

A collection of Google-branded merchandise is displayed on a light gray surface against a yellow and white background. The items include: three spiral-bound notebooks in blue, red, and teal, each with the Google logo; a blue notebook with a red pen and a yellow pencil; a red pen, a green pen, a blue pen, and a yellow pencil; a red lanyard with the Google logo; a stack of colorful sticky notes; a stack of colorful notepaper with the Google logo; and a blue notepad with a white pen. The word "MERCHANDISE" is partially visible in large, bold, black letters on the left side of the image.

ABOUT GOOGLE ANALYTICS

Google Analytics is a web analytics service offered by Google that tracks and reports traffic, currently as a platform inside the Google Marketing Platform brand. Google launched the service in November 2005 after acquiring Urchin.



**How Google Does Advanced Ecommerce Reporting
for the Google Merchandise Store**

EVOLUTION OF GOOGLE ANALYTICS TRACKING

2005

Google uses acquisition of
Urchin Software to power
Google Analytics

1

2007

Custom event
tracking

2

2009

Faster and more
accurate

3

2014

UID
Enhanced eComm

4

And still
counting!

01

PROBLEM STATEMENT

What are we trying to predict

02

EXPLORATORY DATA ANALYSIS

What are the sources of traffic

03

MODELLING

04

SCORING

F1, Accuracy and AUC

05

CONCLUSION





Problem Statement

The 80/20 rule has proven true for many businesses—only a small percentage of customers produce most of the revenue. As such, marketing teams are challenged to make appropriate investments in promotional strategies. For this project, we are challenged to analyze a Google Merchandise Store (also known as GStore, where Google swag is sold) customer dataset and identify the best model to predict the probability of a session being revenue-generating.

The f1-score, accuracy and auc score from different machine-learning models will be compared and used to evaluate the best model for prediction.

DataSet

Data Shape

903,653 rows, 12 columns



Data Type Issue

includes JSON columns
which required
flattening

Final Data Shape

903,653 rows, 55
columns



GASPI!!

That is a huge dataset!

Revenue Generating Customers

Customers

Non-revenue customers:

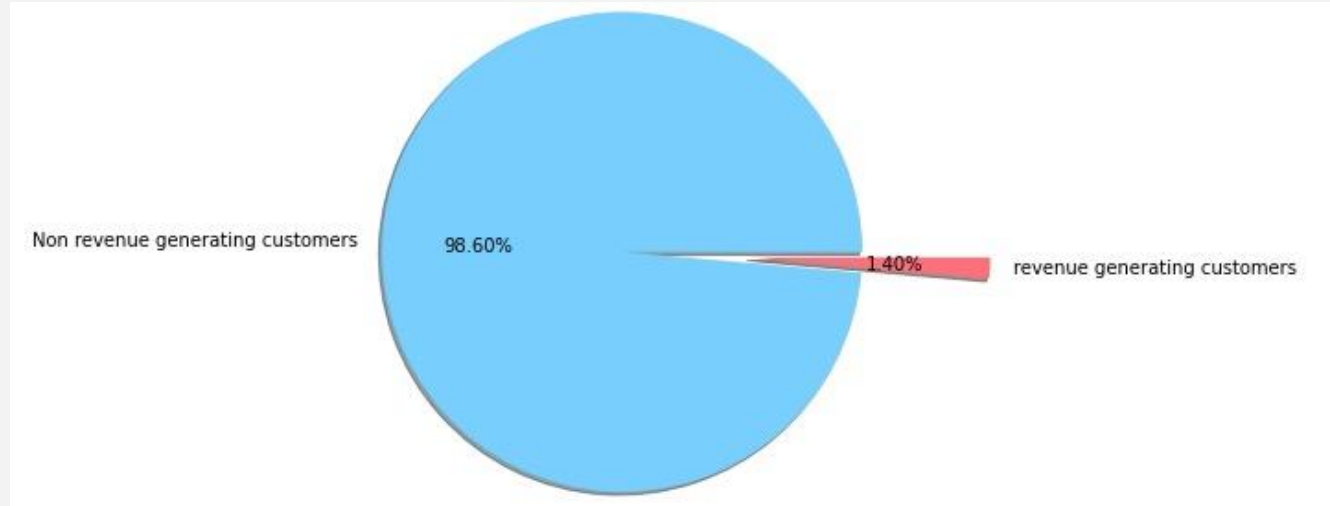
704,171

Revenue-generating
customers:

9996

Percentage

1.3997%



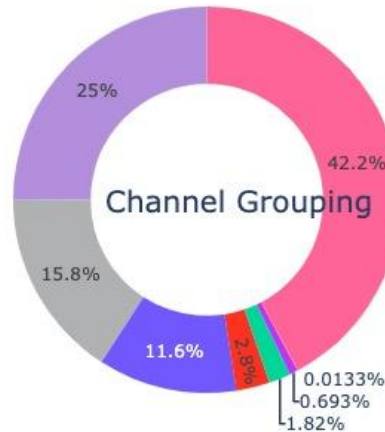
Channel Grouping

3) Direct

Refers to traffic by typing the URL into the browser or through bookmarks

1) Organic Search

Based on unpaid ranking. Accounts for the highest visits to the website



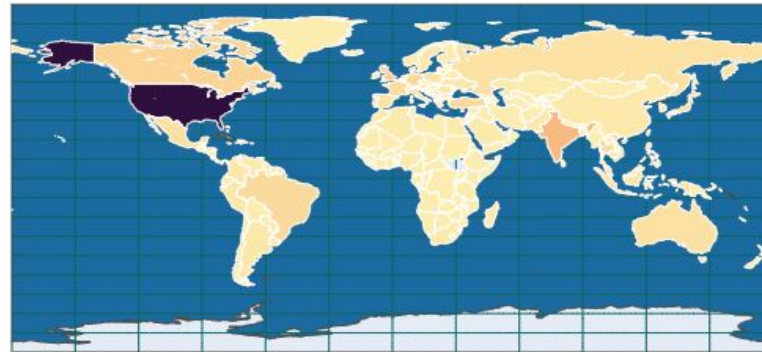
2) Social

Refers to traffic from social networks and social media platforms

- Organic Search
- Social
- Direct
- Referral
- Paid Search
- Affiliates
- Display
- (Other)

Customer Visits Distribution

World Wide Customer Visit Distribution



Customer Visits

350k
300k
250k
200k
150k
100k
50k
0

3) United Kingdom

1) United States

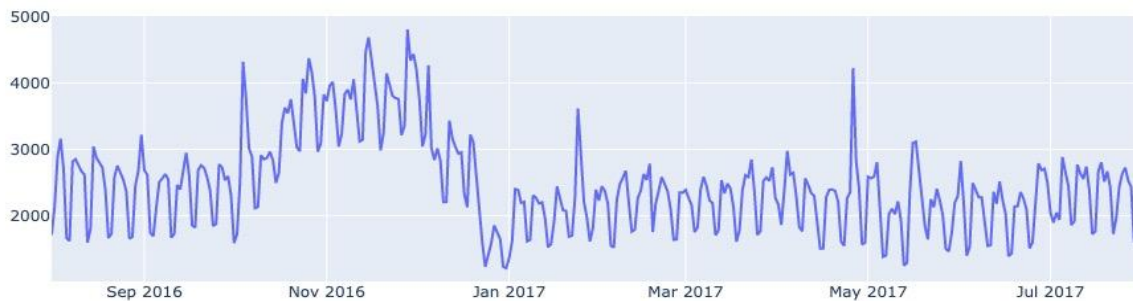
2) India

Customer Visits Distribution

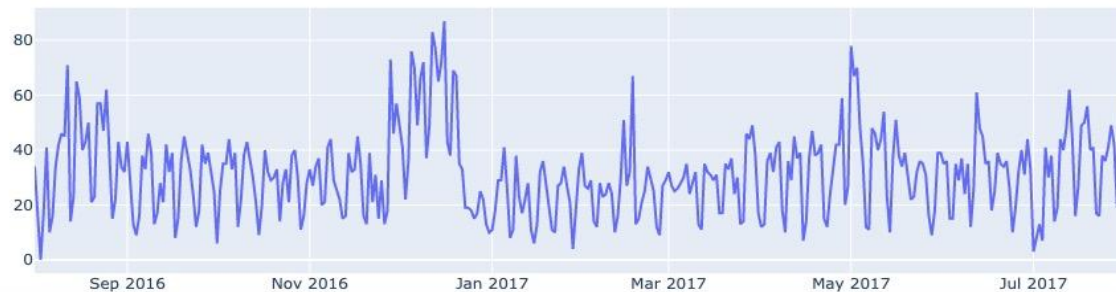


Visits and Revenue by Date

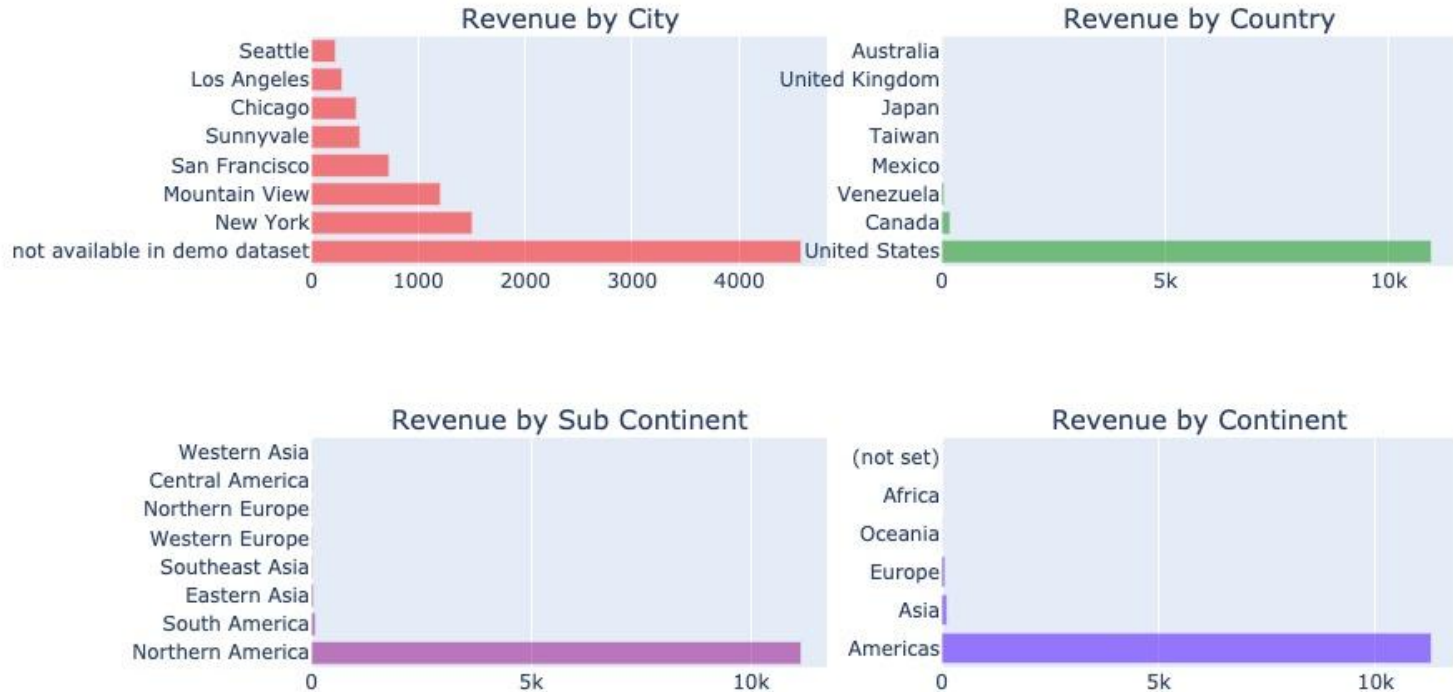
Visits by Date



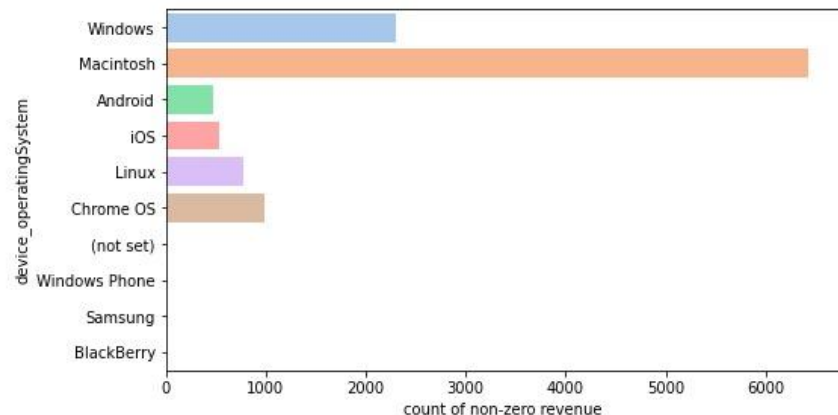
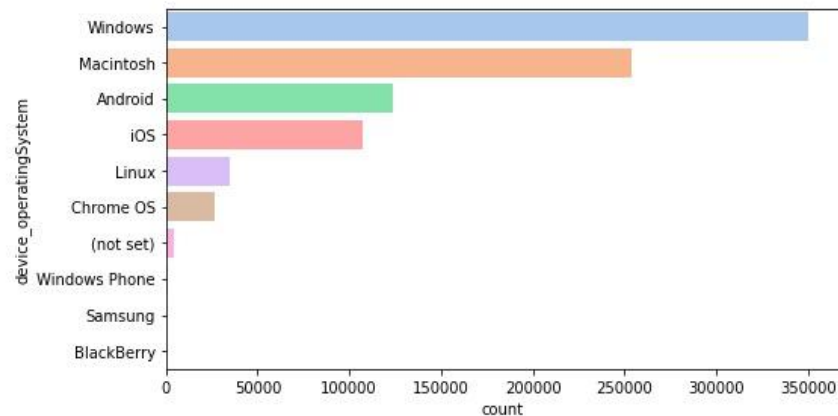
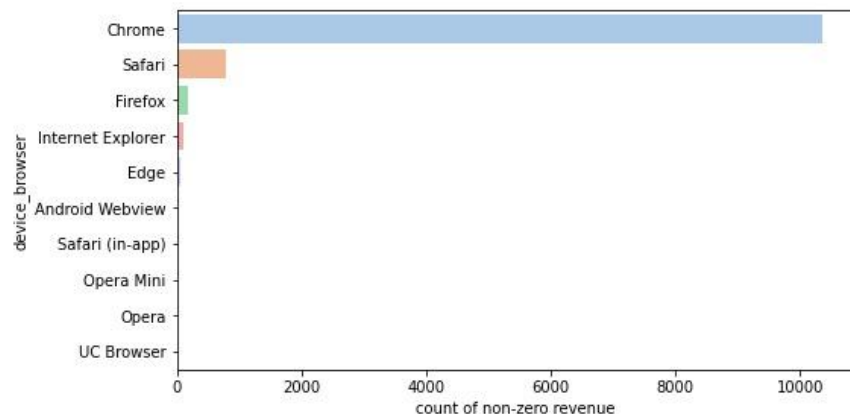
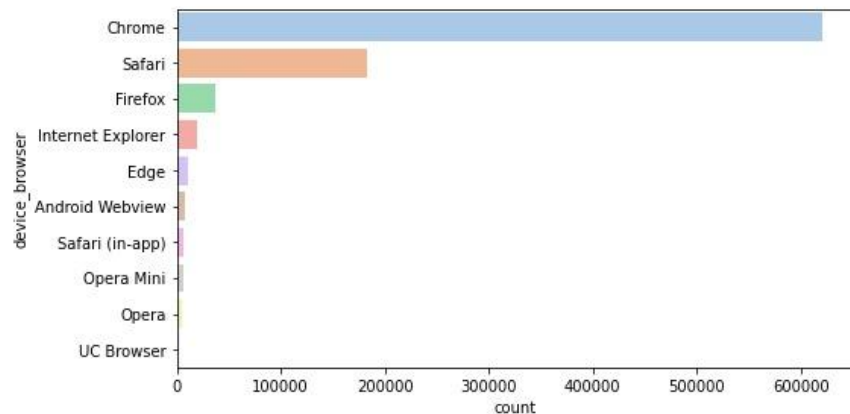
Revenue Counts by Date



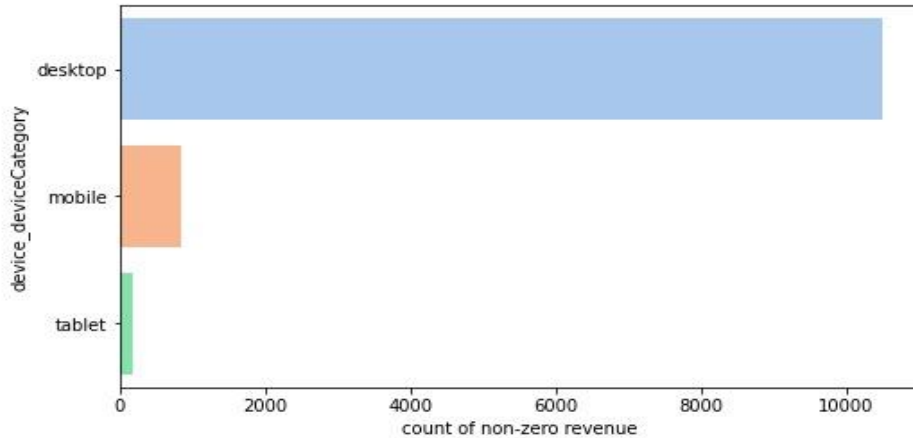
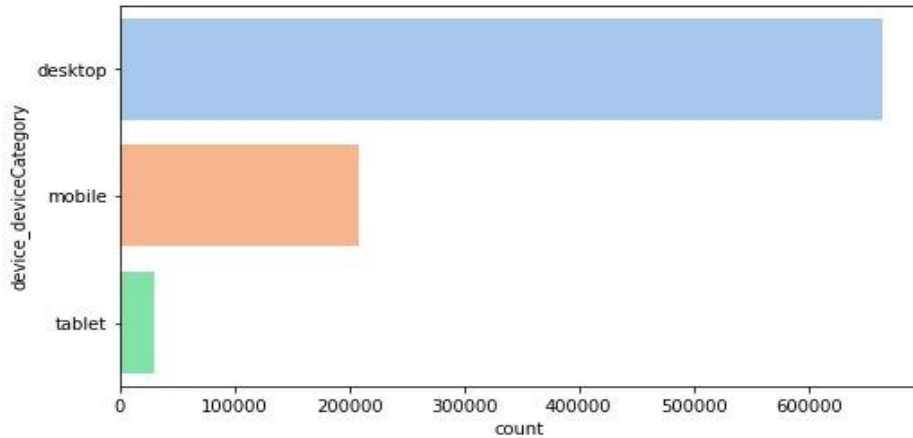
Revenue Sources



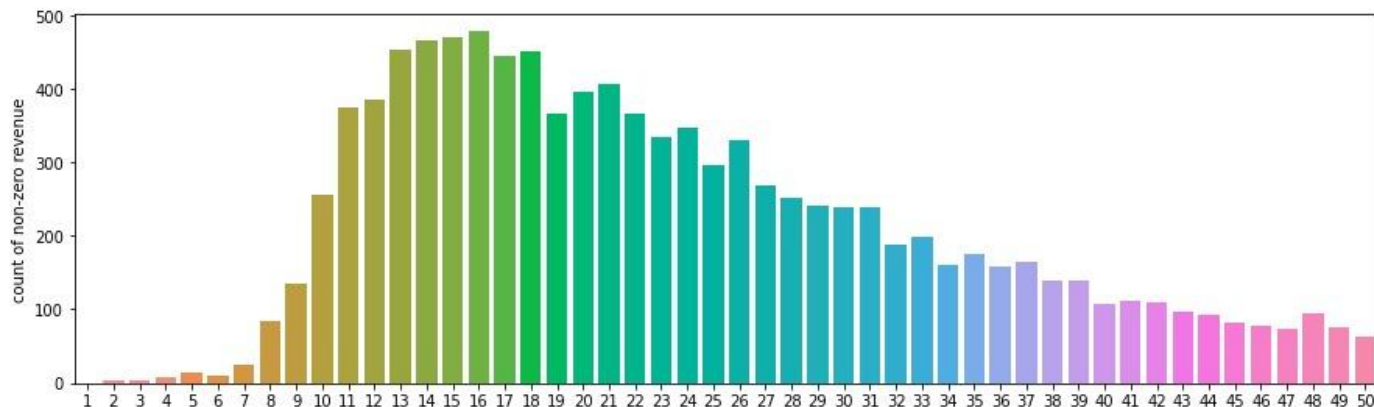
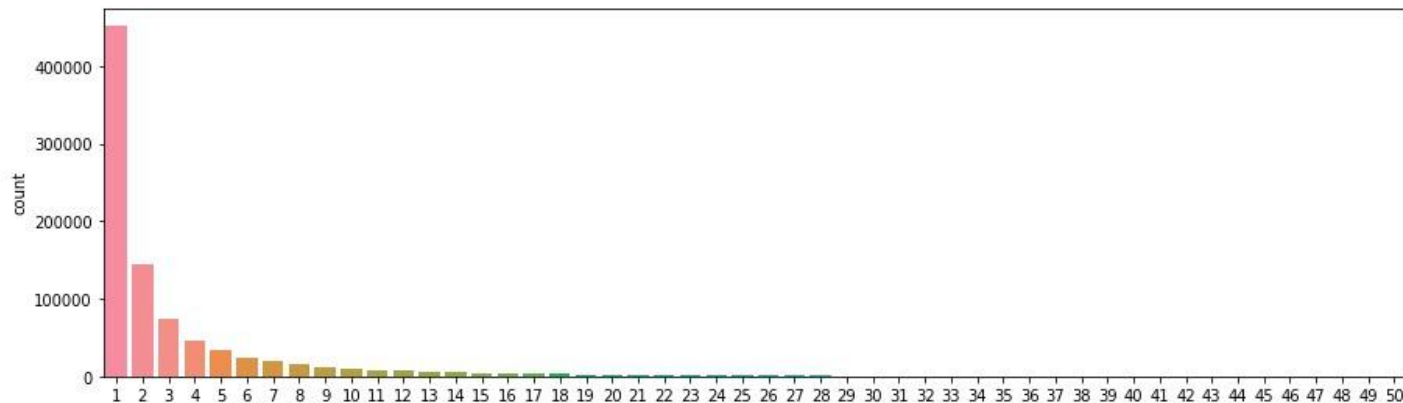
Browser and Operating System



Device Categories...



Totals Page Views



Data Cleaning and PreProcessing



**Columns with 1 value
and too many missing
values are dropped**



Identify Outliers



**One Hot Encoding on
categorical features**

Modelling



Logistic Regression

Target Variable is
Binary



Extra Trees

Ensemble learning
technique and
predictions are
made by using
majority voting



Gradient Boosting

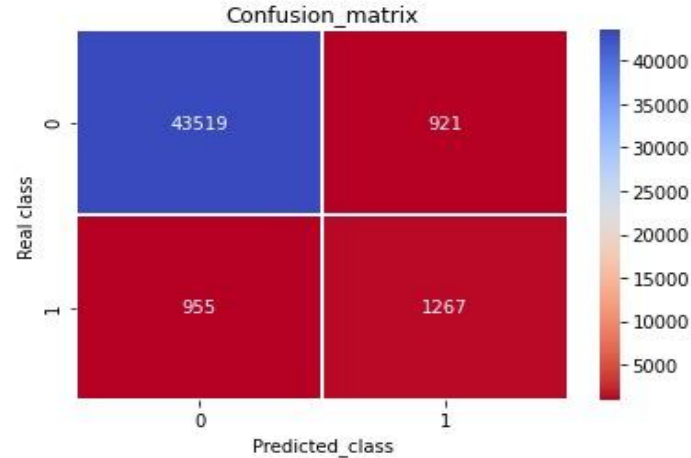
Trains many models
in a gradual,
additive and
sequential method

Model Scores

	F1 Scores	Test Accuracy	Auc score
LogReg	0.623775	0.969547	0.760835
LogReg Filtered	0.566162	0.966204	0.727228
LogReg GridSearch	0.567107	0.966268	0.727689
ExtraTrees	0.444305	0.962046	0.656424
Extra Trees Filtered	0.558448	0.962925	0.739401
ExtraTrees GridSearch	0.000000	0.952381	0.500000
Gradient Boosting GridSearch	0.634515	0.966868	0.794487

Best Model -Gradient Boosting

Confusion Matrix

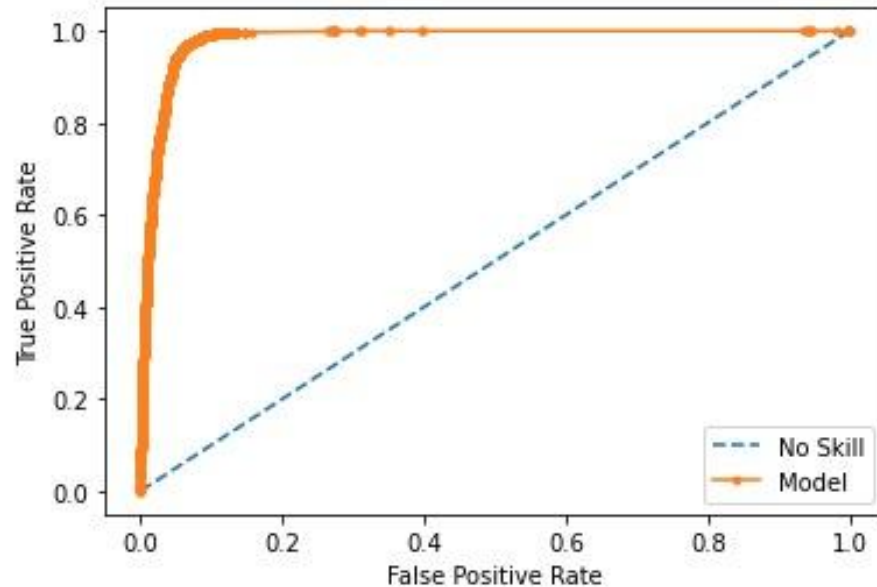


-----Classification Report-----					
	precision	recall	f1-score	support	
0	0.98	0.98	0.98	44440	
1	0.58	0.57	0.57	2222	
accuracy			0.96	46662	
macro avg	0.78	0.77	0.78	46662	
weighted avg	0.96	0.96	0.96	46662	

Best Model Performance - ROC-AUC Curve

No Skill: ROC AUC=0.500

Model: ROC AUC=0.982



Conclusion

Logistic Regression, Extra Trees and Gradient Boosting models are used to model the data. There is a heavy class-imbalance in the data, at 100:1 ratio of non-revenue generating against revenue generating sessions. Random UnderSampler was used to adjust for the imbalance.

Gradient Boosting has shown to be the best performing model at an overall accuracy of 96.7%, with f1 score and auc scores of 63% and 79% respectively. ROC-AUC score achieved 98% using this method.

The test recall score works out to be 60% which is expectedly lower due to the highly imbalanced data and by using random undersampling, all of the training data points from the minority class (revenue generating) are used but instances are randomly removed from the majority training set till the desired balance is achieved which in this case the ratio applied was 1:20. One disadvantage of this approach is that some useful information might be lost from the majority class due to the undersampling.

Future Considerations

One future consideration is to use undersampling methods in conjunction with an oversampling technique for the minority class, which may result in better performance than using oversampling or undersampling alone on the training dataset

For the next iteration, the classifier model should be applied on unseen data to validate the scoring.



THANKS

Does anyone have any questions?

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