ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

Introduction: Story pitch

Online shopping is huge in China. The habit of online shopping seems to just continuously grow. Since online shopping is such an import- ant part in daily life, we decided to focus on the actual numbers of the online shopping habits and deliveries in China, over time, with special concentrate on the Double 11.

Data Story: project description

Step one: Finding a topic

Initially, topics as delivery, shopping and waste management were discussed, and an idea was to combine these three topics to see relations and to draw conclusions in combination and synthesis with these areas. An interesting aspect that was discussed already from the beginning is the change in shopping habits across China, comparing cities by cities or province by province. As two main ways to look and work with data is either over time, or over geographic locations, the group agreed on that these were good ways to get familiar with the topic of data management and visualisation and things we wanted to learn.

Step two: Initial hypothesis and key questions

To get a good basic understanding of the past years shopping habits in China, some basic statistics and data around online shopping was collected and put together. At first, the idea was to compare the shopping habits and waste, but there was a large challenge to find data around waste and waste handling in general, so unfortunately this part was removed from the project. Our key questions was how the online shopping has changes the last years for different provinces in China, and how these are affected by double 11.

Step three: Find data and building a data set

Initial plan to collect data

The initial idea was to collect as much data as possible around both online shopping, delivery and waste. The first plan was to find this data for all different provinces in China and over the last 5-10 years, to be able to compare and find interesting connections and insights. We listed the main actors of online shopping in China, for example: Alibaba, Jingdong, vip.com together with some others. All team members started to look for data within these areas and started to collect it into excel files.

Pivoting in topic

Firstly the group started to look for data regarding waste in China and in Chinas provinces. After many hours of looking and consulting with another teacher at Tongji University, Mary Polites, who is well-informed and experienced within this area the group decided to pivot and only focus on online shopping and delivery. The reason behind the decision was mainly since there is no or to little open data around this subject through out China. So, even if the subject is important and interesting, it was hard to combine it with the goal of this course; to get familiar with finding, handling and visualising open data.

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

Basic data sets

The group decided to also include other data sets, like data around GDP and CPI, to have something to compare the delivery and shopping data towards, and to potentially find different interesting insights from this comparisons. This data was collected easily from http://data.stats.gov.cn/english/easyquery.htm?cn=E0103, https://www.statista.com/statistics/252095/monthly-consumer-price-index-cpi-in-china-by-region/ and http://data.stats.gov.cn/english/easyquery.htm?cn=E0101, which all seems as trustworthy websites and sources for data.

Data around online shopping

Data around online shopping from the main actors was collected. Initially, there was a struggle to get the data and find sources of all data sets we wanted to get a hold of.

We tried to find API of Alibaba, but it is not free or open. So we found the data on "iReaserch", which is a professional organisation focusing on the Internet researching. We got the analysed data from Monitor Report of Online Shopping in China in 2016. Here is the link: Data resource: http://report.iresearch.cn/report/201702/2945.shtml

Data around delivery

We got the data on delivery from State Post Bureau of The People's Republic of China. Delivery quantity and revenue per month in each province of China were collected from 2011 to 2016.

Additional data sets

Later we found that maybe GDP and CPI is not accurate compartment and decided to change a bit. Both these numbers are calculated in a relatively complicated way and does not easily give a quick understanding and overview for a common audience. We wanted to have something to compare with that was easy to understand and gave an clear overall understanding and decided therefor to collect data around around average income, for the different provinces in China. This information was easily accessible from the website http://www.xuexila.com/zhichang/zheng-ce/339360.html.

Clean the data sets

After collecting much data from different sources, the data sets had some variations in format and a period of data cleaning was necessary. The data was cleaned, complimented with some new data, the format was changed until a unified format - mainly to be able to use it in different visualisation tools in an easier way. The cleaning were done manually in excel.

New key questions and hypothesis

After feeling finished with the data collection, we found that there could be interesting to compare average income and amount of online shopping, also across provinces that are very different in their characteristics. For example we wanted to compare traditional industry provinces with provinces that are poorer and with provinces that are highly developed.

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

Step four : Analyse the data

After feeling done with the collection it was now time to start with the analysis of the data. As first steps, we tried out simple graphs, bar charts and circle diagrams inside of Excel to get an understanding of basic relationships. The main analysis can be read next to the visualisation below.

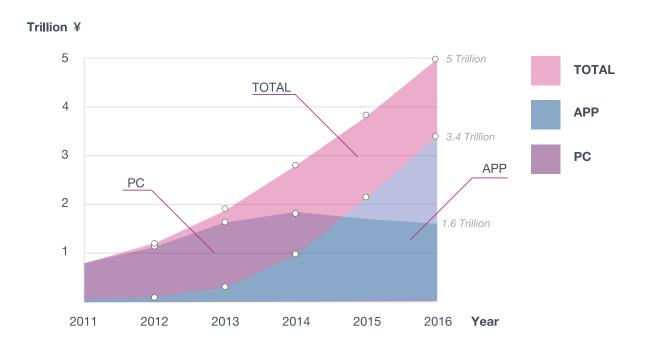
Step five: Visualise your

Different tools that were used for initial visualisation

Initially, we used excels build in function just to try out some visualisation types and different charts. We also tried out Infogram, Tablueu Public and Plotly, but decided to finalise our diagrams in illustrator and Sketch, based on the excel diagrams. You can see all our visualisations below.

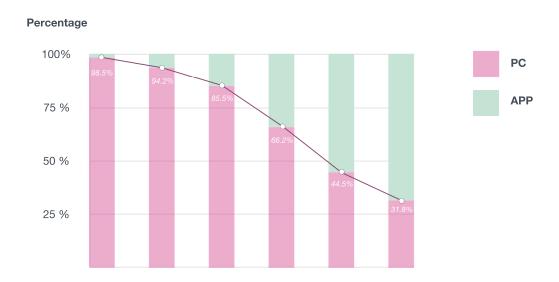
Online shopping

Below are some basic statistics over online shopping the last years.

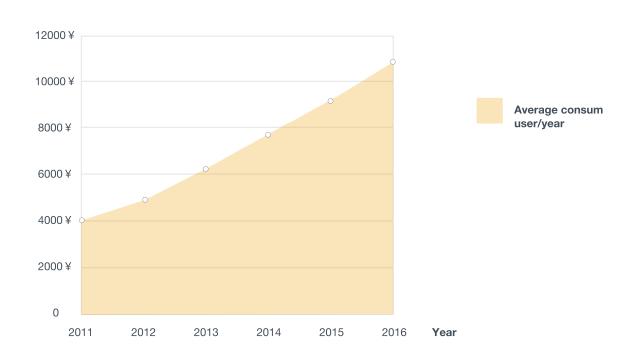


The amount of online orders through PC, APP and in Total between 2011-2016.

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

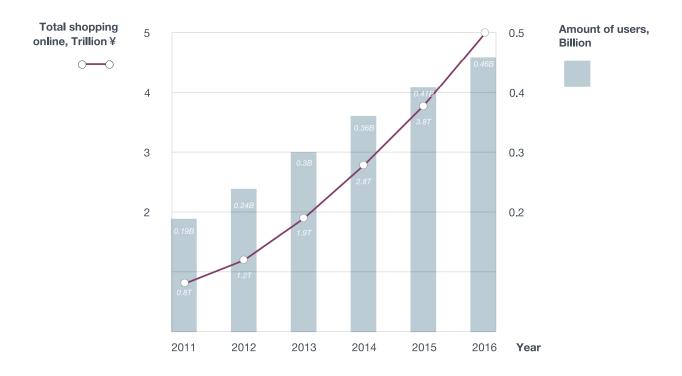


The percentage of online shopping made by PC vs. APP 2011-2016

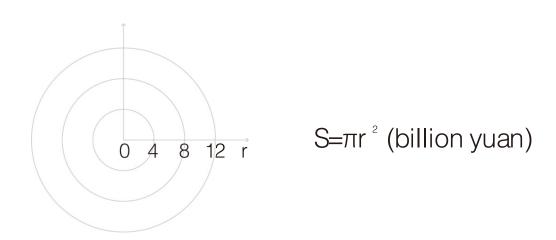


Annual average consumption per user per year on online shopping 2011-2016

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

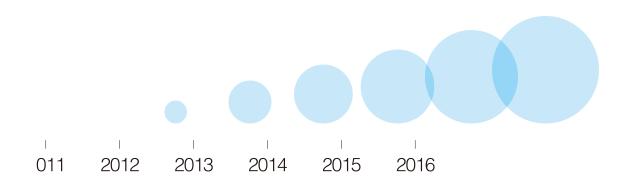


The percentage of online shopping made by PC vs. APP 2011-2016



The total online shopping (Trillion ¥) 2011 - 2016 Compared with the amount of Billion users 2011-2016

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11



Transaction amount of Alibaba on Nov.11

This is about transaction amount on Alibaba on the day of Double 11 from 2011 to 2015. The area means how much thetransaction on that day is. In 2015, there is a sharp rise because of the starting of "Tianmao Shopping Ceremony" of Alibaba.

What we learned:

2015 is a critical year of online shoping and Alibaba. In China, evening ceremonies on TV are usually related to some traditional festivals and national memorial days. It raised a shock when a sale activity becoming a big festival attracted the world's attention. The start of "Tianmao Shopping Ceremony" can be regarded as a new economic and cultrural phonomenon in China.

Delivery 2011 - 2016 (total amount)

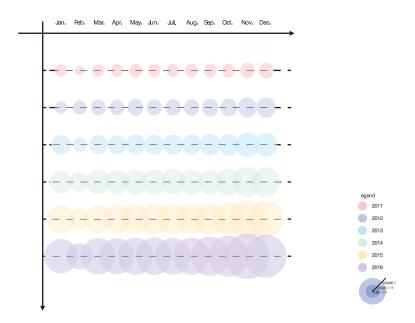
The transaction on apps overtook the PC in 2015, and has a faster rising speed than the PC. In 2015 Feb is in the bottom, and November is the month which is peaking. These is probalby due to the spring festival in February and the Douuble 11 in November.

How do we illustrate the data

In unit of month, this picture mainly represents the impact of shopping on the Chinese people from the dimension of express volume. We use area to convey the amount of delivery and different colors represent different years which can clearly show the extent and trend of the change. To ensure the ratio of data, we summarized a formula to calculate the area of the circle:

Delivery quantity =N
The radius of the circle=R
The area of the circle=S
S=R*2

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11



The delivery Business Volume for Nation

In unit of month, this picture mainly represents the impact of shopping on the Chinese people from the dimension of express volume. We use area to convey the amount of delivery and different colours represent different years which can clearly show the extent and trend of the change. To ensure the ratio of data, we summarised a formula to calculate the area of the circle:

$$R = \sqrt{(N/100)}$$
, $S = R^2$

Delivery quantity =N
The radius of the circle=R
The area of the circle=S

What we get from the data:

Delivery of express delivery increased year by year from 2011 to 2016, especially in 2013. At the same time, it was the lowest in February and the peak in November. By checking the calendar, we found that the Chinese lunar New Year was just around February, when all the delivery companies were suspended. That's why the quantity of data decreased. For year 2012, the lowest point was January, because New Year's day happened in January. This is a confirmation of our findings. In November, the Chinese e-commerce companies planned double eleven shopping day, so the number of deliveries is increasing in November every year. 2011 is the first year of this event; its influence was confirmed in the second year. We also found that October is a negative growth point because people's desire for shopping has been accumulated in November so that the number of deliveries in October was reduced.

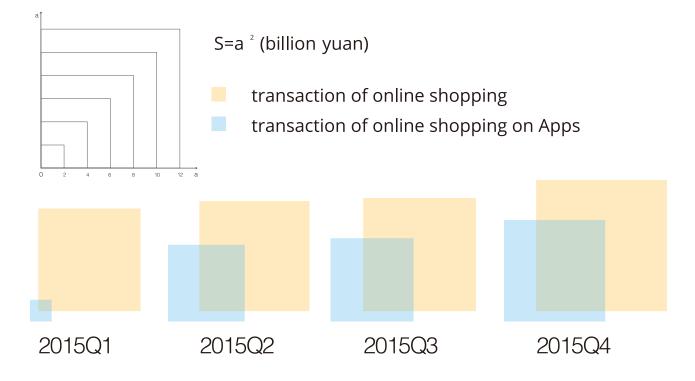
ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

Year 2015





Double 11 ceremony

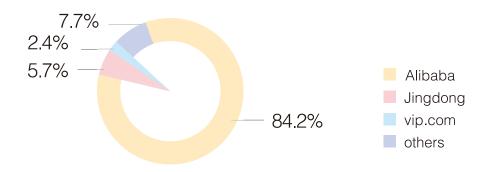


Transaction scale of shopping online in 2015

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

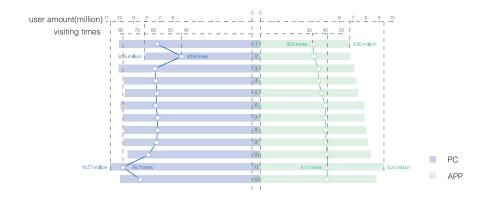
The area of squares means how much the transaction amount in every quarter is. In Quarter 4, the amount raised obviously because of Double 11. And the using of app in shopping online has occupied more and more proportion, finally accounting for more than 50% in the last quarter of 2015.

Smart phones and apps changed people's life and habits a lot. The platforms noticed this trend and adjusted their marketing strategies to attract consumer to stay on their app pages for a longer time. (http://www.jiemian.com/article/1300480.html)



2015 marketing percentage of online shopping apps

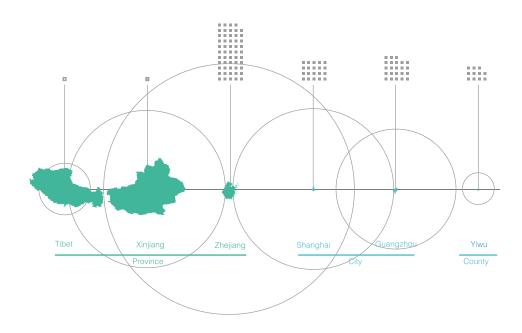
This is about marketing percentage of online shopping apps in 2015. Alibaba occupied the top position, far more than other platforms.



Transaction scale of shopping online in 2015

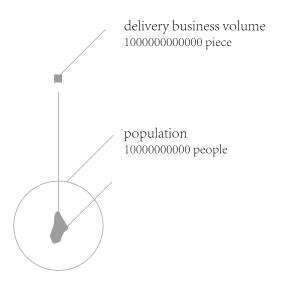
This is about the user amount and visiting times on online shopping websites(PC) and apps in 12 months in 2015. The trend, bottom in February and peak in November, is obvious on PC, but the situation on app is not so similar. Although user amount on app is still less than that on PC, the transaction amount on app has been more than that on PC and the visiting times on app has constantly increased.

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11

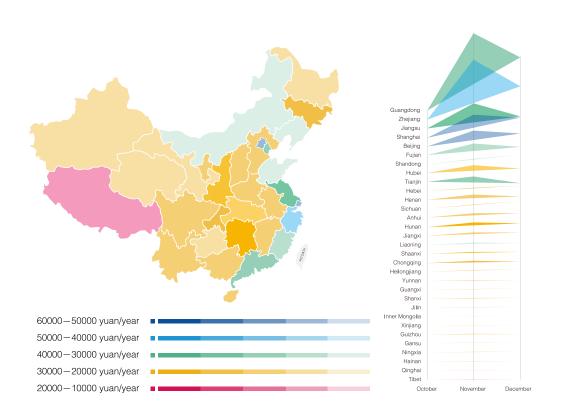


The comparison between a province and a city

We compared the delivery business volume of six areas in China, including three provinces, two cities and one county. Xinjiang and Tibet are the largest and the second largest provinces respectively in China. Zhejiang is one of the most developed provinces in China. Shanghai and Guangzhou are the first tier cities in China. Yiwu, even as a county, is the world's largest small commodity distribution center. The area of Tibet is much larger than Guangzhou in geography. But if we change the rule, use the delivery business volume to measure the area, the situation is totally changed. The volume of Guangzhou becomes really huge and is 379 times than Tibet's! We can see that the delivery business is really developed in some cities which the amount is much larger than a province. Like Yiwu, is a very interesting area in delivery business. Because of the developed commodity trade in Yiwu, the delivery business volume in Yiwu is astonishingly large, especially during double 11 period in China, even it's a small county.



ONLINE SHOPPING IN CHAINA DURING DOUBLE 11



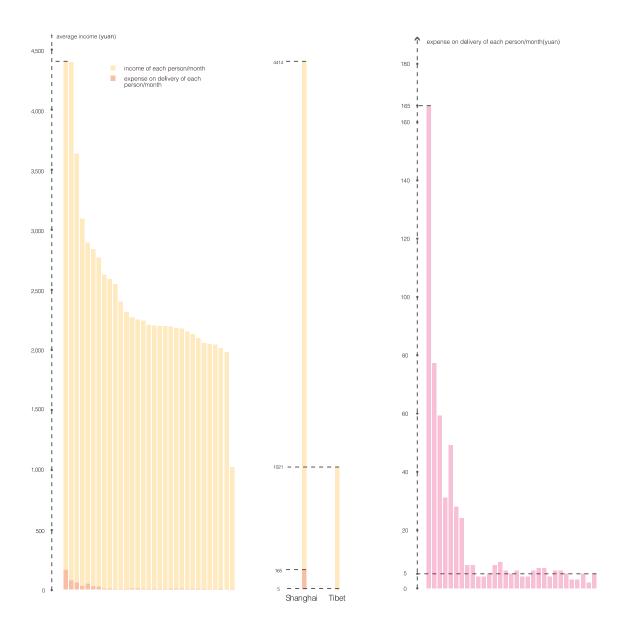
income map

Description: Through the line chart of delivery amount of every provinces in every months, we find that some well economy provinces' delivery amount have been influenced by "11.11"festival. So we tried to find some economy index to rank the wealth of economy, at first we chose GDP and CPI. But we found that many factors may influent GDP and CPI. Then we chose the average income in every province represent the purchasing power to see if there are exists any relationship.

Data resources: http://www.xuexila.com/zhichang/zhengce/339360.html

The graph shows the changing tendency of delivery business volume of different provinces in China on October, November and December in 2015. From top to bottom, the fluctuations of different provinces become more and more stable which means the influence of double 11 shopping festival in November for provinces delivery become more and more little. Different colours stand for different levels of per capita disposable income related to the income map. We may find that high income area may get much more influence on the delivery business volume by double 11.

ONLINE SHOPPING IN CHAINA DURING DOUBLE 11



People's income & delivery expense in 2015

zoom in: delivery expense in 2015

This is about average income and average expense on delivery in 31 provinces of China (HK, Macao and Taiwan are not involved) in 2015. The data of average expense on delivery is calculated from the delivery income of the whole industry dividing the population in every province. People in Shanghai and Tibet earn the most and the least respectively. And the average expense in Shanghai is 33 times more than that in Tibet. Except Shanghai, Beijing, Zhejiang, Jiangsu, Guangdong, Tianjin and Fujian, people in other provinces expend less than 10 yuan on delivery per month. Wealthier districts spend more money on delivery.