How to thrive during the impending recession

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12 / 13 / 22

Why AirBNB?

1| Travel is not a luxury, it's a necessity.

2| AirBNB was built during a recession.

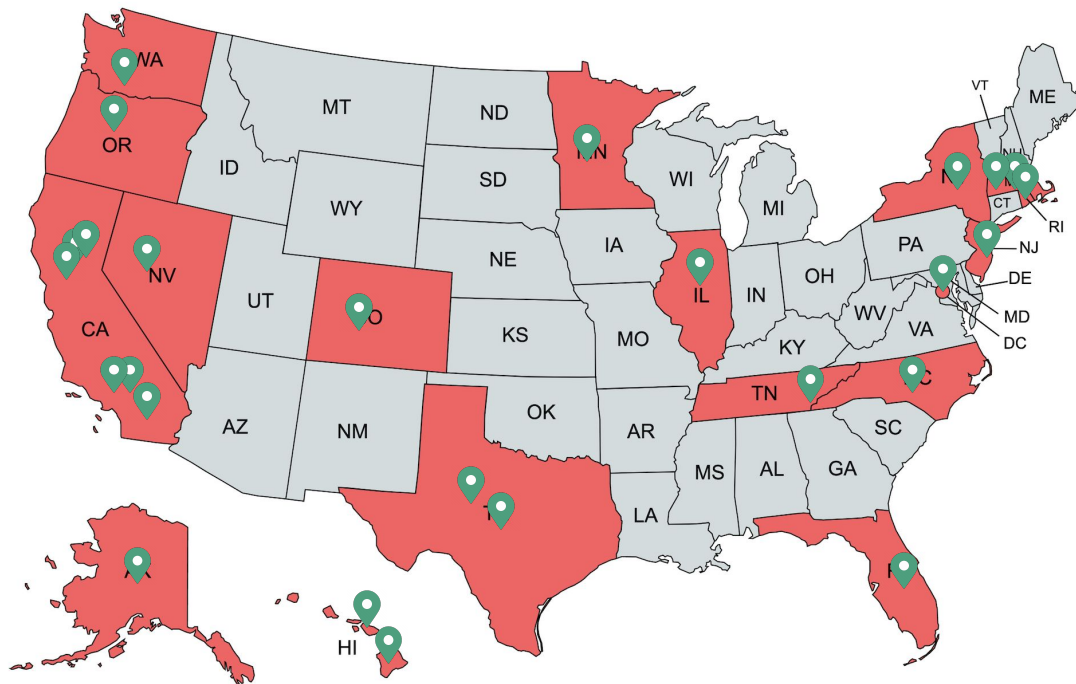3| A recession is opportunity dressed in wolf's clothing.

The data.

Source: **Link**

States: **19**

Cities: **31**

Datasets: **62**

Observations: **~11.2M**

The Objective.

How should we pivot business strategies for the impending recession?

The Analysis.

Consumers will travel fiscally smart during a recession.
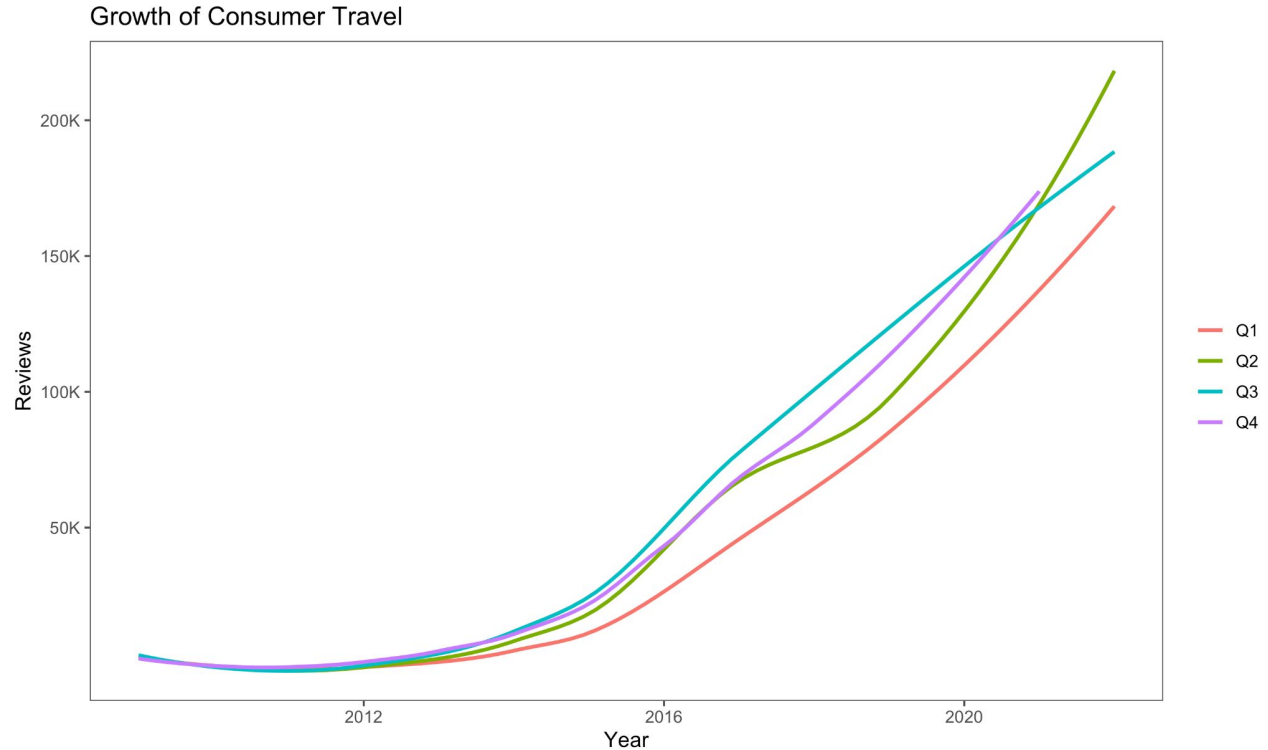
Shorter Durations

Cheaper Prices

Affordable Destinations

airbnb

Up, up, and away!

1| Consumers traveling shorter durations are more likely to spend.

2| Increase supply of short-term-stay goods during certain quarters.

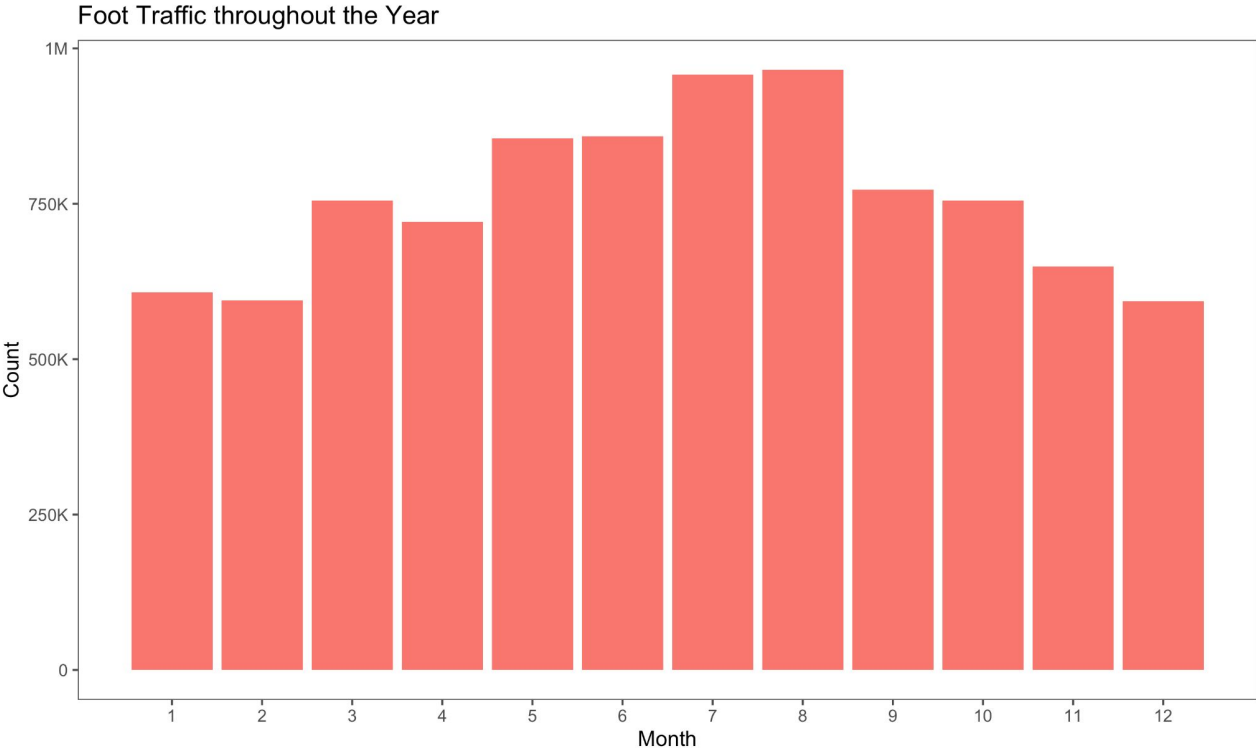Growth of Consumer Travel

Seasons change, and so should we.

1| Consumers will travel off-season to offset the higher costs.

2| Reduce production during Q3 and increase during Q1 / Q4

Foot Traffic throughout the Year

It takes ~~two~~ four to tango.

1| Consumers are gravitating towards higher accommodations

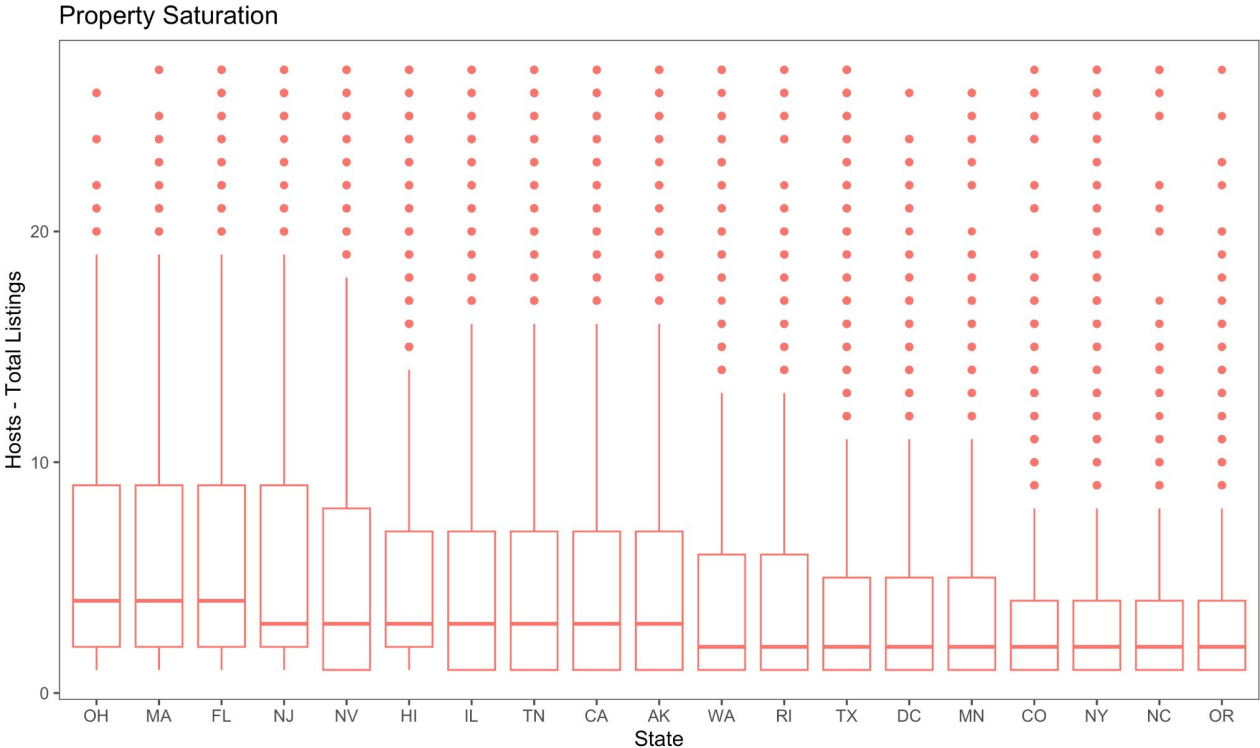2| Strategize to sell experiences rather than consumer goods

Accommodation Requests
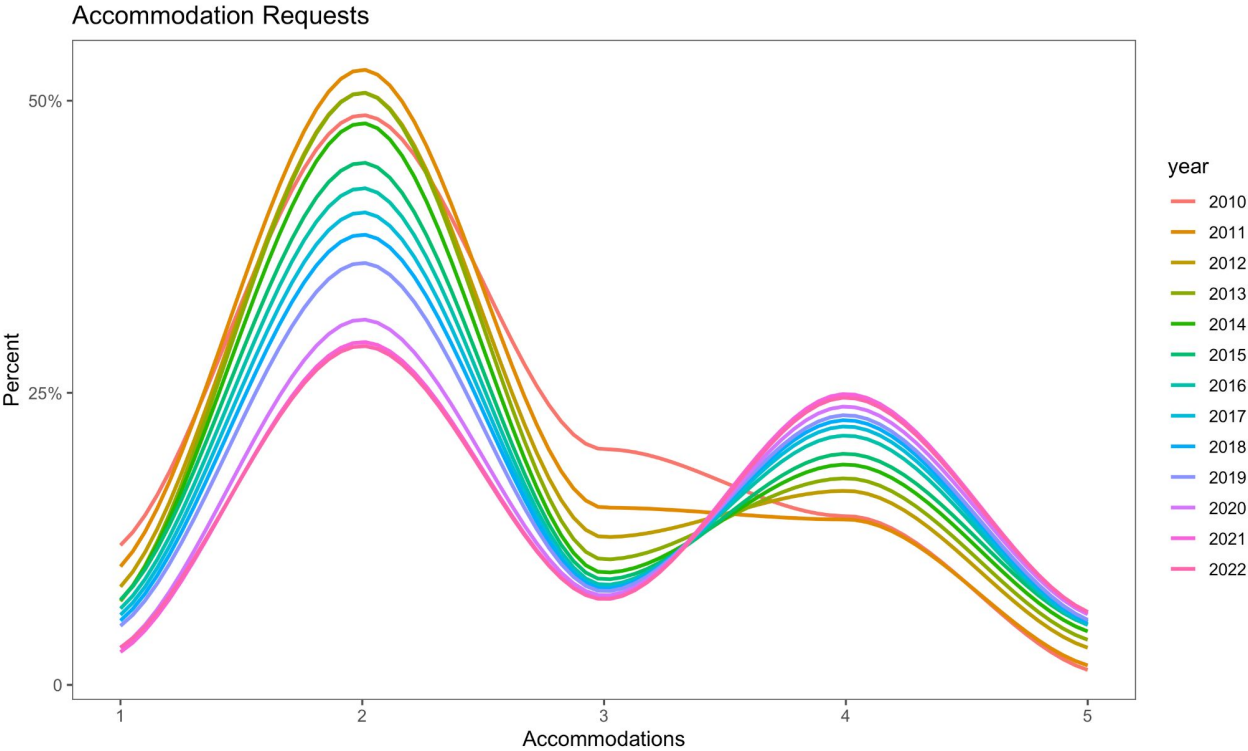
# Life is cheap in a saturated population.

1| Analyze which markets yields the lowest competition

2| Maximize gains by reducing the competition

Property Saturation

Nothing is as certain as uncertainty.

1| New hosts will emerge during times of fiscal uncertainty (cash flow)

2| As interest rates rise, listing quantities will rise driving prices down.

Competition among AirBNB Hosts
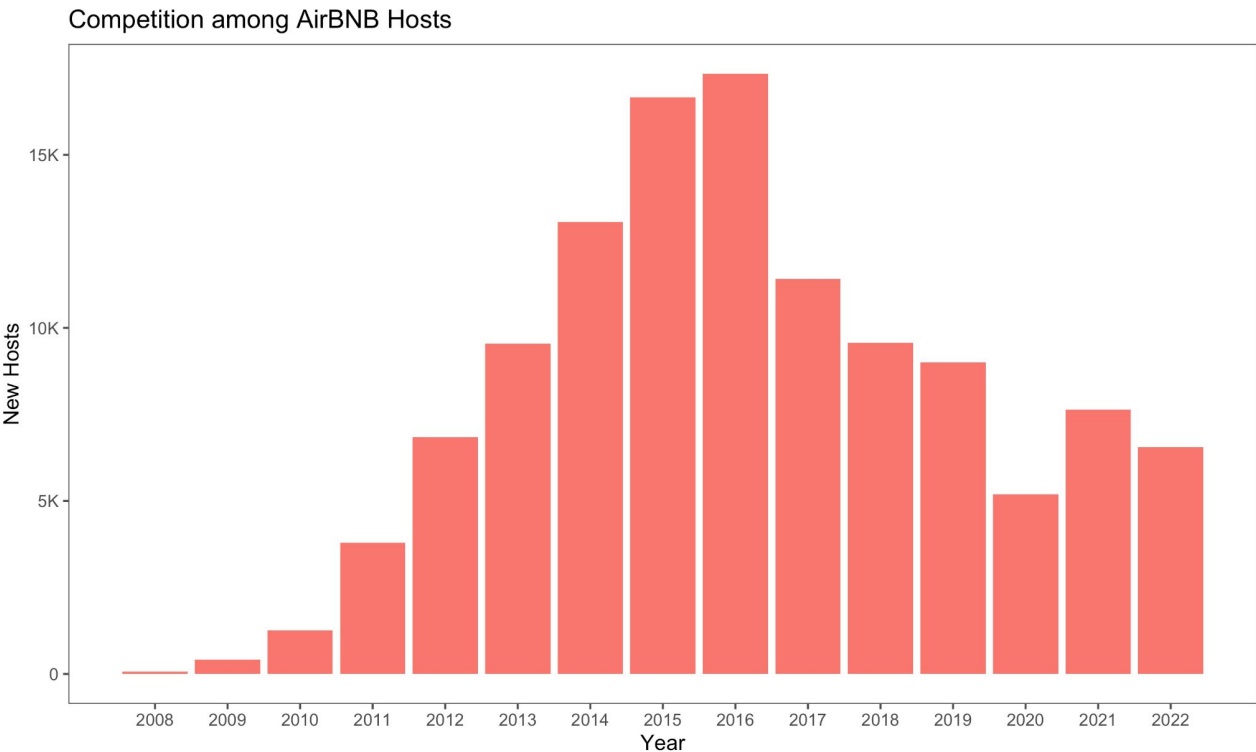
What goes down... must come up?

1| We can visually see this trend during times of host competition.

2| Properties with high saturation will have higher foot traffic.

Varying Prices throughout the Years
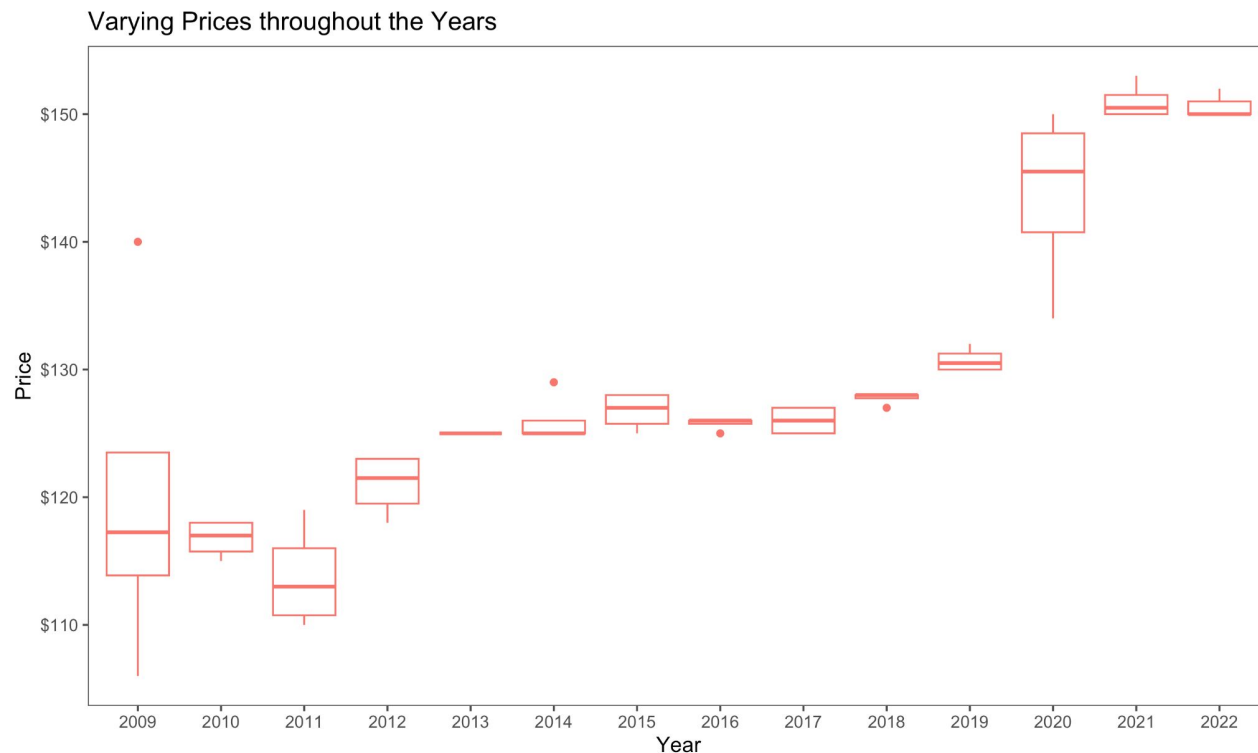
The high cost of low living.

Budget Destinations

1| States with lower average costs will have higher foot traffic

2| Gain insights on which facilities are more likely to meet target earnings

Average Cost by State
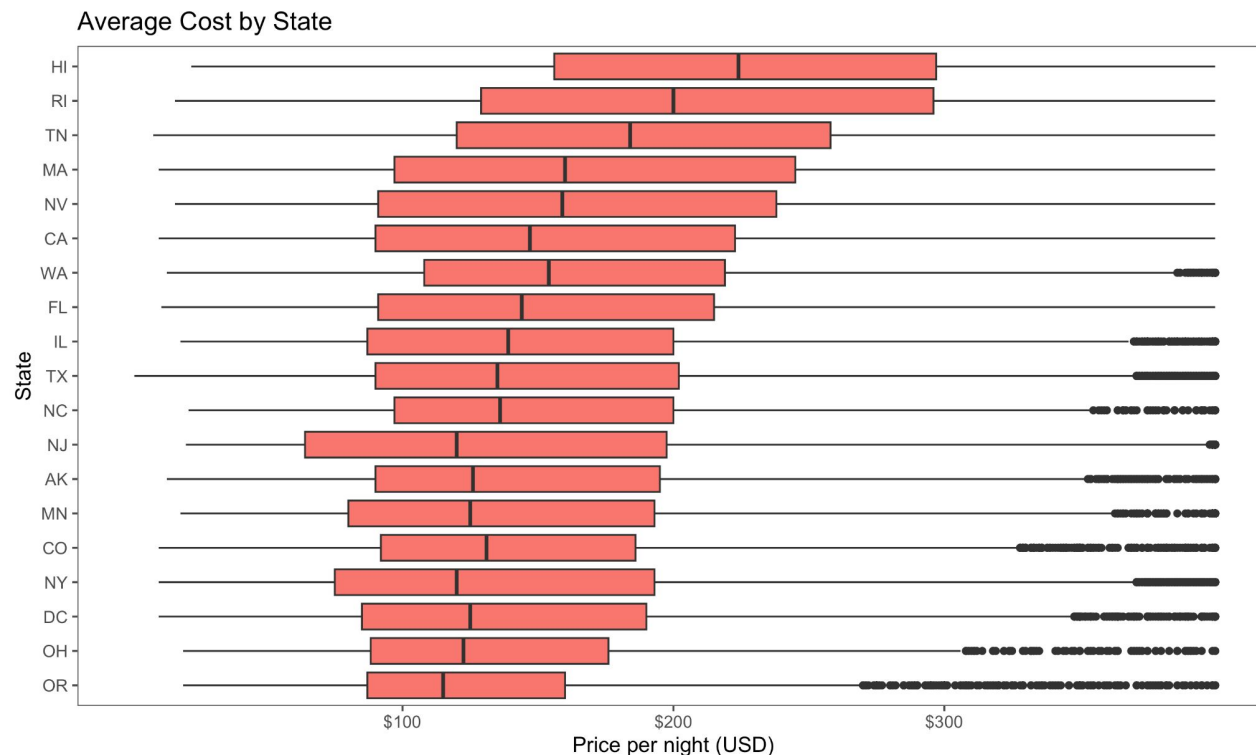
The Conclusion.

1| Reduce production during certain months.

2| Maximize gains by selling experiences.

3| Analyze data to predict target earnings.

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The time constraint.

Given more time, I would...

1| Compare data with other travel-hosting websites.

2| Analyze trends of websites prior to recession.

3| Capture more data from different years.

The App.

Link to shiny app here