# My title\*

# My subtitle if needed

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First sentence. Second sentence. Third sentence. Fourth sentence.

# 1 Introduction

#TODO: Overview paragraph

The estimand that is targetted within this paper's analysis is the price of a dozen eggs across the 8 top Canadian grocers.

#TODO: Results paragraph

#TODO: Why it matters paragraph

#TODO: Telegraphing paragraph: The remainder of this paper is structured as follows. Section 2....

#### 2 Data

#### 2.1 Overview

The dataset used for this paper's analysis is titled "Canadian Grocery Price Data" and was obtained from Project Hammer (Filipp 2024), which compiles grocery store price listings across the 8 major Canadian Grocers — Voila, T&T, Loblaws, No Frills, Metro, Galleria, Walmart, and Save-On-Foods. The dataset contains data starting from February 28, 2024 and is updated regularly with the addition of new entries. Only the entries up until November 25, 2024 are considered within this paper.

<sup>\*</sup>Code and data are available at: (https://github.com/cher-ning/cndgrocers)[https://github.com/cher-ning/cndgrocers].

The dataset was downloaded as two separate csv files titled hammer-4-product.csv and hammer-4-raw.csv. The product table includes information about specific products that are available across the different grocers, with unique product ID numbers to identify each listing at each grocer. The raw table includes the price and more time-specific information regarding each product's listing. The two tables were joined by matching the product IDs to create the full dataset, a comprehensive table where each entry holds all the necessary product and listing information.

The relevant variables of interest to us are: nowtime, vendor, current\_price, old\_price, and product\_name, as explained below:

- nowtime: Date and time of when the data was collected
- vendor: One of the 8 Canadian grocery vendors
- current price: Price at time of extract
- old price: An 'old' struck-out price, indicating the item's regular pre-sale price
- **product\_name**: Product name, may include brand and/or units

For ease of analysis, these additional variables were derived:

- month: The month of when a data entry was collected; extracted from nowtime
- **prev\_month\_avg**: The average price of a dozen eggs across all vendors during the previous month

All entries with empty values in any of these key variables were dropped. Further details regarding the data cleaning process and a glimpse of the first 5 rows of the final cleaned dataset can be found in Section A.1.

Under the guidance of Alexander (2023), the R programming language (R Core Team 2023) was used for analysis of this dataset. The package tidyverse (Wickham et al. 2019) was used to simulate data and test the simulated data before analysis. Packages tidyverse (Wickham et al. 2019) and arrow (Richardson et al. 2024) were utilized to clean the full raw dataset, which were then also used alongside packages testthat (Wickham 2011) and here (Müller 2020) to test the cleaned dataset. Lastly, packages tidyverse (Wickham et al. 2019), rstanarm (Goodrich et al. 2022), arrow (Richardson et al. 2024), and here (Müller 2020) were used to build predictive models using the cleaned dataset.

#### 2.2 Measurement

The observations in the dataset are scraped from the grocer's official website's interface, which means it only contains the information that is publically listed and available. The recorded prices for each item are the listed price for the "in store pick up" option, with the target pickup neighbourhood being a neighbourhood in Toronto. Certain values and listings may be missed, since the internal APIs that power the grocer's websites are not accessed and specific extracts may error for certain vendors on particular days for unforeseeable reasons. Starting from July

11, the targeted variety of grocery items for data collection was greatly increased, meaning that there may be products which are missing pricing information before then.

#### 2.3 Variables of Interest

The outcome variable that we are interested in understanding is the current\_price, representing the sale price of a dozen eggs. The predictor variables are month, vendor, old\_price, and prev\_month\_avg.

Figure 1 shows a boxplot of the sale pricing of a dozen eggs across the 8 vendors. From this graph, we can observe that T&T has the lowest prices overall and Save On Foods the highest. There are also differences in the range of prices offered, with T&T and Metro having much wider price ranges compared to Galleria and Save On Foods, which have highly consistent sale pricing.

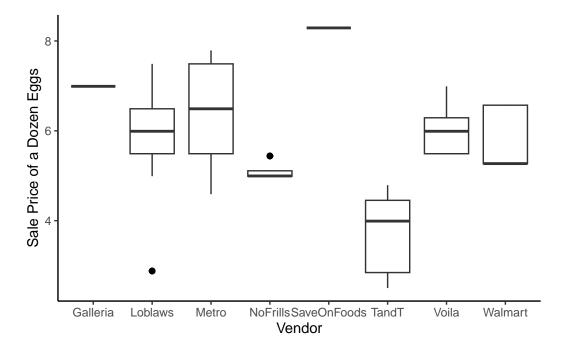


Figure 1: Average Sale Price of a Dozen Eggs Across Vendors

Next, Figure 2 shows the average sale price of a dozen eggs across different months. It can be observed that price dips slightly during the summer, reaching its lowest in July, before increasing again. Differences throughout months are typically gradual and do not fluctuate very much.

Figure 3 shows the positive and relatively linear relationship between the original presale price and discounted price of a dozen eggs across all 8 vendors. The dotted line has a slope of 1

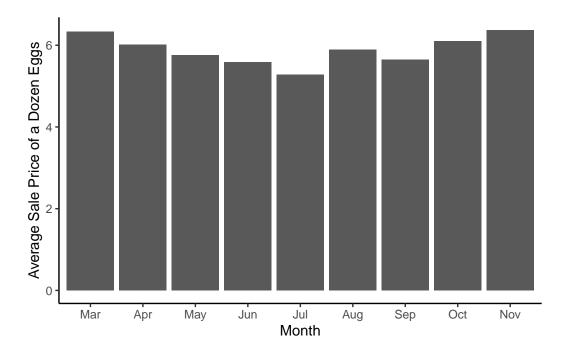


Figure 2: Average Sale Price of a Dozen Eggs Across Months March to November

and indicates how prices would look if discounted prices are equal to presale prices. All data points are on or below the dotted line, indicating that discounted prices are always equal to or less than the original presale price. The blue line, representing the line of best fit, has a positive but smaller slope than the dotted line, indicating that sale prices increase at a slower rate than presale prices. In other words, the greater an item's presale price, the greater the price difference would be. This confirms our intuitions about how sale events occur in the real world, as sales are typically calculated as a percentage of the original price.

Figure 4 shows the relationship between the current sale price of a dozen eggs compared to the previous month's average price. Similar to Figure 3, the dotted line has a slope of 1 and indicates variables growing at an equal rate whereas the blue line represents the line of best fit. Here, in contrast to Figure 3, the relationship appears much weaker with a greater scatter and deviation of values. The line of best fit has a positive slope that is less than 1, indicating that current sale prices increase when previous month's prices do, but at a slower rate. That is, a higher price average in the previous month is correlated with higher prices in the current month, but not to a high degree.

#### 2.4 Other Datasets

There are other food pricing related datasets available for use, such as Statistics Canada's "Average Retail Food Prices" (Statistics Canada 2024). Though it does also contain average

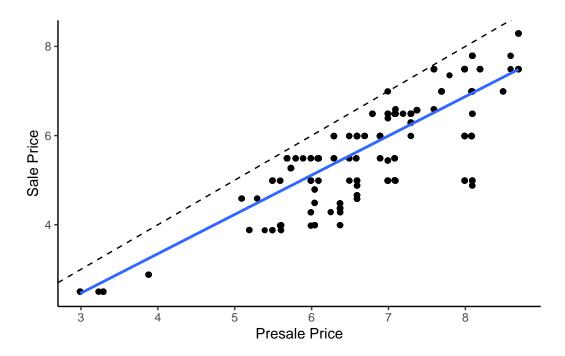


Figure 3: Presale and Sale Prices of a Dozen Eggs

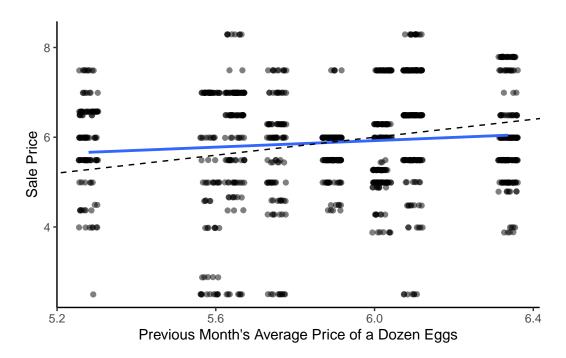


Figure 4: Sale Price of a Dozen Eggs vs Previous Month's Average Price

price information for a dozen eggs, this dataset was not utilized within this paper's analysis in the end because it only contains monthly averages that are also not divided by vendor. As well, the averages in this dataset are generalized across the entire provinces, in contrast to Project Hammer's dataset which is centred on Toronto prices (Filipp 2024). This could introduce inaccuracies into our model, as the wider geographical range may be failing to capture Toronto's comparatively higher cost of living, compared to other Ontario regions.

# 3 Model

The goal of our modelling strategy is twofold. Firstly,...

Here we briefly describe the Bayesian analysis model used to investigate... Background details and diagnostics are included in Appendix B.

#### 3.1 Model set-up

Define  $y_i$  as the number of seconds that the plane remained aloft. Then  $\beta_i$  is the wing width and  $\gamma_i$  is the wing length, both measured in millimeters.

$$y_i|\mu_i, \sigma \sim \text{Normal}(\mu_i, \sigma)$$
 (1)

$$\mu_i = \alpha + \beta_i + \gamma_i \tag{2}$$

$$\alpha \sim \text{Normal}(0, 2.5)$$
 (3)

$$\beta \sim \text{Normal}(0, 2.5)$$
 (4)

$$\gamma \sim \text{Normal}(0, 2.5)$$
 (5)

$$\sigma \sim \text{Exponential}(1)$$
 (6)

We run the model in R (R Core Team 2023) using the rstanarm package of Goodrich et al. (2022). We use the default priors from rstanarm.

#### 3.1.1 Model justification

We expect a positive relationship between the size of the wings and time spent aloft. In particular...

We can use maths by including latex between dollar signs, for instance  $\theta$ .

# 4 Results

Our results are summarized in ?@tbl-modelresults.

# 5 Discussion

#### 5.1 First discussion point

If my paper were 10 pages, then should be be at least 2.5 pages. The discussion is a chance to show off what you know and what you learnt from all this.

# 5.2 Second discussion point

Please don't use these as sub-heading labels - change them to be what your point actually is.

## 5.3 Third discussion point

## 5.4 Weaknesses and next steps

Weaknesses and next steps should also be included. - maybe should try to specify the prev\_month\_avg down to also selection by vendor

# **Appendix**

#### A Additional data details

#### A.1 Data-Cleaning

After combining the two tables, raw and product, by matching each entry's product ID, the full dataset with 12,753,964 entries was created. Then, entries with "egg" or "eggs", and "dozen" or "12" appearing in their product name or units were selected for. All February entries were omitted from analysis due to data collection starting on 28 February, 2024, which means there is a lack of sufficient data for that month to make any reliable conclusions from.

All unannounced price changes, including increases or decreases, have only a current\_price value and empty old\_price values, so all such entries were filtered out to narrow down analysis onto explicitly advertised sale events only. Then, the current\_price and old\_price columns were filtered to ensure all values were non-negative, as these entries are evidently the result of measurement error during data scraping.

After cleaning the dataset and adding in the derived variables, the final dataset of 1,278 entries is what analysis will be conducted on. The first 5 rows from this analysis data is shown in Figure 5.

current_price	old_price	vendor	product_name	month	prev_month_avg
4.99	5.49	Loblaws	Naturegg Nest Laid White Eggs, Large	May	6.018973
7.49	7.99	Loblaws	Naturegg Omega Plus Solar Free Range Eggs, Large	May	6.018973
4.28	5.99	TandT	Naturegg Large Omega-3 Brown Eggs (12s)	May	6.018973
5.99	6.89	Metro	Large White Free Run Omega-3 Eggs	May	6.018973
4.99	5.49	Loblaws	Naturegg Nest Laid White Eggs, Large	May	6.018973

Figure 5: Sample of Analysis Data

#### **B** Model details

#### **B.1** Posterior predictive check

In Figure 6a we implement a posterior predictive check. This shows...

In Figure 6b we compare the posterior with the prior. This shows...

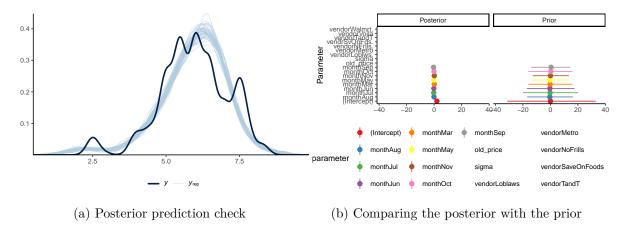


Figure 6: Examining how the model fits, and is affected by, the data

# **B.2 Diagnostics**

Figure 7a is a trace plot. It shows... This suggests...

Figure 7b is a Rhat plot. It shows... This suggests...

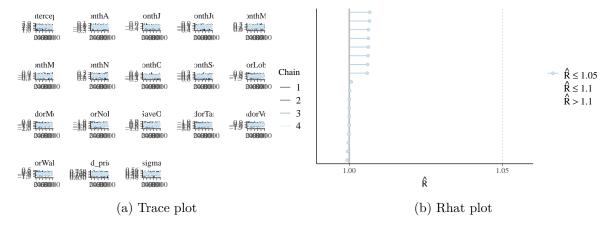


Figure 7: Checking the convergence of the MCMC algorithm

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