# Capstone Project - Where to rent in Singapore?

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## Introduction/Business Problem

Singapore is a city state located at the southern tip of the Malay Peninsula approximately one degree north of the equator. Due to its location it has a tropical climate with uniform high temperatures and humidity, rainfall is abundant particularly in the two notable monsoon seasons.

Singapore is one of the global financial centres having a highly developed market economy based on its strategic location as a trading port within Asia. It retains a large amount of foreign investment as a result of its location, skilled workforce, low tax rates, advanced infrastructure and zero-tolerance against corruption. This promotes Singapore to be consistently ranked highly in best places to live and work.

The 5.64 million (approx.) multiracial and multicultural population of Singapore is made from 4 million residents and 1.64 million non-residents. This relates to approximately 44 percent of the workforce being non-Singaporean.

Despite Singapore growing its land mass through land reclamation from surrounding waters its limited size has caused property prices and developments to substantially increase in price. Combined with the laws regulating property ownership many non-Singaporean, non-residents rent during their time in Singapore. Ownership is allowed of condominium properties although pricing generally deters this option.

Prior to arrival and starting work in the city state many worldwide renters approach the internet and limited resources attempting a wide variety of research in consideration of which location to settle in. This can often lead to confusion and missed opportunities for a better homelife. This Project attempts to relieve the pressure of the 1.64 million renters and provide a structured answer to which neighbourhood (or district as they are referred in Singapore) they can focus property search efforts.

## Data

The data used for this project will segment Singapore into its 28 postal districts for comparison. The use of postal codes is a general method adopted within Singapore to categorise properties and services; it is therefore deemed a suitable method to answer the main project query. Each of the districts will then be compared and clustered using venues, places, transportation and rental rates to determine outcomes of areas to consider.

Specific datasets used are:

Foursquare location data (https://developer.foursquare.com/)

#### Data Provider

Back in 2009, Foursquare invented the check-in. Today, those 13+ billion check-ins are the foundation of our powerful, proprietary Pilgrim technology that helps make sense of where phones go for the more than 150,000 partners who have registered to use our developer tools, including Uber, Tencent, Apple, Samsung, and Twitter. (extract from website https://foursquare.com/about)

#### Data Set

Location data provided by calls to Foursquare API based on a specific location (latitude, longitude) to demonstrate Amenities, Transport, Schools, Places, Venues etc.

https://developer.foursquare.com/docs/api/endpoints

Data.gov.sg (https://data.gov.sg/)

#### Data Provider

Data.gov.sg was first launched in 2011 as the government's one-stop portal to its publicly available datasets from 70 public agencies. (extract from website https://data.gov.sg/)

#### Data Set

Rentals of Non-Landed Residential Buildings, Quarterly https://data.gov.sg/dataset/rentals-of-non-landed-residential-buildings-with-at-least-10-rental-contracts-signed-in-1q2016

This listing contains summary statistics (median, 25th percentile, 75th percentile, and number of rental contracts) of major non-landed private residential projects with at least 10 rental contracts signed in a quarter.

Whilst this does not contain minor developments it is deemed appropriate in answering the projected question as smaller developments are a low consideration and potentially not open to the target audience. In addition, minor development details are not readily available without cost.

This data is available in csv format and direct from website data API.

### Schema

| Name                         | Туре   | Keep/Drop | Reason                                  |
|------------------------------|--------|-----------|---|
| Quarter                      | String | Drop      | Period holds no relevance for initial   |
|                              |        |           | area selection                          |
| Project Name                 | String | Keep      |   |
| Postal District              | String | Keep      |   |
| 25th Percentile (S\$ psm pm) | Float  | Keep      | Using for reference and checking only   |
| Median (S\$ psm pm)          | Float  | Keep      | Focus                                   |
| 75th percentile (S\$ psm pm) | Float  | Keep      | Using for reference and checking only   |
| Rental Contracts (Count)     | Float  | Drop      | Total number of available units in each |
|                              |        |           | building is different; weighting would  |
|                              |        |           | need to be considered                   |

S\$ psm pm = Singapore Dollar per square meter, per month

The dataset is provided under licence:

[Contains information from { Rentals of Non-Landed Residential Buildings, Quarterly } accessed on { 17/11/2019 } from { https://data.gov.sg/) } which is made available under the terms of the Singapore Open Data Licence version 1.0 { https://data.gov.sg/open-data-licence}]

Urban Redevelopment Authority (https://www.ura.gov.sg)

#### Data Provider

At URA, we adopt a long-term and comprehensive planning approach to formulate strategic plans such as the Concept Plan and the Master Plan to guide the physical development of Singapore in a sustainable manner. Our plans and policies are focused on achieving a quality living environment for Singapore. (extract from website https://www.ura.gov.sg)

#### Data Set

District Code and District Map of Singapore https://www.ura.gov.sg/realEstateIIWeb/resources/misc/list\_of\_postal\_districts.htm

A table containing the postal codes in Singapore used to create latitude and longitude details for each respective district. Where a postal district covers multiple locations the first named location will be used as its target.

The data is available in a tabular format and will be pulled using Beautiful Soup.

#### Schema

| Name             | Туре   | Keep/Drop | Reason |
|------------------|--------|-----------|--------|
| Postal District  | String | Кеер      |        |
| Postal Sector    | String | Кеер      |        |
| General Location | String | Кеер      |        |

# Methodology

### **Exploratory Data Analysis**

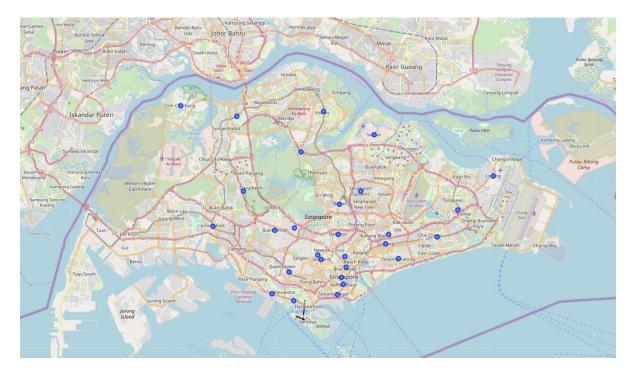
#### Location — Postal Districts

Initial investigation of the Postal Districts showed there was multiple General Locations quoted for each Postal District. It was decided within the cleaning only the first General location would be used as the basis for determining the Postal District latitude and longitude values by string.

#### List of Postal Districts

| Postal District | Postal Sector (1st 2 digits of 6-digit postal codes) | General Location                                    |
|-----------------|--|---|
| 01              | 01, 02, 03, 04, 05, 06                               | Raffles Place, Cecil, Marina, People's Park         |
| 02              | 07, 08   | Anson, Tanjong Pagar                                |
| 03              | 14,15, 16  | Queenstown, Tiong Bahru                             |
| 04              | 09, 10   | Telok Blangah, Harbourfront                         |
| 05              | 11, 12, 13   | Pasir Panjang, Hong Leong Garden, Clementi New Town |
| 06              | 17   | High Street, Beach Road (part)                      |
| 07              | 18, 19   | Middle Road, Golden Mile                            |
| 08              | 20, 21   | Little India  |
| 09              | 22, 23   | Orchard, Cairnhill, River Valley                    |
| 10              | 24, 25, 26, 27                                       | Ardmore, Bukit Timah, Holland Road, Tanglin         |
| 11              | 28, 29, 30   | Watten Estate, Novena, Thomson                      |
| 12              | 31, 32, 33   | Balestier, Toa Payoh, Serangoon                     |
| 13              | 34, 35, 36, 37                                       | Macpherson, Braddell                                |
| 14              | 38, 39, 40, 41                                       | Geylang, Eunos                                      |
| 15              | 42, 43, 44, 45                                       | Katong, Joo Chiat, Amber Road                       |
| 16              | 46, 47, 48   | Bedok, Upper East Coast, Eastwood, Kew Drive        |
| 17              | 49, 50, 81   | Loyang, Changi                                      |
| 18              | 51, 52   | Tampines, Pasir Ris                                 |
| 19              | 53, 54, 55, 82                                       | Serangoon Garden, Hougang, Ponggol                  |
| 20              | 56, 57   | Bishan, Ang Mo Kio                                  |
| 21              | 58, 59   | Upper Bukit Timah, Clementi Park, Ulu Pandan        |
| 22              | 60, 61, 62, 63, 64                                   | Jurong  |
| 23              | 65, 66, 67, 68                                       | Hillview, Dairy Farm, Bukit Panjang, Choa Chu Kang  |
| 24              | 69, 70, 71   | Lim Chu Kang, Tengah                                |
| 25              | 72, 73   | Kranji, Woodgrove                                   |
| 26              | 77, 78   | Upper Thomson, Springleaf                           |
| 27              | 75, 76   | Yishun, Sembawang                                   |
| 28              | 79, 80   | Seletar   |

Further graphical analysis of this in a mapped format demonstrates a good spread between the Postal District centres. It is noted that the centres also lie on or close to main road transportation and close the name locations the map provider produces. Where larger open spaces are evident there is less housing options so the removal of data is also not considered to have detrimental effect the outcome. Observations show the south west of Singapore does not have Postal Districts close by, with the closest being Jurong East. A web search determined this area is predominantly industrial type units and within consideration for rental housing.



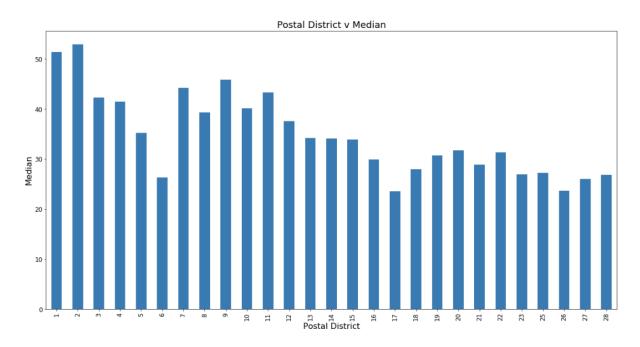
#### Rental Data

A simple approach to exploring the data was undertaken using the .describe() function. This allows quick assessment of the rental data showing there is a positive increment throughout the 25<sup>th</sup> percentile, 75<sup>th</sup> percentile and median so we do not expect and major outlying details.

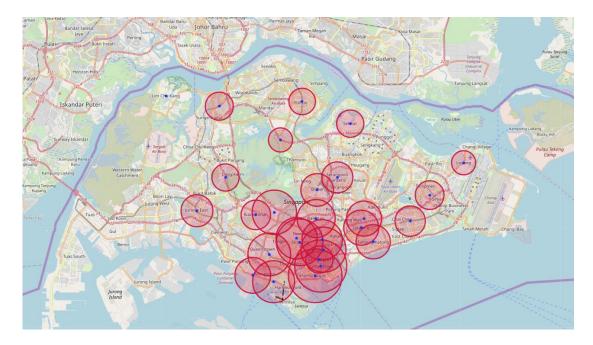
It is also decided to use the median as the focus to provide a simplified approach to further analysis. Whilst the full data gives a good range the question is to determine a suitable area to live based on multiple criteria with similar weight and not to focus heavily on the rental price.

|       | 25th Percentile | Median     | 75th Percentile |
|-------|-----------------|------------|-----------------|
| count | 604.000000      | 604.000000 | 604.000000      |
| mean  | 33.306523       | 35.974156  | 39.159603       |
| std   | 9.515605        | 10.339549  | 11.378834       |
| min   | 16.260000       | 17.200000  | 18.770000       |
| 25%   | 26.170000       | 28.167500  | 30.575000       |
| 50%   | 31.710000       | 34.065000  | 37.390000       |
| 75%   | 39.155000       | 43.157500  | 46.135000       |
| max   | 67.010000       | 70.710000  | 76.550000       |

Proceeding to chart the Postal District v Median exploration it is noted Postal District 24 does not contain any data.



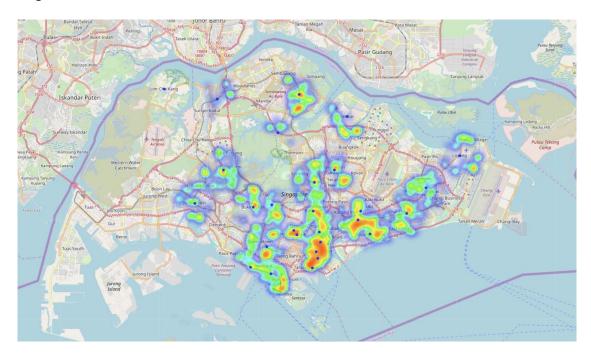
The data is then presented in a bubble plot to aid graphical representation. This clearly illustrates the central Singapore districts are most expensive, however many districts appear with very similar rates as the progress outwards.



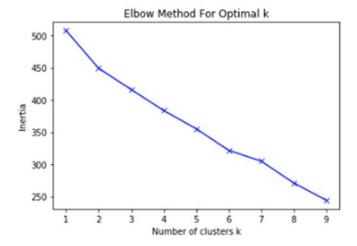
A further web search of the Lim Chu Kang area shows this to be mainly industrial, small scale farming units and nature reservations, without major rental projects. As this does not hold major relevance to the question it is deemed suitable to remove this Postal District from ongoing analysis.

## Foursquare data

Initial pulling of data using 1000m from each Postal District was set which brought in a dataset of 1649 rows. Extending this to 2000m brought in 2461 rows ~70% larger. The greater quantity of data would provide a better base for analysis. In addition it was determined whilst the centres of Postal Districts are used it was not considered that all amenities, venues and rental properties were exactly central to each. In effort to better understand this data a heat map was built to locate the effective hot spots of venues imported from Foursquare data. It is seen that a denser heat is obvious in the central areas of Singapore. From the visualisation it can be construed there are two main channels running north to south and east to west.



# Machine Learning

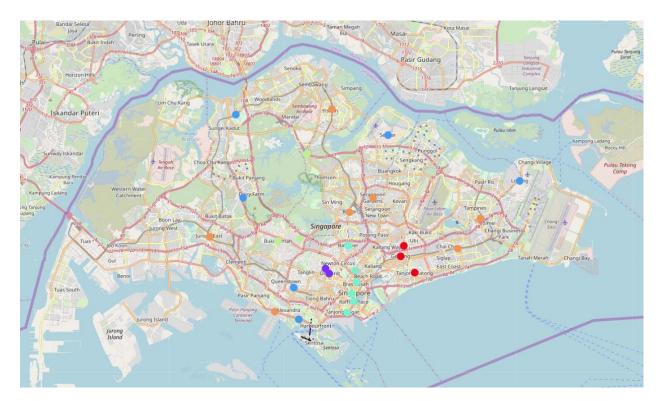


The decided machine learning is to use K-means as the form of unsupervised learning to cluster the Postal Districts into similar clusters, thus providing a set of locations to focus property search. It was the most sensible approach and answers the overall report question effectively.

The dataset was created with MinMaxScaler as the feature matrix. Using each value of k the k-means is initialised and the inertia attribute is used to identify proximity to nearest cluster centre. The following plot was achieved to show an elbow at k=6. Therefore, six clusters will be produced.

## Results

The k-means clustering defines the city into six notable areas which any prospective renter can focus their search.



The following tables show the top 10 venues in each location to give prospective renters a more descriptive analysis of the main types of venues available in each district.

## Cluster 0 - Centre-East

An area within close vicinity to the central business district, with a large number of eating establishments.

|   | General<br>Location | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most Common<br>Venue         | 6th Most<br>Common Venue | 7th Most Common<br>Venue         | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most<br>Common Venue |
|---|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|----------------------------------|--------------------------|----------------------------------|--------------------------|--------------------------|---------------------------|
| 1 | 3 Macpherson        | Food Court               | Chinese<br>Restaurant    | Asian Restaurant         | Seafood<br>Restaurant    | Vegetarian / Vegan<br>Restaurant | BBQ Joint                | Snack Place                      | Noodle House             | Café                     | Coffee Shop               |
| 1 | 1 Geylang           | Chinese<br>Restaurant    | Asian Restaurant         | Food Court               | Seafood<br>Restaurant    | BBQ Joint                        | Noodle House             | Vegetarian / Vegan<br>Restaurant | Dim Sum<br>Restaurant    | Café                     | Vietnamese<br>Restaurant  |
| 1 | 5 Katong            | Chinese<br>Restaurant    | Hotel                    | Coffee Shop              | Vietnamese<br>Restaurant | Seafood Restaurant               | Japanese<br>Restaurant   | BBQ Joint                        | Asian Restaurant         | Noodle House             | Multiplex                 |

### Cluster 1 – Central Hotel

These postal districts feature many hotels and boutiques, therefore expect the area to be highly catered for the tourist.

|    | General<br>Location | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most<br>Common Venue | 6th Most<br>Common Venue | 7th Most<br>Common Venue | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most<br>Common Venue |
|----|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------|
| 9  | Orchard             | Hotel                    | Boutique                 | Japanese<br>Restaurant   | Shopping Mall            | Coffee Shop              | Bakery                   | Sushi Restaurant         | Bubble Tea Shop          | Cosmetics Shop           | Chinese<br>Restaurant     |
| 10 | Ardmore             | Hotel                    | Boutique                 | Japanese                 | Chinese                  | Sushi Restaurant         | Bakery                   | Coffee Shop              | Shopping Mall            | Cosmetics Shop           | Bubble Tea Shop           |

## Cluster 2 – Outer reaches

Far reaching the bulk of these districts are on the edges of Singapore.

|    | General<br>Location | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most<br>Common Venue | 6th Most<br>Common Venue | 7th Most<br>Common Venue | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most<br>Common Venue |
|----|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------|
| 3  | Queenstown          | Café                     | Chinese<br>Restaurant    | Coffee Shop              | Park                     | Food Court               | Indian Restaurant        | Seafood<br>Restaurant    | Asian Restaurant         | Ice Cream Shop           | Korean Restaurant         |
| 4  | Telok<br>Blangah    | Café                     | Chinese<br>Restaurant    | Scenic Lookout           | Trail                    | Beach                    | Park                     | Food Court               | Candy Store              | Pool                     | Asian Restaurant          |
| 17 | Loyang              | Resort                   | Café                     | Asian Restaurant         | Indian Restaurant        | Bus Station              | Waterfront               | Restaurant               | Coffee Shop              | Grocery Store            | Thai Restaurant           |
| 23 | Hillview            | Food Court               | Trail                    | Fast Food<br>Restaurant  | Coffee Shop              | Park                     | Nature Preserve          | Italian Restaurant       | Café                     | Sandwich Place           | Shopping Mall             |
| 25 | Kranji              | Asian Restaurant         | Grocery Store            | Food Court               | Trail                    | Department Store         | Bar                      | Park                     | Hainan<br>Restaurant     | Bowling Alley            | Go Kart Track             |
| 28 | Seletar             | Café                     | Airport                  | Food Court               | Bus Stop                 | Pizza Place              | Park                     | Restaurant               | Noodle House             | Bistro                   | Other Repair Shop         |

### Cluster 3 – Main Core

The main core of the city again highly developed with the tourist in mind, whilst serving the attractions for locals alike.

|    | General<br>Location | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most<br>Common Venue | 6th Most<br>Common Venue | 7th Most<br>Common Venue | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most<br>Common Venue |
|----|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------|
| 1  | Raffles<br>Place    | Hotel                    | Waterfront               | Italian Restaurant       | Bar                      | Event Space              | Cocktail Bar             | Coffee Shop              | Seafood<br>Restaurant    | Wine Bar                 | Concert Hall              |
| 2  | Anson               | Hotel                    | Japanese<br>Restaurant   | Coffee Shop              | Café                     | Korean<br>Restaurant     | Bar                      | Ramen<br>Restaurant      | Spanish<br>Restaurant    | Yoga Studio              | Beer Garden               |
| 6  | High Street         | Hotel                    | Japanese<br>Restaurant   | Waterfront               | Restaurant               | Coffee Shop              | Event Space              | Park                     | Plaza                    | French<br>Restaurant     | Cocktail Bar              |
| 7  | Middle<br>Road      | Hotel                    | Café                     | Restaurant               | Japanese<br>Restaurant   | Italian Restaurant       | Event Space              | Coffee Shop              | Movie Theater            | French<br>Restaurant     | Shopping Mall             |
| 8  | Little India        | Hotel                    | Indian Restaurant        | Café                     | Chinese<br>Restaurant    | Restaurant               | Ice Cream Shop           | Italian Restaurant       | Dessert Shop             | Indonesian<br>Restaurant | Whisky Bar                |
| 12 | Balestier           | Chinese<br>Restaurant    | Hotel                    | Bakery                   | Café                     | Dessert Shop             | Food Court               | Indian Restaurant        | Coffee Shop              | Ramen<br>Restaurant      | Supermarket               |

## Cluster 4 – Green Life

Nestled around green areas the districts seem very cosmopolitan with European restaurants being higher on the list than local restaurants.

|   | General<br>Location    | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most<br>Common Venue | 6th Most<br>Common Venue | 7th Most<br>Common Venue | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most<br>Common Venue |
|---|------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|---------------------------|
| 1 | 1 Watten<br>Estate     | Bakery                   | Italian Restaurant       | Japanese<br>Restaurant   | Café                     | Chinese<br>Restaurant    | Food Court               | French<br>Restaurant     | Restaurant               | Seafood<br>Restaurant    | Thai Restaurant           |
| 2 | 1 Upper Bukit<br>Timah | Café                     | Italian Restaurant       | Chinese<br>Restaurant    | Bakery                   | Pizza Place              | Supermarket              | Thai Restaurant          | Restaurant               | Soccer Field             | Japanese<br>Restaurant    |
| 2 | 6 Upper<br>Thomson     | Chinese<br>Restaurant    | Indian Restaurant        | Golf Course              | Café                     | Convenience<br>Store     | Supermarket              | Gym                      | Lake                     | Thai Restaurant          | Park                      |

## Cluster 5 – Mid City

This cluster feature districts in the mid distance from city centre. This is anticipated as more suburban living with a good quantity of venues available.

|    | General<br>Location | 1st Most<br>Common Venue | 2nd Most<br>Common Venue | 3rd Most<br>Common Venue | 4th Most<br>Common Venue | 5th Most<br>Common Venue | 6th Most<br>Common Venue | 7th Most<br>Common Venue | 8th Most<br>Common Venue | 9th Most<br>Common Venue | 10th Most Common<br>Venue        |
|----|---------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|----------------------------------|
| 5  | Pasir<br>Panjang    | Chinese<br>Restaurant    | Coffee Shop              | Food Court               | Café                     | Indian Restaurant        | Thai Restaurant          | Bakery                   | Seafood<br>Restaurant    | Asian Restaurant         | Scenic Lookout                   |
| 16 | Bedok               | Chinese<br>Restaurant    | Coffee Shop              | Food Court               | Asian Restaurant         | Seafood<br>Restaurant    | Noodle House             | Fast Food<br>Restaurant  | Japanese<br>Restaurant   | Supermarket              | Bakery                           |
| 18 | Tampines            | Coffee Shop              | Café                     | Dessert Shop             | Fast Food<br>Restaurant  | Asian Restaurant         | Noodle House             | Food Court               | Chinese<br>Restaurant    | Japanese<br>Restaurant   | Bakery                           |
| 19 | Serangoon<br>Garden | Coffee Shop              | Chinese<br>Restaurant    | Asian Restaurant         | Noodle House             | Food Court               | Ice Cream Shop           | Bakery                   | Dessert Shop             | Café                     | Korean Restaurant                |
| 20 | Bishan              | Coffee Shop              | Chinese<br>Restaurant    | Food Court               | Ice Cream Shop           | Seafood<br>Restaurant    | Bakery                   | Thai Restaurant          | Asian Restaurant         | Japanese<br>Restaurant   | BBQ Joint                        |
| 22 | Jurong              | Chinese<br>Restaurant    | Coffee Shop              | Food Court               | Japanese<br>Restaurant   | Playground               | Supermarket              | Bar                      | Garden                   | Bubble Tea Shop          | Vegetarian / Vegan<br>Restaurant |
| 27 | Yishun              | Coffee Shop              | Chinese<br>Restaurant    | Asian Restaurant         | Thai Restaurant          | Indian Restaurant        | Food Court               | Park                     | Sushi Restaurant         | Fried Chicken<br>Joint   | American<br>Restaurant           |

# Discussion

The main venue types in Singapore are eating establishments and these far eclipse all other types. This is sensible being that there will be more restaurants than bus stops, or maybe more people wishing to share information about them.

Whilst transportation comes under venues, a better further analysis maybe to look at the flexibility of transportation links and time to travel from each point. Additionally, a greater look at the type of schooling available in each location may provide better results for potential users.

### Conclusion

The report provides a basis for its intended audience to locate suitable Postal Districts to further property searches. It also helps to answer the main query and provide similar areas a user may not have initially considered. Whilst it does complete its goal a greater and more developed dataset would provide further insight to each of the districts and enhance the decision making process.