Coursera Capstone

IBM Applied Data Science Capstone

Opening a New Shopping Mall in Kuala Lumpur, Malaysia

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April 2020

Business Problem

- Location of the shopping mall is one of the most important decisions that determine whether the mall will be a success or a failure

- Objective: To analyse and select the best locations in the city of Kuala L Malaysia to open a new shopping mall

- This project is timely as the city is currently suffering from oversupply of malls

- Business question
  - In the city of Kuala Lumpur, Malaysia, if a property developer is looki open a new shopping mall, where would you recommend that they op

Data

- Data required
  - List of neighbourhoods in Kuala Lumpur
  - Latitude and longitude coordinates of the neighbourhoods
  - Venue data, particularly data related to shopping malls

- Sources of data
  - Wikipedia page for neighbourhoods (https://en.wikipedia.org/wiki/Category:Suburbs_in_Kuala_Lumpur)
  - Geocoder package for latitude and longitude coordinates
  - Foursquare API for venue data

Methodology

- Web scraping Wikipedia page for neighbourhoods list
- Get latitude and longitude coordinates using Geocoder
- Use Foursquare API to get venue data
- Group data by neighbourhood and taking the mean of the frequency of occurrence of each venue category
- Filter venue category by Shopping Mall
- Perform clustering on the data by using k-means clustering
- Visualize the clusters in a map using Folium

Results

- Categorized the neighbourhoods into 3 clusters :
  - ➤ Cluster 0: Neighbourhoods wit moderate number of shopping malls
  - ➤ Cluster 1: Neighbourhoods wit low number to no existence of shopping malls
  - ➤ Cluster 2: Neighbourhoods wit high concentration of shopping malls
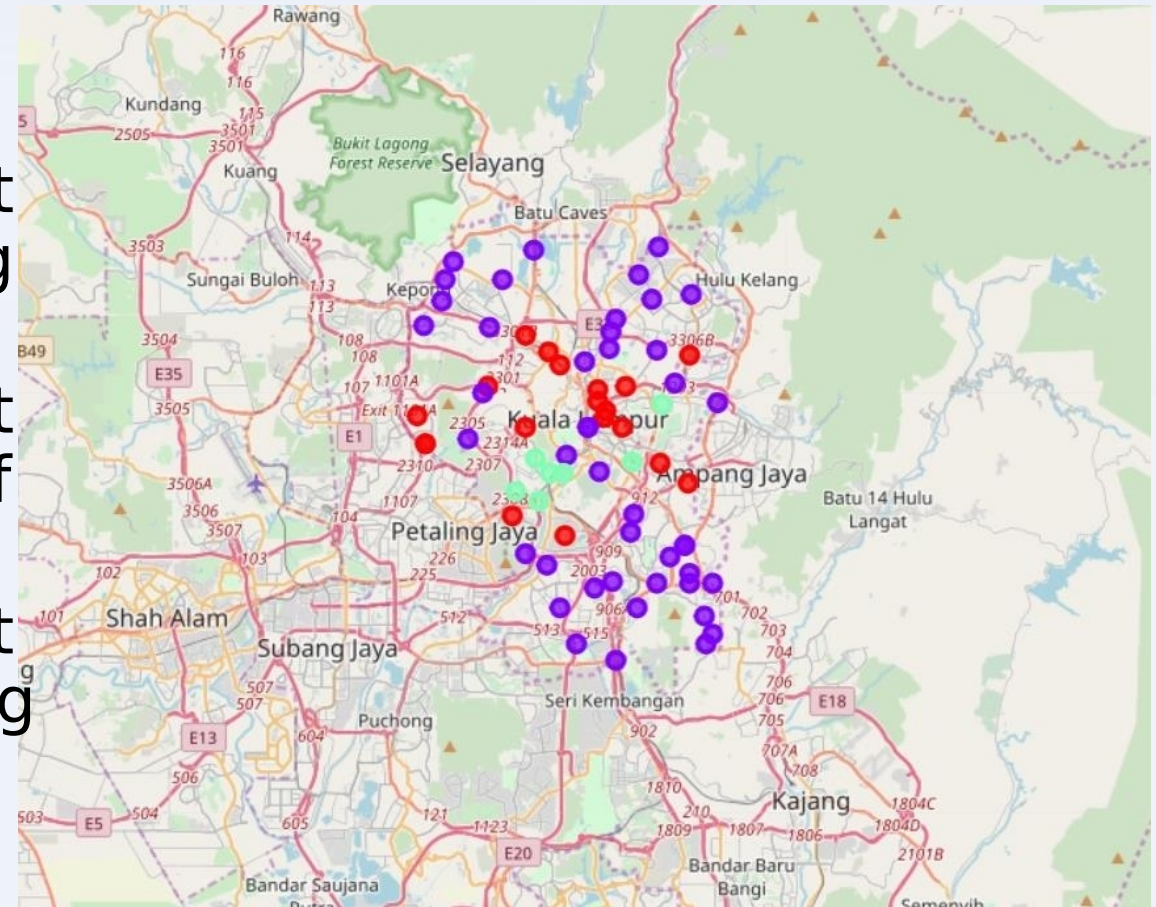
Discussion

- Most of the shopping malls are concentrated in the central area of the c
- Highest number in cluster 2 and moderate number in cluster 0
- Cluster 1 has very low number to no shopping mall in the neighbourhoo
- Oversupply of shopping malls mostly happened in the central area of the with the suburb area still have very few shopping malls

Recommendations

- Open new shopping malls in neighbourhoods in cluster 1 with little to no competition

- Can also open in neighbourhoods in cluster 0 with moderate competition unique selling propositions to stand out from the competition

- Avoid neighbourhoods in cluster 2, already high concentration of shopping and intense competition

Conclusion

- Answer to business question: The neighbourhoods in cluster 1 are the m[ost] preferred locations to open a new shopping mall

- Findings of this project will help the relevant stakeholders to capitalize o[n] opportunities on high potential locations while avoiding overcrowded are[as in] their decisions to open a new shopping mall

Thank you!