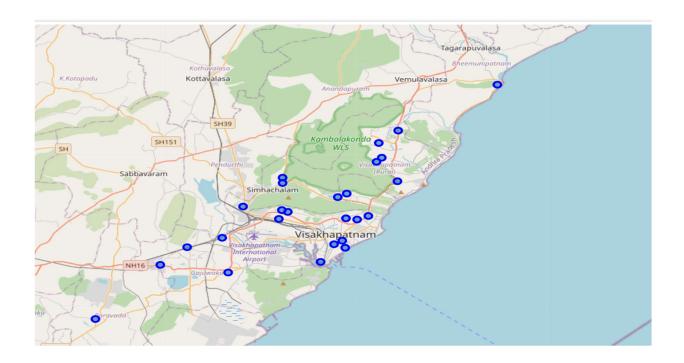
The Battle of Neighborhoods – Vizag



Applied Data Science Capstone by IBM on Coursera (Suresh Malla)

Introduction: Business Problem

This project deals with major venue categories in the neighborhoods of Vizag, the proposed executive capital of the Indian state of Andhra Pradesh. It is most populated and one of the largest cities in state of Andhra Pradesh. As the city drawing an attention in recent times, this Project would specifically help investors to choose right business to start.

The Foursquare API is used to access the venues in the neighborhoods. Since, it returns less venues in the neighborhoods, we would be analyzing areas for which countable number of venues are obtained.

Then they are clustered based on their venues using Data Science Techniques. Here the k-means clustering algorithm is used to achieve the task.

Folium visualization library can be used to visualize the clusters superimposed on the map of Chennai city. These clusters can be analyzed to help investors to select a suitable location for their business ideas.

Data Requirements:

Vizag has multiple localities to explore. Extracted all the localities by web scrapping Wikipedia page which has list of localities in Vizag. Used geocoder to get coordinates of longitude and latitude for each locality.

In order to obtain the venue details in each neighborhood Foursquare API is used.

Wiki page:

<u> https://commons.wikimedia.org/wiki/Category:Suburbs_of_Visakhapatnam</u>"

```
neig_df['Locality']
0
                       Adavivaram
1
                       Aganampudi
2
                          Arilova
3
                    Bakkannapalem
4
                   Bheemunipatnam
5
                        Boyapalem
6
                          Duvvada
7
                         Gajuwaka
8
                 Jagadamba Centre
9
                          Kommadi
10
                     Maddilapalem
                     Madhavadhara
11
                      Madhurawada
12
13
                     Maharanipeta
14
                     Marikavalasa
15
                       Marripalem
         Midhilapuri VUDA Colony
16
17
                      Mudasarlova
18
                       MVP Colony
19
                       Naiduthota
20
                         Parawada
21
        Port Area, Visakhapatnam
22
                   Seethammadhara
23
      Sheelanagar, Visakhapatnam
24
                      Simhachalam
25
        Suryabagh, Visakhapatnam
                          Yendada
Name: Locality, dtype: object
```

Foursquare API:

https://api.foursquare.com/v2/venues/explore?



There is total 26 neighborhoods. Latitudes and Longitudes are obtained for each neighborhood and explored the venues from foursquare Api. A total of 62 venues are returned by foursquare API.

Methodology:

Now we have the neighborhoods data of Vizag (26 neighborhoods). We also have the most popular venues in each neighborhood obtained by using Foursquare API. A total of 62 venues have been obtained in whole city and 37 unique categories. Observation here is data with venues for each neighborhood is very less which varies from 1-12 venues.

Perform one-hot encoding on the dataset and use it finding the 10 most common venue category in each neighborhood.

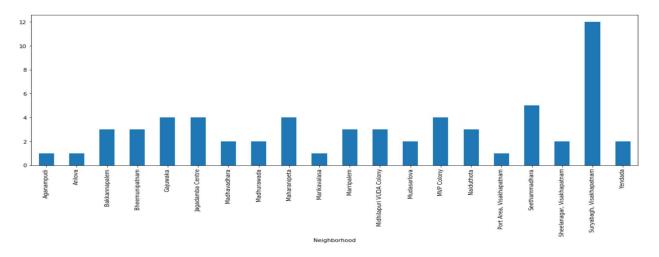
K- Nearest Neighbor clustering technique have been used to find optimum number of clusters.

Each cluster is analyzed to find major type of venue categories in each cluster.

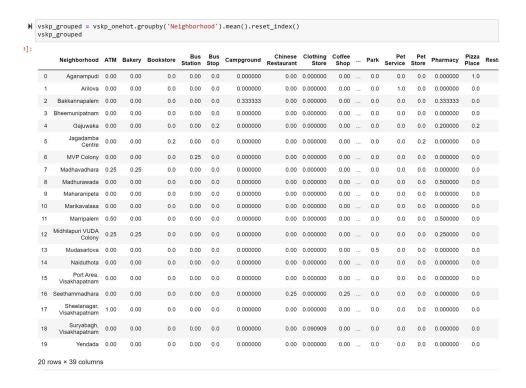
This data can be used to suggest investors to start suitable business and location based on the category.

ANALYSIS:

Looking into the dataset, venues returned are varying from 1- 12 range. We can see there is not enough data that foursquare API return which could lead to in accurate results. But for this capstone, I am proceeding with the same data.



Perform one-hot encoding on the dataset and use it finding the 10 most common venue category in each neighborhood.



| | Neighborhood | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue | 9th Most Common Venue | 10th Most Common Venue |
|---|----------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|------------------------------|
| 0 | Aganampudi | Pizza Place | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner |
| 1 | Arilova | Pet Service | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner |
| 2 | Bakkannapalem | Smoke Shop | Pharmacy | Campground | Trail | Diner | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant |
| 3 | Bheemunipatnam | Restaurant | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner |
| 4 | Gajuwaka | Fried Chicken Joint | IT Services | Pizza Place | Pharmacy | Bus Stop | Trail | Diner | Garden Center | Food Court | Fast Food Restaurant |

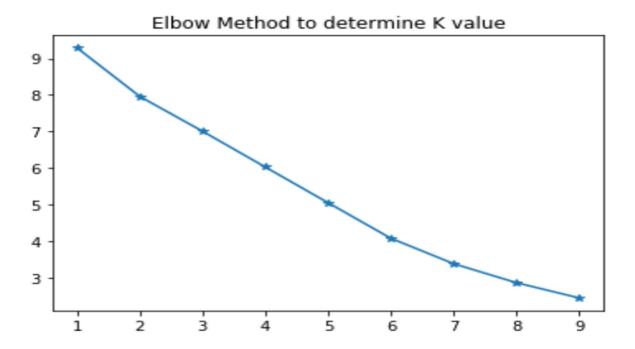
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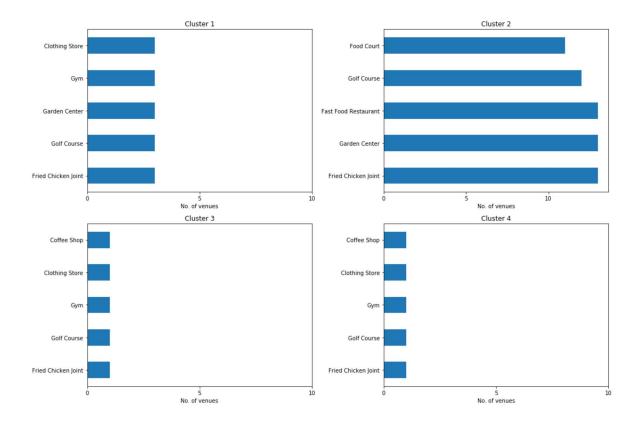
A range of values from 1 to 10 was considered, KNN clustering was performed on the dataset and plotted a elbow plot. From the elbow plot we can see that a value of k-value of 6 provides the best

score. This k-value is used for K-means clustering technique-means labels obtained were included in the top neighborhoods dataset for examining the characteristics of each cluster.



Results and Discussion

Using the clusters and top venue categories lets visualize the top 5 venue category in each cluster.



Cluster1:

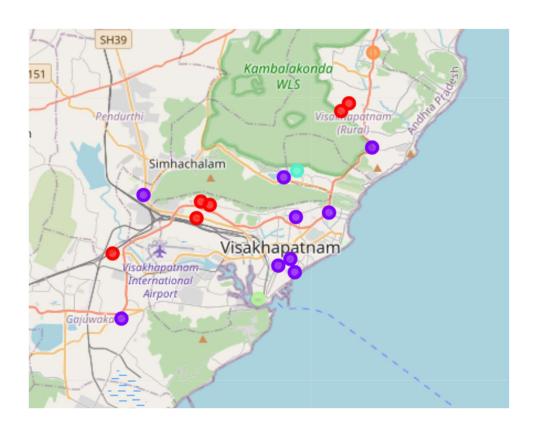
| | Latitudes | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue | 9th Most Common Venue | 10th Most Common Venue |
|----|-----------|-----------------------------|--------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|------------------------------|
| 3 | 17.80368 | Pharmacy | Campground | Trail | Diner | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant |
| 11 | 17.74773 | Gym | Bakery | ATM | Restaurant | Coffee Shop | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant |
| 12 | 17.80817 | Pharmacy | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store |
| 15 | 17.74051 | Pharmacy | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner |
| 16 | 17.75005 | Bakery | Garden Center | Pharmacy | Diner | Golf Course | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store |
| 23 | 17.71927 | Diner | Grocery Store | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Coffee Shop |

Cluster2:

| | Latitudes | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue | 9th Most Common Venue | 10th Most Common Venue |
|----|-----------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|------------------------------|
| | 17.889380 | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner |
| 7 | 17.680830 | IT Services | Pizza Place | Pharmacy | Bus Stop | Trail | Diner | Garden Center | Food Court | Fast Food Restaurant |
| 8 | 17.715800 | Bookstore | Hotel | Pet Store | Electronics Store | Trail | Diner | Garden Center | Fried Chicken Joint | Food Court |
| 13 | 17.708290 | Hotel | Indian Restaurant | Food Court | Grocery Store | Golf Course | Garden Center | Fried Chicken Joint | Fast Food Restaurant | Electronics Store |
| 17 | 17.764530 | Golf Course | Coffee Shop | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store | Diner | Trail |
| 18 | 17.743690 | Ice Cream Shop | Indian Restaurant | Food Court | Trail | Electronics Store | Golf Course | Garden Center | Fried Chicken Joint | Fast Food Restaurant |
| 19 | 17.754101 | Indian Restaurant | Trail | Diner | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Fast Food Restaurant | Electronics Store |
| 22 | 17.740670 | Indian Restaurant | Chinese Restaurant | Fast Food Restaurant | Diner | Golf Course | Garden Center | Fried Chicken Joint | Food Court | Electronics Store |
| 25 | 17.711910 | Hotel | Indian Restaurant | Indie Movie Theater | Movie Theater | Fast Food Restaurant | Clothing Store | Fried Chicken Joint | Food Court | Electronics Store |
| 26 | 17.782230 | Diner | Indian Restaurant | Grocery Store | Bus Station | Bus Stop | Campground | Chinese Restaurant | Clothing Store | Gym |

Cluster 3:

| Latitudes | 2nd Most Common Venue | 3rd Most Common Venue | 4th Most Common Venue | 5th Most Common Venue | 6th Most Common Venue | 7th Most Common Venue | 8th Most Common Venue | 9th Most Common Venue | 10th Most Common Venue |
|------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|------------------------------|
| 1 17.68904 | Trail | Coffee Shop | Golf Course | Garden Center | Fried Chicken | Food Court | Fast Food Restaurant | Electronics | Diner |



After going through the neighborhoods of Visakhapatnam, India and looking the cluster information, cluster1 is already occupied with good number of

restaurants, grocery, food and women store but see an opportunity for someone to start off with a gym which is missing in the cluster. Whereas starting with restaurant, clothing business as an opportunity to start in cluser2,3,4 considering the less competition and uniqueness of the business.

The main challenge here with the analysis is Foursquare API has returned very less data points and this can be improved by trying with other API's which gives better data for our analysis to recommend business ideas in Vizag location.