COURSERA CAPSTONE

IBM Data Science Professional Certificate

Clustering Areas of Bangalore on the basis of number of Night Life Venues in the Area

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1. Introduction:

Bangalore, the capital of the state of Karnataka, is not only known as the 'Silicon Valley of India' but it is also the 'Pub Capital of India. Ever since the IT boom in India, Bangalore has been flooded with people from all of India and abroad and with the advent of this young energetic group of individuals, the night life of Bangalore grew, with the establishment of numerous clubs, pubs and restaurants.

With the hope of riding the wave of young people's advent into the city, most of the venues were constructed near the areas where population of young and office going people were high. But with time there has been a saturation in the market as many business' have made their mark in the night life industry with multiple chains around the city like SOCIAL, House of Commons, Truffles, Sherlock's etc.

For someone who wants to start a restaurant or other night life venues, choice of location is very critical as in can make or break them. This project can help with this problem as it will cluster different neighborhoods of the city based on the number of venues already available.

1.1 Business Problem:

The objective here is to use the KMeans algorithm to cluster the different areas based on the number of night life venues present in them. The algorithm will help to differentiate areas with High, Medium and Low density of such venues.

It can help a businessman or anyone who wants to build such venues take a small step forward by atleast showing them the areas where they can get the lion's share of profit instead of stepping into a place where it is already crowded with old established brands

1.2 Target Audience:

This project is particularly useful to property developers and investors looking to open or invest in new night life projects in the pub capital of India. It may also be helpful to anyone who considers night life venues as a considerable factor to where they stay or where they hang out.

2. Data:

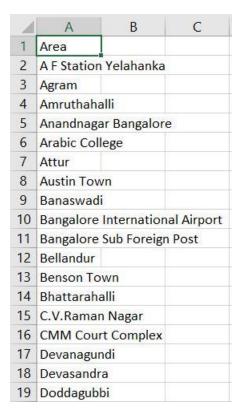
For this project, we needed:

- List of all of the areas of Bangalore
 - Sources:
 - https://pincode.net.in/
 - https://www.indiatvnews.com/pincode/karnataka/bangalore/bangalore-city
- The area's respective Latitude and Longitude
 - Using the Geopy Library
- List of all the venues within a certain radius of the coordinates
 - Using the FourSquare API

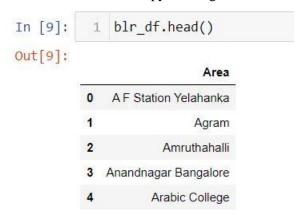
2.1 Data Collection:

It wasn't a direct process to get the areas along with their coordinates as it isn't available on the internet, so we first get a list of all the areas in Bangalore and then by the geocoder API we try to get their respective coordinates. There might be certain minor flaws as the exact coordinates might be difficult to get via the API and in certain examples, I had to manually change the coordinates to their correct ones.

1. First, we make a csv file with all the areas of Bangalore we could find from the websites mentioned above, I did it simply by copying the



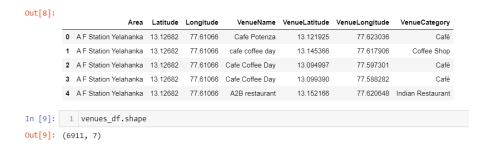
2. We then read this file in Jupyter using Pandas



- 3. We then use the geocoder API to get the coordinates of all the respective areas.
- 4. We then convert the coordinates into a dataframe and copy the columns of this dataframe into the main dataframe.



- 5. We then store this to a csv file and read that csv as the main csv for the project.
- 6. After getting this lot of data another data that had to be collected were the venues around the areas of Bangalore, that was done using the Foursquare API.
- 7. For the foursquare API we have to enter our CLIENT_ID and CLIENT_SECRET.
- 8. We then have to send a GET request to their server and they'll return a json file and the entries have been appended to a list called 'venues'.



9. There are 204 unique venue categories

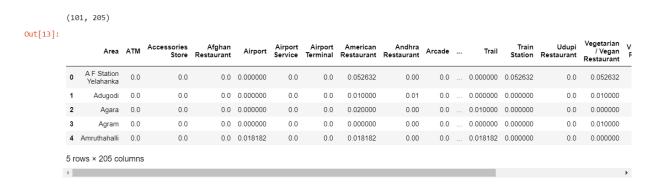
10. Now we have all the data that is necessary, after this we'll be cleaning and feature engineering as per the problem

3. Methodology:

1. For the first step we have to one-hot encode our dataframe to get categorical data into numerical.

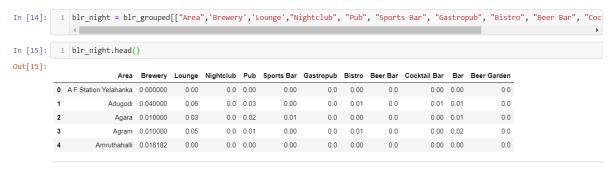
	(6	911, 205)													
Out[12]:															
		Area	ATM	Accessories Store	Afghan Restaurant	Airport	Airport Service	Airport Terminal	American Restaurant	Andhra Restaurant	Arcade	 Trail	Train Station	Udupi Restaurant	Vegetari / Veg: Restaura
	0	A F Station Yelahanka	0	0	0	0	0	0	0	0	0	 0	0	0	
	1	A F Station Yelahanka	0	0	0	0	0	0	0	0	0	 0	0	0	

2. Then we group the dataframe on the 'Area' column and then take the mean of all the entries.



3. From the list of categories, we now select all the necessary ones, as our problem statement includes night life venues, we select all the night life related categories we could find and create a new dataframe.

Select particular columns based on scenario



4. We now make use of K-Means algorithm to cluster the areas into 4 clusters. We selected 4 as we could find better results that were much better interpretable. We also add the cluster labels from the labels_ returned from kmeans.

Out[18]: Area Brewery Lounge Nightclub Pub Sports Bar Gastropub Bistro Beer Bar Cocktail Bar Bar Beer Garden Cluster Labels 0 A F Station Yelahanka 0.000000 0.00 0.0 0.00 0.00 0.0 0.00 0.0 0.00 0.00 0.0 Adugodi 0.040000 0.06 0.0 0.03 0.00 0.0 0.01 0.0 0.01 0.01 0.0 2 Agara 0.010000 0.03 0.0 0.02 0.01 0.0 0.00 0.0 0.00 0.01 0.0 Agram 0.010000 0.0 0.01 0.0 0.0 0.00 0.02 0.0 Amruthahalli 0.018182 0.00 0.0 0.00 0.00 0.0 0.00 0.0 0.00 0.00 0.0

5. After this we merge it the foremost dataframe to get the coordinates of all the areas.

4. Result:

SH39

Nelamangala

Bangolore
NNH48

NH48

NH75

SH82

Hoskote
Hoskote
toluk

NH75

SH82

NH48

NH75

NH75

SH82

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For the results we will plot the clusters on the Bangalore map using folium library.

As from this map we can clearly say that there is an interior cluster, a mid-outer cluster, an outer cluster and a small cluster towards the lower left of the map.

- 11. The inner cluster of cyan dots represent Cluster 2
- 12. The mid-outer cluster of red dots represent Cluster 0
- 13. The outer cluster of violet dots represent Cluster 1
- 14. The small cluster towards lower left of map represent Cluster 3

4.1 Ranking by score:

To make the analysis easier we make a 'score' by summing up half the value of the one-hot encoded columns for each cluster.

Observations:

This shows that if we consider the maximum score of all clusters.

The ranking will be sort of like this

Cluster_2 > Cluster_0 > Cluster_1 > Cluster_3

- 1. As we know the inner cluster is represented by cluster _2 which also has the highest max score, which inferences that the inner cluster has maximum number of night life venues.
- 2. The mid-outer cluster represented by cluster_0 has the second highest max score as it is not that far from the hotspots.
- 3. Cluster 1 is third as it is farther away from the city but more venues than cluster 3
- 4. Cluster_3 has the least with lowest number of venues

4.2 Cluster Wise Analyzing

Cluster_2:

```
In [45]: 1 #List of all areas in cluster 2
            cluster_2['Area']
Out[45]: 73
                                   H.K.P. Road
                                   Austin Town
          75
                            Dharmaram College
           76
77
                                    Doddagubbi
                                       Chickpet
                            Science Institute
          78
                         Domlur
Sivan Chetty Gardens
          80
          82
                                        Adugodi
                              Doddakallasandra
          84
                              Sampangiramnagar
                            Hampinagar
Maruthi Sevanagar
          86
          87
88
                 Bangalore Dist Offices Bldg
Bangalore Sub Foreign Post
          89
90
91
92
                               Lingarajapuram
EPIP
                                   Benson Town
                                   Koramangala
          93
94
95
                              Jeevanbhimanagar
                      Bnagalore Viswavidalaya
                                        Rolare
                                   Indiranagar
          97
                                 Doorvaninagar
          Name: Area, dtype: object
```

Cluster_2 has areas like Koramangala, Indiranagar which are hotspots of night life activity.

```
In [46]:

1 #Picking up a random area from cluster 2
2 c2_koramangala = venues_df[(venues_df['Area']=='Koramangala') & ((venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueSategory']=='Lounge')|(venues_df['VenueSategory']=='Lounge')|(venues_df['VenueSategory']=='Lounge')|(venues_df['VenueSategory']=='Lounge')|(venues_df['VenueSategory']=='Lounge')|(venues_df['VenueSategory']='Lounge')|(venues_df['VenueSategory']='Lounge')|(venues_df['Venue
```

We can also check this out by the number of venues that comes under these 2 areas with Koramangala having 14 venues and Indiranagar having 16 venues which ranks among the most number of venues.

Cluster_0:

```
In [50]: | 1 |#List of areas in cluster_0
              2 cluster_0['Area']
Out[50]: 0
                                  Yeshwanthpur Bazar
                                    Basaveshwaranagar
                                               Laggere
                                          Dommasandra
                                        Bhattarahalli
                                  Jayangar III Block
                                             Jayanagar
                                     C.V.Raman Nagar
                                             Carmelram
                                            Chamraipet
                                             J.C.Nagar
J P Nagar
            11
            12
13
                            ISRO Anthariksha Bhavan
                                                Hoodi
                                       Devasandra
H.A.L II Stage
                                        Gayathrinagar
Doddanekkundi
            16
17
            18
                            Bapagrama
Mahalakshmipuram Layout
            20
                                             Bellandur
                   Bangalore International Airport
            22
                                       Arabic College
                                          Anandnagar
Malleswaram
            23
24
            25
                           P&T Col. Kavalbyrasandra
Sadashivanagar
            26
            27
28
                                        Nandinilayout
                                             Agram
Mathikere
            30
                                             Banaswadi
                                     Malleswaram West
            31
                                                  Agara
```

These are some of the areas in cluster_0

```
In [52]: 

#Picking up area with highest score in cluster 0
co_cvraman = venues_df[(venues_df['Area']=='C.V.Raman Nagar') & ((venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|

In [53]: 

#Picking up random area in cluster 0
co_malleswaram = venues_df[(venues_df['Area']=='Malleswaram') & ((venues_df['VenueCategory']=='Lounge')|(venues_df['VenueCategory']=='Lounge')|

In [55]: 

1 len(co_malleswaram)

Out[55]: 8
```

We can also verify the score of cluster_0 by taking the area with the highest score among all in cluster_0 and a random area from the same cluster and seeing that the number of venues is quiet high but not as high as cluster_2.

Cluster_1:

```
#List of areas in cluster_1
cluster_1['Area']
Out[56]: 34
                                          Gaviopuram Extension
                35
                                                   Ullalu Upanagar
Tarabanahalli
                36
                                                            HSR Layout
                                                     Haragadde
G.K.V.K.
Jalahalli East
                38
39
                                              Rv Niketan
Peenya Dasarahalli
                41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
60
61
                                                     Jalahalli West
Nayandahalli
Nagarbhavi
                                                          Kodigehalli
                                                          Kumbalagodu
                                                          Magadi Road
                                                 Jalahalli
Electronics City
                                         A F Station Yelahanka
                                                     Vidyaranyapura
Amruthahalli
                                                            Anekal
Ashoknagar
Attibele
                                                            Attur
Bagalgunte
Bagalur
                                       Banashankari III Stage
Bannerghatta
                                                        Basavanagudi
Bettahalsur
```

These are some of the areas in cluster_1

```
In [58]: 1 #Picking up area with highest score in cluster 1
2 c1_nagarbhavi = venues_df[(venues_df['Area']=='Nagarbhavi') & ((venues_df['VenueCategory
In [59]: 1 len(c1_nagarbhavi)
Out[59]: 3

In [61]: 1 #Picking up random area in cluster 1
2 c1_begur = c0_cvraman = venues_df[(venues_df['Area']=='Begur') & ((venues_df['VenueCategory
In [62]: 1 len(c1_begur)
Out[62]: 4
```

As we see these areas have lesser number of venues than cluster_0 and cluster_2.

Cluster 3:

Cluster_3 has only 2 areas within it and also significantly lesser number of venues.

```
In [65]: 1 c3_thalaghattapura = venues_df[(venues_df['Area']=='Thalaghattapura') & ((venues_df['VenueCategory']=='Loung
In [66]: 1 len(c3_thalaghattapura)
Out[66]: 1
In [67]: 1 c3_anjanapura = venues_df[(venues_df['Area']=='Anjanapura') & ((venues_df['VenueCategory']=='Lounge')|(venue
In [68]: 1 len(c3_anjanapura)
Out[68]: 1
```

4.3 Final Result:

As verified from the number of venues per cluster taking the highest scoring area and a random area from the cluster, we can say that the clustering is correct as we have predicted that according to number of venues the ranking is:

 $Cluster_2 > Cluster_0 > Cluster_1 > Cluster_3$

Cluster	Area	Number of Venues
0	CV Raman Nagar	14
	Malleswaram	8
1	Nagarbhavi	3
	Begur	4
2	Koramangala	14
	Indiranagar	16
3	Thalaghattapura	1
	Anjanapura	1

5. Discussion

In this section, I would be discussing the observations I have noted and the recommendation that I can make based on the results.

This analysis is performed on limited data. There may be some discrepancies based on coordinate data. But if good amount of data is available there is scope to come up with better results.

- There is high competition in Cluster_2 so it is very risky to open business in these areas and is probably a saturated market with brands with strong hold on customer loyalty.
- Cluster_0 has potential as it is not as saturated as cluster_2 but not as far from the city heart as cluster_1.
- Cluster_1 is a tricky call to make as with the ever growing population of a city like Bangalore with major traffic issues, many people who are about the age of 35+ and well settled financially are moving away from the city to more peaceful areas, so it wouldn't be a bad choice to set up a branch sub chain or a major hub where people can come out of the city as a weekend trip.
- Cluster_3 is not a very good call as far as I can tell but if there is a influx of people there than it would be a great place to set up a new business as it is almost untouched.

6. Conclusion

What we wanted to achieve from this project was met and we could cluster Bangalore into potential clusters for the target audience and we clearly showed which cluster is a saturated market and which is not and also showed clusters that had future potential.

For future branching of this project into bigger projects we can first of all try to get more accurate coordinate data and also use other data like demographic data that includes population, income, age-group etc. to find out even better clusters and could be a full-fledged application with a bit of hardwork and patience.