



UBER CASE STUDY

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Business Objective



- This case study is to study the demand supply gap for Uber customers who book cabs to travel from airport to city and from city to airport.
- The root cause analysis from this case study will be to provide recommendations to improve demand supply gap.
- The aim of analysis is to identify the root cause of the problem (i.e. cancellation and non-availability of cars) and recommend ways to improve the situation. As a result of your analysis, you should be able to present to the client the root cause(s) and possible hypotheses of the problem(s) and recommend ways to improve them.



Approach Followed

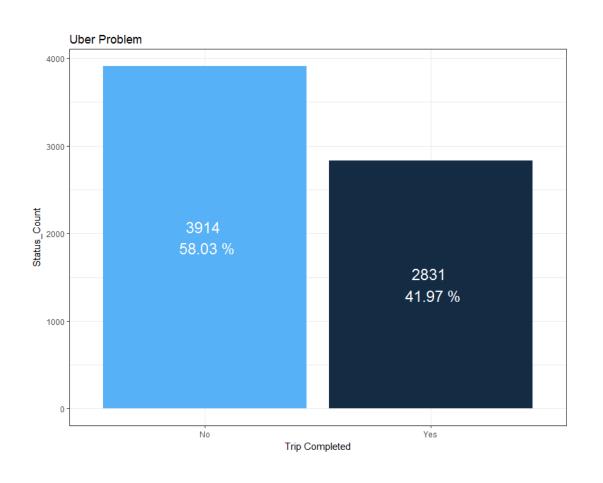


- Uber cab data is evaluated and cleansed for further data analysis.
- Visual identification of the most pressing problems for Uber.
- Gap between supply and demand.
- Plots created to visualize the frequency of requests that get cancelled or show 'no cars available';
- Identify time slots with the highest supply demand gap
- Identify types of requests (city-airport or airport-city) for which the gap is the most severe in the identified time slots.
- Conclusion and Recommendations



Uber Problem Identification



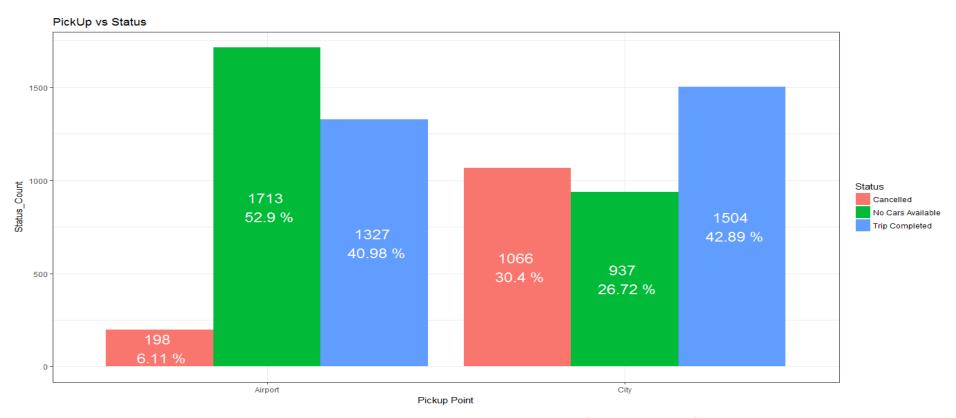


- The most pressing problem for Uber is that out of a total of 6745 rides, 58% of them are not accomplished.
- Further analysis is required to identify the root cause of this problem.







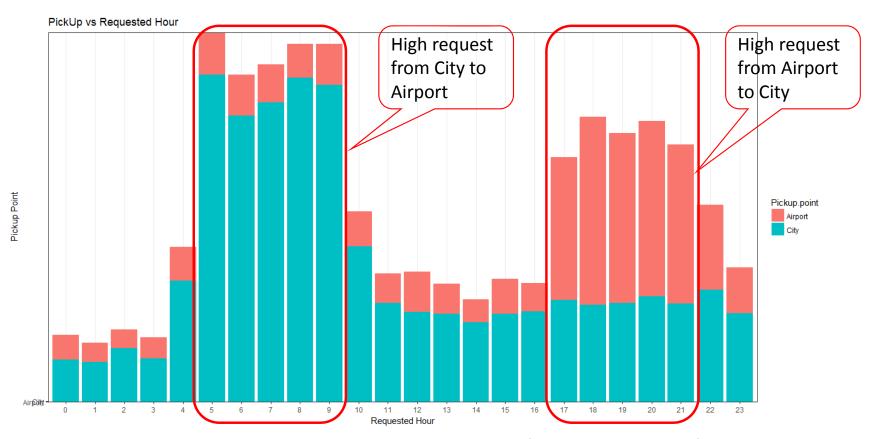


Analysis conducted on pickup point shows 2 main observations for reason of trip not being completed.

- 1) Pickup point airport has shortage of cab for 53% of trip requests from airport.
- 2) Pickup point from city has cancellation of cabs for 30% of trip requests from city.



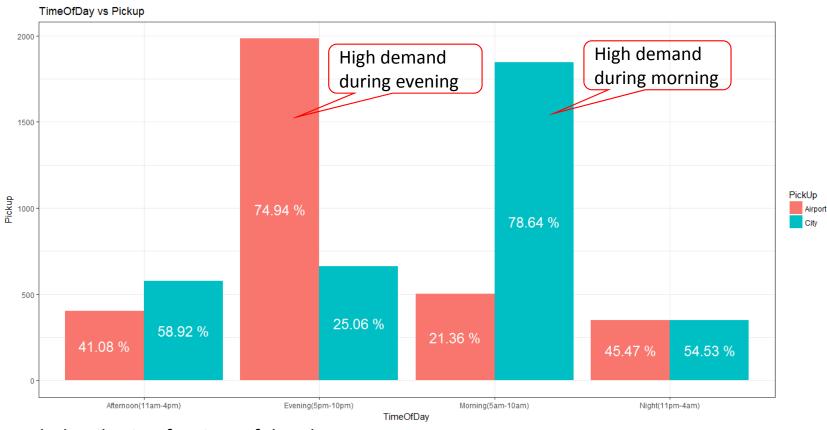




• Uber cab distribution on an hourly basis shows that there are frequent requests from city to airport during the day and frequent requests from airport to city during evening.





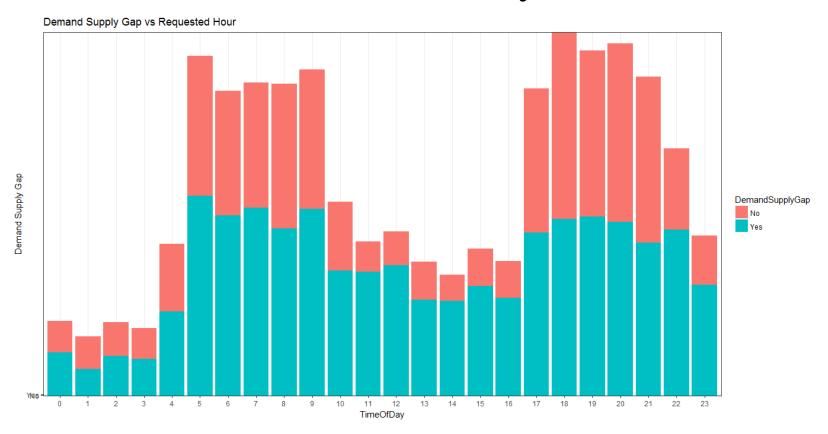


Uber cab distribution for time of day shows

- During evenings (5pm-10pm) there is high demand for cabs from city to airport
- During mornings (5am-10am) there is high demand for cabs from airport to city



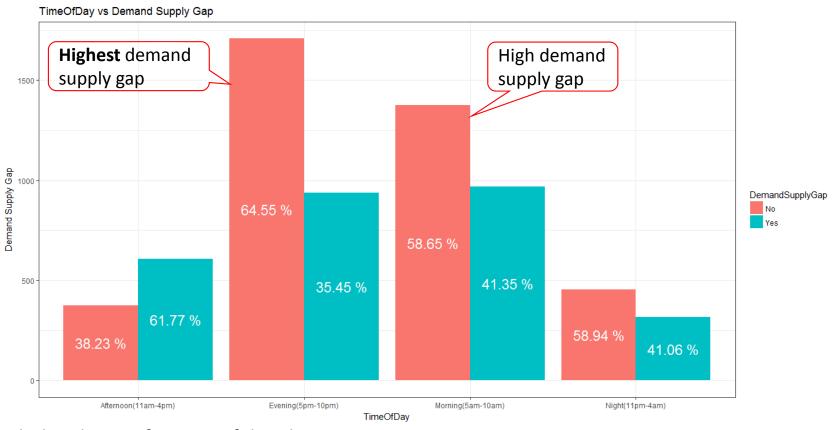




 Uber cab distribution on an hourly basis shows that there is always a gap between demand and supply at any given hour of the day.







Uber cab distribution for time of day shows

- During evenings (5pm-10pm) there is the highest supply demand gap for 65% of requests.
- During mornings (5am-10am) there is supply demand gap for 59% of requests.









The major problem areas for Uber are as under

- During evenings (5pm-10pm) 72% of trips from airport are not completed because of no cars available.
- During mornings (5am-10am) 47% of trips from city are not completed because of cabs cancellation.







Analysis	Hypothesis	Recommendation
Uber cab data from city to airport and	1. There might be a shortage of Uber cab	1. Higher availability of cabs for Uber customers.
airport to city reveals that only 42% of	offerrings to customer or customers might look	_
trips are completed indicating major gap in demand and supply.	for alternate arrangements(competitors, local transport) for their requirements	3. Offer discount coupons for loyal customers
		1. Give higher incentive to cab drivers to operate in
day indicate that evening and morning slots are the worse affected for demand supply gap.	or arriving at airport resulting in high demand in these time slots	2. Offer completed trips as 1.5 times to cab drivers.
During the evening, 70% of airport to city demand cannot be met due to unavailability of cabs.	airport during the day might might cause demand supply gap.	 Provide lunch to cab drivers to stay at airport once they arrive to airport in the morning. Have corporate tie-ups by pre-booking cabs at specific time slots.
During the morning, 47% of city to airport demand cannot be met due to cancelling of requests.	 Cab drivers in the morning prefer to do city rides Passengers have other options for travel to 	 Provide incentive to drivers for trips to airport. Provide incentive to loyal customers to stay with Uber.
	airport. 3. High number of corporate travellers in the morning.	3. Have tie up with corporate companies to prebook cabs.
Average trip time from completed time is 52mins	1. Average travel time for drivers might be higher than other trips during the day	1. Develop a system to provide points on number of kilometers travelled instead of number of trips completed per day.