



Presented By:
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# Brewery Operations and Market Analysis



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### INTRODUCTION

The craft beer industry is characterized by its focus on quality and innovation, making it essential for brewers to optimize production processes while maintaining high-quality standards. This project leverages machine learning techniques to enhance the quality control and efficiency of craft beer production. By analyzing comprehensive brewing data, we aim to identify key factors influencing quality and efficiency, enabling brewers to make datadriven decisions and improve their operations.

### DATASET

The dataset used in this project is titled "Comprehensive Analysis of Brewing Parameters, Sales Trends, and Quality Metrics in Craft Beer Production (2020-2024)." It includes a rich set of features, such as brewing parameters, ingredient ratios, production volumes, sales trends, and quality scores, collected over five years. This data provides a holistic view of the brewing process and its outcomes, allowing for in-depth analysis and modeling.

### PREPROCESSING

- Handling Missing Values
- Duplicate Check
- Data Transformation

### FEATURE ENGINEERING

- Ingredient Ratio Splitting: The Ingredient\_Ratio column was split into separate components, allowing for detailed analysis of individual ingredient contributions.
- Brew Ratio Calculation: Calculated the brew ratio to assess the balance of ingredients used in each batch.
- Sales Efficiency: Computed sales efficiency as the ratio of total sales to volume produced, providing insights into production effectiveness.

## EXPLORATORY DATA ANALYSIS

- Frequency Distribution
- Summary Statistics
- Trend Analysis
- Rolling Statistics
- Correlation Analysis
- Control Limits

```
Number of distinct values in 'beer style': 8
Frequency distribution for 'beer_style':
                                                  |summary| fermentation time|
                                                                                          temperature
                                                                                                                    pH Level
                                                                                                                                              gravity
+-----+
 |beer_style|count
                                                                                                                    100000000
                                                     count
                                                                       10000000
                                                                                             10000000
                                                                                                                                             10000000
                                                                      14.500898 19.999898511019087
                                                                                                          4.999940543893469
                                                                                                                                 1.0550028700788614
                                                      mean
Ale
            1251002
                                                    stddev|2.8720060965182497| 2.887029712032824|0.28863762894103623|0.014434649211836932|
 Porter
            1250773
                                                                              10 | 15.000001163771435 |
                                                                                                          4.500000005935603
                                                                                                                                 1.0300000027891478
                                                       min
 Sour
            1250307
                                                                              19 24.999998289887966
                                                                                                          5.499999818305633
                                                                                                                                 1.0799999980323736
                                                       max
 Stout
            1250296
 IPA
            1249603
            1249570
Lager
Pilsner
            1249426
                                                                                   |rolling_mean_sales|rolling_std_sales|
                                                               total_sales
|Wheat Beer|1249023|
                                          Brew Date
                                          2020-01-01 00:00:19|2664.7593448382822|2664.7593448382822|null
        Brew_Date | sum(total_sales) |
                                          2020-01-01 00:00:31|9758.801062471319 |6211.7802036548
                                                                                                       5016.245004558584
|2020-01-01 00:00:19|2664.7593448382822|
                                          2020-01-01 00:00:40 11721.087016274963 8048.215807861521 4764.330399759633
|2020-01-01 00:00:31| 9758.801062471319|
                                          2020-01-01 00:01:37 12050.177463190277 9048.70622169371
                                                                                                       4374.527065264268
|2020-01-01 00:00:40|11721.087016274963|
                                          2020-01-01 00:01:43|5515.0774647529615|8341.98047030556
                                                                                                       4104.835163794392
2020-01-01 00:01:37 12050.177463190277
|2020-01-01 00:01:43|5515.0774647529615|
|2020-01-01 00:01:48| 6278.389850288936|
|2020-01-01 00:01:49|14362.653665879505|
                                       Correlation between ingredient2 and ingredient3: -0.0002594275209472055
|2020-01-01 00:01:51|1082.3549117830858|
2020-01-01 00:02:16 7392.644809330611
                                       Correlation between ingredient2 and Brewhouse_Efficiency: -0.00032305355560068163
|2020-01-01 00:02:32|7648.2830929155325|
                                       Correlation between ingredient3 and Brewhouse_Efficiency: 0.00023379403558401138
2020-01-01 00:02:36 10634.431632453308
|2020-01-01 00:02:55|11852.097970324789|
|2020-01-01 00:03:04|11651.628703689214|
                                                                                                          Quality Score Control Limits:
|2020-01-01 00:03:09|1665.1818593163712|
                                                                                                          Upper Control Limit: 7.507318879418029
|2020-01-01 00:03:12| 17473.8825235854|
|2020-01-01 00:03:17| 2557.880022111579|
                                                                                                          Lower Control Limit: 7.492302400577395
|2020-01-01 00:03:22|13527.919120822819|
|2020-01-01 00:03:26|6824.2626567713705|
|2020-01-01 00:03:31| 5925.879914754564|
                                                                                                          Brewhouse Efficiency Control Limits:
|2020-01-01 00:03:33|6972.8499301042675|
                                                                                                          Upper Control Limit: 80.0423767254251
```

Lower Control Limit: 79,9594585796965

### MODEL IMPLEMENTATION

- Data Splitting: Divided the dataset into training and testing sets to evaluate model performance.
- Feature Selection: Identified relevant features that contribute significantly to the prediction of quality scores.
- Model Training: Trained the Random Forest model, leveraging its ability to handle complex, nonlinear relationships within the data.
- Model Evaluation: Calculated RMSE and MAE values.

### CLUSTERING

```
Silhouette with squared euclidean distance = 0.7526
Cluster Centers:
[1.45007875e+01 1.99995142e+01 5.00008955e+00 1.05500222e+00 1.88981216e+00 3.92189562e+00 5.24941715e+00 3.94940786e+01 1.19989311e+01 2.74623885e+03 3.00140315e+00 3.00049181e+00 2.99950687e+00 3.49907948e-01 2.00026483e-01 8.00017045e+01]
[1.45005756e+01 2.00002963e+01 4.99979909e+00 1.05500992e+00 1.88991460e+00 2.49806246e+00 5.25008621e+00 3.94952642e+01 1.19988859e+01 4.24768663e+03 2.99906394e+00 2.99975036e+00 3.00068498e+00 3.49930838e-01 2.00011701e-01 8.00031377e+01]
[1.45013322e+01 1.99998840e+01 4.99993334e+00 1.05499645e+00 1.88957850e+00 9.71490755e+00 5.24962263e+00 3.94992612e+01 1.20002226e+01 1.24797001e+03 2.99977968e+00 2.99976548e+00 3.00028307e+00 3.50045352e-01 1.99974015e-01 7.99979074e+01]
```

#### RESULTS

Test RMSE after cross-validation: 1.1182
Test MAE after cross-validation: 1.0002

```
|quality_score|
                    prediction
           7 7.500510685424583
           8 7.498263186830121
           9 7.501571453117759
           8 7.501333654983706
           9 7.503690781533601
           9 7.501796059108134
           7 7.5007777243879685
           9 7.500596589534146
           8 7.502048945497348
           8 7.502096544064179
```

```
Feature Importances:
fermentation_time: 0.0326
temperature: 0.0611
pH Level: 0.0909
gravity: 0.0520
brew_ratio: 0.0511
sales_efficiency: 0.0707
Alcohol Content: 0.0642
Bitterness: 0.0762
Color: 0.0423
Volume_Produced: 0.0600
Loss_During_Brewing: 0.0682
Loss During Fermentation: 0.0809
Loss During Bottling Kegging: 0.0806
ingredient2: 0.0580
ingredient3: 0.0490
```

Brewhouse Efficiency: 0.0623

### CONCLUSION

The model achieved a test Root Mean Square Error (RMSE) of 1.1182 and a Mean Absolute Error (MAE) of 1.0002, indicating a high level of accuracy in predicting quality scores. Feature importance analysis highlighted key drivers such as pH level, fermentation time, and sales efficiency. KMeans clustering was also applied, successfully segmenting the data into distinct groups with unique characteristics, as evaluated by the Silhouette score.

### THANK YOU!!!