

## **Business Problem:**

A FMCG company has entered into the instant noodles business two years back. Their higher management has notices that there is a miss match in the demand and supply. Where the demand is high, supply is pretty low and where the demand is low, supply is pretty high. In both the ways it is an inventory cost loss to the company; hence, the higher management wants to optimize the supply quantity in each and every warehouse in entire country.

**Goal & Objective**: The objective of this exercise is to build a model, using historical data that will determine an optimum weight of the product to be shipped each time to the warehouse.

Also try to analysis the demand pattern in different pockets of the country so management can drive the advertisement campaign particular in those pockets.

This is the first phase of the agreement; hence, company has shared very limited information. Once you are able to showcase a tangible impact with this much of information then company will open the 360 degree data lake for your consulting company to build a more robust model.

File: Data.csv

Target variable: product\_wg\_ton

**Data dictionary:** 

Variable	<b>Business Definition</b>
Ware_house_ID	Product warehouse ID
WH_Manager_ID	Employee ID of warehouse manager
Location_type	Location of warehouse like in city or village
WH_capacity_size	Storage capacity size of the warehouse
zone	Zone of the warehouse
WH_regional_zone	Regional zone of the warehouse under each zone
num_refill_req_l3m	Number of times refilling has been done in last 3 months
transport_issue_l1y	Any transport issue like accident or goods stolen reported in last one year
Competitor_in_mkt	Number of instant noodles competitor in the market
retail_shop_num	Number of retails shop who sell the product under the warehouse area
wh_owner_type	Company is owning the warehouse or they have get the warehouse on rent
distributor_num	Number of distributer works in between warehouse and retail shops
flood_impacted	Warehouse is in the Flood impacted area indicator
flood_proof	Warehouse is flood proof indicators. Like storage is at some height not directly on the ground
electric_supply	Warehouse have electric back up like generator, so they can run the warehouse in load shedding
dist_from_hub	Distance between warehouse to the production hub in Kms
workers_num	Number of workers working in the warehouse
wh_est_year	Warehouse established year
storage_issue_reported_13m	Warehouse reported storage issue to corporate office in last 3 months. Like rat, fungus because of moisture etc.
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temp_reg_mach	Warehouse have temperature regulating machine indicator



	What kind of standard certificate has been issued to the warehouse
approved_wh_govt_certificate	from government regulatory body
	Number of time warehouse face a breakdown in last 3 months. Like
wh_breakdown_13m	strike from worker, flood, or electrical failure
	Number of time government Officers have been visited the warehouse
govt_check_13m	to check the quality and expire of stored food in last 3 months
product_wg_ton	Product has been shipped in last 3 months. Weight is in tons