

Approach

1. **Data Preparation:**
 - Merge customer and transaction datasets.
 - Generate features such as total transactions, total spending, product categories purchased, and customer region.
2. **Clustering:**
 - Choose an appropriate clustering algorithm (e.g., KMeans).
 - Optimize the number of clusters using metrics like the Davies-Bouldin (DB) Index.
3. **Visualization:**
 - Visualize the clusters using a scatter plot or other relevant techniques.

Steps Explained

1. **Data Preparation:**
 - Aggregates transactional data to calculate features like `TotalTransactions` and `TotalSpending`.
 - Adds region data from the `Customers.csv` file and performs one-hot encoding for categorical variables.
 2. **Davies-Bouldin Index:**
 - Evaluates clustering performance for `k` values (2 to 10).
 - Selects the number of clusters (`optimal_k`) with the lowest DB Index.
 3. **Clustering:**
 - Uses the KMeans algorithm with the optimal number of clusters.
 - Assigns cluster labels to customers.
 4. **Visualization:**
 - Reduces dimensionality using PCA and visualizes clusters in a 2D scatter plot.
 5. **Output:**
 - Saves customer data with cluster assignments as a CSV file.
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Output CSV File

The `FirstName_LastName_Clustering.csv` will have the following structure:

CustomerID	Customer Name	Region	TotalTransactions	TotalSpending	Region_Asia	Region_Europe	Cluster
C0001	John Doe	Asia	10	2000.50	1	0	1
C0002	Jane Smith	Europe	5	1200.75	0	1	2



