Coursera Capstone

IBM Applied Data Science Capstone

Finding a good location for opening a new Asian restaurant in Kuala Lumpur, Malaysia

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Business Problem

- Location of the Asian restaurant is one of the most important decisions that will determine its success or failure.
- Objective: To analyze and select the best locations in the city of Kuala Lumpur, Malaysia to open a new Asian restaurant.
- This project is timely as the current corona virus travel restrictions and stay home rules are causing excessive stress on families. In addition to work, kids, their schooling cooking and cleaning are adding to the stress. A restaurant catering to home type cooked meals at a close proximity is a solution to many problems now and later.
- Business question
 - ❖ In the city of Kuala Lumpur, Malaysia, if a business investor is looking to open an Asian restaurant, what would be the ideal neighborhood?

Data

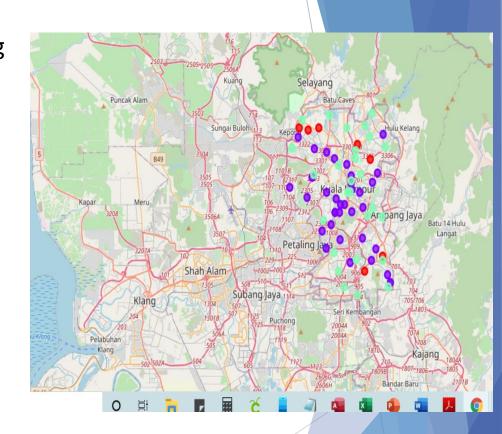
- Data required
 - ❖ List of neighborhoods in Kuala Lumpur.
 - ❖ Latitude and Longitude coordinates of the neighborhoods.
 - Venue data, particularly data related to Asian restaurants.
- Sources of data
 - ❖ Wikipedia page for neighborhoods in Kuala Lumpur, Malaysia.
 - Geocoder package for coordinates.
 - ❖ Foursquare API for venue data.

Methodology

- Web scraping Wikipedia page for neighborhood lists.
- Get Latitudes and Longitudes using Geocoder.
- Using Foursquare API to get venue data.
- Group data by neighborhood and taking the mean frequency of occurrence of each venue category.
- Filter venue category by Asian restaurant.
- Perform clustering on the data by K-means clustering.
- Visualize the clusters in map using Folium

Results

- Categorize the neighborhoods using three clusters:
 - Cluster 0: Neighborhoods with least number of Asian restaurants.
 - Cluster 1: Neighborhoods with highest number of Asian restaurants.
 - Cluster 2: Neighborhoods with moderate number of Asian restaurants.



Discussion

- Most of the Asian restaurants are concentrated in the central area of the city.
- Highest number in cluster 1 and moderate number in cluster
 2.
- Cluster 0 neighborhood in the suburbs have very few Asian restaurants.

Recommendation

- Open new Asian restaurants in neighborhoods in cluster 0 with little or no competition.
- Can also open in neighborhoods in cluster 2 with moderate competition, if the business is a chain or already established.
- Avoid the neighborhoods in cluster 1, already high competition and high concentration.

Conclusion

- Answer to business question: The neighborhoods of cluster 0 are the most preferred locations to open a new Asian restaurant.
- Findings in this project will help relevant business investors to capitalize on the opportunities on high potential locations while avoiding overcrowded areas in their decision making process.



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