

Exploratory Data Analysis G2M Case Study

Virtual Internship

21/09/24



Agenda

Executive Summary

Problem Statement

Approach

EDA

EDA Summary

Recommendations







Executive Summary

XYZ is a private equity firm in US. Due to remarkable growth in the Cab Industry in last few years and multiple key players in the market, it is planning for an investment in Cab industry.

Objective: Provide actionable insights to help XYZ firm in identifying the right company for making investment.

The analysis has been divided into four parts:

Data Understanding

Profit Calculation and number of rides for each cab type in 2016,2017,2018

Finding the most profitable Cab company

Recommendations for investment





Problem Statement

19 Features(including 2 derived features)

• Timeframe of the data: 2016-01-31 to 2018-12-31

Total data points :3,59,393

Assumptions:

- Outliers are present in Price_Charged feature but due to unavailability of trip duration details ,It's not considered as outlier.
- Profit of rides are calculated keeping other factors constant and only
 Price_Charged and Cost_of_Trip features used to calculate profit in Microsoft Excel.
- Users feature of city dataset is treated as number of cab users in the city.
 It's been assumed that this can be other cab users as well(including Yellow and Pink cab)
- The attributes for customer segments considered for analysis are Age, Gender, Income level, Geographic attributes city, and behavioral Attribute i.e., Purchasing mode





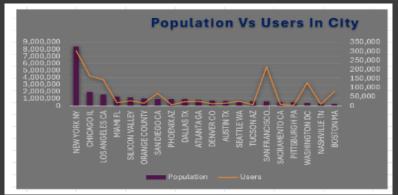
Approach

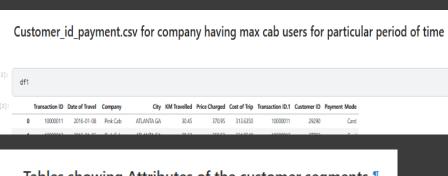
Two consolidated tables embedded in Python notebook

- 1.Customer_id_payment.csv for company having max cab users for particular period of time
- 2. Tables showing Attributes of the customer segments

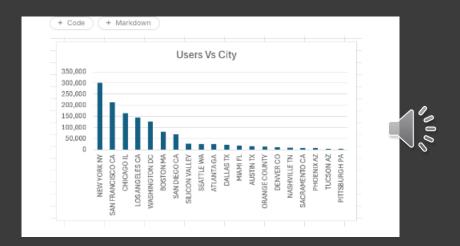
<u>Univariante Analysis to determine Customers in City</u> <u>Newyork have more Cab users</u>

Bivariante Analysis to determine Population Vs Cab users in City

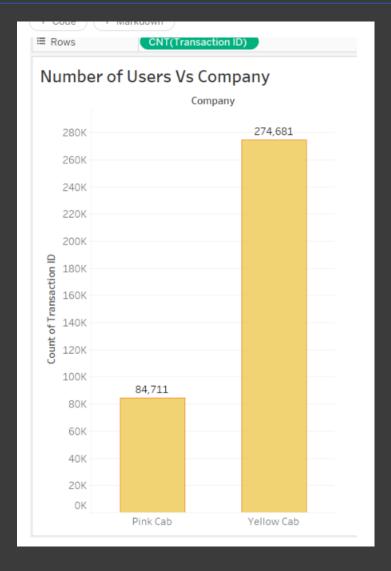


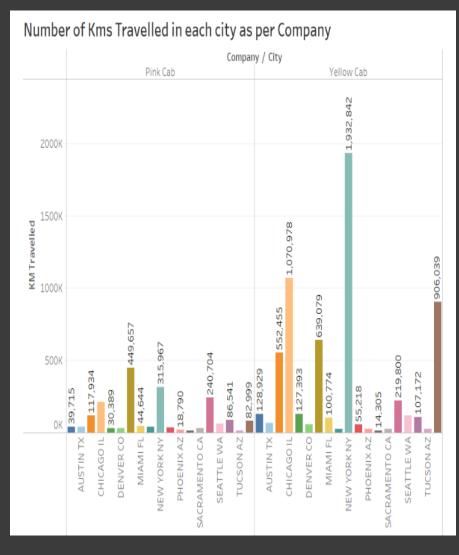






Exploratory Data Analysis Cab Company Analysis

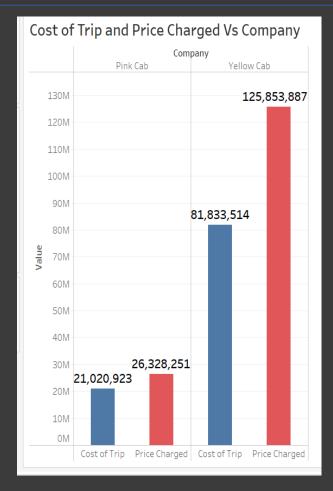


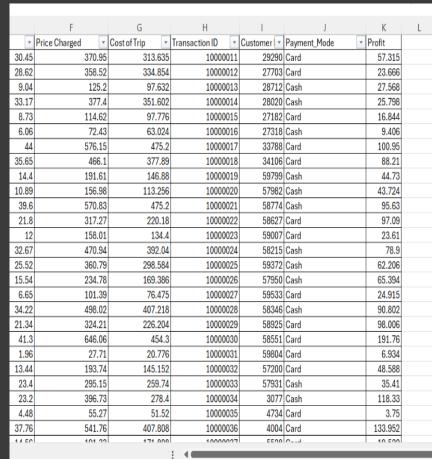


- Yellow Cab have a greater number of users than Pink Cab
- Yellow Cab users 274,681
- Pink Cab users -84711
- Customer Base in each city for Yellow Cab Company and Pink Cab Company



Exploratory Data Analysis Profit Analysis

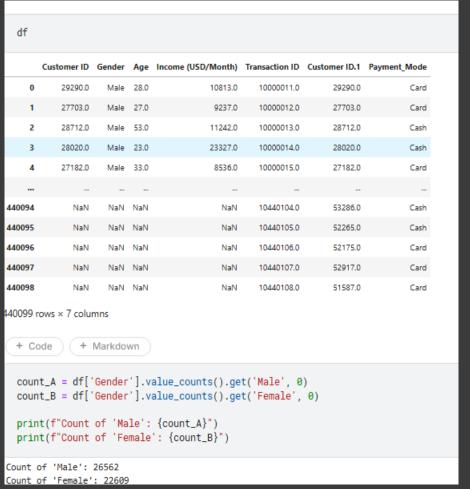


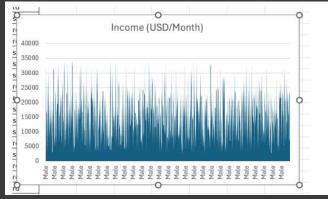


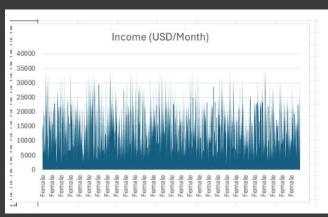
- Profit is calculated from the difference between Cost of Trip and Price charged
- Profit Margin Proportionally increase with increasing number of Customers

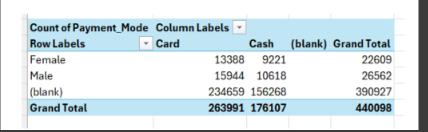


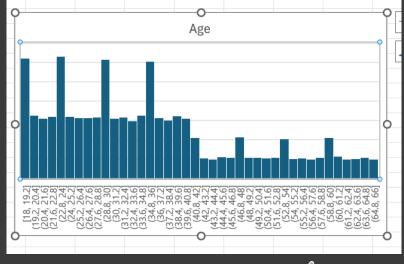
Customer base Analysis Gender wise







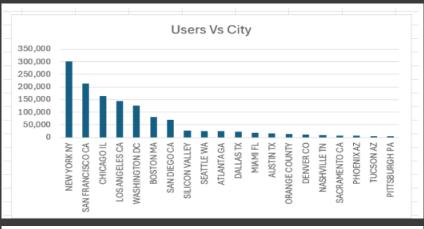


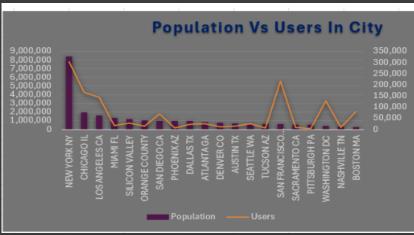




Citywide customer base Analysis

А		D	L	
City	¥	Population	Users	
NEW YORK NY		8,405,837	302,149	
CHICAGO IL		1,955,130	164,468	
LOS ANGELES CA		1,595,037	144,132	
MIAMI FL		1,339,155	17,675	
SILICON VALLEY		1,177,609	27,247	
ORANGE COUNTY		1,030,185	12,994	
SAN DIEGO CA		959,307	69,995	
PHOENIX AZ		943,999	6,133	
DALLASTX		942,908	22,157	
ATLANTA GA		814,885	24,701	
DENVER CO		754,233	12,421	
AUSTIN TX		698,371	14,978	
SEATTLE WA		671,238	25,063	
TUCSON AZ		631,442	5,712	
SAN FRANCISCO CA		629,591	213,609	
SACRAMENTO CA		545,776	7,044	
PITTSBURGH PA		542,085	3,643	
WASHINGTON DC		418,859	127,001	
NASHVILLE TN		327,225	9,270	
BOSTON MA		248,968	80,021	

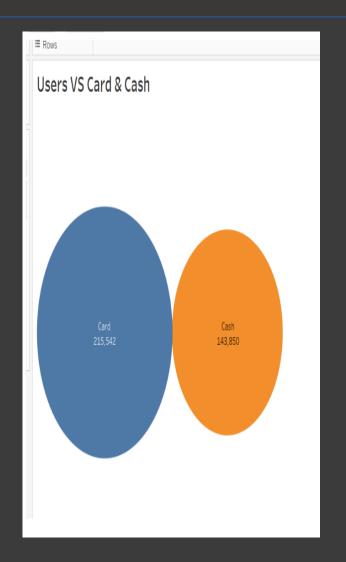




- Visualization to analyse Cab Users in City
- Also to analyse the ratio of Population against Cab users in City



Customer Base in terms of Payment Mode





- Cab users Payment mode shows users of Card is greater than that of Cash payers
- Also, Yellow Cab Company has Greater margin of Card USERS.



City Wise Cab Users Covered By Company



- Number of Kms Travelled for Each Cab Company have increased from 2016 to 2017.
- A slighter increase in the trend was found in 2018.
- Yellow cab have greater number of Kms Travelled

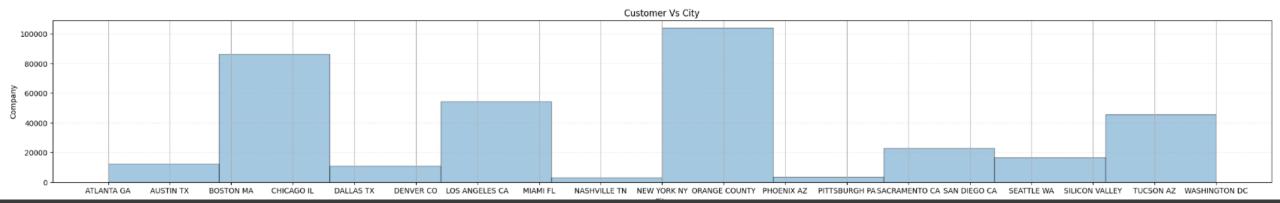


Customer Presence of cab city wise

Newyork have more Cab users

```
import pandas as pd
import matplotlib.pyplot as plt

# Assuming 'df1' is your DataFrame
plt.figure(figsize=(30, 4))  # Optional: Set the figure size
df1['City'].hist(bins=10, edgecolor='black', alpha=0.4)
plt.xlabel('City')
plt.ylabel('Company')
plt.title('Customer Vs City')
plt.grid(axis='y', linestyle='--', alpha=0.2)
plt.show()
```





Univariant Analysis to determine Average Income by Gender



Analysis
 performed for
 the Gender
 Column to
 calculate average
 income in Male
 And Female
 that's been
 observed from
 Groupby
 function

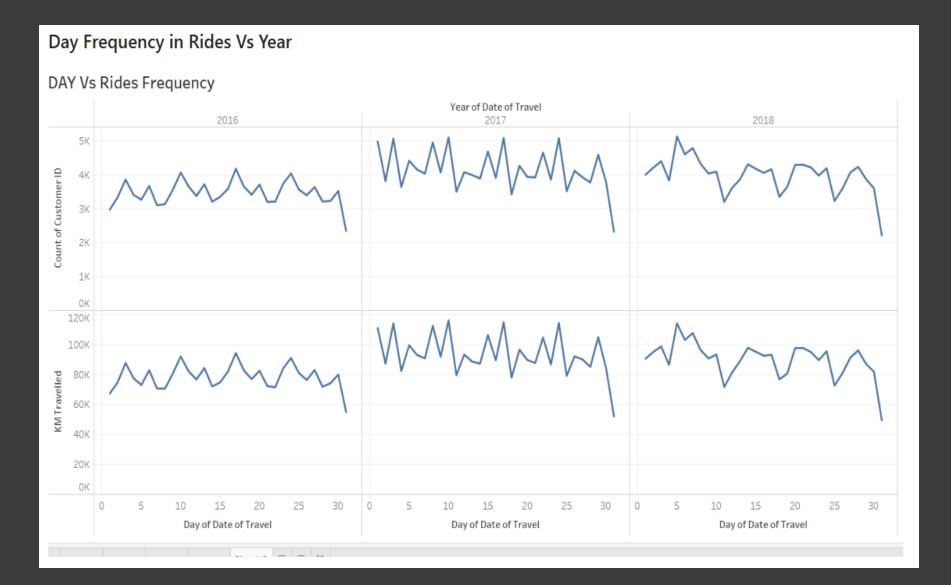


User Covered by Company and Customer base Year wise



- The Analysis in Python code details the payment behaviour observed among the Male and Female of the Gender Column.
- Also, it details Income range for the Card and Cash Payment mode Card Users





- The visualisation details the average Day frequency rides Vs Year
- The Number of customers undertaking rides is been increased in 2017&2018.
- There is decline in trend during the last days of months in each year
- Most Importantly there is increase in rides during 5th day of the month



Summary

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XYZ is a private firm in US. Due to remarkable growth in the Cab Industry in last few years and multiple key players in the market, it is planning for an investment in Cab industry and as per their Go-to-Market(G2M) strategy they want to understand the market before taking final decision.

From the above hypothesis the Answers for Questions are found to be

Which company has maximum cab users at a particular time period?

Yellow Cab have more number of users than Pink Cab Yellow Cab users - 274682 Pink Cab users - 84712

Does margin proportionally increase with increase in number of customers?

Yes Margin Proportionally increase with increase in number of customers.

Yellow Cab shows Marginal increase proportionally in more number of customers

What are the attributes of these customer segments?

The below attributes for customer segments are considered

for analysis

Demographic Attributes:

Age

Gender

Income level

Geographic Attributes:

Location (country, region, city)

Behavioral Attributes:

Purchasing behavior



Recommendations

I have evaluated both the cab companies on following points and found Yellow cab better than Pink cab:

- **Customer Reach**: Yellow cab has higher customer reach in 25 cities while Pink cab has higher customer reach in 4 cities. We have also observed that Yellow cab is doing good in covering other cab users as compared to Pink cab.
- Customer Retention: Yellow Cab has higher customer reach.
- Age wise Reach: Cab Company has customer in all age group and it's been observed that it's even popular in 60+ age group as equally as its in 18-35 age group.
- Average Profit per KM: Yellow cab's average profit per KM is almost three times the average profit per KM of the Pink cab.
- Income wise Reach: Both the cabs are very popular in high and medium income class but here also Yellow cab is performing better than Pink cab in offering their services to all the three income class group (low, medium and high)

On the basis of above point, I will recommend Yellow cab for investment.



Thank You

