ANALYSIS OF MARRIOTT HOTEL BOOKINGS



Business Problem

****This project analyzes booking data from City Hotel and Resort Hotel to identify key factors influencing high cancellation rates. The goal is to provide data-driven insights and recommendations to improve revenue management and room occupancy.****

Importing Libraries

import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
import numpy as np
import warnings
warnings.filterwarnings('ignore')
import plotly.express as px
import plotly.graph_objects as go

Loading the dataset

In [248	<pre>df=pd.read_csv('hotel_bookings 2.csv')</pre>							
In [440	df.head(5)							
Out[440		hotel	is_canceled	lead_time	arrival_date_year	arrival_date_month	arrival_date_week_number	arrival_date_day_
	0	Resort Hotel	0	342	2015	July	27	
	1	Resort Hotel	0	737	2015	July	27	
	2	Resort Hotel	0	7	2015	July	27	
	3	Resort Hotel	0	13	2015	July	27	
	4	Resort Hotel	0	14	2015	July	27	
	5 rows × 31 columns							
	4)
In [252	df.shape							
Out[252	(119390, 32)							
In [16]:	df	.column	S					

```
Out[16]: Index(['hotel', 'is_canceled', 'lead_time', 'arrival_date_year',
                  'arrival_date_month', 'arrival_date_week_number',
                 'arrival_date_day_of_month', 'stays_in_weekend_nights',
                 'stays_in_week_nights', 'adults', 'children', 'babies', 'meal',
                 'country', 'market_segment', 'distribution_channel',
                 'is_repeated_guest', 'previous_cancellations',
                  'previous_bookings_not_canceled', 'reserved_room_type',
                  'assigned_room_type', 'booking_changes', 'deposit_type', 'agent',
                 'company', 'days_in_waiting_list', 'customer_type', 'adr',
                 'required_car_parking_spaces', 'total_of_special_requests',
                 'reservation_status', 'reservation_status_date'],
                dtype='object')
 In [18]: df.info()#checking data types
         <class 'pandas.core.frame.DataFrame'>
        RangeIndex: 119390 entries, 0 to 119389
        Data columns (total 32 columns):
            Column
                                             Non-Null Count
         ---
                                             -----
         0 hotel
                                             119390 non-null object
                                            119390 non-null int64
            is_canceled
                                            119390 non-null int64
            lead_time
         3
             arrival_date_year
                                             119390 non-null int64
         4
            arrival_date_month
                                             119390 non-null object
            arrival_date_week_number 119390 non-null int64
arrival_date_day_of_month 119390 non-null int64
             stays_in_weekend_nights
                                           119390 non-null int64
                                             119390 non-null int64
         8
             stays_in_week_nights
         9
             adults
                                             119390 non-null int64
                                            119386 non-null float64
         10 children
         11 babies
                                            119390 non-null int64
         12 meal
                                            119390 non-null object
                                            118902 non-null object
         13 country
         14 market_segment
                                             119390 non-null object
                                          119390 non-null object
119390 non-null int64
         15 distribution_channel
         16 is_repeated_guest
         17 previous_cancellations 119390 non-null int64
         18 previous_bookings_not_canceled 119390 non-null int64
         19 reserved_room_type 119390 non-null object
             assigned_room_type
          20
                                             119390 non-null object
                                           119390 non-null int64
         21 booking_changes
         22 deposit_type
                                           119390 non-null object
         23 agent
                                            103050 non-null float64
                                            6797 non-null float64
         24 company
                                             119390 non-null int64
         25 days_in_waiting_list
         26 customer_type
                                             119390 non-null object
         27 adr
                                            119390 non-null float64
         28 required_car_parking_spaces 119390 non-null int64
         29 total_of_special_requests 119390 non-null int64
30 reservation_status 119390 non-null object
                                            119390 non-null object
         31 reservation_status_date
                                             119390 non-null object
         dtypes: float64(4), int64(16), object(12)
        memory usage: 29.1+ MB
In [254...
         df['reservation_status_date'] = pd.to_datetime(df['reservation_status_date'], format='%d/%m/%Y')
          #changing the data type of the column to datetime format
```

Data cleaning

In [48]: df.describe(include='object')

Out[48]: hotel arrival date month meal country market segment distribution channel reserved room type count 119390 119390 119390 118902 119390 119390 119390 2 177 10 unique 12 City PRT BB Online TA TA/TO Α top August Hotel 97870 85994 freq 79330 13877 92310 48590 56477

```
In [50]: for col in df.describe(include='object').columns:
              print(col)
              print(df[col].unique())
              print('-'*50)
         ['Resort Hotel' 'City Hotel']
         arrival_date_month
         ['July' 'August' 'September' 'October' 'November' 'December' 'January'
          'February' 'March' 'April' 'May' 'June']
         meal
         ['BB' 'FB' 'HB' 'SC' 'Undefined']
         country
         ['PRT' 'GBR' 'USA' 'ESP' 'IRL' 'FRA' nan 'ROU' 'NOR' 'OMN' 'ARG' 'POL'
          'DEU' 'BEL' 'CHE' 'CN' 'GRC' 'ITA' 'NLD' 'DNK' 'RUS' 'SWE' 'AUS' 'EST'
          'CZE' 'BRA' 'FIN' 'MOZ' 'BWA' 'LUX' 'SVN' 'ALB' 'IND' 'CHN' 'MEX' 'MAR'
          'UKR' 'SMR' 'LVA' 'PRI' 'SRB' 'CHL' 'AUT' 'BLR' 'LTU' 'TUR' 'ZAF' 'AGO'
          'ISR' 'CYM' 'ZMB' 'CPV' 'ZWE' 'DZA' 'KOR' 'CRI' 'HUN' 'ARE' 'TUN' 'JAM'
          'HRV' 'HKG' 'IRN' 'GEO' 'AND' 'GIB' 'URY' 'JEY' 'CAF' 'CYP' 'COL' 'GGY'
          'KWT' 'NGA' 'MDV' 'VEN' 'SVK' 'FJI' 'KAZ' 'PAK' 'IDN' 'LBN' 'PHL' 'SEN'
          'SYC' 'AZE' 'BHR' 'NZL' 'THA' 'DOM' 'MKD' 'MYS' 'ARM' 'JPN' 'LKA' 'CUB'
          'CMR' 'BIH' 'MUS' 'COM' 'SUR' 'UGA' 'BGR' 'CIV' 'JOR' 'SYR' 'SGP' 'BDI'
          'SAU' 'VNM' 'PLW' 'QAT' 'EGY' 'PER' 'MLT' 'MWI' 'ECU' 'MDG' 'ISL' 'UZB'
          'NPL' 'BHS' 'MAC' 'TGO' 'TWN' 'DJI' 'STP' 'KNA' 'ETH' 'IRQ' 'HND' 'RWA'
          'KHM' 'MCO' 'BGD' 'IMN' 'TJK' 'NIC' 'BEN' 'VGB' 'TZA' 'GAB' 'GHA' 'TMP' 'GLP' 'KEN' 'LIE' 'GNB' 'MNE' 'UMI' 'MYT' 'FRO' 'MMR' 'PAN' 'BFA' 'LBY'
          'MLI' 'NAM' 'BOL' 'PRY' 'BRB' 'ABW' 'AIA' 'SLV' 'DMA' 'PYF' 'GUY' 'LCA'
          'ATA' 'GTM' 'ASM' 'MRT' 'NCL' 'KIR' 'SDN' 'ATF' 'SLE' 'LAO']
         market_segment
         ['Direct' 'Corporate' 'Online TA' 'Offline TA/TO' 'Complementary' 'Groups'
          'Undefined' 'Aviation']
         distribution_channel
         ['Direct' 'Corporate' 'TA/TO' 'Undefined' 'GDS']
         reserved_room_type
         ['C' 'A' 'D' 'E' 'G' 'F' 'H' 'L' 'P' 'B']
         assigned_room_type
         ['C' 'A' 'D' 'E' 'G' 'F' 'I' 'B' 'H' 'P' 'L' 'K']
         deposit_type
         ['No Deposit' 'Refundable' 'Non Refund']
         customer type
         ['Transient' 'Contract' 'Transient-Party' 'Group']
         reservation_status
         ['Check-Out' 'Canceled' 'No-Show']
In [126... df.describe(include='object').columns
Out[126... Index(['hotel', 'arrival_date_month', 'meal', 'country', 'market_segment',
                  'distribution_channel', 'reserved_room_type', 'assigned_room_type',
                  'deposit_type', 'customer_type', 'reservation_status'],
                 dtype='object')
In [128... print(df['hotel'].unique())
         ['Resort Hotel' 'City Hotel']
 In [58]: #checking missing vaalues
          df.isnull().sum()
```

```
Out[58]: hotel
                                                 0
          is_canceled
                                                 0
          lead_time
                                                 0
          arrival_date_year
                                                 0
                                                 0
          arrival_date_month
                                                 0
          arrival_date_week_number
          arrival_date_day_of_month
                                                 0
          stays_in_weekend_nights
                                                 0
          stays_in_week_nights
                                                 0
                                                 0
          adults
          children
                                                 4
          babies
                                                 0
          meal
                                                 0
          country
                                                488
          market_segment
                                                 0
          distribution_channel
                                                 0
                                                 0
          is_repeated_guest
          previous_cancellations
                                                 0
          previous_bookings_not_canceled
                                                 0
          reserved_room_type
                                                 0
          assigned_room_type
                                                 0
          booking_changes
          deposit_type
                                                 0
                                             16340
          agent
                                            112593
          company
          days_in_waiting_list
                                                 0
          customer_type
                                                 0
          adr
                                                 0
          required_car_parking_spaces
                                                 0
                                                 0
          total_of_special_requests
          reservation_status
                                                 0
          reservation_status_date
                                                 0
          dtype: int64
In [256... df.drop(['agent','company'],axis=1,inplace=True)
In [258... df.dropna(inplace=True)
In [260... df.isnull().sum()
Out[260... hotel
                                            0
          is_canceled
                                            0
                                            0
          lead_time
          arrival_date_year
                                            0
          arrival_date_month
                                            0
          arrival_date_week_number
                                            0
          arrival_date_day_of_month
                                            0
          stays_in_weekend_nights
                                            0
          stays_in_week_nights
                                            0
          adults
                                            0
          children
                                            0
                                            0
          babies
          meal
                                            0
                                            0
          country
                                            0
          market_segment
          distribution_channel
                                            0
          is_repeated_guest
                                            0
          previous cancellations
          previous_bookings_not_canceled 0
          reserved_room_type
                                            0
          assigned_room_type
          booking_changes
                                            0
                                            0
          deposit_type
          days_in_waiting_list
                                            0
          customer_type
          adr
                                            0
          required_car_parking_spaces
                                            0
          total_of_special_requests
                                            0
          reservation_status
                                            0
                                            0
          reservation_status_date
          dtype: int64
In [74]: df.shape
```

```
Out[74]: (118898, 30)
In [80]: df.describe()
Out[80]:
                      is_canceled
                                      lead_time
                                                 arrival_date_year arrival_date_week_number arrival_date_day_of_month stays
           count 119390.000000 119390.000000
                                                    119390.000000
                                                                               119390.000000
                                                                                                          119390 000000
                        0.370416
                                     104.011416
                                                      2016.156554
                                                                                    27.165173
                                                                                                               15.798241
           mean
                                                         0.707476
                                                                                                                8.780829
                        0.482918
                                     106.863097
                                                                                    13.605138
              std
                        0.000000
                                        0.000000
                                                      2015.000000
                                                                                     1.000000
                                                                                                                1.000000
            25%
                        0.000000
                                      18.000000
                                                      2016.000000
                                                                                    16.000000
                                                                                                                8.000000
             50%
                        0.000000
                                      69.000000
                                                      2016.000000
                                                                                    28.000000
                                                                                                               16.000000
             75%
                        1.000000
                                      160.000000
                                                      2017.000000
                                                                                    38.000000
                                                                                                               23.000000
                        1 000000
                                     737 000000
                                                      2017.000000
                                                                                    53.000000
                                                                                                               31.000000
             max
           df=df[df['adr']<5000]
In [262...
```

Data Analysis and Visualisation

Cancellation trends

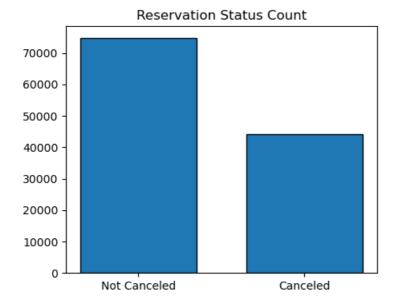
```
In [266...
          cancelled_perc=df['is_canceled'].value_counts()
In [268...
          cancelled_perc
Out[268...
          is_canceled
               44152
          Name: count, dtype: int64
         cancelled_perc=df['is_canceled'].value_counts(normalize=True)
In [270...
In [144...
         cancelled_perc
Out[144... is_canceled
               0.628653
               0.371347
           Name: proportion, dtype: float64
```

Overall 37% of the bookings are canceled, which has a significant impact on the hotels' earnings

Reservation Status Count

```
In [272...
cancelled_perc=df['is_canceled'].value_counts()

plt.figure(figsize=(5,4))
plt.title('Reservation Status Count')
plt.bar(['Not Canceled','Canceled'],df['is_canceled'].value_counts(),edgecolor='k',width=0.7)
plt.show()
```

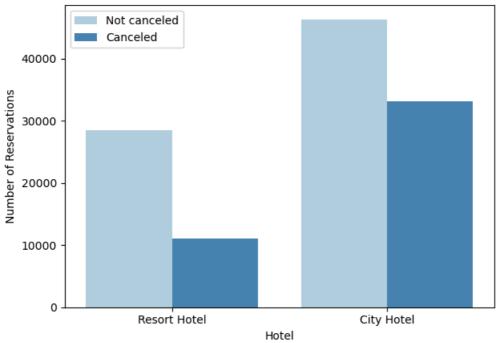


In []:

Cancellation Trends: Resort Hotel vs. City Hotel

```
In [274... sns.countplot(x='hotel',hue='is_canceled',data=df,palette='Blues')
    plt.title('Reservation Status in Different Hotels',size=20)
    plt.xlabel('Hotel')
    plt.ylabel('Number of Reservations')
    plt.legend(['Not canceled','Canceled'])
    plt.tight_layout()
    plt.show()
```

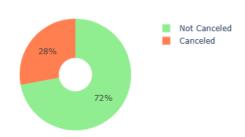
Reservation Status in Different Hotels



Cancellation Status in Resort Hotels

```
In [519... resort_hotel=df[df['hotel']=='Resort Hotel']
    resort_hotel['is_canceled'].value_counts()
```

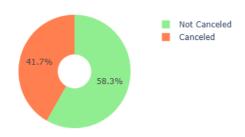
Cancellation Status in Resort Hotels



This indicates that 28% of the reservations at the Resort Hotel were canceled, and 72% were not.

Cancellation Status in City Hotels

Cancellation Status in City Hotels



This indicates that 42% of the reservations at the City Hotel were canceled, and 58% were not.

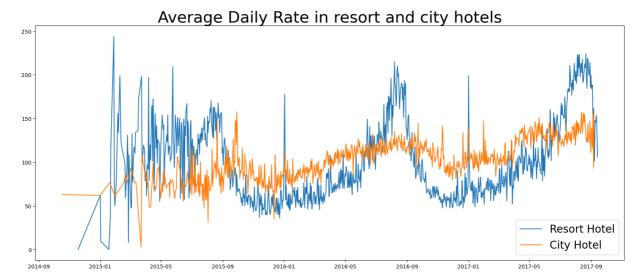
Higher Cancellation Rate at City Hotel: City Hotel has a significantly higher cancellation rate (41.73%) compared to the Resort Hotel (27.76%), suggesting the need for targeted strategies to address this issue.

Average Daily Rate in resort and city hotels

plt.legend(fontsize=20)

plt.show()

```
resort_hotel=resort_hotel.groupby('reservation_status_date')[['adr']].mean()
In [111...
In [113...
         resort_hotel
Out[113...
                                       adr
           reservation_status_date
                       1/1/2015 61.966667
                       1/1/2016 122.366111
                       1/1/2017 200.999714
                      1/10/2015 66.102667
                      1/10/2016 103.119286
                       9/8/2016 187.970000
                       9/8/2017 223.363143
                       9/9/2015 99.663889
                       9/9/2016 101.520244
                       9/9/2017 147.778333
          913 rows × 1 columns
In [516...
         resort_hotel=resort_hotel.groupby('reservation_status_date')[['adr']].mean()
          city_hotel=city_hotel.groupby('reservation_status_date')[['adr']].mean()
          plt.figure(figsize=(20,8))
          plt.title('Average Daily Rate in resort and city hotels',fontsize=30)
          plt.plot(resort_hotel.index,resort_hotel['adr'],label='Resort Hotel')
          plt.plot(city_hotel.index,city_hotel['adr'],label='City Hotel')
```

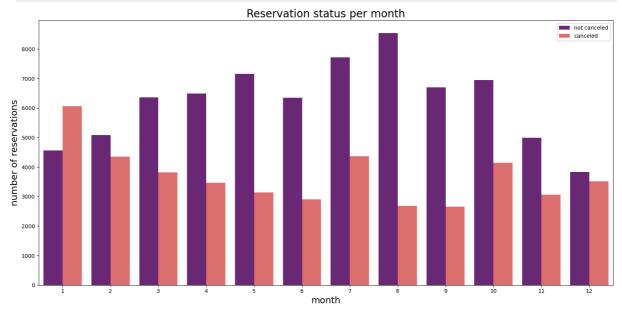


Fluctuations in Resort Hotels: The ADR for Resort Hotels shows significant variability over time. There are noticeable peaks during certain periods like, weekends, holiday seasons or times of higher demand(summer and year-end holidays).

Stability in City Hotels: The ADR for City Hotels is relatively stable compared to Resort Hotels. This suggests that demand and pricing for city accommodations might be less affected by seasonal factors and more influenced by consistent business or travel activity.

Reservation status per month

```
In [284... df['month']=df['reservation_status_date'].dt.month
    plt.figure(figsize=(16,8))
    sns.countplot(x='month' , hue='is_canceled', data=df , palette='magma')
    plt.title('Reservation status per month',size=20)
    plt.xlabel('month', size=17)
    plt.ylabel('number of reservations',size=17)
    plt.legend(['not canceled', 'canceled'])
    plt.tight_layout()
    plt.show()
```



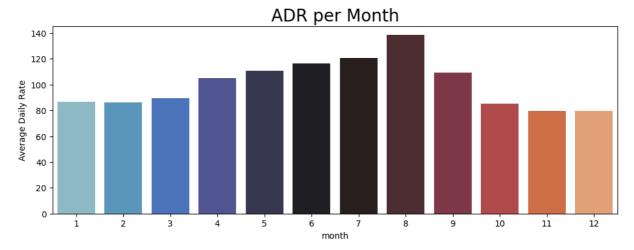
Monthly Trends: The number of reservations varies significantly across different months. The highest number of reservations occurs in August, followed by July and March. This indicates peak months for hotel reservations.

Cancellation Rates: The number of canceled reservations is consistently lower than the number of not canceled reservations for all months. However, the proportion of cancellations varies. For instance, January and December have relatively higher cancellation rates compared to other months.

Seasonal Patterns: There is a noticeable increase in reservations during the summer months (June, July, and August). This suggests a seasonal trend where more people book hotels during the summer, possibly for vacations or travel.

ADR per Month

```
In [370...
    plt.figure(figsize=(12,4))
    plt.title('ADR per Month',fontsize=20)
    sns.barplot(x='month',y='adr',data = df.groupby('month')[['adr']].mean().reset_index(),palette='icefire'
    plt.xlabel('month', size=10)
    plt.ylabel('Average Daily Rate',size=10)
    plt.show()
```



The highest average daily rate is observed in August, The lowest average daily rates are observed in January and February

Seasonal Trend: There is a noticeable increase in the average daily rate from January to August, with a peak in August. This upward trend indicates increasing demand as the year progresses towards the summer months.

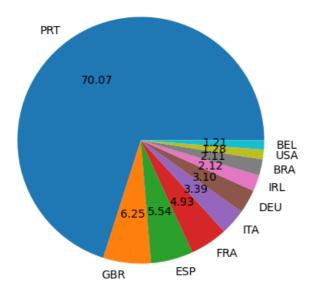
Decline After Peak: After August, the average daily rate decreases, with a significant drop in September and continuing to decrease towards December. This decline suggests a reduction in demand after the peak summer season.

Top 10 Countries Contributing to Reservation Cancellations

```
In [513...
         df.groupby('month')[['adr']].mean()
         df.groupby('month')[['adr']].mean().reset_index()
         canceled_data=df[df['is_canceled']==1]
         top_10_country=canceled_data['country']
         top_10_country=canceled_data['country'].value_counts()
         top_10_country=canceled_data['country'].value_counts()[:10]
         country
Out[513...
          PRT
                27514
          GBR
                 2453
          ESP
          FRA
                 1934
          ITA
                 1333
          DEU
                 1218
          TRI
                  832
          BRA
                  830
          USA
                  501
          BEL
                  474
          Name: count, dtype: int64
In [413...
         canceled data=df[df['is canceled']==1]
         top_10_country=canceled_data['country'].value_counts()[:10]
         plt.figure(figsize=(5,5))
         plt.title('Top 10 countries with reservations canceled')
```

```
plt.pie(top_10_country,autopct='%.2f',labels=top_10_country.index)
plt.show()
```

Top 10 countries with reservations canceled

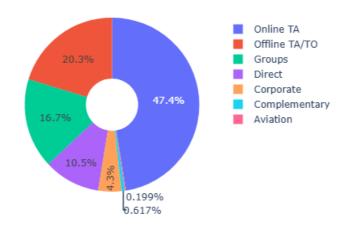


Portugal (PRT) has the highest percentage of cancelled reservations by a significant margin, accounting for 70.07% of the total cancellations. Need to improve hotel quality and service standards in Portugal to minimize cancellation rates.

Distribution of Bookings by Market Segment

```
In [511...
          df['market_segment'].value_counts()
Out[511...
          market_segment
           Online TA
                             56402
           Offline TA/TO
                             24159
                             19806
           Groups
           Direct
                             12448
                             5111
           Corporate
                              734
           Complementary
           Aviation
                              237
           Name: count, dtype: int64
In [504...
         import plotly.express as px
          {\bf import} \ {\tt plotly.graph\_objects} \ {\bf as} \ {\tt go}
           market=df['market_segment'].value_counts()
           fig=go.Figure(data=[go.Pie(labels=market.index, values=market.values)])
           fig.update_layout(title_text='Distribution of Bookings by Market Segment',
                             title_x=0.45,width=500,height=400)
           fig.update_traces(hole=0.3)
           fig.show()
```

Distribution of Bookings by Market Segment



Online Travel Agencies accounts for the largest share, 47.4% of bookings. This highlights the critical role of online platforms in driving hotel bookings, likely due to their accessibility and ease of use for customers.

In []:

This notebook was converted with convert.ploomber.io