

1 Microsoft Studios: A New Frontier

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▼ 1.1 Overview

Microsoft decided to create a new movie studio to compete with other companies in the space but they are not familiar with the movie industry or what kinds of movies they should be creating for this studio to be successful. Our task was to explore box office data in order to find at least three takeaways from the movie industry for Microsoft to act on.

There are many different factors that go into making a movie "successful". One can argue that the most important metric for a successful movie is the financial data such as revenue and profit. There would not be any business case if the movies did not make any money after all... However, we believe that the public reaction to the movie is almost as important as the financial data, especially for a new company entering this space. A movie may return a profit but if the moviegoers do not like the actual production, this will jeopardize the future success of the studio by hurting their brand, even if the movies they are making may be better in the future. For sustained growth, we believe that providing high quality productions liked by the masses that are profitable is the way forward. With this in mind, we came up with the following metrics: A movie should return at least a 25% profit and should have a higher average rating than 6.5.

In 2009, James Cameron's Avatar changed the movie industry forever. The technologies they developed and used to make CGI elements look as realistic as possible ended up being adopted by many movies and defining the past decade of the movie industry. Keeping this in mind, we believe that the data from 2009-2019 is the most relevant for Microsoft's business case. Therefore we limited our analysis to the past decade (2009-2019). Throughout the analysis we looked at the

importance of what genre a movie is, how the production budget may affect the financial success and popularity of the movie as well as exploring whether there was an optimal time to release a movie to capitalize on.

1.2 Data Understanding & Preparation

For our data analysis we explored data from the largest movie databases online. These were namely: Box Office Mojo, IMDb, TMDb, The Numbers (TN) and Rotten Tomatoes. In order to pick which datasets we were going to use, we had to perform an exploratory data analysis (EDA) first. Our EDA began with comparing and contrasting the datasets that were provided to ensure that we kept as many data points as possible after the datasets were filtered and merged. This analysis also allowed us to define the success parameters for a movie: 25% profit and higher than a 6.5 rating. In the end, our analysis used data from IMDb and TN only since we ended up with the most amount of reliable data points with them.

1.2.1 Importing Data

```
In [1]:
            import pandas as pd
          2 import matplotlib.pyplot as plt
          3 import numpy as np
          4 import seaborn as sns
          5 import os
          6 %matplotlib inline
In [2]:
          1 folder ='zippedData/'
          2 os.listdir(folder)
Out[2]: ['bom.movie_gross.csv.gz',
          'imdb.name.basics.csv.gz',
          'imdb.title.akas.csv.gz',
          'imdb.title.basics.csv.gz',
          'imdb.title.crew.csv.gz',
          'imdb.title.principals.csv.gz',
          'imdb.title.ratings.csv.gz',
          'rt.movie_info.tsv.gz',
          'rt.reviews.tsv.gz',
          'tmdb.movies.csv.gz',
          'tn.movie_budgets.csv.gz']
            bom_movie_gross = pd.read_csv(f'{folder}bom.movie_gross.csv.gz')
In [3]:
            imdb_name_basics = pd.read_csv(f'{folder}imdb.name.basics.csv.gz')
            imdb_title_akas = pd.read_csv(f'{folder}imdb.title.akas.csv.gz')
          3
            imdb title basics = pd.read csv(f'{folder}imdb.title.basics.csv.gz')
            imdb_title_crew = pd.read_csv(f'{folder}imdb.title.crew.csv.gz')
            imdb title principals = pd.read csv(f'{folder}imdb.title.principals.csv.gz')
          7
            imdb title ratings = pd.read csv(f'{folder}imdb.title.ratings.csv.gz')
          8
            rt_movie_info = pd.read_csv(f'{folder}rt.movie_info.tsv.gz', delimiter='\t')
            rt reviews = pd.read csv(f'{folder}rt.reviews.tsv.gz', delimiter='\t', encod
            tmdb_movies = pd.read_csv(f'{folder}tmdb.movies.csv.gz',index_col=0)
            tn movie budgets = pd.read csv(f'{folder}tn.movie budgets.csv.gz')
         11
```

In [4]: 1 tmdb_movies.head()

Out[4]:

| vote_avera | title | release_date | popularity | original_title | original_language | id | genre_ids | |
|------------|---|--------------|------------|--|-------------------|-------|------------------------|---|
| 7 | Harry Potter and the Deathly Hallows: Part 1 | 2010-11-19 | 33.533 | Harry Potter and the Deathly Hallows: Part 1 | en | 12444 | [12, 14, 10751] | 0 |
| 7 | How to Train Your Dragon | 2010-03-26 | 28.734 | How to Train Your Dragon | en | 10191 | [14, 12, 16, 10751] | 1 |
| E | Iron Man 2 | 2010-05-07 | 28.515 | Iron Man 2 | en | 10138 | [12, 28, 878] | 2 |
| 7 | Toy Story | 1995-11-22 | 28.005 | Toy Story | en | 862 | [16, 35, 10751] | 3 |
| } | Inception | 2010-07-16 | 27.920 | Inception | en | 27205 | [28, 878, 12] | 4 |
| | | | | | | | | |

In [5]: 1 tmdb_movies['id'].value_counts()

Out[5]: 292086 3 463839 3 11976 3 391872 3 416572 3 ... 356987 1 350846 1 479871 1

500353

524288 1 Name: id, Length: 25497, dtype: int64

In [6]: 1 tn_movie_budgets.head()

Out[6]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross |
|---|----|--------------|--|-------------------|----------------|-----------------|
| 0 | 1 | Dec 18, 2009 | Avatar | \$425,000,000 | \$760,507,625 | \$2,776,345,279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | \$410,600,000 | \$241,063,875 | \$1,045,663,875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | \$350,000,000 | \$42,762,350 | \$149,762,350 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | \$330,600,000 | \$459,005,868 | \$1,403,013,963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | \$317,000,000 | \$620,181,382 | \$1,316,721,747 |

In [7]: 1 bom_movie_gross.head()

Out[7]:

| | title | studio | domestic_gross | foreign_gross | year |
|---|---|--------|----------------|---------------|------|
| 0 | Toy Story 3 | BV | 415000000.0 | 652000000 | 2010 |
| 1 | Alice in Wonderland (2010) | BV | 334200000.0 | 691300000 | 2010 |
| 2 | Harry Potter and the Deathly Hallows Part 1 | WB | 296000000.0 | 664300000 | 2010 |
| 3 | Inception | WB | 292600000.0 | 535700000 | 2010 |
| 4 | Shrek Forever After | P/DW | 238700000.0 | 513900000 | 2010 |

In [8]: 1 imdb_name_basics.head()

Out[8]:

| primary_professio | death_year | birth_year | primary_name | nconst | |
|--|------------|------------|----------------------|-----------|---|
| miscellaneous,production_manager,product | NaN | NaN | Mary Ellen Bauder | nm0061671 | 0 |
| composer,music_department,sound_department | NaN | NaN | Joseph Bauer | nm0061865 | 1 |
| miscellaneous,actor,write | NaN | NaN | Bruce Baum | nm0062070 | 2 |
| camera_department,cinematographer,art_department | NaN | NaN | Axel Baumann | nm0062195 | 3 |
| production_designer,art_department,set_decorate | NaN | NaN | Pete Baxter | nm0062798 | 4 |
| | | | | | 4 |

In [9]: | 1 | imdb_title_akas.head()

Out[9]:

| | title_id | ordering | title | region | language | types | attributes | is_original_title |
|---|-----------|----------|---|--------|----------|-------------|-------------|-------------------|
| 0 | tt0369610 | 10 | Джурасик свят | BG | bg | NaN | NaN | 0.0 |
| 1 | tt0369610 | 11 | Jurashikku warudo | JP | NaN | imdbDisplay | NaN | 0.0 |
| 2 | tt0369610 | 12 | Jurassic World: O Mundo dos Dinossauros | BR | NaN | imdbDisplay | NaN | 0.0 |
| 3 | tt0369610 | 13 | O Mundo dos Dinossauros | BR | NaN | NaN | short title | 0.0 |
| 4 | tt0369610 | 14 | Jurassic World | FR | NaN | imdbDisplay | NaN | 0.0 |

In [10]: 1 imdb_title_principals.head()

Out[10]:

| | tconst | ordering | nconst | category | job | characters |
|---|-----------|----------|-----------|----------|----------|------------------|
| 0 | tt0111414 | 1 | nm0246005 | actor | NaN | ["The Man"] |
| 1 | tt0111414 | 2 | nm0398271 | director | NaN | NaN |
| 2 | tt0111414 | 3 | nm3739909 | producer | producer | NaN |
| 3 | tt0323808 | 10 | nm0059247 | editor | NaN | NaN |
| 4 | tt0323808 | 1 | nm3579312 | actress | NaN | ["Beth Boothby"] |

In [11]: 1 imdb_title_crew.head()

Out[11]:

| writers | directors | tconst |
|---------------------|-------------------------------|--------------------|
| nm0899854 | nm0899854 | 0 tt0285252 |
| nm0175726,nm1802864 | NaN | 1 tt0438973 |
| nm1940585 | nm1940585 | 2 tt0462036 |
| nm0310087,nm0841532 | nm0151540 | 3 tt0835418 |
| nm0284943 | nm0089502,nm2291498,nm2292011 | 4 tt0878654 |

In [12]: 1 imdb_title_ratings.head()

Out[12]:

| | tconst | averagerating | numvotes |
|---|------------|---------------|----------|
| (| tt10356526 | 8.3 | 31 |
| • | tt10384606 | 8.9 | 559 |
| 2 | tt1042974 | 6.4 | 20 |
| 3 | tt1043726 | 4.2 | 50352 |
| _ | tt1060240 | 6.5 | 21 |

In [13]: 1 rt_movie_info.head()

Out[13]:

| | id | synopsis | rating | genre | e director wr | | theater_date | dvd_ |
|---|----|---|--------|--------------------------------------|---------------------|---------------------------------------|--------------|------|
| 0 | 1 | This gritty, fast-paced, and innovative police | R | Action and Adventure Classics Drama | William Friedkin | Ernest Tidyman | Oct 9, 1971 | Se |
| 1 | 3 | New York City, not-too- distant- future: Eric Pa | R | Drama Science Fiction and Fantasy | David Cronenberg | David Cronenberg Don DeLillo | Aug 17, 2012 | J |
| 2 | 5 | Illeana Douglas delivers a superb performance | R | Drama Musical and Performing Arts | Allison Anders | Allison Anders | Sep 13, 1996 | Αţ |
| 3 | 6 | Michael Douglas runs afoul of a treacherous su | R | Drama Mystery and Suspense | Barry Levinson | Paul Attanasio Michael Crichton | Dec 9, 1994 | Au |
| 4 | 7 | NaN | NR | Drama Romance | Rodney Bennett | Giles Cooper | NaN | |

In [14]:

1 rt_reviews.head()

Out[14]:

| | id | review | rating | fresh | critic | top_critic | publisher | date |
|---|----|--|--------|--------|-------------------|------------|---------------------|----------------------|
| 0 | 3 | A distinctly gallows take on contemporary fina | 3/5 | fresh | PJ Nabarro | 0 | Patrick Nabarro | November 10, 2018 |
| 1 | 3 | It's an allegory in search of a meaning that n | NaN | rotten | Annalee Newitz | 0 | io9.com | May 23, 2018 |
| 2 | 3 | life lived in a bubble in financial dealin | NaN | fresh | Sean Axmaker | 0 | Stream on Demand | January 4, 2018 |
| 3 | 3 | Continuing along a line introduced in last yea | NaN | fresh | Daniel Kasman | 0 | MUBI | November 16, 2017 |
| 4 | 3 | a perverse twist on neorealism | NaN | fresh | NaN | 0 | Cinema Scope | October 12, 2017 |

In [15]: 1 tmdb_movies.head()

Out[15]:

| | genre_ids | id | original_language | original_title | popularity | release_date | title | vote_avera |
|---|------------------------|-------|-------------------|--|------------|--------------|---|------------|
| 0 | [12, 14, 10751] | 12444 | en | Harry Potter and the Deathly Hallows: Part 1 | 33.533 | 2010-11-19 | Harry Potter and the Deathly Hallows: Part 1 | 7 |
| 1 | [14, 12, 16, 10751] | 10191 | en | How to Train Your Dragon | 28.734 | 2010-03-26 | How to Train Your Dragon | 7 |
| 2 | [12, 28, 878] | 10138 | en | Iron Man 2 | 28.515 | 2010-05-07 | Iron Man 2 | E |
| 3 | [16, 35, 10751] | 862 | en | Toy Story | 28.005 | 1995-11-22 | Toy Story | 7 |
| 4 | [28, 878, 12] | 27205 | en | Inception | 27.920 | 2010-07-16 | Inception | 8 |

In [16]:

1 imdb_title_basics.head()

Out[16]:

| | tconst | primary_title | original_title | start_year | runtime_minutes | genres |
|---|-----------|---------------------------------|----------------------------|------------|-----------------|----------------------|
| 0 | tt0063540 | Sunghursh | Sunghursh | 2013 | 175.0 | Action,Crime,Drama |
| 1 | tt0066787 | One Day Before the Rainy Season | Ashad Ka Ek Din | 2019 | 114.0 | Biography,Drama |
| 2 | tt0069049 | The Other Side of the Wind | The Other Side of the Wind | 2018 | 122.0 | Drama |
| 3 | tt0069204 | Sabse Bada Sukh | Sabse Bada Sukh | 2018 | NaN | Comedy,Drama |
| 4 | tt0100275 | The Wandering Soap Opera | La Telenovela Errante | 2017 | 80.0 | Comedy,Drama,Fantasy |

1.2.2 EDA to determine which movie df to use (looking at Sample Size, n)

EDA to figure out which dataframe has most movies for the past decade 2009 on excluding 2020. I excluded 2020 since it was an outlier year due to the pandemic and chose my start year as 2009 since the movie industry changed in a major way after the technology used in Avatar was adopted widely that year.

```
In [17]:
               movies financials = pd.merge(imdb title basics, bom movie gross, how="left",
               movies financials.isna().sum()
            2
            3
               # Len(tmdb movies) #26517
               # Len(bom movie gross) #3387
               # len(imdb title basics) #146144
Out[17]: tconst
                                     0
          primary title
                                     0
          original title
                                    21
          start_year
                                     0
          runtime minutes
                                 31739
          genres
                                  5408
          title
                                142780
                                142783
          studio
          domestic_gross
                                142804
          foreign_gross
                                144103
          year
                                142780
          dtype: int64
In [18]:
               imdb title basics[(imdb title basics['start year']>=2009) & (imdb title basi
            2
Out[18]:
                     tconst primary_title
                                         original_title
                                                     start_year runtime_minutes
                                                                                             genres
                  tt0063540
                                                                                   Action, Crime, Drama
                               Sunghursh
                                           Sunghursh
                                                          2013
                                                                          175.0
                                One Day
                               Before the
                                         Ashad Ka Ek
                   tt0066787
                                                          2019
                                                                          114.0
                                                                                      Biography, Drama
                                   Rainy
                                                 Din
                                  Season
                               The Other
                                            The Other
                  tt0069049
                               Side of the
                                           Side of the
                                                          2018
                                                                          122.0
                                                                                              Drama
                                   Wind
                                                Wind
                              Sabse Bada
                                          Sabse Bada
                   tt0069204
                                                          2018
                                                                           NaN
                                                                                       Comedy, Drama
                                    Sukh
                                                Sukh
                                    The
                                                  La
                   tt0100275
                               Wandering
                                           Telenovela
                                                          2017
                                                                           0.08
                                                                                Comedy, Drama, Fantasy
                              Soap Opera
                                              Errante
                                         Kuambil Lagi
                             Kuambil Lagi
           146139 tt9916538
                                                          2019
                                                                          123.0
                                                                                              Drama
In [19]:
               imdb title basics['start year'].min()
Out[19]: 2010
In [20]:
               imdb_title_basics['start_year'].unique()
Out[20]: array([2013, 2019, 2018, 2017, 2012, 2010, 2011, 2015, 2021, 2016, 2014,
                  2020, 2022, 2023, 2024, 2026, 2025, 2115, 2027], dtype=int64)
```

```
In [21]:
                tmdb movies['release year'] = tmdb movies['release date'].map(lambda x: x[:4
                tmdb movies['release year'].dtype
Out[21]: dtype('0')
           Changing the release year column for tmdb movies to integer values so that I can sort by them.
In [22]:
                tmdb movies['release year'] = tmdb movies['release year'].astype('int64')
               df = tmdb_movies[(tmdb_movies['release_year']>=2009) & (tmdb_movies['release
                df['release year'].unique()
Out[22]: array([2010, 2009, 2012, 2011, 2014, 2013, 2015, 2017, 2016, 2018, 2019],
                  dtype=int64)
             1 len(df) #26,330
In [23]:
Out[23]: 26330
In [24]:
                df.head()
Out[24]:
                                                                                                   vote_ave
               genre_ids
                             id original_language original_title
                                                               popularity release_date
                                                                                              title
                                                    Harry Potter
                                                                                            Harry
                                                       and the
                                                                                         Potter and
                 [12, 14,
            0
                          12444
                                                       Deathly
                                                                   33.533
                                                                            2010-11-19
                                                                                       the Deathly
                                              en
                  10751]
                                                   Hallows: Part
                                                                                          Hallows:
                                                                                            Part 1
                                                                                           How to
                 [14, 12,
                                                   How to Train
                          10191
                                                                   28.734
                                                                            2010-03-26
                                                                                         Train Your
               16, 10751]
                                                   Your Dragon
                                                                                           Dragon
                 [12, 28,
            2
                          10138
                                              en
                                                     Iron Man 2
                                                                   28.515
                                                                            2010-05-07
                                                                                        Iron Man 2
                    8781
                 [28, 878,
                          27205
                                                                                         Inception
                                                      Inception
                                                                   27.920
                                                                            2010-07-16
                                              en
                     12]
                                                                                            Percy
                                                         Percy
                                                                                         Jackson &
                                                     Jackson &
                 [12, 14,
                                                           the
            5
                          32657
                                                                   26.691
                                                                            2010-02-11
                                                                                        Olympians:
                                              en
                  10751]
                                                    Olympians:
                                                                                              The
                                                           The
                                                                                         Lightning
                                                   Lightning T...
                                                                                              T...
```

▼ 1.2.3 Checking for duplicates

| [n [25]: | 1 | df[df.dupli | icated() |)] | | | | |
|----------|------|------------------------------|----------|-------------------|---------------------|------------|--------------|---------------------|
| Out[25]: | | genre_ids | id | original_language | original_title | popularity | release_date | title |
| | 253 | 6 [12, 28, 878] | 20526 | en | TRON: Legacy | 13.459 | 2010-12-10 | TRON: Legacy |
| | 267 | 3 [18, 10749] | 46705 | en | Blue Valentine | 8.994 | 2010-12-29 | Blue Valentine |
| | 271 | [35, 18, 14, 27, 9648] | 45649 | en | Rubber | 8.319 | 2010-09-01 | Rubber |
| | 280 | 3 [35, 18] | 46829 | en | Barney's Version | 7.357 | 2011-01-14 | Barney's Version |
| | 291 | 9 [18] | 54602 | en | Skateland | 5.938 | 2011-05-13 | Skateland |
| | • | | | | | | | |
| | 2648 | 1 [35, 18] | 270805 | en | Summer League | 0.600 | 2013-03-18 | Summer League |
| | | | | | | | | • |

It looks like there is 1004 rows that are duplicated. I will check a couple id numbers to make sure that the duplicated method is running correctly.



▼ 1.2.4 Dropping duplicates

```
In [28]:
            1 df = df.drop duplicates(keep='first')
               df[df['id']==46829] #spot-checking to make sure that the duplicates have bee
Out[28]:
                 genre_ids
                              id original_language
                                                   original_title popularity
                                                                          release_date
                                                                                           title vote_ave
                                                       Barney's
                                                                                       Barney's
            289
                   [35, 18] 46829
                                                                    7.357
                                                                            2011-01-14
                                               en
                                                                                        Version
                                                        Version
```

1.2.5 Checking for missing/placeholder values

```
In [29]:
               df.isna().sum()
Out[29]: genre ids
                                 0
                                 0
          original_language
                                 0
          original_title
                                 0
          popularity
                                  0
          release date
                                 0
          title
                                 0
          vote_average
                                 0
          vote count
                                 0
          release year
          dtype: int64
In [30]:
            1 | df[df['title']==None]
Out[30]:
             genre_ids id original_language original_title popularity release_date title vote_average
```

1.2.6 EDA to figure out which financial df to use (looking at Sample Size, n)

```
In [31]: 1 len(tn_movie_budgets) #5782
2 # len(bom_movie_gross) #3387
```

Out[31]: 5782

Even though the amount of data points in the bom_movie_gross is almost half of tn_movie_budgets, depending on the merges I used it still could have resulted in a higher sample size compared to tn_movie budgets so I wanted to test the different merges to see how many data points were remaining.

Out[32]: 2450

Out[33]: 2156

Changing the financial information to integers so that I can manipulate them.

```
In [34]: 1 tn_movie_budgets['worldwide_gross'] = tn_movie_budgets['worldwide_gross'].ma
2 tn_movie_budgets['worldwide_gross'] = tn_movie_budgets['worldwide_gross'].as
3 tn_movie_budgets['worldwide_gross'].dtype
```

Out[34]: dtype('int64')

Wrote a function to quickly re-apply the above logic and change the financial information to integer values.

In [36]: 1 convertdollarstoint(df = tn_movie_budgets, col = 'domestic_gross')

Out[36]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross |
|------|----|--------------|---|-------------------|----------------|-----------------|
| 0 | 1 | Dec 18, 2009 | Avatar | \$425,000,000 | 760507625 | 2776345279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | \$410,600,000 | 241063875 | 1045663875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | \$350,000,000 | 42762350 | 149762350 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | \$330,600,000 | 459005868 | 1403013963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | \$317,000,000 | 620181382 | 1316721747 |
| | | | | | | |
| 5777 | 78 | Dec 31, 2018 | Red 11 | \$7,000 | 0 | 0 |
| 5778 | 79 | Apr 2, 1999 | Following | \$6,000 | 48482 | 240495 |
| 5779 | 80 | Jul 13, 2005 | Return to the Land of Wonders | \$5,000 | 1338 | 1338 |
| 5780 | 81 | Sep 29, 2015 | A Plague So Pleasant | \$1,400 | 0 | 0 |
| 5781 | 82 | Aug 5, 2005 | My Date With Drew | \$1,100 | 181041 | 181041 |

5782 rows × 6 columns

In [37]: 1 convertdollarstoint(df = tn_movie_budgets, col = 'production_budget')

Out[37]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross |
|------|----|--------------|---|-------------------|----------------|-----------------|
| 0 | 1 | Dec 18, 2009 | Avatar | 425000000 | 760507625 | 2776345279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | 350000000 | 42762350 | 149762350 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | 317000000 | 620181382 | 1316721747 |
| | | | | | | |
| 5777 | 78 | Dec 31, 2018 | Red 11 | 7000 | 0 | 0 |
| 5778 | 79 | Apr 2, 1999 | Following | 6000 | 48482 | 240495 |
| 5779 | 80 | Jul 13, 2005 | Return to the Land of Wonders | 5000 | 1338 | 1338 |
| 5780 | 81 | Sep 29, 2015 | A Plague So Pleasant | 1400 | 0 | 0 |
| 5781 | 82 | Aug 5, 2005 | My Date With Drew | 1100 | 181041 | 181041 |
| | | | | | | |

5782 rows × 6 columns

In [38]: 1 tn_movie_budgets.head()

Out[38]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross |
|---|----|--------------|--|-------------------|----------------|-----------------|
| 0 | 1 | Dec 18, 2009 | Avatar | 425000000 | 760507625 | 2776345279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | 350000000 | 42762350 | 149762350 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | 317000000 | 620181382 | 1316721747 |

Creating additional columns for profit and profit %.

```
In [39]: 1 tn_movie_budgets['profit'] = tn_movie_budgets['worldwide_gross'] - tn_movie_
tn_movie_budgets['profit %'] = (((tn_movie_budgets['worldwide_gross'] - tn_m
tn_movie_budgets.head()
```

Out[39]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross | profit |
|---|----|--------------|--|-------------------|----------------|-----------------|------------|
| 0 | 1 | Dec 18, 2009 | Avatar | 425000000 | 760507625 | 2776345279 | 2351345279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 | 635063875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | 350000000 | 42762350 | 149762350 | -200237650 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 | 1072413963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | 317000000 | 620181382 | 1316721747 | 999721747 |

Creating an additional column to isolate the months for the release date question I'll be exploring.

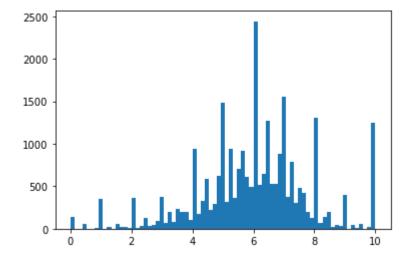
```
In [40]: 1 tn_movie_budgets['release_month'] = tn_movie_budgets['release_date'].map(lam')
2 tn_movie_budgets['release_year'] = tn_movie_budgets['release_date'].map(lamb')
3 tn_movie_budgets['release_year'] = tn_movie_budgets['release_year'].astype('definition to budgets).map(lamb')
```

Out[40]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross | profit |
|---|----|--------------|--|-------------------|----------------|-----------------|------------|
| 0 | 1 | Dec 18, 2009 | Avatar | 425000000 | 760507625 | 2776345279 | 2351345279 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 | 635063875 |
| 2 | 3 | Jun 7, 2019 | Dark Phoenix | 350000000 | 42762350 | 149762350 | -200237650 |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 | 1072413963 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | 317000000 | 620181382 | 1316721747 | 999721747 |

1.2.7 Exploring ratings for movies prior to merge to see distribution of ratings

Out[41]: <function matplotlib.pyplot.show(close=None, block=None)>



Out[42]:

```
genre_ids id original_language original_title popularity release_date title vote_average vote_
```

All movies seem to have votes on their ratings which means we can use the vote_average information without having to fill any NaN values.

1.2.8 Defining a "successful movie" - larger than x% profit and higher than x rating & Filtering by successful movies.

It seems like the mean, median and mode values for the movie ratings converge to a 6.0 rating. Since Microsoft is just opening up this studio they will want to not only turn a profit but make movies that the public likes. A movie can turn a profit but not be liked by the public. So at the end

of the day what will matter is the public opinion of this new studio as well as the profitability for sustained success. Therefore, we are going to be filtering the information by this information as well since we would like the movie to do better than just "average".

```
In [46]: 1 tn_movie_budgets['release_year'].unique()

Out[46]: array([2009, 2011, 2019, 2015, 2017, 2018, 2007, 2012, 2013, 2010, 2016, 2014, 2006, 2008, 2005, 1997, 2004, 1999, 1995, 2003, 2001, 2020, 2002, 1998, 2000, 1991, 1994, 1996, 1993, 1992, 1988, 1990, 1989, 1978, 1981, 1984, 1982, 1985, 1980, 1963, 1987, 1986, 1983, 1979, 1977, 1970, 1969, 1976, 1965, 1962, 1964, 1959, 1966, 1974, 1956, 1975, 1973, 1960, 1967, 1968, 1971, 1951, 1972, 1961, 1946, 1944, 1953, 1954, 1957, 1952, 1930, 1939, 1925, 1950, 1948, 1958, 1943, 1940, 1945, 1947, 1938, 1927, 1949, 1955, 1936, 1937, 1941, 1942, 1933, 1935, 1931, 1916, 1929, 1934, 1915, 1920], dtype=int64)
```

We decided to filter the dataset by the last decade (2009-2019) as the older movies have very little, if at all, meaning to the analysis we will be looking at. The target audiences for the older movies were different and the culture has changed significantly since then. We also think that since Avatar was a very influential movie in terms of the CGI modeling technologies it used that was a good place to start for "modern-day" movies. 2020 was also filtered out since it was an outlier year with the pandemic causing there to be shutdowns of nearly all businesses including movie theaters.

Out[47]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross | pro |
|------|----|--------------|--|-------------------|----------------|-----------------|----------------------|
| 0 | 1 | Dec 18, 2009 | Avatar | 425000000 | 760507625 | 2776345279 | 23513452 |
| 1 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 | 6350638 [°] |
| 3 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 | 10724139 |
| 4 | 5 | Dec 15, 2017 | Star Wars Ep. VIII: The Last Jedi | 317000000 | 620181382 | 1316721747 | 9997217 |
| 5 | 6 | Dec 18, 2015 | Star Wars Ep. VII: The Force Awakens | 306000000 | 936662225 | 2053311220 | 17473112 |
| | | | | | | | |
| 5685 | 86 | Jul 7, 2017 | A Ghost Story | 100000 | 1594798 | 2769782 | 26697 |
| 5717 | 18 | Nov 12, 2010 | Tiny Furniture | 50000 | 391674 | 424149 | 3741 |
| 5737 | 38 | Mar 18, 2016 | Krisha | 30000 | 144822 | 144822 | 1148 |
| 5748 | 49 | Sep 1, 2015 | Exeter | 25000 | 0 | 489792 | 4647 |
| 5760 | 61 | Apr 2, 2010 | Breaking Upwards | 15000 | 115592 | 115592 | 1005 |

1363 rows × 10 columns

```
In [48]: 1 merged_df = pd.merge(tn_filtered, tmdb_movies, how='left', left_on='movie',
```

In [49]: 1 merged_df.head()

Out[49]:

| pr | worldwide_gross | domestic_gross | production_budget | movie | release_date_x | id_x | |
|----------|-----------------|----------------|-------------------|--|----------------|------|---|
| 23513452 | 2776345279 | 760507625 | 425000000 | Avatar | Dec 18, 2009 | 1 | 0 |
| 6350638 | 1045663875 | 241063875 | 410600000 | Pirates of the Caribbean: On Stranger Tides | May 20, 2011 | 2 | 1 |
| 10724139 | 1403013963 | 459005868 | 330600000 | Avengers: Age of Ultron | May 1, 2015 | 4 | 2 |
| 9997217 | 1316721747 | 620181382 | 317000000 | Star Wars Ep. VIII: The Last Jedi | Dec 15, 2017 | 5 | 3 |
| 17473112 | 2053311220 | 936662225 | 306000000 | Star Wars Ep. VII: The Force Awakens | Dec 18, 2015 | 6 | 4 |

In [50]: 1 len(merged_df)

Out[50]: 1550

In [51]: 1 merged_df[merged_df['movie'].duplicated()]

Out[51]:

| | id_x | release_date_x | movie | production_budget | domestic_gross | worldwide_gross | pr |
|------|------|----------------|--|-------------------|----------------|-----------------|---------|
| 7 | 9 | Nov 17, 2017 | Justice League | 30000000 | 229024295 | 655945209 | 355945 |
| 9 | 10 | Nov 6, 2015 | Spectre | 300000000 | 200074175 | 879620923 | 579620 |
| 31 | 39 | May 14, 2010 | Robin Hood | 210000000 | 105487148 | 322459006 | 112459 |
| 33 | 42 | Feb 16, 2018 | Black Panther | 200000000 | 700059566 | 1348258224 | 1148258 |
| 36 | 45 | Dec 16, 2016 | Rogue One: A Star Wars Story | 200000000 | 532177324 | 1049102856 | 849102 |
| | | | | | | | |
| 1524 | 60 | Apr 23, 2009 | Home | 500000 | 15433 | 44793168 | 44293 |
| 1531 | 72 | Apr 28, 2017 | Sleight | 250000 | 3930990 | 3934450 | 3684 |
| 1535 | 10 | Jul 20, 2012 | Burn | 225000 | 1109276 | 1109276 | 884 |
| 1546 | 38 | Mar 18, 2016 | Krisha | 30000 | 144822 | 144822 | 114 |
| 1547 | 38 | Mar 18, 2016 | Krisha | 30000 | 144822 | 144822 | 114 |

189 rows × 20 columns

```
In [52]: 1 test = merged_df.drop_duplicates(keep='first')
2 test[test.duplicated()]
```

Out[52]:

 $id_x \quad release_date_x \quad movie \quad production_budget \quad domestic_gross \quad worldwide_gross \quad profit \quad \begin{matrix} profit \\ \% \end{matrix}$

In [53]: 1 len(test)

Out[53]: 1446

```
In [54]:
              test.isna().sum()
Out[54]: id x
                                  0
          release_date_x
                                  0
          movie
                                  0
          production_budget
                                  0
          domestic_gross
                                  0
          worldwide_gross
                                  0
          profit
                                  0
          profit %
                                  0
          release_month
                                  0
          release_year_x
                                  0
          genre_ids
                                331
          id_y
                                331
          original language
                                331
          original_title
                                331
          popularity
                                331
          release_date_y
                                331
          title
                                331
          vote_average
                                331
          vote_count
                                331
          release_year_y
                                331
          dtype: int64
```

Since there were 331 data points missing from the above merged tables I decided to try out and see how many missing data the imdb tables merged with tn_movie_budgets would result in.

```
In [55]: 1 imdb = pd.merge(imdb_title_basics, imdb_title_ratings, left_on='tconst', rig
    imdb.head()
```

Out[55]:

| | tconst | primary_title | original_title | start_year | runtime_minutes | genres | averag |
|---|-----------|--|----------------------------------|------------|-----------------|----------------------|----------|
| 0 | tt0063540 | Sunghursh | Sunghursh | 2013 | 175.0 | Action,Crime,Drama | |
| 1 | tt0066787 | One Day Before the Rainy Season | Ashad Ka Ek Din | 2019 | 114.0 | Biography,Drama | |
| 2 | tt0069049 | The Other Side of the Wind | The Other Side of the Wind | 2018 | 122.0 | Drama | |
| 3 | tt0069204 | Sabse Bada Sukh | Sabse Bada Sukh | 2018 | NaN | Comedy,Drama | |
| 4 | tt0100275 | The Wandering Soap Opera | La Telenovela Errante | 2017 | 80.0 | Comedy,Drama,Fantasy | |
| 4 | | | | | | | + |
| | | | | | | | |

In [56]: 1 len(imdb)

Out[56]: 73856

```
In [57]:
               imdb.loc[imdb['start year']>2008, 'averagerating']
Out[57]: 0
                    7.0
                    7.2
          1
          2
                    6.9
          3
                    6.1
          4
                    6.5
          73851
                    6.2
          73852
                    8.7
          73853
                    8.5
          73854
                    6.6
          73855
                    6.5
          Name: averagerating, Length: 73856, dtype: float64
               imdb['averagerating'].agg('mean')
In [58]:
Out[58]: 6.332728552859619
In [59]:
               imdb['averagerating'].agg('median')
Out[59]: 6.5
In [60]:
               imdb['averagerating'].agg('mode')
Out[60]:
                7.0
          dtype: float64
          Per the imdb datasets it seems like the average rating median is at 6.5 compared to the 6.0 shown
          above.
               tn_filtered[tn_filtered.duplicated()]
In [61]:
Out[61]:
                                                                                           profit
             id release_date movie production_budget domestic_gross worldwide_gross profit
                                                                                                 rele
          Since there can be movies with the same title, one way to weed out the duplicates is to use
          multiple columns for merging. I decided to use the release year as well as the title to ensure that
          there were no duplicated/inaccurate information in the resulting dataframe.
In [62]:
               test2 = pd.merge(tn filtered, imdb, left on=['movie', 'release year'], right
In [63]:
               test2[test2.duplicated()]
Out[63]:
```

release_date movie production_budget domestic_gross worldwide_gross profit

rele

```
In [64]: 1 len(test2)
```

Out[64]: 983

Since I am testing out the merge between imdb and tn_filtered, I adjusted my success metric of being higher than the median average to 6.5.

```
In [65]:
              imdb_tn_filtered = test2[test2['averagerating']>6.5]
In [66]:
              imdb_tn_filtered.isna().sum()
Out[66]:
         id
                                0
          release_date
                                0
          movie
                                0
          production_budget
                                0
          domestic_gross
                                0
          worldwide_gross
          profit
                                0
          profit %
                                0
          release_month
                                0
                                0
          release_year
          tconst
                                0
          primary_title
          original_title
                                0
                                0
          start_year
                                2
          runtime_minutes
                                0
          genres
          averagerating
                                0
          numvotes
                                0
          dtype: int64
```

Since this merge did not result in as many null values, and I have more of a complete dataframe I decided to use imdb_title_basics, imdb_title_ratings and tn_movie_budgets combination as my main dataframe throughout the analysis.

```
In [67]: 1 len(imdb_tn_filtered)
Out[67]: 493
```

```
In [68]:
                 imdb tn filtered.head()
Out[68]:
                id release date
                                             production_budget domestic_gross worldwide_gross
                                      movie
                                                                                                           prof
                                   Pirates of
                                         the
                                  Caribbean:
                    May 20, 2011
                 2
                                                      410600000
                                                                       241063875
                                                                                        1045663875
                                                                                                      63506387
                                         On
                                    Stranger
                                       Tides
                                   Avengers:
                     May 1, 2015
                                      Age of
                                                      330600000
                                                                       459005868
                                                                                        1403013963 107241396
                                      Ultron
                                   Avengers:
                    Apr 27, 2018
                                                      30000000
                                                                                        2048134200
                                      Infinity
                                                                       678815482
                                                                                                     174813420
                                        War
                                                      30000000
                                                                                                      57962092
                10
                     Nov 6, 2015
                                     Spectre
                                                                       200074175
                                                                                         879620923
                                    The Dark
                     Jul 20. 2012
                                                                                                      80943909
            5
                11
                                      Kniaht
                                                      275000000
                                                                       448139099
                                                                                        1084439099
```

```
In [69]:
           1
              \#conversion of x and y ticks into millions to clean up the graphs we are goi
           2
              from matplotlib.ticker import FuncFormatter
           3
           4
              #Source: https://stackoverflow.com/questions/61330427/set-y-axis-in-millions
           5
              #The two args are the value and tick position
           6
           7
              def millions(x, pos):
           8
                  return '%1.0fM' % (x * 1e-6)
           9
              formatter = FuncFormatter(millions)
```

1.3 Data Modeling

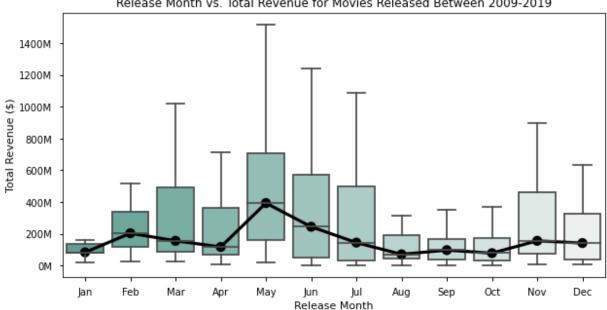
A movie's success can be definitely affected by its genre, production budget and its release date. People often times look at the genre of a movie before anything else and make a snap decision whether they would like to see it or not. Similarly, a movie's production budget will affect this decision-making process since some movie-goers may want to see movies with higher quality production, better directors and actors etc. compared to indie movies. Lastly, depending on the release month movie-goers may not be able to go to the movies as much due to having to be in school or having to care for their school-aged children during the school year. So for our analysis we decided to take a deeper dive into these three areas to see if there are clear trends that Microsoft may use strategically for their movie creation process.

1.3.1 Question 1: How does release date affect a movie's success?

▼ 1.3.1.1 Release Month vs. Total Revenue

```
In [70]:
              medians = imdb tn filtered.groupby('release month')['worldwide gross'].media
           2
              medians.sort values(by='worldwide gross', ascending=False)
           3
              order = ['Jan', 'Feb', 'Mar', 'Apr', 'May', 'Jun', 'Jul', 'Aug', 'Sep', 'Oct
```

```
In [71]:
              with plt.style.context('seaborn-notebook'):
           1
           2
                  fig, ax = plt.subplots(figsize=(10,5))
                  sns.boxplot(x=imdb_tn_filtered['release_month'], y=imdb_tn_filtered['wor
           3
           4
                          showfliers=False, ax=ax, palette="light:#5A9_r")
           5
                  sns.pointplot(data=medians, x='release month', y='worldwide gross',
           6
                                order=order, ax=ax, color='black')
           7
                  ax.set xlabel('Release Month')
           8
                  ax.set ylabel('Total Revenue ($)')
           9
                  ax.set title('Release Month vs. Total Revenue for Movies Released Betwee
          10
                  ax.yaxis.set_major_formatter(formatter);
```



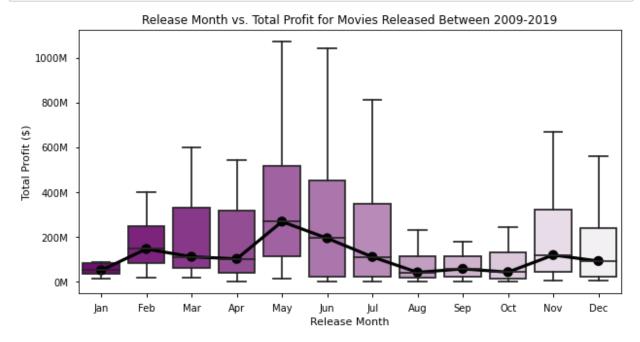
Release Month vs. Total Revenue for Movies Released Between 2009-2019

From this graph we can see that historically, the months of May and June were when the most revenue was generated. The black line in this graph represents the median revenue values while the boxplot gives an idea on the spread of the data.

1.3.1.2 Release Month vs. Total Profit

```
In [72]:
             medians = imdb tn filtered.groupby('release month')['profit'].median().reset
```

```
In [73]:
           1
              with plt.style.context('seaborn-notebook'):
                  fig, ax = plt.subplots(figsize=(10,5))
           2
           3
                  sns.boxplot(x=imdb_tn_filtered['release_month'], y=imdb_tn_filtered['pro
           4
                          order=order, showfliers=False, ax=ax, palette='light:purple r')
                  sns.pointplot(data=medians, x='release month', y='profit', order=order,
           5
           6
                  ax.set_xlabel('Release Month')
                  ax.set_ylabel('Total Profit ($)')
           7
           8
                  ax.set title('Release Month vs. Total Profit for Movies Released Between
           9
                  ax.yaxis.set major formatter(formatter);
```



Similar to the previous graph that shows the release month vs. total revenue, this graph shows a similar trend that suggests the most profitable movies were the ones that were released in May followed closely by June.

1.3.1.3 Our Recommendation for Microsoft

Microsoft should strongly consider releasing their movies in the summer months preferably in May or June. As the school year comes to an end, these months allow for more movie-goers to enjoy the movies in their local theater and this directly translates into maximizing revenue and profit.

1.3.2 Question 2: How does the genre of the movie affect its success?

```
In [74]: 1 imdb_tn_filtered['genres'] = imdb_tn_filtered['genres'].map(lambda x: x.stri
2 imdb_tn_filtered.head()
```

<ipython-input-74-048b0847e17d>:1: SettingWithCopyWarning:
A value is trying to be set on a copy of a slice from a DataFrame.
Try using .loc[row_indexer,col_indexer] = value instead

See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/stable/user_guide/indexing.html#returning-a-view-versus-a-copy (https://pandas.pydata.org/pandas-docs/stable/user_guide/indexing.html#returning-a-view-versus-a-copy)

imdb_tn_filtered['genres'] = imdb_tn_filtered['genres'].map(lambda x: x.strip
().split(','))

Out[74]:

| | id | release_date | movie | production_budget | domestic_gross | worldwide_gross | profit |
|---|----|--------------|--|-------------------|----------------|-----------------|-------------|
| 0 | 2 | May 20, 2011 | Pirates of the Caribbean: On Stranger Tides | 410600000 | 241063875 | 1045663875 | 635063875 |
| 1 | 4 | May 1, 2015 | Avengers: Age of Ultron | 330600000 | 459005868 | 1403013963 | 1072413963 |
| 2 | 7 | Apr 27, 2018 | Avengers: Infinity War | 300000000 | 678815482 | 2048134200 | 1748134200 |
| 4 | 10 | Nov 6, 2015 | Spectre | 300000000 | 200074175 | 879620923 | 579620923 |
| 5 | 11 | Jul 20, 2012 | The Dark Knight Rises | 275000000 | 448139099 | 1084439099 | 809439099 |
| 4 | | | | | | | > |

I need to check to make sure that one movie doesn't have more than 3 genres at the same time since my code is geared towards that.

```
final notebook - Jupyter Notebook
In [76]:
             imdb tn filtered['genre1'] = imdb tn filtered['genres'].map(lambda x: x[0].s
              imdb_tn_filtered['genre2'] = imdb_tn_filtered['genres'].map(lambda x: x[1].s
              imdb tn filtered['genre3'] = imdb tn filtered['genres'].map(lambda x: x[2].s
         <ipython-input-76-b72c3f5e9305>:1: SettingWithCopyWarning:
         A value is trying to be set on a copy of a slice from a DataFrame.
         Try using .loc[row indexer,col indexer] = value instead
         See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
         ble/user guide/indexing.html#returning-a-view-versus-a-copy (https://pandas.pyd
         ata.org/pandas-docs/stable/user guide/indexing.html#returning-a-view-versus-a-c
         opy)
           imdb tn filtered['genre1'] = imdb tn filtered['genres'].map(lambda x: x[0].st
         rip())
         <ipython-input-76-b72c3f5e9305>:2: SettingWithCopyWarning:
         A value is trying to be set on a copy of a slice from a DataFrame.
         Try using .loc[row_indexer,col_indexer] = value instead
         See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
         ble/user guide/indexing.html#returning-a-view-versus-a-copy (https://pandas.pyd
         ata.org/pandas-docs/stable/user guide/indexing.html#returning-a-view-versus-a-c
         (vgo
           imdb_tn_filtered['genre2'] = imdb_tn_filtered['genres'].map(lambda x: x[1].st
         rip() if (len(x)>=2) else np.NaN)
         <ipython-input-76-b72c3f5e9305>:3: SettingWithCopyWarning:
         A value is trying to be set on a copy of a slice from a DataFrame.
         Try using .loc[row_indexer,col_indexer] = value instead
         See the caveats in the documentation: https://pandas.pydata.org/pandas-docs/sta
         ble/user guide/indexing.html#returning-a-view-versus-a-copy (https://pandas.pyd
         ata.org/pandas-docs/stable/user guide/indexing.html#returning-a-view-versus-a-c
         opy)
           imdb_tn_filtered['genre3'] = imdb_tn_filtered['genres'].map(lambda x: x[2].st
```

rip() if (len(x)==3) else np.NaN)

```
In [77]:
           1
              genre1 counts = {}
           2
           3
              for genre in imdb tn filtered['genre1']:
                  if genre not in genre1 counts.keys():
           4
           5
                      genre1 counts[genre]=1
           6
                  else:
           7
                      genre1 counts[genre]+=1
           8
           9
              genre2 counts = {}
          10
              for genre in imdb tn filtered['genre2']:
          11
                  if genre not in genre2_counts.keys():
          12
          13
                      genre2_counts[genre]=1
          14
                  else:
          15
                      genre2 counts[genre]+=1
          16
          17
              genre3 counts = {}
          18
          19
              for genre in imdb_tn_filtered['genre3']:
          20
                  if genre not in genre3 counts.keys():
          21
                      genre3 counts[genre]=1
          22
                  else:
                      genre3_counts[genre]+=1
          23
          24
              print(genre1_counts, genre2_counts, genre3_counts)
```

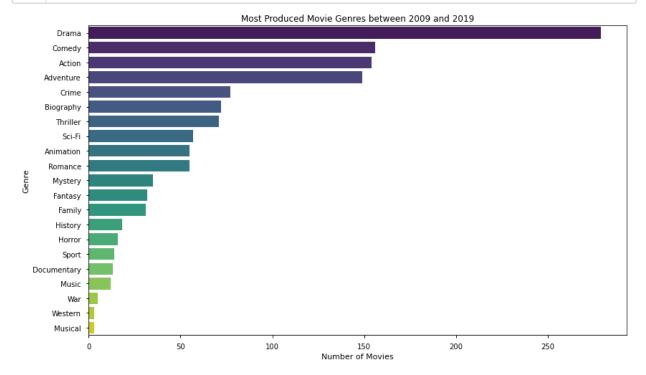
{'Action': 154, 'Adventure': 65, 'Drama': 92, 'Horror': 8, 'Family': 1, 'Comed
y': 70, 'Biography': 59, 'Crime': 25, 'Animation': 5, 'Mystery': 3, 'Romance':
1, 'Thriller': 1, 'Documentary': 9} {'Adventure': 84, 'Thriller': 18, 'Animatio
n': 36, 'Family': 10, 'Fantasy': 11, 'Crime': 41, 'Romance': 27, 'Mystery': 21,
'Comedy': 39, 'Sci-Fi': 11, 'Drama': 129, nan: 33, 'Western': 1, 'History': 3,
'Biography': 10, 'Sport': 3, 'Horror': 5, 'War': 2, 'Music': 6, 'Documentary':
3} {'Fantasy': 21, 'Sci-Fi': 46, 'Thriller': 52, nan: 139, 'Comedy': 47, 'Dram
a': 58, 'Animation': 14, 'Horror': 3, 'Family': 20, 'Musical': 3, 'History': 1
5, 'Biography': 3, 'Crime': 11, 'Mystery': 11, 'Western': 2, 'War': 3, 'Sport':
11, 'Music': 6, 'Romance': 27, 'Documentary': 1}

```
In [78]:
              #code snippet from https://www.geeksforgeeks.org/python-combine-two-dictiona
              import itertools
           2
              import collections
           3
           4
              total genre = collections.defaultdict(int)
           5
           6
              for key, val in itertools.chain(genre1_counts.items(), genre2_counts.items()
           7
                  total genre[key] += val
           8
           9
              total genre
Out[78]: defaultdict(int,
                      {'Action': 154,
                       'Adventure': 149,
                       'Drama': 221,
                       'Horror': 13,
                       'Family': 11,
                       'Comedy': 109,
                       'Biography': 69,
                       'Crime': 66,
                       'Animation': 41,
                       'Mystery': 24,
                       'Romance': 28,
                       'Thriller': 19,
                       'Documentary': 12,
                       'Fantasy': 11,
                       'Sci-Fi': 11,
                       nan: 33,
                       'Western': 1,
                       'History': 3,
                       'Sport': 3,
                       'War': 2,
                       'Music': 6})
In [79]:
              #code snippet from https://www.geeksforgeeks.org/python-combine-two-dictiona
           2 total genre counts = collections.defaultdict(int)
           3
             for key, val in itertools.chain(total_genre.items(), genre3_counts.items()):
                  total_genre_counts[key] += val
           4
           5
              total genre counts
              del total_genre_counts[np.nan]
```

```
1 #code snippet from https://stackoverflow.com/questions/613183/how-do-i-sort-
In [80]:
           2 total_genre_counts={k: v for k, v in sorted(total_genre_counts.items(), key=
           3 total_genre_counts
Out[80]: {'Drama': 279,
           'Comedy': 156,
           'Action': 154,
           'Adventure': 149,
           'Crime': 77,
           'Biography': 72,
           'Thriller': 71,
           'Sci-Fi': 57,
           'Animation': 55,
           'Romance': 55,
           'Mystery': 35,
           'Fantasy': 32,
           'Family': 31,
           'History': 18,
           'Horror': 16,
           'Sport': 14,
           'Documentary': 13,
           'Music': 12,
           'War': 5,
           'Western': 3,
           'Musical': 3}
```

▼ 1.3.2.1 Most Produced Movie Genres

```
In [81]:
           1
              with plt.style.context('seaborn-notebook'):
           2
                  fig, ax = plt.subplots(figsize=(12,7))
                  sns.barplot(x=list(total_genre_counts.values()), y= list(total_genre_cou
           3
           4
                  ax.set xlabel('Number of Movies')
           5
                  ax.set_ylabel('Genre')
           6
                  ax.set_title('Most Produced Movie Genres between 2009 and 2019')
           7
                  plt.tight layout()
           8
                  fig.savefig('images/Most-Produced-Genre.png', transparent=False, facecol
```



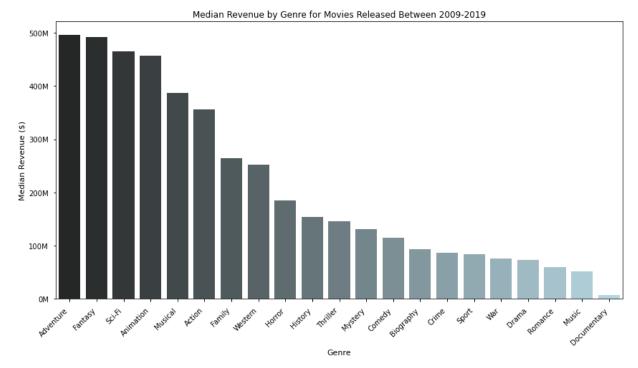
As seen above, Drama was by far the most produced genre between 2009 and 2019 followed by Comedy, Action and Adventure.

▼ 1.3.2.2 Genre vs. Median Revenue

```
In [82]:
             1
                exploded_imdb_tn = imdb_tn_filtered.explode('genres')
             2
                exploded_imdb_tn.head()
                                Caribbean:
                2 May 20, 2011
                                                   410600000
                                                                    241063875
                                                                                     1045663875
                                                                                                  63506387
                                       On
                                  Stranger
                                     Tides
                                  Pirates of
                                       the
                                Caribbean:
                2
                  May 20, 2011
                                                   410600000
                                                                    241063875
                                                                                     1045663875
                                                                                                  63506387
                                       On
                                  Stranger
                                     Tides
                                 Avengers:
                    May 1, 2015
                                    Age of
                                                   330600000
                                                                    459005868
                                                                                     1403013963 107241396
                                     Ultron
                                 Avengers:
                                    Age of
Ultron
                    May 1, 2015
                                                   330600000
                                                                    459005868
                                                                                     1403013963 107241396
           5 rows × 21 columns
```

In [83]: 1 genre_revenue_order = exploded_imdb_tn.groupby('genres').median()['worldwide

```
In [84]:
           1
              with plt.style.context('seaborn-notebook'):
           2
                  fig, ax = plt.subplots(figsize=(12,7))
           3
                  sns.barplot(x=exploded_imdb_tn['genres'], y=exploded_imdb_tn['worldwide_
           4
                  ax.set xticklabels(ax.get xticklabels(), rotation=45,ha='right')
           5
                  ax.set ylabel('Median Revenue ($)')
           6
                  ax.set_xlabel('Genre')
           7
                  ax.set title('Median Revenue by Genre for Movies Released Between 2009-2
           8
                  ax.yaxis.set major formatter(formatter)
           9
                  plt.tight layout()
                  fig.savefig('images/Rev-Genre.png', transparent=False, facecolor='white'
          10
```



Even though our analysis shows that Drama was the highest produced genre in the past decade, this graph shows us that Drama is not the optimal choice for generating revenue. Here we see that Adventure, Fantasy, Sci-Fi and Animation movies tend to generate more revenue compared to the other genres.

1.3.2.3 Genre vs. Median Profit

```
In [85]: 1 genre_profit_order = exploded_imdb_tn.groupby('genres').median()['profit'].s
```

```
In [86]:
               with plt.style.context('seaborn-notebook'):
            1
            2
                    fig, ax = plt.subplots(figsize=(12,7))
            3
                    sns.barplot(x=exploded_imdb_tn['genres'], y=exploded_imdb_tn['profit'],
            4
                    ax.set xticklabels(ax.get xticklabels(), rotation=45,ha='right')
            5
                    ax.set ylabel('Median Profit ($)')
            6
                    ax.set_xlabel('Genre')
            7
                    ax.set title('Median Profit by Genre for Movies Released Between 2009-20
            8
                    ax.yaxis.set major formatter(formatter)
            9
                    plt.tight layout()
                    fig.savefig('images/Prof-Genre.png', transparent=False, facecolor='white
           10
                                     Median Profit by Genre for Movies Released Between 2009-2019
             350M
             300M
             250M
           Median Profit ($)
             200M
            150M
```

Similar to the relationship between genre and revenue, we see that the most profitable genres are Adventure, Fantasy, Animation and Sci-Fi even though they are not the ones most produced.

1.3.2.4 Our Recommendation for Microsoft

As we saw in the past decade, even though Drama was the most produced genre, followed by Comedy, the most profitable and high grossing movies tended to be Adventure, Fantasy, Animation and Sci-Fi movies. This presents a great opportunity for Microsoft. By focusing on these four key genres and incorporating them into their movies, Microsoft can make a great entry into the movie industry, gain popularity and build their brand while also generating the financial returns that they desire.

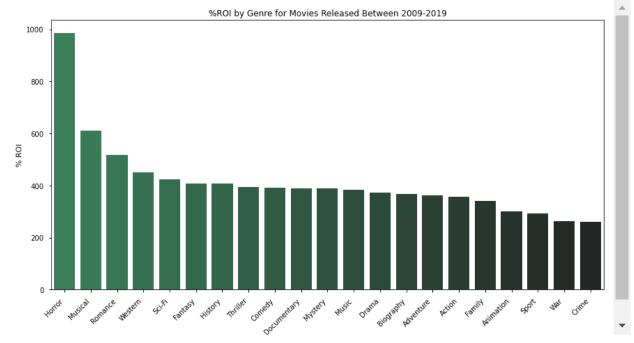
1.3.2.5 Genre vs. % ROI

100M

50M

```
In [87]:
              exploded_imdb_tn['ROI %'] = (exploded_imdb_tn['worldwide_gross']/exploded_im
In [88]:
              genre roi order = exploded imdb tn.groupby('genres').median()['ROI %'].sort
```

```
In [89]:
           1
              with plt.style.context('seaborn-notebook'):
           2
                  fig, ax = plt.subplots(figsize=(12,7))
           3
                  sns.barplot(x=exploded_imdb_tn['genres'], y=exploded_imdb_tn['ROI %'], e
           4
                              order=genre_roi_order, palette='dark:seagreen_r')
           5
                  ax.set xticklabels(ax.get xticklabels(), rotation=45,ha='right')
           6
                  ax.set_ylabel('% ROI')
                  ax.set_xlabel('Genre')
           7
                  ax.set title('%ROI by Genre for Movies Released Between 2009-2019')
           8
           9
                  plt.tight layout()
                  fig.savefig('images/ROI-Genre.png', transparent=False, facecolor='white'
          10
```



▼ 1.3.2.6 Side Note for Microsoft

If Microsoft's financial targets are more aligned with return on investment (% ROI) rather than pure revenue or profits, then we recommend they produce Horror movies instead. Our analysis showed that Horror had a higher ROI percentage compared to any other genre as can be seen above. This means that a higher return can be achieved compared to what is spent on the production budget.

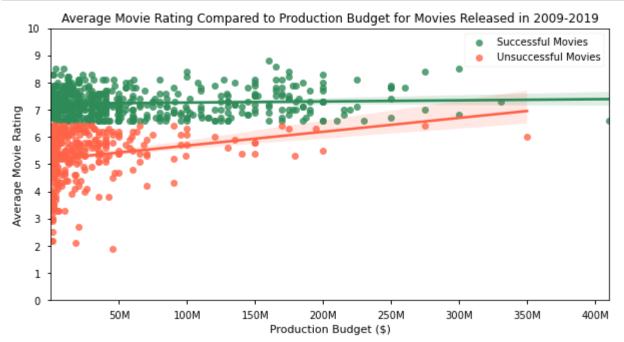
1.3.3 Question 3: How does the production budget affect a movie's ratings and financial success?

```
In [91]: 1 a = tn_movie_budgets[tn_movie_budgets['release_year']>2008]
2 b = pd.merge(a, imdb, left_on=['movie', 'release_year'], right_on=['original
```

a['ROI %'] = (a['worldwide gross']/a['production budget'])*100

1.3.3.1 Production Budget vs. Average Movie Rating

```
In [92]:
           1
              unsuccessful df = b[(b['averagerating']<6.5) & (b['profit %']<25)]
           2
              with plt.style.context('seaborn-notebook'):
           3
                  fig, ax = plt.subplots(figsize=(10,5))
                  sns.regplot(data=imdb tn filtered, x='production budget', y='averagerati
           4
           5
                  sns.regplot(data=unsuccessful df, x='production budget', y='averageratin
           6
                  ax.legend()
           7
                  ax.set_xlabel('Production Budget ($)')
           8
                  ax.set_ylabel('Average Movie Rating')
           9
                  ax.set ylim(0,10)
                  ax.set title('Average Movie Rating Compared to Production Budget for Mov
          10
                  ax.xaxis.set major formatter(formatter)
          11
          12
                  ax.set_yticks(np.arange(0, 11, step=1));
```

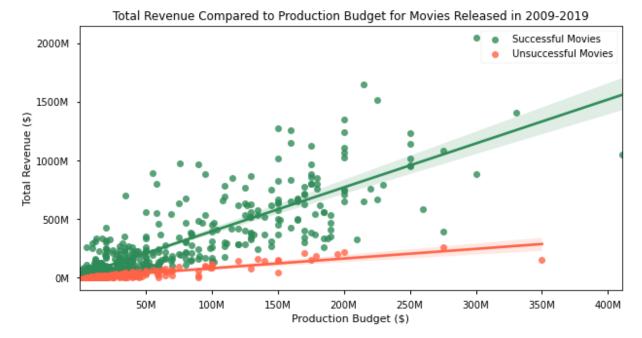


As can be seen from the graph above, the successful movies as we defined them (higher than 25% profit and higher than a 6.5 rating) don't show a clear correlation between the production

budget and the movie ratings while unsuccessful movies show a relatively higher correlation, but an overall weak one at that. This relationship debunks the assumption that as more money is spent on the movie, the more it will be liked by cinema fans. The relationship shown suggests that a movie studio does not need to have a high production budget for it to have higher movie ratings.

1.3.3.2 Production Budget vs. Total Revenue

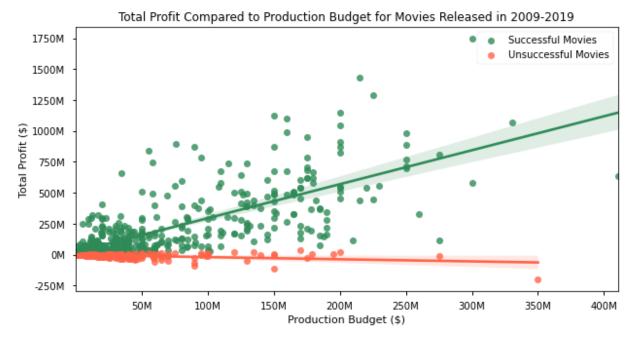
```
In [93]:
              with plt.style.context('seaborn-notebook'):
           1
           2
                  fig, ax = plt.subplots(figsize=(10,5))
           3
                  sns.regplot(x=imdb_tn_filtered['production_budget'], y=imdb_tn_filtered[
           4
                  sns.regplot(x=unsuccessful_df['production_budget'], y=unsuccessful_df['w
           5
                  ax.legend()
                  ax.set xlabel('Production Budget ($)')
           6
           7
                  ax.set ylabel('Total Revenue ($)')
           8
                  ax.set title('Total Revenue Compared to Production Budget for Movies Rel
           9
                  ax.yaxis.set_major_formatter(formatter)
          10
                  ax.xaxis.set_major_formatter(formatter);
```



As seen above, the production budget has more of a direct effect on the revenue generated by the movie. This may be due to factors such as having increased marketing budgets, or being able to show the movie in more countries compared to a lower budget production. The difference between the successful and unsuccessful movies in this relationship is also noteworthy. Even with lower quality productions, the revenue tends to increase with the budget but is ultimately stifled potentially due to the overall quality of the production.

1.3.3.3 Production Budget vs. Total Profit

```
In [94]:
           1
              with plt.style.context('seaborn-notebook'):
           2
                  fig, ax = plt.subplots(figsize=(10,5))
           3
                  sns.regplot(x=imdb tn filtered['production budget'], y=imdb tn filtered[
           4
                  sns.regplot(x=unsuccessful df['production budget'], y=unsuccessful df['p
           5
                  ax.legend()
           6
                  ax.set_xlabel('Production Budget ($)')
           7
                  ax.set_ylabel('Total Profit ($)')
           8
                  ax.set title('Total Profit Compared to Production Budget for Movies Rele
           9
                  ax.yaxis.set major formatter(formatter)
                  ax.xaxis.set_major_formatter(formatter);
          10
```



The analysis between total profit and production budget shows a positive correlation for successful movies. As the production budget increases, the total profit amount tends to increase as well. For unsuccessful movies though the story is a little different. As the production budget increases, total profit tends to stay flat or even decrease. This is potentially due to the relationship we explored above between total revenue and production budget. Since the revenue numbers are stifled for unsuccessful movies, the higher the budget gets, the harder it is to turn a profit or even breakeven.

1.3.3.4 Our Recommendation for Microsoft

Our analysis showed that, ultimately, production budget affects revenue and profits pretty strongly while the movie ratings by the general public tend to not change with higher budgets. Microsoft should strategically think about the production budget and decide between the riskier approach or the safer approach. If they are okay with taking a riskier approach, then higher production budgets may return stronger numbers; however, if the movie is not successful, the overall production may lose more money. Either way, we found that having higher budgets don't translate into moviegoers liking the movies better. Therefore, our recommendation would be for Microsoft to build their

fanbase prior to producing movies with higher budgets since it is absolutely possible to produce quality movies with lower budgets as can be seen. This will allow for Microsoft Studios to be financially successful and will pave the path for a sustained growth and success.

1.3.3.5 Production Budget vs. Profit %

50M

100M

```
In [95]:
               with plt.style.context('seaborn-notebook'):
            1
            2
                   fig, ax = plt.subplots(figsize=(10,5))
            3
                   sns.regplot(x=imdb_tn_filtered['production_budget'], y=imdb_tn_filtered[
                   sns.regplot(x=unsuccessful df['production budget'], y=unsuccessful df['p
            4
            5
                   ax.legend()
            6
                   ax.set xlabel('Production Budget ($)')
            7
                   ax.set ylabel('% Profit')
            8
                   ax.xaxis.set major formatter(formatter);
             5000
                                                                                 Successful Movies
                                                                                 Unsuccessful Movies
             4000
             3000
           % Profit
             2000
             1000
                0
```

150M

The relationship between % profit and production budget is an interesting one. It seems like as production budget increases the % profit decreases. This is potentially due to the movie having to perform even better than lower costing successful movies to offset the high amount of costs associated with the production. This insight can be valuable for Microsoft if their earnings are reported in terms of % profit to shareholders rather than total values.

200M

Production Budget (\$)

250M

300M

350M

400M

1.4 Conclusions

Even though the movie industry is a new frontier for Microsoft, it is an exciting industry filled with opportunities. To sum up, our analysis showed the following:

- Movies released in May and June historically performed better compared to other months in terms of revenue and profits.
- Even though the most produced genre for the past decade was Drama, most revenue and profit was generated by Adventure movies followed closely by Fantasy, Animation and Sci-Fi.
- The best genre in terms of % ROI was Horror.

- Higher production budgets don't translate into the public liking those movies more.
- Higher production budgets generated more revenue and profit for successful movies but unsuccessful movies with higher budgets ended up losing more money overall.

Given more time and information about what kinds of movies Microsoft would like to make, we would have wanted to analyze how much the actors, writers and directors affect the success of the movies and what the optimal cast would look like. It would also be fruitful to analyze the data by generations so that Microsoft's marketing team can optimize their efforts for specific generations depending on the target audience of their movies. Furthermore, analyzing the unsuccessful movies in more depth to find common traits among them for Microsoft to avoid would lower the financial risks associated with this industry. Lastly, we would collect more data to improve on the accuracy of these findings.