Data Analytics Internship Assignment

Hostel Pricing Analysis

Background

You work for a hostel booking platform operating across multiple cities. The management wants to understand what drives pricing variations in their booking data to optimize their pricing strategy.

Dataset Description

You will receive a file with the following columns:

- Room type: 1 = Dorm bed, 2 = Private room
- Hostel ID: Unique identifier for each hostel
- City ID: City where the hostel is located
- Total days booked: Length of stay
- Booked date: Day of week: Day when booking was made (1=Sunday, 2=Monday, ...
 7=Saturday)
- Booked date: Day of month: Date of month when booking was made (1-31)
- Booked date: Month of year: Month when booking was made (1-12)
- **Booked days before**: How many days in advance the booking was made (0 = same day)
- Average per day price: Price per night

Key Questions to Answer

1. How does advance booking affect pricing?

- Compare prices for bookings made 0 days before vs x+ days before
- At what point does the price change most dramatically?
- Is this pattern different for dorms vs private rooms?

2. Are there weekly patterns in pricing?

- Which day of the week has the highest average prices?
- Do people who book on weekends pay different prices?

3. What are the seasonal pricing patterns?

Which months have the highest and lowest average prices?

• How much does price vary across months?

4. Do pricing patterns vary by location?

- Compare how prices change with advance booking across different cities
- Do all hostels in the same city follow similar seasonal patterns?

5. What's your pricing recommendation?

Based on your analysis, suggest:

- When should hostels charge premium prices?
- When should they offer discounts?
- One specific pricing rule that could increase revenue

Deliverables

Submit ONE document containing:

- 1. Your analysis (code/Excel work shown)
- 2. Key visualizations (3-4 charts maximum)
- 3. Brief answers to each question
- 4. Your pricing recommendation (keep it practical and specific)

Tips

- Focus on finding actionable patterns
- Use clear visualizations to support your findings
- Consider creating new variables like "last_minute" (booked 0-1 days before) or "weekend booking" to help your analysis
- Remember that different cities/hostels might have different patterns