ANUSHKA GHARAGE

PROJECT 7: Analyzing the Impact of Car Features on Price and Profitability

Project Description:

Overview:

The project focuses on analyzing a dataset related to the automotive industry with the purpose of gaining insights into factors influencing car pricing. The analysis aims to provide valuable information for stakeholders in the automotive sector, addressing key business questions and informing data-driven decision-making.

Business Problem:

The primary business problem is understanding the determinants of car pricing in the market. By exploring relationships between various car attributes such as horsepower, fuel efficiency, and transmission type, the project aims to uncover patterns that impact the market price of cars. The goal is to assist manufacturers, marketers, and dealerships in making informed decisions to optimize product offerings and enhance competitiveness.

Data Sources:

The dataset contains detailed information about car models, including attributes such as make, model, year, horsepower, fuel efficiency, transmission type, and pricing (MSRP). The data was sourced from <u>Kaggle by Cooper Union</u>.

Data Cleaning and Preprocessing:

Handling missing values.

Encoding categorical variables.

Addressing any data quality issues.

Approach:

Analytical Methods:

Descriptive statistics to summarize data.

Data visualization for exploring patterns and trends.

Regression for predictive modeling.

The choice of methods aligns with the project's goals, allowing for a comprehensive understanding of the dataset. Descriptive statistics provide initial insights, visualization aids in pattern recognition, and machine learning can uncover complex relationships.

Tech-Stack Used:

Excel for data exploration and initial analysis.

Excel was chosen for its ease of use, especially for descriptive statistics, data cleaning, and visualization tasks.

Insight:

Key Insights

- Audience is interested in Diesel, Flex fuel, Performance, Crossover, Hatchback type of cars.
- More the car's horsepower, more will be the price.

- Transmission Type and Engine Cylinders and if it is Exotic or not are the most important features in determining car price.
- The average price of Luxury car manufactures is higher than other manufacturers.
- More the number of cylinders, less is the fuel efficiency.

Result:

Limitations/Uncertainties: The data is available till 2017.

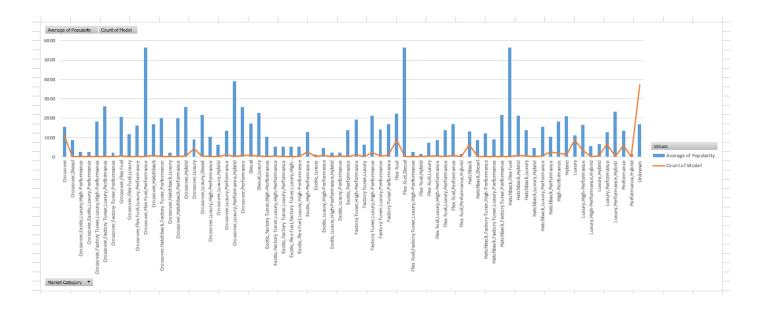
TASK RESULTS ARE ON NEXT PAGE _

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TASKS: ANALYSIS

TASK 1: How does the popularity of a car model vary across different market categories?

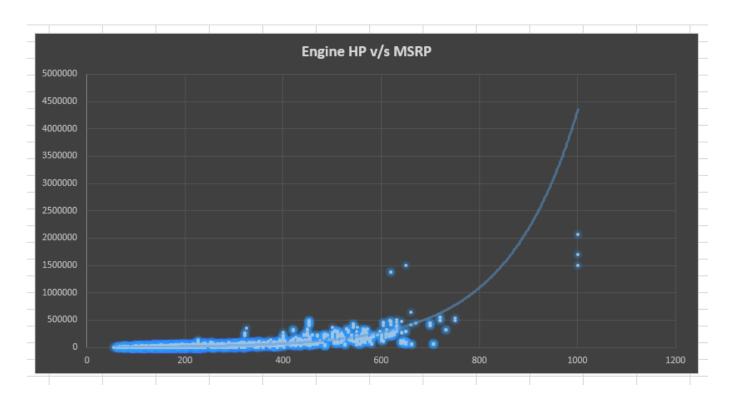
Market Category	 Average of Popularity 	
Crossover	1545.263063	1110
Crossover, Diesel	873	
Crossover,Exotic,Luxury,High-Performance	238	
Crossover,Exotic,Luxury,Performance	238	
Crossover, Factory Tuner, Luxury, High-Performance	1823.461538	20
Crossover, Factory Tuner, Luxury, Performance	2607.4	į
Crossover, Factory Tuner, Performance	210	
Crossover, Flex Fuel	2073.75	6
Crossover,Flex Fuel,Luxury	1173.2	
Crossover, Flex Fuel, Luxury, Performance	1624	
Crossover, Flex Fuel, Performance	5657	
Crossover, Hatchback	1675.694444	
Crossover, Hatchback, Factory Tuner, Performance	2009	
Crossover, Hatchback, Luxury	204	
Crossover, Hatchback, Performance	2009	
Crossover, Hybrid	2563.380952	
Crossover,Luxury	884.5487805	
	2149.411765	
Crossover,Luxury,Diesel		
Crossover,Luxury,High-Performance	1037.222222	
Crossover, Luxury, Hybrid	630.9166667	
Crossover, Luxury, Performance	1344.849558	
Crossover, Luxury, Performance, Hybrid	3916	
Crossover, Performance	2585.956522	
Diesel	1730.904762	
Diesel, Luxury	2275	
Exotic,Factory Tuner,High-Performance	1046.380952	
Exotic,Factory Tuner,Luxury,High-Performance	517.5384615	
Exotic,Factory Tuner,Luxury,Performance	520	
Exotic,FlexFuel,FactoryTuner,Luxury,High-Performan	ce 520	1
Exotic,Flex Fuel,Luxury,High-Performance	520	
Exotic,High-Performance	1271.333333	26
Exotic,Luxury	112.6666667	1
Exotic,Luxury,High-Performance	467.0759494	7
Exotic,Luxury,High-Performance,Hybrid	204	
Exotic,Luxury,Performance	217.0277778	3
Exotic, Performance	1391	1
Factory Tuner, High-Performance	1941.415094	10
Factory Tuner, Luxury	617	
Factory Tuner, Luxury, High-Performance	2133.367442	21
Factory Tuner, Luxury, Performance	1413.419355	
Factory Tuner, Performance	1695.695652	
Flex Fuel	2217.302752	
Flex Fuel, Diesel	5657	1
Flex Fuel,Factory Tuner,Luxury,High-Performance	258	
Flex Fuel, Hybrid	155	
Flex Fuel,Luxury	746.5384615	
•	878.9090909	
Flex Fuel, Luxury, High-Performance		
Flex Fuel,Luxury,Performance	1380.071429	
Flex Fuel, Performance	1680.471264	
Flex Fuel, Performance, Hybrid	155	
Hatchback	1318.865835	
Hatchback,Diesel	873	
Hatchback,Factory Tuner,High-Performance	1205.153846	1:
Hatchback,Factory Tuner,Luxury,Performance	886.8888889	
Hatchback Factory Tuner Performance	2159 045455	



The top 3 popular cars based on Market Category are: Crossover,Flex fuel,Performance Flex fuel,Diesel Hatchback,Flex fuel

This implies that audience is interested in Diesel, Flex fuel, Performance, Crossover, Hatchback type of cars.

TASK 2: What is the relationship between a car's engine power and its price?



The relationship between a car's engine power and its price is **exponential**. More the car's horsepower, more will be the price.

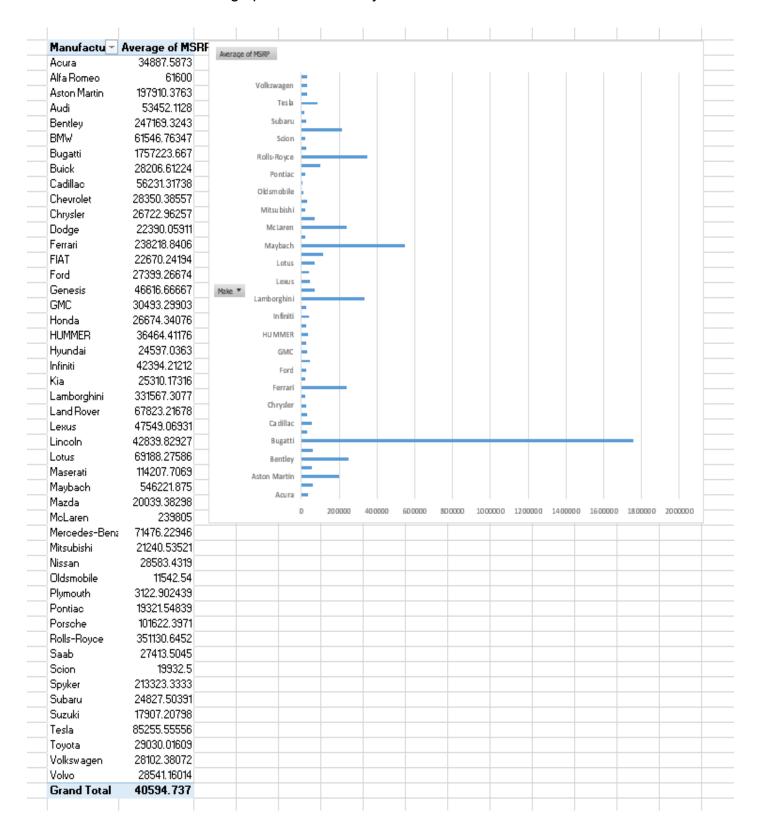
Task 3: Which car features are most important in determining a car's price?

1119			1100		110	111	110	
SUMMARY OUTPU	JT							
Regression St	tatistics							
Multiple R	0.7002436							
RSquare	0.4903411							
Adjusted R Square	0.4899986							
Standard Error	42926.545							
Observations	11914							
ANOVA								
	ď	55	MS	F	Significance F			
Regression	8	2.11057E+13	2.638E+12	1431,7199	0			
Residual	11905	2.19372E+13	1.843E+09					
Total	11913	4.30429E+13						
	Coefficients	Standard Error	t Stat	P-value	Lower 95%	Upper 95%	Lower 35.0%	Upper 35.0%
Intercept	-96932.91		-28.44094	3.34E-172	-103613.57	-90252.24	-103613.6	
Engine HP	310.83231		52.402887	0	299.205435	322.4592	299.20543	
Engine Cylinders	9262.3203		21.296067	8.49E-99		10114.856	8409.7845	
Transmission Type			11.187165	6.567E-29		11015.471	7730.8309	
Driven_Wheels	477.82992	425.1322142	1.123956	0.2610543		1311.1585	-355.4986	
Number of Doors	-1412.83		-2.777649	0.0054839		-415.8079	-2409.852	
Vehicle Size	-16146.47	621.4384417	-25.98241	8.15E-145		-14928.35	-17364.59	
highway MPG	806.78077	101.1531375	7.9758354	1.652E-15		1005.0574	608.50411	
city mpg	146.08287	96.9164559	1.5073072	0.1317585	-43.889206	336.05495	-43.88921	336.05495
SUMMARY OUTPU	JT							
Regression St) atiotino							
Multiple R	0.712708							
RSquare	0.5079527							
Adjusted R Square								
Standard Error	42183.663							
Observations	11914							
Observations	11014							
ANOVA				_				
<u> </u>	df	55	<i>MS</i>		Significance F	-		
Regression	11		1.988E+12	1116.9755	0			
Residual	11902	2.11791E+13	1.779E+09					
Total	11913	4.30429E+13						
	Coefficients	Standard Error	र जिल्ला	P-value	Lower 35%	Upper 95%	Lower 95.0%	Upper 95.0%
Intercept	19271.357	1301.439317	14.807726	3.574E-49		21822.39	16720.323	
Factory Tuner	810.70003	1981.325609	0.4091705	0.6824219		4694.4218	-3073.022	
Luxury	18888.229	1074.80074	17.573703			20995.014	16781.444	
Performance	10471.75	1266.470147	8.2684541	1.501E-16		12954.239	7989.2619	
Flexfuel	12564.047	1600.420743	7.850465	4.5E-15		15701.133	9426,9609	
Unknown	690.04057	1472.848198	0.4685076		-2196.9824	3577.0636	-2196.982	
Hatchback	-5595.236	1553.908199	-3.600751	0.0003186		-2549.322	-8641.15	
Diesel	10258.641		3.3570526			16248.601	4268.6805	
High-Performance		1714.867683	14.622579			28437.208	21714.367	
Exotic	171402.65		75.943788	0.2042 40		175826.68	166978.63	
Crossover	8559.6743		6.461539	1.077E-10		11156.325	5963.0236	
					3			
Hybrid	10773.661	2392.500191	4.5030971	6.761E-06	6083.9695	15463.352	6083,9695	15463.352



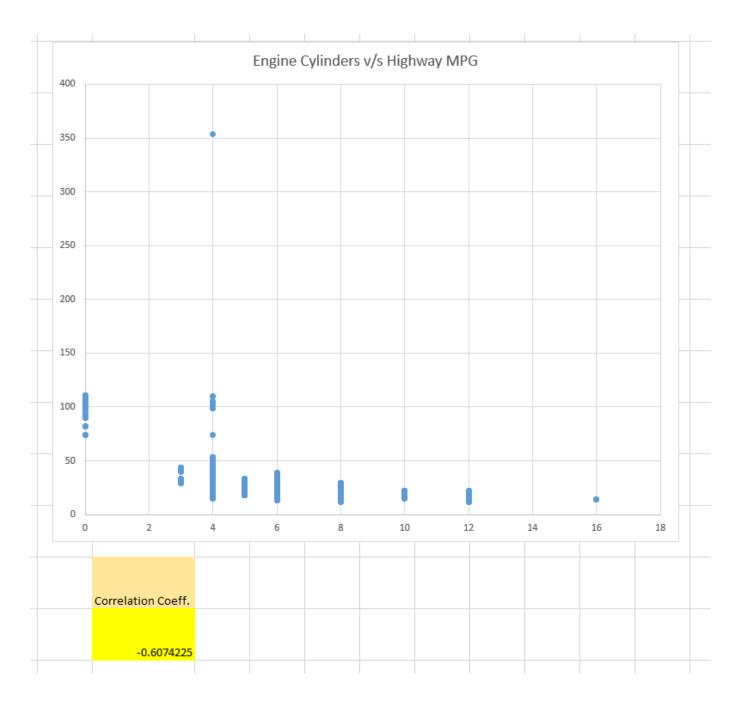
Transmission Type and Engine Cylinders and if it is **Exotic or not** are the most important features in determining car price.

Task 4: How does the average price of a car vary across different manufacturers?



The average price of <u>Luxury car manufactures</u> is <u>higher</u> than other manufacturers.

Task 5: What is the relationship between fuel efficiency and the number of cylinders in a car's engine?



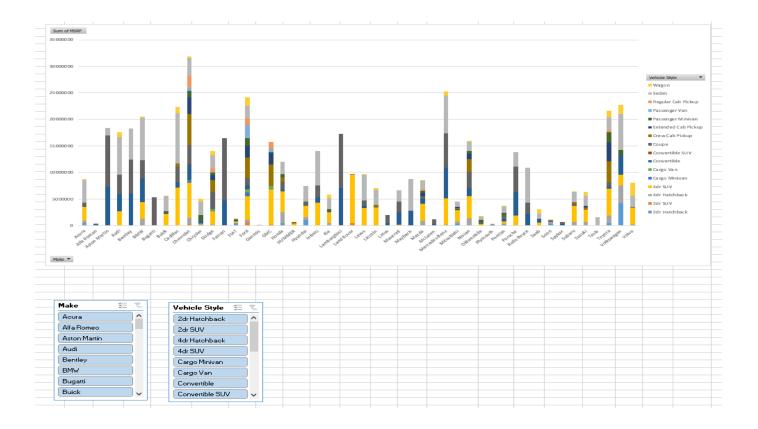
Engine Cylinders and Fuel efficiency are inversely related to each other.

More the number of cylinders, less is the fuel efficiency.

BUILDING THE DASHBOARD

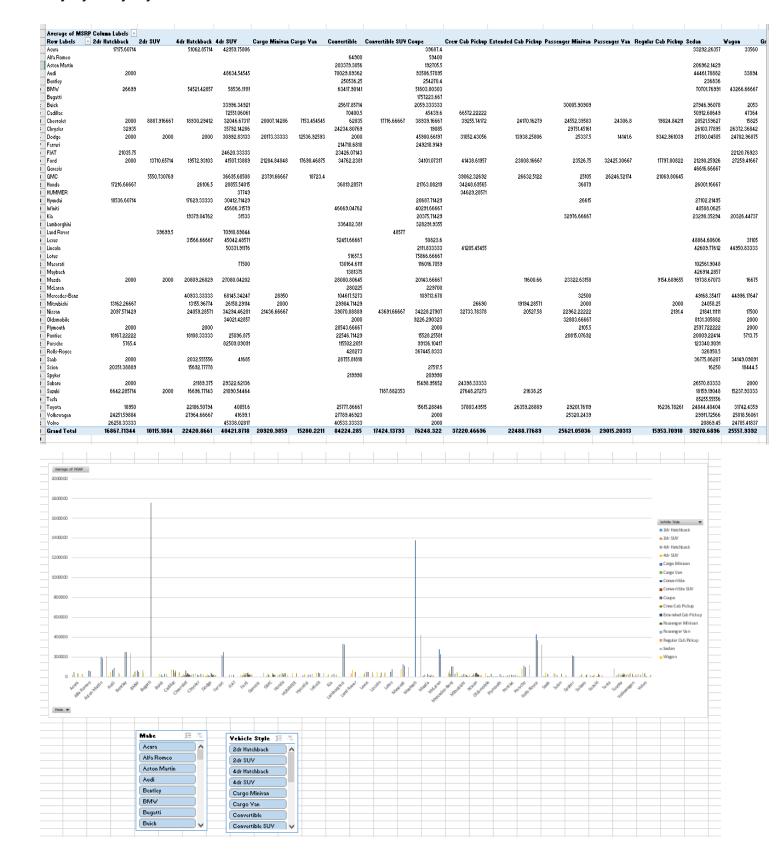
TASK 1: How does the distribution of car prices vary by brand and body style?

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		2dr SU			Cargo Miniv	Cargo V	Convertib	Convertible S		Crew Cab Pic I	extended Cab Pic	Passenger Mini	assenger 1	Regular Cab Pic			
cura	480917		357440	2663505			*00000		793748						4294702	201360	
llfa Romeo							129800		178200								308000
iston Martin							7321655		1E+07						1448735		18405665
ludi	4000			2674900			3291405		4E+06								17532293
Bentley							6012870		6E+06						5920900		18290530
BMW	80097		1144950	3160950			4502671		3E+06						7989300	253600	20556619
Bugatti									5E+06								5271671
Buick				2141770			179325		18534			330065			2850530	8212	5528496
Cadillac				7182555			985607		3E+06	599150					9418847	1E+06	22323833
Chevrolet	8000	2E+05	1287260	6569568	420150	78688	2953245	106300	4E+06	5927617	3117951	1178515	607670	2260032	3303977	300675	31837483
Chrysler	98805			250545			630105		114510			922295			2479859		
lodge	48000	44000	18000	2572405	60520	338497	12000		3E+06	2235775	864172	557425	70708	719408	2417585		
errari	10000	11000	10000	2012100	00020	000101	4723811		1E+07	2200110	001112	001120	10100	110100	2111000	100000	16437100
IAT	420715			369305			327965		12.01							287570	
ord	36000	EE+UE	567615		702400	566351	730007		1E+06	3812353	2285584	1411605	2431898	1299240	2299348		
	30000	3E+03	201013	4402111	102400	300331	130001		IE+00	3012333	2200004	1411003	2431030	1233240			
enesis		40.00		0044040	140750	400000				4000400	2402000	450000	000070	1000000	139850		139850
iMC.	440000	1E+05		6641919	142750	468085	050405			4062482	2183866	150630	603670	1306328	0040405		15704049
onda	413200		2088520				252135		2E+06	787720		553185			2340105		11976779
UMMER				377490						242405							619895
yundai	1038050		528880	2128890					724070			133075			2899937		7452902
ifiniti				4340200			980050		2E+06						6494090		13990090
ia			406960	2049645					142630			494650			1980360	772405	5846650
amborghini							7064450		1E+07								17241500
and Rover		5E+05		9076595				145731									9698720
exus			94700	3152974			472065		1E+06						4837596	31105	9604912
incoln				3422570					25342	453260					2854855	269705	7025732
otus							413260		2E+06								2006460
laserati				155000			2342963		2E+06						2153800		6624047
laybach							2762750								5976800		8739550
lazda	22000	24000	853180	3222525			870505		543879		580033	443130		265486	1618571		
loLaren	22000	24000	033100	5222525			280225		918800		300033	445150		203400	1010311	33330	1199025
lercedes-Benz			122800	4974610	28950		5753964		6E+06			32500			7080243	70400E	
	204000								0E+00	040040	*04000			0000			
itsubishi	394868			2066505	2000		209893	404075		240210	134360	2000		8000	1058563		4524234
issan	14683		1347320		128620		1406552	131075	3E+06	2422300	1026379	413320		21914			15949555
ldsmobile				238150			2000		286015			492055			691161		1731381
lymouth	42000		16000				85631		14000			33688			46759		256078
ontiac	163505		162975	401550			473481		667715			541192			1160535		
'orsche	28827			1815200			4504586		5E+06						2713500		13820646
lolls-Royce							2141365		2E+06						6539010		10885050
iaab	14000		36586	541905			632628								1066500	751280	3042899
icion	366325		282470						330210						32500	184445	1195950
pyker							219990		419980								639970
ubaru	12000		678060	3020230					356476	365975					1913100	10000	
iuzuki	46496	14000						122194		304131	259659					685707	
esla	40400	7000	004001	2002141				122 137		00+101	255055				1534600		1534600
	470750		1207750	E1064E0			386668		811995	2002700	20004	1956518		272440	2459596		21656392
oyota	473750		1397750							3893760	3558504			313446			
olkswagen '	4171275		3355760				3612631		8000			1038130			6760050		22734826
'olvo	157550			3219000			121600		6000						2086945		8020066 4.8E+08
rand Total	8535063		15739448	1E+08	1485390		6.7E+07	505300		25347138	14010508	10683978	3713946	6253854			



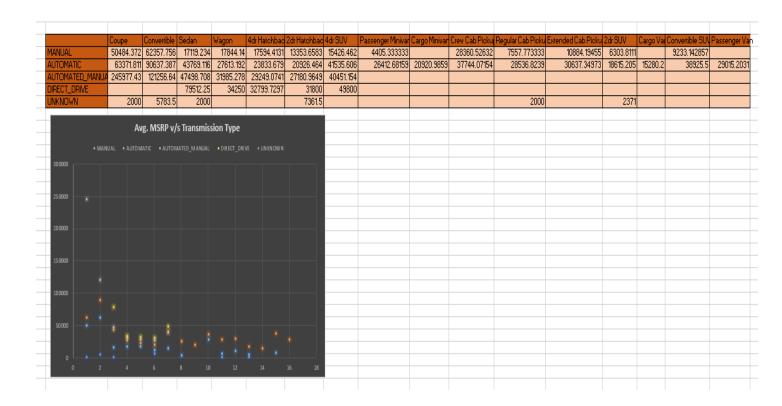
➤ <u>Wagon, Sedan, Coupe, Convertible, Hatchback, 4dr SUV</u> cars are manufactured by many brands and are costlier than other styles.

TASK 2: Which car brands have the highest and lowest average MSRPs, and how does this vary by body style?



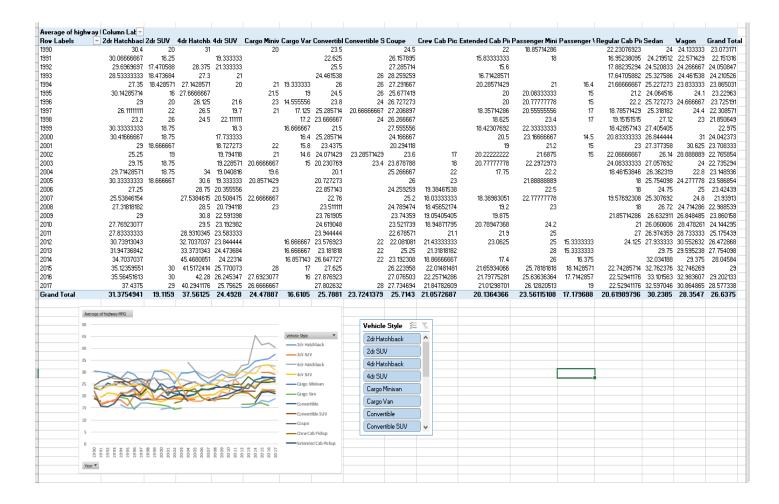
- Bugatti (Coupe) has the highest average MSRP.
- Mitsubishi(reg.cabpickup,passenger minivan,cargo minivan) and Plymouth(Hatchback,SUV,Wagon) have the lowest average MSRP.

TASK 3: How do the different feature such as transmission type affect the MSRP, and how does this vary by body style?



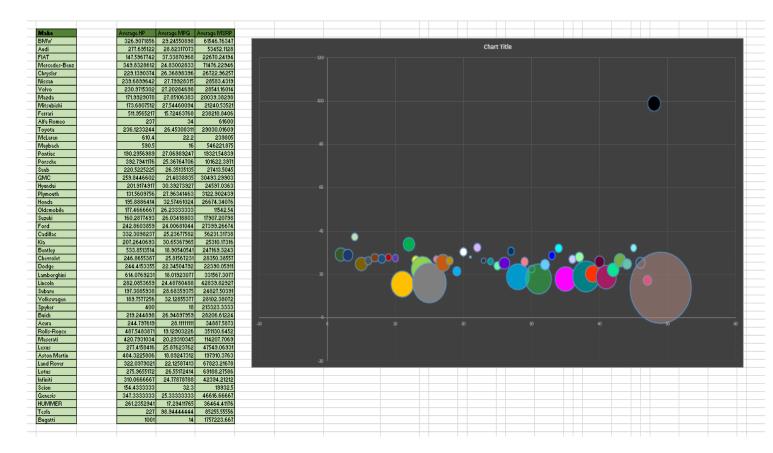
- > AUTOMATED_MANUAL COUPE cars have highest MSRP.
- > MANUAL PASSENGER MINIVAN cars have lowest MSRP.
- > AUTOMATIC cars have high MSRP.

TASK 4: How does the fuel efficiency of cars vary across different body styles and model Years?



- > SEDAN, WAGON, 2DR HATCHBACK have best fuel efficiency.
- > Over the years <u>fuel efficiency has improved</u> for a lot of car styles.

TASK 5: How does the car's horsepower, MPG, and price vary across different Brands?



- ➤ Luxury cars such as Bugatti, Lamborghini, Bentley, etc tend to have comparatively less fuel efficiency and high MSRP. Which makes it difficult for common people to afford it.
- > Whereas, electric cars like Tesla have high fuel efficiency with moderate to high MSRP.