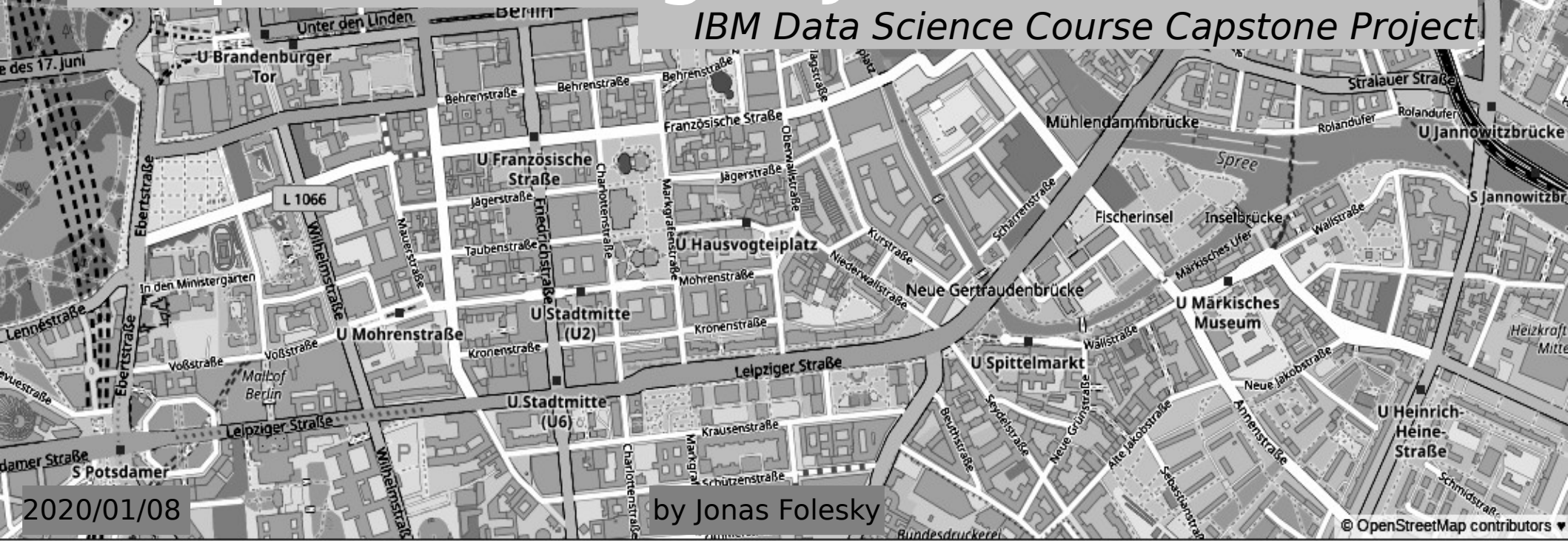




Finding the Best Location to Open a Burger Joint in Berlin

IBM Data Science Course Capstone Project



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by Jonas Folesky

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Introduction

- Objective: Findig the best location for a burger joint in Berlin Germany
- Target audience: entrepreneurs, investors

Introduction

- What factors are important to define a good or bad location ?
 - Demand - > Customers
 - Customers can be residents, tourists, students, labourers, office employees and many more
 - Supply - > Competition
 - Competition is given by already existing food facilities i.e. other burger places

Introduction

- What data is available to answer the target question ?
 - Public data from the City of Berlin will provide information on demography
 - FoursquareAPI will provide data on selected stores/resaurants/instances to include in the analysis

Introduction

- What methodology will be used ?
 - Data will be sorted, cleaned and prepared for analysis first
 - Data will be visualized to find intuitive solutions to our question and to identify data dependencies
 - Based on the visualization the machine learning algorithm kmeans++ is identified as suitable to solve our problem

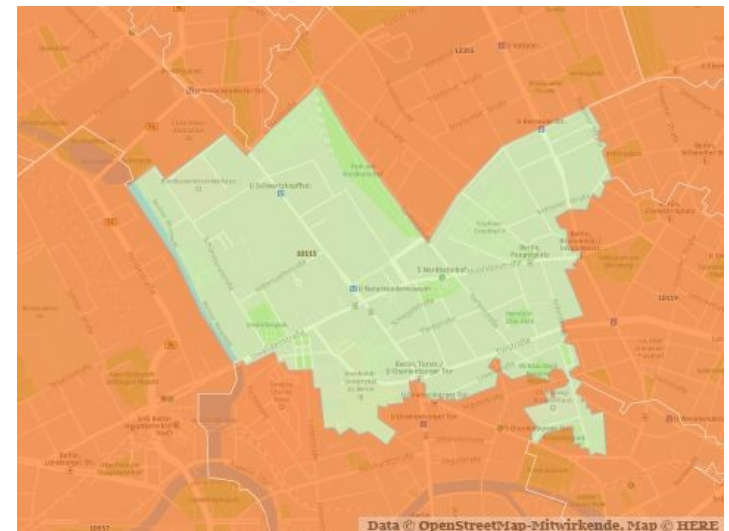
Data

- Demographic data is obtained from German census 2011 provided by the web page www.suche-postleitzahl.org
- Same page provides zip code boundary polygons

Citizens per zip code

zip	citizens
10115	20313
10117	12217
10119	16363
10178	12167
10179	18664
10243	...

Zip code district Berlin 10115



Data

- FoursquareAPI is used to gather data on : competitors and costumers

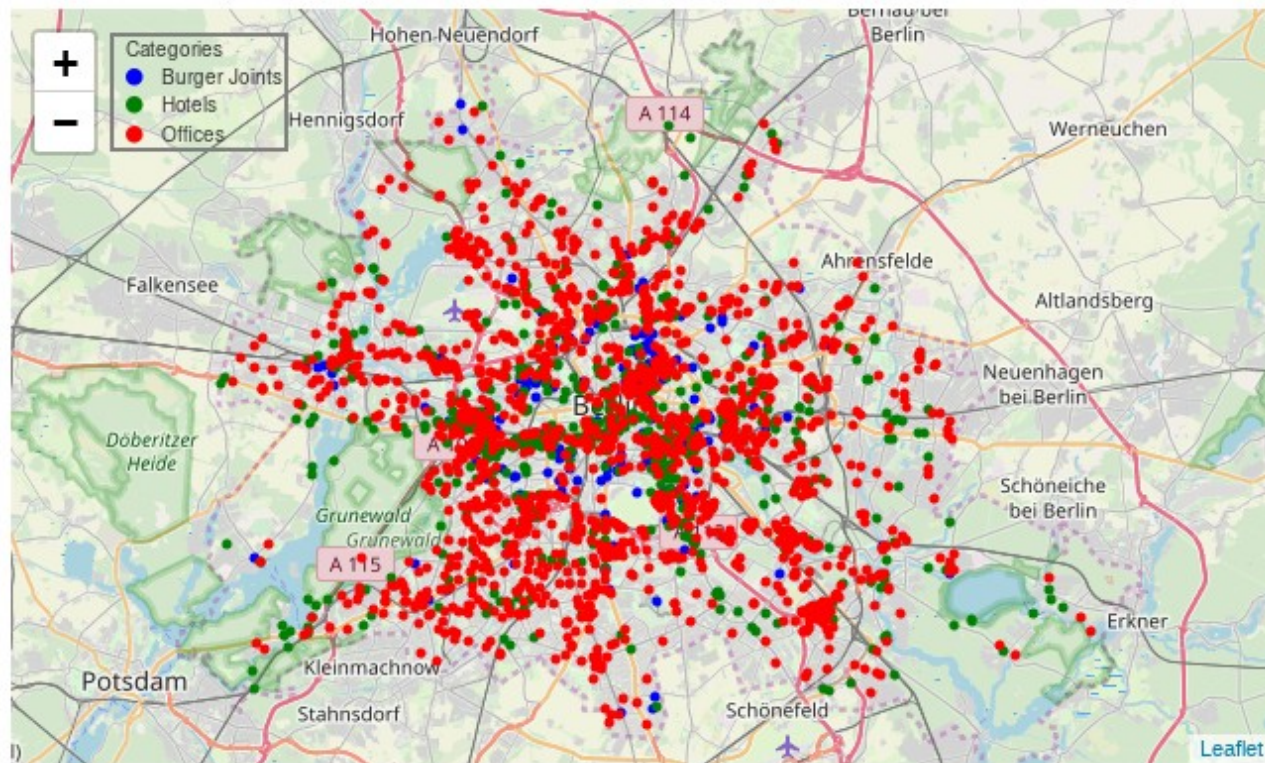
burger places

hotels and offices

	name	lat	lon	zip
0	Klawow Grill Burger Pizza	52.453026	13.141852	14089
1	Volcano Burger	52.525032	13.196861	13595
2	Cruise-In	52.532584	13.178774	13581
3	Bastis Currys, Burgers & Fries	52.533400	13.190330	13581
4	Burger Route	52.530632	13.196140	13581

Purger places obtained from FoursquareAPI

Map of Berlin for all 3 venue types obtained from FoursquareAPI

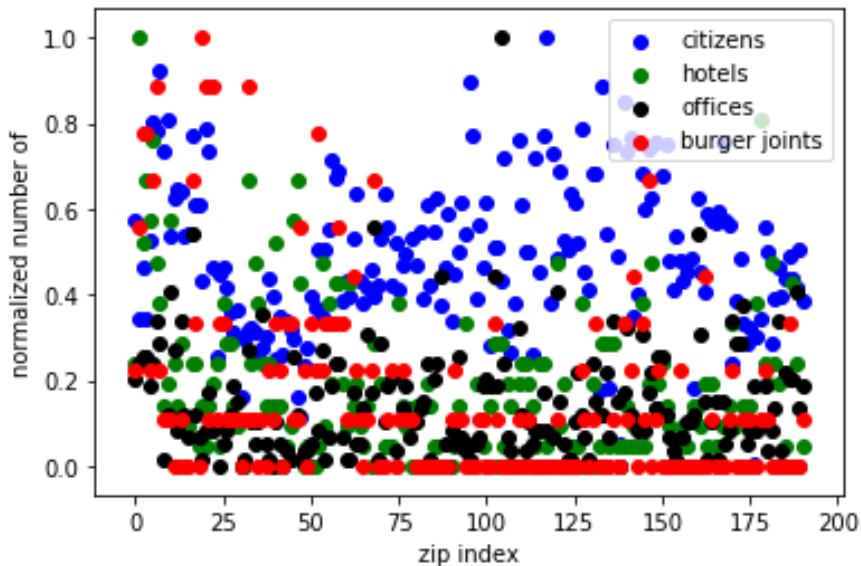


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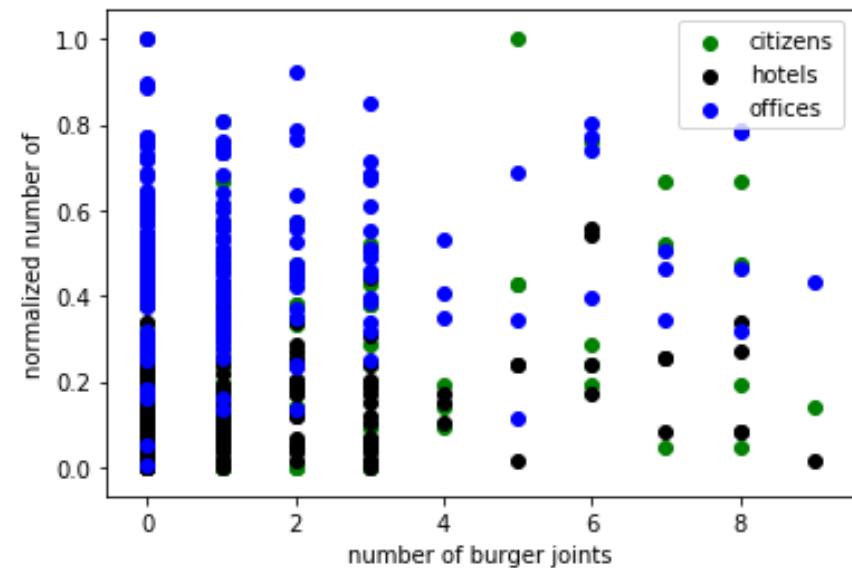
Methodology

- The data is examined to find trends and dependencies

Citizens, Hotels, Offices, Burger joints vs. Zip code index



Citizens, Hotels, Offices vs. Burger joints

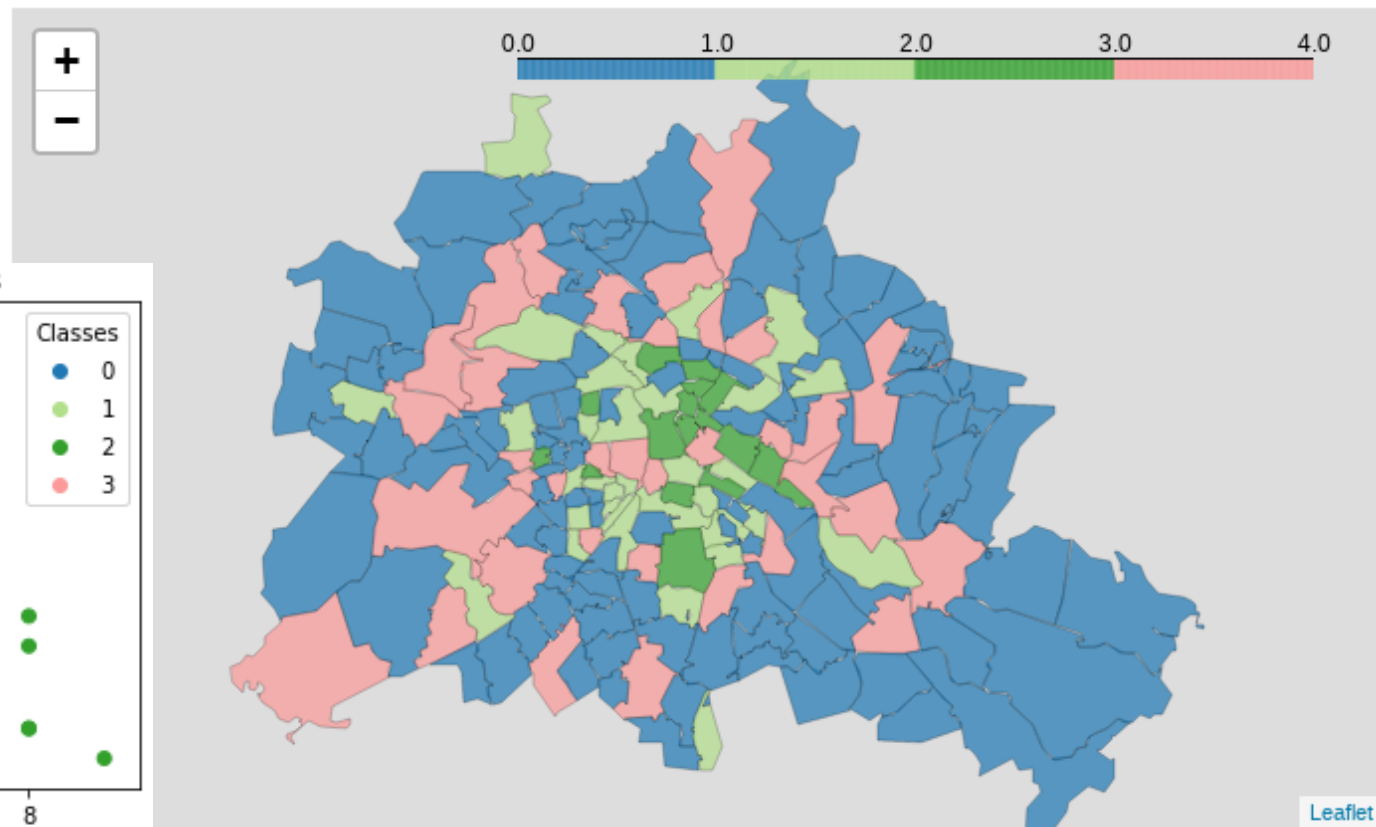


- No obvious trend identified
- kmeans++ clustering will provide good data separation

Results

- Data is separated into 4 clusters based on 4 data categories

Clustering results



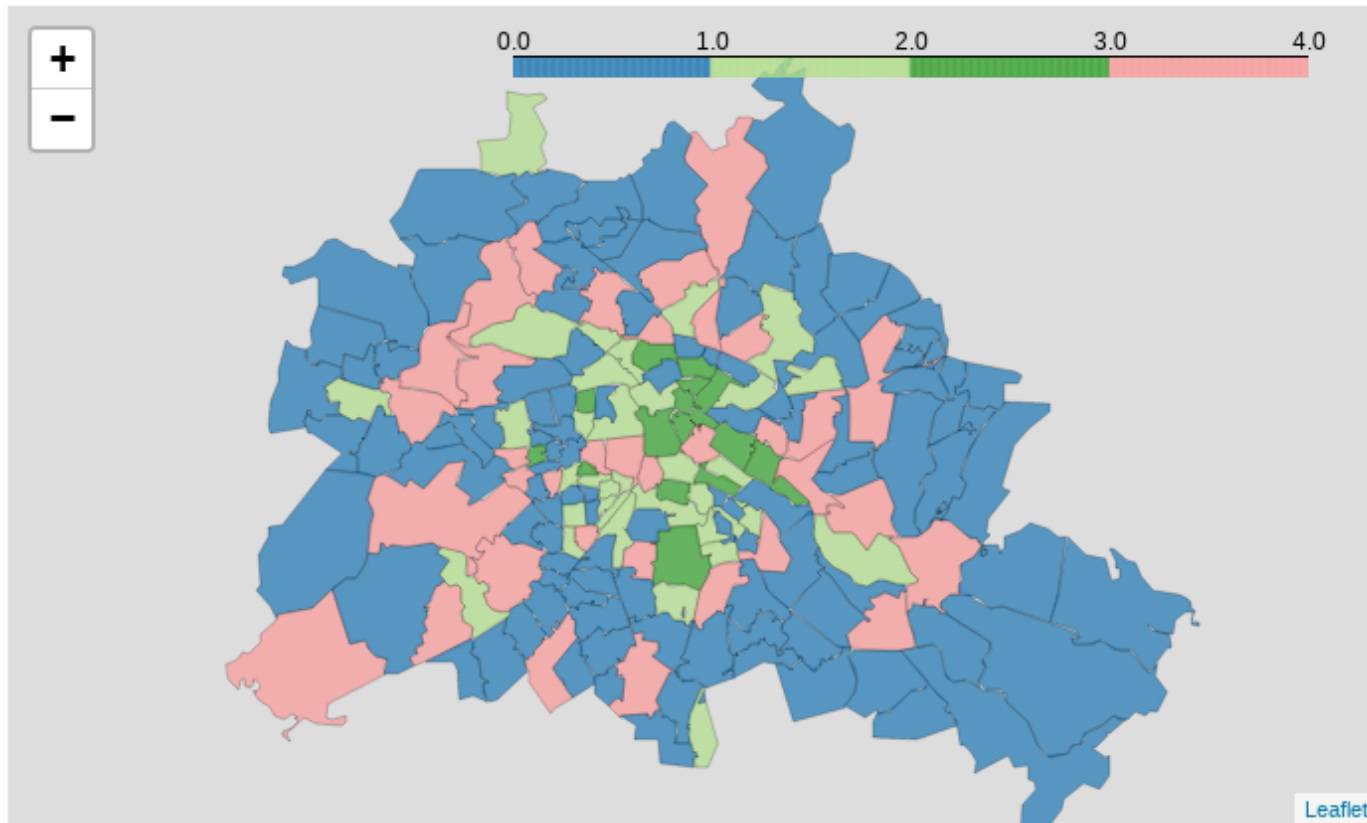
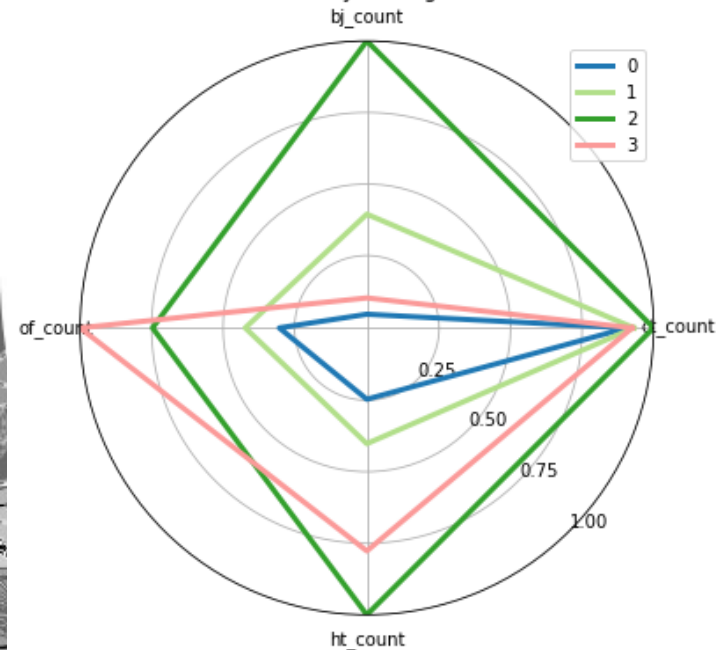
Clustering results projected onto Berlin map

Results

- Data clusters must be ranked to give the clusterization some meaning
- It is desirable to have many customers available and little competition
- Based on the category plot the ranking of clusters is [3,0,1/2]

Average Clusters Features

Cluster discrimination by Averaged Cluster Features



Clustering results projected onto Berlin map
by Jonas Folesky

Conclusion

- We identified a cluster of zip code areas with best features for opening a new burger place -> Cluster 3. It shows little competition but many propable customers
- The analysis was based on simple proxies for demand and supply -> cutomers and cokpetition -> citizens, hotels, offices and burger joints
- The analysis can easily be expandet with mire categories and weighting between categories can be varied