# AirBnB Listings: An in depth dive into the world of short term sublets

Armandas Bartas, Alex Romanus, Braeden Norman, Gabriel Lanzaro

2021-11-09

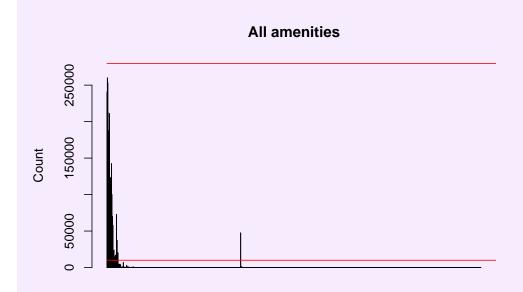
```
library(tidyverse)
library(testthat)
listings <- read.csv("data/Listings_updated.csv")
amenitiesCount <- read.csv("data/amenities_count.csv")</pre>
```

## **Exploring Amenities**

In the original dataset there is a columns that has a list of string of all amenities a listing has. Here we explored these lists to extract useful information for our predictions.

["Heating", "Kitchen", "Washer", "Wifi", "Long term stays allowed"], ["Shampoo", "Heating", "Kitchen", "Essentials", "Washer", "Dryer", "Wifi", "Long term stays allowed"], ["Heating", "TV", "Kitchen", "Washer", "Wifi", "Long term stays allowed"], ["Heating", "TV", "Kitchen", "Wifi", "Long term stays allowed"], ["Heating", "TV", "Kitchen", "Essentials", "Hair dryer", "Washer", "Dryer", "Bathtub", "Wifi", "Elevator", "Long term stays allowed", "Cable TV"]

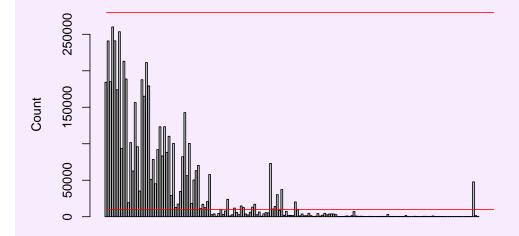
This is the first 5 observation. We found the list of all the amenities and graphically determined which to include in update dataset. For each included amenities, we will add a new columns labeling whether this listing has this amenities or not. (1/0)



#### Amenities Index

```
noOnes <- amenitiesCount$V2[-which( amenitiesCount$V2 < 100)]
barplot(noOnes, ylim = c(0, 280000), main = "Amenities with above 100 observations"
    , xlab = "Amenities Index", ylab = "Count")
lines((integer(279712) + 1)*279712, col = "red")
lines((integer(279712) + 1)*10000, col = "red")</pre>
```

#### Amenities with above 100 observations



Amenities Index

```
reducedAmenities <- amenitiesCount$V1[which(amenitiesCount$V2 > 10000)]
reducedAmenitiesCount <- amenitiesCount$V2[which(amenitiesCount$V2 > 10000)]
```

The first graph shows the count of all amenities. There is 2865 different amenities in the dataset. A lot of them only have a count of 1, so to better view the distribution we removed all amenities that had below 100 observations. The second graph gives all amenities with a count over 100. The top red line is at total observation of dataset, and the bottom line is at 10,000. 10k was decided to be a good number to remove all amenities with less observations, because this would leave us with a more reasonable size of amenities to add to our dataset as new columns (60 after reduction). All observations we updated with a new columns, 1 for has amenity and 2 for not.

```
#listings[1:5,c(2,4,16,35:38)]
```

Quick preview of what the updated dataset looks like.

Below are the percent TRUE/FALSE values of the selected amenities for each city. Since we are trying to determine the city, based on the listings, seeing the difference of amenities by city will give us an understanding of how useful these amenities will be in our model. The graphs selected were:

Heating, Shampoo, Hair dryer, Smoke alarm, Carbon monoxide alarm, Air conditioning, Free parking on premises, Pool

The usefulness was determine by seeing the distinct difference between each city. For example, in Heating we only have 4 cities that have almost no listings with heating (Bangkok, Hong Kong, Mexico City, and Rio de Janeiro) If we also look at Air conditioning we see that only 2 maybe 3 have little to no listings with AC. (Cape Town, Mexico City, and Paris) Now if we take these two into account we can see that given no AC and Heating, we can be almost positive the listing is Mexico City.

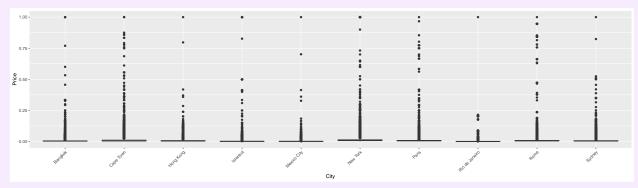
```
selected \leftarrow c(1,6,10,14,22,36,54,58)
knitr::opts_chunk$set(fig.width=unit(18,"cm"), fig.height=unit(5,"cm"))
#for (ii in selected) {
    plt \leftarrow ggplot(listings, aes(x = city,
       fill = factor(listings[,str_replace_all(reducedAmenities[ii], " ", ".")],
#
#
       levels = c(0, 1), labels = c("False", "True")))) +
#
       geom_bar(position = "fill") +
       labs(y = "Percent", fill = "", x = "City",
#
#
       title = paste(reducedAmenities[ii], "by City")) +
#
     theme(axis.text.x = element\_text(angle = 90, vjust = 0.5, hjust=1))
     print(plt)
#}
```

## **Exploring Price**

```
library(dplyr)
df <- data.frame(listings)

df <- (df %>% group_by(city) %>% mutate(price_standardized = price/max(price)))

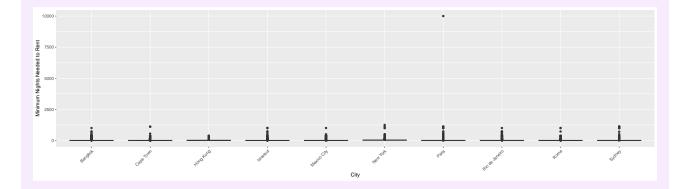
ggplot(df, aes(city, price_standardized)) + geom_boxplot() + xlab('City') +
    ylab('Price') + theme(axis.text.x = element_text(angle = 45, vjust = 1, hjust = 1))
```



Since prices of the Airbnb's are recorded in each city's country's own currency, to make the prices comparable, it makes sense to standardize the variable. The best way to make all listings' prices comparable is to divide each observation's price by it's city's costliest Airbnb. That way, the spreads of the data separated by city are preserved while making the price variable unitless to allow for comparison of observations between cities.

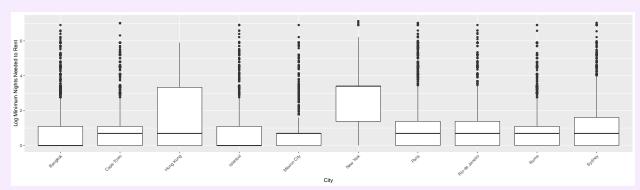
### **Exploring Minimum Nights**

```
ggplot(df, aes(city, minimum_nights)) + geom_boxplot() +
xlab('City') + ylab('Minimum Nights Needed to Rent') +
theme(axis.text.x = element_text(angle = 45, vjust = 1, hjust = 1))
```



```
index_to_remove <- df[df$minimum_nights > 9000,]$listing_id
df <- subset(df, listing_id != index_to_remove)

ggplot(df, aes(city, log(minimum_nights))) + geom_boxplot() +
xlab('City') + ylab('Log Minimum Nights Needed to Rent') +
theme(axis.text.x = element_text(angle = 45, vjust = 1, hjust = 1))</pre>
```

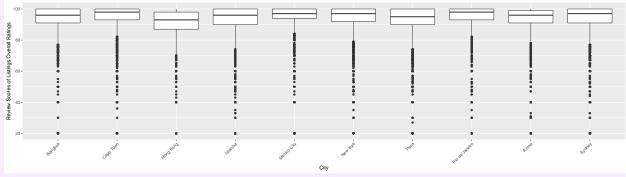


Since no other observations has anywhere near 10000 minimum nights required to rent, which no person would realistically want to rent anyway, it is reasonable to remove this observation from the data set. Furthermore, there are still many outliers, i.e values above the whiskers, preventing the spread from being reasonably assessed, so we apply a log transformation to minimum nights to make it more readable.

Upon transforming the data, it is clear that most cities have many listings with very few minimum nights required to rent, as many of their boxes show Q1's hovering right at 0. New York is the only exception, with a Q1 value of about 1.5 log days, or about 4.5 days, and a median of about 12 days. Conversely, Istanbul and Bangkok have medians hovering just above 0. These distinct spreads of values of minimum days may make Istanbul, Bangkok, and especially New York much easier to predict if this variable is significant in our model.

## **Exploring Review Score for Overall Rating**

```
df_no_NAN <- df[!is.na(df$review_scores_rating),]
ggplot(df_no_NAN, aes(city, review_scores_rating)) + geom_boxplot() +
xlab('City') + ylab('Review Scores of Listings Overall Ratings') +
theme(axis.text.x = element_text(angle = 45, vjust = 1, hjust = 1))</pre>
```



Many observations had to be removed from the data to accommodate the large amount of NANs in the review score ratings variable.

The high medians of and Q1 values of Cape Town and Rio suggest these cities may be easier to predict than the rest. Hong Kong also seems to have a significantly lower rating spread of ratings than the rest of the cities, suggesting it may also be easier to predict than the rest.

However, unless the model used is sensitive to subtle differences in the values of these ratings, it like won't be very useful for classification. This is because the spreads of the data for these reviews are all very similar,

with almost all quantilies above a score of 90. This contradicts what we originally thought, as we predicted that overall reviews may differ significantly from city to city. Generally, it seems Airbnb customers seem to give high reviews.

#### **Exploring Review Scores of Location**

```
df_no_NAN <- df[!is.na(df$review_scores_location),]</pre>
library(janitor)
tabyl(df_no_NAN, city, review_scores_location)
##
                      10
                           2 3
                                4
                                   5
                                        6
                                            7
                                                 8
                                                      9
              city
##
           Bangkok
                    5598
                          62 0 33 15
                                     181 217 1230
                                                   3832
##
         Cape Town 10900
                          50 1 10
                                       94
                                           59
                                               426 1847
                                    9
##
                          29 0 12
                                    4
                                       33
                                           24
                                               175
         Hong Kong
                    2698
##
          Istanbul
                    7886 147 2 52 28 212 137
                                               713 2042
##
                          70 0
                                   2
       Mexico City 12674
                                8
                                      78
                                          42
                                               233 1336
##
          New York 18819
                          64 0 27 14 200 151 1245 6220
##
             Paris 36662
                          76 1 22 12 243 239 1882 8833
##
   Rio de Janeiro 13657
                          46 1 20
                                   7 114
                                          63
                                               497 1701
                          29 1 27 21 138 130 1076 5548
##
              Rome 13842
##
            Sydney 17759
                          62 1 23 8 187
                                          89
                                               988 3186
tabyl(df_no_NAN, city, review_scores_location)%>%
adorn_percentages("col") %>%
adorn_pct_formatting(digits = 2)
                                       3
                                                            6
                                                                   7
##
              city
                       10
                               2
                                              4
                                                     5
##
           Bangkok 3.98%
                           9.76%
                                  0.00% 14.10% 12.50% 12.23% 18.85% 14.53% 10.84%
                           7.87% 14.29%
##
                    7.76%
                                         4.27%
                                                7.50%
                                                        6.35%
##
         Hong Kong
                    1.92% 4.57%
                                  0.00% 5.13%
                                                 3.33%
                                                        2.23%
                                                               2.09%
                                                                       2.07%
                                                                              2.27%
##
                    5.61% 23.15% 28.57% 22.22% 23.33% 14.32% 11.90%
                                                                      8.42%
##
                                  0.00% 3.42%
       Mexico City 9.02% 11.02%
                                                1.67% 5.27%
                                                               3.65%
                                                                      2.75%
##
          New York 13.39% 10.08%
                                  0.00% 11.54% 11.67% 13.51% 13.12% 14.71% 17.60%
##
             Paris 26.09% 11.97% 14.29%
                                         9.40% 10.00% 16.42% 20.76% 22.23% 24.99%
##
   Rio de Janeiro
                    9.72%
                           7.24% 14.29% 8.55%
                                                5.83%
                                                       7.70%
                                                               5.47%
                                                                      5.87%
##
              Rome 9.85%
                           4.57% 14.29% 11.54% 17.50% 9.32% 11.29% 12.71% 15.69%
                           9.76% 14.29% 9.83% 6.67% 12.64% 7.73% 11.67% 9.01%
##
            Sydney 12.64%
```

Similar to overall review scores, many observations had to be removed to analyze review\_scores\_location due to the high volume of NANs. Some cities, such as Hong Kong, were significantly effected, as it is far fewer location reviews than, say, Paris.

The largest proportion of high reviews, i.e 9s and 10s, belong to Paris at 24.99% and 26.09% respectively. Also, Istanbul has large shares of low reviews, with 23.15%, 28.57%, and 22.22% of 2s, 3s, and 4s respectively, compared to the other cities. These heavy tails may make it easier to classify these two cities if review scores based on location is a significant predictor in our model.