# **DABI** Assignment 2

# Jonathan Goh, 2081973F

Temasek Polytechnic, School of Informatics & IT – Specialist Diploma in Business Analytics

Lo

False

### **Introduction & Objectives**



Airbnb Inc. is an American company based in San Francisco, California that was founded in 2008 by Brian Chesky, Nathan Blecharczyk and Joe Gebbia. Airbnb is a shortened version of the original name, AirBedandBreakfast. The company operates an online marketplace for vacation rentals which are typically homestays. The company generates revenue by collecting a commission from each booking that is made on its platforms. As such, it does not own any of the properties that are listed for booking.

This dataset contains data 7323 rows and 106 columns of various properties listed in Singapore over the past few



Using the data provided, the study aims to build a classification model to identify the listings that will be popular. The insights gained can hopefully then be used to determine what contribute to the popularity of the more popular listings and help the less popular listings improve.

## **Data Exploration & Preparation**



Columns with large number of null values were dropped followed by columns containing ID, name, URL and date.

Categorical columns with too many unique values or only one unique value were dropped. Categorical columns with an overwhelming majority in a single class were also dropped.



Checking the correlation between each of the numerical columns, those with high collinearity were dropped.

Dummy variables were created for the remaining categorical features.

All rows containing null values were dropped.



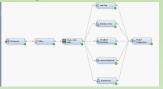
jupyter

The final dataset of 2605 rows and 48 columns were exported as a csv and imported into SAS. All the dummy variables were changed to "binary" type. One dummy was also set to "rejected" from each group. (e.g. host is superhost. A "1" on the "false" dummy variable is the same as a "0" on the "true" variable and thus unnecessary) A quick exploration of the imported data reveals an outlier in the maximum nights feature which was removed by a filter node.

A partition was created to split the dataset between train and validation data in a 70-30 ratio stratified.

#### Workflow

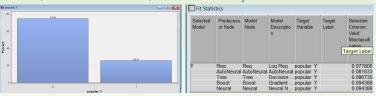
The diagram used contains the import, filter and partition nodes, as well as various classification models and a comparison node. The configuration for the diagram is below and the models were all run based on default configurations with the results as follows:



og Reg	Decision Tree	Gradient Boosting	Neural Network	AutoNeural
Classification Table	Event Classification Table	Event Classification Table	Event Classification Table	Event Classification Table
Fole-TRAIN Target-popular_Y Target label-'	Data Role-TRAIN Target-popular_Y Target Label-' '	Data Role-TRAIN Target-popular_Y Target Label='	Data Role-TRAIN Target-popular_Y Target label='	Pata Bole-TRAIN Target-popular_V Target label-'
se Toue Palse Toue ive Negative Positive Positive	False Time False Time Megative Megative Foxitive Positive	False True False True Regative Hegative Fositive Fositive	False True False True Negative Negative Fositive	Faire True Faire True Regative Regative Positive Positive
0 1310 48 362	92 1307 51 370	107 1319 39 355	79 1326 32 303	82 1316 42 380
Role-VALIDATE Target-popular_Y Target Label-' '	Pata Role-VALIDATE Target-popular_Y Target Label-'	Data Role-VALIDATE Target-popular_Y Target Label-	Data Role-VALIDATE Target-popular_Y Target label-'	Data Role-VALIDATE Target-popular_Y Target label-
se True False True ive Negative Positive Positive	False Time False True Megative Negative Fositive	False True False True Negative Negative Fositive Fositive	False True False True Negative Negative Fositive Fositive	False True False True Negative Negative Fositive Positive
573 11 150	41 557 27 159	59 569 15 141	51 561 23 149	51 571 13 149

#### **Findings and Recommendations**

As such, the model comparison module was set to select the best performing model based on misclassification. However, due to a class imbalance, misclassification may not be the best metric.



Instead, F1 score is calculated:

Logistic Regression	Decision Tree	<b>Gradient Boosting</b>	<b>Neural Network</b>	AutoNeural
0.831	0.824	0.792	0.801	0.823

The best performing model is still Logistic Regression. A possible way to improve the model may be to SMOTE after the partition before modelling but that will not be covered within this project.

Examining the feature weight importance of the logistic regression, we are able to identify that the following are the top 10 features that are important in determining popularity:

Latitude, Host Response Rate, Host Acceptance Rate, Number of Bathrooms, Moderate Strictness on Cancellations, Review Scores, Room Type, Bedrooms, whether the host is a SuperHost and Number of Guests included.

Based on the features identified, some cannot be changed such as the Latitude and Number of Bathrooms and Bedrooms. Nonetheless, the opportunities for improvement are available, such as, Responding to and Accepting more Booking Requests, and Trying not to be too Strict on Cancellations which should also increase their Review Scores.