Fall 2021 Data Science Intern Challenge

Question 1: Given some sample data, write a program to answer the following: <u>click</u> here to access the required data set

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.

Answer: For Question 1, I used Jupyter Notebook for coding. First, the original average order value (AOV) provided above doesn't take into account the quantities of sneakers in different orders. The order value can be very high if the quantity is large. Thus it is not a good metric to evaluate the dataset. Second, outliers in the prices of sneakers can be removed since these shops are selling relatively affordable sneakers. Additionally, there may exist suspicious transactions related to credit card fraud that should be removed.

b. What metric would you report for this dataset?

Answer: The first alternative metric is average item value (AIV), which calculates the average price of sneakers in different shops, given each of these shops sells only one model of shoe. This metric makes more sense to evaluate the values of sneakers. There are two situations for this metric. In the first situation, I calculated AIV without removing outliers, which signify unusual prices of sneakers. In the second situation, I calculated AIV after removing extreme outliers using the IQR method.

<u>The second alternative method</u> is to remove abnormal transactions before calculating the AOV. <u>The third alternative method</u> is to calculate AOV after removing both abnormal transactions and outliers, which show abnormal prices.

| | c. | Wh | at | is | its | val | lue? | • |
|--|----|----|----|----|-----|-----|------|---|
|--|----|----|----|----|-----|-----|------|---|

Answer:

The first alternative method:

The value of AIV without removing outliers which signify unusual prices of sneakers, is 387.7428. And the value of AIV after removing extreme outliers using the IQR method is 150.40016316540894.

The second alternative method:

The value of the second alternative metric AOV after removing abnormal transactions is 754.0919125025085.

The third alternative method:

The value of the third alternative metric, AOV, after removing both abnormal transactions and outliers, which show abnormal prices is 301.6780863571863.

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 Shippers.ShipperName, COUNT(*) AS order_number FROM Orders
JOIN Shippers
ON Orders.ShipperID=Shippers.ShipperID
WHERE ShipperName='Speedy Express'

| ShipperName | order_number |
|----------------|--------------|
| Speedy Express | 54 |

Answer: 54 orders were shipped by Speedy Express in total.

b. What is the last name of the employee with the most orders?

SELECT LastName, COUNT(Orders.OrderID) FROM Employees

JOIN Orders

ON Employees.EmployeeID=Orders.EmployeeID

GROUP BY Employees.EmployeeID

HAVING COUNT(*)= (SELECT max(order_number) FROM (SELECT COUNT(OrderID) AS order number FROM Orders GROUP BY EmployeeID))

| LastName | COUNT(Orders.OrderID) | | |
|----------|-----------------------|--|--|
| Peacock | 40 | | |

Answer: The last name of the employee with the most orders is Peacock.

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

SELECT ProductName, SUM(OrderDetails.Quantity) AS Total_Quantity, COUNT(Orders.OrderID) AS Number_of_Orders FROM Products
JOIN OrderDetails ON OrderDetails.ProductID=Products.ProductID
JOIN Orders ON Orders.OrderID=OrderDetails.OrderID
JOIN Customers ON Customers.CustomerID=Orders.CustomerID
WHERE Customers.Country='Germany'
GROUP BY Products.ProductID
ORDER BY Total Quantity DESC LIMIT 1

 ProductName
 Total_Quantity
 Number_of_Orders

 Boston Crab Meat
 160
 4

Answer: Since the maximum total quantity of the product ordered by customers in Germany is 160, the product which was ordered the most by customers in Germany is Boston Crab Meat.