GDP ANALYSIS

Note-

- 1. Analysis is done in the form of Q & A format ,questions asked in assignment are answered in this document
- 2. Questions are in black and solutions are in Green
- 3. For Jupyter notebook to run successfully seaborn=0.9.0 version is required because catplot demands this version

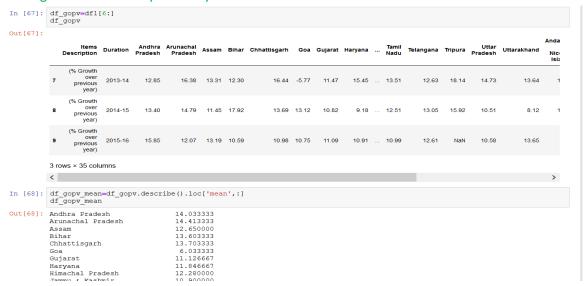
Partl-A:

- For the analysis below, use the Data I-A.
 df=pd.read_csv('Data1a/DataIA.csv'), Data I-A has been used
- Remove the rows: '(% Growth over the previous year)' and 'GSDP CURRENT PRICES (`in Crore)' for the year 2016-17.

df1=df.drop(5) df1=df1.drop(10) mentioned rows are removed

 Calculate the average growth of states over the duration 2013-14, 2014-15 and 2015-16 by taking the mean of the row '(% Growth over previous year)'. Compare the calculated value and plot it for the states. Make appropriate transformations if necessary to plot the data.
 Report the average growth rates of the various states:

Average % Growth over previous year State wise:



Comparing the calculated values: Comparing by sorting values in descending order

```
In [69]: df_gopv_mean.sort_values(ascending=False,inplace=True)
In [70]: df_gopv_mean1=pd.DataFrame(df_gopv_mean)
df_gopv_mean1
                                      mean
                  Mizoram 17.700000
                           Tripura 17.030000
                          Nagaland 16.415000
                          Manipur 14.610000
                        hal Pradesh 14.413333
                         Karnataka 14.120000
                    Andhra Pradesh 14.033333
                     Chhattisgarh 13.703333
                             Bihar 13.603333
                          Telangana 12.763333
                           Assam 12.650000
                    Madhya Pradesh 12.626667
                           Kerala 12.583333
                        Tamil Nadu 12.336667
                   Himachal Pradesh 12.280000
                          Delhi 12.160000
                        Puducherry 12.053333
```

Plotting the Data:

Meghalaya Goa

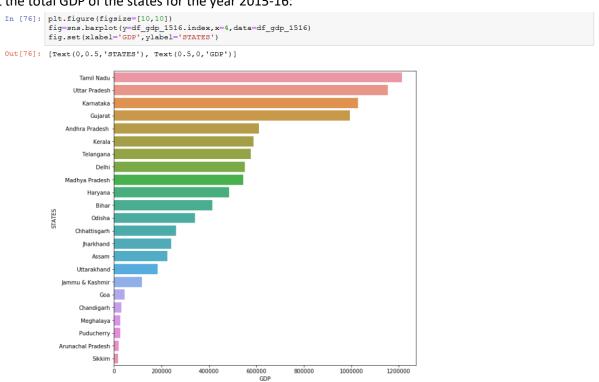
```
In [377]: plt.figure(figsize=(10,10))
                fig-sns.barplot(yedf_gopv_mean.index.values,x='mean',data-df_gopv_mean1)
fig.set(xlabel='% Growth over previous year mean',ylabel='STATES')
Out[377]: [Text(0,0.5,'STATES'), Text(0.5,0,'% Growth over previous year mean')]
                                    Mizoram
Tripura
                                   Nagaland
                                    Manipur
                           Arunachal Pradesh
                                  Karnataka
                             Andhra Pradesh
                   Andaman & Nicobar Islands
                                Chhattisgarh
Bihar
                                  Telangana
Assam
                             Madhya Pradesh
                                  Kerala
Tamil Nadu
                           Himachal Pradesh
                                 Puducherry
                               Chandigarh
Uttar Pradesh
                                    Haryana
                                   harkhand
                                Rajasthan
Maharashtra
                                All_India GDP
Punjab
                                     Guiarat
                                      Sikkim
                                      Odisha
```

Which states have been growing consistently fast, and which ones have been struggling?

Mizoram is growing consistently fast as compared to Goa which is lagging behind

7.5 10.0 12.5 % Growth over previous year mean

- Curiosity exercise what has been the average growth rate of your home state, and how does it compare to the national average over this duration?
 My Home State is Karnataka which is doing well its in 6th position, average growth rate of karnataka is 1.2 times greater than All India GDP, Karnataka's current growth rate is 14.12%.
- Plot the total GDP of the states for the year 2015-16:



o Identify the top-5 and the bottom-5 states based on total GDP

Top 5 States are:

- 1. Tamil Nadu
- 2. Uttarpradesh
- 3. Karnataka
- 4. Gujarat
- 5. Andrapradesh

Bottom 5 states are:

- 1. Chandigarh
- 2. Meghalaya
- 3. puducherry
- 4. Arunachal Pradesh

Part I-B:

• For the analysis below, use Data I-B. You can also use Data I-B along with Data I-A if required. Also, perform the analysis only for the duration: 2014-15.

Gsva_df_list is a list of all Dataframes

```
In [77]: #Reading all files in Datalb and storing the corresponding dataframe in list
            import os
            arr=os.listdir('Data1b/')
            States=('Manipur','Nagaland','Mizoram','Maharashtra','Tripura','Funjab','Rajasthan','Himachal Pradesh')
            gsva_df_list=[]
            for state in arr:
                state in arr:

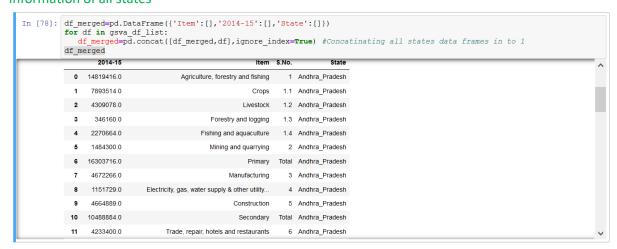
df=pd.read_csv('Datalb/'+state,encoding = "ISO-8859-1")

state=state.split('-')[1] #getting only state name in filename

df=df.loc[:,['S.No.','Item','2014-15']]#choosing only requried columns

df['State']=state # adding extra column of state so that we can get to know the dataframe belongs to which state
                 gsva_df_list.append(df)
           gsva df list[2]
Out.[771:
            0 1 Agriculture, forestry and fishing 3855548 Assam
                                                       Crops 2890544 Assam
            2 1.2
                                                  Livestock 173478 Assam
             3 1.3
                                           Forestry and logging 261987 Assam
             4 1.4
                                 Fishing and aquaculture 529539 Assam
                                            Mining and quarrying 1471149 Assam
            6 Total
                                            Primary 5326697 Assam
                  3
                                                 Manufacturing 2002936 Assam
            8 4 Electricity, gas, water supply & other utility... 296587 Assam
                                                  Construction 1733568 Assam
             9
                  5
                                 Secondary 4033091 Assam
            10 Total
                                Trade, repair, hotels and restaurants 2987155 Assam
            12 6.1 Trade & repair services 2876251 Assam
```

Concatenating all dataframes in to df_merge , so df_merged is final dataframe which has information of all states



 Filter out the Union Territories (Delhi, Chandigarh, Andaman and Nicobar Islands etc.) for further analysis since they are governed directly by the centre, not state governments.
 Filtering out the Union Teritories

• Plot the GDP per capita for all the states.

```
In [108]: plt.figure(figsize=[10,8])
             sns.barplot(x='2014-15',y='State',data=df_merged_filtered[df_merged_filtered['Item']=='Per Capita GSDP (Rs.)'].sort_value
Out[108]: <matplotlib.axes._subplots.AxesSubplot at 0x172a8ea9240>
                        Sikkim
                       Haryana
                        Kerala
                    Uttarakhand
                   Maharashtra
                   achal_Pradesh
                    Tamil_Nadu
Karnataka
                       Gujarat
                      Telangana
                        Punjab
               Arunachal Pradesh
                      Mizoram
                      Rajasthan
                        Tripura
                     Meghalaya
                        Odisha
                 Madhva Pradesh
                     Jharkhand
                        Assam
                       Manipur
                  Uttar_Pradesh
                         Bihar
                                                                                             200000
                                                                            150000
                                                                                                             250000
                                                                    2014-15
```

- o Identify the top-5 and the bottom-5 states based on GDP per capita.
 - Top 5 states are:
 - Sikkim
 - Haryana
 Kerala
 - Nerala
 Uttarakhanda
 - o Maharashtra
 - Bottom 5 States are:
 - Jharkhand
 - Assam
 - o Manipur
 - Uttar_Pradesh
 - o Bihar
- o Find the ratio of highest per capita GDP to the lowest per capita GDP.

The ratio is 7.08

 Plot the percentage contribution of primary, secondary and tertiary sectors as a percentage of total GDP for all the states.

```
In [115]: colors = ["yellow", "blue", "green"]
pt=pivot df merged filtered pst.plot.bar(stacked=True, color=colors, figsize=(20,7))
pt.set_ylabel('%Contribution')

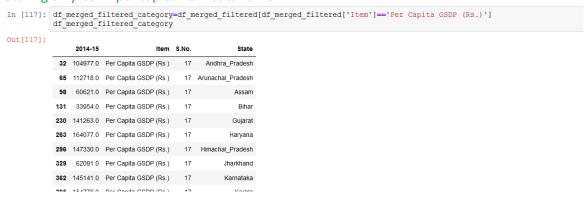
Out[115]: Text(0,0.5,'%Contribution')

Out[115]: description of the production of
```

• Categorise the states into four categories based on GDP per capita (C1, C2, C3, C4 - C1 would have the highest per capita GDP, C4 the lowest). The quantile values are (0.20,0.5, 0.85, 1), i.e. the states lying between the 85th and the 100th percentile are in C1, those between 50th and 85th percentile are in C2 and so on.

This can be done in 4 steps:

1. Fetching only GSDP per capita from dataframe



2. Creating Percentile column:

```
In [118]:
    df_merged_filtered_category['Percentile']=round(100*df_merged_filtered_category['2014-15'].rank(pct=True))
    df_merged_filtered_category
```

Out[118]:

	2014-15	Item	S.No.	State	Percentile
32	104977.0	Per Capita GSDP (Rs.)	17	Andhra_Pradesh	52.0
65	112718.0	Per Capita GSDP (Rs.)	17	Arunachal_Pradesh	56.0
98	60621.0	Per Capita GSDP (Rs.)	17	Assam	16.0
131	33954.0	Per Capita GSDP (Rs.)	17	Bihar	4.0
230	141263.0	Per Capita GSDP (Rs.)	17	Gujarat	68.0
263	164077.0	Per Capita GSDP (Rs.)	17	Haryana	96.0
296	147330.0	Per Capita GSDP (Rs.)	17	Himachal_Pradesh	80.0
329	62091.0	Per Capita GSDP (Rs.)	17	Jharkhand	20.0
362	145141.0	Per Capita GSDP (Rs.)	17	Karnataka	72.0
395	154778.0	Per Capita GSDP (Rs.)	17	Kerala	92.0
428	62989.0	Per Capita GSDP (Rs.)	17	Madhya_Pradesh	24.0
461	152853.0	Per Capita GSDP (Rs.)	17	Maharashtra	84.0
494	58442.0	Per Capita GSDP (Rs.)	17	Manipur	12.0

3. Creating categories based on percentile :

	2014-15	Item	S.No.	State	Percentile	Category
32	104977.0	Per Capita GSDP (Rs.)	17	Andhra_Pradesh	52.0	C2
65	112718.0	Per Capita GSDP (Rs.)	17	Arunachal_Pradesh	56.0	C2
98	60621.0	Per Capita GSDP (Rs.)	17	Assam	16.0	C4
131	33954.0	Per Capita GSDP (Rs.)	17	Bihar	4.0	C4
230	141263.0	Per Capita GSDP (Rs.)	17	Gujarat	68.0	C2
263	164077.0	Per Capita GSDP (Rs.)	17	Haryana	96.0	C1
296	147330.0	Per Capita GSDP (Rs.)	17	Himachal_Pradesh	80.0	C2
329	62091.0	Per Capita GSDP (Rs.)	17	Jharkhand	20.0	C3
362	145141.0	Per Capita GSDP (Rs.)	17	Karnataka	72.0	C2
395	154778.0	Per Capita GSDP (Rs.)	17	Kerala	92.0	C1
428	62989.0	Per Capita GSDP (Rs.)	17	Madhya_Pradesh	24.0	C3

4. Merging with original dataframe containing all Items:

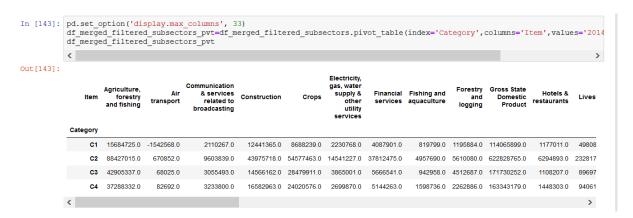
-	_merged_II	ltered_subsectors.head(33)			
:	2014-15	Itom	S.No.	State	Category
0	14819416.0	Agriculture, forestry and fishing		Andhra Pradesh	C2
1	7893514.0	Crops		Andhra_Pradesh	C2
2	4309078.0	Livestock	1.2	Andhra_Pradesh	C2
3	346160.0	Forestry and logging	1.3	Andhra_Pradesh	C2
4	2270664.0	Fishing and aquaculture	1.4	Andhra_Pradesh	C2
5	1484300.0	Mining and quarrying	2	Andhra_Pradesh	C2
6	16303716.0	Primary	Total	Andhra_Pradesh	C2
7	4672266.0	Manufacturing	3	Andhra_Pradesh	C2
8	1151729.0	Electricity, gas, water supply & other utility	4	Andhra_Pradesh	C2
9	4664889.0	Construction	5	Andhra_Pradesh	C2
10	10488884.0	Secondary	Total	Andhra_Pradesh	C2
11	4233400.0	Trade, repair, hotels and restaurants	6	Andhra_Pradesh	C2
12	3716000.0	Trade & repair services	6.1	Andhra_Pradesh	C2
13	517400.0	Hotels & restaurants	6.2	Andhra_Pradesh	C2
14	5076984.0	Transport, storage, communication & services r	7	Andhra_Pradesh	C2
15	424228.0	Railways	7.1	Andhra_Pradesh	C2
16	2816000.0	Road transport	7.2	Andhra_Pradesh	C2

• For each category C1, C2, C3, C4:

Find the top 3/4/5 sub-sectors (such as agriculture, forestry and fishing, crops, manufacturing etc.) [not primary, secondary and tertiary] which contribute to approx. 80% of the GSDP of each category

To find top subsectors which contribute to approx. 80% of the GSDP of each category these steps are followed:

1. Pivoting the Data:



2. Finding the contribution of Items to the GSDP by dividing all columns by their corresponding GSDP

```
In [124]: pd.set_option('display.max_columns', 33)
df_merged_filtered_subsectors_pvt_per=round(100*df_merged_filtered_subsectors_pvt.loc[:,'Agriculture, forestry and fishidf_merged_filtered_subsectors_pvt_per
               <
Out[124]:
                                                                                                Electricity.
                                                      Communication
                                                                                                gas, water
                                                                                                                                                      Gross
                            Agriculture
                                                                                                  supply &
other
utility
                                                           & services 
related to
                                                                                                             Financial
                                                                                                                         Fishing and
                                                                                                                                                              Hotels & Livestock Manufa
                                                                        Construction Crops
                                          transport
                            and fishing
                Category
                       C1
                                                                                  11.0
                                    14.0
                                                -1.0
                                                                   2.0
                                                                                           8.0
                                                                                                        2.0
                                                                                                                    4.0
                                                                                                                                  1.0
                                                                                                                                             1.0
                                                                                                                                                       100.0
                                                                                                                                                                       1.0
                                                                                                                                                                                    4.0
                                                                                   7.0
                                                                                                        2.0
                       C2
                                    14.0
                                                 0.0
                                                                   2.0
                                                                                           9.0
                                                                                                                    6.0
                                                                                                                                  1.0
                                                                                                                                              1.0
                                                                                                                                                       100.0
                                                                                                                                                                       1.0
                                                                                                                                                                                    4.0
                       C3
                                    25.0
                                                 0.0
                                                                   2.0
                                                                                   8.0
                                                                                                        2.0
                                                                                                                    3.0
                                                                                                                                  1.0
                                                                                                                                             3.0
                                                                                                                                                       100.0
                                                                                                                                                                       1.0
                                                                                                                                                                                    5.0
                       C4
                                   23.0
                                                 0.0
                                                                   2.0
                                                                                  10.0
                                                                                          15.0
                                                                                                        2.0
                                                                                                                    3.0
                                                                                                                                  1.0
                                                                                                                                                       100.0
                                                                                                                                                                       1.0
                                                                                                                                                                                    6.0
               <
```

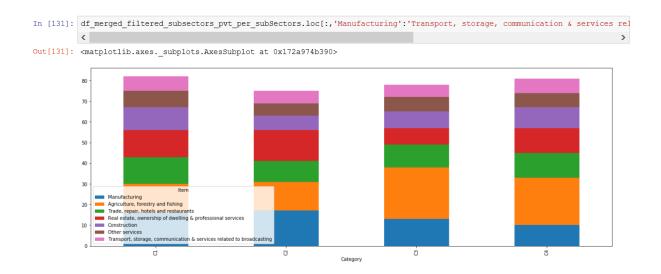
3. Selecting only subsectors from the pivoted dataframe:

```
In [127]: #Selecting only sub sectors as they are required for analysis, sub sub sectors are not considering for analysis subsectorsLists=['Agriculture, forestry and fishing', 'Manufacturing', 'Trade, repair, hotels and restaurants', 'Real estat
              {\tt df\_merged\_filtered\_subsectors\_pvt\_per\_subSectors=df\_merged\_filtered\_subsectors\_pvt\_per[subsectorsLists]}
              <
In [128]: #sorting by c1
              df_merged_filtered_subsectors_pvt_per_subSectors.sort_values(by='C1',axis=1,ascending=False,inplace=True)
              df_merged_filtered_subsectors_pvt_per_subSectors
              C:\Users\mahes\Anaconda3\lib\site-packages\ipykernel_launcher.py:2: SettingWithCopyWarning:
              A value is trying to be set on a copy of a slice from a DataFrame
              See the caveats in the documentation: http://pandas.pydata.org/pandas-docs/stable/indexing.html#indexing-view-versus-
Out[128]:
                                                                                                                 Transport,
storage,
ommunication
& services
related to
broadcasting
                                                                                                                                                           Electricity,
gas, water
supply &
other
utility
services
                                           Agriculture,
forestry and
fishing
                                                                                                                                                                       Mining
and
quarrying
               Category
                     C1
                                    16.0
                                                  14.0
                                                                13.0
                                                                               13.0
                                                                                              11.0
                                                                                                         8.0
                                                                                                                           7.0
                                                                                                                                      4.0
                                                                                                                                                      3.0
                                                                                                                                                                   20
                                                                                                                                                                              1.0
                     C2
                                    17.0
                                                  14.0
                                                                10.0
                                                                               15.0
                                                                                              7.0
                                                                                                         6.0
                                                                                                                           6.0
                                                                                                                                      6.0
                                                                                                                                                      3.0
                                                                                                                                                                   2.0
                                                                                                                                                                              2.0
                     C3
                                    13.0
                                                                                              8.0
                                                  25.0
                                                                11.0
                                                                                8.0
                                                                                                         7.0
                                                                                                                           6.0
                                                                                                                                      3.0
                                                                                                                                                      5.0
                                                                                                                                                                   2.0
                                                                                                                                                                              6.0
```

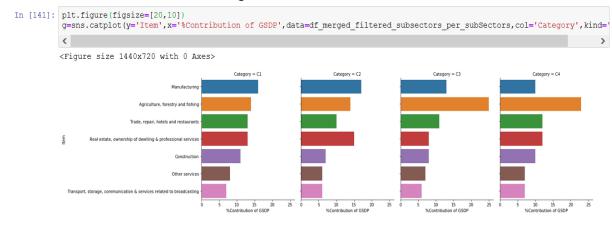
4. Finding the top subsectors which contribute approx 80% of GSDP of Categories:

```
#Finding the top subsectors which contribute approx 80% of GSDP of Categories df_merged_filtered_subsectors_pvt_per_subSectors.loc[:,'Manufacturing':'Transport, storage, communication & services rel
In [129]:
            <
Out[129]: Category
            C2
                   75.0
            C3
                   78.0
            C4
                   81.0
            dtype: float64
In [130]: #Finding the top subsectors which contribute approx 80% of GSDP of Categories
            df merged filtered_subsectors_pvt_per_subSectors.loc[:,'Manufacturing':'Financial_services'].sum(axis=1)
Out[130]:
            Category
            C2
                   81.0
            C3
                   81.0
            dtype: float64
```

- 5. By Observing Step 4, Sub Sectors from Manufacturing to Transport, storage, communication & services related to broadcasting (Please refer step 3 for DataFrame contribute approx 80% of GSDP of each category
- Plot the contribution of the sub-sectors as a percentage of the GSDP of each category.



- Now that you have summarised the data in the form of plots, tables etc., try to observe nonobvious insights from it
 - Which sub-sectors do the various categories need to focus on?



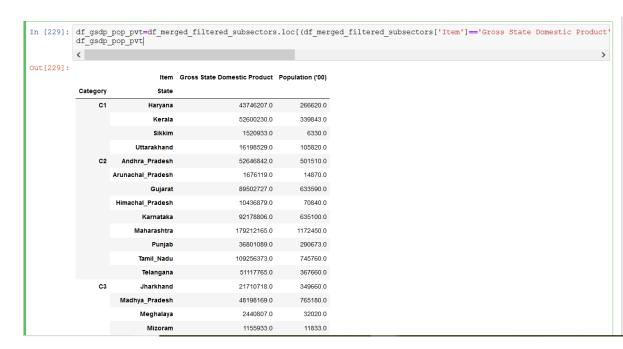
Some insights from the above graph

- Transport, storage, communication & services related to broadcasting should be improved in all sectors since that is the least Contributor in all categories.
- C1 and C2 should continue their focus on Manufacturing and Real estate, ownership of dwelling & profession service since they are the most contributing to their economy (Trade, repair, hotels and restaurants is also contributing well to economy but it is almost contributing same for all 4 categories so only deciding factors of top performing states that we can conclude from graph are Manufacturing and Real estate, ownership of dwelling & profession service because they are contributing very less in C3,C4 but contributing high in C1 and C2 to GSDP).
- States GDP depending most on Agriculture, Forestry and fishing are poor performers, these states should concentrate more on manufacturing since it has proved successful for good performing states.

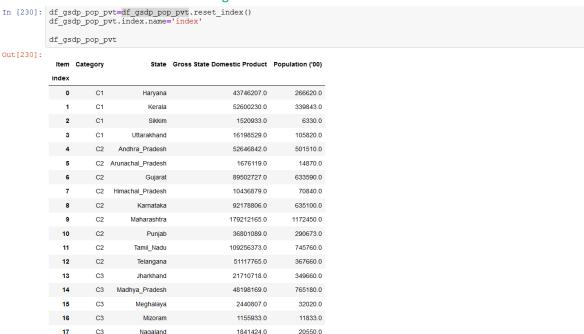
• How GSDP and population are releated for each states?

The following steps are followed:

1. Pivot table from dataframe with index as Category and States , columns as GSDP and Population and value as '2014-15' column has to be created



2. Now index has to be reset in order to get dataframe as shown below:



3. Plotting the Scatter plot(since 2 quantitative variables has to be compared therefore choosing scatter plot):

4. Insights from above graph

- 1. For C1 states GSDP is much lesser than C2 states but since population of C1 states is less ,GDP per capita is more, it means people in C1 states are much richer than C2 states
- 2. For most of C3 states population is very less so their GSDP is less
- 3. For C4 states their population is high GDP is less so people in those states are very poor
- 4. if we observe C1 and C2 we can almost see straight line, so inorder to be top performing state as population increases GSDP should increase linearly (This becomes even more clear by taking correlation between GSDP and Population)
- 5. Finding the correlation between GSDP, Population for C1 and C2:



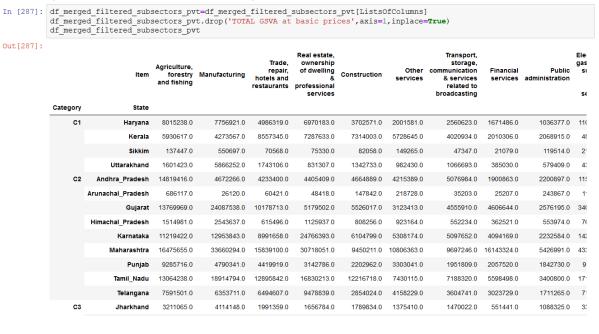
6. Finding the correlation between GSDP, Population for C2 and C3:

```
In [256]: #finding the correleation between GSDP, Population for C3 and C4
curr_C3_C4=df_gsdp_pop_pvt.loc[(df_gsdp_pop_pvt['Category']=='C3') | (df_gsdp_pop_pvt['Category']=='C4'),['Gross State I
curr_C3_C4.corr()

Cut[256]:

| Item | Gross State Domestic Product | Population ('00) |
| Item |
| Gross State Domestic Product | 1.000000 | 0.950605 |
| Population ('00) | 0.950605 | 1.000000
```

- 6. As we can observe for C1 and C2 correlation between GSDP and Population is 0.99 where as for C2 and C3 correlation between GSDP and Population is 0.95 so in order for states to perform better population should grow linearly with GSDP.
- How are the subsectors correlated with each other and also with GSDP?
 Following Steps are followed:
 - 1. Necessary columns has to be selected and pivoted as shown below:



2. Creating the Correlation table:

90]:												
	ltem	Agriculture, forestry and fishing	Manufacturing	Trade, repair, hotels and restaurants	Real estate, ownership of dwelling & professional services	Construction	Other services	Transport, storage, communication & services related to broadcasting		Public administration	Electricity, gas, water supply & other utility services	Mining and quarrying
	Item											
	Agriculture, forestry and fishing	1.000000	0.652841	0.795076	0.640536	0.846131	0.740825	0.867156	0.591329	0.919996	0.744057	0.52911
	Manufacturing	0.652841	1.000000	0.871131	0.819985	0.754282	0.795766	0.849458	0.917780	0.758989	0.961024	0.62362
	Trade, repair, hotels and restaurants	0.795076	0.871131	1.000000	0.855815	0.917197	0.951361	0.951138	0.836858	0.872829	0.831767	0.55850
	Real estate, ownership of dwelling & professional services	0.640536	0.819985	0.855815	1.000000	0.790158	0.879256	0.876446	0.871263	0.770606	0.749675	0.50333
	Construction	0.846131	0.754282	0.917197	0.790158	1.000000	0.878083	0.942457	0.691477	0.907869	0.721756	0.41474
	Other services	0.740825	0.795766	0.951361	0.879256	0.878083	1.000000	0.948624	0.863244	0.854044	0.753682	0.58214
	Transport, storage, communication & services related to broadcasting	0.867156	0.849458	0.951138	0.876446	0.942457	0.948624	1.000000	0.839667	0.935274	0.836455	0.57898
	Financial services	0.591329	0.917780	0.836858	0.871263	0.691477	0.863244	0.839667	1.000000	0.755256	0.887971	0.67230

3. Plotting the heat map for correlation between columns(heat maps are very efficient in visualising correlation therefore choosing heat maps):

							'							
Agriculture, forestry and fishing	1	0.65	0.8	0.64	0.85	0.74	0.87	0.59	0.92	0.74	0.53	0.73	0.92	0.82
Manufacturing -	0.65	1		0.82	0.75			0.92	0.76	0.96	0.62	0.97	0.8	0.93
Trade, repair, hotels and restaurants -	0.8	0.87	1	0.86	0.92	0.95	0.95		0.87	0.83	0.56	0.92	0.91	
Real estate, ownership of dwelling & professional services -	0.64	0.82	0.86	1	0.79						0.5	0.91		
Construction -	0.85	0.75		0.79	1	0.88	0.94	0.69	0.91		0.41	0.82	0.89	
Other services -		0.8	0.95	0.88	0.88	1		0.86			0.58	0.9		
Transport, storage, communication & services related to broadcasting -	0.87				0.94				0.94	0.84	0.58	0.93	0.94	
Financial services -	0.59	0.92			0.69	0.86	0.84	1	0.76		0.67	0.96	0.79	0.92
Public administration -	0.92	0.76			0.91		0.94	0.76	1		0.56	0.84	0.94	
Electricity, gas, water supply & other utility services -	0.74	0.96			0.72	0.75	0.84	0.89	0.8	1	0.66	0.94		
Mining and quarrying -	0.53	0.62	0.56	0.5	0.41	0.58	0.58	0.67	0.56	0.66	1	0.65	0.63	0.64
Taxes on Products -		0.97						0.96			0.65	1		0.98
Subsidies on products -											0.63	0.88		
Gross State Domestic Product -			0.96								0.64	0.98		
	Agriculture, forestry and fishing	Manufacturing	Trade, repair, hotels and restaurants	Real estate, ownership of dwelling & professional services	Construction	Other services	Tansport, storage, communication & services related to broadcasting-	Financial services	Public administration	Electricity, gas, water supply & other utility services	Mining and quarrying-	Taxes on Products	Subsidies on products.	Gross State Domestic Product

- 4. Insights from above Heat Map
 - Trade, repair, hotels and restaurants and Transport, storage, communication & services related to broadcasting are highly correlated with GSDP other subsectors are also at par with the latter except mining and quarrying which is the least correlated with GSDP.
 - 2. All subsectors are correlated with each other except mining and quarrying.

 Agriculture, forestry and fishing is correlated with all subsectors except for

- Financial services, mining and quarrying, Real estate, ownership of dwelling & professional services, Manufacturing, other Services
- 3. Agriculture, forestry and fishing is highly correlated with Subsides on Products which is quite logical because Government provides more subsidies for Agriculture, fishing. (Transport, storage, communication & services related to broadcasting and Public administration are also highly correlated to subsides, from previous analysis we came to know that these do not contribute much to the GSDP so considering only Agriculture)
 - In order to give subsides GSDP must be strong, GSDP is highly correlated with Taxes on Products and also from previous analysis we found that C1 and C2 top performing category states has Manufacturing and Real estate, ownership of dwelling & professional services as top contributors for GSDP
 - so in order to grow GSDP main concentration should be on
 Manufacturing and Real estate, ownership of dwelling &
 professional services which helps in collecting Taxes(since
 manufacturing and real estate are both highly correlated with Taxes
 on Products) which in turn help Agriculture, forestry and fishing to
 grow because Stronger the GSDP greater the Subsidies(GSDP and
 Subsides are highly correlated), Subsidies help Agriculture, forestry
 and fishing to grow(Subsides and help Agriculture, forestry and
 fishing are highly correlated)
- Finally, provide at least two recommendations for each category to improve the per capita GDP.

Recommendations for Each Categories

- C1 and C2 should continue their focus on Manufacturing and Real estate, ownership of dwelling & profession service since they are the most contributing to their economy and helping them to remain top performing states
- 2. States GDP depending most on Agriculture, Forestry and fishing are poor performers, these states should concentrate more on manufacturing since it has proved successful for good performing states
- 3. Agriculture, forestry and fishing is highly correlated with Subsides on Products which is quite logical because Government provides more subsidies for Agriculture, fishing.(Transport, storage, communication & services related to broadcasting and Public administration are also highly correlated to subsides, from previous analysis we came to know that these do not contribute much to the GSDP so considering only Agriculture, Forestry and fishing)
 - In order to give subsides GSDP must be strong, GSDP is highly correlated with Taxes on Products and also from previous analysis we found that C1 and C2 top performing category states has Manufacturing and Real estate, ownership of dwelling & professional services as top contributors for GSDP

- so in order to grow GSDP main concentration should be on
 Manufacturing and Real estate, ownership of dwelling & professional
 services which helps in collecting Taxes(since manufacturing and real
 estate are both highly correlated with Taxes on Products)which in turn
 help Agriculture, forestry and fishing to grow because Stronger the GSDP
 greater the Subsidies(GSDP and Subsides are highly correlated)
- 4. C3 and C4 must concentrate on Manufacturing and Real estate, ownership of dwelling & professional services since top performing states C1 and C2 have these as their highest contributors where as in C3 and C4 they are not, so by following footsteps of top performing states C3 and C4 can also reach top
- 5. C1 and C2 must give subsides from taxes collected from Manufacturing,
 FinacialServices (highly correlated with taxes) to Public administration, Transport,
 storage, communication & services related to broadcasting, Agriculture, forestry
 and fishing (highly correlated with subsidies) so that these subsectors also grow
 and contribute greater to GSDP (these subsectors are also highly correlated to
 GSDP)

PART 2: GDP and Education Drop-out Rates

 Analyse if there is any correlation of GDP per capita with dropout rates in education (primary, upper primary and secondary) for the year 2014-2015 for the states. Choose an appropriate plot to conduct this analysis.

These steps are followed:

- 1. Data has to be read from csv file in to DataFrame
- Data is cleansed by selecting only necessary columns (Please note: Considering Primary - 2014-2015 just after Primary - 2012-2013 for analysis not Primary - 2014-2015.1). Now the data frame looks as shown below (ignoring null values in DataFrame):

	Level of Education - State	11111ary - 2014-2015	Opper 1 milary - 2014-2015	3econdary - 2014-2015
0	A & N Islands	1.21	1.69	9.87
1	Andhra Pradesh	4.35	5.20	15.71
2	Arunachal Pradesh	10.89	6.71	17.11
3	Assam	7.44	10.51	27.06
4	Bihar	2.09	4.08	25.90

- 3. Renaming Columns appropriately
- 4. Using 'df_merged_filtered_subsectors' dataframe from previous analysis (Part1-b) to join with part2 dataframe ('df_merged_filtered_subsectors' dataframe ie Part1b dataframe contains GSDP per capita which required for analysis therefore joining both dataframes)

Procedure followed for joining dataframe:

 States names in 'df_merged_filtered_subsectors' should match with part2 dataframe, so changing the 'df_merged_filtered_subsectors' dataframe names as shown below:

```
In [340]: #matching the states of both dataframe so that they can be joined latter def func(val):
                 if val=='Arunachal Pradesh':
                 return 'Arunachal Pradesh'
if val="Andhra_Pradesh':
                 return 'Andhra Pradesh'
if val=='Himachal Pradesh':
                 return 'Himachal Pradesh'
if val=='Tamil Nadu':
return 'Tamil Nadu'
                 if val=='Uttar_Pradesh
                      return 'Uttar Pradesh'
            df_merged_filtered_subsectors['State']=df_merged_filtered_subsectors['State'].apply(func)
            df_merged_filtered_subsectors.head()
Out[340]:
             0 14819416.0 Agriculture, forestry and fishing
                                                     1 Andhra Pradesh C2
             1 7893514.0
                                            Crops 1.1 Andhra Pradesh
             2 4309078.0
                                          Livestock 1.2 Andhra Pradesh
                                 Forestry and logging 1.3 Andhra Pradesh
             4 2270664.0 Fishing and aquaculture 1.4 Andhra Pradesh C2
```

 Now filtering only GSDP per capita from 'df_merged_filtered_subsectors', removing unnecessary columns from dataframe then it can be merged with part 2 Dataframe, after merging the final dataframe is shown below:

t[357]:							
		State	Primary - 2014-2015	Upper Primary - 2014-2015	Secondary - 2014-2015	GSDP per Capita	Category
	0	Andhra Pradesh	4.35	5.20	15.71	104977.0	C2
	1	Arunachal Pradesh	10.89	6.71	17.11	112718.0	C2
	2	Assam	7.44	10.51	27.06	60621.0	C4
	3	Bihar	2.09	4.08	25.90	33954.0	C4
	4	Gujarat	0.76	6.41	25.04	141263.0	C2
	5	Haryana	0.41	5.81	15.89	164077.0	C1
	6	Himachal Pradesh	0.46	0.87	6.07	147330.0	C2
	7	Jharkhand	6.41	8.99	24.00	62091.0	C3
	8	Karnataka	2.32	3.85	26.18	145141.0	C2
	9	Kerala	NaN	NaN	12.32	154778.0	C1
	10	Maharashtra	0.55	1.79	12.87	152853.0	C2
	11	Manipur	18.00	4.20	14.38	58442.0	C4
	12	Meghalaya	10.34	6.52	20.52	76228.0	C3
	13	Mizoram	12.96	4.78	21.88	97687.0	C3
	14	Nagaland	19.41	7.92	18.23	89607.0	C3
	15	Odisha	2.94	3.81	29.56	73979.0	C3
	16	Punjab	1.29	3.22	8.86	126606.0	C2

5. Finding the correlation between levels of Education:

Sikkim

Tamil Nadu

4.57

0.46

18

19

```
In [366]: df_gdpPerCapita_merged_corr=df_gdpPerCapita_merged[['Primary - 2014-2015','Upper Primary - 2014-2015','Secondary - 2015','Secondary - 2015',
                                                        df gdpPerCapita merged corr
                                                     <
Out[366]:
                                                                                                                                                                    Primary - 2014-2015
                                                                                                                                                                              1.000000 0.380254 0.052158
                                                                                                                                                                                                                                                                                                                       1.000000
                                                                                                                                                                                     0.052158
                                                                                                                                                                                                                                                                                                     0.442700
                                                            Secondary - 2014-2015
                                                                                                                                                                                                                                                                                                                                                                                                             1.000000
                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    -0.384483
                                                                                              GSDP per Capita
                                                                                                                                                                                                        -0.415490
                                                                                                                                                                                                                                                                                                                 -0.382104
                                                                                                                                                                                                                                                                                                                                                                                                              -0.384483
                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        1.000000
```

1.57

NaN

84837.0

240274.0

146503.0

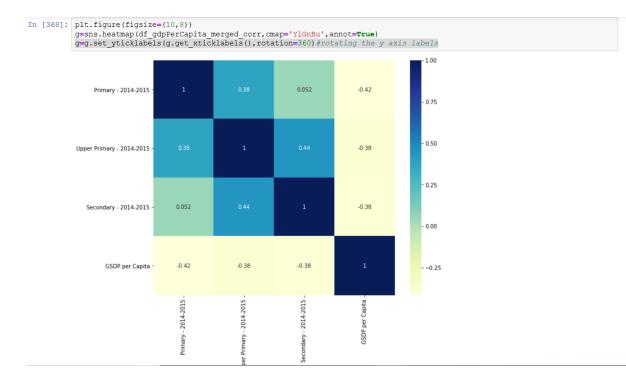
15.89

8.10

СЗ

C1

6. Plotting the heat map for calculated correlation

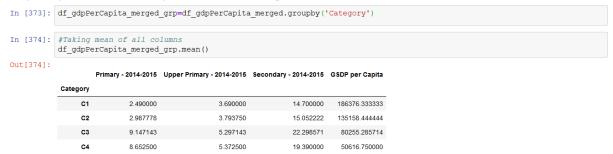


Write the key insights you observe from this data:

Observations from the graph:

- Primary, upper primary, Secondary dropout rates are negatively correlated with
 GSDP per Capita which means higher GSDP per capita lower the dropout rates
- Form at least one reasonable hypothesis for the observations from the data
 Hypothesis Form the above graph we observed that higher GSDP per capita lower the
 dropout rates, So top performing states C1,C2 must have lower drop rates compared to
 C3,C4

Steps to perform this analysis are shown in figure below:



Hypothesis Testing -

- C1,C2 top performing states which has higher GSDP per Capita has less drop rates in all levels of education compared to poor performing states C3,C4,so our hypothesis succeeded in this case.
- When C1 and C2 are compared, C1 has more GSDP than C2 and also C1 has lower drop rates than C2 for all levels of education, so our hypothesis succeeded in this case also.
- When C3 and C4 are compared, C3 has more GSDP than C4 but also C3 has higher drop rates than C4 for primary and Secondary levels of education, so our hypothesis Fails in this case.