ANALYZING THE IMPACT OF CAR FEATURES ON PRICE AND PROFITABILITY

HYPERLINK OF MY EXCEL SHEET

PROJECT DESCRIPTION:

- The automotive industry has been rapidly evolving over the past few decades, with a growing focus on fuel efficiency, environmental sustainability, and technological innovation. With increasing competition among manufacturers and a changing consumer landscape, it has become more important than ever to understand the factors that drive consumer demand for cars.
 - For the given dataset, as a Data Analyst, the client has asked How can a car manufacturer optimize pricing and product development decisions to maximize profitability while meeting consumer demand?
- This problem could be approached by analyzing the relationship between a car's features, market category, and pricing, and identifying which features and categories are most popular among consumers and most profitable for the manufacturer.
 - By using data analysis techniques such as regression analysis and market segmentation, the manufacturer could develop a pricing strategy that balances consumer demand with profitability, and identify which product features to focus on in future product development efforts. This could help the manufacturer improve its competitiveness in the market and increase its profitability over time.

TECH-STACK USED:

- I've used Microsoft Power point version 2309 to create this presentation.
- I've used Microsoft Excel version 2309 to implement the task assigned.
- I chose Microsoft Excel because it is the most convenient spreadsheet and can be used efficiently to view statistics and analyze the data set given very quickly.

DATASET DESCRIPTION:

- The dataset contains information on various car models and their specifications, and is titled "Car Features and MSRP".
- The raw dataset contains 16 columns and 11914 rows in it.
- The dataset contains information on over 11,000 car models and their specifications, including details on the car's make, model, year, fuel type, engine power, transmission, wheels, number of doors, market category, size, style, estimated miles per gallon, popularity, and manufacturer's suggested retail price (MSRP).
- It contained 715 duplicate values which was removed.

APPROACH:

THE DATA ANALYSIS PROCESS

Step 1:

Define the question

Step 2:

Collect the data

Step 3:

Clean the data

Step 4:

Analyze the data

Step 5:

Visualize and share your findings

TASKS DESCRIPTION:

Analysis:

Task 1: How does the popularity of a car model vary across different market categories?

Task 2: What is the relationship between a car's engine power and its price?

Task 3: Which car features are most important in determining a car's price ?

Task 4: How does the average price of a car vary across different manufacturers?

Task 5: What is the relationship between fuel efficiency and the number of cylinders in a car's engine?

Dashboard:

Task 1: How does the distribution of car prices vary by brand and body style?

Task 2: Which car brands have the highest and lowest average MSRPs, and how does this vary by body style?

Task 3: How do the different feature such as transmission type affect the MSRP, and how does this vary by body style?

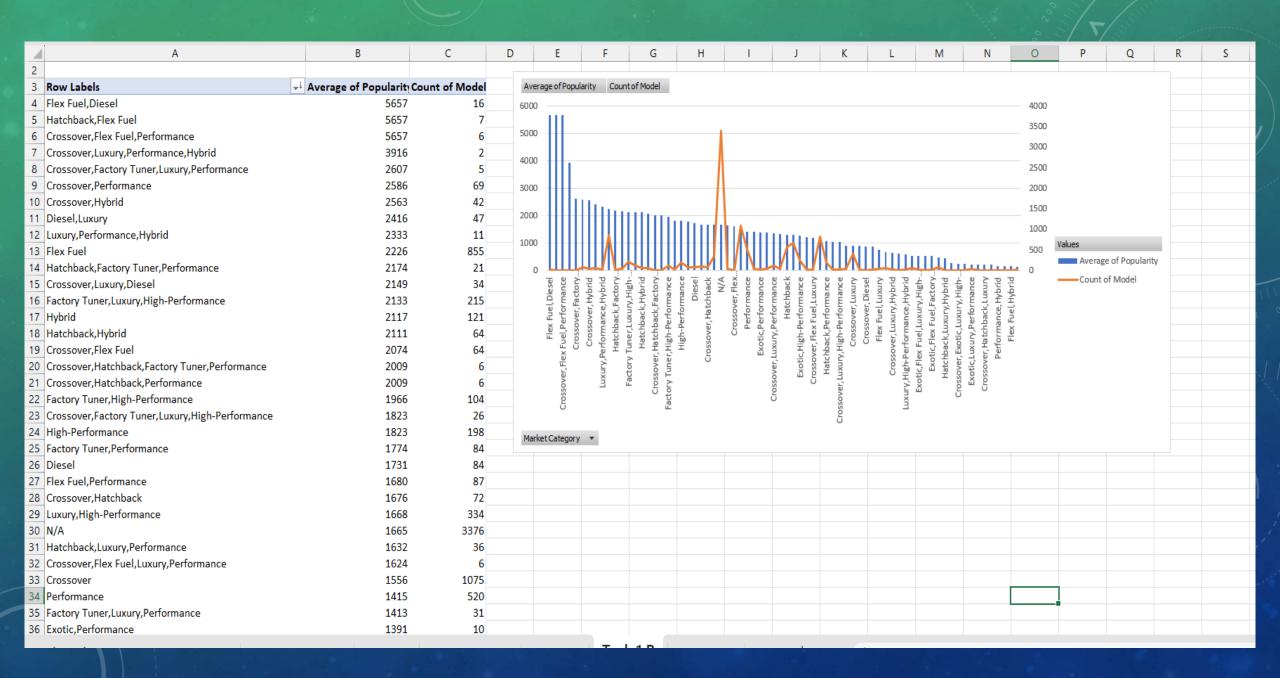
Task 4: How does the fuel efficiency of cars vary across different body styles and model years?

Task 5: How does the car's horsepower, MPG, and price vary across different Brands?



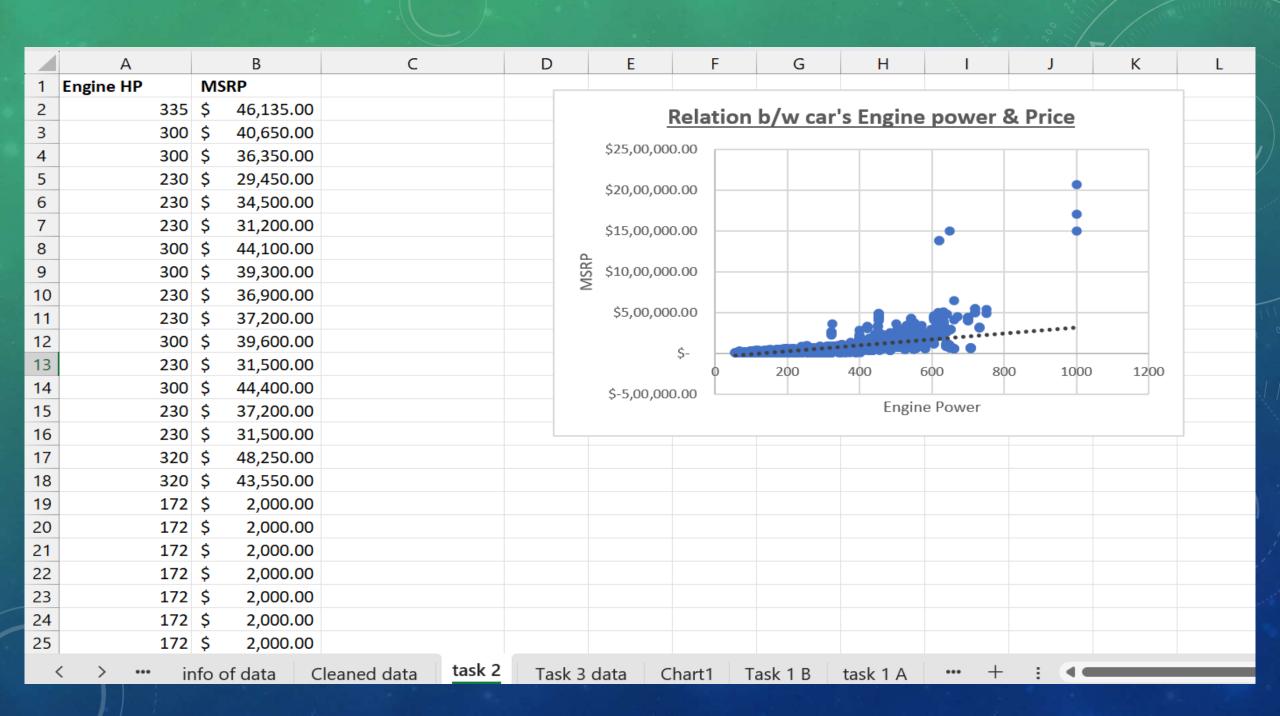
TASK 1:

- **Description**: How does the popularity of a car model vary across different market categories?
- It is divided in two parts:
- Task 1.A: Create a pivot table that shows the number of car models in each market category and their corresponding popularity scores.
- To implement this task I've created a pivot table which shows the count of models in each market category and also calculates the corresponding average popularity scores.
- Task 1.B: Create a combo chart that visualizes the relationship between market category and popularity.
- To complete this task I've created a combo column chart to visualize the relationship between market category and popularity along with the count of model.
- Through this chart we can conclude that Hatchback, Flax fuel, Diesel has the highest popularity score.
- Next slide contains image of the pivot table as well as the combo column chart.



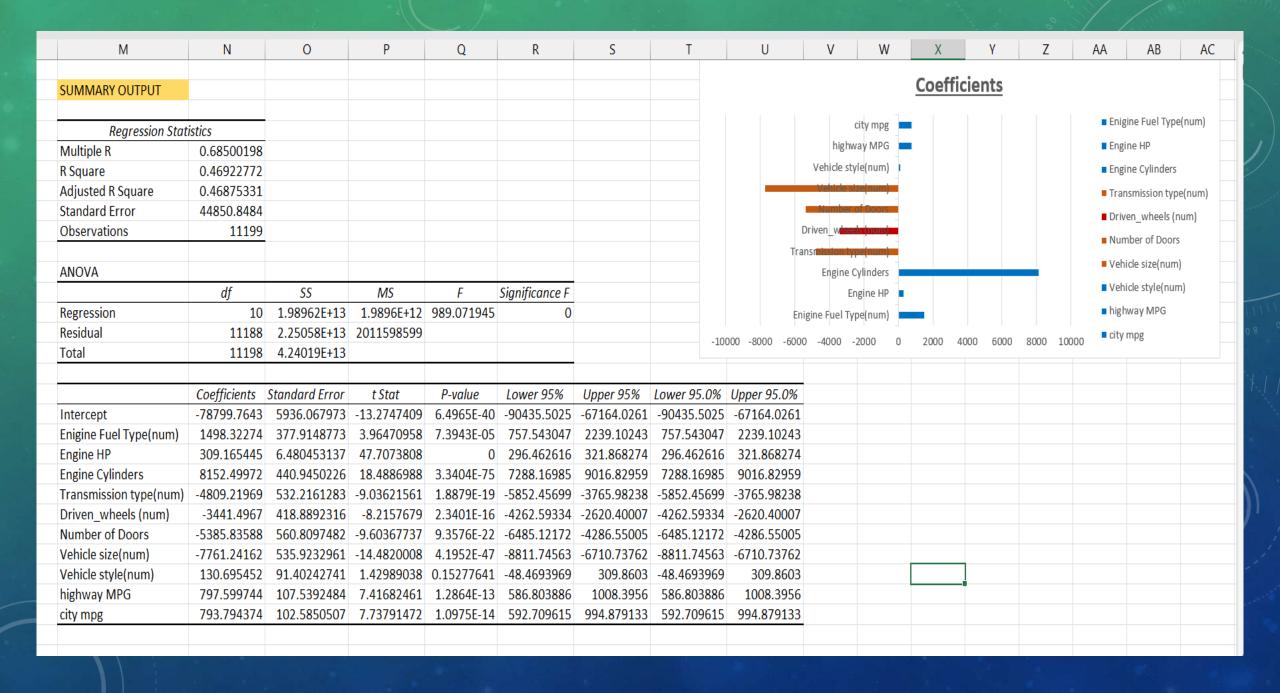
TASK 2:

- What is the relationship between a car's engine power and its price?
- Description: Create a scatter chart that plots engine power on the x-axis and price on the y-axis. Add a
 trendline to the chart to visualize the relationship between these variables.
- In this task I've created a scatter chart that shows the relation between engine power of car and it's
 price.
- The chart and the trendline concludes that engine power and price are proportional to each other because as the engine power increases the price of cars also increase.



TASK 3:

- Which car features are most important in determining a car's price?
- Description: Use regression analysis to identify the variables that have the strongest relationship with a
 car's price. Then create a bar chart that shows the coefficient values for each variable to visualize their
 relative importance.
- To implement this task I've used the feature of excel that perform the regression analysis which has helped me also to find the coefficients of car features and its price.
- I've also created a bar chart that shows the coefficient values for each variable relative to the price.
- The chart shows that Engine Cylinders is one of the important features that is used to determine the car's price.
- Next slide has the image of regression analysis summary and the bar chart.



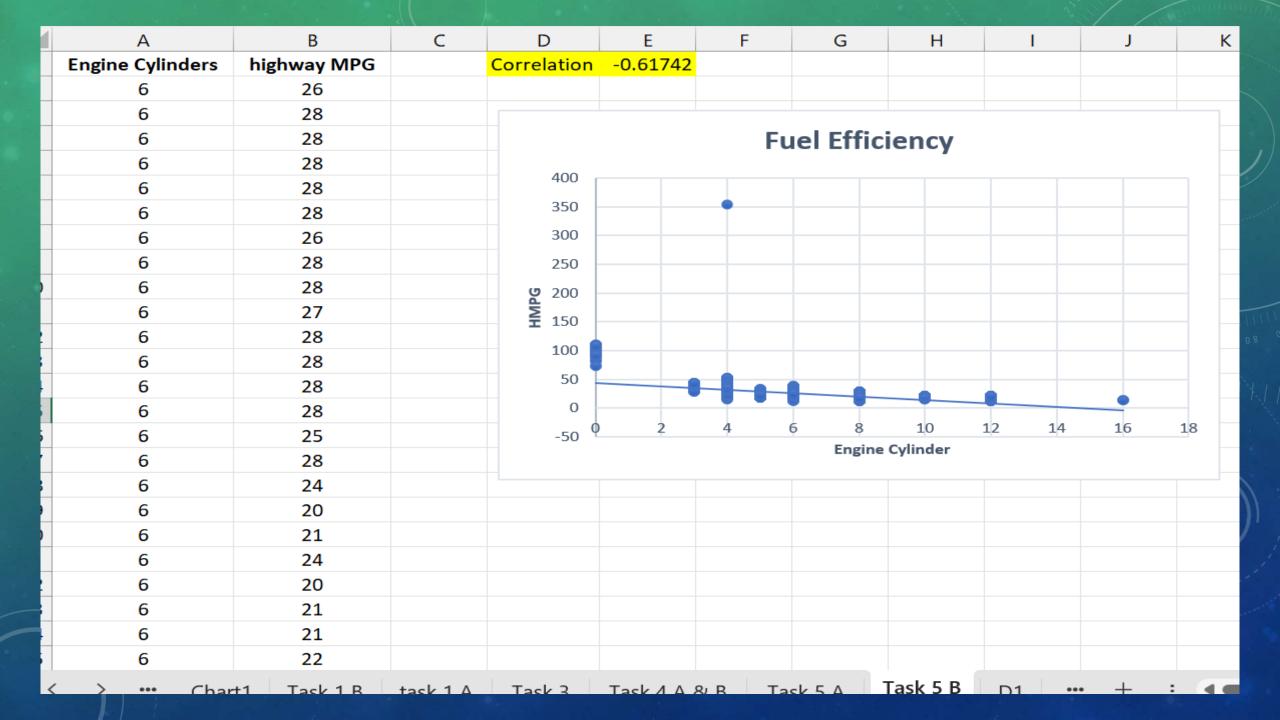
TASK 4:

- **Description**: How does the average price of a car vary across different manufacturers?
- Task 4.A: Create a pivot table that shows the average price of cars for each manufacturer.
- To implement this task I've created a pivot table that calculates the average price of the cars based on their brands.
- Task 4.B: Create a bar chart or a horizontal stacked bar chart that visualizes the relationship between manufacturer and average price.
- To implement this task I've created a bar chart that visualizes the relationship between manufacturers and their average price.
- From the chart we can conclude that Bugatti has the highest car price and Plymouth has the lowest.
- Next slide has the image of both the pivot table and the bar chart.



TASK 5:

- **Description**: What is the relationship between fuel efficiency and the number of cylinders in a car's engine?
 - **Task 5.A:** Create a scatter plot with the number of cylinders on the x-axis and highway MPG on the y-axis. Then create a trendline on the scatter plot to visually estimate the slope of the relationship and assess its significance.
- To implement this task I first created the pivot table that contains the average highway MPG and also created a scatter plot and a trendline that estimate the slope of their relationship.
- Task 5.B: Calculate the correlation coefficient between the number of cylinders and highway MPG to quantify
 the strength and direction of the relationship.
- To complete this task I've used CORREL function of the Excel that calculates the correlation coefficient between no . of cylinders and highway MPG.
- I've concluded from the scatter plot chart that as the number of cylinders increases the efficiency decreases.



BUILDING DASHBOARDS-TASK 1:

- **Description:** How does the distribution of car prices vary by brand and body style?
- To implement this task I've created a pivot table that calculates the prices of all the brands further categorized into body style.
- With the help of this table I've created a stacked column chart that shows the distribution of car prices by brand and body style. I've used filters and slicers to make the chart interactive.
- From the stacked column chart we conclude that Chevrolet has the most number of body styles contributing to the prices.

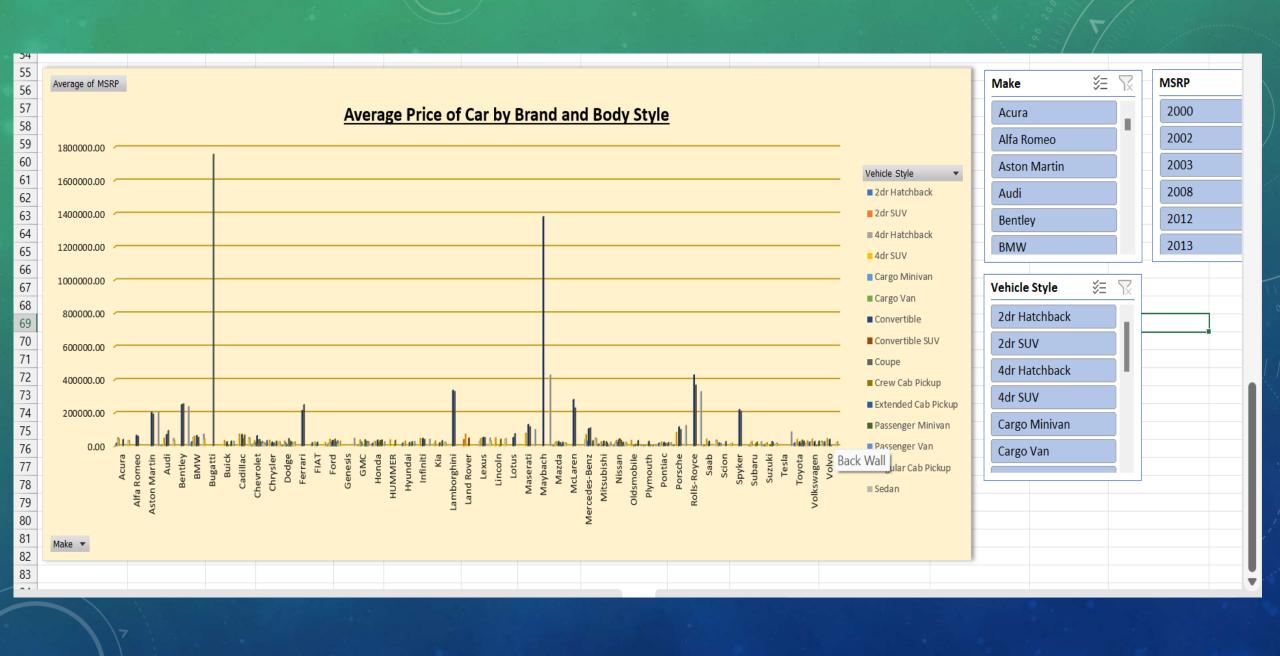
2	Sum of MSDD	Body Type -	C																
	Brands •	2dr Hatchback	2dr SHV Ade	Hatchback 4	de SHV _C	argo Miniyan Car	rgo Van Con	vertible Cor	vertible SHV (`oune	Craw Cab Pickup	Extended Cab Dick	un Par	econger Minivan I	Dacconger Van	Regular Cab Pickup	Sedan	Wagon	Grand Total
	Volvo	201 Hateriback 157550		Hatchback 4	3131700	argo mini tan Cal	go vari cur	121600	Herabic July (500pe 6000		EXCHAGA CAD FICK	apras	ऽऽटापुटा म्यागास् वा। ।	assenger vari	negarar cab r rekup	2072945		
	Volkswagen	2606540		2699540	2084955			2296916		6000				906430			4434595		
	Toyota	473750		1397750	5106450			386668		811995	3131895	349	1424	1952518		36944			
	Tesla	413130		1551150	3100430			300000		011000	3131033	040	1727	1002010		303440	1534600		1534600
	Suzuki	44496	12000	584387	2303493				120194		304131	259	9659				1852967		
	Subaru	12000		678060	2539900				120104	354476	365975	200	,000				1833110		
	Spyker	12000		010000	2000000			219990		209990	303313						1000110	10000	429980
	Scion	366325		282470				210000		330210							32500	184445	
	Saab	12000		34586	541905			632628		000210							1066500		
	Rolls-Royce	12000		0.000	011000			2141365		2204675							6539010		10885050
	Porsche	28827			1815200			4504586		4758533							2713500		13820646
	Pontiac	163505		162975	401550			473481		663715				541192			1156535		
	Plymouth	40000		14000	101000			85631		8000				31688			38759		
	Oldsmobile				238150			2000		276015				492055			667161		
	Nissan	14683		1347320	4149630	128620		1406552	131075	2937632	2422300	1026	379	413320		1991			
	Mitsubishi	370169		403835	2009807	2000		209893			240210		1360	2000		8000			4438837
	Mercedes-Benz			122800	4974610	28950		5753964		6473107				32500			6543743		
22	McLaren							280225		918800									1199025
	Mazda	18000	12000	853180	3175515			870505		541879		580	0033	443130		26548	1618571	33350	
24	Maybach							2762750									5976800		8739550
	Maserati				155000			2342963		1972284							1782400		6252647
26	Lotus							413260		1501300									1914560
27	Lincoln				3422570					17342	453260						2854855	269705	
28	Lexus			94700	3152974			472065		1016472							4837596	31105	9604912
29	Land Rover		476394		8839200				145731										9461325
30	Lamborghini							7064450		10177050									17241500
	Kia			406960	2049645					142630				494650			1976360	772405	5842650
32	Infiniti				4340200			980050		2175750							6490009		13986009
33	Hyundai	789650		528880	1994390					685920				133075			2323987		6455902
34	HUMMER				377490						242405								619895
	Honda	413200		1919260	3800589			252135		1588705	750215			553185			2264390		11541679
	GMC		128319		6633919	142750	460085				4062482	2175	5866	150630	599670	128432			15638049
	Genesis																139850		139850
	Ford	24000		567615	4482771	415630	556351	730007		1398144	3782518	2285	5584	1179285	2429898	129924	2279348		
	FIAT	420715			369305			327965										287570	
	Ferrari							4723811		11713289									16437100
	Dodge	38000		16000	2462875	60520	338497	6000		2973842	2072780	684	1682	557425	70708	65340			
	Chrysler	98805		400705	250545	100455	74000	630105	4000	114510	F0.7		7054	922295	E 0		2479859		
	Chevrolet	8000	193310	1287260	6509468	420150	74688	2953245	106300	3504525	5927617	3117	7951	1047240	599670	226003			
	Cadillac				7182555			985607		2953574	599150			00000			9416847		
	Buick				2141770			179325		18534				330065			2838590	8212	
	Bugatti Draw	00007		4400400	0400050			4400474		5271671							7000700	050000	5271671
	BMW	80097		1103100	3160950			4403171		3304051							7829700		
	Bentley	1000			0074000			6012870		6356760							5920900		18290530
	Audi	4000			2674900			3291405		3556290							7144348		
	Aston Martin							7321655		9258845							1448735	l	18029235
51	Alfa Romeo	400047		057440	0000505			129800		178200							440.4550		308000
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BUILDING DASHBOARDS-TASK 2:

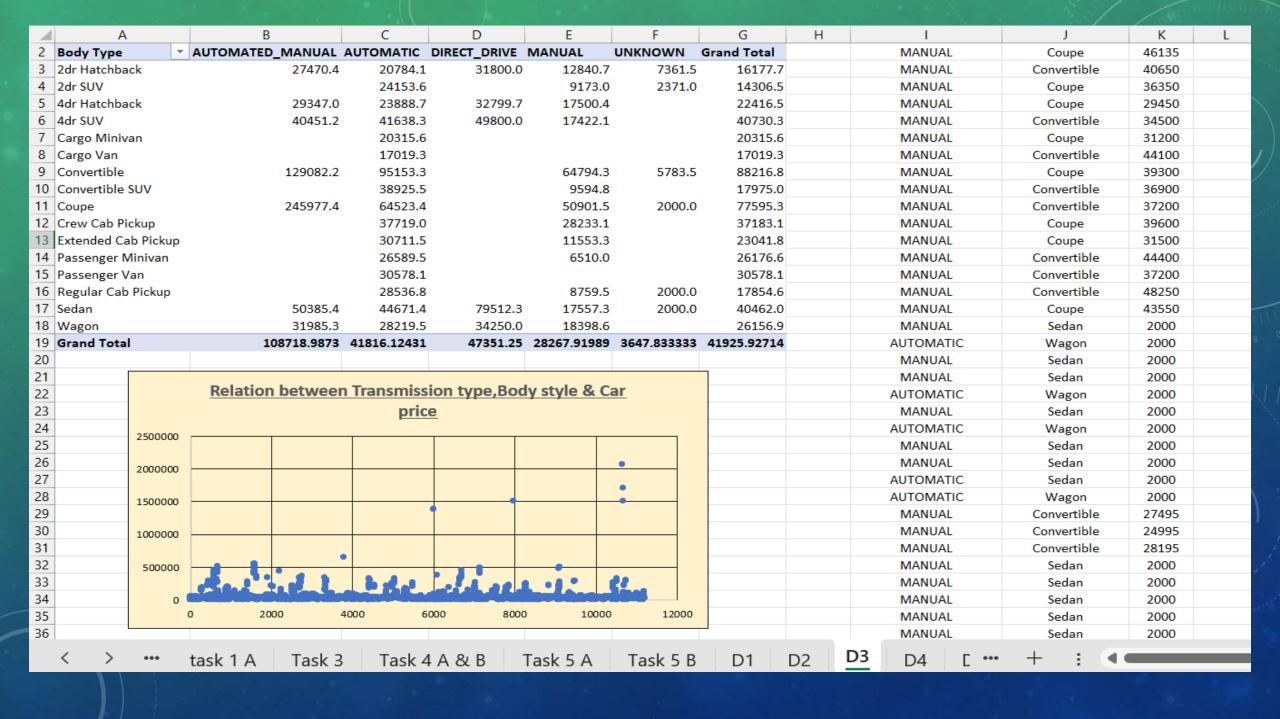
- Description: Which car brands have the highest and lowest average MSRPs, and how does this vary by body style?
- To implement this task I created a pivot table to get the average of prices of car by Brand and Body style.
- To visualize the results I've created a clustered column chart .
- We can conclude that the Coupe style of Bugatti and convertible style of Maybach has the highest contribution to the prices. The brand Acura with body type Coupe and Sedan has the lowest average prices.
- The image of the pivot table and chart is shown in the next slide.

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4	A	В	С	D	E	F	G	Н	I	J	K	L	M	N	0	P	Q	R
3	Average of MS	RP Body Style 💌																
4	Brands	▼ 2dr Hatchback	2dr SUV	4dr Hatchback	4dr SUV	Cargo Minivan (Cargo Van (Convertible (Convertible SUV (oupe	Crew Cab Pickup	Extended Cab Pickup	Passenger Minivan	Passenger Va	ın Regular Cab Pickup	Sedan	Wagon	Grand Total
	Acura	17175.61		51062.86	42959.76					39687.40						33614.24	33560.00	35087.49
	Alfa Romeo							64900.00		59400.00								61600.00
	Aston Martin							203379.31		192892.60						206962.14		198123.46
	Audi	2000.00			48634.55			70029.89		93586.58						46391.87	33894.00	54574.12
9	Bentley							250536.25		254270.40						236836.00)	247169.32
	BMW	26699.00		55155.00	58536.11			63814.07		52445.25						71832.11	43266.67	62162.56
11	Bugatti									1757223.67								1757223.67
	Buick				33996.35			25617.86		2059.33			30005.91	l			2053.00	29034.19
	Cadillac				72551.06			70400.50		45439.60							47364.00	56368.27
	Chevrolet		13807.86	18930.29	33553.96	20007.14	8298.67	62835.00	17716.67	38939.17		1 24170.16			71 19824.84		15825.00	29074.73
	Chrysler	32935.00			35792.14			24234.81		19085.00			29751.45				26372.37	26722.96
	Dodge	2000.00	2000.00	2000.00	31175.63	20173.33	12536.93	2000.00		45058.21		5 16301.95	5 25337.50	14141.	60 14850.18	22519.49	24782.97	24857.05
	Ferrari							214718.68		249218.91								238218.84
	FIAT	21035.75			24620.33			23426.07									22120.77	22670.24
	Ford	2000.00	16133.55	19572.93	41507.14	19791.90	20605.59	34762.24		34101.07	41566.13	3 23808.17	7 23123.24	32836.	46 17797.81		30066.02	28511.31
	Genesis															46616.67	'	46616.67
	GMC		7128.83		37479.77	23791.67	21908.81				39062.33				71 25182.90			32444.09
	Honda	17216.67		26656.39	28575.86			36019.29		21763.08			36879.00)		26027.47	'	26655.15
	HUMMER				37749.00						34629.29)						36464.41
	Hyundai	18363.95		17629.33	30218.03					22126.45			26615.00)		27666.51		24926.26
	Infiniti			10070.05	45686.32			46669.05		40291.67			22075 5			41076.01		42640.27
26				19379.05	31533.00			225402.20		20375.71			32976.67			23811.57	20326.45	25513.76
	Lamborghini Land Rover		39699.50		71283.87			336402.38	48577.00	328291.94								331567.31 68067.09
	Lexus		39099.30		45042.49			52451.67	48377.00	50823.60		Lei	gend			400E4 E1	31105.00	47549.07
	Lincoln			51500.07	50331.91			32431.07		2167.75			gena				44950.83	43860.83
	Lotus				30331.31			51657.50		75065.00		,				42005.70	44330.03	68377.14
	Maserati				77500.00			130164.61		116016.71						99022.22		113684.49
	Maybach				77300.00			1381375.00		110010.71						426914.29		546221.88
	Mazda	2000.00	2000.00	20809 27	27141.15			28080.81		20841.50		11600.66	5 23322.63	1	9154.69		16675.00	20416.62
	McLaren	2000.00	2000.00	20003.27	2/14113			280225.00		229700.00		11000.00	20022100	•	5154.05	15750.07	20075.00	239805.00
	Mercedes-Ben	7		40933.33	68145.34	28950.00		104617.53		109713.68			32500.00)		48833.90	43069.00	72069.53
	Mitsubishi	12764.45			26101.39	2000.00		29984.71		233723.00	26690.00	19194.29			2000.00			21340.56
_	Nissan	2097.57			34294.46	21436.67		39070.89	43691.67	35393.16					2212.67		17500.00	28921.15
	Oldsmobile	200.107		2.005/25	34021 43			2000 00		10615 96	32.33	2002/100	32803.67				2000.00	12843 80
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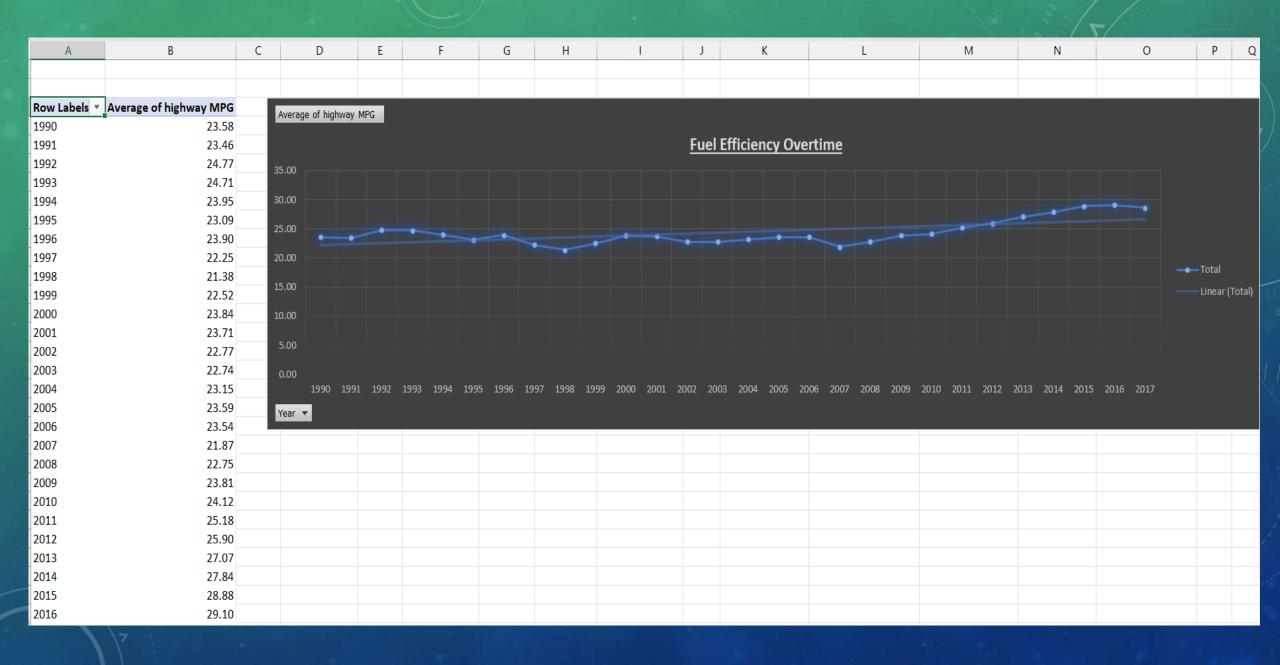
BUILDING DASHBOARDS-TASK 3:

- Description: How do the different feature such as transmission type affect the MSRP, and how does this
 vary by body style?
- To implement this task I've created a pivot table that calculates the average price for each combination
 of transmission type and body style.
- Then I've also created a scatter plot chart to visualize the relationship between MSRP and transmission type, with different symbols for each body style.
- From the chart we can observe that automated manual coupe is contributing the most to the MSRP's.



BUILDING DASHBOARDS-TASK 4:

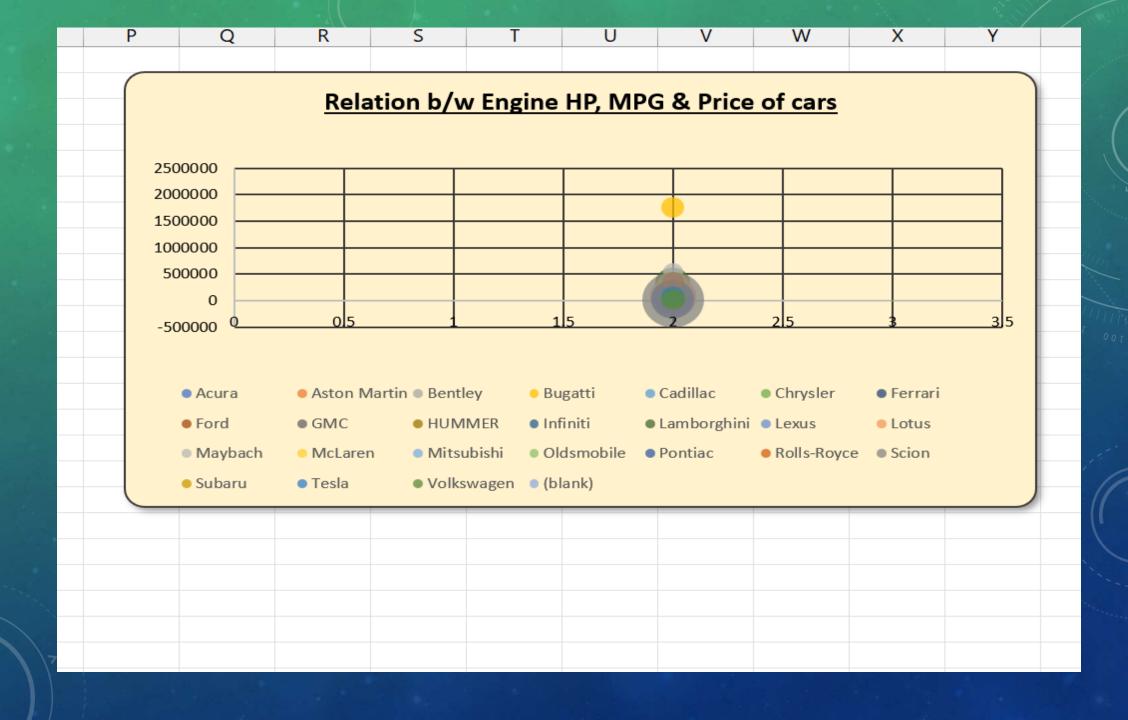
- Description: How does the fuel efficiency of cars vary across different body styles and model years?
- To implement this task I've created a pivot table to calculate the average MPG for every year and line chart to show the trend of fuel efficiency (MPG) over time for each body style.
- The line chart also shows that as the time passed fuel efficiency has increased.
- I've also created a pivot table that calculates the average MPG for each combination of body style and model year .
- The image is in the next slide.



_	IPG For each combinat		y type & Year																
_	gl Column Labels	₩																Vehicle	e Style ┊三
	2dr Hatchback				_					rew Cab Pickup	Extended Cab Pickup								
1990		30		31	20)	24		24		22					24 24		_	latchback
1991		30	16	20			23		26		16		}			24 2		2013	ωv
1992		29		28 21			24		28		15					24 24			lakalala adı.
1993		28		28 21			24		27		17					25 24		_	latchback
1994		27		27 20					26		20					25 24		- 4ar S	UV
1995		29		28	22				26		20					24 24			o Minivan
1996		29		26 21					27		20					26 25) IVIII II VAII
1997		26		27 20					27		18					25 24		Cargo	o Van
1998 1999		23 30	26 2 19	25 22 18		1			26 27		19 18					26 2: 27	21 23		vertible
2000		30	19	18		1			24		21					27 27 3:			
2000		29	19	19					20		19					27 3: 27 3:		Conv	vertible SUV
2001		25	19	20					24	17	20					27 3. 26 2!			
2002		30	19	19					24	18	21					20 2. 27 2.			* <u>=</u>
2003		30		34 19			20		25	22	18					26 2			V-
2005		30		31 19			21		26	23	10	22				26 24		1000	
2006		27		29 20			23		24	19		22				25 2			
2007		25		27 20			23		25	18	18					25 25		1331	
2008		26		28 21			23		25	18	19					27 2		1000	
2009		29		31 23			24		24	19	20					27 2			
2010		27		30 23			24		24	19	21		ļ			26 2		1330	
2011		28		29 24			24		23	21	22					27 2		1004	
2012		30		32 24		1			22	21	23					28 30			
2013		32		33 24		1			25	21		28		15		29 29			
2014		35		45 24	ļ	1	7 26	22	23	19	17			16	3	32 2		1000	
2015		36		42 26	5 28	3 1	7 27		26	22	22			18 2	3 3	33 3			
2016		36		42 26	5 27	7 10	6 28		27	22	22					33 3		1337	
2017		37	29	40 26	5 27	,	28	28	28	22	21	26	5 1	19 2	3 3	33 3:	1 29		
Grand Total		31	20	38 25	24	1	7 25	24	26	21	20	24	1 1	17 2	1 3	30 2	27		

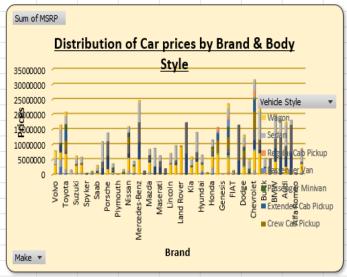
BUILDING DASHBOARDS-TASK 5:

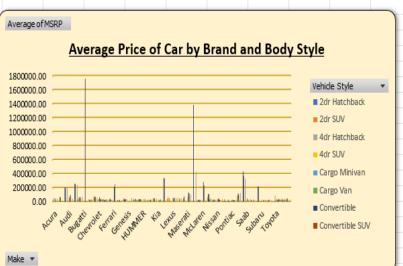
- **Description**: How does the car's horsepower, MPG, and price vary across different Brands?
- To implement this task I've created a Bubble chart to visualize the relationship between horsepower, MPG, and price across different car brands.
- The bubble chart express that cars with high engine hp also have high price and cars with high highway
 MPG are less in price.
- I've also created a pivot table to calculate the average MPG, MSRP and Engine horsepower for each brand.

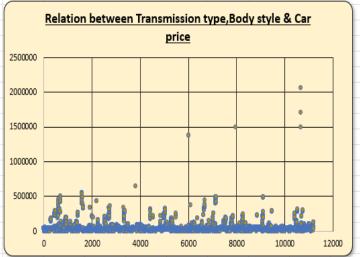


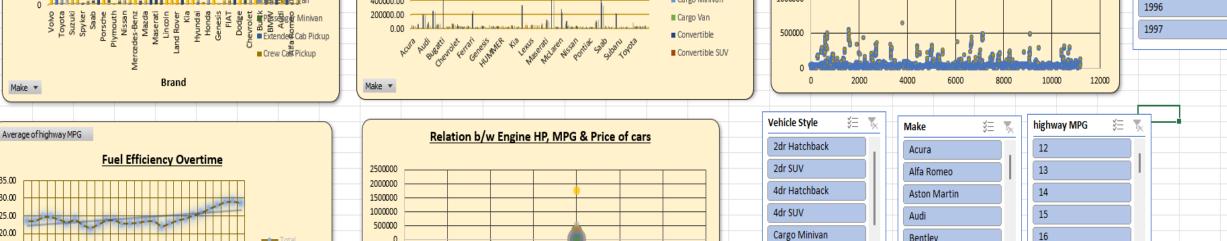
		_		_	_
	Α	В	С	D	Е
2					
3					
4	Acura	28.22	35087.5	245.0	
5	Alfa Romeo	34.00	61600.0	237.0	
6	Aston Martin	18.93	198123.5	483.8	
7	Audi	28.93	54574.1	280.0	
8	Bentley	18.91	247169.3	533.9	
9	BMW	29.13	62162.6	329.6	
10	Bugatti	14.00	1757223.7	1001.0	
11	Buick	27.01	29034.2	220.0	
12	Cadillac	25.24	56368.3	332.8	
13	Chevrolet	25.93	29074.7	249.5	
14	Chrysler	26.37	26723.0	229.1	
15	Dodge	22.99	24857.0	254.4	
	Ferrari	15.72	238218.8	512.0	
17	FIAT	37.34	22670.2	143.6	
18	Ford	23.89	28511.3	249.7	
19	Genesis	25.33	46616.7	347.3	
20	GMC	21.46	32444.1	267.6	
	Honda	32.40	26655.1	196.8	
	HUMMER	17.29	36464.4	261.2	
	Hyundai	29.77	24926.3	205.2	
	Infiniti	24.80	42640.3	310.7	
	Kia	30.69	25513.8	207.6	
	Lamborghini	18.02	331567.3	614.1	
	Land Rover	21.98	68067.1	322.5	
	Lexus	25.88	47549.1	277.4	
	Lincoln	24.54			
	Lotus	24.54	43860.8	286.1 271.5	
	1		68377.1		
	Maserati	20.16	113684.5	419.5	
	Maybach	16.00	546221.9	590.5	
	Mazda	27.94	20416.6	172.5	
	McLaren	22.20	239805.0	610.4	
	Mercedes-Benz		72069.5	353.5	
	Mitsubishi	27.64	21340.6	173.3	
	Nissan	27.77		241.4	
	Oldsmobile	26.19		179.7	
	Plymouth	27.41	3296.9	133.7	
40	Dontiac	26.96	19200 0	192 2	
	<i>(</i>)	••• Tack 2 T	ack 1 A & B	Tack 5 A	Тэ

DASHBOARD FOR CAR DETAILS





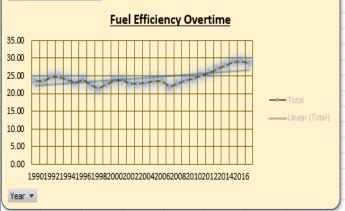


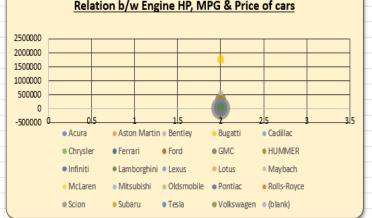


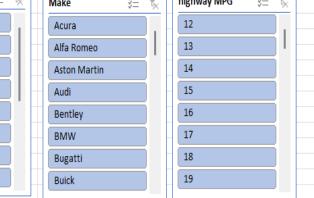
Cargo Van

Convertible

Convertible SUV







Year

1990

1991

1992

1993

1994

1995

RESULT:

- The coupe body style has the highest MSRP contribution.
- A single car with both automated and manual gear systems will be more advantageous than one gear system, hence the gearbox type automated manual has a significant impact.
- To enable the bulk of the class to afford a car, companies must create cars with high or at least good fuel efficiency.
- Overall, elements of the Coupe body shape and fuel efficiency have a significant impact on the cost and profitability of the car

THANKYOU

BY- AVANI SHARMA Email- <u>avanisharma2984@gmail.com</u> Contact- 8435725000