

# **Exploratory Data Analysis**

<G2M Insight for Cab Investment Firm>

Date: 7/21/17

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# Agenda

**Executive Summary** 

**Problem Statement** 

Approach

**EDA** 

**EDA Summary** 

Recommendations



### Overview

- The Client: XYZ
  - The private firm in US.
  - Planning for an investment in Cab industry.
- The Goal: Present G2M strategy to the client.

- Given Dataset: 4 individual datasets from 1/31/2016 to 12/31/2018.
  - Cab\_Data.csv
  - Customer\_ID.csv
  - Transcation\_ID.csv
  - City.csv

### Overview

### • The Cab Companies:

- Yellow Cab
- Pink Cab

#### • The Analysis Including:

- Data Overview
- EDA
- Data Visualization
- Answering multiple hypothesis

### **Data Overview**

- Cab\_Data.csv
  - Include detailed transactions for 2 cab companies.

### Customer\_ID.csv

• Map unique customer ID to customer's demographic detail

#### Transaction\_ID.csv

 Map unique transaction ID to customer and payment type

#### City.csv

• Include lists of US cities with population and numbers of users.

#### Tabular data details: Cab\_Data.csv

Total number of observations	359391
Total number of files	1
Total number of features	7
Base format of the file	.csv
Size of the data	20.2 MB

#### Tabular data details: Customer\_ID.csv

Total number of observations	49171
Total number of files	1
Total number of features	4
Base format of the file	.csv
Size of the data	1 MB

#### Tabular data details: Transaction ID.csv

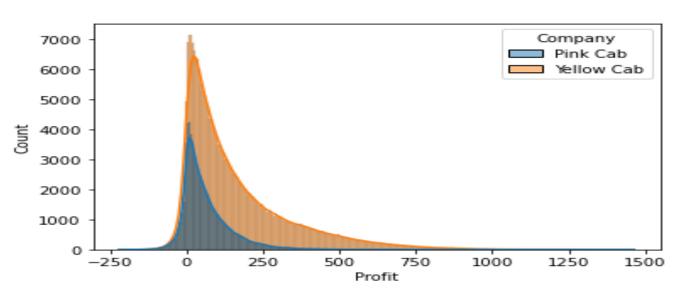
Total number of observations	440098
Total number of files	1
Total number of features	3
Base format of the file	.csv
Size of the data	8.58 MB

#### Tabular data details: City.csv

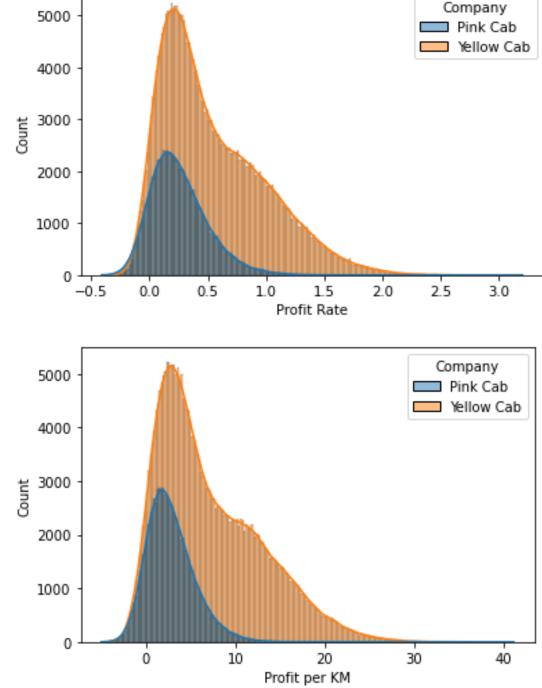
Total number of observations	20
Total number of files	1
Total number of features	3
Base format of the file	.csv
Size of the data	759 Bytes



#### Profits: Yellow Cab vs Pink Cab

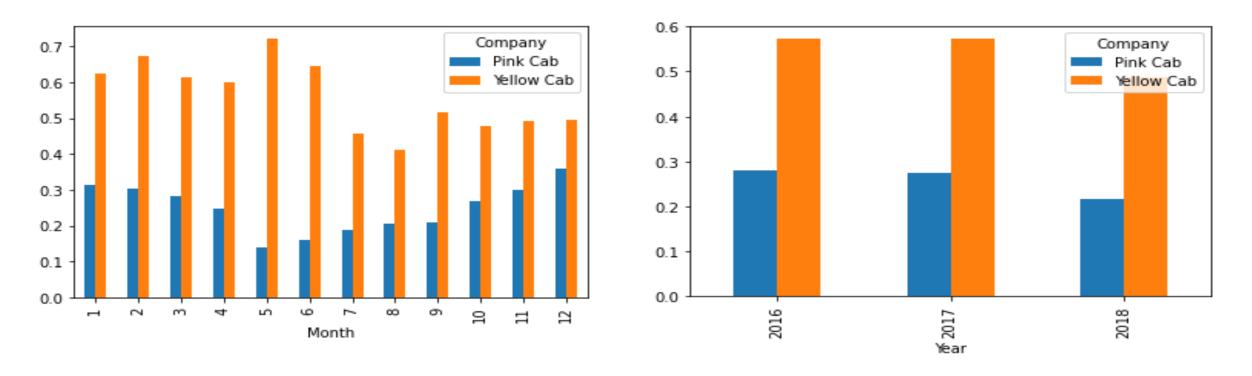


From above plot, Yellow Cab has more profit than Pink Cab. I also look at profit rate and profit per KM and both plots also show that Yellow Cab has more profit rate and profit per KM than Pink Cab. Interesting is that all three plots are right skewed.





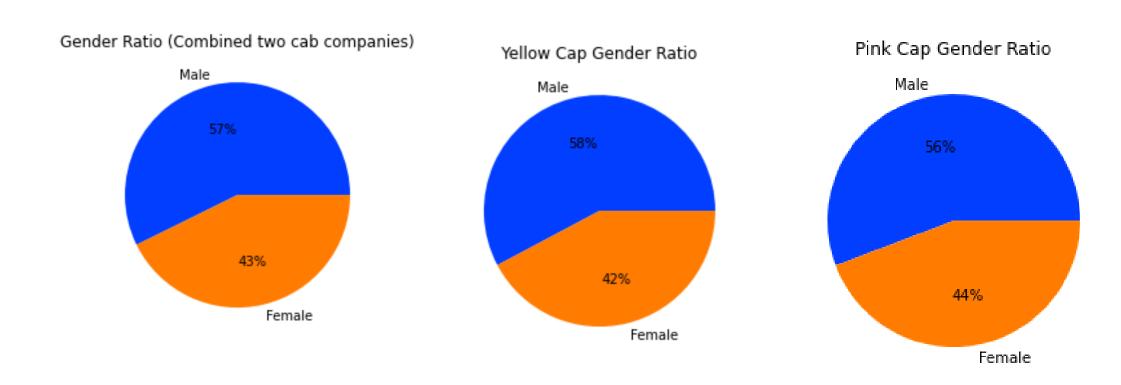
#### Monthly and Yearly Profits: Yellow Cab vs Pink Cab



I also look at monthly and yearly profit rate for each company. Profit rates in 2016 and 2017 do not change but profit rates drop in 2018. Yellow Cab has the most profit rates in May but Pink Cab has the most profit in December.



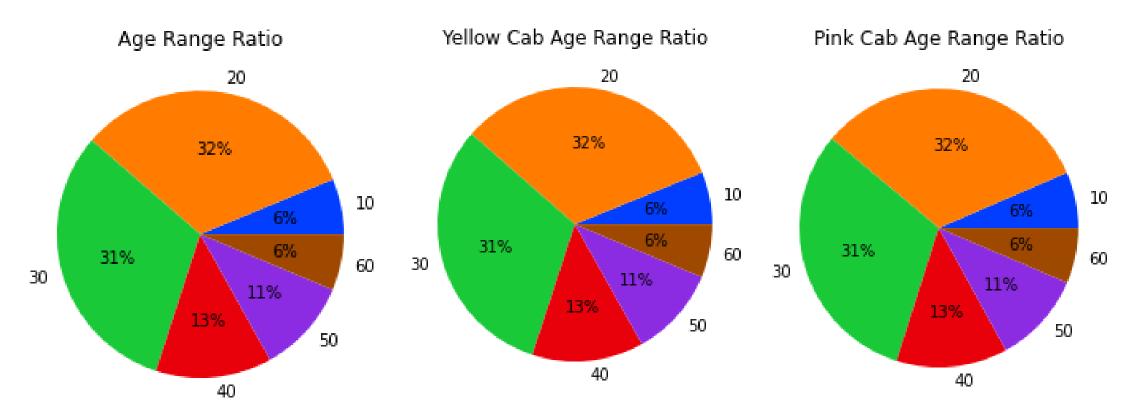
#### Customer Summary: Gender



Gender ratio is similar to both cap companies. Male is about 57% and Female is about 43%.



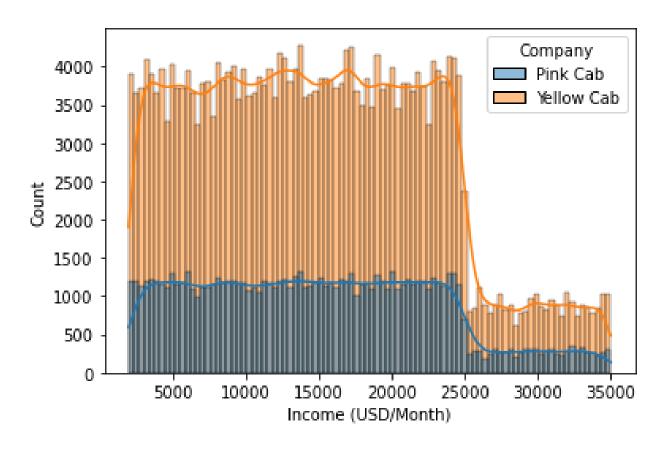
#### Customer Summary: Age



Age ratio is exactly same for both cab companies. No difference found.

### **EDA**

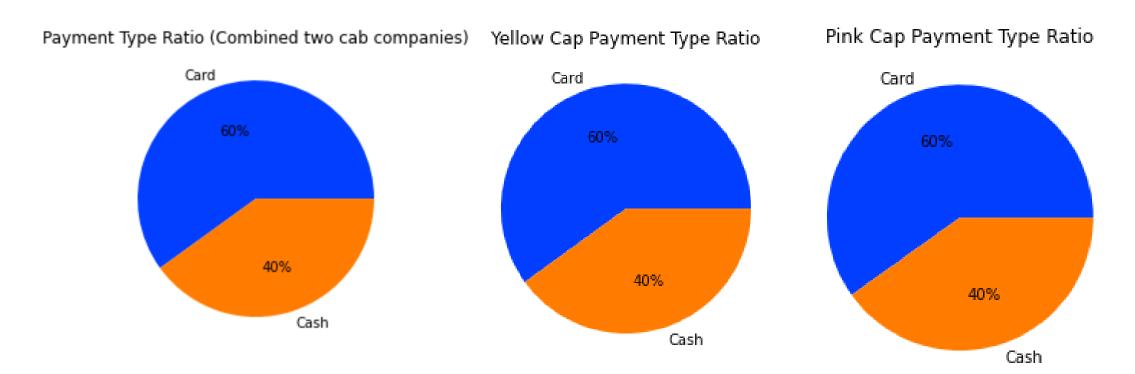
#### Customer Summary: Income



I do not find any significant difference on customer's income ratio between two cab companies



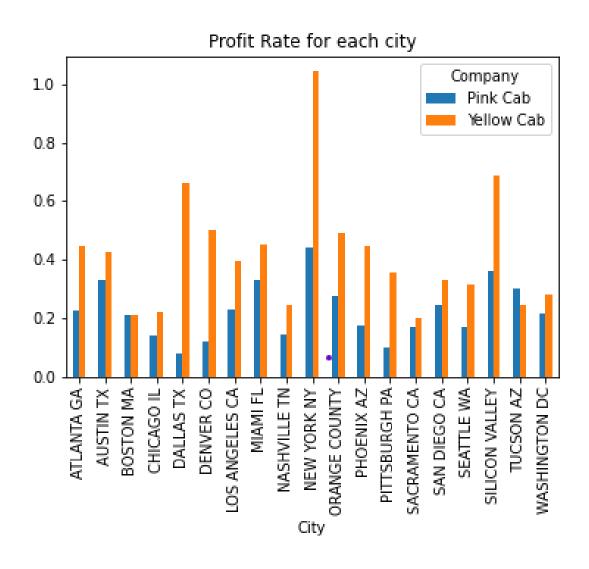
### Customer Summary: Payment Type



There is no difference between payment type ratio on both cab companies.



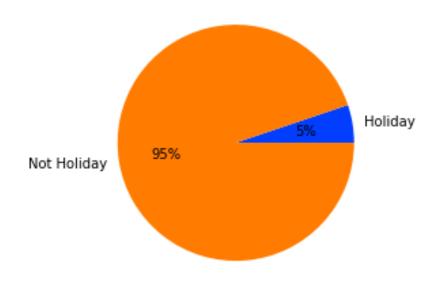
#### City Summary: Profit Rate for Each City



From the profit rate per city plot, NYC has the highest profit rate for both Pink and Yellow Cabs and Silicon Valley is the next highest profit rate for both cab companies. However, I can find a few cities that are interested in: Dallas, Denver, Pittsburgh, Tucson, and D.C. Yellow cab has such a high profit rate on three cities: Dallas, Denver, and Pittsburgh. Tucson is only city Pink Cab has higher profit rate than Yellow Cab.

### **EDA**

### • Holiday Effect: Holiday - Profit Correlation

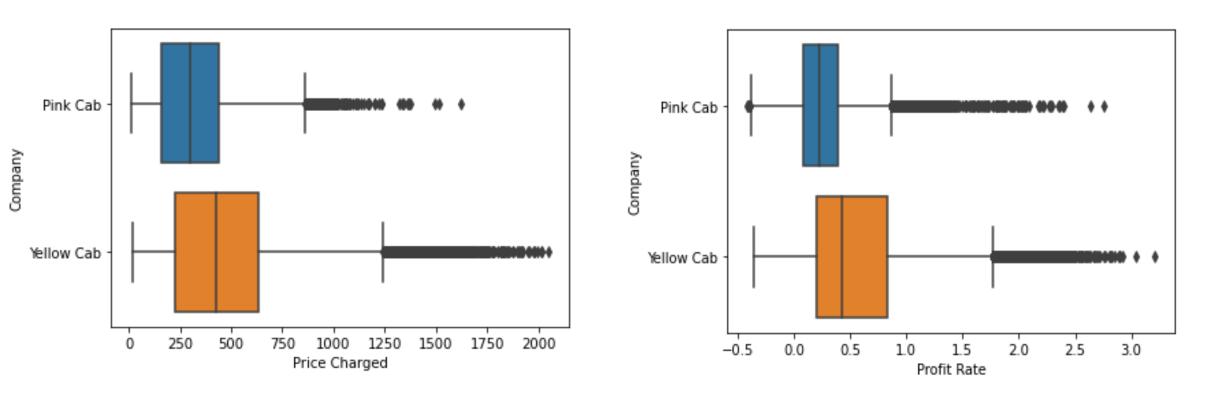


holidə	y Company	
0	Pink Cab	0.257055
	Yellow Cab	0.541681
1	Pink Cab	0.226796
	Yellow Cab	0.565926
Name:	Profit Rate, dt	ype: float64

There is an interesting fact that Pink Cab actually has lower profit rate on Holiday unlike Yellow Cab.

## **EDA Summary**

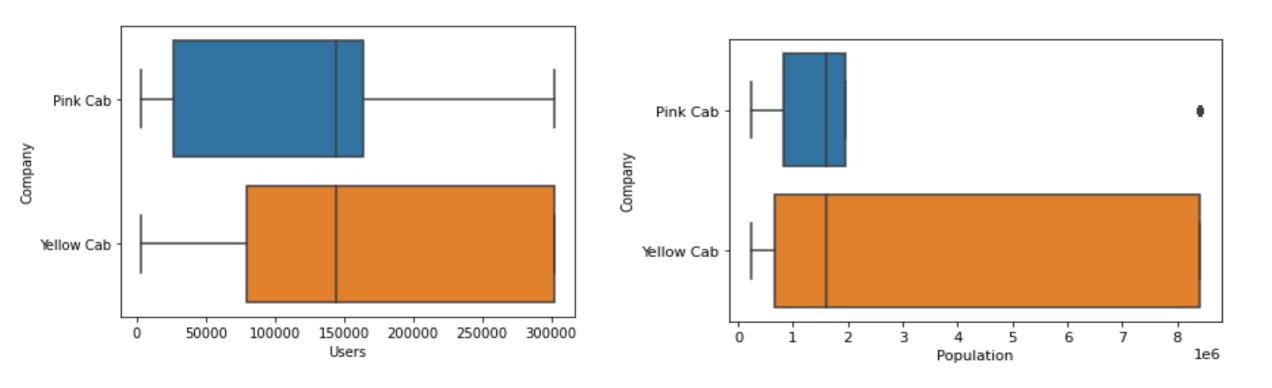
### Price Charged and Profit Rate



For Price Charged and Profit Rate, Yellow Cab has higher median value and higher proportion with higher price which cause higher profit rate.

## **EDA Summary**

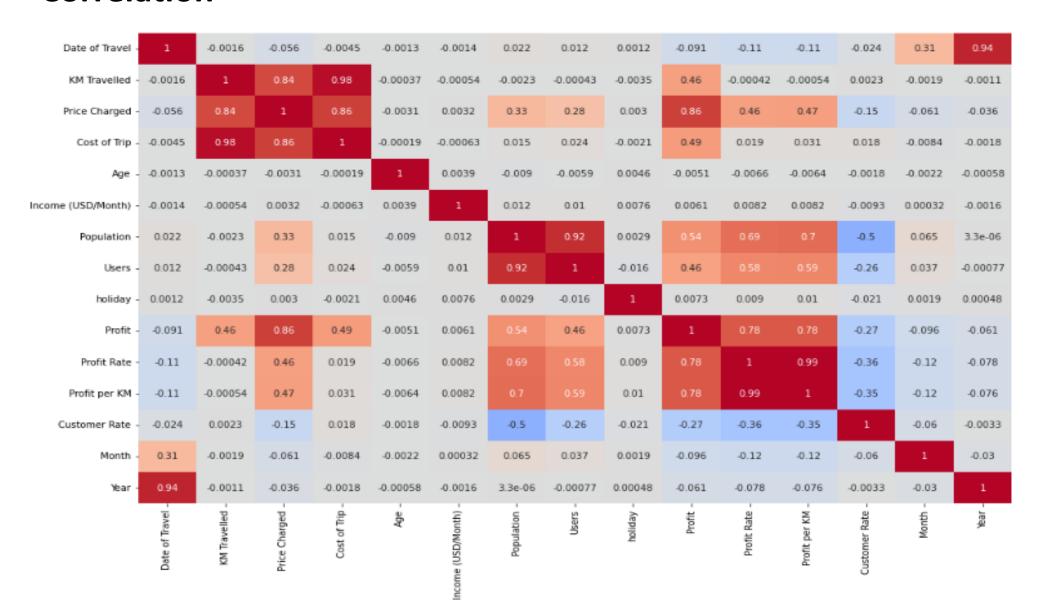
### User and Population



Users and population box plots indicate that Pink Cab is mainly running smaller cities and Yellow cab is running mainly bigger cities.

## **EDA Summary**

#### Correlation



-1.00

- 0.75

- 0.50

- 0.25

- 0.00

--0.25

- -0.50

- -0.75

-1.00

## Recommendations

 Transaction: Even though the profit rates per year is almost even, the numbers of transaction per year from 2016 to 2018 is twice on Yellow Cab than Pink Cab.

Profit: Yellow Cab is higher throughout the years from 2016 to 2018 than Pink
Cab

Thus, I recommend to invest Yellow Cab over Pink Cab.

# Kyun Woo Hong

# Thank You

