Do weather changes affect online food orders?

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Contents

- Background Information
- Dataset
- Problem Statement
- Initial Findings
- External Factor
- Correlations
- Summary
- Recommendations

Background Information

A foodpanda spokesman said the weather and factors such as restaurant promotions for the festive season could have caused the spike in the number of orders seen last week.

The Straits Times, Dec 2019

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Dataset: Online Food & Beverage (F&B) Sales Proportion (in percentage) (from Department of Statistics Singapore)

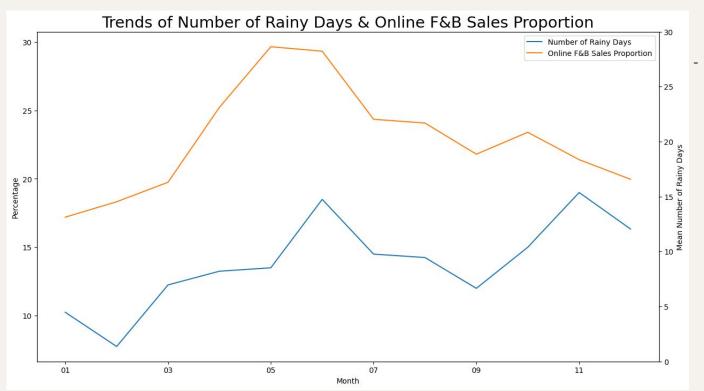
Time Period: January 2019 to August 2022

Problem Statement

We analyse how and when weather changes affect online F&B businesses. For example, on rainy days, do online F&B sales proportion go up?

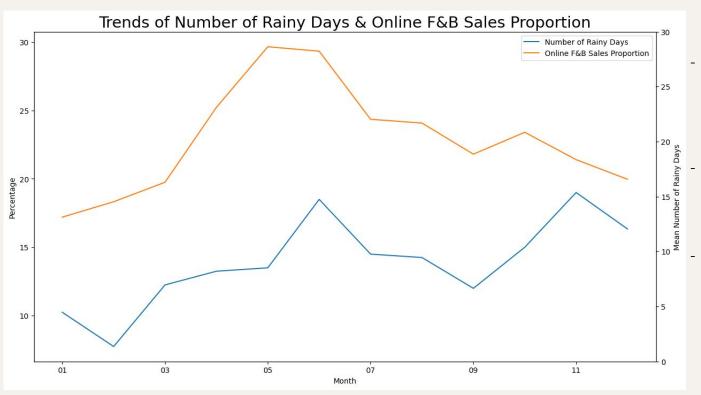
The ideal outcome is to provide F&B businesses with relevant information to manage resources as rainy conditions and temperature fluctuates in different parts of the year.

Initial Findings



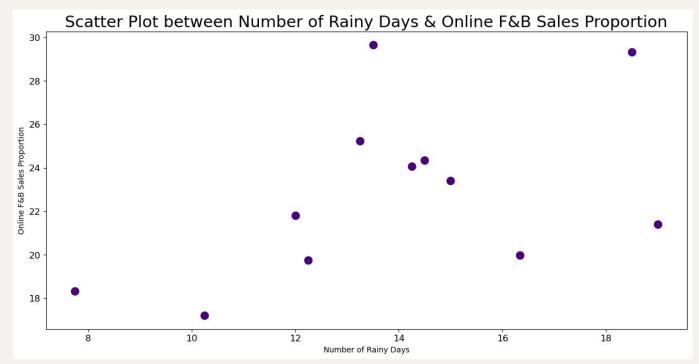
Each point on the line represents the mean value of each month in 2019 to 2022

Initial Findings



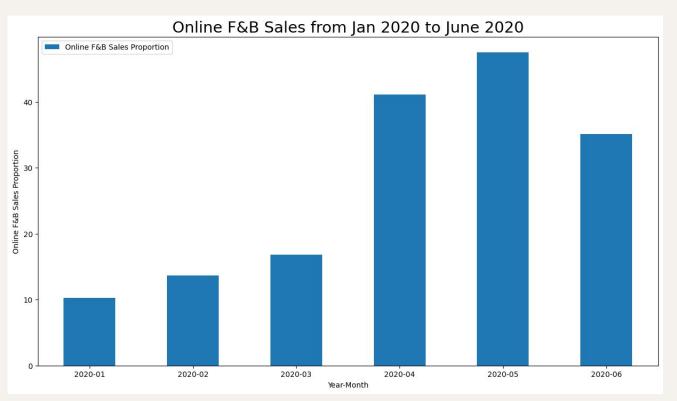
- Each point on the line represents the mean value of each month in 2019 to 2022
- The trends look
 very similar,
 especially June to
 October
- June and November have more rainy days than other months

How correlated are they?



- Moderate positive correlation between the two variables (over a year)
- As the number of rainy days **increases**, online F&B sales proportion tends to **increase moderately**

COVID-19 as an external factor



- **Spike** in the number of online F&B sales proportion from March 2020 to April 2020

Before Circuit Breaker:

January 2019 to March 2020

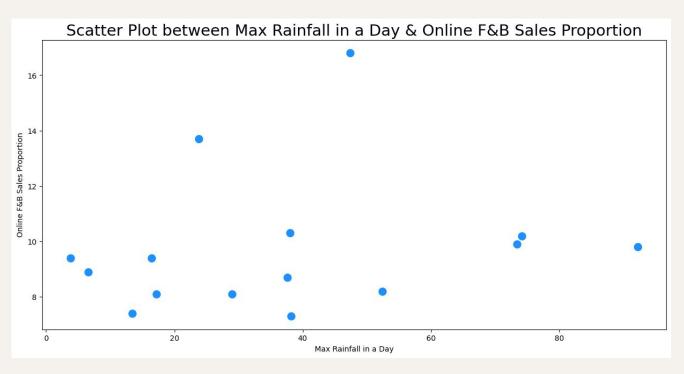
During Circuit Breaker

April 2020 to July 2021

After Circuit Breaker:

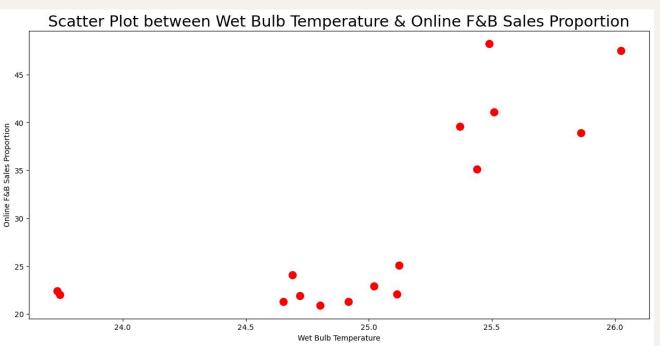
August 2021 to August 2022

Before Circuit Breaker



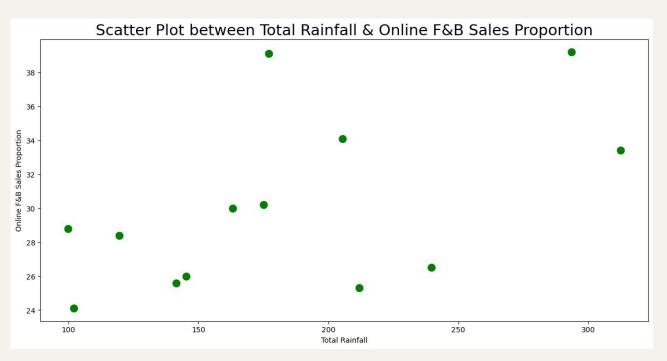
- Weak positive correlation between the two variables
- As the value of maximum rainfall in a day **increases**, online F&B sales proportion **increases slightly**

During Circuit Breaker



- Strong positive correlation between the two variables
- As the wet bulb temperature increases, online F&B sales proportion increases
- Since this is during Circuit Breaker, it might not be an accurate correlation

After Circuit Breaker



- Moderate positive correlation between the two variables
- As the total rainfall increases, online F&B sales proportion increases moderately

Summary

- Over a year (Jan-Dec), <u>very similar trends</u> observed between number of rainy days and online F&B sales proportion.
- More rainy days are expected in June and November.
- Before Circuit Breaker, as max rainfall in a day increases, online F&B sales proportion <u>increase slightly</u>.
- During Circuit Breaker, there was a <u>strong correlation</u> between wet bulb temperature and online F&B sales proportion. (But external factor should be considered)
- After Circuit Breaker, as total rainfall rises, there was a <u>moderate rise</u> in online F&B sales proportion.

Recommendations

- Based on the findings, it is likely that rainy days will boost online F&B sales proportion.
- As mentioned, more rainy days are expected in June and November.
- During these periods, more resources such as containers for packing food and delivery riders can be prepared.
- F&B businesses can also ensure that the online order application system is able to handle an increase in the amount of order.

Thank You

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