Capstone Project - The Battle of the Neighborhoods

Applied Data Science Capstone by IBM/Coursera

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1. Introduction - Business Problem

In this project, we will undertake the task of identifying the best location to open a new Pizza Place in Bangalore, India.

Bangalore, officially named Bengaluru, is the capital and the largest city of the Indian state of Karnataka. It has a population of more than 8 million, making it the third most populous city in India. Spread over an area of ~8000 square kilometers, the city has the unique distinction of having the highest elevation among all major cities of India. At a height of over 900 meters above sea level, Bangalore is known for its pleasant climate throughout the year. Often referred to as the Silicon Valley of India, it is also the *second fastest growing major metropolis* in the country.

The rapid growth of the city provides a great number of lucrative business opportunities. While the city already has a vast number of restaurants spread across different localities and neighbourhoods, there are many new neighbourhoods coming up as a result of the expanding city limits. At the same time, there are new residential and commercial development projects across various locations. Both these factors combined give rise to unique business opportunities for entrepreneurs in the **hospitality and food services industry**.

In order to identify the most suitable location for opening a new restaurant, specifically a Pizzeria, we will follow these steps -

- 1. Collect data and analyze the various neighbourhoods across Bangalore
- 2. Identify similar neighbourhoods by categorizing them into clusters
- 3. Identify the clusters which typically have a high number of Pizza Places

4. Among those clusters, identify the neighbourhoods which have a scarcity of Pizza Places as compared to their respective clusters

2. Importing Libraries and Initial Setup

Before we can begin collecting data from various sources, we need to set up the development environment.

```
In [1]:
         import pandas as pd
         import numpy as np
         import requests
         import re
         from bs4 import BeautifulSoup
         import pgeocode
         from geopy.geocoders import Nominatim
         import matplotlib.pyplot as plt
         import matplotlib.cm as cm
         import matplotlib.colors as colors
         import seaborn as sns
         import folium
         from pandas import json normalize
         from sklearn.cluster import KMeans
         from sklearn.metrics import silhouette score
         # Google API credentials
         GOOGLE API KEY = "AIza******"
         # Foursquare API credentials
         CLIENT ID = "AOTJ*******
         CLIENT SECRET = "2EMV*******"
         VERSION = "20210101"
         BANGALORE NEIGHBOURHOODS = "bangalore neighbourhoods.csv"
         BANGALORE VENUES = "bangalore venues.csv"
         sns.set theme()
         sns.set style("white")
```

3. Data Collection and Exploration

In the first stage of this project, we will collect the necessary data from various sources.

- 1. We can get data on pincode-wise neighbourhoods in Bangalore from this website https://finkode.com/ka/bangalore.html. We can use the **BeautifulSoup** library to extract data from the webpage and store it in a pandas dataframe.
- 2. Next, we can do some preliminary clean up of the data filtering the relevant pincodes, cleaning neighbourhood names, removing/ combining duplicate pincodes into a single row, etc.
- 3. Once we have a clean set of neighbourhoods, we will use the **Google Maps API** to fetch coordinates for each of the neighbourhoods.
- 4. We can then use the **Folium** library to plot the map of Bangalore and visualize the neighbourhoods.

```
In [2]:
         # This function takes as input an html table and returns a pandas dataframe
         def readDataframeFromHTML(htmlTable):
             htmlRows = htmlTable.find all("tr")
             dataRows = []
             for tr in htmlRows:
                 htmlCells = tr.find all(re.compile(r"(th|td)"))
                 drow = []
                 for td in htmlCells:
                     try:
                         drow.append(td.text.replace("\n", ""))
                     except:
                          continue
                 if len(drow) > 0:
                     dataRows.append(drow)
             df = pd.DataFrame(dataRows[1:], columns=dataRows[0])
             return (df)
```

```
In [3]: # Read the html table into a dataframe from the given url using BeautifulSoup
    pincodesURL = "https://finkode.com/ka/bangalore.html"
    htmlPage = requests.get(pincodesURL)
    soup = BeautifulSoup(htmlPage.text, "html.parser")
    htmlTable = soup.find("table", attrs={"class":"plist"})
    df = readDataframeFromHTML(htmlTable)
    # Print the shape and first 5 rows of the raw dataframe
    print("After parsing the table at {}, we have collected raw data for {} post offices in Bangalore.".format(pincodesURL, df.shape[0 df.head()
```

After parsing the table at https://finkode.com/ka/bangalore.html, we have collected raw data for 270 post offices in Bangalore.

Out[3]: Post Office District Pincode

0 A F Station Yelahanka S.O Bangalore 560063

	Post Office	District	Pincode
1	Adugodi S.O	Bangalore	560030
2	Agara B.O	Bangalore	560034
3	Agram S.O	Bangalore	560007
4	Amruthahalli B.O	Bangalore	560092

In India, the Postal Index Number (PIN) is a 6 digit code to identify delivery post office of areas/ regions in India. There are 8 PIN regions in the country. The first digit indicates one of the regions. The first 2 digits together indicate the sub region or one of the postal circles. The first 3 digits together indicate a sorting / revenue district. The last 3 digits refer to the delivery Post Office.

For the purpose of this analysis, we will restrict our data to **Pincodes** starting with **560---**. We will also clean the neighbourhood names by removing *S.O* and *B.O* suffixes. Lastly, we will combine duplicate pincodes into a single row by concatenating the neighbourhood names of rows with the same pincodes.

```
In [4]:
         # Convert Pincodes to int64
         df["Pincode"] = df["Pincode"].astype("int64")
         # Remove rows in which Pincode doesn't start with 560---
         df = df[(df["Pincode"] >= 560001) & (df["Pincode"] <= 560999)]</pre>
         # Remove S.O and B.O from post office names
         df["Post Office"] = df["Post Office"].str.replace("S.0", "", regex=False).str.replace("B.0", "", regex=False).str.strip()
         # Drop column District as it doesn't contain any relevant information
         if "District" in df.columns: df.drop(columns=["District"], inplace=True)
         # Combine duplicate pin code rows into a single row
         duplicateCodes = df.groupby(by="Pincode").count().reset index(drop=False)
         if duplicateCodes[duplicateCodes["Post Office"] > 1].shape[0] > 0:
             df["Post Office"] = df.groupby(by="Pincode")["Post Office"].transform(lambda x: ','.join(x, ))
             df.drop duplicates(inplace=True)
         # Print the shape and first 5 rows of the clean dataframe
         df.reset index(drop=True, inplace=True)
         # Rename column Post Office to Neighbourhood
         df.columns = ["Neighbourhood", "Pincode"]
         print("After preliminary clean up, we now have the pincodes for {} neighbourhoods in Bangalore.".format(df.shape[0]))
         df.head()
```

After preliminary clean up, we now have the pincodes for 97 neighbourhoods in Bangalore.

Out[4]: Neighbourhood Pincode

Neighbourhood Pincode

```
    A F Station Yelahanka, BSF Campus Yelahanka 560063
    Adugodi 560030
    Agara, Koramangala I Block, Koramangala, St. John... 560034
    Agram 560007
    Amruthahalli, Byatarayanapura, Kodigehalli, Sahak... 560092
```

We will now add the coordinates (latitude/ longitude) for each of these pincodes using Google API. We will store this data into a csv file so that we don't need to repeatedly access the Google API for fetching this static data.

```
In [5]:
         # Function that takes as input an Indian address or pincode and returns the coordinates for that location
         def getLatLngForPlace(address or pinCode):
             coords = {"Pincode": address or pinCode, "Latitude": None, "Longitude": None}
             api key = GOOGLE API KEY
             base url = "https://maps.googleapis.com/maps/api/geocode/json"
             endpoint = f"{base url}?address={address or pinCode},IN&key={api key}"
             r = requests.get(endpoint)
             if r.status code not in range(200, 299):
                 return (coords)
             try:
                 results = r.json()["results"][0]
                 coords["Latitude"] = results["geometry"]["location"]["lat"]
                 coords["Longitude"] = results["geometry"]["location"]["lng"]
             except:
                  pass
             return (coords)
```

```
In [6]:
# Check if bangalore_neighbourhoods csv file already exists - we don't want to call google maps API if data is already saved
try:
    newDF = pd.read_csv(filepath_or_buffer=BANGALORE_NEIGHBOURHOODS)
except:
    # Get coordinates for each pincode
    newDF = df.copy(deep=True)
    allCoords = newDF["Pincode"].map(getLatLngForPlace)
    coordsDF = pd.DataFrame(allCoords.to_list())
    coordsDF["Pincode"] = coordsDF["Pincode"].astype("int64")
# Combine the post office and coordinates into a new dataframe
```

```
newDF = newDF.join(coordsDF.set_index("Pincode"), how="left", on="Pincode")
newDF.to_csv(path_or_buf=BANGALORE_NEIGHBOURHOODS, index=False)

print("We have now added coordinates for each of the {} neighbourhoods.".format(newDF.shape[0]))
newDF.head()
```

We have now added coordinates for each of the 97 neighbourhoods.

Out[6]: Neighbourhood Pincode Latitude Longitude 0 A F Station Yelahanka, BSF Campus Yelahanka 560063 13.129087 77.614226 1 Adugodi 560030 12.944150 77.607623 2 Agara, Koramangala I Block, Koramangala, St. John... 560034 12.926138 77.622109 3 Agram 560007 12.957917 77.630912

4 Amruthahalli,Byatarayanapura,Kodigehalli,Sahak... 560092 13.064104 77.593121

```
# Check if the dataframe has any missing coordinates
invalidCoords = newDF[newDF["Latitude"].isna() | newDF["Longitude"].isna()]
print("A quick check of the data confirms that there are {} missing coordinates for the neighbourhoods.".format(invalidCoords.shap
```

A quick check of the data confirms that there are 0 missing coordinates for the neighbourhoods.

```
address = 'Bangalore, Karnatake, IN'
bangaloreCoords = getLatLngForPlace(address)
print('To create the folium map, we will also need coordinates of Bangalore - {}, {}.'.format(bangaloreCoords["Latitude"], bangalo
```

To create the folium map, we will also need coordinates of Bangalore - 12.9715987, 77.5945627.

We will write some functions that can be used to draw the **Folium** maps and add markers to the map based on the data collected. In the first visualization, we will draw the map of Bangalore and mark circles of 1 kilometer radius for each of the neighbourhoods. These are the areas that we will later use to collect data for the venues existing in each neighbourhood with the **Foursquare API**.

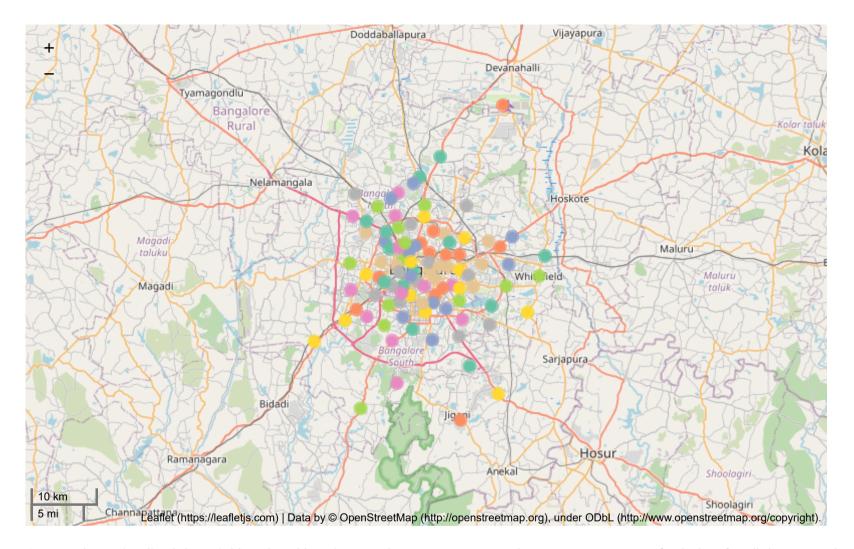
```
In [9]:
# Simple function that returns a dictionary of colors for each value in the variable list

def getRangeOfColors(inputList):
    uniqueVals = inputList.unique()
    numColors = len(uniqueVals)
    colorsArray = sns.color_palette("Set2", numColors)
    rainbow = {}
    for i in range(numColors):
```

```
return (rainbow)
In [10]:
          # Function to create a folium map given location coordinates and marker data
          def createFoliumMap(locLat, locLng, markerLats, markerLngs, markerColors, markerLabels, rainbow, zoomStart, showScale, showCircle,
              fig = folium.Figure(width=800, height=500)
              # create map of Toronto using latitude and longitude values
              mapObject = folium.Map(location=[locLat, locLng], tiles="OpenStreetMap", zoom start=zoomStart, control scale = showScale)
              # add markers to map
              for lat, lng, clr, lbl in zip(markerLats, markerLngs, markerColors, markerLabels):
                  label = folium.Popup('{}, {}'.format(lbl, clr), parse html=True)
                  if showCircle:
                      folium.Circle([lat, lng], radius=1000, color="none", fill=True, fill color=rainbow[clr], fill opacity=0.7, parse html=
                  if showCenter:
                      folium.CircleMarker([lat, lng], radius=5, popup=label, color="none", fill=True, fill color=rainbow[clr], fill opacity=
              fig.add child(mapObject)
              return (fig)
In [11]:
          createFoliumMap(
              locLat=bangaloreCoords["Latitude"],
              locLng=bangaloreCoords["Longitude"],
              markerLats=newDF["Latitude"],
              markerLngs=newDF["Longitude"],
              markerColors=newDF["Pincode"],
              markerLabels=newDF["Neighbourhood"],
              rainbow=getRangeOfColors(newDF["Pincode"]),
              zoomStart=10, showScale=True, showCircle=True, showCenter=True
```

rainbow[uniqueVals[i]] = colors.rgb2hex(colorsArray[i])

Out[11]:



Once we have visualized the neighbourhood locations on the map, we can use the **Foursquare API** to fetch data for all the venues located within each neighbourhood. We will use the **explore** API call to get venues within 1 kilometer radius of the coordinates of each neighbourhood. We should be aware of the fact that this method will not provide an exact list of venues within each neighbourhood as the actual shape of the neighbourhood will not be a circle. Hence, we will most likely miss out on venues that are not within the 1 kilometer radius. Also, there would be possible duplications of venues between neighbourhoods that are less than 1 kilometer apart.

A more accurate way to map venues to each neighbourhood would be to get their real boundaries and then check if a particular venue lies within those bounds. Since we don't have access to boundary data, we will defer that analysis for a later time.

```
In [12]: # function that extracts the category of the venue
          def getVenueCategory(row):
              trv:
                  categoriesList = row['categories']
              except:
                  categoriesList = row['venue.categories']
              if len(categoriesList) == 0:
                  return None
              else:
                  return (categoriesList[0]['name'])
In [13]:
          # function that takes the coordinates of a neighbourhood and returns a list of venues that lie within a certain radius of that cen
          def getVenuesForNeighbourhood(neighLatitude, neighLongitude, neighRadius = 1000, maxLimit = 100):
              url = 'https://api.foursquare.com/v2/venues/explore?&client id={}&client secret={}&v={}&ll={},{}&radius={}&limit={}'.format(
                  CLIENT ID,
                  CLIENT SECRET,
                  VERSION,
                  neighLatitude,
                  neighLongitude,
                  neighRadius,
                  maxLimit)
              try:
                  results = requests.get(url).json()
                  # Convert the results json into a dataframe
                  venues = results["response"]["groups"][0]["items"]
                  nearbyVenues = json normalize(venues) # flatten JSON
                  filteredColumns = ["venue.name", "venue.categories", "venue.location.lat", "venue.location.lng"]
                  nearbyVenues = nearbyVenues.loc[:, filteredColumns]
                  # Set the column names by removing "venue." from the names
                  nearbyVenues["venue.categories"] = nearbyVenues.apply(getVenueCategory, axis=1)
                  nearbyVenues.columns = [col.split(".")[-1] for col in nearbyVenues.columns]
                  return (nearbyVenues)
              except:
                  return None
```

```
# function that takes as input all the neighbourhood coordinates and returns the complete dataframe of all venues
def getCompleteVenueList(names, latitudes, longitudes):
    venuesDF = pd.DataFrame()
    for name, lat, lng in zip(names, latitudes, longitudes):
        neighVenues = getVenuesForNeighbourhood(lat, lng)
        if neighVenues is None:
```

```
print("No venues were found for {}.".format(name))
else:
    neighVenues.insert(loc=0, column="neigh", value=name)
    venuesDF = venuesDF.append(pd.DataFrame(neighVenues))
venuesDF.reset_index(drop=True)
venuesDF.columns = ["Neighbourhood", "Venue", "Category", "Venue Latitude", "Venue Longitude"]
return (venuesDF)
```

Using the **Foursquare API**, we can now get a complete list of all venues within the neighbourhoods of Bangalore. The data will contain the venue name, category and exact coordinates.

```
try:
    allVenues = pd.read_csv(filepath_or_buffer=BANGALORE_VENUES)
except:
    allVenues = getCompleteVenueList(names=newDF["Neighbourhood"], latitudes=newDF["Latitude"], longitudes=newDF["Longitude"])
    allVenues.to_csv(path_or_buf=BANGALORE_VENUES, index=False)
print("We found {} venues across {} neighbourhoods.".format(allVenues.shape[0], len(allVenues["Neighbourhood"].unique())))
allVenues.head()
```

We found 2303 venues across 94 neighbourhoods.

Out[15]:	Neighbourhood		Venue	Category	Venue Latitude	Venue Longitude
	0	A F Station Yelahanka, BSF Campus Yelahanka	Hunsmarnahalli lake	Lake	13.124539	77.612036
	1 A F Station Yelahanka, BSF Campus Yelahanka		AERO INDIA 2017	Hot Spring	13.132061	77.608366
	2	A F Station Yelahanka, BSF Campus Yelahanka	Food City	Department Store	13.121693	77.612900
	3	A F Station Yelahanka, BSF Campus Yelahanka	Tandoori Bites	Indian Restaurant	13.121500	77.614900
	4	A F Station Yelahanka, BSF Campus Yelahanka	Jodhpur sweets	Indian Restaurant	13.121311	77.615280

A quick inspection of the data shows how many venues we have for each neighbourhood. For the sake of this analysis, we have restricted the maximum number of venues to 100.

100

0

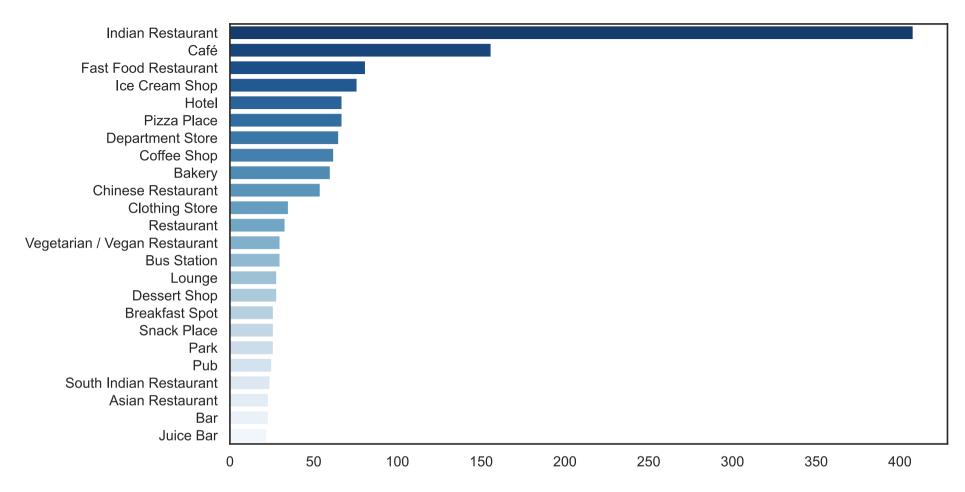
	Neighbourhood	Venue
1	Indiranagar (Bangalore)	100
2	CMP Centre And School, Museum Road, Richmond Town	100
3	HSR Layout	80
4	Jayangar III Block,Madhavan Park	79
•••		
89	Nayandahalli	4
90	Jalahalli East	3
91	Haragadde, Hennagara, Hulimangala, Jigani	3
92	Bnagalore Viswavidalaya, Mallathahalli, Ullalu U	2
93	Gunjur, Muthus and ra, Vartur	2

94 rows × 2 columns

We will now explore the various categories of the venues. We can plot a bar graph to see which are the most common categories and the distribution of venues across those categories.

```
In [17]:
    categoriesDF = allVenues.loc[:,["Category", "Venue"]].groupby(by="Category").count().sort_values(by="Venue", ascending=False).rese
    print("There are {} uniques categories.".format(categoriesDF.shape[0]))
    plt.figure(figsize=(10, 6))
    sns.barplot(x="Venue", y="Category", data=categoriesDF.iloc[0:24,], palette="Blues_r")
    plt.xlabel("")
    plt.ylabel("")
    plt.show()
```

There are 228 uniques categories.



We can see from the bar graph that **Indian Restaurant** is the most common category of venue. It is also clear that a large number of venues are different categories of restaurants and eateries. Besides these, there are hotels, department stores and clothing stores that are quite common.

Since we are interested in opening a **Pizzeria**, the category that is most relevant to our analysis is **Pizza Place**. We will use this as the category when assessing suitability of neighbourhoods for opening a new restaurant.

4. Methodology

We have now collected the data that is required for our analysis. The next step is to formulate a methodology to use that data in order to solve the business requirement. In this case, we are interested in finding out which neighbourhoods are most suitable for opening a new **Pizza Place** in

Bangalore. To do that, we will first cluster the 94 neighbourhoods in our dataset on the basis of the types of venues that are found in each of them. Using **K-means Clustering**, we will find out which neighbourhoods are most similar to each other.

Next, we will identify the clusters of neighbourhoods which have the maximum number of **Pizza Places** within their vicinity. These clusters of neighbourhoods would be the ones that are **most likely to have characteristics that can result in a successful restaurant business**.

Finally, within those clusters, we will identify neighbourhoods which don't have enough number of **Pizza Places**. Based on their similarity to neighbourhoods with a high number of successful Pizzerias, we can argue that these neighbourhoods are also **good candidates** for opening a new Pizzeria.

For the clustering algorithm, we need a dataframe containing each neighbourhood as a single row and the columns containing the number of venues for each category.

```
In [18]:
# Use one-hot encoding to convert the venues data into a dataframe of neighbourhoods and the average weight each category within t
venuesOnehot = pd.get_dummies(allVenues[["Category"]], prefix="", prefix_sep="")
venuesOnehot.insert(loc=0, column="Neighbourhood", value=allVenues["Neighbourhood"])
# Group the venues by neighbourhood and calculate the average for each category
venuesGrouped = venuesOnehot.groupby("Neighbourhood").mean().reset_index()
venuesGrouped.head()
```

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•	Neighbourhood	ATM	Accessories Store	Afghan Restaurant	Airport	Airport Service	Airport Terminal	American Restaurant	Andhra Restaurant	Arcade	•••	Tram Station	Tr
0	A F Station Yelahanka,BSF Campus Yelahanka	0.0	0.0	0.0	0.0	0.0	0.0	0.000000	0.000000	0.0		0.0	
1	Adugodi	0.0	0.0	0.0	0.0	0.0	0.0	0.000000	0.000000	0.0		0.0	
2	Agara,Koramangala I Block,Koramangala,St. John	0.0	0.0	0.0	0.0	0.0	0.0	0.017544	0.017544	0.0		0.0	
3	Agram	0.0	0.0	0.0	0.0	0.0	0.0	0.000000	0.000000	0.0		0.0	
4	Amruthahalli, Byatarayana pura, Kodigehalli, Sahak	0.0	0.0	0.0	0.0	0.0	0.0	0.000000	0.031250	0.0		0.0	

5 rows × 229 columns

Using the data above, we can compare neighbourhoods for similarity based on the type of venues found in each of them. For instance, we can see that, of all the venues in *Amruthahalli,Byatarayanapura*... neighbourhood, 3.125% are *Andhra Restaurants*. Thus, we have a composition of venues by

category for each neighbourhood. The neighbourhoods with similar compositions will be put into the same cluster.

We can also do a quick review of the most common venues across some of the neighbourhoods to validate the data.

```
In [19]:
          def getMostCommonVenues(row, numTopVenues):
              rowCategories = row.iloc[1:]
              rowCategoriesSorted = rowCategories.sort values(ascending=False)
              return rowCategoriesSorted.index.values[0:numTopVenues]
In [20]:
          numTopVenues = 5
          indicators = ["st", "nd", "rd"]
          columns = ["Neighbourhood"]
          for ind in np.arange(numTopVenues):
              try:
                  columns.append("{}{} Most Common Venue".format(ind+1, indicators[ind]))
              except:
                  columns.append("{}th Most Common Venue".format(ind+1))
          neighVenuesSorted = pd.DataFrame(columns=columns)
          neighVenuesSorted["Neighbourhood"] = venuesGrouped["Neighbourhood"]
          for ind in np.arange(venuesGrouped.shape[0]):
              neighVenuesSorted.iloc[ind, 1:] = getMostCommonVenues(venuesGrouped.iloc[ind, :], numTopVenues)
          neighVenuesSorted.head(10)
```

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5th Most Common Venue	4th Most Common Venue	3rd Most Common Venue	2nd Most Common Venue	1st Most Common Venue	Neighbourhood	
Movie Theater	Department Store	Lake	Hot Spring	Indian Restaurant	A F Station Yelahanka,BSF Campus Yelahanka	0
Nightclub	Kerala Restaurant	Tea Room	Spa	Café	Adugodi	1
Ice Cream Shop	Coffee Shop	Pub	Café	Indian Restaurant	Agara,Koramangala I Block,Koramangala,St. John	2
Nightclub	Golf Course	Indian Restaurant	Historic Site	Pizza Place	Agram	3
Fast Food Restaurant	Resort	Bus Station	Ice Cream Shop	Indian Restaurant	Amruthahalli, Byatarayana pura, Kodigehalli, Sahak	4
Gym	Lake	Fast Food Restaurant	Ice Cream Shop	Bus Station	Anandnagar (Bangalore),H.A. Farm,Hebbal Kempa	5

	Neighbourhood	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
6	Arabic College, Nagawara, Venkateshapura	Indian Restaurant	Department Store	Optical Shop	ATM	North Indian Restaurant
7	Ashoknagar (Bangalore),Banashankari,Dasarahal	Indian Restaurant	Department Store	Park	Athletics & Sports	Snack Place
8	Attur,CRPF Campus Yelahanka,Jakkur,Rajanakunte	Café	Indian Restaurant	Train Station	Smoke Shop	Food Truck
9	Austin Town, Viveknagar (Bangalore)	Clothing Store	Café	Park	Spa	Indian Restaurant

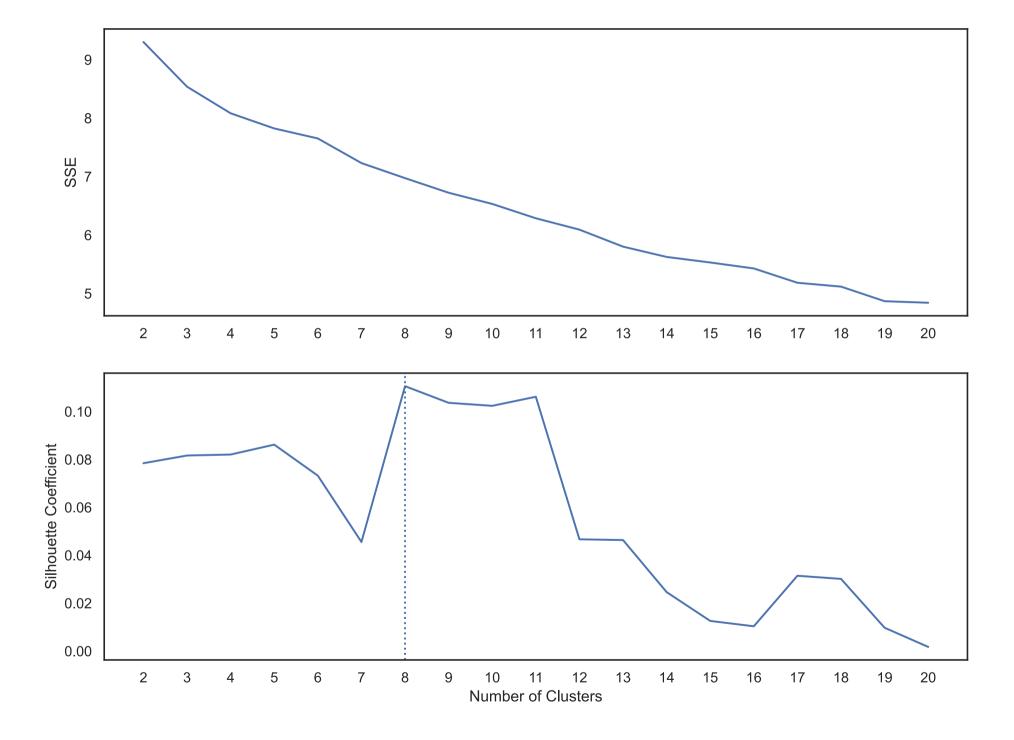
5. Modelling and Analysis

Given that we have a dataframe containing the features of each neighbourhood, we can now use this dataframe to build our **K-means clustering model**. We will run the algorithm for multiple values of *k*, and select the one with the highest **Silhouette Coefficient**. We will also plot the sum of squared errors and silhouette coefficients for each value of *k*.

```
In [21]:
          def plotKMeansErrors(sse, silhouetteCoefs, ks):
              fig = plt.figure(figsize=(12, 9))
              sns.set theme()
              sns.set style("white")
              fig.add subplot(2,1,1)
              sns.lineplot(x = ks, y = sse)
              plt.xticks(ks)
              plt.ylabel("SSE")
              fig.add subplot(2,1,2)
              sns.lineplot(x = ks, y = silhouetteCoefs)
              plt.xticks(ks)
              plt.xlabel("Number of Clusters")
              plt.ylabel("Silhouette Coefficient")
              plt.axvline(x = ks[np.argmax(silhouetteCoefs)], linestyle='dotted')
              plt.show()
```

```
kmeans_kwargs = { "init": "random", "n_init": 10, "max_iter": 300, "random_state": 42 }
# A list holds the SSE values for each k
sse = []
silhouetteCoefs = []
ks = range(2, 21)
for k in ks:
    kmeans = KMeans(n_clusters=k, **kmeans_kwargs)
    kmeans.fit(venuesGroupedClustering)
    sse.append(kmeans.inertia_)
    score = silhouette_score(venuesGroupedClustering, kmeans.labels_)
    silhouetteCoefs.append(score)

plotKMeansErrors(sse, silhouetteCoefs, ks)
```



Looking at the **Silhouette Coefficients**, we can choose k = 8 for our final model.

```
In [23]: # set number of clusters
kclusters = ks[np.argmax(silhouetteCoefs)]
# run k-means clustering
kmeans = KMeans(n_clusters=kclusters, random_state=4).fit(venuesGroupedClustering)
# check cluster labels generated for each row in the dataframe
print("Sample set of first 10 labels >> {}".format(kmeans.labels_[0:10]))
```

Sample set of first 10 labels >> [7 3 1 7 7 0 7 0 1 5]

The model is now trained on the neighbourhood data and we have identified the cluster number for each neighbourhood. There are 8 clusters in total and each neighbourhood is assigned a cluster number between 0-7. We will now add these cluster numbers to our original dataframe for further analysis.

```
# add clustering labels
clusterLabelCol = "Cluster Labels"
if clusterLabelCol in neighVenuesSorted.columns:
    neighVenuesSorted.drop(labels=clusterLabelCol, axis=1, inplace=True)
neighVenuesSorted.insert(loc=0, column=clusterLabelCol, value=kmeans.labels_)
mergedDF = newDF
# merge with original neighbourhood data
mergedDF = mergedDF.join(neighVenuesSorted.set_index("Neighbourhood"), on="Neighbourhood", how="inner")
mergedDF.head()
```

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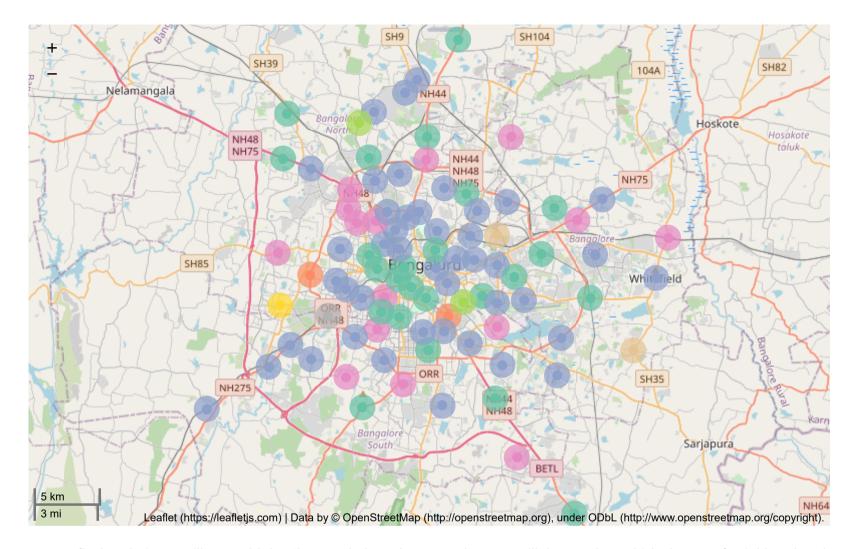
•	Neighbourhood	Pincode	Latitude	Longitude	Cluster Labels	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
(A F Station Yelahanka,BSF Campus Yelahanka	560063	13.129087	77.614226	7	Indian Restaurant	Hot Spring	Lake	Department Store	Movie Theater
	Adugodi	560030	12.944150	77.607623	3	Café	Spa	Tea Room	Kerala Restaurant	Nightclub
2	Agara,Koramangala I Block,Koramangala,St. John	560034	12.926138	77.622109	1	Indian Restaurant	Café	Pub	Coffee Shop	Ice Cream Shop
3	Agram	560007	12.957917	77.630912	7	Pizza Place	Historic Site	Indian Restaurant	Golf Course	Nightclub

	Neighbourhood	Pincode	Latitude	Longitude	Cluster Labels	1st Most Common Venue	2nd Most Common Venue	3rd Most Common Venue	4th Most Common Venue	5th Most Common Venue
4	Amruthahalli, Byatarayanapura, Kodigehalli, Sahak	560092	13.064104	77.593121	7	Indian Restaurant	Ice Cream Shop	Bus Station	Resort	Fast Food Restaurant

In order to visualize the clusters of neighbourhoods, we will use a Folium map. A marker is added for each neighbourhood and the color of the marker will depend on the cluster number.

```
clusterRainbow = getRangeOfColors(mergedDF["Cluster Labels"])
createFoliumMap(
    locLat=bangaloreCoords["Latitude"],
    locLng=bangaloreCoords["Longitude"],
    markerLats=mergedDF["Latitude"],
    markerLngs=mergedDF["Longitude"],
    markerLolors=mergedDF["Cluster Labels"],
    markerColors=mergedDF["Cluster Labels"],
    markerLabels=mergedDF["Neighbourhood"],
    rainbow=clusterRainbow,
    zoomStart=11, showScale=True, showCircle=True, showCenter=True
)
```

Out[25]:



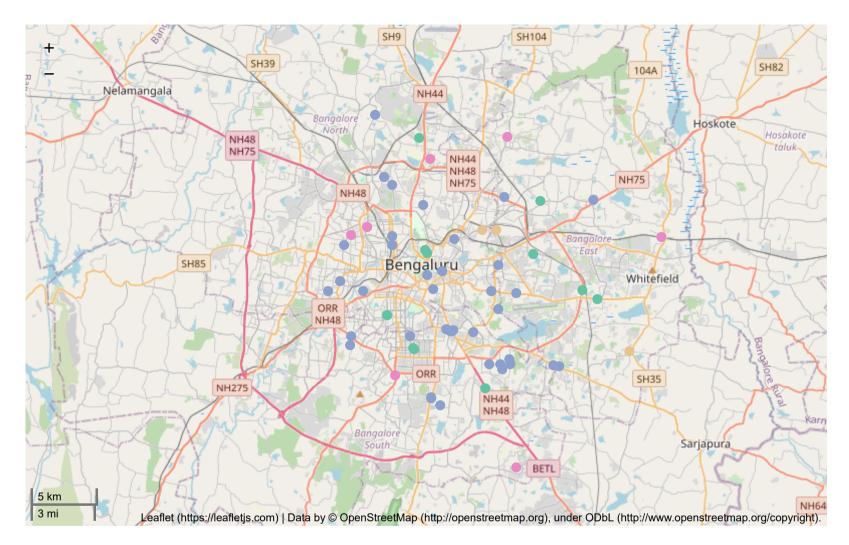
For our final analysis, we will now add the Cluster Labels to the venue data. We will then analyze which clusters of neighbourhoods typically have a high ratio of Pizza Places located in their vicinities. Finally, we will try to shortlist neighbourhoods within those clusters which don't have a sufficient number of pizza places.

```
In [26]:
    labeledVenues = allVenues.join(other=mergedDF[["Neighbourhood", clusterLabelCol]].set_index("Neighbourhood"), on="Neighbourhood",
    labeledVenues.head()
```

Out [26]: Neighbourhood Venue Category Venue Latitude Venue Longitude Cluster Labels

```
Neighbourhood
                                                                Venue
                                                                              Category Venue Latitude Venue Longitude Cluster Labels
          0 A F Station Yelahanka, BSF Campus Yelahanka Hunsmarnahalli lake
                                                                                  Lake
                                                                                                                                   7
                                                                                            13.124539
                                                                                                             77.612036
          1 A F Station Yelahanka, BSF Campus Yelahanka
                                                                            Hot Spring
                                                                                                                                   7
                                                      AERO INDIA 2017
                                                                                            13.132061
                                                                                                             77.608366
          2 A F Station Yelahanka, BSF Campus Yelahanka
                                                             Food City Department Store
                                                                                            13.121693
                                                                                                             77.612900
                                                                                                                                   7
                                                                                                             77.614900
          3 A F Station Yelahanka, BSF Campus Yelahanka
                                                         Tandoori Bites
                                                                       Indian Restaurant
                                                                                                                                   7
                                                                                            13.121500
          4 A F Station Yelahanka, BSF Campus Yelahanka
                                                        Jodhpur sweets
                                                                      Indian Restaurant
                                                                                            13.121311
                                                                                                             77.615280
                                                                                                                                   7
In [27]:
           pizzaVenues = labeledVenues[labeledVenues["Category"] == "Pizza Place"]
           createFoliumMap(
               locLat=bangaloreCoords["Latitude"],
                locLng=bangaloreCoords["Longitude"],
                markerLats=pizzaVenues["Venue Latitude"],
                markerLngs=pizzaVenues["Venue Longitude"],
                markerColors=pizzaVenues["Cluster Labels"],
                markerLabels=pizzaVenues["Venue"],
                rainbow=clusterRainbow,
                zoomStart=11, showScale=True, showCircle=False, showCenter=True
```

Out[27]:



From the map above which shows the location of each Pizza Place and the color of its respective cluster, it is evident that most of these pizzerias are in the Blue (1), Green (7) and Pink (0) clusters. We can further quantify this by calculating the number of Pizza places in each neighbourhood within a cluster and compare that to the total number of venues in that neighbourhood.

```
In [28]:
    minVenueCount = 10

candidateClusters = pizzaVenues[[clusterLabelCol, "Venue"]].groupby(by=clusterLabelCol).count().join(
    other=labeledVenues[[clusterLabelCol, "Category"]].groupby(by=clusterLabelCol).count(), how="left"
    ).join(
        other=mergedDF[[clusterLabelCol, "Neighbourhood"]].groupby(by=clusterLabelCol).count(), how="left"
```

```
).reset_index().fillna(0)
candidateClusters.columns = [clusterLabelCol, "Pizza Venues", "Total Venues", "Total Neighbourhoods"]
candidateClusters["Avg. Pizza Venues"] = candidateClusters["Pizza Venues"] / candidateClusters["Total Venues"]
candidateClusters["Avg. Venues"] = candidateClusters["Total Venues"] / candidateClusters["Total Neighbourhoods"]
candidateClusters = candidateClusters.loc[candidateClusters["Avg. Venues"] >= minVenueCount]
candidateClusters
```

Out[28]: Cluster Labels Pizza Venues Total Venues Total Neighbourhoods Avg. Pizza Venues Avg. Venues 0 0 8 225 0.035556 14.062500 16 1 1 43 1491 0.028840 33.886364 3 7 13 554 26 0.023466 21.307692

From the table above, we can see that Clusters 0, 1 and 7 have most of the Pizza Places located within their neighbourhoods. So these clusters are the ideal candidates for opening a new restaurant. We can also see that the average number of venues in each of these neighbourhoods varies between ~14 to ~34. This implies that **Cluster 1**, which has the highest number of average venues, probably belongs to the most densely populated areas in the city. Similarly, **Cluster 0** has the lowest number of venues per neighbourhood implying that these areas may be the newly developed or upcoming localities of the city.

Note that we have ignored clusters which have fewer than 10 venues per neighbourhood - the reason is that these clusters may be too sparse in terms of venue data for us to be able to analyze them properly.

	Cluster Labels	Neighbourhood	Total Venues	Pizza Venues	Avg. Pizza Venues	Avg. Venues	Exp. Pizza Venues
0	1	Sivan Chetty Gardens	73	0.0	0.028840	33.886364	2.105298
1	7	${\it Jeevabhimanagar, Jeevanbhimanagar, New\ Thippas and ra}$	47	0.0	0.023466	21.307692	1.102888
2	7	Bangalore Dist Offices Bldg,K. G. Road	38	0.0	0.023466	21.307692	0.891697
3	0	Ashoknagar (Bangalore),Banashankari,Dasarahal	22	0.0	0.035556	14.062500	0.782222
4	7	Chickpet	28	0.0	0.023466	21.307692	0.657040
5	7	Sampangiramnagar,Shanthinagar,Wilson Garden	25	0.0	0.023466	21.307692	0.586643

This concludes our analysis. From the table above, we can see that there are 6 possible candidate neighbourhoods which are suitable to opening a new Pizzeria in Bangalore. The strongest candidate neighbourhood is **Sivan Chetty Gardens**, which falls within **Cluster 1**. Based on the number of venues in this neighbourhood, there are expected to be ~2 Pizza Places here. But currently, there are none.

6. Results and Discussion

We have completed our analysis of the neighbourhoods of Bangalore and presented our findings above. We looked at 94 neighbourhoods across the city and were able to identify the most suitable locations for opening a new pizzeria based on the characteristics of each neighbourhood combined with the presence or absence of competitors in each area. We have thus identified **Sivan Chetty Gardens** as the best neighbourhood to open a new pizzeria in Bangalore.

Our final result includes a list of 6 neighbourhoods which are most suitable for opening a new pizzeria. We have presented this list in the order of most suitable to least based on the expected number of pizzerias that should *ideally be present in these neighbourhoods*. But given that there are many other factors that may go into deciding the suitability of a location, we believe that it is best to review each of these 6 neighbourhoods in further detail. This may require on-the-ground surveys and collecting other relevant data such as property prices, total population, average age and income demographics, residential vs. commercial developments in the area, etc.

We would also like to highlight the fact that this analysis is based on the data available with Foursquare for the city of Bangalore, India. It is likely that this data does not represent the complete set of venues and, given a more accurate source, the results of the analysis may vary. It is also important to highlight that this analysis doesn't take into consideration a number of important factors (such as population demographics... listed above) that would impact the final decision. As a next step, it would be advisable to include more features for each neighbourhood in order to create more accurate clusters.

7. Conclusion

The purpose of this analysis was to identify the most suitable neighbourhood for opening a pizzeria in Bangalore. We have successfully achieved this outcome.

We have collated data from multiple sources, identified the characteristics of neighbourhoods across Bangalore and used K-means clustering to find similar neighbourhoods. We then analyzed these clusters for suitable candidates and finally shortlisted the neighbourhoods which are most suitable for opening a new restaurant.

We have also provided the pros and cons of each of these final neighbourhoods. Some of them are already densely populated or established localities where there are no competing pizzerias. Others are less densely populated and are likely to be new and upcoming neighbourhoods. Based on this information and further on-the-ground surveys, the relevant stakeholders can decide on the final location for the new pizzeria.