# Business Case: Target SQL Scaler DS ML

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24th July

GitHub Repository for the case study

#### **Context:**

Target is a globally renowned brand and a prominent retailer in the United States. Target makes itself a preferred shopping destination by offering outstanding value, inspiration, innovation and an exceptional guest experience that no other retailer can deliver.

This particular business case focuses on the operations of Target in Brazil and provides insightful information about 100,000 orders placed between 2016 and 2018. The dataset offers a comprehensive view of various dimensions including the order status, price, payment and freight performance, customer location, product attributes, and customer reviews.

By analyzing this extensive dataset, it becomes possible to gain valuable insights into Target's operations in Brazil. The information can shed light on various aspects of the business, such as order processing, pricing strategies, payment and shipping efficiency, customer demographics, product characteristics, and customer satisfaction levels.

#### Dataset:

The data is available in 8 csv files at Google Drive

- 1. customers.csv
- 2. sellers.csv
- 3. order items.csv
- 4. geolocation.csv
- 5. payments.csv
- 6. reviews.csv
- 7. orders.csv
- 8. products.csv

The column description for these csv files is given below.

The  ${f customers.csv}$  contain following features:

Features	Description
customer_id customer_unique_id	ID of the consumer who made the purchase Unique ID of the consumer
customer_zip_code_prefix	Zip Code of consumer's location
customer_city	Name of the City from where order is made
$customer\_state$	State Code from where order is made (Eg. são paulo - SP)

# The ${\bf sellers.csv}$ contains following features:

Features	Description
seller_id	Unique ID of the seller registered
seller_zip_code_prefix	Zip Code of the seller's location
seller_city	Name of the City of the seller
seller_state	State Code (Eg. são paulo - SP)

#### The ${\bf order\_items.csv}$ contain following features:

Features	Description
order_id order_item_id product_id seller_id shipping_limit_date	A Unique ID of order made by the consumers A Unique ID given to each item ordered in the order A Unique ID given to each product available on the site Unique ID of the seller registered in Target The date before which the ordered product must be shipped
price freight_value	Actual price of the products ordered Price rate at which a product is delivered from one point to another

#### The ${\bf geolocations.csv}$ contain following features:

Features	Description
geolocation_zip_code_prefix	First 5 digits of Zip Code
geolocation_lat	Latitude
geolocation_lng	Longitude
geolocation_city	City
geolocation state	State

#### The ${\bf payments.csv}$ contain following features:

Features	Description
order_id payment_sequential payment_type payment_installments payment_value	A Unique ID of order made by the consumers Sequences of the payments made in case of EMI Mode of payment used (Eg. Credit Card) Number of installments in case of EMI purchase Total amount paid for the purchase order

# The ${\bf orders.csv}$ contain following features:

Features	Description
order_id customer_id order_status order_purchase_timestamp order_delivered_carrier_date	A Unique ID of order made by the consumers ID of the consumer who made the purchase Status of the order made i.e. delivered, shipped, etc. Timestamp of the purchase Delivery date at which carrier made the delivery
order_delivered_customer_date order_estimated_delivery_date	Date at which customer got the product Estimated delivery date of the products

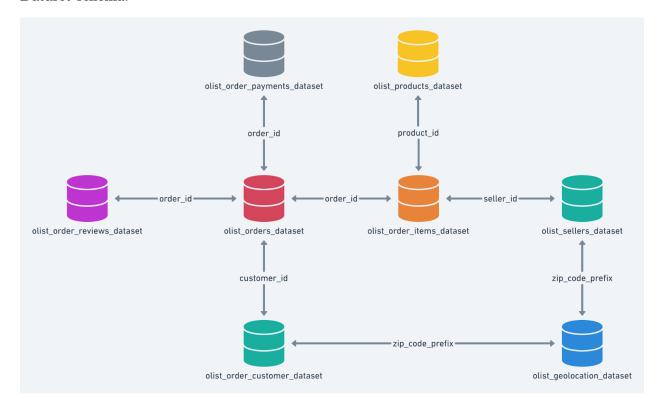
# The ${\bf reviews.csv}$ contain following features:

Features	Description
review_id order_id review_score review_comment_title	ID of the review given on the product ordered by the order id A Unique ID of order made by the consumers Review score given by the customer for each order on a scale of 1-5 Title of the review
$review\_comment\_message$	Review comments posted by the consumer for each order
review_creation_date review_answer_timestamp	Timestamp of the review when it is created Timestamp of the review answered

### The $\mathbf{products.csv}$ contain following features:

Features	Description
product_id product_category_name product_name_lenght product_description_lenght product_photos_qty	A Unique identifier for the proposed project Name of the product category Length of the string which specifies the name given to the products ordered Length of the description written for each product ordered on the site Number of photos of each product ordered available on the shopping portal
<pre>product_weight_g product_length_cm product_height_cm product_width_cm</pre>	Weight of the products ordered in grams Length of the products ordered in centimeters Height of the products ordered in centimeters Width of the product ordered in centimeters

#### Dataset schema:



#### Observations in the dataset

Two files, order\_reviews.csv and geolocation.csv had unclean data.

#### Issues Identified in the order\_reviews.csv file:

Encoding Issue: The file had to be read with ISO-8859-1 encoding instead of UTF-8.

Null Values: The review\_comment\_title column has many null values.

Date and Time Formatting: The review\_creation\_date and review\_answer\_timestamp columns are in string format and not properly parsed as datetime objects.

#### Steps to Correct Issues:

- 1. Ensure consistent encoding.
- 2. Handle null values in review\_comment\_title.
- 3. Convert date and time columns to proper datetime format.

#### Cleaning Data:

- 1. Strip leading/trailing spaces in text fields.
- 2. Replace any special characters or non-UTF-8 characters in text fields.
- 3. Check for null or empty values and handle them appropriately.

4. Convert date and time columns to datetime format.

#### Issues Identified in the geolocation.csv file:

Encoding Issue: The file had to be read with ISO-8859-1 encoding instead of UTF-8.

Null Values: The review\_comment\_title column has many null values.

Date and Time Formatting: The review\_creation\_date and review\_answer\_timestamp columns are in string format and not properly parsed as datetime objects.

Steps to Correct Issues:

- 1. Special characters in text fields.
- 2. Trailing or leading spaces.
- 3. Null or empty values.
- 4. Ensure that the file does not have any rows that might cause issues.

#### Cleaning Data:

- 1. Strip leading/trailing spaces in text fields.
- 2. Replace any special characters or non-UTF-8 characters in text fields.
- 3. Check for null or empty values and handle them appropriately.

All the 27 geolocation\_state listed in the geolocations.csv file and customer\_state in customers.csv are 26 states and 1 federal territory of Brazil. Hence, the data is specific to Brazil customers.

#### **Problem Statement:**

Assuming you are a data analyst/ scientist at Target, you have been assigned the task of analyzing the given dataset to extract valuable insights and provide actionable recommendations.

#### What does 'good' look like?

- 1. Import the dataset and do usual exploratory analysis steps like checking the structure & characteristics of the dataset:
- 1.1. Data type of all columns in the "customers" table.

#### DESCRIBE customers;

Table 9: 5 records

Field	Type	Null	Key	Default	Extra
customer_id	text	YES		NA	
customer_unique_id	text	YES		NA	
$customer\_zip\_code\_prefix$	text	YES		NA	
customer_city	text	YES		NA	
$customer\_state$	text	YES		NA	

1.2. Get the time range between which the orders were placed.

```
SELECT
   MIN(order_purchase_timestamp) AS order_start_date,
   MAX(order_purchase_timestamp) AS order_end_date,
   DATEDIFF(MAX(order_purchase_timestamp), MIN(order_purchase_timestamp))
   AS order_time_range_days
FROM
   orders;
```

Table 10: 1 records

order_start_date	order_end_date	order_time_range_days
2016-09-04 21:15:19	2018-10-17 17:30:18	773

1.3. Count the Cities & States of customers who ordered during the given period.

```
SELECT DISTINCT c.customer_city, c.customer_state, COUNT(*) AS customer_count
FROM orders AS o

JOIN customers AS c
ON o.customer_id = c.customer_id
GROUP BY c.customer_city, c.customer_state
ORDER BY customer_count DESC
```

Table 11: Displaying records 1 - 10

customer_city	$customer\_state$	customer_count
sao paulo	SP	15540
rio de janeiro	RJ	6882
belo horizonte	MG	2773
brasilia	DF	2131
curitiba	PR	1521
campinas	SP	1444
porto alegre	RS	1379
salvador	BA	1245
guarulhos	SP	1189
sao bernardo do campo	SP	938

#### 2. In-depth Exploration:

2.1 Is there a growing trend in the no. of orders placed over the past years?

The purchases were made in the year 2016, 2017 and 2018.

```
SELECT DISTINCT YEAR(order_purchase_timestamp) AS year_of_orders
FROM orders
ORDER BY year_of_orders;
```

Table 12: 3 records

year_	_of_	_orders
2016		
2017		
2018		

Trend for 2016 does not show conclusive evidence of a growing trend.

Table 13: 3 records

month	month_number	order_count
September 2016	9	4
October 2016	10	324
December 2016	12	1

Trend for 2017 shows growth in month-on-month sale throughout the year.

Table 14: Displaying records 1 - 10

month	month_number	order_count
January 2017	1	800
February 2017	2	1780
March 2017	3	2682
April 2017	4	2404
May 2017	5	3700
June 2017	6	3245
July 2017	7	4026
August 2017	8	4331
September 2017	9	4285
October 2017	10	4631

Trend for 2018 shows growth in month-on-month sale throughout the year.

Table 15: Displaying records 1 - 10

month	$month\_number$	order_count
January 2018	1	7269
February 2018	2	6728
March 2018	3	7211
April 2018	4	6939
May 2018	5	6873
June 2018	6	6167
July 2018	7	6292
August 2018	8	6512
September 2018	9	16
October 2018	10	4

Finding the sales per year shows a year-on-year growing trend.

Table 16: 3 records

year	count_of_	_orders
2016		329
2017		45101
2018		54011

2.2. Can we see some kind of monthly seasonality in terms of the no. of orders being placed? Highest monthly sales in the given data is as follows, but it fails to show any seasonal trend:

Table 17: Displaying records 1 - 10

year	month	order_count
2017	November	7544
2018	January	7269
2018	March	7211
2018	April	6939
2018	May	6873
2018	February	6728
2018	August	6512
2018	July	6292
2018	June	6167
2017	December	5673

While checking the year-wise monthly sales data, we do not see any monthly seasonality:

Table 18: 3 records

month	month_number	order_count
October 2016	10	324
September 2016	9	4
December 2016	12	1

Table 19: Displaying records 1 -  $10\,$ 

month	month_number	order_count
November 2017	11	7544
December 2017	12	5673
October 2017	10	4631
August 2017	8	4331
September 2017	9	4285
July 2017	7	4026
May 2017	5	3700

month	$month\_number$	order_count
June 2017	6	3245
March 2017	3	2682
April 2017	4	2404

Table 20: Displaying records 1 - 10

month	month_number	order_count
January 2018	1	7269
March 2018	3	7211
April 2018	4	6939
May 2018	5	6873
February 2018	2	6728
August 2018	8	6512
July 2018	7	6292
June 2018	6	6167
September 2018	9	16
October 2018	10	4

2.3. During what time of the day, do the Brazilian customers mostly place their orders? (Dawn, Morning, Afternoon or Night)

0-6 hrs: Dawn 7-12 hrs: Mornings 13-18 hrs: Afternoon 19-23 hrs: Night

As per the data, Brazilian customers prefer placing their orders during afternoon.

```
SELECT DISTINCT d.time_of_day, COUNT(d.time_of_day) OVER(PARTITION BY d.time_of_day)

AS count_of_orders

FROM

(SELECT customer_id, order_purchase_timestamp,

CASE

WHEN FLOOR(EXTRACT(HOUR FROM order_purchase_timestamp)) BETWEEN 0 AND 6 THEN

"Dawn"

WHEN FLOOR(EXTRACT(HOUR FROM order_purchase_timestamp)) BETWEEN 7 AND 12 THEN

"Mornings"

WHEN FLOOR(EXTRACT(HOUR FROM order_purchase_timestamp)) BETWEEN 13 AND 18 THEN

"Afternoon"

WHEN FLOOR(EXTRACT(HOUR FROM order_purchase_timestamp)) BETWEEN 19 AND 23 THEN

"Night"

END AS time_of_day
```

```
FROM orders) as d
ORDER BY count_of_orders DESC;
```

Table 21: 4 records

time_of_day	count_of_orders
Afternoon	38135
Night	28331
Mornings	27733
Dawn	5242

#### 3. Evolution of E-commerce orders in the Brazil region:

3.1. Get the month on month no. of orders placed in each state.

```
SELECT c.customer_state,
    EXTRACT(YEAR FROM o.order_purchase_timestamp) AS year,
    MONTHNAME(o.order_purchase_timestamp) AS month_name,
    EXTRACT(MONTH FROM o.order_purchase_timestamp) AS month_number,
    COUNT(o.order_id) AS order_count
FROM customers as c
JOIN orders as o
ON c.customer_id = o.customer_id
GROUP By c.customer_state,
    EXTRACT(YEAR FROM o.order_purchase_timestamp),
    MONTHNAME(o.order_purchase_timestamp),
    EXTRACT(MONTH FROM o.order_purchase_timestamp)
ORDER BY c.customer_state, year, month_number;
```

Table 22: Displaying records 1 - 10

$customer\_state$	year	$month\_name$	$month\_number$	$order\_count$
$\overline{\mathrm{AC}}$	2017	January	1	2
AC	2017	February	2	3
AC	2017	March	3	2
AC	2017	April	4	5
AC	2017	May	5	8
AC	2017	June	6	4
AC	2017	July	7	5
AC	2017	August	8	4
AC	2017	September	9	5
AC	2017	October	10	6

#### 3.2. How are the customers distributed across all the states?

Distribution of customers across states is as follows:

Table 23: Displaying records 1 - 10

$customer\_stat$	e count_of_customers
$\overline{\mathrm{AC}}$	81
AL	413
AM	148
AP	68
BA	3380
CE	1336
DF	2140
ES	2033
GO	2020
MA	747

Distribution of customers across cities in those states is as follows:

Table 24: Displaying records 1 - 10

$customer\_state$	$\operatorname{customer\_city}$	$count\_of\_customers$
$\overline{\mathrm{AC}}$	brasileia	1
AC	cruzeiro do sul	3
AC	epitaciolandia	1
AC	manoel urbano	1
AC	porto acre	1
AC	rio branco	70
AC	senador guiomard	2
AC	xapuri	2
AL	agua branca	1
AL	anadia	2

# 4. Impact on Economy: Analyze the money movement by e-commerce by looking at order prices, freight and others.

4.1. Get the % increase in the cost of orders from year 2017 to 2018 (include months between Jan to Aug only). You can use the "payment\_value" column in the payments table to get the cost of orders.

```
- d2.yearly_payment_value)) as diff
FROM
(SELECT DISTINCT d.year,
       SUM(d.payment_value) OVER (PARTITION BY d.year) as yearly_payment_value
FROM
(SELECT EXTRACT(YEAR FROM o.order_purchase_timestamp) AS year,
       p.payment_value
FROM orders as o
JOIN payments as p
ON o.order_id = p.order_id
WHERE (o.order_purchase_timestamp BETWEEN '2017-01-01' AND '2017-08-31')
      OR (o.order_purchase_timestamp BETWEEN '2018-01-01' AND '2018-08-31')
) AS d
) AS d2
) AS d3
WHERE d3.lead_ IS NOT NULL;
```

Table 25: 1 records

$2017\_to\_2018\_percentage\_increase$	$2018\_payment\_value$	2017_payment_value
138.53	8694670	3645107

4.2. Calculate the Total & Average value of order price for each state.

```
SELECT DISTINCT c.customer_state,

ROUND(SUM(p.payment_value) OVER(PARTITION BY c.customer_state), 2)

AS total_order_price,

ROUND(AVG(p.payment_value) OVER(PARTITION BY c.customer_state), 2)

AS average_order_price

FROM customers AS c

JOIN orders AS o

ON c.customer_id = o.customer_id

JOIN payments as p

ON o.order_id = p.order_id

ORDER BY c.customer_state;
```

Table 26: Displaying records 1 - 10

customer_state	total_order_price	average_order_price
$\overline{\mathrm{AC}}$	19680.62	234.29
AL	96962.06	227.08
AM	27966.93	181.60
AP	16262.80	232.33
BA	616645.82	170.82
CE	279464.03	199.90
DF	355141.08	161.13
ES	325967.55	154.71
GO	350092.31	165.76

customer_state	total_order_price	average_order_price
MA	152523.02	198.86

4.3. Calculate the Total & Average value of order freight for each state.

```
SELECT DISTINCT c.customer_state,

ROUND(SUM(oi.freight_value) OVER(PARTITION BY c.customer_state), 2)

AS total_freight_price,

ROUND(AVG(oi.freight_value) OVER(PARTITION BY c.customer_state), 2)

AS average_freight_price

FROM customers AS c

JOIN orders AS o

ON c.customer_id = o.customer_id

JOIN order_items AS oi

ON o.order_id = oi.order_id

ORDER BY c.customer_state;
```

Table 27: Displaying records 1 - 10

customer_state	total_freight_price	average_freight_price
$\overline{\mathrm{AC}}$	3686.75	40.07
AL	15914.59	35.84
AM	5478.89	33.21
AP	2788.50	34.01
BA	100156.68	26.36
CE	48351.59	32.71
DF	50625.50	21.04
ES	49764.60	22.06
GO	53114.98	22.77
MA	31523.77	38.26

#### 5. Analysis based on sales, freight and delivery time.

5.1. Find the no. of days taken to deliver each order from the order's purchase date as delivery time. Also, calculate the difference (in days) between the estimated & actual delivery date of an order. Do this in a single query.

You can calculate the delivery time and the difference between the estimated & actual delivery date using the given formula:

```
time_to_deliver = order_delivered_customer_date - order_purchase_timestamp
diff_estimated_delivery = order_delivered_customer_date - order_estimated_delivery_date
```

Checking for the missing values, we find that <code>order\_delivered\_customer\_date</code> is is missing in the dataset for many rows across all <code>order\_status</code>. This should be considered as unclean data and it will adversely affect the analysis.

```
SELECT DISTINCT order_status,

COUNT(CASE WHEN order_delivered_customer_date = "" THEN 1 END)

OVER (PARTITION BY order_status ORDER BY order_delivered_customer_date)

AS null_delivered_date,

COUNT(CASE WHEN order_purchase_timestamp = "" THEN 1 END)

OVER (PARTITION BY order_status ORDER BY order_purchase_timestamp)
```

```
AS null_purchase_timestamp,

COUNT(CASE WHEN order_estimated_delivery_date = "" THEN 1 END)

OVER (PARTITION BY order_status ORDER BY order_estimated_delivery_date)

AS null_estimated_delivery

FROM orders;
```

Table 28: 8 records

order_status	$null\_delivered\_date$	$null\_purchase\_timestamp$	null_estimated_delivery
approved	2	0	0
canceled	619	0	0
created	5	0	0
delivered	8	0	0
invoiced	314	0	0
processing	301	0	0
shipped	1107	0	0
unavailable	609	0	0

Calculating  $time\_to\_deliver$  and  $diff\_estimated\_delivery$ , we observe that time to deliver and estimated delivery are a major concern that requires improvement.

```
SELECT order_id, order_status,

DATEDIFF(order_delivered_customer_date, order_purchase_timestamp)

AS time_to_deliver,

DATEDIFF(order_delivered_customer_date, order_estimated_delivery_date)

AS diff_estimated_delivery

FROM orders

ORDER BY diff_estimated_delivery DESC;
```

Table 29: Displaying records 1 - 10

order_id	order_status	time_to_deliver	diff_estimated_delivery
1b3190b2dfa9d789e1f14c05b647a14a	delivered	208	188
ca 07593549 f1816 d26 a572 e06 dc1 eab6	delivered	210	181
47 b 40 429 e d 8 c c e 3 a e e 9199792275433 f	delivered	191	175
2 fe 3 24 feb f 907 e 3 e a 3 f 2 a a 9 6 5 0 8 6 9 fa 5	delivered	190	167
285 ab 9426 d6982034523 a855 f55 a885 e	delivered	195	166
440 d0 d17 af 552 815 d15 a 9 e 41 ab e 49359	delivered	196	165
c27815f7e3dd0b926b58552628481575	delivered	188	162
d24e8541128cea179a11a65176e0a96f	delivered	175	161
0 f 4 5 1 9 c 5 f 1 c 5 4 1 d d e c 9 f 2 1 b 3 b d d d 5 3 3 a	delivered	194	161
2 d7561026 d542 c8 db d8 f0 dae adf 67 a 43	delivered	188	159

345 orders had actual delivery more than 30 days later than the estimated delivery. Estimation of delivery date should be revised.

```
SELECT COUNT(*) as delivery_estimate_miss_30_days
FROM orders
WHERE DATEDIFF(order_delivered_customer_date, order_estimated_delivery_date) > 30;
```

Table 30: 1 records

$\overline{\text{delivery}_{\_}}$	_estimate_	_miss_	_30_	_days
				345

5.2. Find out the top 5 states with the highest & lowest average freight value.