# Applied Data Science Capstone

Opening a new Chinese Restaurant in Boston



#### Business Problem

- The objective of this project is to find a proper location for a Chinese restaurant in Boston. Opening a restaurant requires a lot of upfront investment and continuous cost, which requires the restaurant to have a stable source of customers in the course of operation. The main source of guests should be the surrounding communities. Therefore, analyzing location data makes a lot of sense. Location data from Foursquare also reveals the number of existing restaurants and similar food and beverage services in different locations, minimizing the problem of excessive competition in choosing locations for new restaurants.
- In a word, the question for this project is: in Boston, United States, if someone wants to open a new Chinese Restaurant, which location would you recommend?

# Target Audience

 The target audience for this project is the one who is intended to open a new Chinese restaurant in Boston. Location will significantly affect the operation of a restaurant. Whether there are too few restaurants in a location to create a business cluster, or too many restaurants to increase competition, it can affect the operation of a new restaurant. Also, the taste of the residents in the area where the restaurant is located is another factor. Therefore, a clear perception of all investor locations in the Boston neighborhoods is necessary for the intended audience of this project.

#### DATA

- Neighborhoods in Boston (https://en.wikipedia.org/wiki/Neighborhoods\_in\_Boston).
- Coordinates of the neighborhoods.
- The race and ethnicity distribution in different neighborhoods. It will help to minimize the range of the data we need to explore (https://statisticalatlas.com/place/Massachusetts/Boston/Race-and-Ethnicity#figure/neighborhood).
- Venue data, especially those are related to restaurants.

## Methodology

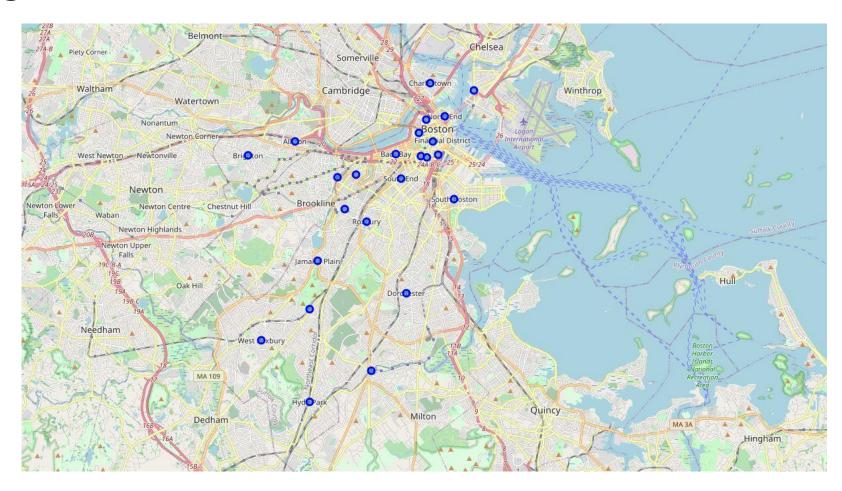
#### Tools

• Pandas, Geocoder, BeautifulSoup and Requests, JSON, Folium, Scikit

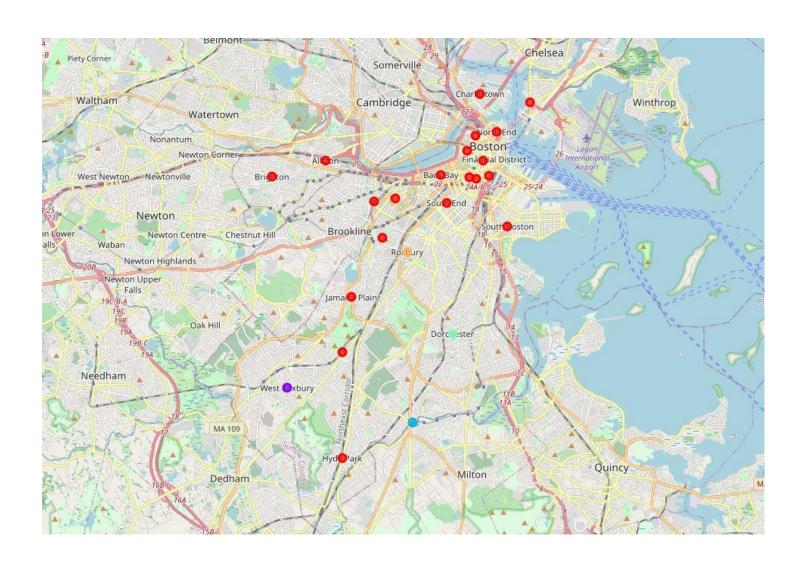
#### Steps

- Use Python requests and BeautifulSoup package to acquire the neighborhoods information of Boston on the Wikipedia page.
- Use Python Geocoder package to get the coordinates of the different neighborhoods in Boston.
- Search for the race and ethnicity data of different neighborhoods. The analysis will focus on the 10 neighborhoods with the largest Asian populations.
- Visualize the different neighborhoods in the map with Folium library.
- Use FourSquare API to get venue data for the focused neighborhoods, especially the location data of the Asian restaurants like Thai, Korean, and Japanese restaurants.
- Do the segmenting and clustering to find the differences and similarities among the clusters.
- Compare and conclude the final observations.

### Results



Map of Boston with Neighborhoods



Map of Boston with the 5 Clusters of the Neighborhoods

## Clusters

	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue	10th Most Common Venue
0	Allston	Korean Restaurant	Pizza Place	Thai Restaurant	Bakery	Vegetarian / Vegan Restaurant	Chinese Restaurant	Thrift / Vintage Store	Fried Chicken Joint	Pharmacy	Bubble Tea Shop
1	Back Bay	Coffee Shop	Italian Restaurant	American Restaurant	Hotel	Seafood Restaurant	Clothing Store	Ice Cream Shop	Gym / Fitness Center	Juice Bar	Shopping Mall
2	Bay Village	Hotel	Sandwich Place	Italian Restaurant	Performing Arts Venue	Seafood Restaurant	Bakery	American Restaurant	Theater	Spa	Park
3	Beacon Hill	Pizza Place	Italian Restaurant	American Restaurant	Museum	French Restaurant	Restaurant	Hotel Bar	Yoga Studio	Hotpot Restaurant	Park
4	Brighton	Pizza Place	Bank	Bus Station	Bakery	Coffee Shop	Chinese Restaurant	Grocery Store	Pub	Deli / Bodega	Mobile Phone Shop
5	Charlestown	Pizza Place	Pub	Gastropub	Donut Shop	Coffee Shop	Convenience Store	Yoga Studio	National Park	Plaza	Pharmacy
6	Chinatown	Chinese Restaurant	Bakery	Asian Restaurant	Seafood Restaurant	Bubble Tea Shop	Performing Arts Venue	Hotel	Restaurant	Coffee Shop	Sandwich Place
7	Leather District	Chinese Restaurant	Asian Restaurant	Bakery	Coffee Shop	Sandwich Place	Sushi Restaurant	American Restaurant	Food Truck	Dessert Shop	Noodle House
9	Downtown Boston	Coffee Shop	Chinese Restaurant	Park	Bakery	Historic Site	Sushi Restaurant	Burger Joint	Asian Restaurant	Hotel	New American Restaurant
10	East Boston	Latin American Restaurant	Convenience Store	Liquor Store	Art Gallery	Pharmacy	Pizza Place	Sandwich Place	Colombian Restaurant	Café	Fast Food Restaurant
11	Fenway- Kenmore	American Restaurant	Park	Sports Bar	Thai Restaurant	Hotel	Café	Mexican Restaurant	Liquor Store	Greek Restaurant	Coffee Shop
12	Longwood	Donut Shop	Coffee Shop	Pharmacy	Park	Metro Station	Fast Food Restaurant	Falafel Restaurant	Hotel	Café	Diner
13	Hyde Park	American Restaurant	Pizza Place	ATM	Italian Restaurant	Donut Shop	Sandwich Place	Bar	Bank	Grocery Store	Theater
14	Jamaica Plain	Bakery	Art Gallery	Coffee Shop	Donut Shop	Library	Deli / Bodega	Noodle House	Pet Store	Pizza Place	Child Care Service
16	Mission Hill	American Restaurant	Hotel	Bank	Ice Cream Shop	Indian Restaurant	Greek Restaurant	Liquor Store	Metro Station	Park	Pizza Place
17	North End	Italian Restaurant	Seafood Restaurant	Park	Pizza Place	Pub	Coffee Shop	Bakery	Café	Historic Site	Sports Bar
18	Roslindale	Yoga Studio	Cuban Restaurant	American Restaurant	Pizza Place	Pool	Big Box Store	Rental Car Location	Donut Shop	Scenic Lookout	Doctor's Office
20	South Boston	Liquor Store	Pizza Place	Bar	Italian Restaurant	Convenience Store	Chinese Restaurant	Coffee Shop	Sports Bar	Pet Store	Mexican Restaurant
21	South End	Italian Restaurant	Coffee Shop	Bakery	Wine Shop	Wine Bar	Gift Shop	Park	Bar	French Restaurant	Yoga Studio
22	West End	Pizza Place	Hotel	Donut Shop	Bar	American Restaurant	Sandwich Place	Italian Restaurant	Coffee Shop	Sports Bar	Mexican Restaurant

### Clusters

	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue			9th Most Common Venue	10th Most Common Venue
23	3 West Roxbury	Home Service	Lawyer	Yoga Studio	Doctor's Office	Fast Food Restaurant	Farmers Marke	et Falafel Restauran	nt Event Space	Electronics Store	Dumpling Restaurant
	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue	
15	Mattapan	Yoga Studio	Bakery	Fast Food Restaurant	Mobile Phone Shop	Nail Salon	Pharmacy	Caribbean Restaurant	Southern / Soul Food Restaurant	Convenience Store	Automotive Shop
	<b>N</b> eighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue	7th Most Common Venue	8th Most Common Venue	9th Most Common Venue	10th Most Common Venu
8	Dorchester	Food	Market	Breakfast Spot	Fried Chicken Joint	Plaza	Gym	Café	Pizza Place	Vegetarian / Vegan Restaurant	Southern / Soul Fo Restaura
	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue	6th Most Common Venue		8th Most Common Venue	9th Most Common Venue	10th Most Common Venue
19	Roxbury	Park	Metro Station	Plaza	Art Gallery	Gym	Furniture / Home Store	Doctor's Office	Farmers Market	Falafel Restaurant	Event Space

#### Discussion

Most of the neighborhoods are in cluster 1 where cafe, restaurants, stores are abundant. While the places with high frequency in cluster 2,3,4, and 5 are different. In cluster 2, people visited those places mainly for getting services. In cluster 3, the places that people visit frequently cover a wide range of types, and it can be seen that it is a neighborhood with relatively convenient life. In cluster 4, although lots of places mentioned here are about food, they are mainly related to fast food. In cluster 5, the location people frequently visit are park, metro, plaza, art gallery, gym, and so on. It can be seen that this is a good neighborhood for entertaining. In a word, if I need to find a cluster for opening a new Chinese restaurant, it definitely should be in cluster 1. However, I still need to compare different neighborhoods in cluster 1 to find a more specific location.

#### Conclusion

As mentioned above, for the final conclusion, more analysis is still required. In Cluster 1, we can see that in neighborhoods Allston, Chinatown, Leather District, Brighton, and Downtown Boston, Chinese restaurants are frequently visited places. Also, in these neighborhoods, other kinds of Asian restaurants are also frequently visited places. In other words, people who are living in these neighborhoods are of high probability to love Chinese food. Further, in Chinatown, Leather District and Downtown Boston, the frequency of Chinese restaurants is first or second, that is to say, if a new restaurant is to be opened here, the competitive pressure may be very great. Let's compare Allston and Brighton. In both these two neighborhoods, Chinese restaurants are the 6th common venues. However, it obvious that there are more restaurants in Allston than in Brighton, which means Allston has a more propounced in Allston than in Brighton, which means Allston has a more pronounced propensity for business aggregation. In my understanding, business aggregation will help to attractive customers.

The Winner is ...

# ALLSTON

