# Exploratory Data Analysis (EDA) Project SPICED Academy

Pablo Ruiz de Olano

March 1, 2024



#### Assignment Prompt

"Amy Williams (seller): organized crime type of person, sells several central houses (top 10%) over time, needs average outskirt houses over time to hide from the FBI."

## Assessing Client's Needs

Amy would like to:

## Assessing Client's Needs

#### Amy would like to:

- Sell expensive (top 10%) houses in the city center.
- Buy cheap (bottom 90%) houses on the outskirts.

## Assessing Client's Needs

#### Amy would like to:

- Sell expensive (top 10%) houses in the city center.
- Buy cheap (bottom 90%) houses on the outskirts.

Houses won't be used for living, so **price** is the **only relevant factor**.

## Defining Research Questions

Two different domains:

## **Defining Research Questions**

#### Two different domains:

- Expensive houses in the center
- Cheap houses on the outskirts

## **Defining Research Questions**

Two different domains:

- Expensive houses in the center
- Cheap houses on the outskirts

We want to study the way price evolves:

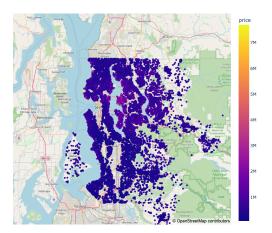
- Geographically
- Temporally

## Geographic Analysis

Price distribution for all houses in King County:

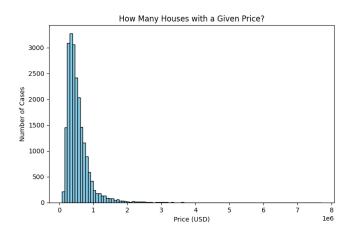
## Geographic Analysis

Price distribution for all houses in King County:

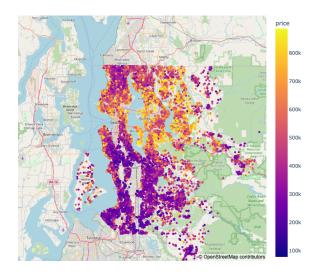


But note that there are many more cheap than expensive houses:

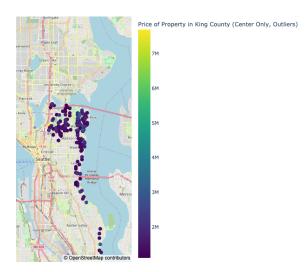
But note that there are many more cheap than expensive houses:



#### Price distribution for bottom 90% property:

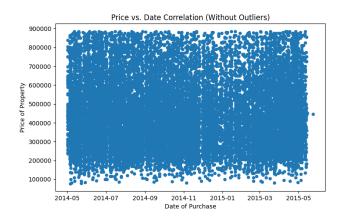


#### Price distribution for top 10% property in the center:

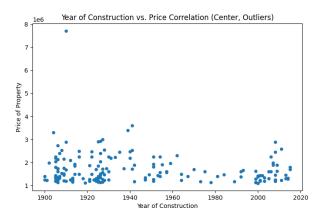


## Temporal Analysis

Price of housing vs. date of purchase for bottom 90% property on the outskirts:



Price of housing vs. year of construction for top 10% property in the center:



## Insights

### Insights

#### Geographic insights:

- Most expensive property in central Seattle is located on the west shore of Lake Washington and in northern downtown.
- Cheapest property on the outskirts is located in the southern part of the King County.

### Insights

#### Geographic insights:

- Most expensive property in central Seattle is located on the west shore of Lake Washington and in northern downtown.
- Cheapest property on the outskirts is located in the southern part of the King County.

Temporal insights (tentative): patterns are **independent of**:

- The date of purchase of the property.
- The **year of construction** of the property.

#### Recommendations

#### Selling and buying tips for Amy:

- Central property on the West Shore of Lake Washington should only be sold at a very high price (minimum \$2M).
- Purchase strategy should focus on south of the county.
- Property in the southern part of King County should be bought at a very low price only (maximum \$400k).
- No rush to sell or buy, at least within the next year, since price is likely to remain constant (tentative).
- Further research recommended to clarify time dependence.