### **Abstract**

A key challenge for e-commerce businesses is to analyze the trend in the market to increase their sales. The trend can be easily observed if the companies can group the customers; based on their activity on the e-commerce site. This grouping can be done by applying different criteria like previous orders, mostly searched brands and so on.

## **Problem Statement**

Given the e-commerce data, use k-means clustering algorithm to cluster customers with similar interest.

## **Dataset Information**

The data was collected from a well known e-commerce website over a period of time based on the customer's search profile.

# Scope

• Analyzing the existing customer data and getting valuable insights about the purchase pattern • Data pre-processing including missing value treatment • Segmenting customer based on the optimum number of clusters ('k') with the help of silhouette score

## **Data Definition**

Column Description

- 1. Cust\_ID Unique numbering for customers
- 2. Gender Gender of the customer
- 3. Orders Number of orders placed by each customer in the past

Remaining 35 features (brands) contains the number of times customers have searched them

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# 1. Import Packages

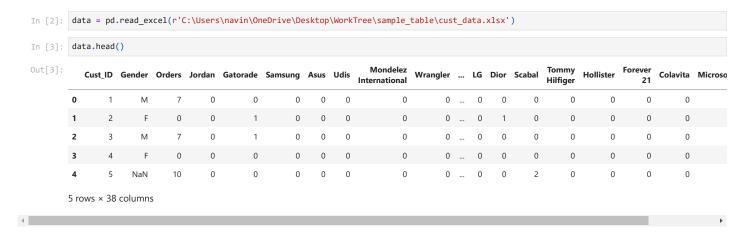
```
import pandas as pd
import numpy as np

import matplotlib.pyplot as plt
import seaborn as sns
import plotly.express as px

from sklearn.preprocessing import StandardScaler
from sklearn.cluster import KMeans
from sklearn.metrics import silhouette_score

from sklearn.preprocessing import MinMaxScaler
```

## 2. Read Data



# 3. Understand and Prepare the Data

# 3.1 Data Types and Dimensions

```
In [4]: data.dtypes
```

```
Cust ID
                                     int64
Out[4]:
                                    object
         Gender
                                     int64
         Orders
         Jordan
                                     int64
         Gatorade
                                     int64
         Samsung
                                     int64
         Asus
                                     int64
         Udis
                                     int64
         Mondelez International
                                     int64
         Wrangler
                                     int64
         Vans
                                     int64
         Fila
                                     int64
         Brooks
                                     int64
         H&M
                                     int64
         Dairy Queen
                                     int64
                                     int64
         Fendi
         Hewlett Packard
                                     int64
         Pladis
                                     int64
         Asics
                                     int64
         Siemens
                                     int64
         J.M. Smucker
                                     int64
         Pop Chips
                                     int64
                                     int64
         Juniper
         Huawei
                                     int64
         Compaq
                                     int64
         IBM
                                     int64
         Burberry
                                     int64
                                     int64
         Μi
                                     int64
         LG
                                     int64
         Dior
         Scabal
                                     int64
         Tommy Hilfiger
                                     int64
         Hollister
                                     int64
         Forever 21
                                     int64
         Colavita
                                     int64
         Microsoft
                                     int64
         Jiffy mix
                                     int64
         Kraft
                                     int64
         dtype: object
```

#### In [5]: data.info()

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 30000 entries, 0 to 29999
Data columns (total 38 columns):
 #
    Column
                             Non-Null Count Dtype
 0
     Cust_ID
                              30000 non-null
                              27276 non-null
 1
    Gender
                                              object
 2
     Orders
                              30000 non-null
                                              int64
                              30000 non-null
     Jordan
                                              int64
 3
                              30000 non-null
 4
     Gatorade
                                              int64
 5
    Samsung
                              30000 non-null
                                              int64
                              30000 non-null
 6
     Asus
                                              int64
    Udis
                              30000 non-null
                                              int64
 8
    Mondelez International
                             30000 non-null
                                              int64
 9
    Wrangler
                              30000 non-null
                                              int64
 10
    Vans
                              30000 non-null
                                              int64
 11
     Fila
                              30000 non-null
                                              int64
 12
     Brooks
                              30000 non-null
 13
    H&M
                              30000 non-null
                                              int64
 14 Dairy Queen
                              30000 non-null
                                              int64
 15
                              30000 non-null
    Fendi
                                              int64
                              30000 non-null
 16
    Hewlett Packard
                                              int64
 17
                              30000 non-null
     Pladis
                                              int64
 18
    Asics
                              30000 non-null
                                              int64
                              30000 non-null
 19
    Siemens
                                              int64
                              30000 non-null
    J.M. Smucker
 20
                                              int64
 21
    Pop Chips
                              30000 non-null
                                              int64
 22
    Juniper
                              30000 non-null
                                              int64
 23
    Huawei
                              30000 non-null
                                              int64
 24
    Compaq
                              30000 non-null
                                              int64
 25
    IBM
                              30000 non-null
 26
                              30000 non-null
    Burberry
                                              int64
 27
    Μi
                              30000 non-null
                                              int64
 28
                              30000 non-null
    LG
                                              int64
 29
    Dior
                              30000 non-null
                                              int64
                              30000 non-null
    Scabal
 30
                                              int64
    Tommy Hilfiger
 31
                              30000 non-null
                                              int64
    Hollister
                              30000 non-null
 32
                                              int64
    Forever 21
 33
                              30000 non-null
                                              int64
 34
    Colavita
                              30000 non-null
                                              int64
 35
    Microsoft
                              30000 non-null
                                              int64
 36
    Jiffy mix
                              30000 non-null
                                              int64
 37
    Kraft
                              30000 non-null
                                              int64
```

dtypes: int64(37), object(1)
memory usage: 8.7+ MB

# 3.2 Distribution of Variables

```
In [6]: data.shape
Out[6]: (30000, 38)
```

# 3.3 Statistical Summary

]:	Cust_ID	Orders	Jordan	Gatorade	Samsung	Asus	Udis	Mondelez International	Wrangler	Vans	
coun	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	30000.000000	 30000.0000
mear	15000.500000	4.169800	0.267433	0.252333	0.222933	0.161333	0.143533	0.139767	0.106933	0.111433	 0.1025
sto	8660.398374	3.590311	0.804778	0.705368	0.917494	0.740038	0.641258	0.525840	0.515921	0.547990	 0.4863
mir	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	 0.0000
25%	7500.750000	1.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	 0.0000
50%	15000.500000	4.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	 0.0000
75%	22500.250000	7.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	 0.0000
max	30000.000000	12.000000	24.000000	15.000000	27.000000	17.000000	14.000000	31.000000	9.000000	16.000000	 19.0000
8 row	s × 37 columns										
											+

Out[8]:

	count	mean	std	min	25%	50%	75%	max
Cust_ID	30000.0	15000.500000	8660.398374	1.0	7500.75	15000.5	22500.25	30000.0
Orders	30000.0	4.169800	3.590311	0.0	1.00	4.0	7.00	12.0
Jordan	30000.0	0.267433	0.804778	0.0	0.00	0.0	0.00	24.0
Gatorade	30000.0	0.252333	0.705368	0.0	0.00	0.0	0.00	15.0
Samsung	30000.0	0.222933	0.917494	0.0	0.00	0.0	0.00	27.0
Asus	30000.0	0.161333	0.740038	0.0	0.00	0.0	0.00	17.0
Udis	30000.0	0.143533	0.641258	0.0	0.00	0.0	0.00	14.0
Mondelez International	30000.0	0.139767	0.525840	0.0	0.00	0.0	0.00	31.0
Wrangler	30000.0	0.106933	0.515921	0.0	0.00	0.0	0.00	9.0
Vans	30000.0	0.111433	0.547990	0.0	0.00	0.0	0.00	16.0
Fila	30000.0	0.094267	0.531592	0.0	0.00	0.0	0.00	15.0
Brooks	30000.0	0.140133	0.471278	0.0	0.00	0.0	0.00	12.0
H&M	30000.0	0.328200	0.807655	0.0	0.00	0.0	0.00	18.0
Dairy Queen	30000.0	0.209333	1.116820	0.0	0.00	0.0	0.00	114.0
Fendi	30000.0	0.141467	0.529210	0.0	0.00	0.0	0.00	18.0
Hewlett Packard	30000.0	0.161100	0.604835	0.0	0.00	0.0	0.00	10.0
Pladis	30000.0	0.106100	0.516512	0.0	0.00	0.0	0.00	26.0
Asics	30000.0	0.300233	1.119167	0.0	0.00	0.0	0.00	66.0
Siemens	30000.0	0.048067	0.338763	0.0	0.00	0.0	0.00	11.0
J.M. Smucker	30000.0	0.754800	1.262166	0.0	0.00	0.0	1.00	64.0
Pop Chips	30000.0	0.247900	0.724106	0.0	0.00	0.0	0.00	21.0
Juniper	30000.0	0.470833	1.346159	0.0	0.00	0.0	1.00	79.0
Huawei	30000.0	0.258000	0.848288	0.0	0.00	0.0	0.00	44.0
Compaq	30000.0	0.118767	0.597612	0.0	0.00	0.0	0.00	30.0
IBM	30000.0	0.031967	0.264475	0.0	0.00	0.0	0.00	11.0
Burberry	30000.0	0.428033	1.098876	0.0	0.00	0.0	0.00	37.0
Mi	30000.0	0.121333	0.478977	0.0	0.00	0.0	0.00	9.0
LG	30000.0	0.102533	0.486376	0.0	0.00	0.0	0.00	19.0
Dior	30000.0	0.271133	0.714682	0.0	0.00	0.0	0.00	12.0
Scabal	30000.0	0.370067	0.758465	0.0	0.00	0.0	1.00	11.0
Tommy Hilfiger	30000.0	0.158967	0.510527	0.0	0.00	0.0	0.00	8.0
Hollister	30000.0	0.077667	0.383370	0.0	0.00	0.0	0.00	9.0
Forever 21	30000.0	0.057333	0.300082	0.0	0.00	0.0	0.00	8.0
Colavita	30000.0	0.192200	0.641306	0.0	0.00	0.0	0.00	22.0
Microsoft	30000.0	0.116367	0.446578	0.0	0.00	0.0	0.00	14.0
Jiffy mix	30000.0	0.088033	0.399277	0.0	0.00	0.0	0.00	8.0
Kraft	30000.0	0.070900	0.387915	0.0	0.00	0.0	0.00	16.0

# 3.4 Duplicated Value

In [9]: data.duplicated().sum()
Out[9]: 0

# 3.5 Missing Data Treatment

In [10]: data.isnull().sum()

```
Out[10]: Cust_ID
                                      0
         Gender
                                   2724
                                      a
         Orders
         Jordan
                                      0
         Gatorade
                                      0
         Samsung
         Asus
         Udis
                                      0
         Mondelez International
         Wrangler
         Vans
                                      0
         Fila
         Brooks
         н&м
                                      0
         Dairy Queen
                                      0
                                      0
         Fendi
         Hewlett Packard
                                      0
0
         Pladis
         Asics
                                      0
         Siemens
         J.M. Smucker
                                      0
         Pop Chips
         Juniper
         Huawei
         Compaq
         IBM
         Burberry
                                      0
                                      0
         Mi
         LG
                                      0
         Dior
         Scabal
         Tommy Hilfiger
                                      0
         Hollister
         Forever 21
                                      0
         Colavita
         Microsoft
                                      0
         Jiffy mix
         Kraft
         dtype: int64
In [11]: data['Gender'].unique()
Out[11]: array(['M', 'F', nan], dtype=object)
In [12]: data['Gender'].value_counts(dropna = False)
                22054
Out[12]:
                 5222
         NaN
                 2724
         Name: Gender, dtype: int64
In [13]: data['Gender'].mode()
Out[13]:
         Name: Gender, dtype: object
In [14]: data['Gender'] = data['Gender'].fillna(data['Gender'].mode()[0])
In [15]: data['Gender'].value_counts(dropna = False)
Out[15]: F
              24778
               5222
         Name: Gender, dtype: int64
In [16]: data.isnull().sum()
```

```
0
         Cust_ID
Out[16]:
                                   0
         Gender
                                   0
         Orders
         Jordan
         Gatorade
         Samsung
         Asus
         Udis
         Mondelez International
         Wrangler
         Vans
         Fila
         Brooks
         Н&М
         Dairy Queen
         Fendi
         Hewlett Packard
         Pladis
         Asics
         Siemens
         J.M. Smucker
         Pop Chips
         Juniper
         Huawei
         Compaq
         IBM
         Burberry
                                   0
                                   0
         Mi
         LG
                                   0
         Dior
                                   0
         Scabal
         Tommy Hilfiger
         Hollister
         Forever 21
         Colavita
         Microsoft
         Jiffy mix
         Kraft
         dtype: int64
```

## 3.6 Visualization

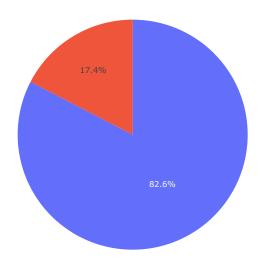
#### 3.6.1 Distribution of data among Genders

### 3.6.2 Distubution of data among Genders in a pie chart

```
In [18]: fig1 = px.pie(data, names = 'Gender', title= 'Gender Distribution')
fig1.show()
```

Gender

#### Gender Distribution



[19]:	c	ust_ID	Gender	Orders	Jordan	Gatorade	Samsung	Asus	Udis	Mondelez International	Wrangler	 LG	Dior	Scabal	Tommy Hilfiger	Hollister	Forever 21	Colavita	Microso
	0	1	М	7	0	0	0	0	0	0	0	 0	0	0	0	0	0	0	
	1	2	F	0	0	1	0	0	0	0	0	 0	1	0	0	0	0	0	
2	2	3	М	7	0	1	0	0	0	0	0	 0	0	0	0	0	0	0	
3	3	4	F	0	0	0	0	0	0	0	0	 0	0	0	0	0	0	0	
4	4	5	F	10	0	0	0	0	0	0	0	 0	0	2	0	0	0	0	
5	rov	vs × 38	columns	5															

## 3.6.3 Total search made by each customer in the e-commerce platform

```
In [20]:
total_search = data.iloc[:,3:].sum(axis = 1)
result_df = data[['Cust_ID','Gender','Orders']].copy()
result_df['total_search'] = total_search
result_df
```

Out[20]:		Cust_ID	Gender	Orders	total_search
	0	1	М	7	2
	1	2	F	0	18
	2	3	М	7	5
	3	4	F	0	2
	4	5	F	10	16
	29995	29996	М	0	1
	29996	29997	М	1	1
	29997	29998	М	0	2
	29998	29999	М	0	1
	29999	30000	F	3	5

30000 rows × 4 columns

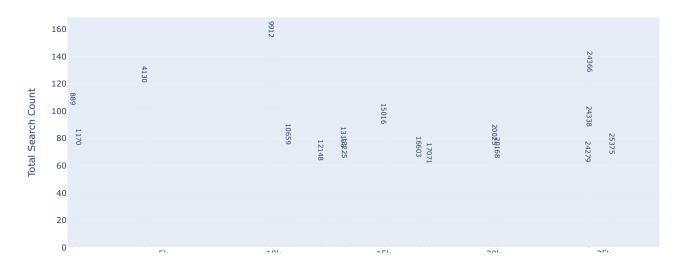
# 3.6.4 Top 20 customers with maximum of searches

```
In [21]: top_20_customers = result_df.nlargest(20, 'total_search')
top_20_customers
```

```
Out[21]:
                  Cust_ID Gender Orders total_search
           9911
                    9912
                                                  160
          24365
                   24366
                                                  136
           4129
                    4130
                                                  127
            888
                     889
                                       0
                                                  109
          15015
                   15016
                                      10
                                                  98
          24337
                   24338
                                      11
                                                  96
          29583
                   29584
                                      11
                                                  87
          29131
                   29132
                                                  85
           10658
                   10659
                                       0
                                                  83
          20024
                   20025
                                       0
                                                  83
           1169
                    1170
                                       0
                                                  81
          13192
                   13193
                                                  81
          28887
                   28888
                                                  79
          25374
                   25375
                                       2
                                                  76
                                      10
          16602
                   16603
                                                  74
          13224
                   13225
                                                  73
          20167
                                       2
                   20168
                                                  73
          12147
                   12148
                                      10
                                                  71
          24278
                   24279
                                      11
                                                  70
          17070
                   17071
                                      11
                                                  69
```

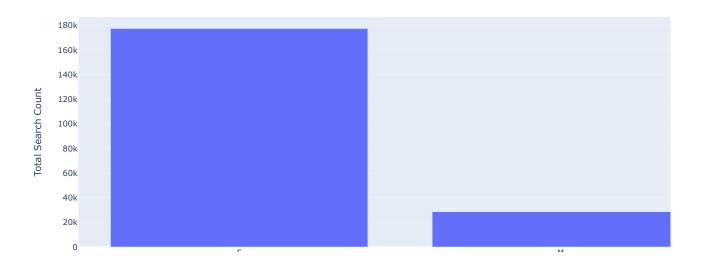
```
In [22]: fig = px.bar(
              top_20_customers,
              x='Cust_ID',
              y='total_search',
              title='Top 20 Customers with the Most Searches',
              labels={'Cust_ID': 'Customer ID', 'total_search': 'Total Search Count'},
              color_discrete_sequence=['red'],
          for i, row in top_20_customers.iterrows():
              fig.add_annotation(
                  x=row['Cust_ID'],
y=row['total_search'],
                  text=row['Cust_ID'],
                  showarrow=False,
                  font=dict(size=10),
                  textangle=90,
                  xanchor='center',
          fig.show()
```

Top 20 Customers with the Most Searches



#### 3.6.5 Gender wise total\_search count

#### Gender-wise Search Count



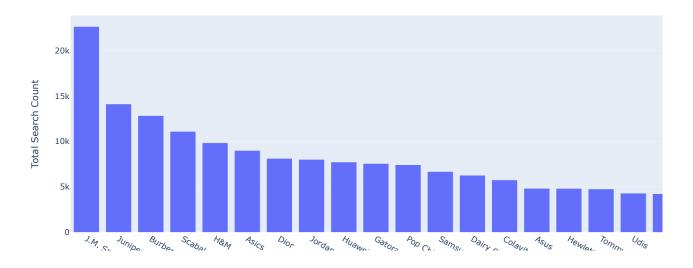
#### 3.6.6 Brand wise total search count

```
In [25]: data.iloc[:,3:]
 Out[25]:
                                                              Mondelez
                                                                                                                            Tommy
Hilfiger
                                                                                                                                              Forever
                    Jordan Gatorade Samsung Asus Udis
                                                                         Wrangler Vans Fila Brooks ... LG Dior Scabal
                                                                                                                                    Hollister
                                                                                                                                                       Colavita Microsoft
                                                            International
                                                                                                                                                  21
                0
                         0
                                  0
                                                         0
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                                                                                       2
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                2
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                3
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            29995
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            29996
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            29997
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                                                                                                           0
                                                                                                                 0
                                                                                                                                           0
            29998
                         0
                                                                                 0
                                                                                       0
                                                                                                    0
                                                                                                                         0
                                                                                                                                  0
                                                                                                                                                    0
                                                                                                                                                             0
            29999
                                   0
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                                                                                                    0
                                                                                                           0
                                                                                                                         0
                                                                                                                                  0
                                                                                                                                           0
                                                                                                                                                    0
                                                                                                                                                             0
           30000 rows × 35 columns
4
           brand_df = data.iloc[:,3:].sum().sort_values(ascending = False).reset_index()
brand_df.columns = ['Brand', 'Total_Search_Count']
            brand_df
```

Out[26]:		Brand	Total_Search_Count
	0	J.M. Smucker	22644
	1	Juniper	14125
	2	Burberry	12841
	3	Scabal	11102
	4	H&M	9846
	5	Asics	9007
	6	Dior	8134
	7	Jordan	8023
	8	Huawei	7740
	9	Gatorade	7570
	10	Pop Chips	7437
	11	Samsung	6688
	12	Dairy Queen	6280
	13	Colavita	5766
	14	Asus	4840
	15	Hewlett Packard	4833
	16	Tommy Hilfiger	4769
	17	Udis	4306
	18	Fendi	4244
	19	Brooks	4204
	20	Mondelez International	4193
	21	Mi	3640
	22	Compaq	3563
	23	Microsoft	3491
	24	Vans	3343
	25	Wrangler	3208
	26	Pladis	3183
	27	LG	3076
	28	Fila	2828
	29	Jiffy mix	2641
	30	Hollister	2330
	31	Kraft	2127
	32	Forever 21	1720
	33	Siemens	1442
	34	IBM	959

## 3.6.7 Top 20 brand names with highest total search count

Top 20 Brands with Highest Search Counts



# 4. Scaling

# Using min max scaler

```
In [29]: data_to_scale = data.iloc[:, 3: ]
    minmax_scaler = MinMaxScaler()
           minmax_scaled_data = minmax_scaler.fit_transform(data_to_scale)
          minmax_scaled_data
Out[29]: array([[0.
                              , 0.
                                                                           , 0.
                   0.
                              , 0.06666667, 0.
                                                                           , 0.
                  [0.
                   0.
                              ],
                              , 0.06666667, 0.
                  [0.
                                                         , ..., 0.07142857, 0.
                   0.
                  [0.
                                0.06666667, 0.
                                                                           , 0.
                   0.
                              , 0.
],
                  [0.
                                                                           , 0.
                   0.
                  [0.08333333, 0.
                                                                           , 0.
                              ]])
In [30]: # Create Dataframe for scaled data
          minmax_scaled_data_df = pd.DataFrame(minmax_scaled_data,columns = data_to_scale.columns)
          minmax_scaled_data_df
```

Out[30]:		Jordan	Gatorade	Samsung	Asus	Udis	Mondelez International	Wrangler	Vans	Fila	Brooks	 LG	Dior	Scabal	Tommy Hilfiger	Hollister	Forever 21	Cola
	0	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.1250	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	1	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.083333	0.000000	0.0	0.0	0.0	
	2	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	3	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	4	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.181818	0.0	0.0	0.0	
						•••						 						
	29995	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.083333	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	29996	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	29997	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0625	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	29998	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
	29999	0.083333	0.000000	0.0	0.058824	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.0	0.000000	0.000000	0.0	0.0	0.0	
4	30000 r	ows × 35	columns															<b>•</b>

## 5. Silhoutte Score

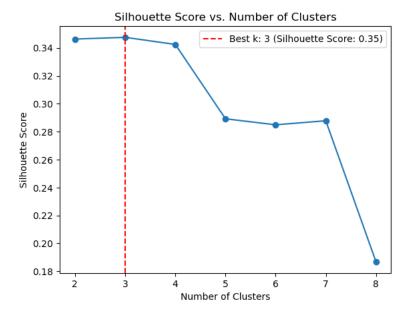
```
In [31]: best_score = -1
         best_k = -1
         best_labels = None
          silhouette_scores = []
         for n clusters in range(2,9):
             # Perform clustering using K-means
             kmeans = KMeans(n_clusters=n_clusters, n_init=10, random_state=10)
             labels = kmeans.fit_predict(minmax_scaled_data)
             # Calculate the Silhouette Score
             silhouette_avg = silhouette_score(minmax_scaled_data, labels)
             silhouette_scores.append(silhouette_avg)
             # Print the Silhouette Score for each number of clusters
             print(f"Number of Clusters: {n_clusters} - Silhouette Score: {silhouette_avg}")
              # Check if the current Silhouette Score is the best
             if silhouette_avg > best_score:
                 best_score = silhouette_avg
                 best k = n clusters
                 best_labels = labels
         # Print the best k value
         print(f"\nBest k value: {best_k} (Silhouette Score: {best_score})")
         Number of Clusters: 2 - Silhouette Score: 0.3463431705485548
         Number of Clusters: 3 - Silhouette Score: 0.347580478203035
         Number of Clusters: 4 - Silhouette Score: 0.34250345488796646
         Number of Clusters: 5 - Silhouette Score: 0.28923913940598434
         Number of Clusters: 6 - Silhouette Score: 0.28492093064218355
         Number of Clusters: 7 - Silhouette Score: 0.2878383516092045
         Number of Clusters: 8 - Silhouette Score: 0.18686583010174967
         Best k value: 3 (Silhouette Score: 0.347580478203035)
In [32]: best_labels
Out[32]: array([0, 1, 0, ..., 0, 0, 0])
```

# 5.1 Silhouette Score Analysis for Optimal Number of Clusters

```
In [33]: # Plot the Line graph
plt.plot(range(2, 9), silhouette_scores, marker='o')
plt.xlabel('Number of Clusters')
plt.ylabel('Silhouette Score')
plt.title('Silhouette Score vs. Number of Clusters')

# Highlight the best k value
plt.axvline(x=best_k, color='r', linestyle='--', label=f'Best k: {best_k} (Silhouette Score: {best_score:.2f})')
plt.legend()

# Display the plot
plt.show()
```



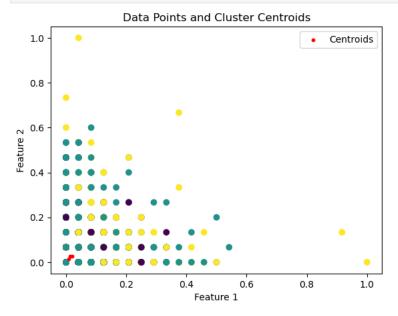
# 6. K-Means Clustering with 3 Clusters: Cluster Centers and Assignments

```
In [34]: # Fit the K-Means model to your data
kmeans = KMeans(n_clusters=3, random_state =0, n_init = 10)
kmeans.fit(minmax_scaled_data)

# Get the cluster centroids and labels
cluster_centers = kmeans.cluster_centers_
cluster_assignments = kmeans.labels_
```

#### **Data Points and Cluster Centroids Visualization**

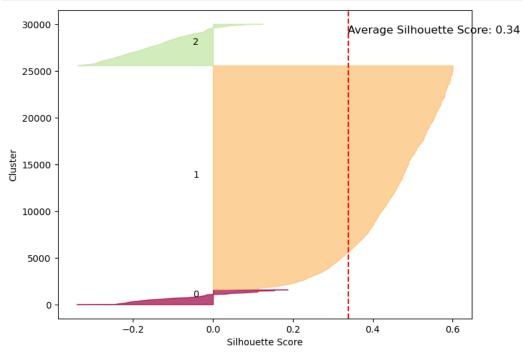
```
In [35]: plt.scatter(minmax_scaled_data[:, 0], minmax_scaled_data[:, 1], c=cluster_assignments, cmap='viridis')
plt.scatter(cluster_centers[:, 0], cluster_centers[:, 1], s=10, c='red', label='Centroids')
plt.xlabel('Feature 1')
plt.ylabel('Feature 2')
plt.legend()
plt.title('Data Points and Cluster Centroids')
plt.show()
```



# 7. Silhoutte Analysis for Cluster Quality

Silhouette analysis is a method to assess the quality of clusters created by a clustering algorithm. It measures how distinct and well-separated the clusters are. A higher silhouette score indicates better-defined clusters(well-separated), while a lower score(overlap or don't look clear) suggests that the clusters may not be meaningful or well-separated.

```
In [36]: from sklearn.metrics import silhouette_samples
          from sklearn.metrics import silhouette_score
          silhouette_samples_scores = silhouette_samples(minmax_scaled_data, cluster_assignments)
          average_silhouette_score = silhouette_score(minmax_scaled_data, cluster_assignments)
          # Create a horizontal bar plot for each data point
          y_lower = 10 # Initialize the lower y-coordinate
          # Create a subplot
          fig, ax1 = plt.subplots(1,1)
          fig.set_size_inches(8, 6)
          # Get a colormap using matplotlib.colormaps.get_cmap
          cmap = plt.get_cmap("Spectral")
          # Loop through each cluster to plot the silhouette plot
          for i in range(len(np.unique(cluster_assignments))):
              cluster_data = silhouette_samples_scores[cluster_assignments == i]
              cluster_data.sort()
              size_cluster_i = cluster_data.shape[0]
              y_upper = y_lower + size_cluster_i
              color = cmap(float(i) / len(np.unique(cluster_assignments)))
              ax1.fill_betweenx(
                  np.arange(y_lower, y_upper),
                  cluster_data,
                  facecolor=color,
                  edgecolor=color,
                  alpha=0.7,
             # Label the silhouette plots with their cluster numbers at the middle ax1.text(-0.05, y_lower + 0.5 * size_cluster_i, str(i))
              # Compute the new y_lower for the next plot
              y_lower = y_upper + 10 # 10 for the 0 samples
          ax1.set_xlabel("Silhouette Score")
          ax1.set_ylabel("Cluster")
          # The vertical line for the average silhouette score of all the values
          ax1.axvline(x=average_silhouette_score, color="red", linestyle="--")
          ax1.text(0.7, 0.95, f Average Silhouette Score: {average_silhouette_score:.2f}', transform=ax1.transAxes, fontsize=12, verticalalignment=
          plt.show()
```



# 8. Cluster Analysis: Exploring Individual Clusters

```
In [37]: cluster_assignments
Out[37]: array([1, 2, 1, ..., 1, 1])
```

### Adding Cluster Labels to scaled Data

```
In [38]: cluster_analysis_data = minmax_scaled_data_df.copy()
    cluster_analysis_data['Cluster labels'] = cluster_assignments
    cluster_analysis_data
```

ut[38]:		Jordan	Gatorade	Samsung	Asus	Udis	Mondelez International	Wrangler	Vans	Fila	Brooks	 Dior	Scabal	Tommy Hilfiger	Hollister	Forever 21	Colavita
	0	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.1250	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	1	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.083333	0.000000	0.0	0.0	0.0	0.0
	2	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	3	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	4	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.181818	0.0	0.0	0.0	0.0
	29995	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.083333	 0.000000	0.000000	0.0	0.0	0.0	0.0
	29996	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	29997	0.000000	0.066667	0.0	0.000000	0.0	0.0	0.0	0.0625	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	29998	0.000000	0.000000	0.0	0.000000	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
	29999	0.083333	0.000000	0.0	0.058824	0.0	0.0	0.0	0.0000	0.0	0.000000	 0.000000	0.000000	0.0	0.0	0.0	0.0
:	30000 r	ows × 36	columns														

## **Adding Cluster Labels to Original Data**

```
In [39]: final_cluster_data = data.copy()
  final_cluster_data['Cluster labels'] = cluster_assignments
  final_cluster_data
```

Out[39]:		Cust_ID	Gender	Orders	Jordan	Gatorade	Samsung	Asus	Udis	Mondelez International	Wrangler	 Dior	Scabal	Tommy Hilfiger	Hollister	Forever 21	Colavita	Microsc
	0	1	М	7	0	0	0	0	0	0	0	 0	0	0	0	0	0	
	1	2	F	0	0	1	0	0	0	0	0	 1	0	0	0	0	0	
	2	3	М	7	0	1	0	0	0	0	0	 0	0	0	0	0	0	
	3	4	F	0	0	0	0	0	0	0	0	 0	0	0	0	0	0	
	4	5	F	10	0	0	0	0	0	0	0	 0	2	0	0	0	0	
		•••										 						
	29995	29996	М	0	0	0	0	0	0	0	0	 0	0	0	0	0	0	
	29996	29997	М	1	0	1	0	0	0	0	0	 0	0	0	0	0	0	
	29997	29998	М	0	0	1	0	0	0	0	0	 0	0	0	0	0	0	
	29998	29999	М	0	0	0	0	0	0	0	0	 0	0	0	0	0	0	
	29999	30000	F	3	2	0	0	1	0	0	0	 0	0	0	0	0	0	
	30000 rc	ows × 39	column	S														

Analysis of each Clusters

```
In [40]: final_cluster_data['Cluster labels'].unique()
Out[40]: array([1, 2, 0])
In [41]: final_cluster_data['Cluster labels'].value_counts()
Out[41]: 1 23979
2 4430
0 1591
Name: Cluster labels, dtype: int64
```

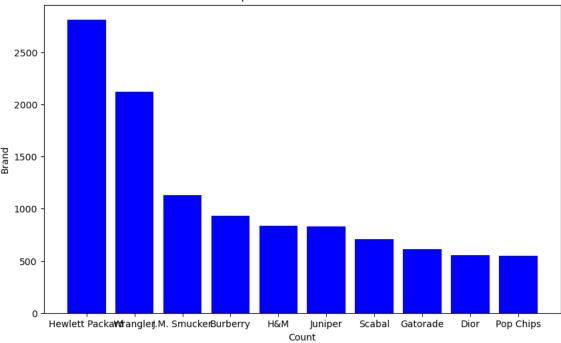
# 8.1 Cluster 1 Analysis

```
In [42]: # Filter the data to select all rows belonging to Cluster 1
          cluster_1 = final_cluster_data[final_cluster_data['Cluster labels'] == 0]
In [43]: # Calculate and display the count of brands in Cluster 1
          cluster_1_df = cluster_1.iloc[:,3:-1].sum().sort_values(ascending = False).reset_index()
           cluster_1_df.columns = ['Brand', 'count']
          cluster_1_df
Out[43]:
                            Brand count
           0
                    Hewlett Packard
                                    2814
                          Wrangler
                                    2120
           2
                       J.M. Smucker
                                    1132
           3
                          Burberry
                                     934
           4
                             Н&М
                                     836
           5
                           Juniper
                                     830
           6
                            Scabal
                                     707
                          Gatorade
           8
                              Dior
                                     556
           9
                         Pop Chips
                                     550
           10
                            Jordan
                                     548
          11
                                     492
                       Dairy Queen
                                     445
          12
                           Huawei
          13
                             Asics
                                     431
          14
                          Samsung
                                     395
                                     389
          15
                             Fendi
           16
                               LG
                                     326
          17
                                     300
                              Asus
          18
                           Colavita
                                     287
          19
                              Udis
                                     280
          20
                     Tommy Hilfiger
          21
              Mondelez International
                                     262
          22
                             Pladis
                                     230
          23
          24
                           Hollister
                                     223
          25
                            Brooks
                                     219
          26
                               Mi
                                     186
          27
                          Microsoft
                                     182
          28
                           Jiffy mix
                                     174
          29
                          Compaq
                                     172
          30
                         Forever 21
                                     170
          31
                               Fila
                                     121
                                     103
          32
                              Kraft
          33
                                       39
          34
                              IBM
                                      34
```

## Top 10 Brands in Cluster 1

```
In [44]: top_10_cluster_1 = cluster_1_df.head(10)
In [45]: plt.figure(figsize=(10, 6))
    plt.bar(top_10_cluster_1['Brand'], top_10_cluster_1['count'], color='blue')
    plt.xlabel('Count')
    plt.ylabel('Brand')
    plt.title('Top 10 Brands in Cluster 1')
    plt.show()
```





Cluster 1: Hewlett Packard, Wrangler, J.M. Smucker, Burberry, H&M, Juniper, Scabel, Gatorade, Dior, Pop chips

# 8.2 Cluster 2 Analysis

```
In [46]: # Filter the data to select all rows belonging to Cluster 2
    cluster_2 = final_cluster_data[final_cluster_data['Cluster labels'] == 1]

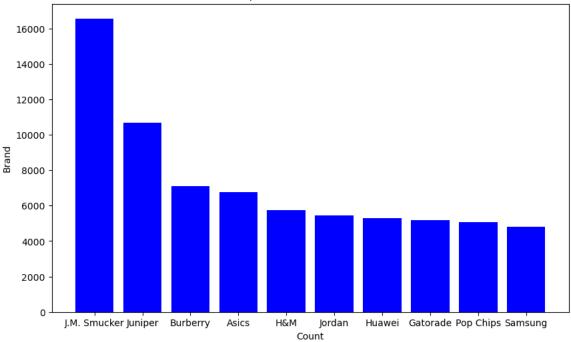
In [47]: # Calculate and display the count of brands in Cluster 2
    cluster_2_df = cluster_2.iloc[:,3:-1].sum().sort_values(ascending = False).reset_index()
    cluster_2_df.columns = ['Brand', 'count']
    cluster_2_df
```

ut[47]:		Brand	count
	0	J.M. Smucker	16568
	1	Juniper	10668
	2	Burberry	7110
	3	Asics	6775
	4	H&M	5757
	5	Jordan	5449
	6	Huawei	5315
	7	Gatorade	5199
	8	Pop Chips	5072
	9	Samsung	4810
	10	Colavita	4176
	11	Dior	4000
	12	Dairy Queen	3752
	13	Scabal	3622
	14	Asus	3247
	15	Brooks	2996
	16	Fendi	2904
	17	Compaq	2854
	18	Udis	2804
	19	Mondelez International	2759
	20	Microsoft	2534
	21	Vans	2503
	22	Fila	2120
	23	Mi	1984
	24	LG	1840
	25	Pladis	1643
	26	Jiffy mix	1615
	27	Kraft	1395
	28	Hewlett Packard	1375
	29	Siemens	1204
	30	Tommy Hilfiger	1113
	31	Hollister	1024
	32	IBM	827
	33	Forever 21	766
	34	Wrangler	683

## Top 10 Brands in Cluster 2

```
In [48]: top_10_cluster_2 = cluster_2_df.head(10)
In [49]: plt.figure(figsize=(10, 6))
    plt.bar(top_10_cluster_2['Brand'], top_10_cluster_2['count'], color='blue')
    plt.xlabel('Count')
    plt.ylabel('Brand')
    plt.title('Top 10 Brands in Cluster 2')
    plt.show()
```

#### Top 10 Brands in Cluster 2



Cluster 2: J.M. Smucker, Juniper, Burberry, Asics, H&M, Jordan, Huawei, Gatorade, Pop Chips, Samsung

# 8.3 Cluster 3 Analysis

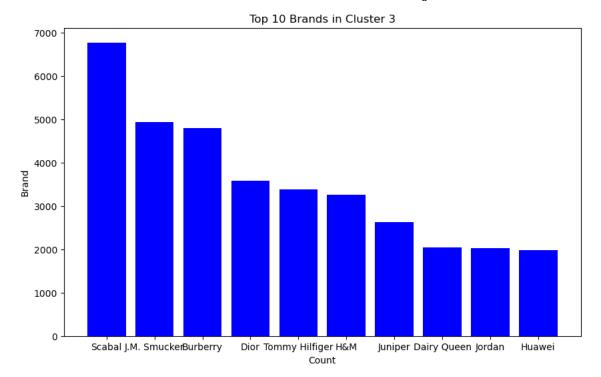
```
In [50]: # Filter the data to select all rows belonging to Cluster 3
    cluster_3 = final_cluster_data[final_cluster_data['Cluster labels'] == 2]

In [51]: # Calculate and display the count of brands in Cluster 3
    cluster_3_df = cluster_3.iloc[:,3:-1].sum().sort_values(ascending = False).reset_index()
    cluster_3_df.columns = ['Brand', 'count']
    cluster_3_df
```

ut[51]:		Brand	count
	0	Scabal	6773
	1	J.M. Smucker	4944
	2	Burberry	4797
	3	Dior	3578
	4	Tommy Hilfiger	3387
	5	H&M	3253
	6	Juniper	2627
	7	Dairy Queen	2036
	8	Jordan	2026
	9	Huawei	1980
	10	Pop Chips	1815
	11	Asics	1801
	12	Gatorade	1758
	13	Samsung	1483
	14	Mi	1470
	15	Pladis	1310
	16	Colavita	1303
	17	Asus	1293
	18	Udis	1222
	19	Mondelez International	1172
	20	Hollister	1083
	21	Brooks	989
	22	Fendi	951
	23	LG	910
	24	Jiffy mix	852
	25	Forever 21	784
	26	Microsoft	775
	27	Hewlett Packard	644
	28	Kraft	629
	29	Vans	614
	30	Fila	587
	31	Compaq	537
	32	Wrangler	405
	33	Siemens	199
	34	IBM	98

## Top 10 Brands in Cluster 3

```
In [52]: top_10_cluster_3 = cluster_3_df.head(10)
In [53]: plt.figure(figsize=(10, 6))
    plt.bar(top_10_cluster_3['Brand'], top_10_cluster_3['count'], color='blue')
    plt.xlabel('Count')
    plt.xlabel('Brand')
    plt.title('Top 10 Brands in Cluster 3')
    plt.show()
```



Cluster 3: Scabal, J. M. Smucker, Burberry, Dior, Tommy Hilfiger, H&M, Juniper, Dairy Queen, Jordan, Huawei

# 9. Conclusion

### 9.1 Cluster 1

- 1. This group of customers is primarily interested in brands such as Hewlett Packard, Wrangler, J.M. Smucker, Burberry, H&M, Juniper, Scabal, Gatorade, Dior, and Pop Chips. These brands may share similar customer demographics or preferences. Businesses can target this cluster with marketing strategies that focus on these brands.
- 1. Fashion and Clothing **6** Food and Beverage **3** Gadgets **1**

Cluster 1		
Brand	Industry	Specific
Hewlett Packard	Gadgets	Information Technology
Wrangler	Fashion and Clothing	
J.M. Smucker	Food and Beverage	
Burberry	Fashion and Clothing	
H&M	Fashion and Clothing	
Juniper	Fashion and Clothing	Indian, Jaipur
Scabal	Fashion and Clothing	
Gatorade	Food and Beverage	Sport Themed
Dior	Fashion and Clothing	
Pop Chips	Food and Beverage	Also Tobacco

1. This Cluster has predominantly **Fashion and Clothing**, **Food and Beverage** brands in the Top 10.

### 9.2 Cluster 2

- 1. Customers in this cluster show an affinity for brands like J.M. Smucker, Juniper, Burberry, Asics, H&M, Jordan, Huawei, Gatorade, Pop Chips, and Samsung. This cluster might represent a different set of customer preferences compared to Cluster 1. Tailored marketing campaigns for these specific brands can be effective in engaging this segment.
- 1. Fashion and Clothing 3 Food and Beverage 3 Sport apparels 2 Gadgets 2

Cluster 2		
Brand	Industry	Specific
J.M. Smucker	Food and Beverage	
Juniper	Fashion and Clothing	Indian, Jaipur
Burberry	Fashion and Clothing	
Asics	Sport apparels	
H&M	Fashion and Clothing	
Jordan	Sport apparels	
Huawei	Gadgets	Networking Devices
Gatorade	Food and Beverage	Sport Themed
Pop chips	Food and Beverage	
Samsung	Gadgets	Electronics

1. This Cluster has a **mixer of all industry brands** in the Top 10.

### 9.3 Cluster 3

- 1. This cluster exhibits interest in brands such as Scabal, J.M. Smucker, Burberry, Dior, Tommy Hilfiger, H&M, Juniper, Dairy Queen, Jordan, and Huawei. It seems to have some overlap with Cluster 2 in terms of brand preferences. Marketing efforts could be designed to explore the connections between these brands and customer behaviors.
- 1. Fashion and Clothing 6 Food and Beverage 1 Sport apparels 1 Gadgets 1 Giftcards/Apparels 1

Cluster 3		
Brand	Industry	Specific
Scabal	Fashion and Clothing	
J.M. Smucker	Food and Beverage	
Burberry	Fashion and Clothing	
Dior	Fashion and Clothing	
Tommy Hilfiger	Fashion and Clothing	
H&M	Fashion and Clothing	
Juniper	Fashion and Clothing	Indian, Jaipur
Dairy Queen	Gift Cards & Apparels	Restaurants
Jordan	Sport apparels	
Huawei	Gadgets	Networking Devices

1. This Cluster has a Fashion and Clothing in the Top 10.

### Common brands in all the clusters

J. M . Smucker, Burberry, H&M, Juniper

Fashion& Clothing - 3 Food and Beverage -1

### Common brands between cluster 1 & 2

J. M. Smucker, Burberry, H&M, Juniper, Gatorade, Pop chips

Fashion & Clothing - 3 Food and Beverage -3

#### Common brands between cluster 1 & 3

J. M. Smucker, Burberry, H&M, Juniper, Scabal, Dior

Fashion& Clothing - 5 Food and Beverage -1

#### Common brands between cluster 2 & 3

J. M. Smucker, Burberry, H&M, Juniper, Jordan, Huawei

Fashion& Clothing - 3 Food and Beverage -1 Sports Apparels - 1 Gadgets - 1

## **Project Insights and Implications**

In summary, clustering analysis has helped us identify distinct groups of customers based on their brand preferences. By understanding these clusters, businesses can customize their marketing strategies to better target and engage with each group, potentially leading to improved customer satisfaction and increased sales. Further exploration and targeted campaigns can help uncover deeper insights into these customer segments.