# **Capstone Project - The Battle of Neighborhoods**

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#### 1. Introduction

## 1.1 Background

This project is sponsored by one of the big restaurant chains from Western India. They are interested in opening a multi-cuisine Indian restaurant in Delhi. Accordingly, this report has been prepared to evaluate the best neighborhood to open a new restaurant in one of the Delhi's localities. The restaurant should be in the neighborhood with good footfall and high business potential. This report will use the Foursquare API in order to analyse the data about the locations of existing restaurants in various neighborhoods and find out about trending venues and neighbourhoods that might suggest popular neighbourhood to open a new Indian restaurant.

Delhi is the capital city of India. The population of Delhi is around 20 million. The town is divided into nine districts (Boroughs). Delhi is a historical town. The area around Delhi was probably inhabited before the second millennium BCE and there is evidence of continuous inhabitation since at least the 6th century BCE. The city is believed to be the site of Indraprastha, the legendary capital of the Pandeva's in the Indian epic *Mahabharata*. The earliest architectural relics date back to the Mauryan period (c. 300 BCE). Delhi is a favourite destination for domestic (25 million tourists per year) and foreign tourists (5 million per year).

Delhi and New Delhi are used interchangeably to refer to the NCT- National Capital Territory of Delhi. The NCR- National Capital Region is a much larger entity comprising the entire NCT along with adjoining districts in neighbouring states of UP, Haryana and Rajasthan.

With Delhi's diverse culture, come the diverse food joints. Delhi is the birthplace of the hugely popular Mughlai cuisine. This is the style of cooking prevalent during the Mughlai era and is defined by the use of whole and ground spices. Some of the signature Mughlai dishes include *kebabs*, *koftas*, *pilafs*, and *biryani*. Delhi is also famous for its street food which includes *parathas*, *chaats*, and *kulfi*.

While India has always been a food-loving country, with each region, having its own special cuisine, Indians have never been very big on eating out. But all that is changing now. The restaurant industry in India has been growing at a rapid pace over the last decade or so and the growth story is set to continue in the near foreseeable future. Delhi is the leader in this rapid growth with variety of choices for food lovers from across the globe. Apart from Indian

cuisines, international chains like McDonalds, Domino's Pizza Hut, KFC, Burger King, Dunkin Donuts, Taco Bell, Krispy Kreme, cafes like Starbucks and Costa Coffee have set up shop in Delhi.

## 1.2 Map of Districts of Delhi( Equivalent to Boroughs)



#### 1.3 Problem Definition

One of our clients from Mumbai, who runs a big chain of Indian restaurants, is interested in opening a branch in Delhi. He has signed a contract with our firm to prepare a project report to suggest the best neighborhood to open the new Indian restaurant in Delhi.

For this project we will be using the descriptive and predictive capability of the much hyped data science tools and geospatial coordinate analysis with the help of Foursquare API.

The Project will focus on the following points to arrive at final solution:

a) Analysis of trending venues across neighbourhoods of Delhi

b) Neighborhoods already having large number of Indian restaurants

c) Neighbourhoods deficient in supply of Indian restaurants - the demand

supply gap

d) Neighbourhoods overcrowded with multi-category restaurants

including Indian restaurants - excess supply over demand.

e) Finally Zero on to the best neighborhoods in Delhi for opening a new

Indian Restaurant based on demand supply gap and closeness to

popular venues.

1.4 Target Audience

One of the big food chains from Mumbai, which runs a chain of Indian Restaurants in

Mumbai, and other towns of Western India, is the key stake holder sponsoring this

project.

Other business people interested in setting up a new restaurant in Delhi may also be

interested in the report.

2. Data Acquisition and Cleaning

2.1Data Sources

Based on the preliminary investigations the raw data from the following sources will

be collected for this project:

i) Delhi Wikipedia page to extract the districts (Boroughs) and Neighborhood data

https://en.wikipedia.org/wiki/List\_of\_districts\_of\_Delhi

ii) Data from Kaggle – Neighborhoods of Delhi

https://www.kaggle.com/shaswatd673/delhi-neighborhood-data

Restaurants of Delhi

https://www.kaggle.com/shrutimehta/zomato-restaurants-data

iii) Data from Foursquare: <a href="https://developer.foursquare.com/">https://developer.foursquare.com/</a>

Foursquare APIs will be used to get all the trending venues in each neighborhood.

iv) Python Libraries and tools as per the requirement will be imported or installed

## 2.2 Data Cleaning

# 2.2.1 Web Scrapping to Find the Boroughs and Neighborhoods

The Boroughs and Neighborhood data was scraped from Delhi Wikipedia page using the Beautifulsoup and lxml. The parent children relationship in html was used to retrieve the data. This retrieved data was converted into a tabular format in panda's data frame.

There were 185 records in tabular format with 185x2 structure i.e. 185 rows and 2 columns.

The sample Table format is given below:

	Borough	Neighborhood
1.	North West Delhi	Ashok Vihar
2.	North West Delhi	Azadpur
3.	North West Delhi	Bawana
4.	North West Delhi	Begum Pur
5.	North West Delhi	Dhaka
6.	North West Delhi	Jahangirpuri
7.	North West Delhi	Karala

## 2.2.2 Finding the Latitude and Longitude for Each Neighborhood

By using Nominatim the latitudes and longitudes were extracted for each neighborhood.

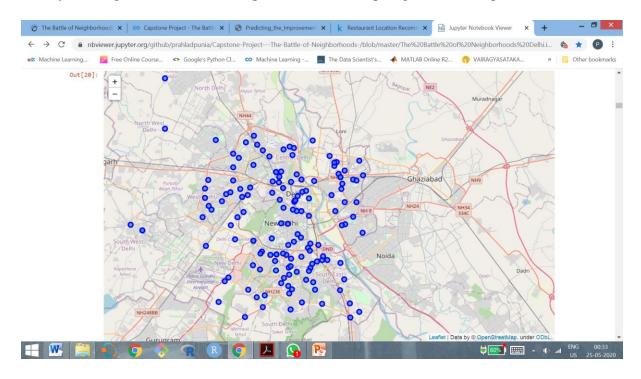
The two data sets that is Borough / Neighborhoods and the lat-long were joined to create a single pandas data frame.

Few records having NaN values were dropped.

This problem of NaN came because the lat —long coordinates could not be established correctly by the code due to lack of either spelling mismatch or similar names existing somewhere else. In few cases even Longitudes and latitudes were far off from the Delhi's latlong coordinates. A sample data frame is as given below:

	Borough	Neighborhood	latitude	longitude
0	North West Delhi	Adarsh Nagar	28.714401	77.167288
1	North West Delhi	Ashok Vihar	28.699453	77.184826
2	North West Delhi	Azadpur	28.707657	77.175547
3	North West Delhi	Bawana	28.799660	77.032885
4	North West Delhi	Dhaka	28.708698	77.205749

Finally the neighbourhoods were imposed on Delhi map to get the visual picture of the data



# 3. Exploring Data Analysis

# 3.1 Data Structure

The structure of Data was checked for further analysis.

#### i) Data Type

Data Types:
Borough object
Neighborhood object
latitude float64
longitude float64
dtype: object

## ii) Data Validation

The data was manually checked to ascertain that all Latitude and Longitude values are in the vicinity of Delhi Latitude and Longitude and there are no out liars.

# 4. Foursquare API

#### 4.1 Setting up Developer Account and Checking the Credentials

A developer account was setup with foursquare and credentials were checked.

#### 4.2 Fetching Data from Foursquare API

The foursquare account was used to fetch 100 venues within radius of 500 meters.

- a) The metadata was extracted using the get result and JASON.
- b) Categories of Venues were extracted by using the get\_category\_type
- c) JSON file was converted into pandas data frame by first filtering all the columns and rows and cleaning the columns. This will generate the complete database of nearby venues of Delhi.

## d) The Data Frame is as follows:

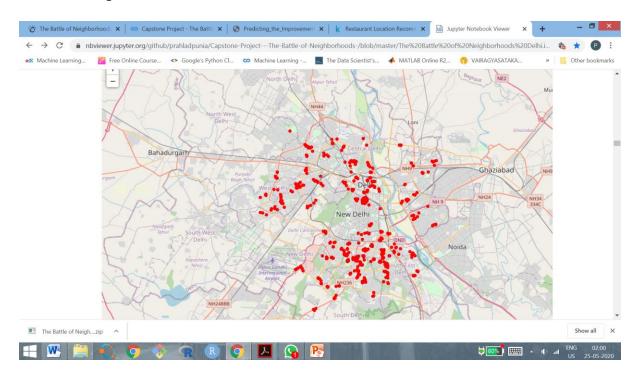
	name	categories	lat	long
0	Vishyavidyalaya Metro Station@Entry gate #1 n	Train Station	28.715596	77.170981
1	Adarsh Nagar Metro Station	Light Rail Station	28.716598	77.170436
2	Modern Age Computers	IT Services	28.716500	77.162900
3	My Idea Store	<b>Mobile Phone Shop</b>	28.717487	77.170922

## 4.3 Data frame for Delhi Venues with All Neighborhoods with Restaurants

Next a data Frame for Delhi Venues with all neighborhoods was created as shown below (849x8)

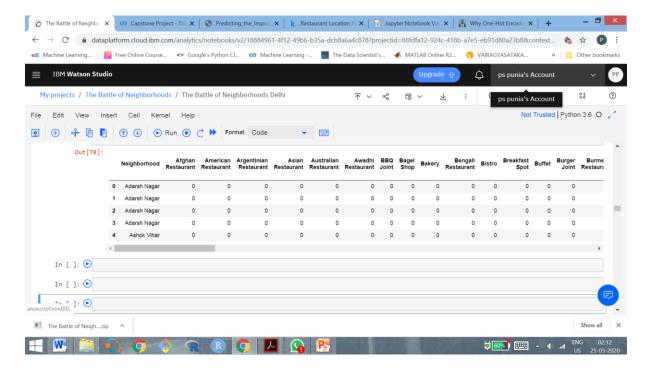
	Neighborhood	Neighborhood	Neighborhood	Venue	Venue	Venue	Venue
		Latitude	Longitude		Latitude	Longitude	Category
0	Adarsh Nagar	28.614193	77.071541	Eagle Boys Pizza	28.615595	77.070784	Pizza Place
1	Adarsh Nagar	28.614193	77.071541	Bikanerwala	28.613391	77.076084	Indian Restaurant
2	Adarsh Nagar	28.614193	77.071541	Bikano East Patel Nagar	28.616190	77.066978	Fast Food Restaurant
3	Adarsh Nagar	28.614193	77.071541	McDonald's	28.616330	77.067034	Fast Food Restaurant
4	Adarsh Nagar	28.614193	77.071541	Nat Khat Caterers	28.699630	77.187832	Indian Restaurant

#### 4.4 Delhi Map with all Restaurants



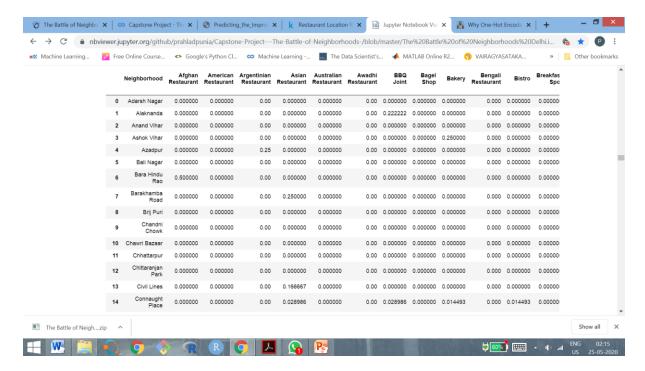
#### 4.4 One Hot Encoding

This was done to make the categories of restaurants into categorical data for easier analysis.



#### 4.5 Grouping the Data by Mean of the Frequency

This data was grouped by mean of the frequency of each category.



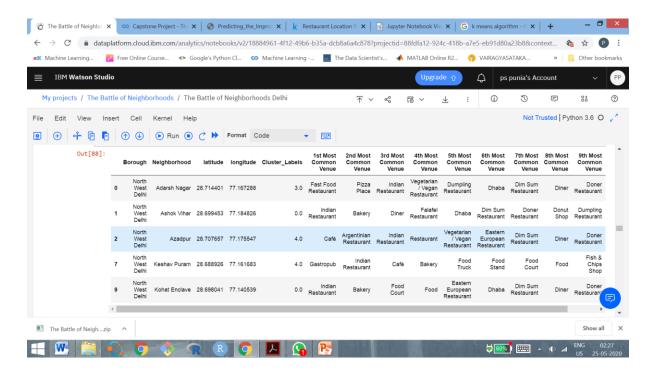
## 5. K Means Clustering Algorithm

Clustering algorithm k-means was applied to the data. **K-means clustering** is one of the simplest and popular unsupervised machine learning **algorithms.** In other words, the **K-means algorithm** identifies **k** number of centroids, and then allocates every data point to the nearest cluster, while keeping the centroids as small as possible. K=3, 4, 5, 6 was tried. K=5 is the best. Results for 4, 5, and 6 here were the same. This may be due to small database.

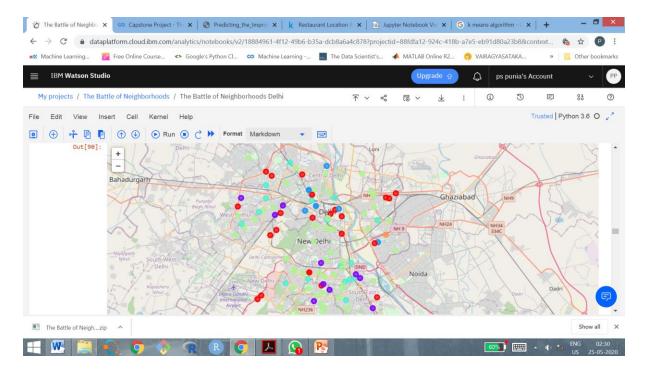
The array generated by k-means is:

array ([3, 4, 4, 0, 4, 4, 2, 4, 4, 3], dtype=int32) (for k=6)

## 5.1 DataFrame - Clusters & top 10 Venues for each Neighborhood

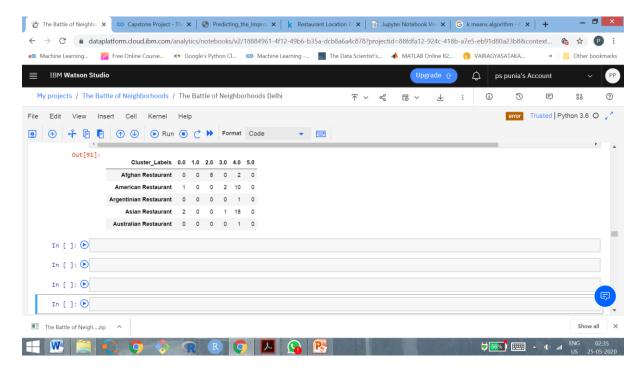


#### 5.2 Map of Clusters



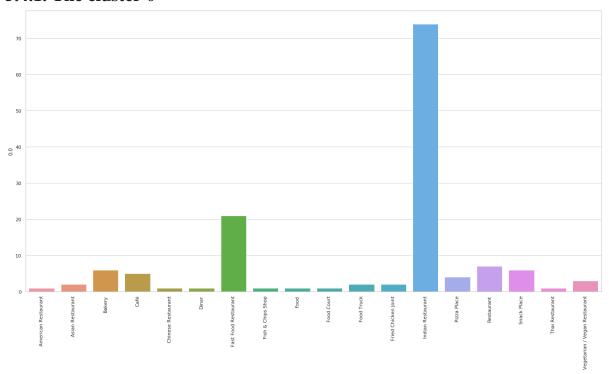
## 5.3 Analysing Each Cluster Data

The cluster data for each of the six clusters was analysed and the total number of each category were tabulated:

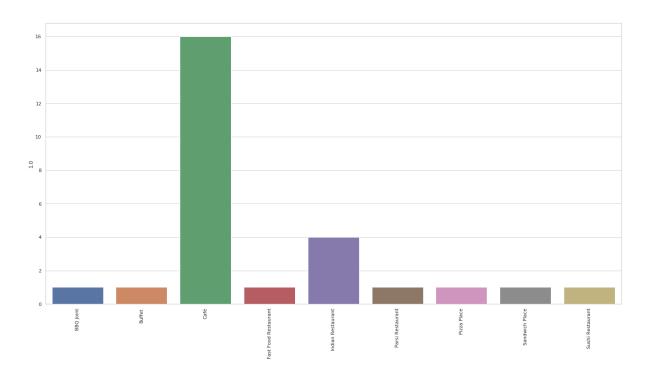


## 5.4 Plotting the Cluster Data on Bar Plot

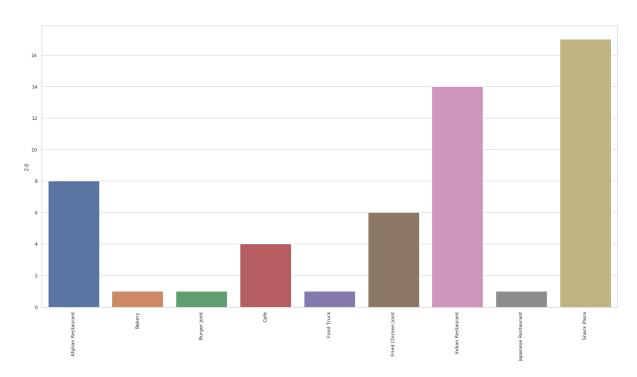
## **5.4.1.** The cluster **0**



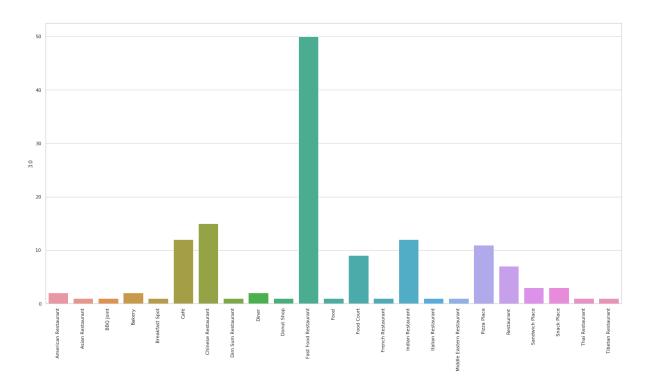
# 5.4.2 Cluster 1



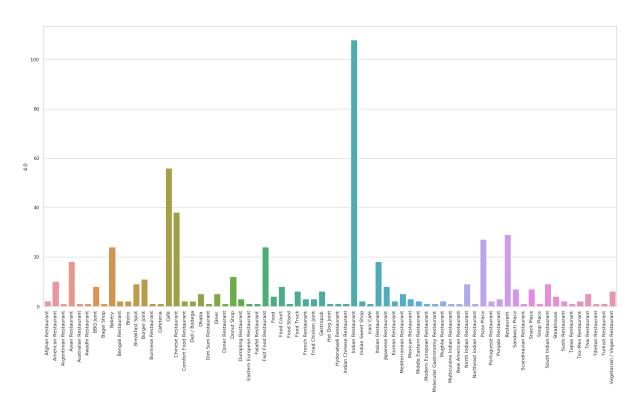
## 5.4.3 Cluster 2



## **5.4.4 Cluster 3**



# 5.4.5 Cluster 4



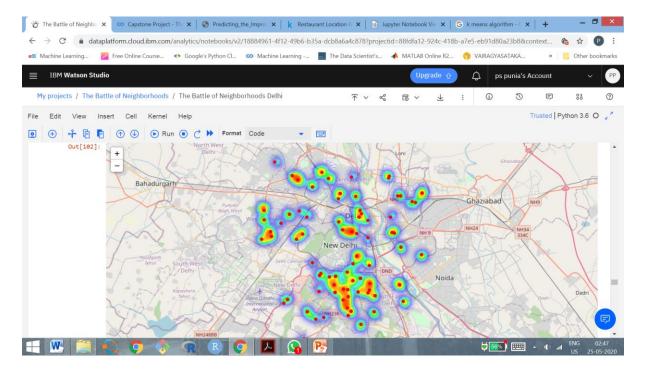
## **5.4.6** Analysing the Clusters

These 5 clusters were analysed by putting a constraint of Indian / other restaurants to arrive at the right location for Indian Multi Cuisine restaurants

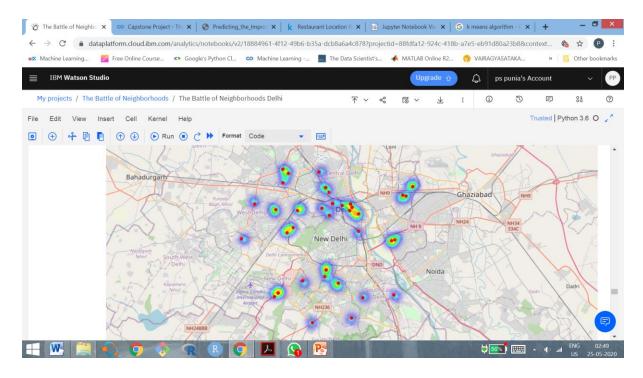
- 1. Frequency/ Density of the Indian Restaurants in each neighborhood. Avoid neighborhoods with >30% density of Indian Restaurants
- 2. Filter out the neighborhoods > 70 percentile of density for non-Indian Restaurants. Avoid neighborhoods having very high density of Restaurants.
- 3. Zero on to the most popular neighborhoods
- 4. Examine remaining neighborhoods which are close to popular neighborhoods and have less supply of Indian Restaurants
- 5. Finally zero on to the top neighborhoods for a new restaurant where demand supply gap exists and is closer to popular neighborhoods.

The results are visually shown in the next two maps.

#### 5.4.7 Clusters on the Map of Delhi with All Type of Restaurants



#### **5.4.7** Clusters with Only Indian restaurants



## 5.4.8. Most Popular Neighborhoods Delhi

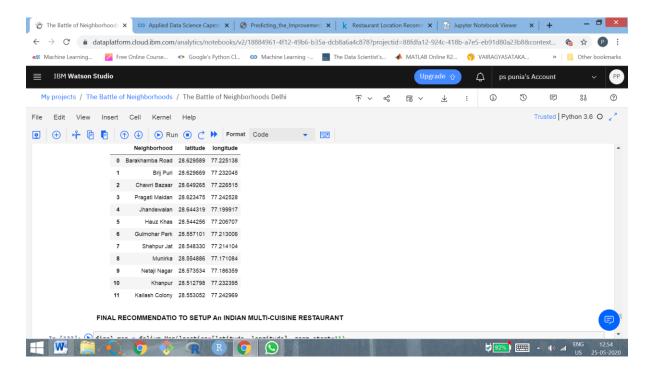
The following emerged as the most Popular Neighborhoods of Delhi:

array (['Connaught Place', 'Khirki Village', 'Hauz Khas Village'], dtype=object)

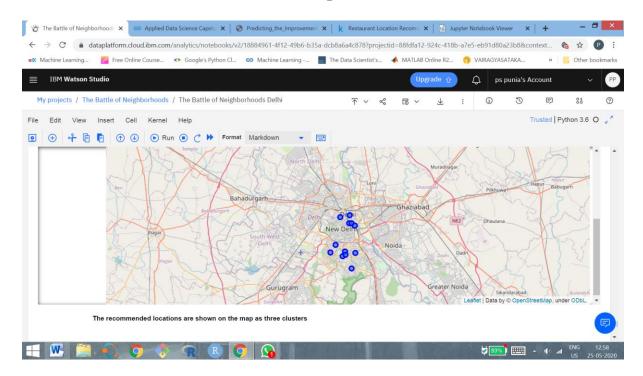
The neighbourhoods in these were further analysed for demand of Indian Restaurants and at t he same time no oversupply of other Restaurants.

Five Top neighbourhoods from each were identified. These were combined from the three neighbourhoods to finally arrive at 12 neighborhoods where the new restaurant can be setup.

# 5.4.9 FINAL RECOMMENDATIO TO SETUP AN INDIAN MULTI-CUISINE RESTAURANT



## 5.4.9 Final Recommended Sites on Map of Delhi



## 6. Conclusion

- 1. Total Delhi Neighborhoods selected were 165 with 849 Restaurants within radius of 0.5 kms.
- 2. The neighbourhoods were further clustered or segmented on the number of restaurants and category of Restaurants i.e. French, Fast-food, Chinese, Italian, Indian, Thai and Japanese etc.; 116 neighborhood with 75 categories
- 3. Finally using K-Means algorithm 5 clusters were obtained.
- 4. Each of these clusters had a good variety of Restaurants e.g. Italian, Afghani, Australian etc.;
- 5. Out of the collection we further filtered down the Indian Restaurants.
- 6. The clusters had following distributions

Cl	uster	1	No o	of	Indian	Restaurants
:		: :				:
1	0	1			5	I
1	1	1			10	I
1	2	1			75	1
1	3	1			125	1
I	4	1			1	1
	5	1			0	I

- 7. The clusters 2 and 3 are selected for analysis as they have the highest density of Indian restaurants.
- 8. Next a Heat map to analyse the density of restaurants in other neighborhoods was generated 56 neighborhoods with less number of Indian restaurants and at the same time over all low density of restaurants were selected.
- 9. Finally selected Top 3 neighborhoods i.e. Canaught Place (new name Rajiv Chowk), Hauz Khas Village and Khirki Village. As the potential venues.
- 10. Next Top 5 neighborhoods from these three were selected
- 11. The data in row 10 above was added together finally to arrive at 12 Neighborhoods that fulfil the business objective

#### Limitations of the results The results may not be fully accurate because of:

- 1. The dataset is very small. I tried with k=3, 4, 5, 6 and 7 but the results are mostly same with no change in final neighborhoods. To get better results we need a larger database of restaurants.
- 2. NCR the region in and around Delhi has 5000 restaurants listed on Zomato but we could find data only for 849.
- 3. Few neighborhoods (15 of them) Latitude and Longitude were beyond Delhi's lat long and had to be eliminated
- 4. Foursquare API does not have the most recent information on all restaurants in the city of Delhi
- 5. Only 100 Venues were selected initially which for a town like Delhi is very small.

#### References

- 1. Wikipedia page Neighborhoods of Delhihttps://en.wikipedia.org/wiki/Neighbourhoods\_of\_Delhi
- 2. Coursera course Notes by Alex Aklson
- 3. https://www.kaggle.com/shrutimehta/zomato-restaurants-data
- 4. zomato restaurants dataset and project on neighborhoods in the city of New Delhi by Zaved Rais
- 5. Restaurant Location Recommender by Kumar Shashwat
- 6. The projects on Toronto Neighborhood Analysis submitted as part of this course
- 7. Finally the Discussion Forum was a great help. Thank you to each one.