Coursera Capstone

IBM Applied Data Science Capstone

Opening a New Shopping Mall in Kuala Lumpur, Malaysia

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Business Problem

- Location of the shopping mall is one of the most important decisions that will determine whether the mall will be a success or a failure
- Objective: To analyze and select the best locations in the city of Karachi, Pakistan to open a new shopping mall
- Business question
 - OIn the city of Karachi, Pakistan, if a property developer is looking to open a new shopping mall, where would you recommend that they open it?

Data

- Data required
 - OList of neighborhoods in Karachi
 - OLatitude and longitude coordinates of the neighborhoods
 - OVenue data, particularly data related to shopping malls

- Sources of data
 - OWikipedia page for neighbourhoods

https://en.wikipedia.org/wiki/Category:Neighbourhoods_of_Karachi

- OGeocoder package for latitude and longitude coordinates
- OFoursquare API for venue data

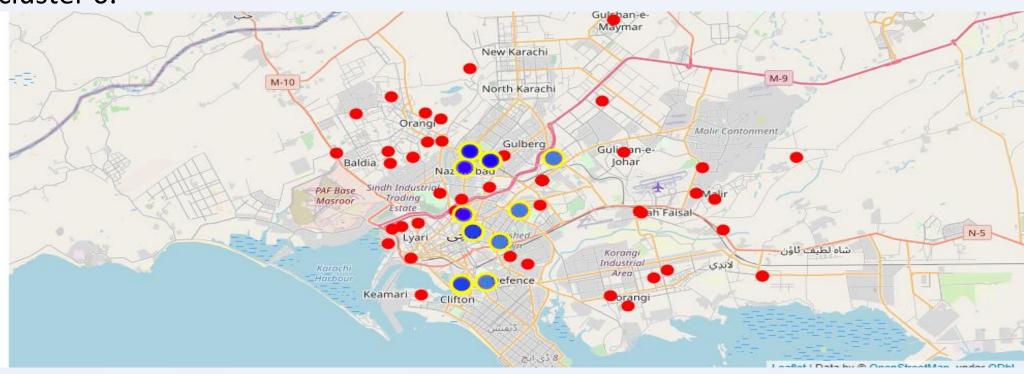
Methodology

- Web scraping Wikipedia page for neighborhoods list
- Get latitude and longitude coordinates using Geocoder
- Use Foursquare API to get venue data
- Group data by neighbourhood and taking the mean of the frequency of occurrence of each venue category
- Filter venue category by Shopping Mall
- Perform clustering on the data by using k-means clustering
- Visualize the clusters in a map using Folium

Results

- Categorized the neighbourhoods into 3 clusters :
 - OCluster 0: Neighbourhoods with moderate number of shopping malls
 - OCluster 1: Neighbourhoods with low number to no existence of shopping malls
 - OCluster 2: Neighbourhoods with high concentration of shopping malls

Map of Clusters Taiser Town Bahria Town Gulehan-e-Maymar DHA City New Karachi North Karachi Malir Cantonment Gulberg Gulioan-e-Johar Sindh Industrial Trading Estate PAF Base Masroor شاہ لطیف ٹاؤن Korangi Industrial Area Defence Keamari Clifton PNWHS ديمس 8 ڈی ایج Leaflet | Data by @ OpenStreetMap, under ODbL. Map showing already existing shopping malls (yellow circles filled with blue color)in Karachi, along with clusters. It is evident there are no shopping malls in cluster 0.



Discussion

- Most of the shopping malls are concentrated in cluster 1 and 2
- Cluster 1 has very low number to no shopping mall in the neighbourhoods
- Oversupply of shopping malls mostly happened in the cluster 1 and 2 while the suburb areas still have very few shopping malls

Recommendations

- Open new shopping malls in neighbourhoods in cluster 0 with little to no competition
- Avoid neighbourhoods in cluster 2 and 1, already high concentration of shopping malls and intense competition

Conclusion

- Answer to business question: The neighbourhoods in cluster 0 are the most preferred locations to open a new shopping mall
- Findings of this project will help the relevant stakeholders to capitalize on the opportunities on high potential locations while avoiding overcrowded areas in their decisions to open a new shopping mall

Thank you!