Name: Vikram Reddy Sankepally

Question 1

On Shopify, we have exactly 100 sneaker shops, and each of these shops sells only one model of shoe. We want to do some analysis of the average order value (AOV). When we look at orders data over a 30 day window, we naively calculate an AOV of \$3145.13. Given that we know these shops are selling sneakers, a relatively affordable item, something seems wrong with our analysis.

a. Think about what could be going wrong with our calculation. Think about a better way to evaluate this data.

AOV tells the average of all orders. "Average" order value will only give you a partial picture of your customer's purchase behavior. We need to look at other statistics before making any decision.

```
data['order_amount'].describe()
 ✓ 0.1s
count
           5000.000000
          3145.128000
mean
std
         41282.539349
min
             90.000000
25%
            163.000000
50%
            284.000000
75%
            390.000000
        704000.000000
Name: order_amount, dtype: float64
```

- 1. Mean/Average will be biased towards the outliers. As you can see the data is not evenly distributed.
- 2. Mean =3145.12 ,Whereas 50% of orders are less than \$184 and 75% of orders are less than \$390. These values differ by a significant amount with AOV is \$3145.12.
- 3. This tells us the AOV is highly influenced by the (large orders) outlier values and does not reflect the behavior of the entire data.

b. What metric would you report for this dataset?

As all the shops sell the same item and it's affordable, I would concentrate more on the **mode and median** of the purchases to better assess the orders.

Mode: Frequent orders in all the shops over the period of 30 days is \$153.

Median: Where does the 50% of our orders stand?

50 % of the orders are less than \$284

75% of our orders are less than \$390

These values are far away from mean and these values represent the sales performance of the item.

c. What is its value?

Median: \$284 Mode: \$153 **Question 2:** For this question you'll need to use SQL. Follow this link to access the data set required for the challenge. Please use queries to answer the following questions. Paste your queries along with your final numerical answers below.

-- a)How many orders were shipped by Speedy Express in total?

```
select count(*) as total_orders
From Orders
where ShipperID=(SELECT ShipperID FROM [Shippers] where ShipperName="Speedy Express")
-- a) ans: 54
total_orders
```

54

-- b) ans: LastName:Peacock

order by max_ord.cnt DESC

LastName	OrderCount
Peacock	40
Leverling	31
Davolio	29
Callahan	27
Fuller	20
Suyama	18
King	14
Buchanan	11
Dodsworth	6

--

-- c)What product was ordered the most by customers in Germany?

-- c) ans: ProductName:Gorgonzola Telino

ProductName	cnt
Gorgonzola Telino	5