## Analysis on e-Commerce Data

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#### **E-Commerce Data**

The dataset contains the information about customer's purchases of an UK online retailer occurring between 01/12/2010 and 09/12/2011 for a UK-based and registered non-store online retail. The company mainly sells unique all-occasion gifts. Many customers of the company are wholesalers.

	InvoiceNo	StockCode	Description	Quantity	InvoiceDate	UnitPrice	CustomerID	Country
0	536365	85123A	WHITE HANGING HEART T-LIGHT HOLDER	6	2010-12-01 08:26:00	2.55	17850	United Kingdom
1	536365	71053	WHITE METAL LANTERN	6	2010-12-01 08:26:00	3.39	17850	United Kingdom
2	536365	84406B	CREAM CUPID HEARTS COAT HANGER	8	2010-12-01 08:26:00	2.75	17850	United Kingdom

#### **Attributes**

- 1. Invoice number: 6-digit unique number assigned to each transaction
- 2. Stockcode: Product (item) code
- 3. Description: Product (item) name
- 4. Quantity: The quantities of each product (item) per transaction
- 5. Unit price: Product price per unit in sterling
- 6. Invoice date: The day and time when each transaction was generated
- 7. Country: The name of the country where each customer resides
- 8. Customer id: 5-digit unique number assigned to each Customers

### **Exploratory Data Analysis**

- 1. 89% of the orders are from United Kingdom.
- 16.47% of the orders are cancelled orders.
- 3. The top 5 countries to receive the highest number of orders are: United Kingdom, Germany, France, Ireland, Spain
- 4. 79.01% of revenue is generated by 20% of the products.
- Most products are sold on Thursday in contrast Saturday and Sunday which have very low transactions.
- 6. Pre-christmas season starts in September and peaks in November.
- 7. 16.76% of the product descriptions are invalid.
- 8. 1.09% of the total products have unit price as zero.
- 9. For the month of December 2011, we have only 2 weeks of data (Weeks 50,51,52 are missing).
- 10. Maximum number of rewards are given in the month of November which is also the month of maximum number of sales.

### **Data Cleaning**

- The data had 3.1% values as NA
- Invoice starting with 'C' are the orders that are cancelled. 16.47% of all orders are cancelled orders.
- There were some quantity outliers is due to cancelled orders, which led to negative quantities.
- Products with unit price zero
- Stockcodes with length less than 5 & greater than 6 were invalid, Ex: Post, Cruk
- Most of the descriptions were in uppercase. Description with lowercase characters had some strange descriptions, Ex: Bank charges, High resolution image

**EDA and Data Cleaning** 

Insights

### Trend Analysis for UK based customers:

### **Weekly Trends:**

- Thursday is the day with maximum sales
- In contrast Saturday and Sunday have very low sales

### **Monthly Trends:**

- The pre-Christmas season starts in September and shows a peak in November.
- February and April are month with very low sales

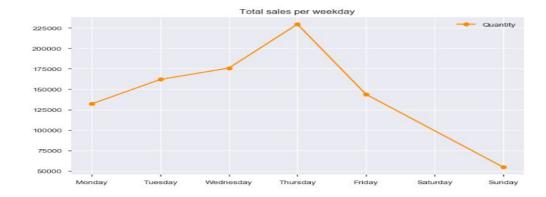




### Trend Analysis for Non UK based customers:

#### **Weekly Trends:**

 Similar to that of UK based customers with Thursday being the day with maximum sales

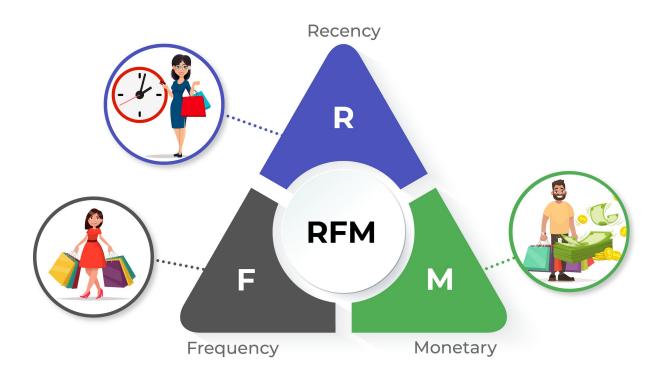


### **Monthly Trends:**

- The pre-Christmas season starts in September and shows a peak in October.
- February and April are month with very low sales



### **RFM Analysis**



- Recency: How recently the purchase was made?
- **Frequency**: How frequent is the customer?
- Monetary: How much money is spent?

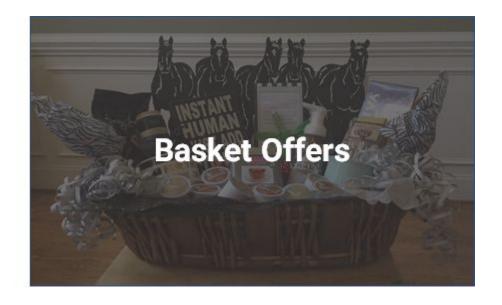
# RFM Segmentation

- 60% of the customers are in the top tier RFM levels (Can't lose them, Champions, Loyal)
- **Potential** the store should distribute freebies to get more attention from them!
- **Promising** it has been a while since they last bought sometime from you.
- Needs Attention made some initial purchase but have not seen them since. They could have had a bad customer experience or product-market fit
- Require Activation Poorest performers of our RFM model. They might have went with the competitors for now



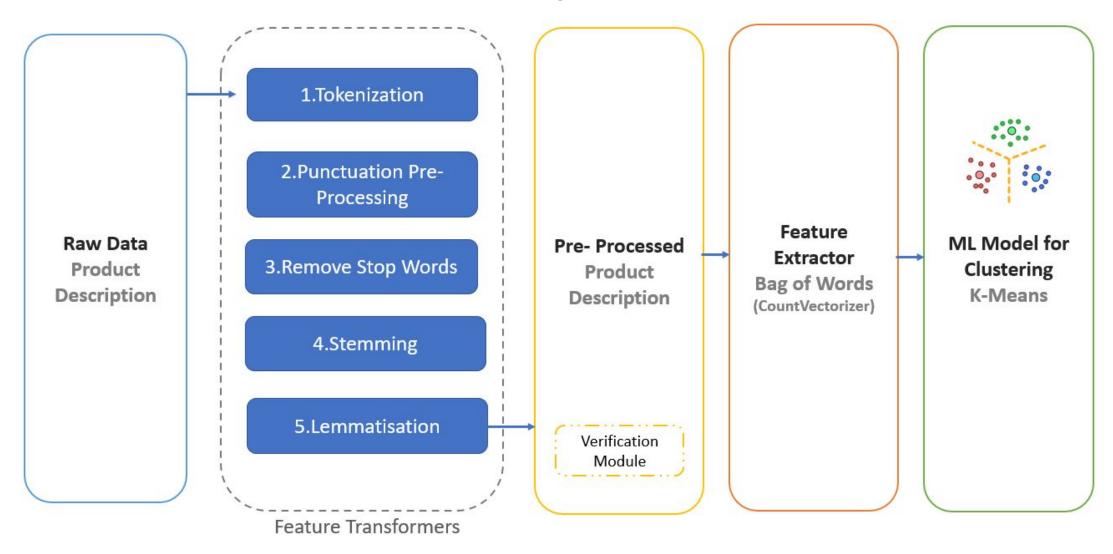


Product Marketing suggestion based on purchase behaviour



Tool for Sellers/ Managers to club products to make basket sale

### **NLP Pipeline**



### Sellers could use the below module to find the right products for grouping to boost sales

Product	SMALL CHOCOLATES PINK BOWL	~
Subm	t	

Project Sale Lift by combining with :Small chocolates pink bowl

