Business Case: Yulu - Hypothesis Testing

About Yulu

Yulu is India's leading micro-mobility service provider, which offers unique vehicles for the daily commute. Starting off as a mission to eliminate traffic congestion in India, Yulu provides the safest commute solution through a user-friendly mobile app to enable shared, solo, and sustainable commuting.

Yulu zones are located at all the appropriate locations (including metro stations, bus stands, office spaces, residential areas, corporate offices, etc) to make those first and last miles smooth, affordable, and convenient!

Yulu has recently suffered considerable dips in its revenues. They have contracted a consulting company to understand the factors on which the demand for these shared electric cycles depends. Specifically, they want to understand the factors affecting the demand for these shared electric cycles in the Indian market.

Why this case study?

- From Yulu's Perspective:
 - Strategic Expansion: Yulu's decision to enter the Indian market is a strategic move to expand its global footprint. Understanding the demand factors in this new market is essential to tailor their services and strategies accordingly.
 - Revenue Recovery: Yulu's recent revenue decline is a pressing concern. By analyzing the factors affecting demand for shared electric cycles in the Indian market, they can make informed adjustments to regain profitability.
- From Learners' Perspective:
 - Real-World Problem-Solving: It presents an opportunity to apply machine learning and data analysis techniques to address a real-world business problem.
 - Market Insights: Analyzing factors affecting demand in the Indian market equips learners with market research skills. This knowledge is transferable to various industries.
 - Consulting Skills: Learners can develop their ability to act as consultants, providing data-driven insights to organizations

Business Problem:

- Which variables are significant in predicting the demand for shared electric cycles in the Indian market?
- How well those variables describe the electric cycle demands.

Features of the dataset:

• Column Profiling:

Feature	Description			
datetime	datetime			
season	season (1: spring, 2: summer, 3: fall, 4: winter)			
holiday	whether day is a holiday or not (extracted from http://dchr.dc.gov/page/holiday-schedule)			
workingday	if day is neither weekend nor holiday is 1, otherwise is 0.			
temp	temperature in Celsius			
atemp	feeling temperature in Celsius			
humidity	humidity			
windspeed	wind speed			
casual	count of casual users			
registered	count of registered users			
count - Total_riders	count of total rental bikes including both casual and registered			
 weather 				
Category	Details			
1	Clear, Few clouds, partly cloudy, partly cloudy			
2	Mist + Cloudy, Mist + Broken clouds, Mist + Few clouds, Mist			
3	Light Snow, Light Rain + Thunderstorm + Scattered clouds, Light Rain + Scattered clouds			
4	Heavy Rain + Ice Pallets + Thunderstorm + Mist, Snow + Fog			
# Importing the necessa	ary libraries			
<pre>import numpy as np import pandas as pd import matplotlib.pyplot as plt import seaborn as sns</pre>				
<pre>from scipy.stats import ttest_ind,f_oneway, levene, kruskal, shapiro, chi2_contingency from statsmodels.graphics.gofplots import qqplot</pre>				
<pre>import warnings warnings.filterwarnings("ignore")</pre>				
# converting data into dataframe				
<pre>yulu = pd.read_csv('bik</pre>	<pre>ke_sharing.csv')</pre>			

```
# making an copy of the dataset
df = yulu.copy()
# Top 5 rows of the dataframe
df.head()
              datetime season holiday workingday weather temp
atemp \
0 2011-01-01 00:00:00
                                                                9.84
14.395
1 2011-01-01 01:00:00
                                                                9.02
                                                             1
13.635
2 2011-01-01 02:00:00
                              1
                                                             1 9.02
13.635
   2011-01-01 03:00:00
                                                             1 9.84
14.395
4 2011-01-01 04:00:00
                                                             1 9.84
14.395
   humidity windspeed
                         casual
                                 registered
                                              count
0
         81
                    0.0
                              3
                                         13
                                                 16
1
         80
                    0.0
                              8
                                          32
                                                 40
2
                              5
                                          27
         80
                    0.0
                                                 32
3
         75
                    0.0
                              3
                                          10
                                                 13
4
         75
                    0.0
                              0
                                          1
                                                  1
# No of rows and columns
df.shape
(10886, 12)
# Checking of null values
df.isna().sum()
datetime
              0
season
              0
              0
holiday
workingday
              0
weather
              0
temp
              0
atemp
              0
humidity
              0
windspeed
              0
casual
              0
registered
              0
              0
count
dtype: int64
```

There are totally 10886 rows and 12 columns in the data

The data does not contain any nulls, thus no need of handling the missing data.

```
# Duplicate values check
df.duplicated().sum()
0
# skewness of each column
df.skew(numeric only = True)
             -0.007076
season
              5.660517
holiday
workingday
             -0.776163
weather
             1.243484
temp
              0.003691
atemp
             -0.102560
humidity
             -0.086335
windspeed
            0.588767
              2.495748
casual
              1.524805
registered
count
              1.242066
dtype: float64
```

Skewness Analysis of Variables

Symmetrical Majority:

• The majority of the variables, including 'season' and 'temp', exhibit skewness values close to zero, suggesting relatively symmetrical distributions.

Positive Skewness Insights:

 Variables such as 'holiday', 'weather', 'windspeed', 'casual', 'registered', and 'count' demonstrate positive skewness, pointing to a concentration of lower values and a rightward skew in their distributions.

Negative Skewness Observations:

• In contrast, 'workingday', 'atemp', and 'humidity' exhibit negative skewness, implying a concentration of higher values and a leftward skew in their distributions.

```
# Uniques values of each columns

df.nunique()

datetime    10886
season          4
holiday          2
workingday     2
```

```
4
weather
                 49
temp
atemp
                 60
humidity
                 89
windspeed
                 28
                309
casual
registered
                731
                822
count
dtype: int64
# data info
df.info()
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 10886 entries, 0 to 10885
Data columns (total 12 columns):
#
     Column
                 Non-Null Count Dtype
 0
     datetime
                 10886 non-null object
 1
     season
                 10886 non-null int64
2
     holiday
                10886 non-null int64
    workingday 10886 non-null int64
 3
 4
                10886 non-null int64
    weather
 5
    temp
                10886 non-null float64
 6
                10886 non-null float64
     atemp
 7
    humidity
                10886 non-null int64
 8
    windspeed
                 10886 non-null float64
 9
                10886 non-null int64
    casual
   registered 10886 non-null int64
10
11
    count
                10886 non-null int64
dtypes: float64(3), int64(8), object(1)
memory usage: 1020.7+ KB
# count column is sum of casual and the registered users
(df['casual'] + df['registered'] == df['count']).value counts()
        10886
True
Name: count, dtype: int64
# converting the categorical columns into category
cat col = ['season', 'holiday', 'workingday', 'weather']
for in cat col:
df[] = df[].astype('category')
df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 10886 entries, 0 to 10885
Data columns (total 12 columns):
                 Non-Null Count Dtype
     Column
 0
                 10886 non-null
                                 object
     datetime
                 10886 non-null
 1
     season
                                 category
 2
                 10886 non-null
     holiday
                                 category
 3
     workingday 10886 non-null
                                 category
 4
     weather
                 10886 non-null
                                 category
 5
                 10886 non-null float64
     temp
 6
     atemp
                 10886 non-null float64
 7
     humidity
                 10886 non-null
                                 int64
 8
                 10886 non-null float64
     windspeed
 9
     casual
                 10886 non-null
                                 int64
 10
    registered 10886 non-null int64
 11
    count
                 10886 non-null int64
dtypes: category(4), float64(3), int64(4), object(1)
memory usage: 723.7+ KB
# Converting datetime column into date time format
df['datetime'] = pd.to datetime(df['datetime'])
df['datetime'].dtype
dtype('<M8[ns]')</pre>
# Creating new columns from datetime and converting them to categories
df['year'] = df['datetime'].dt.year
df['month'] = df['datetime'].dt.month
df['day'] = df['datetime'].dt.day
df['hour'] = df['datetime'].dt.hour
df.head(2)
             datetime season holiday workingday weather temp
                                                                atemp
0 2011-01-01 00:00:00
                                                               14.395
                                                         9.84
1 2011-01-01 01:00:00
                                   0
                                                         9.02
                                                               13.635
   humidity windspeed casual registered count year
                                                         month day
hour
0
         81
                   0.0
                             3
                                        13
                                               16
                                                   2011
                                                             1
0
1
         80
                   0.0
                                        32
                                               40 2011
1
```

```
# replacing the number with category
# change of season
df['season'] =
df['season'].replace({1:'Spring',2:'Summer',3:'Fall',4:'Winter'})
# change of holiday
df['holiday'] = df['holiday'].replace({0:'No',1:'Yes'})
# change of workingday
df['workingday'] = df['workingday'].replace({0:'No',1:'Yes'})
# change of month
df['month'] = df['month'].replace({1: 'January',
                                    2: 'February',
                                    3: 'March',
                                    4: 'April',
                                    5: 'May',
                                    6: 'June',
                                    7: 'July',
                                    8: 'August',
                                    9: 'September',
                                    10: 'October',
                                    11: 'November'
                                    12: 'December'})
df.describe().transpose()
              count
                                               mean
min \
datetime
              10886 2011-12-27 05:56:22.399411968 2011-01-01
00:00:00
            10886.0
temp
                                           20.23086
0.82
            10886.0
                                          23.655084
atemp
0.76
humidity
            10886.0
                                           61.88646
0.0
                                          12.799395
windspeed
            10886.0
0.0
casual
            10886.0
                                          36.021955
0.0
            10886.0
                                         155.552177
registered
0.0
                                         191.574132
count
            10886.0
1.0
                                        2011.501929
            10886.0
year
2011.0
            10886.0
                                           9.992559
day
1.0
```

hour 0.0	10886.0		11.541613	
		25%	50%	
75% \	2011 07 02	07 15 00	2012 01 01 20 20 00	2012 07 01
datetime 12:45:00	2011-07-02	07:15:00	2012-01-01 20:30:00	2012-07-01
temp 26.24		13.94	20.5	
atemp 31.06		16.665	24.24	
humidity 77.0		47.0	62.0	
windspeed 16.9979		7.0015	12.998	
casual 49.0		4.0	17.0	
registered 222.0		36.0	118.0	
count 284.0		42.0	145.0	
year 2012.0		2011.0	2012.0	
day		5.0	10.0	
15.0 hour		6.0	12.0	
18.0				
datetime temp atemp humidity windspeed casual registered count year day	2012-12-19	max 23:00:00 41.0 45.455 100.0 56.9969 367.0 886.0 977.0 2012.0 19.0	std NaN 7.79159 8.474601 19.245033 8.164537 49.960477 151.039033 181.144454 0.500019 5.476608	
hour		23.0	6.915838	
df.describe).transpose()	
season holiday workingday weather	count uniqu 10886 10886 10886 10886	ue top 4 Winter 2 No 2 Yes 4 1	freq 2734 10575 7412 7192	

Temporal and Numerical Composition:

• The dataset encompasses both datetime information and various numerical features associated with bike rentals. The observations span from January 1, 2011, to December 19, 2012.

Diverse Numerical Feature Characteristics:

• Numerical features such as temperature, humidity, windspeed, and counts of casual and registered bike rentals show diverse ranges and distributions, highlighting the variability in rental patterns across different conditions.

Temporal Patterns and Concentrations:

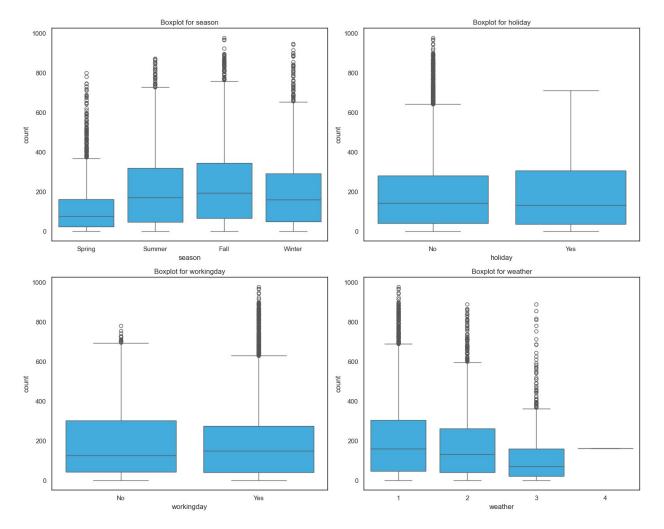
• Observations on the year, day, and hour variables indicate temporal patterns, with a concentration in 2011 and 2012, a mean day value around 10, and an hourly distribution ranging from 0 to 23.

Outlier Detection

```
plt.figure(figsize=(15, 12))
sns.set(style="white")

for i, column in enumerate(cat_col,1):
    plt.subplot(2, 2, i)
    sns.boxplot(x=column, y='count', data=df, color="#29B6F6")
    plt.title(f'Boxplot for {column}')

plt.tight_layout()
plt.show()
```



Outlier Analysis

Outliers in Different Seasons:

• In spring and winter, there are more unusual values in the data compared to other seasons.

Weather Outliers:

• Category 3 weather has a lot of unusual values, while category 4 weather doesn't have any.

Working Days vs. Holidays:

• On regular working days, there are more unusual values in the data than on holidays. This suggests some unexpected patterns during typical workdays that might need a closer look.

Univariate Analysis

```
# Time span of data
time span = df['datetime'].max() - df['datetime'].min()
time span
Timedelta('718 days 23:00:00')
df.columns
Index(['datetime', 'season', 'holiday', 'workingday', 'weather',
'temp',
       'atemp', 'humidity', 'windspeed', 'casual', 'registered',
'count'
       'year', 'month', 'day', 'hour'],
      dtype='object')
# Season counts
df['season'].value counts()
season
Winter
          2734
Summer
         2733
Fall
         2733
         2686
Spring
Name: count, dtype: int64
# holiday counts
df['holiday'].value counts()
holiday
No
       10575
         311
Yes
Name: count, dtype: int64
# workingday counts
df['workingday'].value counts()
workingday
      7412
Yes
No
       3474
Name: count, dtype: int64
# weather counts
df['weather'].value counts()
weather
    7192
1
2
     2834
3
      859
        1
Name: count, dtype: int64
```

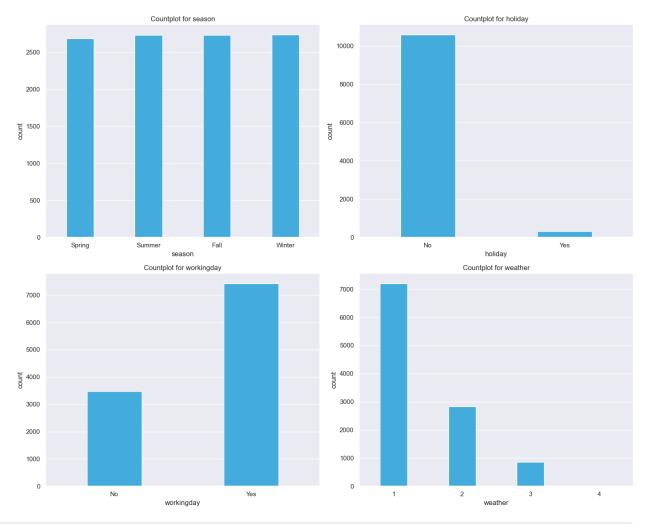
```
# year counts
df['year'].value_counts()
year
2012
        5464
2011
        5422
Name: count, dtype: int64
# month counts
df['month'].value_counts()
month
             912
May
June
             912
July
             912
August
             912
December
             912
October
             911
November
             911
             909
April
September
             909
February
             901
March
             901
January
             884
Name: count, dtype: int64
# day counts
df['day'].value_counts().sort_index()
day
      575
1
2
      573
3
      573
4
      574
5
      575
6
      572
7
      574
8
      574
9
      575
10
      572
11
      568
12
      573
13
      574
14
      574
15
      574
16
      574
17
      575
18
      563
19
      574
Name: count, dtype: int64
```

```
# countplot on categories

plt.figure(figsize=(15, 12))
sns.set(style="darkgrid")

for i, column in enumerate(cat_col, 1):
    plt.subplot(2, 2, i)
    sns.countplot(x=column, data=df, color="#29B6F6", width=0.4)
    plt.title(f'Countplot for {column}')

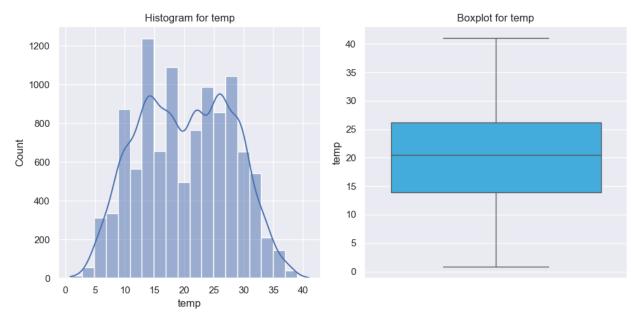
plt.tight_layout()
plt.show()
```



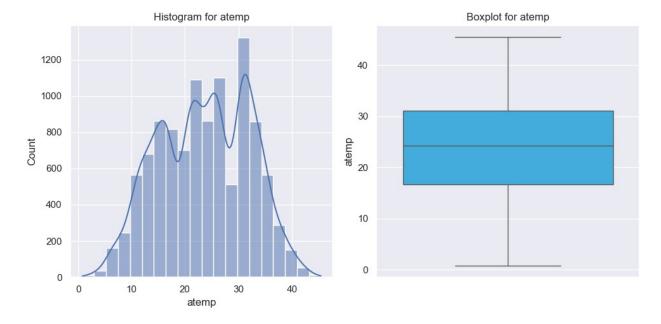
```
# Function for histogram & boxplot on numerical columns

def hist_box(column):
    f, axs = plt.subplots(1, 2, figsize=(10, 5))
    sns.set(style="darkgrid")
```

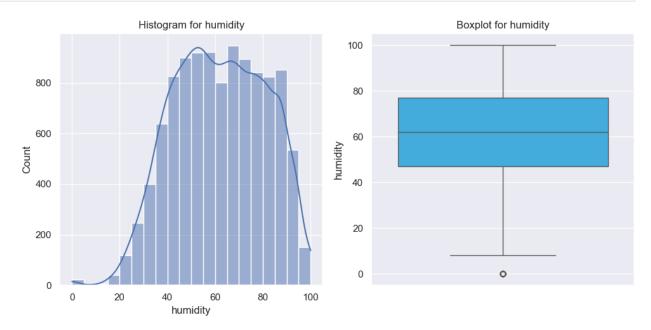
```
# Histogram
    plt.subplot(1, 2, 1)
    sns.histplot(df[column], bins=20, kde=True)
    plt.title(f'Histogram for {column}')
    # Boxplot
    plt.subplot(1, 2, 2)
    sns.boxplot(df[column], color="#29B6F6")
    plt.title(f'Boxplot for {column}')
    tabular data = df[column].describe().reset index()
    tabular_data.columns = ['Statistic', 'Value']
    display(tabular_data)
    plt.tight layout()
    plt.show()
num_col = ['temp', 'atemp', 'humidity', 'windspeed', 'casual',
'registered', 'count']
for column in num col:
    hist box(column)
 Statistic
                   Value
      count 10886.00000
0
1
       mean
                20.23086
2
        std
                7.79159
3
        min
                 0.82000
4
        25%
                13.94000
5
        50%
                20.50000
6
        75%
                26.24000
7
                41.00000
        max
```



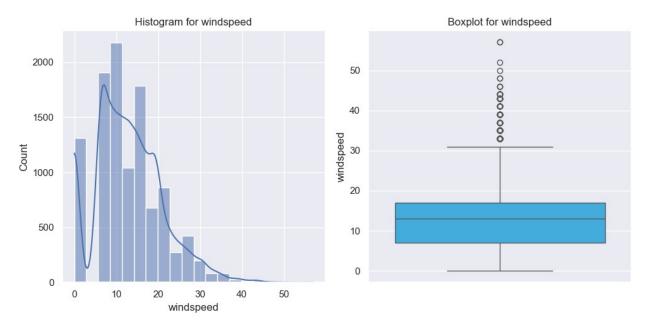
Sta	tistic	Value
0	count	10886.000000
1	mean	23.655084
2	std	8.474601
3	min	0.760000
4	25%	16.665000
5	50%	24.240000
6	75%	31.060000
7	max	45.455000



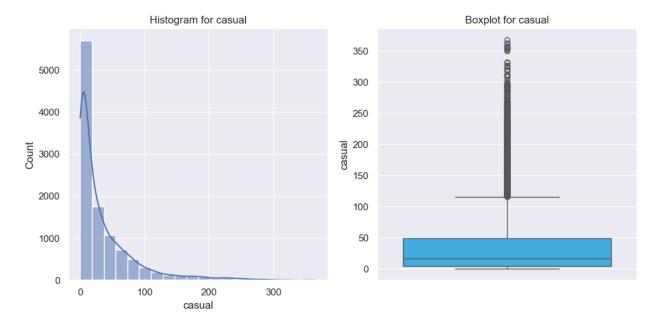
Val
Value
10886.000000
61.886460
19.245033
0.000000
47.000000
62.000000
77.000000
100.000000
- 1 5



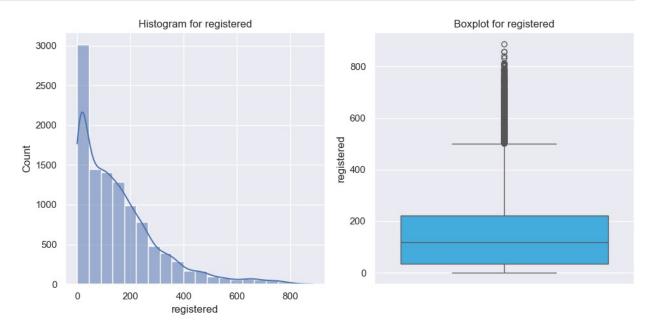
	Statistic	Value
0	count	10886.000000
1	mean	12.799395
2	std	8.164537
3	min	0.000000
4	25%	7.001500
5	50%	12.998000
6	75%	16.997900
7	max	56.996900



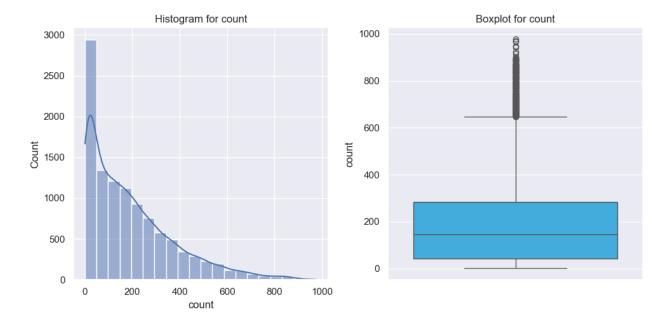
	Statistic	Value
0	count	10886.000000
1	mean	36.021955
2	std	49.960477
3	min	0.000000
4	25%	4.000000
5	50%	17.000000
6	75%	49.000000
7	max	367.000000



	Statistic	Value
0	count	10886.000000
1	mean	155.552177
2	std	151.039033
3	min	0.00000
4	25%	36.000000
5	50%	118.000000
6	75%	222.000000
7	max	886.000000



	Statistic	Value
6	count	10886.000000
1	mean	191.574132
2		181.144454
3		1.000000
4	25%	42.000000
5		145.000000
6		284.000000
7	max	977.000000



Numerical column analysis

Temp:

 The 'temp' column shows a diverse temperature range (0.82 to 41.0), with a median of 20.5 and moderate variability around the mean of approximately 20.23 degrees Celsius.

Atemp

• The 'atemp' column displays a wide range of apparent temperatures (0.76 to 45.455), with a mean of approximately 23.66 and moderate variability around the median of 24.24.

Humidity

• The 'humidity' column depicts a range of humidity values (0 to 100), with an average around 61.89. The distribution shows moderate variability, from 47 at the 25th percentile to 77 at the 75th percentile, indicating diverse humidity levels in the dataset.

WindSpeed

• The 'windspeed' column displays a range of wind speeds from 0 to 56.9979, with a mean of approximately 12.80.

Casual

• The 'casual' column demonstrates a broad range of casual bike rental counts, with values spanning from 0 to 367. The distribution is positively skewed, as indicated by the mean (36.02) being less than the median (17.0).

Registered

• The 'registered' column showcases a diverse range of registered bike rental counts, ranging from 0 to 886. The distribution is positively skewed, evidenced by the mean (155.55) being less than the median (118.0).

Count

• The 'count' column reveals a wide range of total bike rental counts, varying from 1 to 977. The distribution is positively skewed, with a mean (191.57) greater than the median (145.0), indicating a concentration of lower values

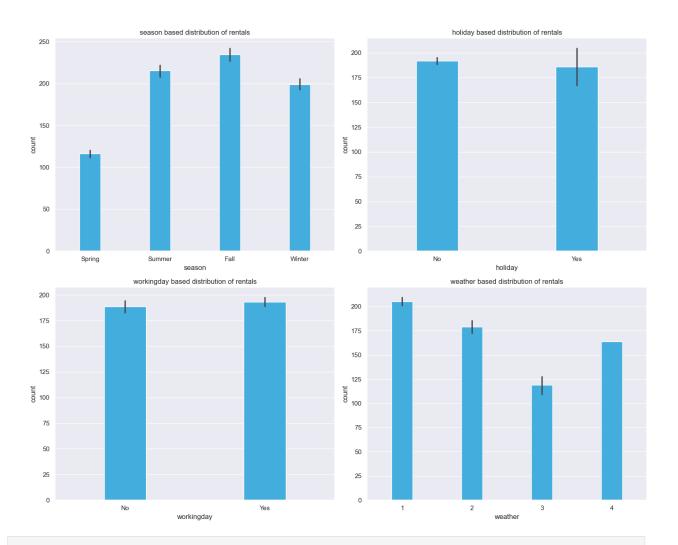
Bivariate Analysis

```
cat_col
['season', 'holiday', 'workingday', 'weather']
# barplot of categories

plt.figure(figsize=(15, 12))
sns.set(style="darkgrid")

for i, column in enumerate(cat_col,1):
    plt.subplot(2, 2, i)
    sns.barplot(x=column, y='count', data=df, color="#29B6F8", width = 0.3)
    plt.title(f'{column} based distribution of rentals')

plt.tight_layout()
plt.show()
```



corrrelation analysis

correlation_matrix = df[["atemp", "temp", "humidity", "windspeed",
"casual", "registered", "count"]].corr()
correlation_df = pd.DataFrame(correlation_matrix)
correlation_df

					_
	atemp	temp	humidity	windspeed	casual
registered	\				
atemp	1.000000	0.984948	-0.043536	-0.057473	0.462067
0.314635					
temp	0.984948	1.000000	-0.064949	-0.017852	0.467097
0.318571					
humidity	-0.043536	-0.064949	1.000000	-0.318607	-0.348187
0.265458					
windspeed	-0.057473	-0.017852	-0.318607	1.000000	0.092276
0.091052					
casual	0.462067	0.467097	-0.348187	0.092276	1.000000
0.497250					
registered	0.314635	0.318571	-0.265458	0.091052	0.497250
_					

```
1.000000
            0.389784 0.394454 -0.317371 0.101369
                                                      0.690414
count
0.970948
               count
atemp
            0.389784
temp
            0.394454
humidity
           -0.317371
            0.101369
windspeed
casual
            0.690414
registered
            0.970948
count
            1.000000
# correlation chart
plt.figure(figsize = (16, 10))
sns.heatmap(correlation matrix, annot = True)
plt.show()
```



Correlation Analysis

Atemp:

• Strong positive correlation with 'temp' (0.98), indicating a close relationship.

- Moderate positive correlation with 'casual' (0.46) and 'registered' (0.31).
- Positive correlation with 'count' (0.39), suggesting a relationship with overall bike rentals.

Temp (Temperature):

- Highly correlated with 'atemp' (0.98), indicating a strong connection.
- Moderate positive correlation with 'casual' (0.47) and 'registered' (0.32).
- Positive correlation with 'count' (0.39), showing a relationship with overall bike rentals.

Humidity:

- Weak negative correlation with 'atemp' (-0.04) and 'temp' (-0.06).
- Moderate negative correlation with 'casual' (-0.35), 'registered' (-0.27), and 'count' (-0.32).
- Indicates a tendency for fewer bike rentals during higher humidity.

Windspeed:

- Weak negative correlation with 'atemp' (-0.06) and 'temp' (-0.02).
- Weak positive correlation with 'casual' (0.09), 'registered' (0.09), and 'count' (0.10).
- Suggests a subtle influence on bike rentals with increasing wind speed.

Casual (Casual Bike Rentals):

- Strong positive correlation with 'atemp' (0.46) and 'temp' (0.47).
- Moderate negative correlation with 'humidity' (-0.35) and positive correlation with 'windspeed' (0.09).
- Highly correlated with 'registered' (0.50) and 'count' (0.69), indicating a significant impact on overall rentals.

Registered (Registered Bike Rentals):

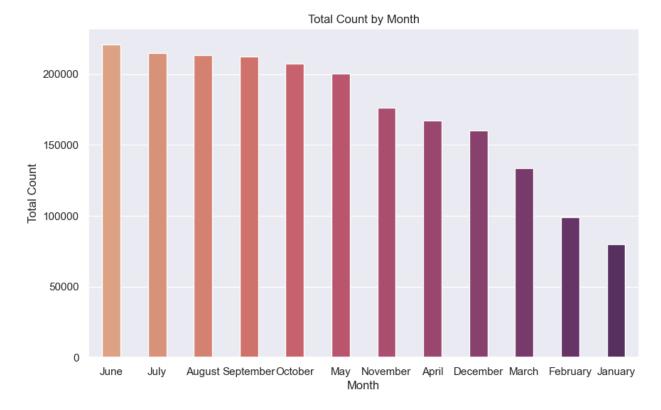
- Positive correlation with 'atemp' (0.31) and 'temp' (0.32).
- Negative correlation with 'humidity' (-0.27) and positive correlation with 'windspeed' (0.09).
- Highly correlated with 'casual' (0.50) and 'count' (0.97), emphasizing a substantial impact on overall rentals.

Count (Total Bike Rentals):

- Positive correlation with 'atemp' (0.39), 'temp' (0.39), and 'casual' (0.69).
- Negative correlation with 'humidity' (-0.32).
- Highly correlated with 'registered' (0.97), emphasizing the joint impact of casual and registered rentals on the overall count.

```
# counts based on months
monthly_count = df.groupby('month')['count'].sum().reset_index()
monthly_count = monthly_count.sort_values(by='count', ascending=False)
```

```
monthly_count
       month
              count
6
        June 220733
5
        July 214617
1
      August 213516
11 September 212529
10
     October 207434
         May 200147
8
9
    November 176440
0
       April 167402
2
    December 160160
7
       March 133501
3
    February 99113
    January 79884
# rentals on monthly counts
plt.figure(figsize=(10, 6))
sns.barplot(x='month', y='count', data=monthly_count, palette='flare',
width = 0.4)
plt.title('Total Count by Month')
plt.xlabel('Month')
plt.ylabel('Total Count')
plt.show()
```



Monthly analysis on rentals

Peak Rental Months:

• June stands out as the peak month for bike rentals, with the highest count of 220,733, followed closely by July and August.

Seasonal Trend:

• Summer months (June, July, August) show higher bike rental counts, consistent with favorable weather conditions.

Off-Peak Rental Months:

• January, February, and March have notably lower bike rental counts, indicating potential off-peak periods, possibly influenced by colder weather or fewer outdoor activities.

Hypothesis Testing

Demand of bicycles on rent is the same on Weekdays & Weekends

Since we have two independent saples, we can go with Two Sample Independent T-Test.

Assumptions of Two Sample Independent T-Test:

The data should be normall distributed

· variances of the two groups are equal

Let the Confidence interval be 95%, so siginificance (alpha) is 0.05

To check if the data is normal, we will go with Wilkin-ShapiroTest.

The test hypothesis for the Wilkin-Shapiro test are:

- · Ho: Data is normally distributed
- · Ha: Data is not normally distributed.

```
np.random.seed(41)

df_subset = df.sample(100)["count"]

test_stat, p_val = shapiro(df_subset)

p_val

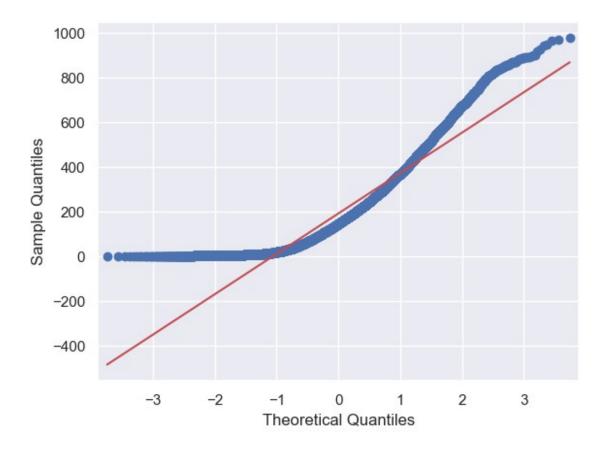
2.6341072612012795e-07
```

Hence the p_values is lesser than the significance level, Null hypothesis can be rejected.

Therefore, the Data is not normally distributed.

QQ Plot analysis

```
# QQ plot
qqplot(df['count'], line = 's')
plt.show()
```

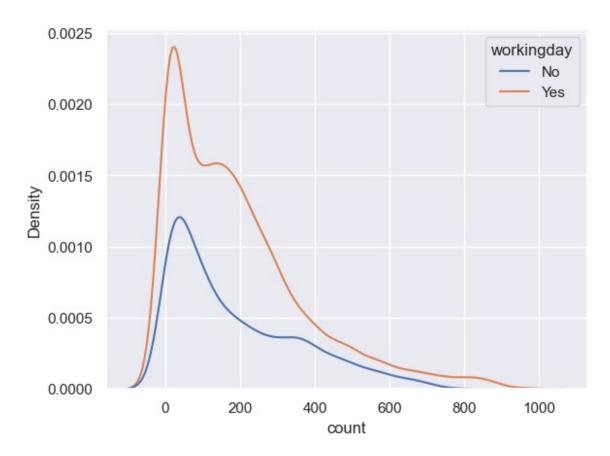


To check if the variances of two groups are equal. We will perform Levene's test

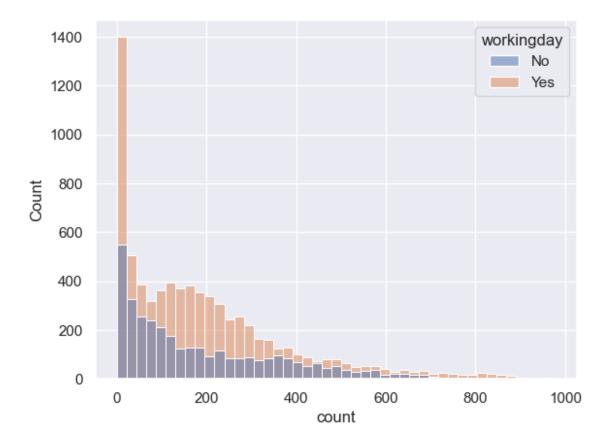
The Test hypotheses for Levene's test are:

- Ho: The variances are equal.
- · Ha: The variances are not equal.

```
working_day = df[df['workingday'] == 'Yes']['count']
holiday = df[df['workingday'] == 'No']['count']
levene_stat, p_val = levene(working_day, holiday)
p_val
0.9437823280916695
sns.kdeplot(data = df, x = 'count', hue = 'workingday')
<Axes: xlabel='count', ylabel='Density'>
```



sns.histplot(data = df, x = 'count', hue = 'workingday')
<Axes: xlabel='count', ylabel='Count'>



Hence the p_values is greater than the significance level, Null hypothesis can be accepted.

Therefore, the variances are approximately equal.

Despite the data is not normally distributed according to both the Wilkin-ShapiroTest and qq-plot It is important to highlight that the variances between the two groups are equal So we can proceed with the Two Sample Independent T-Test.**

The hypothesis for the t-test are:

- · Ho: There is no significant difference between working and non-working days.
- · Ha: There is a significant difference between working and non-working days.

```
ttest_stat, p_val = ttest_ind(working_day, holiday)
p_val
0.22644804226361348
```

Hence the p_values is greater than the significance level, Null hypothesis can be accepted.

Therefore, There is no significant difference on bike rentals between working and non-working days.

```
kruskal_stat, p_val = kruskal(working_day, holiday)
p_val
0.9679113872727798
```

Hence the p_values is greater than the significance level, Null hypothesis can be accepted.

Therefore, There is no significant difference on bike rentals between working and non-working days.

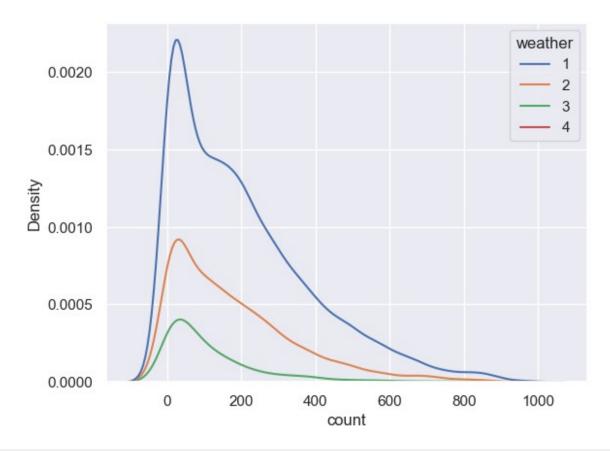
Demand of bicycles on rent is the same for different Weather conditions

Since we have more than two categories now, so will use ANOVA here.

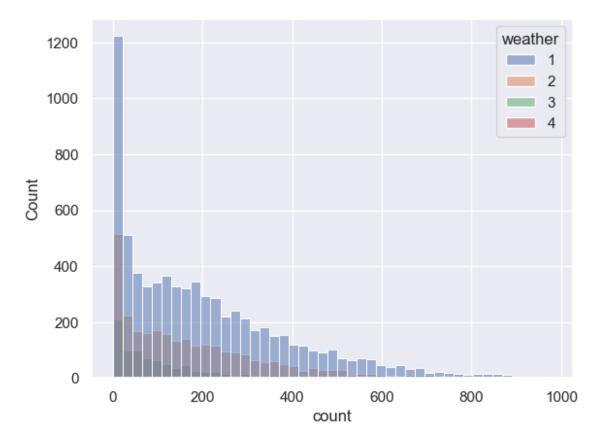
Assumptions for ANOVA are:

- 1. The population data should be normally distributed- The data is not normal as verified by **Wilkin-Shapiro test and the qqplot.**
- 2. The data points must be independent- This condition is satisfied.
- 3. Approximately equal variance within groups- This will be verified using **Levene's test.**

```
# skewness of weather
df.groupby('weather')['count'].skew()
weather
1
     1.139857
     1.294444
3
     2.187137
          NaN
Name: count, dtype: float64
# kurtosis test of weather
df.groupby('weather')['count'].apply(lambda x: x.kurtosis())
weather
     0.964720
1
2
     1.588430
3
     6.003054
          NaN
Name: count, dtype: float64
sns.kdeplot(data = df, x = 'count', hue = 'weather')
<Axes: xlabel='count', ylabel='Density'>
```



sns.histplot(data = df, x = 'count', hue = 'weather')
<Axes: xlabel='count', ylabel='Count'>



The Test hypothesis for Levene's test are:

- · Ho: The variances are equal.
- · Ha: The variances are not equal.

```
weather1 = df[df['weather'] == 1]['count']
weather2 = df[df['weather'] == 2]['count']
weather3 = df[df['weather'] == 3]['count']
weather4 = df[df['weather'] == 4]['count']
levene_stat, p_val = levene(weather1, weather2, weather3, weather4)
p_val
3.504937946833238e-35
```

Hence the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, the variances are not equal.

Two of the three conditions of ANOVA are not met, We will still perform ANOVA.

Then We will also perform **Kruskal's test and compare the results**.

In case of any discrepancies, Kruskal's test results will be considered, since data does not met conditions of ANOVA.

The hypothesis for ANOVA are:

- Ho: There is no significant difference between demand of bicycles for different Weather conditions.
- Ha: There is a significant difference between demand of bicycles for different Weather conditions.

```
anova_stat, p_val = f_oneway(weather1, weather2, weather3, weather4)
p_val
5.482069475935669e-42
```

Hence the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, There is a significant difference between demand of bicycles for different Weather conditions.

Kruskal Test on weather

```
kruskal_stat, p_val = kruskal(weather1, weather2, weather3, weather4)
p_val
3.501611300708679e-44
```

Again the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, we can conclude that there is a significant difference between demand of bicycles for different Weather conditions.

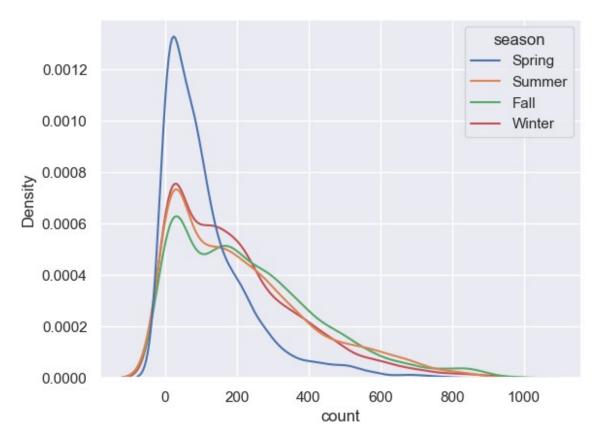
Demand of bicycles on rent is the same for different Seasons

Here also we have more than two categories now, so will use ANOVA here.

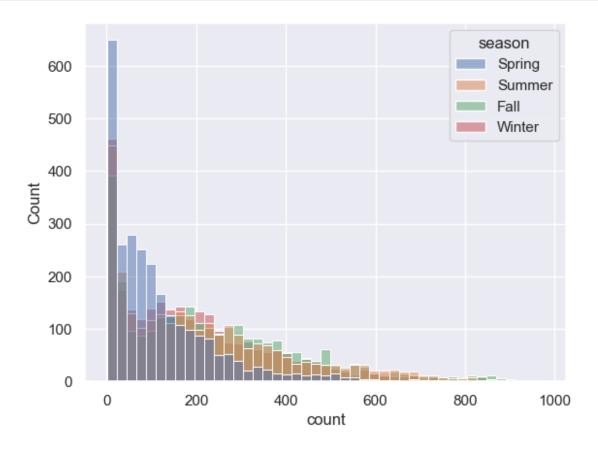
Assumptions for ANOVA are:

- 1. The population data should be normally distributed- The data is not normal as verified by **Wilkin-Shapiro test and the qqplot.**
- 2. The data points must be independent- This condition is satisfied.
- 3. Approximately equal variance within groups- This will be verified using **Levene's test.**

```
# skewness of seasons
df.groupby('season')['count'].skew()
season
Spring
          1.888056
          1.003264
Summer
Fall
          0.991495
Winter
          1.172117
Name: count, dtype: float64
# kurtosis test of seasons
df.groupby('weather')['count'].apply(lambda x: x.kurtosis())
weather
1
     0.964720
2
     1.588430
3
     6.003054
4
          NaN
Name: count, dtype: float64
sns.kdeplot(data = df, x = 'count', hue = 'season')
<Axes: xlabel='count', ylabel='Density'>
```



```
sns.histplot(data = df, x = 'count', hue = 'season')
<Axes: xlabel='count', ylabel='Count'>
```



The Test hypothesis for Levene's test are:

- · Ho: The variances are equal.
- Ha: The variances are not equal.

```
spring = df[df['season'] == 'Spring']['count']
summer = df[df['season'] == 'Summer']['count']
fall = df[df['season'] == 'Fall']['count']
winter = df[df['season'] == 'Winter']['count']
levene_stat, p_val = levene(spring,summer,fall,winter)
p_val
1.0147116860043298e-118
```

Hence the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, the variances are not equal.

As like before, we still use both ANOVA and Kruskal's test, comparing the results.

If discrepancies arise, we'll rely on **Kruskal's test**, Since data does not met the conditions for ANOVA.

The hypothesis for ANOVA are:

- Ho: There is no significant difference between demand of bicycles for different Seasons.
- Ha: There is a significant difference between demand of bicycles for different Seasons.

```
anova_stat, p_val = f_oneway(spring ,summer, fall, winter)
p_val
6.164843386499654e-149
```

Hence the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, There is a significant difference between demand of bicycles for different Seasons.

Kruskal Test on season

```
kruskal_stat, p_val = kruskal(spring ,summer, fall, winter)
p_val
2.479008372608633e-151
```

Again the p_values is smaller than the significance level, Null hypothesis can be rejected.

Therefore, we can conclude that there is a significant difference between demand of bicycles for different Seasons.

Analysis of Weather Conditions Across Seasons using Chi-square Test

The hypothesis for the chi-square test are:

Ho: Season and Weather are independent of each other.

Ha: Season and Weather are dependent on each other.

```
contingency_table = pd.crosstab(df['weather'], df['season'])
contingency_table
season Spring Summer Fall Winter
weather
1     1759     1801     1930     1702
2     715     708     604     807
```

```
3
                    224
                          199
                                   225
            211
4
                      0
                          0
chi2 contingency(contingency table)
Chi2ContingencyResult(statistic=49.15865559689363,
pvalue=1.5499250736864862e-07, dof=9,
expected freg=array([[1.77454639e+03, 1.80559765e+03, 1.80559765e+03,
1.80625831e+031,
       [6.99258130e+02, 7.11493845e+02, 7.11493845e+02,
7.11754180e+02],
       [2.11948742e+02, 2.15657450e+02, 2.15657450e+02,
2.15736359e+02],
       [2.46738931e-01, 2.51056403e-01, 2.51056403e-01, 2.51148264e-
01]]))
```

Hence the p_values(1.5499250736864862e-07) is smaller than the significance level, Null hypothesis can be rejected.

Therefore, we can conclude that Season and Weather are dependent on each other.

Buisness Insights

Seasonal Patterns

• Maximum bike rentals occur during summer, while the minimum is observed in winter.

Conditions Impact

- Clear weather is associated with the highest bike rental counts, whereas rentals sharply decrease in rain, thunderstorm, snow, or fog.
- Humidity, windspeed, temperature and weather are correlated with season and impacts the count of cycles rented.

Temperature Influence

 Lower temperatures correspond to lower bike rentals, and demand rises with increasing temperatures.

Time-of-Day Trends

• Bike rentals peak during the day, decline through the night, indicating a pattern fluctuation.

Holiday and Working Day Dynamics

• Less rentals on holidays and weekends, with a demand increase on non-working days. However, the overall count on working and non-holiday days are similar.

User Type Behavior

 Casual riders dominate on weekends, while registered users are more active on working days.

Yearly Growth and User Composition

- The hourly rental count shows impressive annual growth from 2011 to 2012.
- Approximately 19% of users are casual, and 81% are registered.

Monthly and Daily Usage Patterns

- Notable seasonal patterns, with peak demand in spring and summer, and a decline in fall and winter.
- January to March sees the lowest rental counts, and a distinctive daily trend shows peak usage during the afternoon.

Weather Impact on Usage

• Clear and partly_cloudy weather correlates with higher rental counts, while extreme weather conditions have limited data representation.

Statistical Significance

- ANOVA tests confirm statistically significant impacts of seasons and weather on bike rentals.
- Working days vs. holidays have limited impact according to a 2-sample t-test.
- ChiSquare confirms that the Weather is dependent on the Seasons.

Business Recommendations

Strategic Seasonal Marketing

- Leverage seasonal patterns by implementing targeted marketing during peak seasons (spring and summer).
- Introduce seasonal incentives and exclusive packages to drive higher demand.

Dynamic Time-based Pricing

- Optimize resource utilization by implementing dynamic time-based pricing.
- Adjust rental rates to encourage bike usage during off-peak hours, enhancing accessibility.

Weather-sensitive Promotions

- Launch weather-specific promotional campaigns focusing on clear and partly cloudy conditions.
- Introduce weather-based discounts to attract more users during favorable weather.

User-Centric Segmentation

- Tailor marketing strategies for registered and casual users.
- Offer loyalty programs and personalized incentives for registered users, highlighting occasional use benefits for casual users.

Optimized Inventory Management

- Fine-tune inventory levels based on monthly demand patterns.
- Avoid overstocking during low-demand months and ensure sufficient bikes during peak periods.

Customer Comfort and Convenience

Provide amenities like umbrellas or rain jackets to enhance customer comfort.

- Elevate the overall biking experience, contributing to positive customer feedback. Collaboration with Weather Services
- Partner with weather services for real-time updates in marketing campaigns.
- Showcase ideal biking conditions through app integration, appealing to weather-specific preferences.

Strategic Social Media Marketings

- Utilize social media platforms for strategic promotions and engagement.
- Share diverse biking experiences, customer testimonials, and run targeted advertising campaigns.