

Coursera Capstone Project

IBM Data Science Professional Certificate

Best location for opening a gym accessory retail outlet in Singapore

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Business Problem and Objective

- > High demand for gym and fitness lifestyle boom demand for gym peripheral products.
- Existing gym accessory retailers may want to open more outlets for business expansion.
- Potential investors want to seize the investment opportunities in gym accessory retails industry.
- Locations where to open gym accessory outlets become the vital factor for decision making.
- Where are the best neighborhood locations to open new gym accessory retail outlets in Singapore?

Objective:

Identify the best locations for opening new gym accessory outlets in Singapore.

Data

- List of neighborhoods in Singapore. This defines the scope of this project that only within the Country of Singapore.
- Latitude and longitude coordinates of the neighborhoods. This is required in order to plot on the map as well as getting the venue data.
- ➤ Venue data, particularly data related to gym and fitness centers. The venue data will be used in the machine learning process to cluster the labels on neighborhoods.

Sources of Data

- ➤ List of neighborhoods of Singapore from Wikipedia.
- ➤ Geographical Coordinates from Geocoder package.
- > Venues data exploration by using free version of Foursquare API.
- > Latitude and Longitude of venues.

Methodology

Data sourcing

- Web scraping Wikipedia page for neighbourhoods list
- Get latitude and longitude coordinates using Geocoder
- Use Foursquare API to get venue data

Data cleaning

- Group data by neighbourhood and taking the means of the frequency of occurrence of each venue category
- Filter venue category by Gym / Fitness Center

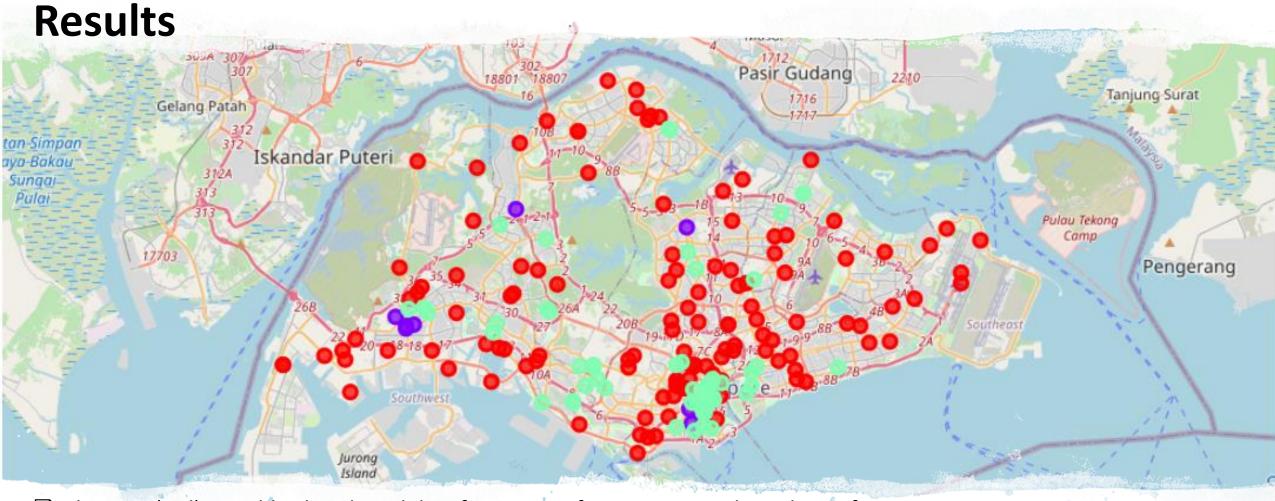
Machine learning & Clustering

• Perform clustering on the data by using k-means clustering

Data Visualization • Visualize the clusters in a map using Folium

Result analysis

• Analyse each cluster and form the solutions to business question



- ☐ Cluster 0 (red): Neighborhoods with low frequency of occurrence and numbers of Gym and Fitness Centers.
- ☐ Cluster 1 (purple): Neighborhoods with high frequency of occurrence and numbers of Gym and Fitness Centers.
- ☐ Cluster 2 (green): Neighborhoods with moderate frequency of occurrence and numbers of Gym and Fitness Centers.

Discussion and Recommendation

- ➤ 123 neighborhoods are in cluster 0 that gives lowest frequency of occurrence and therefore, not suitable for opening new outlets.
- Neighborhoods are in cluster 1 shows the highest group of frequency of occurrence.
 Neighborhoods in Cluster 1 and especially the central CBD locations are highly recommended for opening new outlets.
- The rest of 60 neighborhoods are moderate level in cluster 2. Certain locations with high number of outlets can be the next tier to consider for decision.

Limitations

- Only two factor, frequency of occurrence and numbers of Gym and Fitness Centers are considered.
- Other factors such as population, lifestyle and shopping mode (on-line/off-line) are not taken into scope of this project.
- > Limited calls and unstable result from free version Foursquare API.

Conclusion

- The neighborhoods in cluster 1 are the most preferred locations and certain neighborhoods in cluster 2 are next tier to consider for opening a new outlet.
- The findings of this project will help the relevant stakeholders to capitalize on the opportunities in high potential locations while avoiding the low potential locations for business growth.

