

Exploratory Data Analysis G2M Case Study

1/19/2023

Agenda

Executive Summary

Problem Statement

Approach

EDA

EDA Summary

Recommendations



Problem Statement

• XYZ is a private equity firm in US. Due to remarkable growth in the Cab Industry in last few years and multiple key players in the market, it is planning for an investment in Cab industry.

• **Objective**: Provide actionable insights to help XYZ firm in identifying the right company for making investment.

Approach

The analysis has been divided into four parts:

- Data Understanding
- Forecasting profit and number of rides for each cab type
- Finding the most profitable Cab company
- Recommendations for investment

Data Understanding

- We have been provided 4 individual data sets for the analysis:
 - Cab Data.csv—this file includes details of transaction for 2 cab companies
 - Customer_ID.csv this is a mapping table that contains a unique identifier which links the customer's demographic details
 - Transaction_ID.csv this is a mapping table that contains transaction to customer mapping and payment mode
 - City.csv this file contains list of US cities, their population and number of cab users
- We have total of 22 Features (including 7 derived features)
- Timeframe of the data: 2016-01-31 to 2018-12-31
- Total data points :359392

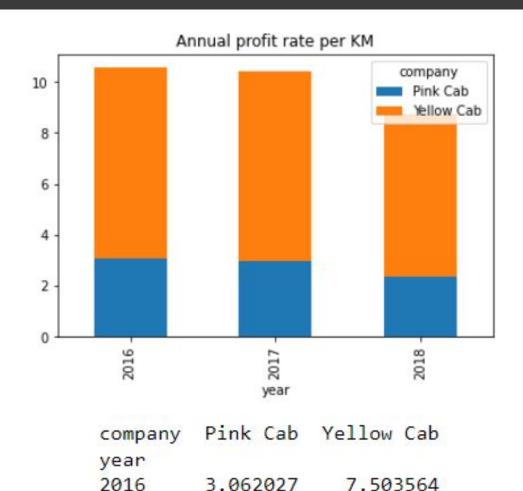
Assumptions

- Outliers are present in Price_Charged feature but due to unavailability of trip duration details, we are not treating this as outlier.
- Profit of rides are calculated keeping other factors constant and only Price_Charged and Cost_of_Trip features used to calculate profit.
- Users feature of city dataset is treated as number of cab users in the city, we have assumed that this can be other cab users as well (including Yellow and Pink cab)

Profit Analysis

2017

2018

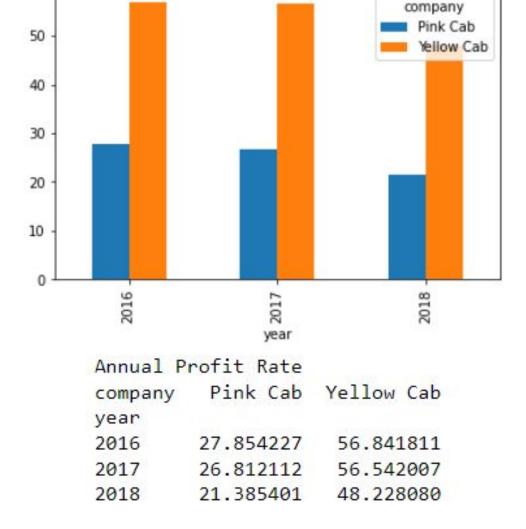


2.949786

2.353015

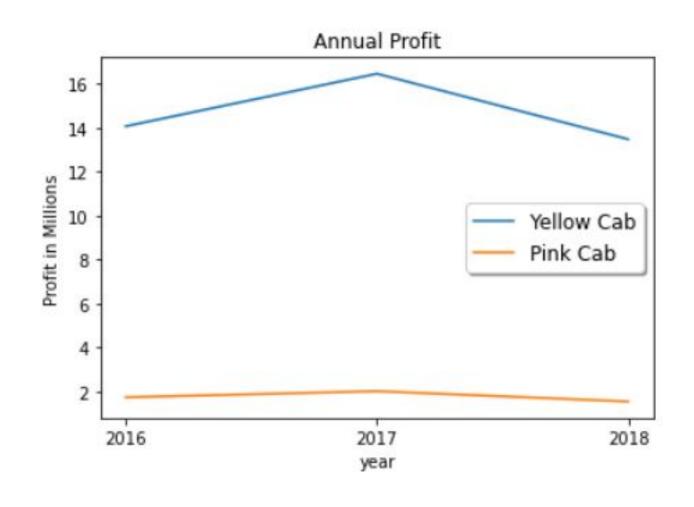
7.465487

6.364322



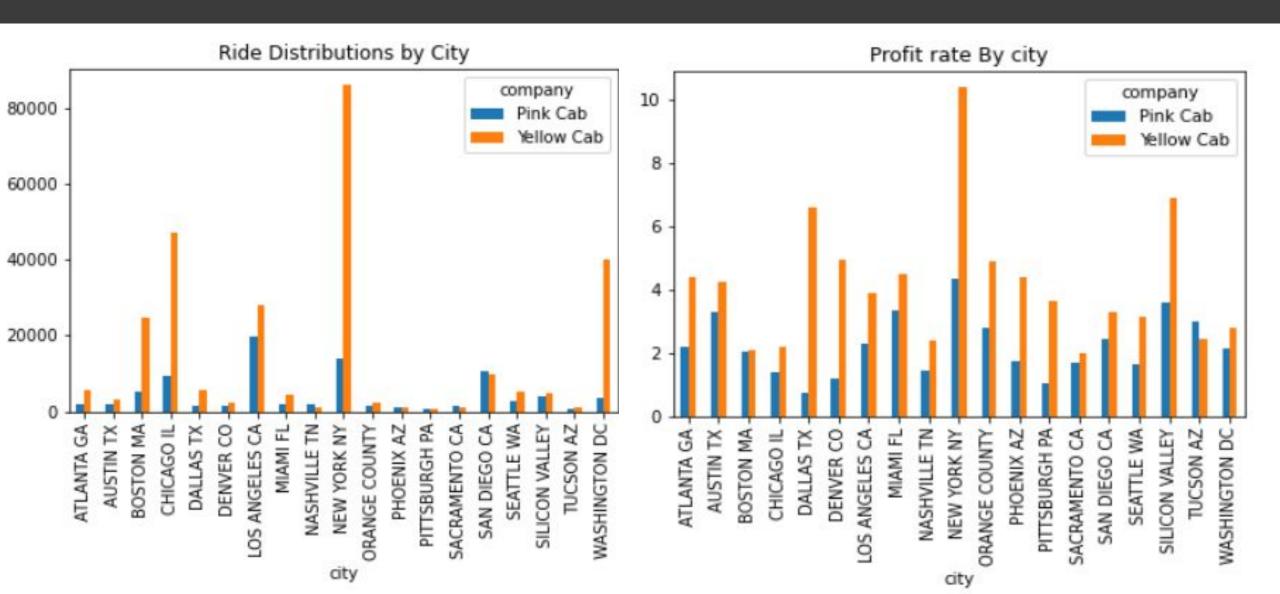
Annual profit rate

Profit Analysis



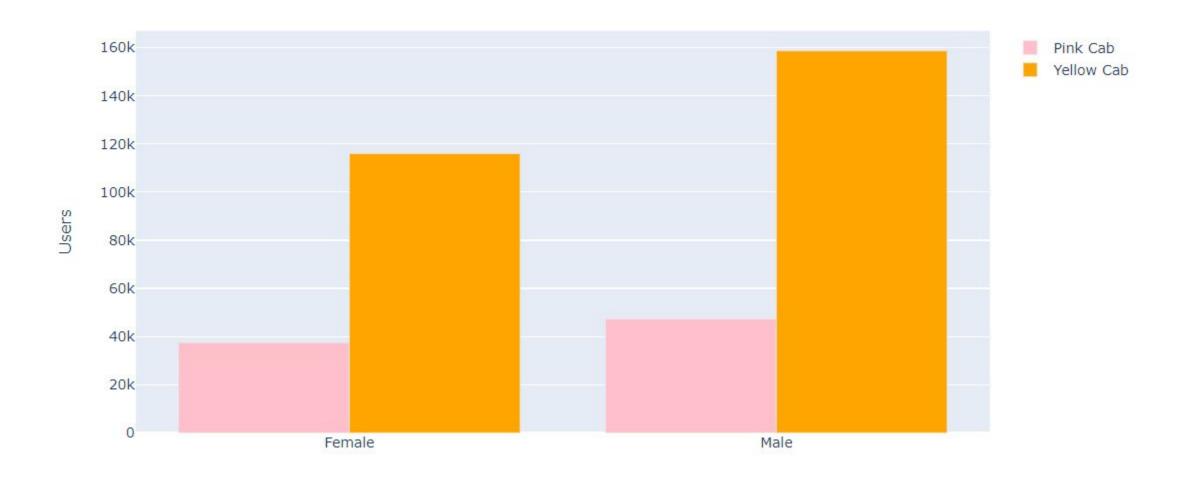
company	profit_per_ride
Pink Cab	62.652174
Yellow Cab	160.259986

Profit Analysis By City



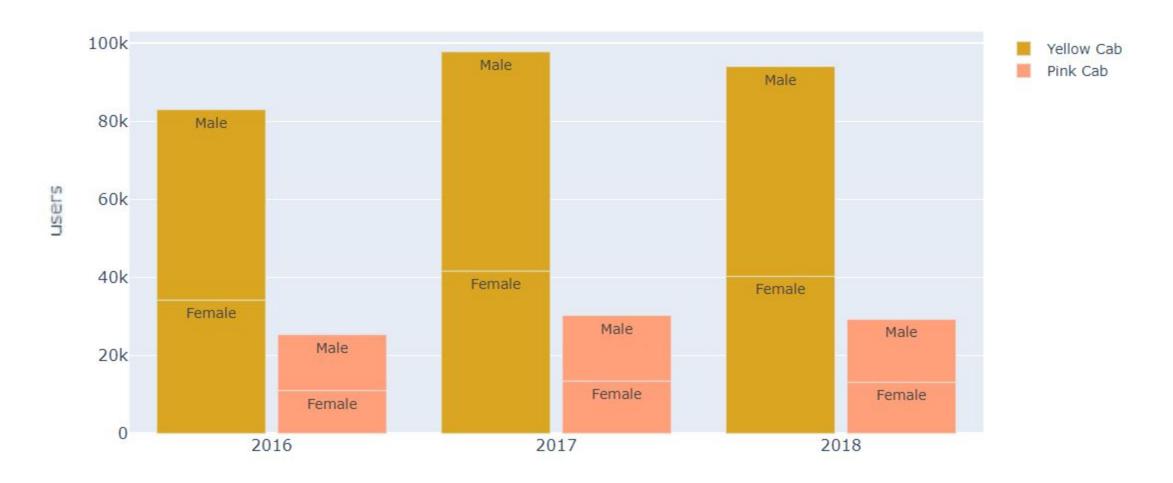
Customer base Analysis Gender wise

Pink & Yellow Cab Firm Users Distribution Over Gender

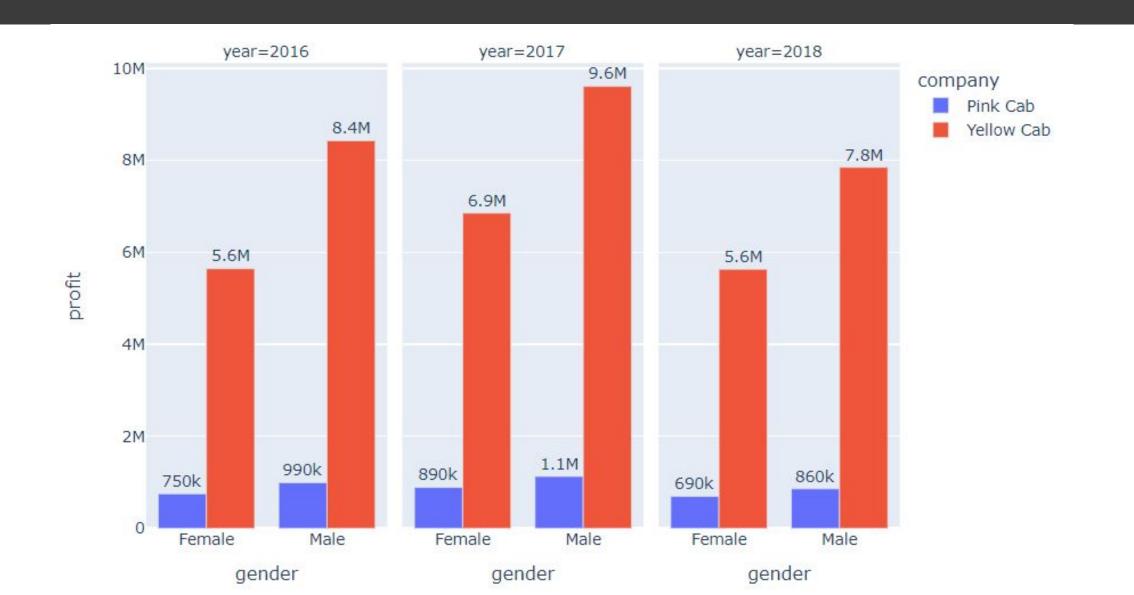


Customer base Analysis Gender wise

Customer base per yer per Cab Company

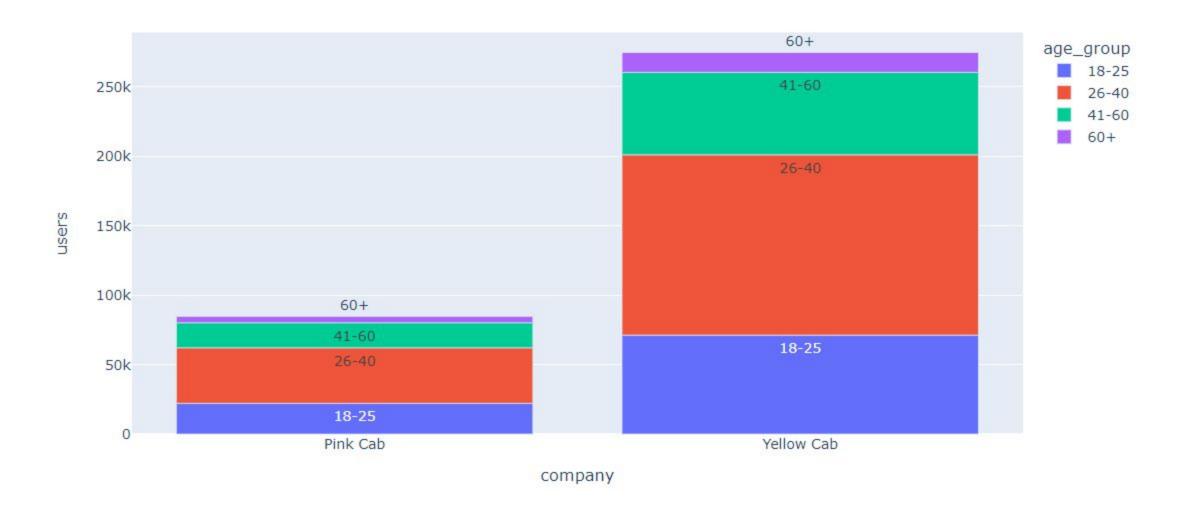


Profit and Customer base Analysis Gender wise

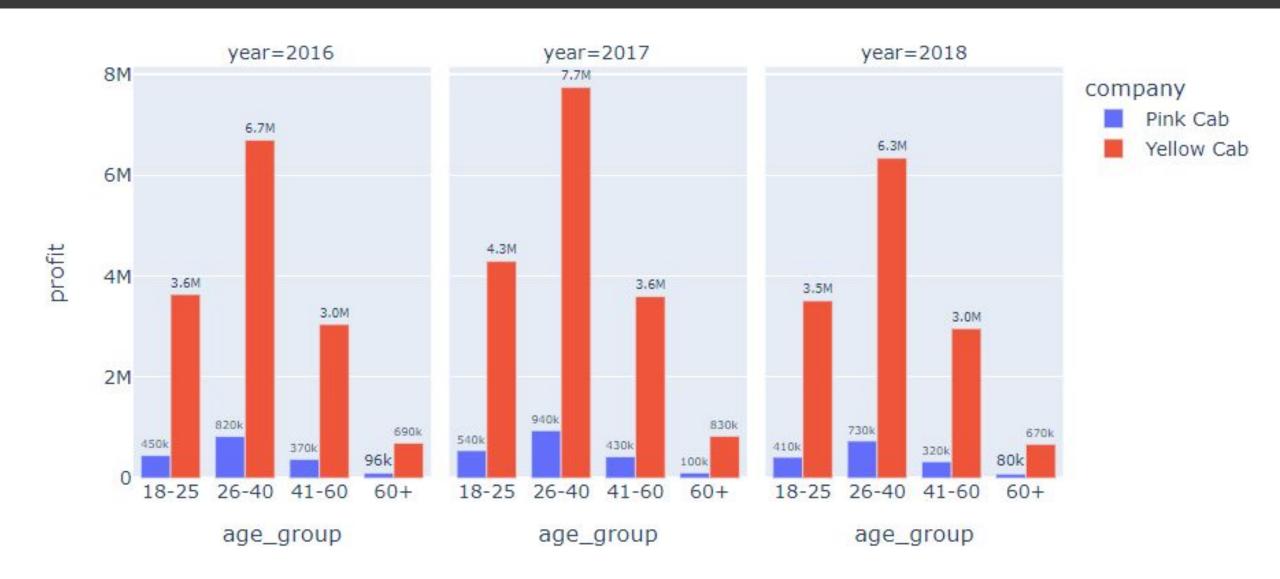


Customer base Analysis Age wise

Age Groupwise Customer base



Profit and Customer base Analysis Age wise

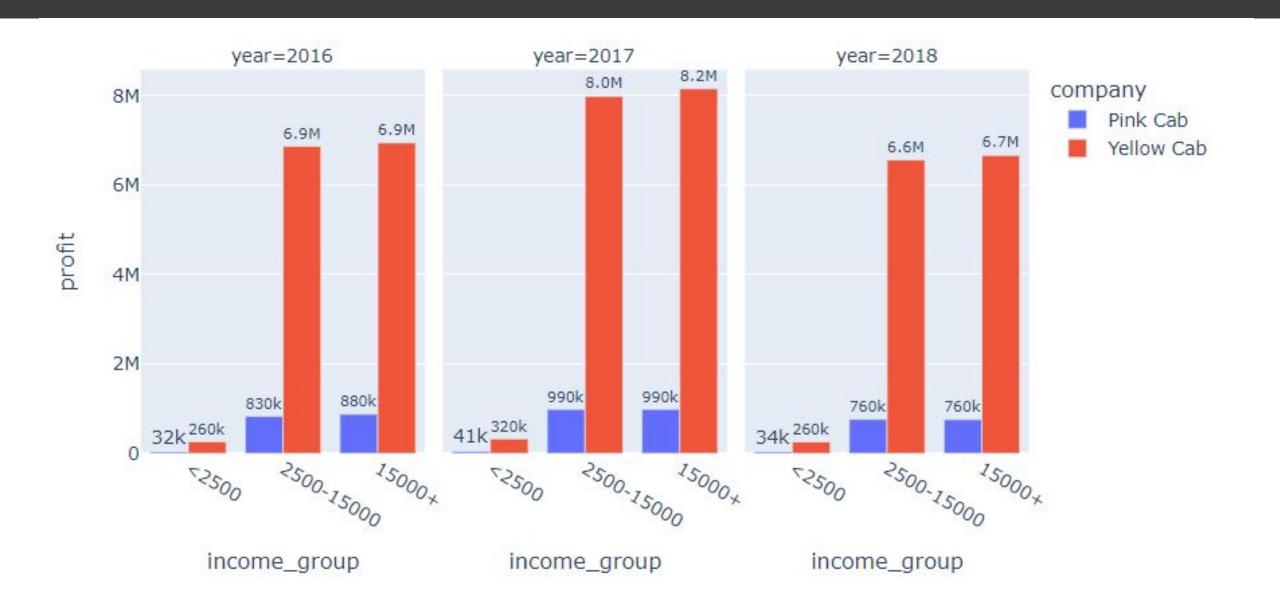


Profit and Customer base Analysis Income wise

Income wise Customer base



Profit and Customer base Analysis Income wise



Observations and Recommendations

- Yellow cab's average profit per KM is almost three times the average profit per KM of the Pink cab.
- Most profit earned from users for both Cab companies fall in between 26-40 age group. **Yellow cab** has more customer in all age group compared to that of Pink Cab resulting more profit
- Yellow cab has higher customer reach in 25 cities while Pink cab has higher customer reach in 4 cities.
- Both the cabs are very popular in high and medium income class but here also Yellow cab is performing better than Pink cab in offering their services to all the three income class group (low, medium and high)

On the basis of above point, we will recommend Yellow cab for investment.

Thank You

