# FINDING THE OPTIMAL LOCATION FOR A BUSINESS

Simmar Amarjeet Kalsi



Regatoshemi

**August 7th 2019** 

## In this project we will determining location for starting a business in a city area by:

 Extracting the necessary data from Foursquare API and Wikipedia's ethnic groups in London webpage

Fetch the data

## Work on the data

 Clustering the boroughs in London based on their similarities in venues  Analyze the results and extract accurate conclusion based on the analysis

Extract insights from the data

# The data that was used contained the information about distribution of various Asian ethnicities with respect to their location in London:

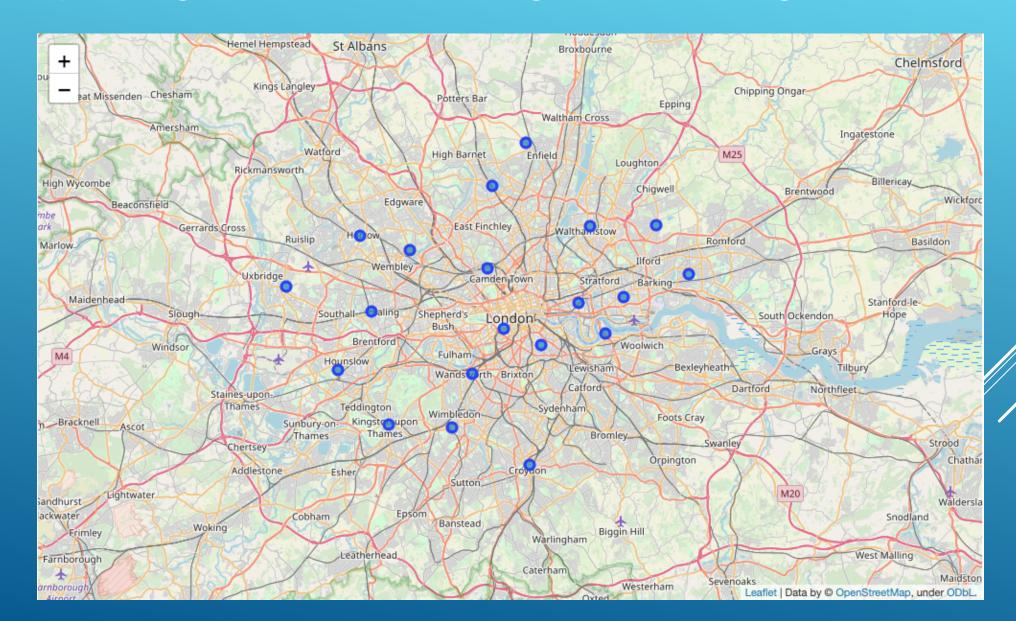
Rank	London Borough	Indian Population	Pakistani Population	Bangladeshi Population	Chinese Population	Other Asian Population	Total Asian Population
1	Newham	42,484	30,307	37,262	3,930	19,912	133,895
2	Redbridge	45,660	31,051	16,011	3,000	20,781	116,503
3	Brent	58,017	14,381	1,749	3,250	28,589	105,986
4	Tower Hamlets	6,787	2,442	81,377	8,109	5,786	104,501
5	Harrow	63,051	7,797	1,378	2,629	26,953	101,808
6	Ealing	48,240	14,711	1,786	4,132	31,570	100,439
7	Hounslow	48,161	13,676	2,189	2,405	20,826	87,257
8	Hillingdon	36,795	9,200	2,639	2,889	17,730	69,253
9	Barnet	27,920	5,344	2,215	8,259	22,180	65,918
10	Croydon	24,660	10,865	2,570	3,925	17,607	59,627

## Location data was appended to the scraped data in order to access Foursquare API.

- Second DataFrame was created with neighbourhood names.
- Intel about latitude and longitude of each neighbourhood was added to this dataframe.

	Neighborhood	Latitude	Longitude
0	Newham	51.5255	0.0352
1	Redbridge	51.5901	0.0819
2	Brent	51.5673	-0.2711
3	Tower Hamlets	51.5203	-0.0293
4	Harrow	51.5806	-0.3420

## A map was generated consisting of all the neighbourhoods:



## Nearby venues with respect to each neighbourhood was extracted along with their frequencies of occurrences:

#### Venues by neighbourhood

	Neighborhood	Neighborhood Latitude	Neighborhood Longitude	Venue	Venue Latitude	Venue Longitude	Venue Category
0	Newham	51.5255	0.0352	Delicious Café	51.526417	0.030133	Café
1	Newham	51.5255	0.0352	Tesco Express	51.527187	0.035118	Grocery Store
2	Newham	51.5255	0.0352	Andre Moves	51.524192	0.036145	Home Service
3	Newham	51.5255	0.0352	Deep Blue Sea Fish & Chips	51.525097	0.039410	Fish & Chips Shop
4	Newham	51.5255	0.0352	Ginny's Pie and Mash	51.525705	0.029532	Café

#### Venue's frequency of occurrence

```
venue freq

Café 0.67

Bus Stop 0.33

American Restaurant 0.00

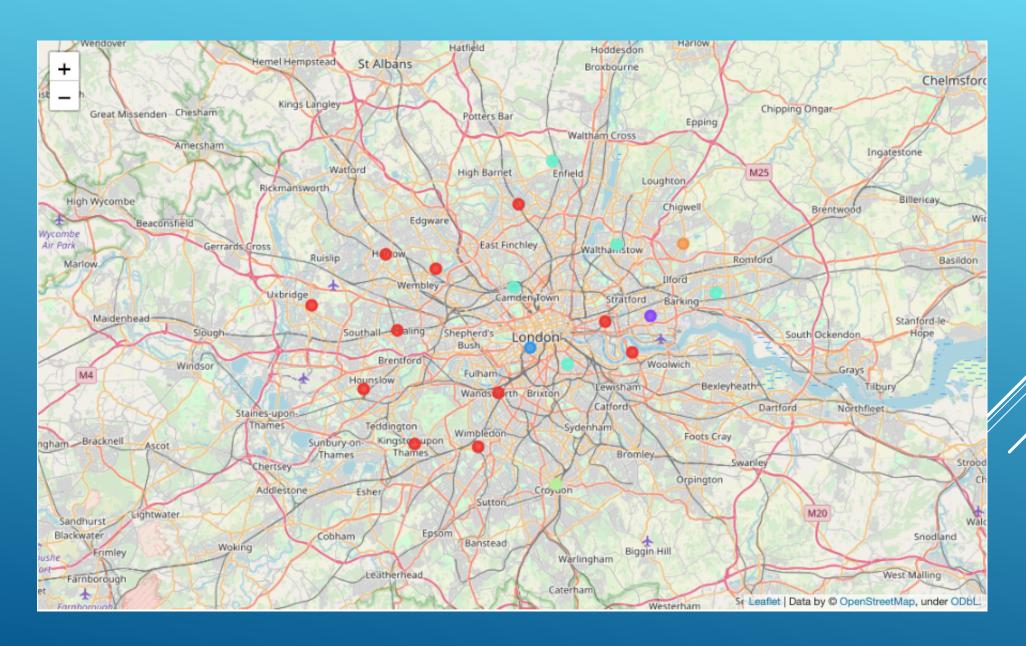
Recreation Center 0.00

Public Art 0.00
```

## Clusters were generated using K-Means:

						Other	Total		1st Most	2nd	3rd Most	4th Mos
	London Borough					Asian	Asian	Neighborhood		Most Common Venue	Common Venue	Common
15	Westminster	7213	2328	6299	5917	10105	31862	Westminster	Hotel	Coffee Shop	Sandwich Place	Sushi Restaurant
lon	London	Indian	Pakistani	Bangladeshi	Chinese	Other	Total	ged.columns	1st Most	2nd Most	3rd Most	4th Mo
lon					Chinese		Total Asian	ged.columns		2nd		4th Mos
13	London	Indian	Pakistani	Bangladeshi	Chinese	Other Asian	Total Asian		1st Most Common	2nd Most Common	3rd Most Common	4th Mos Commo Venu
	London Borough	Indian Population	Pakistani Population	Bangladeshi Population	Chinese Population	Other Asian Population	Total Asian Population	Neighborhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Mos Common Venue Aut Workshop
13	London Borough Enfield Waltham	Indian Population 11648	Pakistani Population 2594	Bangladeshi Population 5599	Chinese Population 2588	Other Asian Population	Total Asian Population 34893	Neighborhood  Enfield  Waltham	1st Most Common Venue Pub Grocery	2nd Most Common Venue Coffee Shop	3rd Most Common Venue Restaurant	4th Mos Commor Venue Auto Workshop Concer Hal
13	London Borough  Enfield  Waltham Forest  Barking and	Indian Population 11648 9134	Pakistani Population 2594 26347	Bangladeshi Population 5599 4632	Chinese Population 2588 2579	Other Asian Population 12464 11697	Total Asian Population 34893 54389	Neighborhood  Enfield  Waltham Forest  Barking and Dagenham	1st Most Common Venue Pub Grocery Store	2nd Most Common Venue Coffee Shop	3rd Most Common Venue Restaurant Coffee Shop Women's	4th Most Common Venue

### Clusters were plotted on the map for visualization:



## CONCLUSION

- As far as we are able to see with this data, the highest amount of Indian population is located at Harrow represented in cluster 1.
- ▶ If a deeper exam is performed into this cluster, it is noticeable that the living population in here ranks it the 5th most Asian inhabited borough. Apart of this fact, a strange closeness to Indian food can be found as the 8th most prominent venue in here is Middle Eastern restaurant which, while not being an Indian restaurant is the closest match to an Indian cuisine restaurant.
- By following this logic, if we would like to open a new Indian restaurant in the city or any kind of restaurant in fact, it would only be necessary to find a where are the restaurants similar the one we want to open, study the population in that area, and find similar clusters of population in the city that don't have yet or have very few restaurants like the one we would like to open.
- ▶ In this example, clusters 1 could make a good match for our target population. Looking at the vertiles in this cluster, it is possible to find two Indian restaurants, and a good bunch of Middle Eastern restaurants and coffee shops. So, in this cluster, it is possible to state that the existing restaurants matches the population's nationalities and tastes.
- In conclusion, and taking into consideration the explanations given above as well as the data, it is highly possible that cluster 1 could be a good place to open our Indian restaurants. As explained above, the same logic could apply to open other kind of restaurants or business in any other area of the city. It is only necessary to examine the existing businesses in our target area, and study the population, then compare these 2 factors with the same ones in areas where there are existing business like the one we want to open, and then verify if the matching is correct.