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# RECRUIT RESTAURANT VISITOR FORECASTING

Team Name: Invincible Predictors

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Abstract—This is the detailed project report on our work on predicting the number of visitors for the set of restaurants based on the dataset given to us. This report contains various phases of analysis and prediction starting from initial dataset analysis, Exploratory data analysis, Feature engineering, Model selection and training, and finally choosing the best model for predictions.

### I. INTRODUCTION AND PROBLEM STATEMENT

Recruit holdings owns Hot Pepper Gourmet (a restaurant review service), AirREGI (a restaurant point of sales service), and Restaurant Board (reservation log management software). We were challenged to use reservation and visitation data to predict the total number of visitors to a restaurant for future dates. This information would help restaurants be more efficient in resource management and it will allow them to create much more effective dining experience for their customers.

### II. DATA SET

The data comes from two separate sites:

- Hot Pepper Gourmet (hpg): like Yelp, here users can search restaurants and make a reservation online
- AirREGI / Restaurant Board (air): like Square, a reservation control, and cash register system.

The datasets contain daily and hourly observations. This makes it a Time Series Forecasting problem.

### Air\_reserve.csv

This file contains reservations made in the air system.

- air\_store\_id the restaurant's id in the air system
- $\bullet$  visit\_date time - the time of the reservation
- reserve datetime the time the reservation was made
- reserve\_visitors the number of visitors for that reservation

### hpg reserve.csv

This file contains reservations made in the hpg system.

- hpg store id the restaurant's id in the hpg system
- visit datetime the time of the reservation
- reserve\_datetime the time the reservation was made
- reserve visitors the number of visitors for that reservation

### air store info.csv

This file contains information about select air restaurants. Column names and contents are self-explanatory.

- air store id
- air genre name
- air\_area\_name
- latitude
- longitude

### hpg store info.csv

This file contains information about select hpg restaurants. Column names and contents are self-explanatory.

- hpg\_store\_id
- hpg\_genre\_name
- hpg\_area\_name
- latitude
- longitude

## store id relation.csv

This file allows you to join select restaurants that have both the air and hpg system.

- hpg\_store\_id
- air store id

### train.csv

This file contains historical visit data for the air restaurants.

- air store id
- visit date the date
- visitors the number of visitors to the restaurant on the date

### sample\_submission.csv

This file shows a submission in the correct format, including the days for which you must forecast.

- id the id is formed by concatenating the air store id and visit date with an underscore
- visitors- the number of visitors forecasted for the store and date combination

### date info.csv

This file gives basic information about the calendar dates in the dataset.

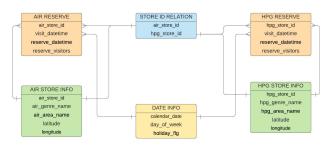
- calendar\_date
- day of week
- holiday flg is the day a holiday in Japan

### III. EXPLORATORY DATA ANALYSIS

First, we observed the given data set without performing any merge operation to get the idea of kind of data that we have. Hence, we call it pre-exploratory analysis. Below were the findings:

- We have total 92378 rows in air reserve table.
- We have at least 1 visitor for all rows.
- Maximum visitor count was much higher than mean visitors count.
- There were no null values in any of the tables.

How the metadata was linked:



Now after doing the pre analysis, we got the idea how to merge the data sets and perform the exploratory analysis.

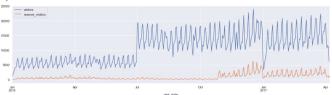
Merged data contained following columns which were used for data analysis:

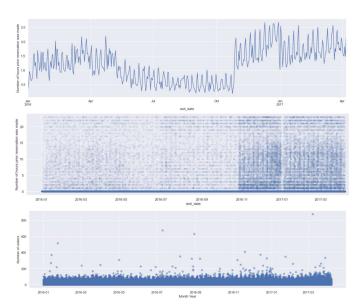
#	Column	Non-Null Count	Dtype
0	air store id	239673 non-null	category
1	visit date	239673 non-null	datetime64[ns
2	visitors	239673 non-null	int64
3	air genre name	239673 non-null	category
4	air area name	239673 non-null	category
5	reserve visitors	239673 non-null	float64
6	Time Difference	239673 non-null	float64
7	visit time	239673 non-null	float64
8	reserve time	239673 non-null	float64
9	visit year	239673 non-null	int64
10	visit month	239673 non-null	int64
11	visit weekday	239673 non-null	int64
12	city	239673 non-null	category
13	ward	239673 non-null	category
14	neighborhood	239673 non-null	category
15	holiday flg	239673 non-null	int64

Date column was broken down into visit year, visit month and visit weekday columns. Area information was broken down into city ward and neighborhood for better EDA.

Few important observations that we extracted from data is as follows:

### A) Total visitors and reservation timeseries:

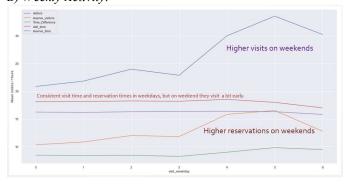




### Insights derived:

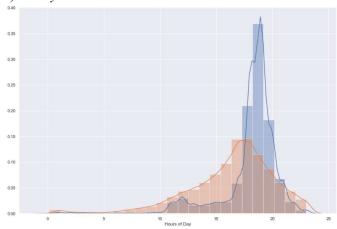
- Most of the restaurants have no prior reservations.
- Starting from November 2016, number of reservations started to grow. Which implies that new restaurants were onboarded to take reservations in advance.
- The dip during new year is caused because people prefer to spend new year with their families at home. First week of January sees less visitors.
- The reason of sudden increase in number of visitors in July 2016 is because many new restaurants were
- added in the database
- Higher number of reservations are seen after November 2016 and hence we can clearly see that people need to book the restaurants much earlier than previously. People tend to reserve less during July to October. This can be a seasonal thing.
- For most of the restaurants we do not have reservations data.
   Hence most of the entries are zero. Which means many restaurants do not provide reservation facility.
- After November, prior reservations were made even 24 hours before in many restaurants.
- We see the outliers here, where in a single day restaurant have more than 400 visitors. We can filter out outliers if needed and focus more on restaurants that have less than 200 visitors

### B) Weekly Activity:



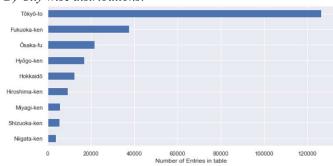
- Fridays and Saturday sees a greater number of visitors on average.
- Monday has lowest visitors.
- There seems to be high number of visitors when prior reservations were high.
- Day of week contributes significantly to the number of visitors.
- More reservation means people must book earlier to get the seat.

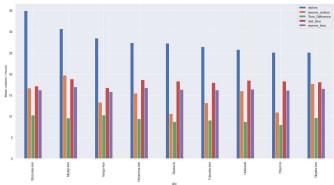
### C) Hourly visit and visitor distribution:



- People tend to visit the restaurants in the evening between 6 PM to 8 PM
- Most reservations are made between 3 PM and 7 PM
- Hence most people tend to have dinner rather than lunch.

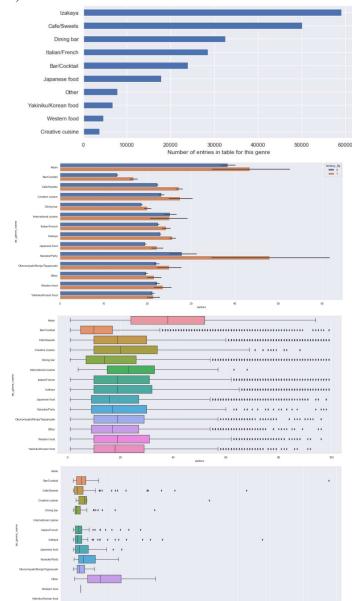
### D) City wise distributions:





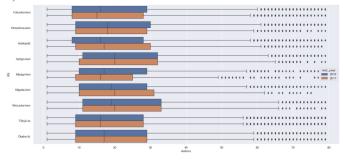
- Tokyo is the most popular city followed by Fukaoka and Osaka.
- These areas have highest number of restaurant and factually these areas are populous
- Earlier we saw Tokyo, Fukuoka and Osaka were most populous cities. But Shizuoka, Myagi, Hyogo have higher number of mean visitors.
   This implies that Shizuoka have a smaller number of restaurants but more visitor capacity.
- People of Myagi seems to reserve more before the visit.
- Tokyo must be having a greater number of small restaurants as mean visitor count is less.
- Visit time is almost consistent in all the cities, that is in the evening.

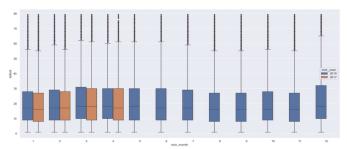
### E) Genre wise distributions:



- Izakaya, café and Dining bars are the most popular genre and number of restaurants serving this genre is high.
- There are more visits on holidays compared to normal days.
- Asian and Karaoke Party genre seems to have more average visitors, especially on holidays.
- Our earlier question about restaurants being closed or open on holidays, is resolved. Restaurants are open on holidays Asian genre seems to have more average visitors, especially on holidays.
- Even though Izakaya has the greatest number of entries in table, we have comparatively less visitors which implies that restaurants serving Izakaya must have small visitor capacity.
- Many big restaurants throw Karaoke Parties, Serve Japanese food
- Even some cafes accommodate more visitors.
- Almost all of the restaurants serving Asian / Korean / Western food / International cuisine have small accommodation capacity.
- Size of restaurant is directly proportional to number of visitors, hence Genres they serve play important role.

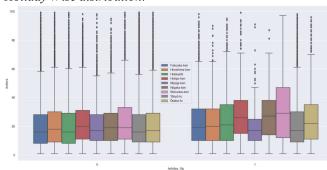
# F) Year Wise distribution:

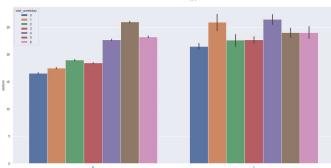




- Here we can see Fukuoka and Myagi saw less visits compared to previous year.
- Whereas Hokkaido, Shizuoka, Nigata saw slight increase in number of visitors.
- Tokyo, Osaka, Hiroshima, Hyogo saw consistent activity the average visitors seems to be concentrated between the range 10 to 30. So now we can expect more predictions in this range.
- We have excluded the outliers and considered max visitors as 80 for this chart.

### G) Holiday Wise distribution:





- Shizuoka is most active on holidays.
- Myagi seems to be less active on holidays.
- We can still see higher activity on holidays on average
- We can see when there is no holiday, there are less visitors on weekday.
- When there are holidays, even Monday, Tuesday have more visitors.

### IV. FEATURE ENGINEERING

Now that we explored our data in and out, it was easy to figure out which features we want to include in our training set.

We could see that Weekday, Holiday, Genre, Area played an important role in the number of visitors. Hence, we added related features to our training data from existing columns. Final set of features looked as below:

#	Column	Non-Null Count	Dtype	#	Column	Non-Null Count	Dtype
1 2 3 4	air_genre_name latitude visit_year visit_month visit_weekday city ward	225227 non-null 225227 non-null 225227 non-null 225227 non-null 225227 non-null 225227 non-null 225227 non-null	float64 int64 int64 int64 int32 int32	10 11 12	holiday_flg_0 holiday_flg_1 mean_visitors median_visitors min_visitors max_visitors	225227 non-null 225227 non-null 225227 non-null 225227 non-null 225227 non-null 225227 non-null	uint8 float64 float64 float64

- Label encoding was used for categorical features having more than two categories.
- One hot encoding was used for categorical features having binary categories.
- Mean, median, min, max visitor features were added for better prediction possibility. These aggregations were done by grouping columns air store id and visit weekday.

### V. MODEL SELECTION AND MODEL TRAINING

Now that we have our final set of features, we can decide how to split the set. Firstly, for training purpose, we decided to split the data into 80%-20% train-test ratio.

```
#train test split
from sklearn.model selection import train_test_split
X = train_data.drop(["air_store_id","visit_date","visitors","air_area_name","longitude"], axis=1)
y = train_data["visitors"]
X_train, X_test, y_train, y_test = train_test_split(X, y, test_size=0.1)
```

- air\_store\_id, visit\_date, air\_area\_name, and longitude columns were dropped for training as they are not taken as features.
- Random split was done because we saw that there is not much difference in the average visitor year wise.
- Note that we have split train.csv into two parts here and test data is not from sample submission file.

As predicting the number of visitors is the regression problem, we have tried few regression models :

- \* Simple Linear Regression
- \* KNeighbors Regression
- \* Random Forest Regression

Evaluation Metric Used was RMSLE: Root mean squared logarithmic error. The RMSLE is calculated as

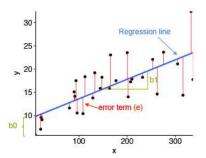
$$\sqrt{\frac{1}{n}\sum_{i=1}^{n}(\log(p_i+1)-\log(a_i+1))^2},$$

### where:

n is the total number of observations  $p_i$  is your prediction of visitors  $a_i$  is the actual number of visitors  $\log(x)$  is the natural logarithm of x

### Model 1: Linear Regression.

- We used scikit-learn library for implementing Linear regression model.
- It uses Ordinary least squares Linear Regression.
- Linear Regression fits a linear model with coefficients to minimize the residual sum of squares between the observed targets in the dataset, and the targets predicted by the linear approximation.

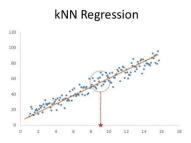


```
#Trying simple Linear Regression model
from sklearn.linear_model import LinearRegression
lr_model = LinearRegression()
lr_model.fit(X_train, y_train)
y_preds=lr_model.predict(X_test)
rmsle(y_test, y_preds)
```

0.5369255002063672

### Model 2: KNeighbors Regression.

- Regression based on k-nearest neighbors.
- \*The target is predicted by local interpolation of the targets associated of the nearest neighbors in the training set.

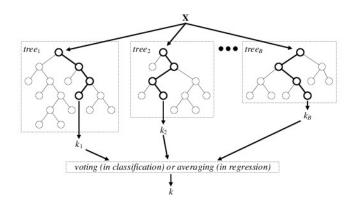


```
#Trying KNeighbors Regression model
from sklearn.neighbors import KNeighborsRegressor
knr_model = KNeighborsRegressor(n_jobs=-1, n_neighbors=10)
knr_model.fit(X_train, y_train)
y_preds=knr_model.predict(X_test)
rmsle(y_test, y_preds)
```

Model 3: Random Forest Regression.

0.5398689672131062

• A random forest is a meta estimator that fits a number of classifying decision trees on various sub-samples of the dataset and uses averaging to improve the predictive accuracy and control over-fitting.



# Model 4: XGboost Regression

0.5289086869919264

- XGBoost is an optimized distributed gradient boosting library designed to be highly efficient, flexible
  - Implements machine learning algorithms under the Gradient Boosting framework.
  - XGBoost provides a parallel tree boosting.

0.5188255921668121

### RMSLE ON VARIOUS ALGORITHMS

```
1 Linear Regression 0.536
2 KNeighbors Regression 0.539
3 Random Forest Regression 0.528
4 XGBoost Regression 0.518
```

As XGBoost gave better results, we selected that model for final training. For final training, the entire train data set was passed for model training and Submission dataset was converted in the same format by feature engineering, and Submission data became the test set.

The final submission score in Kaggle was: 0.526

### VI. CONCLUSION

With the given dataset we think the result is satisfactory. We could have included external data set such as weather data for better prediction. Also, we could have used Time series forecasting methods such as ARIMA for better prediction. However, from curriculum perspective and to learn various regression methods, we preferred Standard regression models that were available in Scikit learn library.

### VII. ACKNOWLEDGEMENTS

We would like to thank our Teaching Assistant Arjun Verma for guiding us regarding what to expect from the project and what steps we need to take for successfully implementing the project. Especially his advice to use Gradient Boosting models to improve our score. Special thanks to Raghavan Sir and Neelam mam for teaching us the basic concepts of Machine Learning. The lectures were detailed and helped us understand how the regression models work.

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- [4] https://www.kaggle.com/c/recruit-restaurant-visitorforecasting/overview
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- [8] Class lecture videos and slides by Prof. Raghavan and Prof. Neelam, IIIT Bangalore.
- [9] Sample Project Reports by Tejas Kotha and Arjun Verma.