IBM Data Science Capstone

Asian Fusion Restaurant in South Bay

Introduction

An Asian American businessman is looking to open an Asian fusion restaurant in South Bay region of northern California. He wishes to open the restaurant in an area where there are good percentage of Asian Americans and where there are less competition.

Data

Percent Asian population per zip code data will be extracted from zipatlas.com, this will also include longitude and latitude values of each zip code. Foursquare data will also be gathered to analyze the popular spots per zip code. The analysis will enable the businessman to target an area where there are decent percentage of Asian population and not as many competing businesses.

Percent Population per Zip Code Source:

http://zipatlas.com/us/ca/zip-code-comparison/percentage-asian-population.htm

California Geojson Source:

https://github.com/OpenDataDE/State-zip-code-GeoJSON/blob/master/ca_california_zip_codes_geo.min.json

Methodology

Once all the required data were obtained, k means was utilized to cluster the zip codes based on the popularity data extracted from Foursquare. K means was used because it determines if there are any sort of pattern or similarities between population in certain zip codes. The Foursquare data was then sorted to identify top 5 popular spots per cluster. Finally the % Asian population data and the Foursquare cluster data were overlayed on map of South Bay using Folium.

| | Zip Code | Latitude | Longitude | City | Population | % Asians | National Rank | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue |
|----|-------------|-----------|-------------|-------------------------------|------------|-------------|------------------|-------------------|------------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| 0 | 95131 | 37.387027 | -121.897775 | San Jose, California | 26,384 | 64.10 | #7 | 1 | Shipping Store | Fast Food Restaurant | Mexican Restaurant | Food Court | Sandwich Place |
| 1 | 95133 | 37.371862 | -121.860349 | San Jose, California | 26,018 | 55.01 | #25 | 1 | Park | Pool | High School | Trail | Bus Stop |
| 2 | 94555 | 37.572949 | -122.051692 | Fremont, California | 33,863 | 53.65 | #29 | 1 | Zoo | Lounge | Park | Steakhouse | Bus Station |
| 17 | 95035 | 37.441931 | -121.878502 | Milpitas, California | 62,840 | 51.69 | #34 | 3 | Track | Fish & Chips Shop | Furniture / Home Store | Frozen Yogurt Shop | Fried Chicken Joint |
| 3 | 95132 | 37.401061 | -121.864386 | San Jose, California | 40,563 | 50.70 | #39 | 1 | Pet Service | Art Gallery | Park | Tennis Court | Fish & Chips Shop |
| 4 | 95148 | 37.315806 | -121.788841 | San Jose, California | 44,095 | 50.48 | #41 | 1 | Pizza Place | Fast Food Restaurant | Indian Restaurant | Bank | Pharmacy |
| 5 | 94539 | 37.490497 | -121.929693 | Fremont, California | 46,910 | 50.08 | #43 | 1 | Chinese Restaurant | Bubble Tea Shop | Pizza Place | Coffee Shop | Hotpot Restaurant |
| 18 | 95054 | 37.393554 | -121.965114 | Santa Clara, California | 13,013 | 46.54 | #53 | 1 | Theme Park Ride / Attraction | Trail | Park | Food Truck | Liquor Store |
| 6 | 95121 | 37.302108 | -121.805013 | San Jose, California | 37,126 | 45.58 | #59 | 2 | Intersection | Home Service | Food Truck | Track | Zoo |
| 19 | 95014 | 37.331686 | -122.030656 | Cupertino, California | 54,412 | 44.39 | #65 | 1 | Japanese Restaurant | Electronics Store | Bagel Shop | Pool | Gym |
| 7 | 95129 | 37.305622 | -122.000887 | San Jose, California | 37,565 | 41.93 | #75 | 1 | Ice Cream Shop | Playground | Furniture / Home Store | Dog Run | Donut Shop |
| 8 | 95135 | 37.286820 | -121.723877 | San Jose, California | 15,791 | 35.45 | #106 | 1 | Diner | Zoo | Flea Market | Furniture / Home Store | Frozen Yogurt Shop |
| 9 | 94086 | 37.378541 | -122.020456 | Sunnyvale, California | 63,997 | 34.38 | #112 | 1 | Indian Restaurant | Tree | Taco Place | Food Truck | Hardware Store |
| 10 | 95138 | 37.252697 | -121.792015 | San Jose, California | 14,785 | 31.77 | #128 | 1 | Train Station | Auto Garage | Liquor Store | Convenience Store | Halal Restaurant |

K-means with k = 5

| 5th Most Common Venue | 4th Most Common Venue | 3rd Most Common Venue | 2nd Most Common Venue | 1st Most Common Venue | Cluster Labels | 10 |
|-------------------------------|------------------------|------------------------|-----------------------|-----------------------|----------------|----|
| Frozen Yogurt Shop | Furniture / Home Store | Flea Market | Zoo | Gym | 0 | 0 |
| Grocery Store | Convenience Store | Trail | Mexican Restaurant | Park | 1 | 1 |
| Track | Food Truck | Home Service | Baseball Field | Intersection | 2 | 2 |
| Fried Chicken Joint | Frozen Yogurt Shop | Furniture / Home Store | Fish & Chips Shop | Track | 3 | 3 |
| Vegetarian / Vegan Restaurant | Home Service | Arts & Crafts Store | Trail | Mountain | 4 | 4 |

Conclusion

K means results indicates that most zip codes fall under cluster 1. Two of the highest % Asian zip codes, 95131 and 95133 also fall under Cluster 1. Cluster 1 however did not have any Asian restaurants in top 5 list, in fact the most popular cuisine was Mexican Restaurant. Clusters 3 had Fish and Chips as 2nd popular spot and Cluster 2 had Food Truck 4th most common venue. In terms of individual zip code data, 95131 with the highest percent Asians had Fast Food joint as the 2nd most common venue. The zip code 94539 had Chinese and hot pot restaurants as 1st and 5th most common venue.

Based on the results, it appears that there isn't a clear relationship between percent Asians and Asian restaurants being in top five most common venues. However it does not mean that there aren't Asian restaurants, it just means that those that exist are not as popular as other non-eatery venues but since they are not as popular, it could mean that they are less of competition. I would recommend to open the fusion restaurant in any of the top 10 highest % Asian zip codes, except for 95148, 94539 or 95014