

Restaurant "La ö" goes big!

Market study of Montpellier, France for franchising a high-end sandwicherie



"La ö" restaurant could be turned out as franchise business into other Montpellier neighbourhoods?



Business problem



- Where do we find neighbourhoods in Montpellier that are similar to the one where the restaurant "La ö" is currently located?
- What are the competitors that they may face in that similar neighbourhood?
- What are the ratings of those competitors?

Methodology



- Stage 1: Identify the neighbourhood and their socioeconomic data
- Stage 2: Cluster (ML) the neighbourhoods to find the most interesting ones for another restaurant installation
- Stage 3: Find competitor venues description from Foursquare
- Stage 4: Compare with competitors





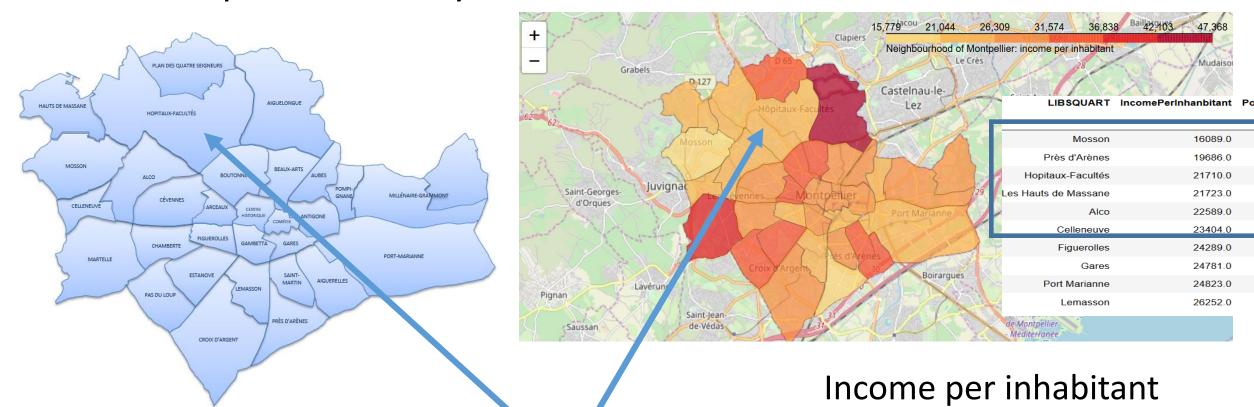








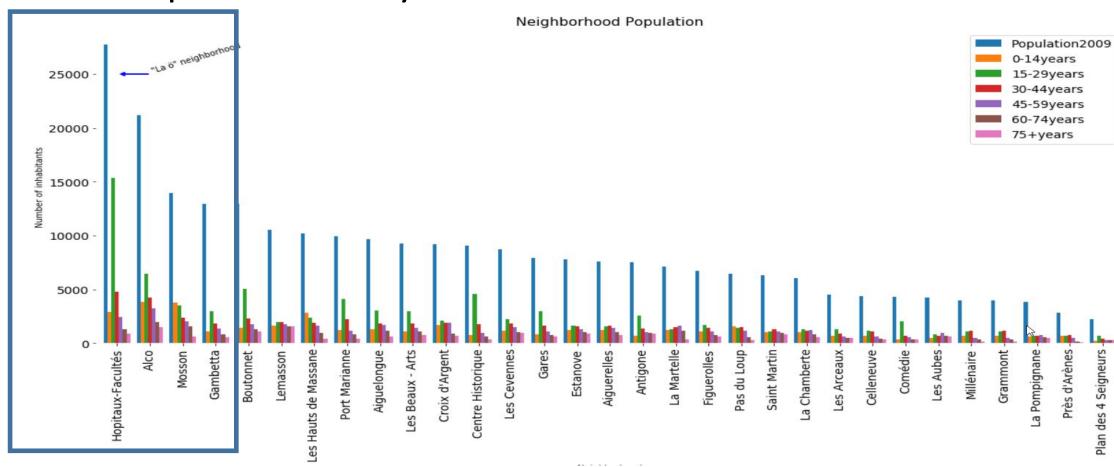




31 neighbourhoods

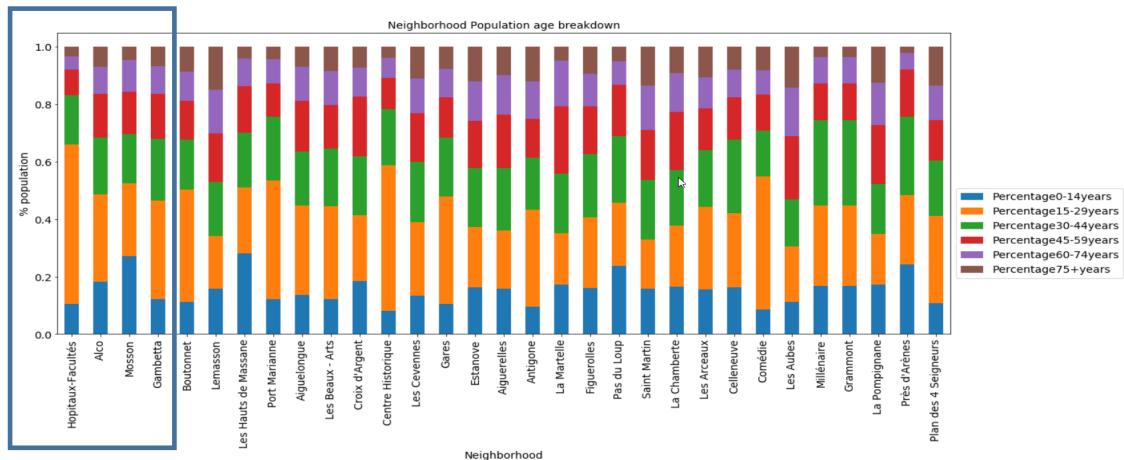
Restaurant "La ö" is into "Hopitaux-Facultés"





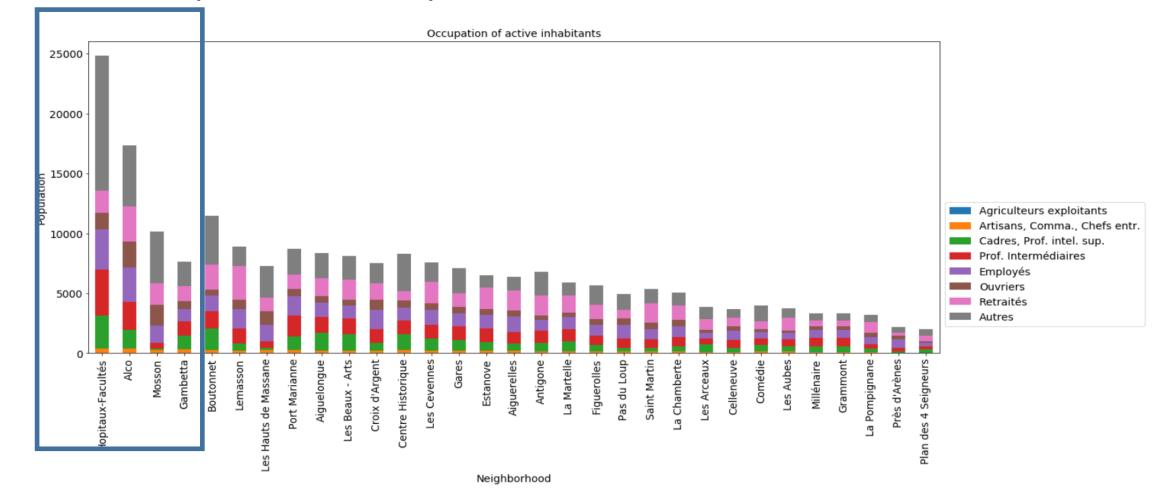
Neighbourhood population





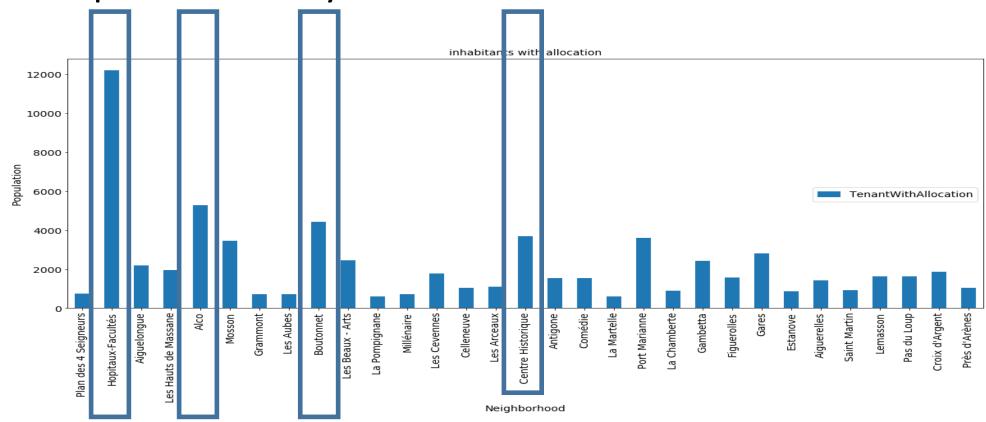
Inhabitant age breakdown





Occupation of active inhabitants. "Other" includes students





Number of neighbourhood inhabitants with tenant housing allocation

Neighbourhoods long list



- Alco, Mosson, Gambetta: because of the age and profession of inhabitant (including students)
- Mosson, Alco, Près d'Arène, Les haut de Massane, Celleneuve : because of the income per capita

Kmeans Clustering

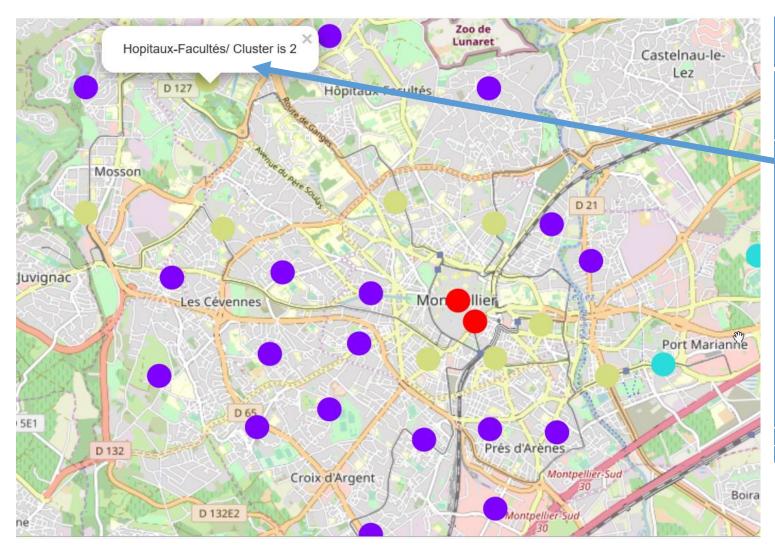


Industries extractives, énergie, eau, gestion des déchets et dépollution	Fabrication de denrées alimentaires, de boissons et de produits à base de tabac	Fabrication équipements électriques, électroniques, informatiques ; fabrication de machines	Fabrication de matériels de transport	autres produits	Camatmustian		Transports et entreposage	Hébergement et restauration	Information et communication	Activités financières et dassurance:	Activités immobilières	Activités scientifiques et techniques ; services administratifs et de soutien	Administration publique, enseignement, santé humaine et action sociale
1.0	2.0	0.0	0.0	3.0	11.0	13.0	0.0	2.0	7.0	1.0	5.0	15.0	12.0
4.0	4.0	5.0	0.0	20.0	80.08	147.0	28.0	57.0	76.0	53.0	50.0	229.0	243.0
2.0	6.0	1.0	0.0	3.0	30.0	62.0	4.0	15.0	25.0	16.0	35.0	105.0	114.0
9.0	5.0	1.0	0.0	11.0	119.0	82.0	19.0	17.0	13.0	9.0	15.0	49.0	41.0
4.0	12.0	2.0	1.0	8.0	166.0	134.0	9.0	26.0	31.0	19.0	39.0	125.0	164.0
5.0	10.0	3.0	0.0	15.0	432.0	206.0	18.0	27.0	30.0	21.0	29.0	222.0	176.0

Number and types of service, shops and industries

Kmeans Clustering: 4 centers





Cluster	Number of neighbourhoo ds	Neighbourhoods
0	18	Plan des 4 Seigneurs, Aiguelongue, Les Hauts de Massane, Les Aubes, La Pompignane, Les Cevennes, Celleneuve, Les Arceaux, La Martelle, La Chamberte, Figuerolles, Estanove, Aiguerelles, Saint Martin, Lemasson, Pas du Loup, Croix d'Argent, Près d'Arènes
2	9	Hopitaux-Facultés, Alco, Mosson,
		Boutonnet, Les Beaux - Arts, Antigone, Port Marianne, Gambetta,
		Gares
1	2	Centre Historique, Comédie Grammont, Millénaire

Neighbourhoods short list



From descriptive analytics & Clustering:

Alco, Mosson and Gambetta.

There are 27 competitor restaurants inside Foursquare







Neighbourhoods selected

• There are a lot of restaurant in Gambetta. It is not a good idea to install where there are already many competitors. So let's see the rating of the restaurants in the 2 others neighbourhood:

Alco, Mosson

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Neighbourhood CVA_Alco: Rating for "Cafet' de Sup de Co": This venue has not been rated yet.

Neighbourhood CVA_Alco: Rating for "Le Sens Six" is 5.8

Neighbourhood CVA_Alco: Rating for "Scholler": This venue has not been rated yet.

Neighbourhood CVA_Alco: Rating for "Pierrot & Fils": This venue has not been rated yet.

Neighbourhood PAI_Mosson: Rating for "Cafet' de Sup de Co": This venue has not been rated yet.

Neighbourhood PAI_Mosson: Rating for "McDonald's" is 5.2
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Conclusion

- Neighbourhood **Alco** seems a good place as the population and activities are the same as "**Hopitaux-Facultés**" where the restaurant is currently located. Moreover there are very few competitors there and there are also a lot of students that may become regular clients.
- The drawback is that is that this neighbourhood is close to the current one. The bulk of customers may be too small to accommodate two restaurants.
- The same analysis would be more useful if done with the neighbourhoods of other cities in France. But this is another story....

References

- https://dataplatform.cloud.ibm.com/analytics/notebooks/v2/017b7c bd-6c7f-40d8-b58b-2442a9e6af2e/view?access token=d45e0dca5aefd67d94d6f206d1cd 5334484fa1a1f1198b332f283d45850f19c2
- https://github.com/cspielmann/Coursera Capstone/tree/master/cap stone final