# The Battle Of Neighborhoods

Indian Restaurant in Paris

Before you start reading, I will encourage you to download this project notebook from my GitHub repository. Lastly, please note that the aim of this article is to get IBM Data Science Professional Certificate.

### I. Introduction

#### 1.1. Background

Paris is one of the biggest cities in the world with an area equal to 105 km² which contains 80 different quarters in 20 Arrondissements and a population of 2.175 million. Most office workers and tourists might not have time in the morning to make their own breakfast, instead, they have it in cafés. In this regard, opening up such a business in Paris is an attractive idea. My client and friend of mine is willing to open one of these good old French cafés in Paris and he wants to know where the best place would be. So, we want to know where to open a new café/coffee shop to target more customers using Foursquare API location data and quarters (*quartiers*) venues details.

#### 1.2 Targeted audience

Investors who are interested in opening a new café/coffee shop in Paris.

#### 1.3 Problem

I will explore the quarters in Paris and answer the question: "Where is the appropriate place to open an café in Paris?". The business owner wants to ensure a steady and sustainable business. We therefore need to meet the following requirements:

- The store needs to be strategically located inside a very dense area, demographically speaking
- Confirm any assumption by means of modeling and testing the data. Specifically, visually cluster common restaurants in Paris by neighborhood.
  - Locating the new restaurant according to these requirements will ensure the following:
    - lowest cost for delivery
    - shortest travel time to his store for his clients
    - overall lower run costs
    - overall greater customer satisfaction
- Additionally, determine that a good number of people can frequent this type of eating place with sustainable frequency inside these neighborhoods.

### II. Data

#### A. Data Sources

Two different kind of data is needed for the comparison.

- City quarters and their respective geographical data: in order to analyze the cities on a meaningful level, they need to be divided into different areas, in our case in quartiers (subdivisions of the 20 Arrondissements delimiting Paris). I was able to find the list of the 80 quartiers of Paris on Wikipedia<sup>1</sup>. I thus web-scrapped the HTML page in order to convert this list into a data frame usable with pandas.
  - Using the *Geocoder* python library, I was able to get the geographical coordinates for each quarter.
- Venue data: This data, including the Venue name, its category, latitude and longitude, is gathered using the Foursquare API<sup>2</sup>.
- B. Data Cleaning
- 1. Obtaining the list of quarters, density and geographical coordinates.

After scraping the table of different *quartiers* of Paris from Wikipedia as well as their according density, I had to get rid of useless columns. I then renamed the different columns and cleaned the display of *arrondissements* as for having only the numbers of the *arrondissement*. From there, I was able to get for each quarter the precise geographical coordinates via the **Geocoder API**. See below a sample the final pandas data frame:

	Arrondissement	Quartier	Latitude	Longitude	Densité
0	1	Paris Saint-Germain-l'Auxerrois	48.860211	2.336299	1924
1	1	Paris Halles	48.864614	2.334396	21806
2	1	Paris Palais-Royal	48.864639	2.335815	11661
3	1	Paris Place-Vendôme	48.867463	2.329428	11316
4	2	Paris Gaillon	48.869135	2.332909	7154

2. Obtaining for each quarter, the most famous venues

A rich collection of features was selected from the Foursquare API as follows:

<sup>&</sup>lt;sup>1</sup> https://en.wikipedia.org/wiki/Quarters of Paris

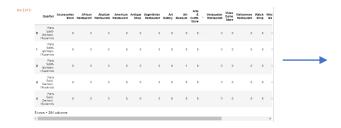
<sup>&</sup>lt;sup>2</sup> Foursquare City Guide, commonly known as Foursquare, is a local search-and-discovery mobile app developed by Foursquare Labs Inc. The app provides personalized recommendations of places to go near a user's current location based on users' previous browsing history and check-in history.

- Venue Name
- Venue Latitude
- Venue Longitude
- Venue Category



#### Pre-processing the data:

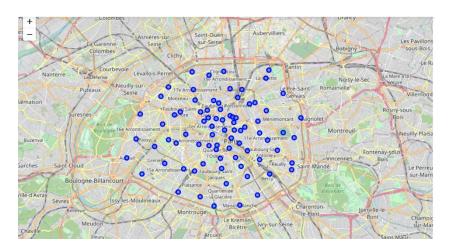
The 253 unique venue categories were converted into categorical (binary) variables, using one-hot-encoding in order to perform the K-means algorithm. Once each category was transformed into dummy variables, I was able to group rows by neighborhood and compute the mean of the frequency of occurrence of each category:



# III. Methodology

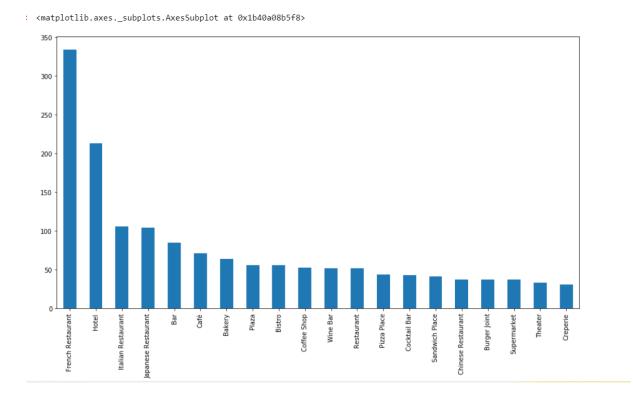
- A. Exploratory Data Analysis
- 1. Geolocation of each quarter

Once I obtained geographical coordinates for each quarter, I was able to display each of them of a map, to make sure all the coordinates were actually situated in Paris. I used Folium from Leaflet API, an open-source JavaScript library for interactive maps.



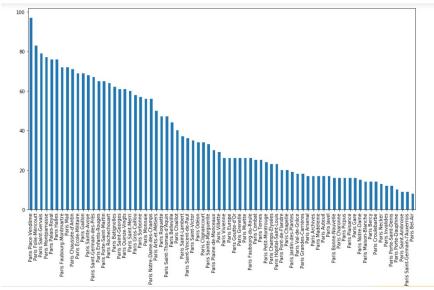
#### 2. Venues Categories

Now that I had associated quarters with all the relevant venues, I was able to determine the number of distinct venues categories. I observed 253 venues categories that have been raised on the Foursquare API for the whole city of Paris. I plotted the 20 most frequent venues categories with their frequency of appearance in Paris:



In first place, it can be observed that restoration industry is very prominent in term of frequentation in the city of Paris. Cafés occupy the 6<sup>th</sup> rank among most frequented venues categories.

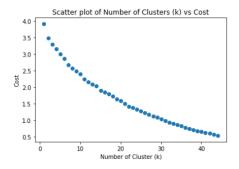
#### 3. Frequency of venues per quarter



As it can be seen above, the number of different venues per quarter is unequally reported on the foursquare API. That's why we had to normalize the data, and to compute the mean of frequency (cf. *pre-processing* page 3).

# B. Clustering

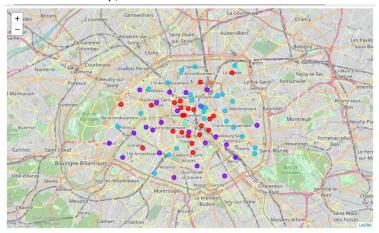
For this project, k-means is an appropriate clustering algorithm. Because we have a unlabelled dataset, so this is an unsupervised learning project. K-means clustering aims to partition n observations into k clusters in which each observation belongs to the cluster with the nearest mean. By clustering the neighborhoods, we can find out the pattern in them, identify the identical neighborhoods and see which is our target. One difficulty of k-means is to determine the hyperparameter k. Based on the inertia loss indicator, I chose k=8 for my optimum number of clusters.



## IV. Results

## A. Geolocation of the clusters

After running the K-means algorithm on my pre-processed data frame, I was able to display each cluster on the map, as such :



## B. Examine each cluster

Paris Goutte-d'Or

Hotel

In order to determine which cluster will suit the most for my client, I decided to display for each cluster the 8 most common venues for each quarter of the cluster.

For instance, let's have a look at the 1st cluster:

8th Most Common Venue	7th Most Common Venue	6th Most Common Venue	5th Most Common Venue	4th Most Common Venue	3rd Most Common Venue	2nd Most Common Venue	1st Most Common Venue	Quartier	
Plaza	Cosmetics Shop	Korean Restaurant	French Restaurant	Italian Restaurant	Hotel	Café	Japanese Restaurant	Paris Halles	1
Udon Restaurant	Korean Restaurant	Cosmetics Shop	Italian Restaurant	French Restaurant	Hotel	Café	Japanese Restaurant	Paris Palais-Royal	2
Historic Site	French Restaurant	Plaza	Café	Italian Restaurant	Japanese Restaurant	Jewelry Store	Hotel	Paris Gaillon	4
Bookstore	Bistro	Hotel	Moroccan Restaurant	Sandwich Place	Café	French Restaurant	Wine Bar	Paris Enfants- Rouges	9
Tapas Restaurant	Gay Bar	Clothing Store	Wine Bar	Café	Italian Restaurant	Hotel	French Restaurant	Paris Saint- Gervais	13
Brasserie	Italian Restaurant	Plaza	Bar	Indie Movie Theater	Café	French Restaurant	Hotel	Paris Sorbonne	19
Boutique	Sandwich Place	Plaza	Japanese Restaurant	Café	French	Hotel	Italian Restaurant	Paris Saint- Germain-des-Prés	23

Hotel

This cluster is mainly composed Hotels, French Restaurants, Cafés and other restauration places.

Clothing Store

I decided to make a Wordcloud for each cluster in order to visualize more easily the essence of each cluster. Here is an example for clusters 1, 2 and 3.

Art Museum Chocolate Shop

Supermarket

Boutique

Lounge

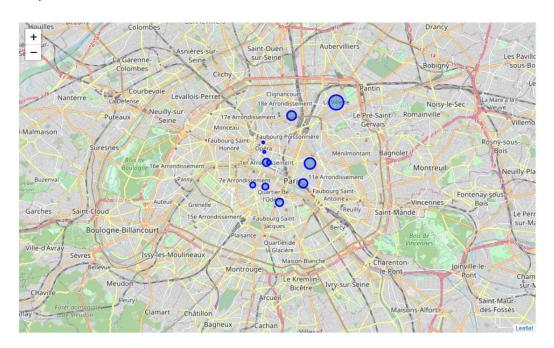
Theater Fast Food Restaurant



With a closer look at each cluster, it can be observed that Cluster 1 match our requirements, due to the high frequency of cafés that it features. Restricting our study to this sole cluster, we are now dealing with 11 quarters.

## C. Visualizing density for each relevant quarter

Now that we've found our cluster, it's now possible to merge each quarter with their demographical density scrapped on Wikipedia. I displayed the density of each quarter from the relevant cluster on the map below:



#### D. Answer the question

From this map, we observe that quarters of interest in terms of cafés frequentation are essentially situated in Paris hyper center. In terms of demographic density though, my client may prefer setting up his café in *La Villette* where population density is the highest

#### V. Discussion

The assignment imposed the use of Foursquare in order to determine the most common venues for each cluster in order to cluster the map by common venues. The sole use of Foursquare is questionable. Indeed, Foursquare users may not be very representative of the whole frequentation in Paris. Biases can exist, for instance people using Foursquare are likely to be young people, a sociologically distinctive cohort whose tastes and choices are very different from adults and older people who are unlikely to report their visits on the social media.

As far as the algorithm is concerned, we obtained quite distinctive cluster with a good intra-class variance/inter-class variance ratio.

#### VI. Conclusion

In this project, I had to use the location data from Foursquare to solve the problem "Where is the appropriate place to open up a café in Paris?". I collected the quarters data from the Wikipedia page, and formatted it such as to be able to get the coordinates for each of them through *geocoder* API. Then I was able to invoke Foursquare's API to get the frequented venues for each quarter. After preprocessing the data, I used K-Means algorithm to determine which clusters were the most likely to suit my client. Crossing the relevant clusters with demographical density data, I determined which quarters were the most suitable.