



Predicting Restaurant Revenue

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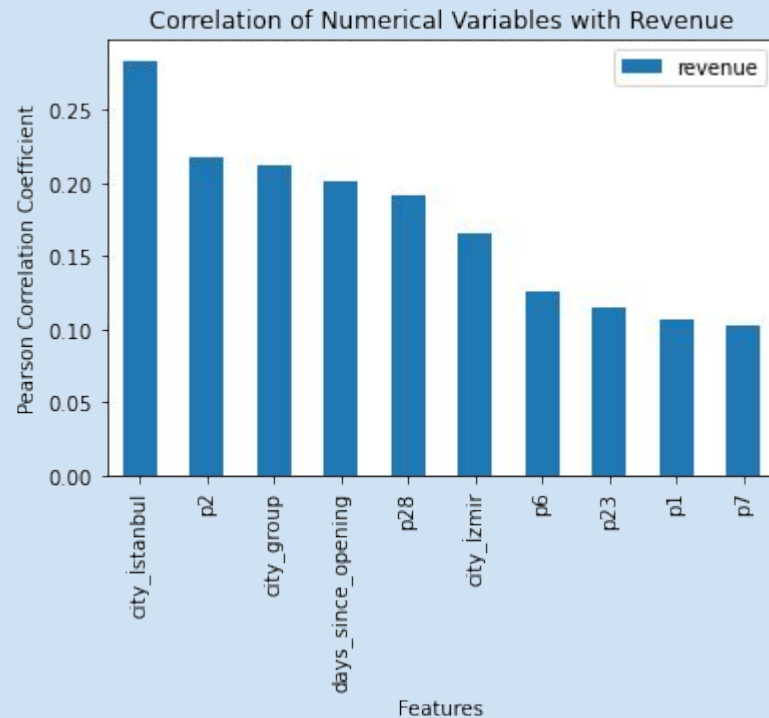
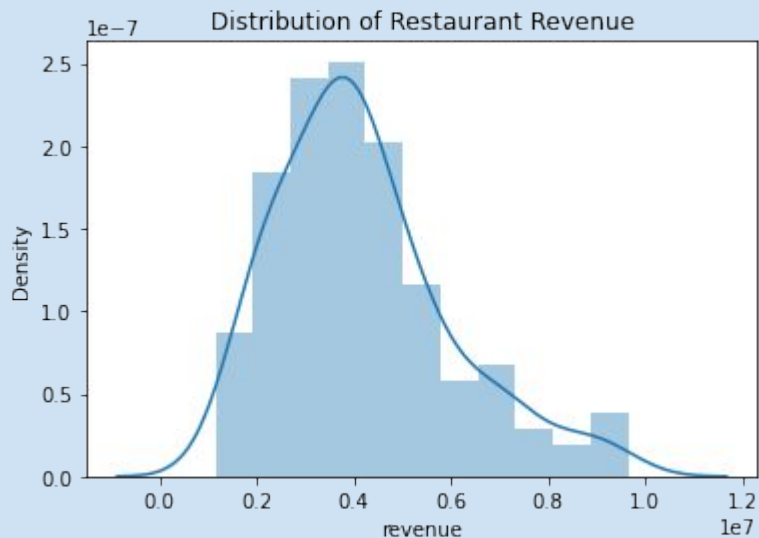
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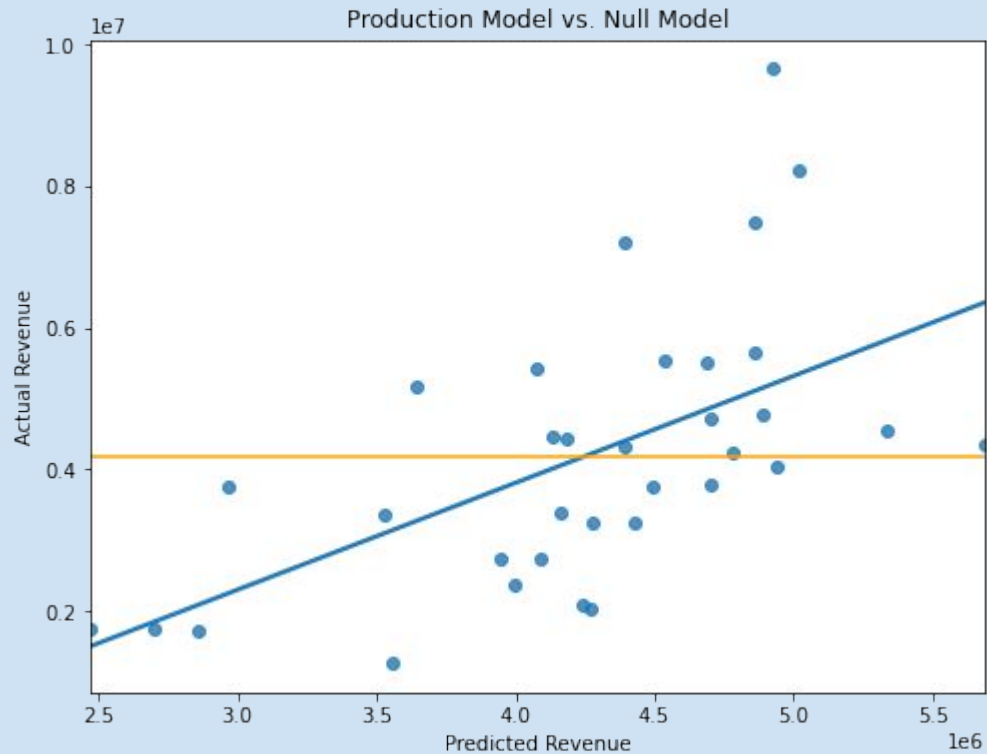
Problem Statement

- **Goal 1:** Develop a model to predict annual restaurant sales of 100,000 regional locations
- **Goal 2:** Identify the factors that contribute to restaurant revenue

Exploratory Data Analysis



Production vs. Null Model



Modeling

- Null Model:
 - Mean of Revenue: \$4,181,438
 - $R^2 = 0.0$
 - RMSE = \$1,792,868

| Model | R^2 | RMSE |
|----------------------------|-------|-------------|
| Multiple Linear Regression | 0.208 | \$1,683,384 |
| Random Forest Regression | 0.293 | \$1,590,157 |

Production Model

Random Forest Regression

Conclusion



Size of the City

Big Cities



Location of the City

Istanbul, Turkey



Date Since Opening

Restaurants that have been around longer have higher revenue