

The Battle of the Neighborhoods: LONDON

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Coursera Capstone

Navigating London's Real Estate Market

- London is a dynamic and transient city that attracts many expatriates
- London Real Estate is DAUNTING due to: size, diversity, and competitiveness
- Determining best neighborhood varies for everyone
- For a young professional, three things matter: safety, affordability, and vibe



Data Acquisition and Cleaning

- Data Sources:
 - Listing of London boroughs from Wikipedia
 - Official crime records from Kaggle
 - Housing prices (price per square meter) from UK Office of National Statistics
 - Happiness index
- Data cleaning
 - Boroughs: official names taken from Wiki page
 - Crime rate: utilized most recent year in dataset - 2016; removed rows with missing data
 - Housing prices: kept two columns only - borough name and price per meter squared



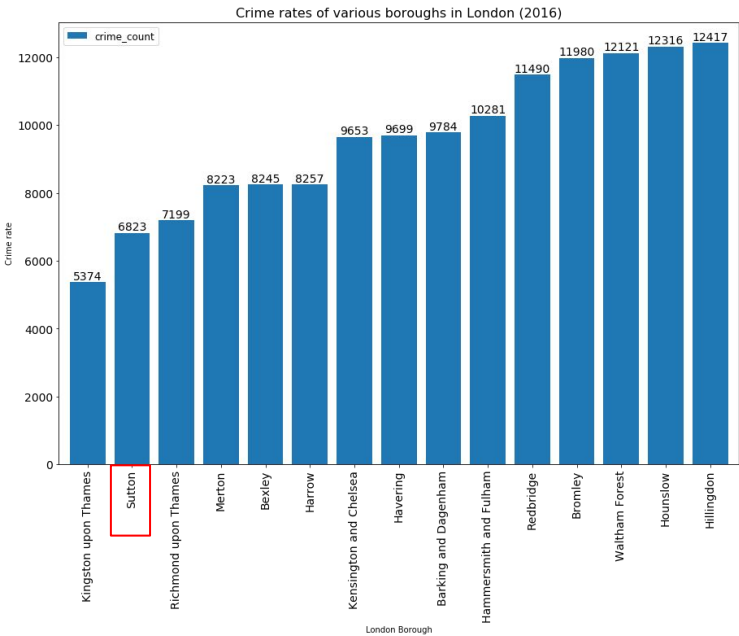
Methodology

Two steps:

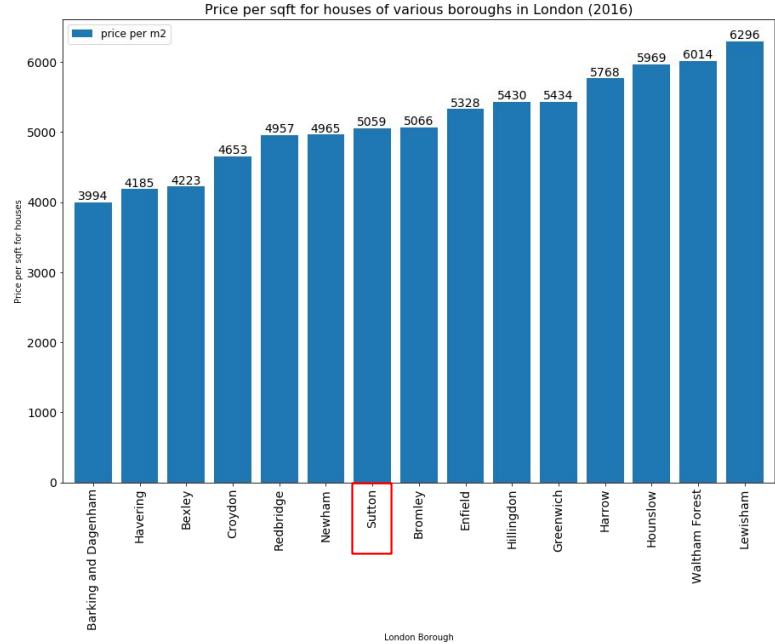
1. Exploratory Data Analysis: to visualize safest, most affordable, and happiest places in London; then select borough to further analyze
2. Modeling: further delve into the specifics of the selected borough; analyze most popular venues



Exploratory Data Analysis



Crime Rate



Price per square meter

| London_Borough | |
|----------------|----------------------|
| 0 | Richmond Upon Thames |
| 1 | Kingston upon Thames |
| 2 | Bromley |
| 3 | Sutton |
| 4 | Wandsworth |
| 5 | Camden |
| 6 | Barnet |
| 7 | Ealing |
| 8 | Greenwich |
| 9 | Havering |
| 10 | Hackney |
| 11 | Waltham Forest |
| 12 | Merton |
| 13 | Kensington & Chelsea |
| 14 | Hammersmith & Fulham |

Happiness index

Modeling

1. First, we obtain an official list of districts within **Sutton** - from Wikipedia.
2. Then, using Foursquare Location data, we obtained the 100 most popular venues within a 500m radius for each district.
3. Use one-hot encoding to transform categorical variables to binary format.
4. Perform k-means clustering



Cluster 1 - Residential

Most common venues include parks, restaurants, and hardware stores. Note that there is a lack of TRANSPORT venues, which suggest that this area is quieter, more removed, and perhaps residential.

| | District | Borough | Latitude | Longitude | Cluster_FINAL | Cluster_Label | Cluster Label | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue | 3rd Most Common Venue |
|----|------------------|---------|-----------|-----------|---------------|---------------|---------------|----------------|-----------------------|-----------------------|-----------------------|
| 0 | Bandon Hill | Sutton | 51.364777 | -0.134833 | 0 | 1 | 0 | 1 | Park | Pub | Coi Sto |
| 1 | Beddington | Sutton | 51.371988 | -0.132393 | 0 | 1 | 0 | 1 | Indian Restaurant | Hardware Store | Par |
| 14 | South Beddington | Sutton | 51.371988 | -0.132393 | 0 | 1 | 0 | 1 | Indian Restaurant | Hardware Store | Par |

Cluster 2 - Busy, Happening, Central

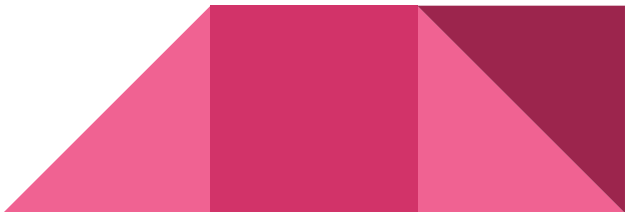
| | District | Borough | Latitude | Longitude | Cluster_FINAL | Cluster_Label | Cluster Label | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue |
|----|--------------------|---------|-----------|-----------|---------------|---------------|---------------|----------------|-----------------------|-----------------------|
| 3 | Belmont | Sutton | 51.343785 | -0.201152 | 1 | 2 | 1 | 2 | Train Station | Asian Restaurant |
| 4 | Benhiton | Sutton | 51.371642 | -0.191571 | 1 | 2 | 1 | 2 | Indian Restaurant | Gym / Fitness Center |
| 5 | Carshalton | Sutton | 51.365788 | -0.161086 | 1 | 2 | 1 | 2 | Grocery Store | Park |
| 6 | Carshalton Beeches | Sutton | 51.357196 | -0.169351 | 1 | 0 | 1 | 0 | Train Station | Italian Restaurant |
| 8 | Cheam | Sutton | 51.357616 | -0.216241 | 1 | 2 | 1 | 2 | Pub | Coffee Shop |
| 9 | Hackbridge | Sutton | 51.379613 | -0.156754 | 1 | 2 | 1 | 2 | River | Train Station |
| 10 | Little Woodcote | Sutton | 51.346076 | -0.145932 | 1 | 5 | 3 | 5 | Park | Sports Club |
| 11 | North Cheam | Sutton | 51.371578 | -0.220225 | 1 | 2 | 1 | 2 | Coffee Shop | Gym / Fitness Center |
| 12 | Rosehill | Sutton | 51.012505 | -0.140639 | 1 | 2 | 1 | 2 | Restaurant | Grocery Store |
| 13 | St. Helier | Sutton | 51.386695 | -0.180057 | 1 | 3 | 1 | 3 | Pharmacy | Breakfast Spot |
| 15 | Sutton | Sutton | 51.357511 | -0.173640 | 1 | 0 | 1 | 0 | Train Station | Italian Restaurant |
| 16 | Sutton Common | Sutton | 51.375373 | -0.196032 | 1 | 2 | 1 | 2 | Train Station | Gym / Fitness Center |

This cluster is by far the largest, with a myriad of diverse venues, most notably: train stations, pubs, grocery stores, coffee shops, and gyms. Based off this data, this cluster is perhaps located in central Sutton, which is busier, more happening, and accessible to other parts of London.

Cluster 3 - Business District

The last cluster mainly consists of business services, racetracks, and vets. The lack of essential services - grocery stores, transport - suggest that this location is perhaps located in a remote and quieter part of Sutton.

| | District | Borough | Latitude | Longitude | Cluster_FINAL | Cluster_Label | Cluster Label | Cluster Labels | 1st Most Common Venue | 2nd Most Common Venue |
|---|-------------------|---------|-----------|-----------|---------------|---------------|---------------|----------------|-----------------------|-----------------------|
| 2 | Beddington Corner | Sutton | 51.386942 | -0.149532 | 2 | 4 | 2 | 4 | Business Service | Racetrack |



Sutton for a Young Professional

- Sutton -
 - Second safest
 - Seventh most cheapest
 - Fourth happiest
- Cluster 2 -
 - Active - parks, diversity in types of venues
 - Accessible - in numerous districts within cluster 2, transport was noted as the most common venue, making other parts of London easily accessible from Sutton
 - Social - pubs, pubs, pubs



Conclusion and future directions

- Obtained and cleaned real data
- Built useful model using k-means algorithm
- Identified a safe, affordable, and happy location to live in London for a young professional

