Coursera Capstone

IBM Applied Data Science Capstone

Opening a Brazilian Restaurant in Rio de Janeiro, Brazil

1. Introduction

Final Part of final IBM Capstone Project, this is my opportunity to work on real life data and understand its properties to make a business decision. The learning outcome was to define a business problem and to use data science methodologies to understand the data and eventually make a business conclusion. I'm also had to scrape data from the web and use Foresquare API to extraction location details.

In this project, we start with defining a problem, identifying the needed data to answer the problem, analyze data to study its properties and give a conclusion to answer the business question.

2. Business Problem

The objective of this capstone project is to analyse and select the best locations in the city of Rio de Janeiro, Brazil to open a new Brazilian Restaurant. Using data science methodology and machine learning techniques like clustering, this project aims to provide solutions to answer the business question: where would you recommend that they open it?

3. Target Audience

- Travellers and residents who want to have an experience to try Brazilian Food.
- Business personnel who are planning to invest in a restaurant

The analysis is going to give a view of demographics before they decide to invest

4. Data

- Name of the 167 Neighboors, from web scrapping

https://pt.wikipedia.org/wiki/Lista de bairros da cidade do Rio de Janeiro

- Latitude and longitude coordinates of those neighbourhoods. This is required in order to plot the map and also to get the venue data
- Use Foresquare Data to obtain info about restaurants, We will use this data to perform clustering on the neighbourhoods.

5. Methodology

I'm going to use the basic methodology as taught in Week 3 lab, I add the calculus to select optimal number of clusters in KMeans Algorithm (Silhouette Score)

5.1 Data Scraping

I will do web scraping using Python pandas to extract the list of neighbourhoods data. I organized the CSV file in Excel and upload the file to my notebook.this is just a list of names.

5.2 Get the geographical coordinates

I need to get the geographical coordinates in the form of latitude and longitude, using the package Geocode, in in order to be able to use Foursquare API. To do so,

I converted the neighbourhoods into their equivalent latitude and longitude values.

Put into a pandas DataFrame and then visualize the neighbourhoods in a map using Folium package.

5.3 Use the Foursquare API to explore the neighborhoods

I use the Foursquare API to explore neighborhoods, I need to register a Foursquare Developer Account in order to obtain the Foursquare ID and Foursquare secret key. We then make API calls to Foursquare passing in the geographical. Next, we will use Foursquare API to get the top 300. After that, explore function to get the Brazilian Restaurant in each neighborhood, the foursquare brings just 2 Brazilians Restaurants in Copacabana per example. We are going to use in out analysis, all the restaurants.

5.4 Analyze the restaurants fo Each Neighborhood

I group rows by neighborhood and by taking the mean of the frequency of occurrence of each type of restaurant then we discovered each neighborhood along with the top 5 most common venues

5.5 Predictive Modeling

I have to define ideal Number of clusters, and the doing the Kmeans Clustering

5.6 Clustering

5.6.1 Silhouette Score

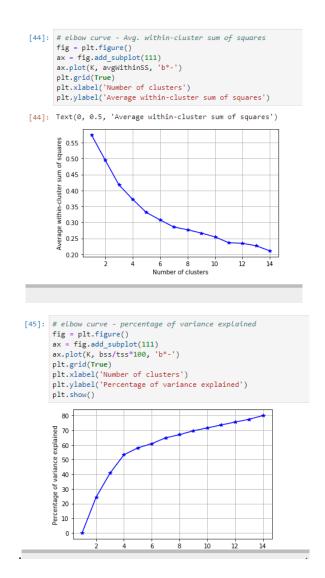
This is a better measure to decide the number of clusters to be formulated from the data. It is calculated for each instance and the formula goes like this:

Silhouette Coefficient = $(x-y)/\max(x,y)$

```
[41]: for k in range(5,15):
    k_means_fitk = KMeans(n_clusters=k,max_iter=500)
    k_means_fitk.fit(x)
    print ("For K value",k,",Silhouette-score: %0.3f" % silhouette_score(x, k_means_fitk.labels_, metric='euclidean'))

For K value 5 ,Silhouette-score: 0.342
For K value 6 ,Silhouette-score: 0.331
For K value 7 ,Silhouette-score: 0.331
For K value 8 ,Silhouette-score: 0.347
For K value 9 ,Silhouette-score: 0.360
For K value 10 ,Silhouette-score: 0.359
For K value 11 ,Silhouette-score: 0.397
For K value 12 ,Silhouette-score: 0.387
For K value 13 ,Silhouette-score: 0.391
For K value 13 ,Silhouette-score: 0.391
For K value 13 ,Silhouette-score: 0.391
For K value 14 ,Silhouette-score: 0.391
For K value 14 ,Silhouette-score: 0.391
For K value 14 ,Silhouette-score: 0.411
```

The silhouette coefficient values in the preceding results shows that K value 14 has better scores than all the other values. As a thumb rule, we need to take the next K value of the highest silhouette coefficient.



The total percentage of variance explained value should be greater than 80 percent to decide the optimal number of clusters. Even here, a k-value of fourteen seems to give a decent value of total variance explained. Hence, we can conclude from all the preceding metrics (silhouette, average within cluster variance, and total variance explained), that fourteen clusters are ideal.

We use the distortion score and elbow method for K means clustering to identify the correct value of K. From the graph it can be seen that the best value is K=14

5.6.2 K-Mean

K-means clustering algorithm identifies k number of centroids, and then allocates every data point to the nearest cluster, while keeping the centroids as small as possible. It is one of the simplest and popular unsupervised machine learning algorithms and is particularly suited to solve the problem.

Using K-mean to clustering data neighborhoods with most common restaurant in each Neighborhood

The results will allow us to identify which neighbourhoods have higher concentration of each type of restaurant .Based on the occurrence of restaurant in different neighbourhoods, it will help us to answer the question as to which neighbourhoods are most suitable to open what kind of restaurant.

6. Results section.

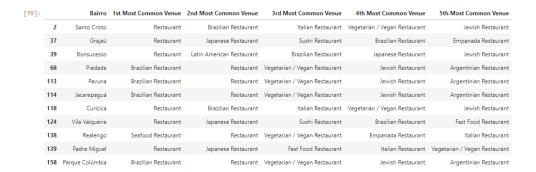


Cluster 0

3]:	Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
0	Saúde	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant
12	Paquetá	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
18	Cosme Velho	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
21	Urca	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
30	São Conrado	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
34	Maracanã	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
47	Vigário Geral	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
53	Inhaúma	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
57	Rocha	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
87	Oswaldo Cruz	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
100	Tauá	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
102	Portuguesa	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	t Argentinian Restaurant	Asian Restaurant
105	Guadalupe	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
134	Vila Militar	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
137	Magalhães Bastos	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
152	Pedra de Guaratiba	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant A	rgentinian Restaurant	Asian Restaurant
154	Jacarezinho	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant A	rgentinian Restaurant	Asian Restaurant

There are 17 neighborhoods in Cluster 0. We can easily notice that most neighborhoods in Cluster 0 have Brazilian Restaurants, Vegan Restaurants in the most Commom Restaurants.

Cluster 1



There are 11 neighborhoods in Cluster 1. We can easily notice that most neighborhoods in Cluster 1 have "Restaurants and Brazilian Restaurants.

Cluster 2



There are 18 neighborhoods in Cluster 2. We can easily notice that most neighborhoods in Cluster 2 have Japanese, Italian and Fast Food in their top 5 restaurants.

Cluster 3

[81]:		Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
	42	Penha	Southeastern Brazilian Restaurant	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant
	54	Engenho da Rainha	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
	84	Turiaçu	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
	94	Praia da Bandeira	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
	106	Anchieta	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
	116	Gardênia Azul	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant
	131	Recreio dos Bandeirantes	Fast Food Restaurant	Mexican Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant
	161	Vila Kennedy	Fast Food Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant

There are 8 neighborhoods in Cluster 3. We can easily notice that most neighborhoods in Cluster 3 have Fast Food and Vegetarian Restaurants in their top 5 restaurants.

Cluster 4

[82	[82]:		Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venu	ue 4th Most Commo	n Venue	5th Most Com	ımon Venue
		6	Rio Comprido	Brazilian Restaurant	Fast Food Restaurant	Italian Restaura	nt Japanese Re	estaurant	Vegetarian / Vega	n Restaurant
		7	Cidade Nova	Brazilian Restaurant	Italian Restaurant	Restaura	nt Vegetariar Re	/ Vegan estaurant	Middle Easter	n Restaurant
		8	Estácio	Brazilian Restaurant	Restaurant	Italian Restaura	nt Middle Eastern Re	estaurant	Vegetarian / Vega	n Restaurant
		14	Flamengo	Brazilian Restaurant	Japanese Restaurant	Middle Eastern Restaura	nt Re	estaurant	Italia	n Restaurant
		15	Glória	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaura	nt Peruvian Re	estaurant	Asia	n Restaurant
		17	Catete	Brazilian Restaurant	Italian Restaurant	Fast Food Restaura	nt Sushi Re	estaurant	Chines	e Restaurant
		19	Botafogo	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaura	nt Middle Eastern Re	estaurant	Japanes	e Restaurant
		22	Leme	Brazilian Restaurant	Restaurant	Japanese Restaura	nt Italian Re	estaurant	Seafoo	d Restaurant
		23	Copacabana	Brazilian Restaurant	Japanese Restaurant	Molecular Gastronom Restaura		estaurant	Frenc	h Restaurant
		25	Leblon	Brazilian Restaurant	Italian Restaurant	Restaura	nt Japanese Re	estaurant	Tha	ai Restaurant
_		26	Lagoa	Restaurant	Brazilian Restaurant	American Restaura	nt Mediterranean Re	estaurant	Frenc	h Restaurant
	25		Leblon	Brazilian Restaurant	Italian Restaurant	Restaurant	Japanese Re		The	i Restaurant
	26 28		Lagoa	Restaurant	Brazilian Restaurant	American Restaurant				h Restaurant
	28		Gávea	Brazilian Restaurant	Japanese Restaurant	Sushi Restaurant		staurant	Middle Eastern	
	29		Vidigal	Brazilian Restaurant	Italian Restaurant	Empanada Restaurant	Mediterranean Re	staurant		i Restaurant
	31	Praça	da Bandeira	Brazilian Restaurant	Restaurant	Fast Food Restaurant	American Res		Resta	Restaurant
	35		Vila Isabel	Brazilian Restaurant	Southeastern Brazilian Restaurant	Japanese Restaurant	Vegetarian Re:	/ Vegan staurant		
	38	ħ	Manguinhos	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaurant	Jewish Re	staurant	Argentiniar	n Restaurant
	41		Olaria	Brazilian Restaurant	Asian Restaurant	Japanese Restaurant	Vegetarian Re:	/ Vegan staurant	Tha	i Restaurant
	44	E	Braz de Pina	Brazilian Restaurant	Japanese Restaurant	Fast Food Restaurant	Mexican Re	staurant		Restaurant
	45		Cordovil	Brazilian Restaurant	Comfort Food Restaurant	Vegetarian / Vegan Restaurant	Thai Re	staurant	Argentiniar	n Restaurant
	58	Riachuelo		Asian Restaurant	Brazilian Restaurant	Restaurant	Portuguese Restaurant		Vegetarian / Vegan Restaurant	
	62		Méier	Brazilian Restaurant	Japanese Restaurant	Middle Eastern Restaurant	Re	staurant	Portuguese	e Restaurant
	65	ı	Engenho de Dentro	Japanese Restaurant	Mexican Restaurant	Brazilian Restaurant	Res	staurant	Fast Food	d Restaurant
		72	Vicente de Carvalho		Chinese Restaurant	Portuguese Restaurant	Japanese Restaurant	V	egetarian / Vegan Restaurant	
		73	Vila da Penha	Brazilian Restaurant	Fast Food Restaurant	Chinese Restaurant	American Restaurant	М	exican Restaurant	
		74	Vista Alegre	Japanese Restaurant	Brazilian Restaurant	Mexican Restaurant	Restaurant	Fas	t Food Restaurant	
		97	' Freguesia	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argei	ntinian Restaurant	
		98	Jardin Guanabara		Japanese Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Arger	ntinian Restaurant	
		99	Jardim Carioca	a Brazilian Restaurant	Sushi Restaurant	Fast Food Restaurant	Vegetarian / Vegan Restaurant		Jewish Restaurant	
		119	Freguesia	Brazilian Restaurant	Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Arger	ntinian Restaurant	
		120	Pechincha	a Brazilian Restaurant	German Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Arge	ntinian Restaurant	
		130	Vargem Grande	e Brazilian Restaurant	Seafood Restaurant	Vegetarian / Vegan Restaurant	Japanese Restaurant	Mediter	anean Restaurant	
		146	i Cosmo:	s Brazilian Restaurant	Mineiro Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Arger	ntinian Restaurant	
			148 Santa	Cruz Brazilian Restaura	ant Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argen	tinian Restaurant	
			153 Roc	inha Brazilian Restaura	ant Japanese Restaurant	Fast Food Restaurant	Sushi Restaurant		Asian Restaurant	
			157 Vasco da G	ama Brazilian Restaura	ant Restaurant	Portuguese Restaurant	Vegetarian / Vegan Restaurant	Empa	anada Restaurant	
			160	Lapa Brazilian Restaura	ant Restaurant	German Restaurant	Seafood Restaurant	Ve	getarian / Vegan Restaurant	

There are 40 neighborhoods in Cluster 4. We can easily notice that most neighborhoods in Cluster 4 have Brazilian Restaurant.

Cluster 5

[83]:		Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
103		Galeão	Seafood Restaurant	Brazilian Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant
	132	Grumari	Seafood Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant	Asian Restaurant
	144	Senador Vasconcelos	Mexican Restaurant	Seafood Restaurant	Vegetarian / Vegan Restaurant	Empanada Restaurant	Italian Restaurant
	151	Barra de Guaratiba	Brazilian Restaurant	Seafood Restaurant	Vegetarian / Vegan Restaurant	Jewish Restaurant	Argentinian Restaurant

There are 4 neighborhoods in Cluster 5. We can easily notice that most neighborhoods in Cluster 5 have SeaFood Restaurant.

Cluster 6



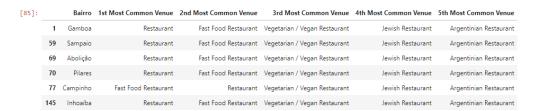
There are 12 neighborhoods in Cluster 6. We can easily notice that most neighborhoods in Cluster 1 have Restaurant and Vegetarian Restaurant.

Cluster 7



There is 1 neighborhoods in Cluster 7. Vegetarian Restaurant

Cluster 8



There are 6 neighborhoods in Cluster 8. Fast Food

Cluster 9



There are 2 neighborhoods in Cluster 9, American and Thai Restaurant

Cluster 10



There is 1 neighborhoods in Cluster 10. Vegetarian and Thai Restaurant.

Cluster11



There are 6 neighborhoods in Cluster11. Brazilian Restaurant and Fast Food

Cluster 12

[89]:	ı	Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
	11 B	enfica	Asian Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Brazilian Restaurant

There is 1 neighborhood in Cluster 12. Asian Restaurant

Cluster 13

	Bairro	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
4	Penha Circular	Dumpling Restaurant	Vegetarian / Vegan Restaurant	Thai Restaurant	Argentinian Restaurant	Asian Restaurant

There is 1 neighborhood in Cluster 13. Dumpling Restaurant.

Cluster 14. It doesn't apper any neighborhood

Brazilian restaurants as the most common restaurants.

7. Discussion section.

We have some database problems. Per example: The Copacabana has just two Brazilians Restaurants, The classification of restaurants has problems as well, the most common type of restaurant is "restaurant". The vegetarian restaurant appears in a lot of neighborhoods, we don't see in Brazil too much old people vegetarian, the young people has preference with this kind of restaurant, they have more affinity with technology, the people who update the app are the youngest, we have this bias in the database.

Based the database for each Neighborhood above, I believe that classification for each cluster can be done better with calculation of restaurants (most common) in each Neighborhood. Refering to each cluster, I can't achieve clearly what represent in each cluster by using Foursquare - Most Common Restaurant data.

Rio de Janeiro is a Big City with a high population density in a narrow área and high income difference. This project, I only consider one factor i.e. frequency of occurrence of Restaurants there are. other factors such as population and income of residents that could influence the location decision

8. Conclusion

I would like to conclude saying this project gave me the opportunity to use python and applying the data science methodologies in a real problem. For this Project, I used CRISP-DM, I learned how important is to know and validate the data, I have gone through the process of identifying the business problem, specifying the data required, extracting and preparing the data, performing machine learning by clustering the data into 14 clusters based on their similarities, and lastly providing recommendations to the relevant stakeholders regarding the best locations to open a Brazilian restaurant.

The answer proposed by this project is: The neighbourhoods in cluster 3,6,7,8 and 13 are the most preferred locations to open a Brazilian Restaurant.