

Coursera Capstone

IBM Applied Data Science Capstone

BY- Karan Kumar

Opening a New Shopping Mall in Kuala Lumpur, Malaysia

Business Problem

- Location of the shopping mall is one of the most important decisions that will determine whether the mall will be success or failure.

- Objective: To analyse and select the best locations in the city of Kuala Lumpur Malaysia.
- This project is timely as the city is currently suffering from oversupply of shopping malls.
- Business question

➤ In the city of Kuala Lumpur, Malaysia, if a property developer is looking to open a new shopping mall

where would you recommend that they open it?

Data:

- Data required
 - List of neighbourhoods in Kuala Lumpur
 - Latitude and longitude coordinates of the neighbourhoods
 - Venue data, particularly data related to shopping malls

Sources of Data.

- Wikipedia page for neighbourhoods

https://en.wikipedia.org/wiki/Category:Suburbs_in_Kuala_Lumpur

- Geocoder package for latitude and longitude coordinates
- Foursquare API for venue data

Methodology

Web scraping Wikipedia page for neighbourhoods list

Get latitude and longitude coordinates using Geocoder

Use Foursquare API to get venue data

Filter venue category by Shopping Mall

Perform clustering on the data by using k-means clustering

Results

Categorized the neighbourhoods into 3 clusters:

Cluster 0:Neighbourhoods with moderate number of shopping malls

Cluster 1:Neighbourhoods withlow number to no existenceof shopping malls

Cluster 2:Neighbourhoods with high number of shopping malls

Discussion:

- Most of the shopping malls are concentrated in the central area of the city.
- Highest number in cluster 2 and moderate number in cluster 0
- Cluster 1 has very low number to no shopping mall in the neighbourhoods
- Oversupply of shopping malls mostly happened in the central area of the city, with the suburb area still have very few shopping malls

Recommendations

Open new shopping malls in neighbourhoods in cluster 1 with little to no competition.

- Can also open in neighbourhoods in cluster 0 with moderate competition if have Unique selling propositions to stand out of competition.
- Avoid neighbourhoods in cluster 2, already high concentration of shopping malls and intense competition.

Conclusion:

- Answer to business question: The neighbourhoods in cluster 1 are the most preferred locations to open shopping malls.
- Findings of this project will help the relevant stakeholders to capitalize on the opportunities on high potential locations while avoiding overcrowded areas in their decisions to open a new shopping mall