model that splits data into branches based on decision rules. It's intuitive and works for both regression and classification tasks.

# **Steps to Build a Decision Tree Classifier**

- 3. Import the necessary libraries.
- 4. Preprocess the data (if needed).
- 5. Train the model.

- 6. Make predictions.
- 7. Evaluate the model.

# **Example: Predicting if a Passenger Survived on Titanic**

```
from sklearn.tree import DecisionTreeClassifier
from sklearn.model_selection import train_test_split
from sklearn.metrics import accuracy_score
import pandas as pd
# Load Titanic dataset
url = "https://raw.githubusercontent.com/datasciencedojo/datasets/master/titanic.csv"
df = pd.read_csv(url)
# Select relevant features
df = df[['Pclass', 'Age', 'Sex', 'Survived']]
# Handle missing values
df['Age'].fillna(df['Age'].median(), inplace=True)
# Encode 'Sex' column
df['Sex'] = df['Sex'].map({'male': 0, 'female': 1})
# Split data into features (X) and target (y)
X = df[['Pclass', 'Age', 'Sex']]
y = df['Survived']
# Split into training and testing sets
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)
# Create and train the Decision Tree model
model = DecisionTreeClassifier()
model.fit(X_train, y_train)
# Predict on the test set
predictions = model.predict(X_test)
# Evaluate the model
accuracy = accuracy_score(y_test, predictions)
print("Model Accuracy:", accuracy)
```

### **Visualizing the Decision Tree**

You can visualize the decision tree to better understand how it makes decisions.

```
from sklearn.tree import plot_tree
import matplotlib.pyplot as plt

# Plot the decision tree
plt.figure(figsize=(10, 8))
plot_tree(model, feature_names=['Pclass', 'Age', 'Sex'], class_names=['Died', 'Survived'], filled=True)
plt.show()
```

# 16. K-Nearest Neighbors (KNN)

### **Definition**

K-Nearest Neighbors is a simple algorithm used for classification and regression. It predicts the class (or value) of a data point based on the majority class (or average value) of its nearest neighbors.

# **Steps for KNN**

- > Choose the number of neighbors (K).
- Calculate the distance of the test point from all training points (e.g., using Euclidean distance).
- Find the K closest neighbors.
- > For classification: Predict the majority class. For regression: Predict the average of the values.

# **Example: Classifying Iris Flower Types**

We'll use the famous **Iris dataset**, which classifies flowers into three species based on features like petal length and width.

```
from sklearn.datasets import load_iris
from sklearn.model_selection import train_test_split
from sklearn.neighbors import KNeighborsClassifier
from sklearn.metrics import accuracy_score

# Load the Iris dataset
iris = load_iris()

X = iris.data # Features: petal/sepal lengths and widths
y = iris.target # Target: flower species (0, 1, 2)
```

```
# Split the dataset
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

# Create and train the KNN model
knn = KNeighborsClassifier(n_neighbors=3) # Use 3 neighbors
knn.fit(X_train, y_train)

# Predict on the test set
predictions = knn.predict(X_test)

# Evaluate the model
accuracy = accuracy_score(y_test, predictions)
print("Model Accuracy:", accuracy)
```

#### 17. Confusion Matrix

#### Definition

A **confusion matrix** is used to evaluate the performance of a classification model by showing the true positives, true negatives, false positives, and false negatives.

### **Example: Confusion Matrix with KNN**

```
# Generate the confusion matrix

cm = confusion_matrix(y_test, predictions)

print("Confusion Matrix:\n", cm)

# Visualize the confusion matrix

disp = ConfusionMatrixDisplay(confusion_matrix=cm, display_labels=iris.target_names)

disp.plot(cmap='Blues')

plt.show()
```

#### 18. Random Forest

#### **Definition**

Random Forest is an ensemble learning algorithm that builds multiple decision trees and combines their outputs (via averaging for regression or majority voting for classification) for more accurate and robust predictions.

### **Steps for Random Forest**

- Select random subsets of the training data.
- > Build a decision tree for each subset.
- > Aggregate the predictions of all trees.

# **Example: Random Forest for Titanic Survival**

```
from sklearn.ensemble import RandomForestClassifier
# Load Titanic dataset
url = "https://raw.githubusercontent.com/datasciencedojo/datasets/master/titanic.csv"
df = pd.read_csv(url)
# Preprocess the data
df = df[['Pclass', 'Age', 'Sex', 'Survived']]
df['Age'].fillna(df['Age'].median(), inplace=True)
df['Sex'] = df['Sex'].map({'male': 0, 'female': 1})
X = df[['Pclass', 'Age', 'Sex']] # Features
y = df['Survived'] # Target
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)
# Train Random Forest model
rf_model = RandomForestClassifier(n_estimators=100, random_state=42) # 100 trees
rf_model.fit(X_train, y_train)
# Predict and evaluate
predictions = rf model.predict(X test)
accuracy = accuracy_score(y_test, predictions)
print("Random Forest Model Accuracy:", accuracy)
```

# 19. Hyperparameter Tuning

Random Forest and other models perform better when hyperparameters (e.g., the number of trees or max tree depth) are tuned.

# **Example: Using GridSearchCV for Random Forest**

```
from sklearn.model_selection import GridSearchCV
# Define hyperparameter grid
param_grid = {
  'n_estimators': [50, 100, 200],
  'max_depth': [None, 10, 20],
  'min_samples_split': [2, 5],
# Perform grid search
grid_search = GridSearchCV(RandomForestClassifier(random_state=42), param_grid, cv=5)
grid_search.fit(X_train, y_train)
# Best parameters
print("Best Hyperparameters:", grid_search.best_params_)
# Evaluate the best model
best_model = grid_search.best_estimator_
predictions = best_model.predict(X_test)
accuracy = accuracy_score(y_test, predictions)
print("Optimized Model Accuracy:", accuracy)
```

# -: SQL :-

# 1. Understanding Your Data

To predict profitability, you need to analyze your sales and purchase data effectively. Here's what each key data column might represent:

# **Key Columns (Typical Example):**

- Product\_ID: Unique identifier for each product.
- **Purchase\_Price:** Cost price of the product.
- Sale\_Price: Selling price of the product.
- Quantity\_Purchased: Total purchased quantity.
- Quantity\_Sold: Total sold quantity.
- **Date:** Date of purchase or sale.
- **Stock\_Left:** Remaining stock quantity.

# By analyzing this data, you can calculate:

- Profit: Profit=Sale Price-Purchase PriceProfit=Sale Price-Purchase Price
- Profit Margin: Profit Margin=ProfitPurchase Price×100Profit Margin=Purchase PriceProfit×100
- Turnover Rate: Turnover Rate=Quantity SoldTotal StockTurnover Rate=Total StockQuantity Sold

### **Deep Analysis Goals:**

- Identify **high-profit products** based on margin and turnover rate.
- Detect seasonality trends (e.g., products sold more during holidays).
- Predict future sales trends based on historical patterns.

### 2. Loading the Data from SQL

First, let's load your SQL data into a manageable format like **Pandas DataFrame**.

# **SQL Data Loading**

If the SQL file contains table dumps, load it into an SQLite database or directly query a connected database.

# **Example: Loading Data from SQL File**

```
import sqlite3
import pandas as pd
# Step 1: Create SQLite database connection
conn = sqlite3.connect('sales_data.db')
# Step 2: Read SQL script into the database
with open('your_file.sql', 'r') as file:
  sql_script = file.read()
conn.executescript(sql_script)
# Step 3: Query data into a DataFrame
query = """
  SELECT Product_ID, Purchase_Price, Sale_Price, Quantity_Purchased,
      Quantity Sold, Date, Stock Left
  FROM sales_table;
df = pd.read_sql_query(query, conn)
# Step 4: Explore the data
print(df.head())
```

# 3. Data Cleaning

Real-world data is messy. Cleaning ensures high-quality analysis.

# **Key Cleaning Steps:**

### Handle Missing Values:

Replace missing values in critical columns like Purchase\_Price or Quantity\_Sold with medians or mode.

# **Remove Duplicates:**

Drop duplicate rows to avoid bias.

# Convert Data Types:

Ensure numeric columns like Purchase\_Price and Quantity\_Sold are floats/integers.

### Parse Dates:

Convert Date to a proper datetime format for time-based analysis.

# **Example: Cleaning Missing Values**

```
# Fill missing values in numerical columns
df['Purchase_Price'].fillna(df['Purchase_Price'].median(), inplace=True)
df['Quantity_Sold'].fillna(0, inplace=True)

# Convert Date to datetime
df['Date'] = pd.to_datetime(df['Date'])

# Drop duplicate rows
df.drop_duplicates(inplace=True)

print(df.info())
```

### 4. Exploratory Data Analysis (EDA)

Now that your data is clean, let's analyze it.

# **Profit and Profit Margin**

Profit and profit margin are critical metrics for deciding product profitability.

```
# Calculate Profit and Profit Margin
df['Profit'] = (df['Sale_Price'] - df['Purchase_Price']) * df['Quantity_Sold']
df['Profit_Margin'] = (df['Profit'] / (df['Purchase_Price'] * df['Quantity_Sold'])) * 100

# Group by Product and Calculate Total Profit
profit_by_product = df.groupby('Product_ID')['Profit'].sum().reset_index()
top_profitable = profit_by_product.sort_values(by='Profit', ascending=False)
print(top_profitable.head())
```

#### **Turnover Rate**

Turnover rate helps identify fast-moving products.

```
df['Turnover_Rate'] = df['Quantity_Sold'] / (df['Quantity_Sold'] + df['Stock_Left'])

# Average turnover rate by product
turnover_by_product = df.groupby('Product_ID')['Turnover_Rate'].mean().reset_index()
print(turnover_by_product.sort_values(by='Turnover_Rate', ascending=False).head())
```

### **Seasonality Analysis**

Seasonality identifies trends, like higher sales during specific months.

```
# Extract month and year for seasonality

df['Month'] = df['Date'].dt.month

df['Year'] = df['Date'].dt.year

# Group sales by Month

seasonal_sales = df.groupby('Month')['Quantity_Sold'].sum().reset_index()

import matplotlib.pyplot as plt

plt.plot(seasonal_sales['Month'], seasonal_sales['Quantity_Sold'])

plt.title('Seasonality of Sales')

plt.xlabel('Month')

plt.ylabel('Total Quantity Sold')

plt.show()
```

# 5. Predictive Modeling

Predict future trends and profitability using machine learning models.

# **Feature Engineering**

Create features for prediction:

- ➤ Turnover\_Rate: Quantity SoldTotal StockTotal StockQuantity Sold
- > Average Sales: Average monthly sales.
- > Profit Margin

> Seasonality Index: Using Month and Year.

# Train a Machine Learning Model

We'll use Random Forest Regression to predict profit.

```
from sklearn.model_selection import train_test_split
from sklearn.ensemble import RandomForestRegressor
from sklearn.metrics import mean_absolute_error

# Features and Target
X = df[['Turnover_Rate', 'Profit_Margin', 'Quantity_Sold']]
y = df['Profit']

# Train-test split
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.2, random_state=42)

# Train Random Forest
model = RandomForestRegressor(random_state=42)
model.fit(X_train, y_train)

# Predict and Evaluate
predictions = model.predict(X_test)
mae = mean_absolute_error(y_test, predictions)
print("Mean Absolute Error:", mae)
```

# 6. Generate Report

Finally, summarize findings and suggest which products to stock.

### **Example: Recommend Products**

```
# Predict profits for all products
df['Predicted_Profit'] = model.predict(X)

# Recommend products with high predicted profit
recommendations = df[df['Predicted_Profit'] > 1000] # Customize threshold
print(recommendations[['Product_ID', 'Predicted_Profit']].drop_duplicates())
```