

Capstone Project

Applied Data Science Capstone, IBM Data Science Certificate

Topic: To Find the Best Location to Operate A Futuristic High-Tech Bar

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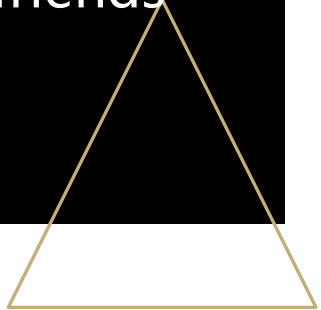


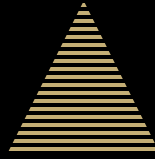
1. Introduction

- In this project, we will explore Central London (*‘Western Central London’* and *‘Eastern Central London’*) and try to find the best location to operate a futuristic high-tech bar.



1.1 Project Background

- The pace of work and life in London is very fast, especially in Central London.
 - The advancement of technology brought convenience but also great pressure.
 - Many pubs, cafes, and bars in Central London have built for a long history and lack leisure atmosphere that incorporate smart technology.
 - We hope to open a futuristic bar where daily life and digital technology can coexist.
 - Young and middle-age science and technology professionals can also enjoy the welfare and happiness of life brought by technological progress.
 - They can conveniently find the bar, have a drink after work and make geek friends face-to-face, not just on GitHub, to achieve a real work-life balance.
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1.2 Business Problem

Different boroughs and locations in Central London have distinct culture background, business environment, public cognition and functional infrastructures. Site selection is particularly important.

4 key factors needed to be considered for site selection:

- **Target working place cluster:** Industrial cluster of technology startups and Internet companies
- **Target people cluster:** People there have high income/customer consumption level, but also with high working press
- **Accessibility:** Convenient access for people who work nearby
- **Culture of having a drink after work:** Several pubs or bars already existed, so people have habits to drink and relax there



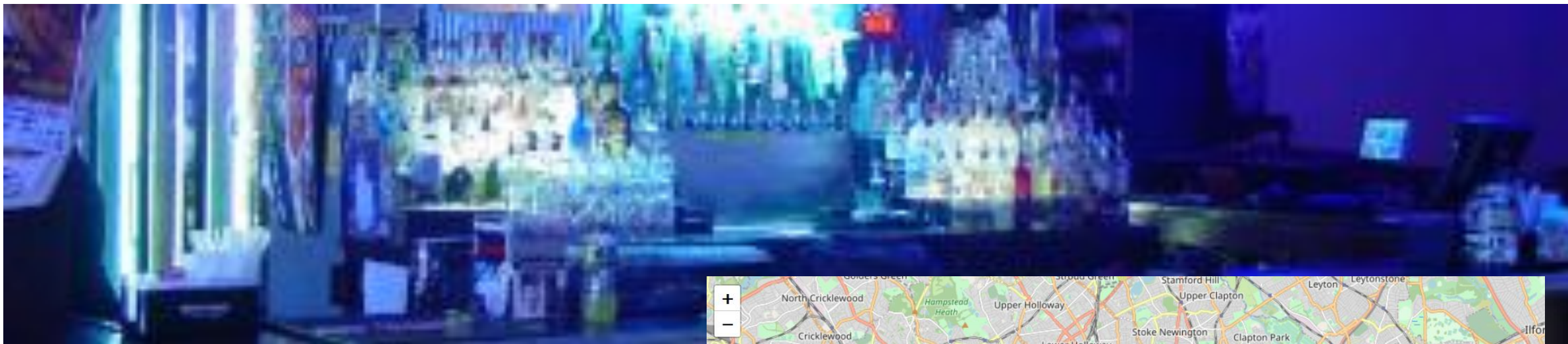
2. Data preparation

- Part1: Scrapping Location Name, London Borough, Post Town, Postcode District, etc for each location in London from Wikipedia. URL: https://en.wikipedia.org/wiki/List_of_areas_of_London
- Part2: Get latitude and longitude of these locations via Geocoder package.
- Part3: Using Foursquare API to get venue data related to these locations.



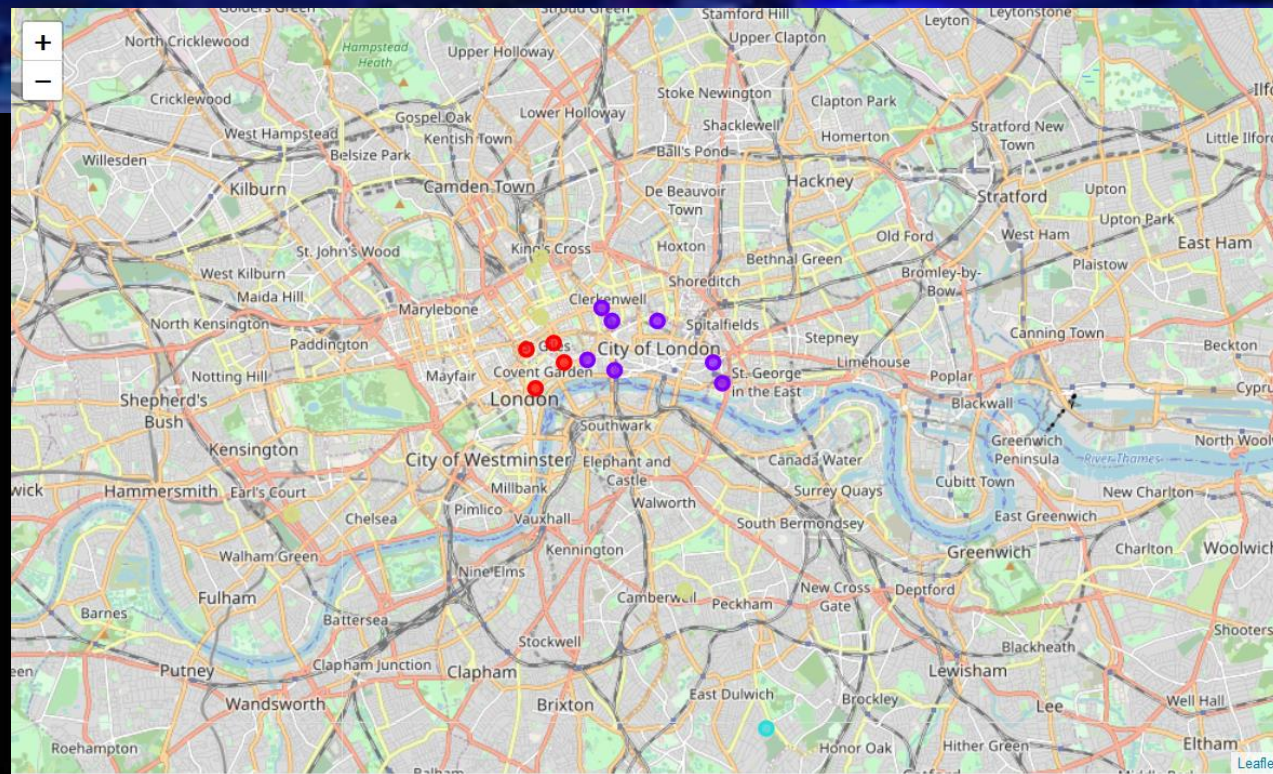
3. Methodology

- We use K-means clustering to find similar locations in Central London that meet our requirements on site selection based on the venues and amenities around each location. K - means clustering is a modelling way of unsupervised machine learning that clusters data based on predefined cluster size.



4. Analysis

- We analyze these 4 clusters to identify the characteristics of each location in Central London.



Cluster 1: Social activities; Culture and Art; Tourism

- Made of 4 locations in Western Central London.
- Most common venues are **theater, coffee shop, hotel, dessert and bakery shop.**
- We can image that people and tourists gather together to watch operas, buy ice creams and desserts in the street shops and settle down in nearby hotels.

| | Location | Borough | Postcode | Post town | Latitude | Longitude | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue |
|---|---------------|-------------|----------|-----------|-----------|-----------|----------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 0 | Aldwych | Westminster | WC2 | LONDON | 51.513307 | -0.117092 | 0 | Theater | Hotel | Ice Cream Shop | Hotel Bar | Event Space | Pub | Lebanese Restaurant |
| 2 | Charing Cross | Westminster | WC2 | LONDON | 51.509010 | -0.124720 | 0 | Theater | Ice Cream Shop | Dessert Shop | Hotel | Cocktail Bar | Liquor Store | Burger Joint |
| 3 | Covent Garden | Westminster | WC2 | LONDON | 51.515440 | -0.126930 | 0 | Theater | Coffee Shop | Bakery | Steakhouse | Cocktail Bar | Performing Arts Venue | Pizza Place |
| 4 | Holborn | Camden | WC1 | LONDON | 51.516510 | -0.119680 | 0 | Coffee Shop | Theater | Restaurant | Hotel | Café | Burger Joint | English Restaurant |

Cluster 2: Pub; Creative lifestyle

- Made of 7 locations in Eastern Central London.
- They present a **creative, energetic, young and vigorous lifestyle**.

- Most common venues are **pub, coffee shop, hotel, gym/fitness center, garden/park, salad/falafel restaurant**, as well as venues that are not common in other clusters such as **indie movie theater, performing arts venue, cocktail bar**.

| | Location | Borough | Postcode | Post town | Latitude | Longitude | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue |
|----|-------------|-------------------|----------|-----------|-----------|-----------|----------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 8 | Aldgate | City | EC3 | LONDON | 51.513308 | -0.077762 | 1 | Hotel | Coffee Shop | Gym / Fitness Center | Cocktail Bar | Salad Place | Street Food Gathering | Garden | French Restaurant |
| 10 | Barbican | City | EC1 | LONDON | 51.520050 | -0.092470 | 1 | Gym / Fitness Center | Coffee Shop | Indie Movie Theater | Food Truck | Performing Arts Venue | Sushi Restaurant | Lake | Salad Place |
| 11 | Blackfriars | City | EC4 | LONDON | 51.512040 | -0.103560 | 1 | Coffee Shop | Falafel Restaurant | Hotel | Cocktail Bar | Pub | Gym / Fitness Center | Garden | Indian Restaurant |
| 12 | Clerkenwell | Islington | EC1 | LONDON | 51.522165 | -0.107152 | 1 | Pub | Coffee Shop | Hotel | Falafel Restaurant | Beer Bar | Food Truck | Flea Market | Electronics Store |
| 13 | Farringdon | Islington & City | EC1 | LONDON | 51.520150 | -0.104510 | 1 | Coffee Shop | Hotel | Wine Bar | Gym / Fitness Center | Pub | Church | Bar | Donut Shop |
| 16 | Temple | City, Westminster | EC4 | LONDON | 51.513679 | -0.110885 | 1 | Pub | Coffee Shop | History Museum | Hotel | Garden | Park | Distillery | Restaurant |
| 17 | Tower Hill | Tower Hamlets | EC3 | LONDON | 51.509788 | -0.075153 | 1 | Hotel | Gym / Fitness Center | Garden | Castle | French Restaurant | Hostel | Italian Restaurant | Park |

Cluster 3: Far away from the center of Central London

- Made of 1 location in Eastern Central London but far away from the center of Central London.
- We could obviously **leave out this cluster**.

| | Location | Borough | Postcode | Post town | Latitude | Longitude | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue |
|---|----------|-----------|----------|-----------|----------|-----------|----------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 9 | Angel | Islington | EC1 | LONDON | 51.45302 | -0.0634 | 2 | Pub | Café | Garden | Park | Grocery Store | Indian Restaurant | Fish & Chips Shop | Business Service |

Cluster 4: Traditional lifestyle; Transportation

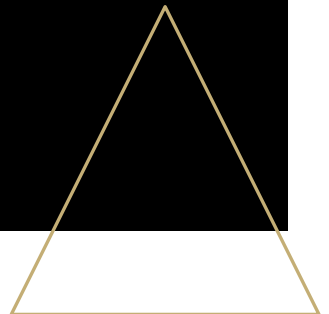
- Made of 6 locations in both Eastern and Western Central London.
- Leave out St Luke, St Giles and Finsbury; far away from the center of Central London.
- Most common venues in the remaining three locations are **café, coffee shop, hotel, restaurant**, as well as **train station**.
- They present a **traditional European lifestyle**.

| | Location | Borough | Postcode | Post town | Latitude | Longitude | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue |
|---|--------------|----------------------|----------|-----------|----------|-----------|----------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| 1 | Bloomsbury | Camden | WC1 | LONDON | 51.52074 | -0.123100 | 3 | Coffee Shop | Exhibit | Plaza | Bookstore | Park | Japanese Restaurant | Hotel Bar |
| 5 | King's Cross | Camden and Islington | WC1 | LONDON | 51.53043 | -0.123100 | 3 | Hotel | Burger Joint | Breakfast Spot | Café | Train Station | Coffee Shop | English Restaurant |
| 7 | St Pancras | Camden | WC1 | LONDON | 51.52811 | -0.125240 | 3 | Café | Hotel | Coffee Shop | Grocery Store | English Restaurant | Falafel Restaurant | Breakfast Spot |



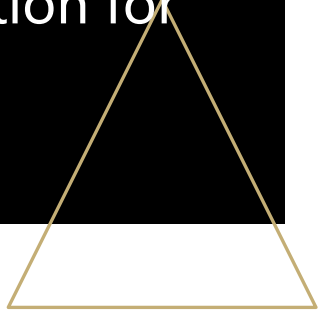
5. Results and Discussion

- **4 Eastern Central London locations in Cluster 2** (Aldgate, Barbican, Blackfriars, Clerkenwell) may meet our requirements.
 - First, there are many pubs so that people there already have the habits on drinking after work, know there are bars and pubs in that borough and will be more likely to try a new bar.
 - Second, the number of gym/fitness center, salad/falafel restaurant and juice bar in Cluster 2 is significantly larger than that of other clusters, indicating that people there choose to keep an energetic and healthy living habit.
 - Moreover, venues for young and fashion people such as indie movie theater, performing arts venue, cocktail bar are especially common in Cluster 2, meaning that people there will try modern and futuristic things.





6. Conclusion

- The aim of this project is to assist businessmen or investors in making decisions to select a propriate location to operate or invest a futuristic high-tech bar in Central London, by exploring venues around target locations and get preliminary portrait and business environments around them.
 - We find locations in Cluster 2 present a creative, energetic, young and vigorous lifestyle so that preliminarily match the theme - 'balancing work and life in high-technology interaction' – of our futuristic high-tech bar.
 - Further work should be done to take other factors, such as the number and distribution of high-tech companies, rental fee, theme of pub/bar's nearby, into consideration to shortlist the locations, and present more valuable information for site selection reference.
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► **'Balance work
and life in high-
technology
interaction'**

Thanks.

