The World Happiness Report

visit: https://worldhappiness.report/ to learn more

The World Happiness Report (WHP) is an annual publication by the United Nations Sustainable Development Solutions Network. It ranks countries by their happiness levels based on economic prosperity perception, social support, life expectancy,

freedom to make life choices, generosity, and perceptions of corruption.

Why is this analysis of happiness important?

- --> Policy Making: Understanding the factors that contribute to happiness can inform policy-making decisions aimed at improving the well-being of citizens. Governments can use this analysis to prioritize areas for intervention and allocate resources effectively.
- --> International Comparisons: This analysis allows for comparisons of happiness levels across countries, providing insights into cross-cultural differences and similarities in what contributes to happiness.
- --> Social Progress Monitoring: Monitoring happiness trends over time can help assess the progress of societies in achieving social and economic development goals.



Who is this analysis for?

Governmental agencies that are interested in understanding the factors influencing happiness in their countries. These agencies aim to develop data-driven policies to enhance the well-being of their citizens.

How was the data for this analysis collected?

The data for the WHP was gathered through the **Gallup World Poll**, using a ladder methodology, where participants rated, economic prosperity, social support, healthy life expectancy, freedom to make life choices, perceptions of corruption, and generosity on a scale from 0 to 10.

What are the data limitations:

The rating of the factors relies on **self-reported assessments** of happiness and life satisfaction. This **subjectivity** can be influenced by various factors such as **cultural norms**, **individual perceptions**, **and personal biases**. Individuals may interpret and rate their happiness differently, leading to **potential inconsistencies in the data**.

The Gallup World Poll may suffer from **sampling bias**, as certain demographic groups or **regions may be underrepresented or excluded** from the survey.

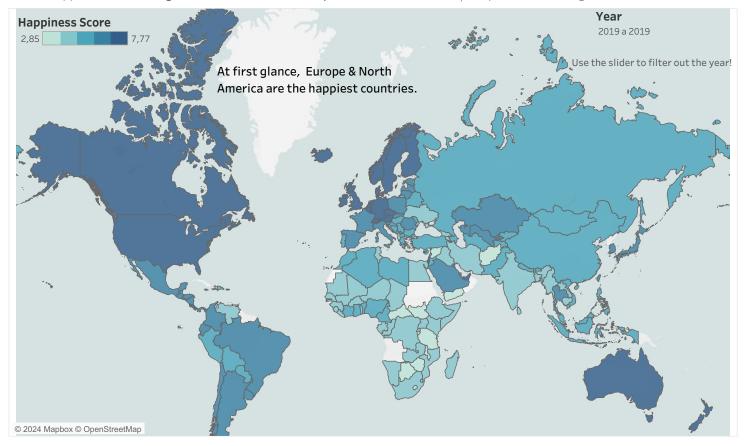
Research Questions & Hypotheses

Research questions:

- What is the correlation between the happiness score and the 6 happiness factors?
- Is the average overall happiness score increasing or decreasing?
- What regions increased their happiness scores? Which ones decreased their happiness score? And why?

Hypothesis:

- 1. As economic prosperity perception increases/decreases so does the Happiness Score.
- 2. Countries/regions with higher economic prosperity perception have a higher happiness score.
- 3. The Happiness Score is higher in countries near the equator where the climate/temperatures are higher.



What is the happiness report?

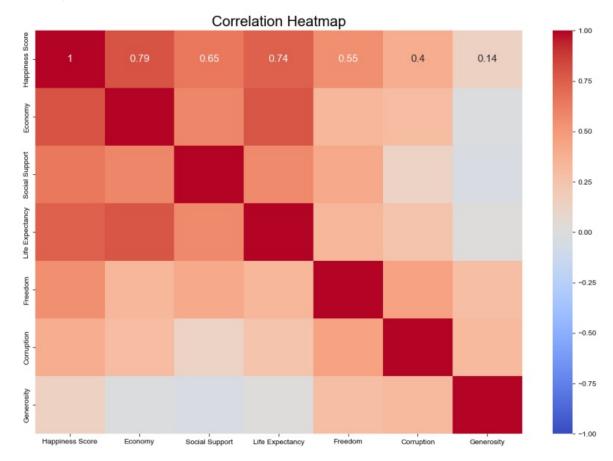
Research questions & hypotheses

Exploratory analysis Happiness score across time

Regression analysis Cluster analysis I Cluster analysis II

Exploratoring Relationships

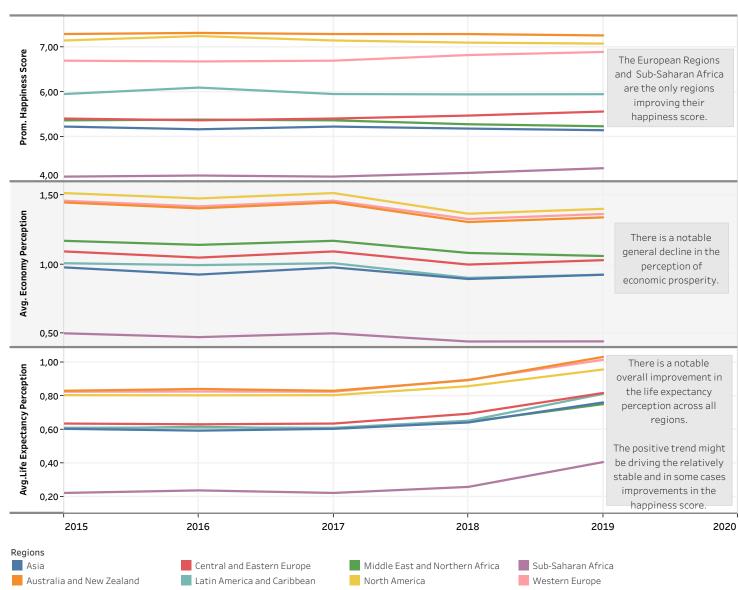
We started by running a correlation test, we measured the **strength of the relationship between two variables**. The **correlation heatmap** below each cell represents the correlation coefficient between two variables. A **value closer to 1 or -1 indicates a** stronger correlation, while a value closer to 0 indicates a weaker or no correlation.



The correlation heatmap uncovered the following insights:

- Economy and Life Expectancy have the highest positive correlation with Happiness Score.
- Generosity has the lowest correlation with the Happiness Score and the lowest correlation with other factors.
- There is a ${\it strong}$ positive correlation between Economy & Life Expectancy.

Is the Happiness Score Increasing?

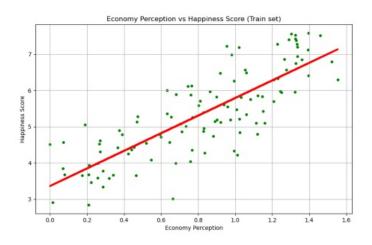


Regression Analysis

Economic Perception & Life Expectancy vs. Happiness Score

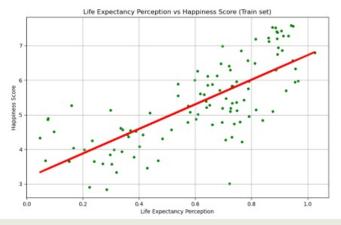
First hypothesis: As the Economic Perception increases/decreases so does the Happiness Score.

During the exploratory analysis, we uncovered that economic prosperity perception and life expectancy perception were strongl..



The results showed that economic prosperity perception and happiness score have a **positive linear relationship**, we can observe that the points form a roughly straight line along the trend line.

The regression analysis also uncovered that economic prosperity perception contributes to 66% of the trends in the data.



Similar to the results above, the life expectancy perception and happiness score have a **positive linear relationship**, we can observe that the points form a roughly straight line along the trend line.

The regression analysis also uncovered That life expectancy perception contributes to 57% of the trends in the data.

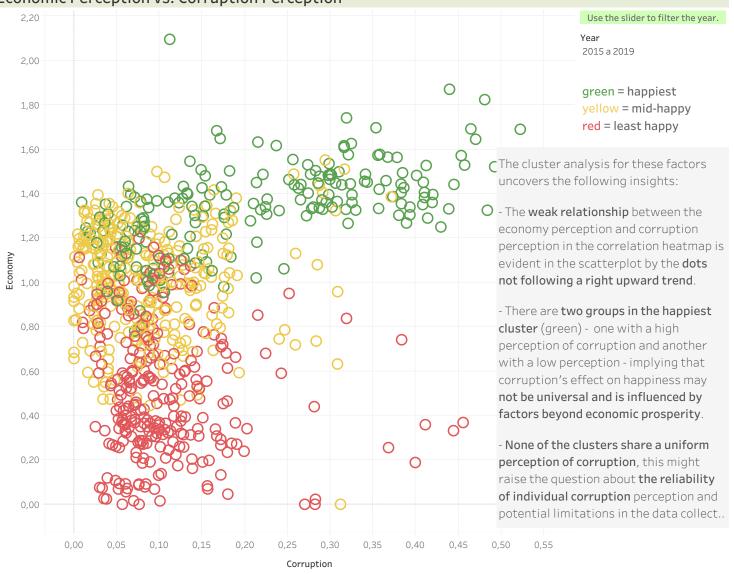
Cluster Analysis for strong related factors

Economic Perception vs. Life Expectancy



Cluster Analysis for weak related factors

Economic Perception vs. Corruption Perception



Are countries close to the equator happier?



Continue exploring the happiness score of other countries here: https://public.tableau.com/views/HappinessScore 17143272804820/MapHappy2?:language=es-ES&:sid=&...

Through spatial analysis using data from 2019, we discovered that **countries around the equator do not necessarily have the highest happiness scores.** This suggests that pleasant weather throughout the year may not directly correlate with a nation's overall happiness.

Further examination uncovered that colder nations such as Sweden, Norway, and Finland ranked highest in the happiness score..

Insights Summary & Recommendations

Based on our research questions and hypotheses, our analysis uncovered several key insights:

- <u>1. Happiness factors relationships</u>: Economic prosperity and life expectancy perception could be strongly correlated with the happiness score. Generosity showed the lowest correlation with the happiness score and other factors. Additionally, a strong positive correlation was observed between economic prosperity and life expectancy perception.
- 2. Regional happiness trends: The European regions and Sub-Saharan Africa show improvements in their happiness scores. There is a general decline in the perception of economic prosperity. However, there is a notable overall improvement in life expectancy perception across all regions.
- 3. Regression analysis findings: We confirm that economic prosperity perception and happiness score have a positive linear relation. The higher the economic prosperity perception the higher the happiness score. The same is true for economic prosperity and life expectancy perception.
- <u>4. Cluster Analysis Insights:</u> The cluster analysis of strongly related factors revealed overlaps between the happiest and mid-happy countries. This suggests that **happiness extends beyond economic prosperity and health alone.**

Despite a weak relationship between economic prosperity and corruption perception, the scatterplot shows distinct groups within the happiest cluster. The lack of uniformity in corruption perception across clusters raises questions about the reliability of individual perceptions and potential limitations in data collection methods.

5. Spatial Analysis Findings: Contrary to expectations, **countries around the equator did not consistently have the highest happiness scores**. Instead, colder nations like Sweden, Norway, and Finland ranked highest, emphasizing that climate alone does not dictate happiness levels.

Moving forward, we recommend diving deep into the factors contributing to happiness **beyond economic prosperity and health. Exploring the cultural and societal influences** on the weakly correlated factors can enhance our understanding of their impact on happiness.

Finally, further investigation into the complex relationship between weather, climate, and happiness can uncover additional insights into the determinants of overall well-being.