mall-customer-segmentation

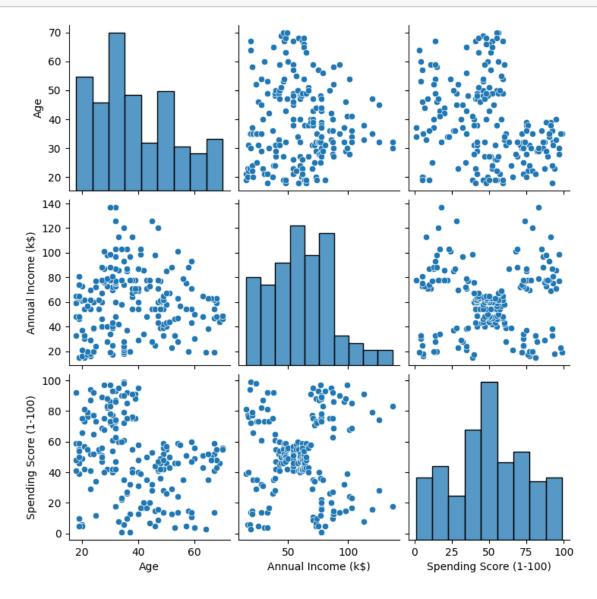
January 29, 2024

Day95-97 Hierarchical Clustering By: Loga Aswin

```
[1]: # import libraries
     import pandas as pd
     import matplotlib.pyplot as plt
     import seaborn as sns
     from sklearn.cluster import AgglomerativeClustering
     from sklearn import preprocessing
     from scipy.cluster.hierarchy import dendrogram, linkage
[2]: # load dataset
     df = pd.read_csv('Mall_Customers.csv')
[3]: df.head()
[3]:
        CustomerID
                     Genre
                                  Annual Income (k$)
                                                       Spending Score (1-100)
                            Age
                 1
                      Male
                              19
                                                   15
                                                                            39
                 2
                      Male
                                                                            81
     1
                              21
                                                   15
     2
                 3 Female
                              20
                                                                            6
                                                   16
     3
                 4 Female
                                                                            77
                              23
                                                   16
                 5 Female
                              31
                                                  17
                                                                            40
[4]: df.isnull().sum()
[4]: CustomerID
                                0
     Genre
                                0
                                0
     Age
     Annual Income (k$)
                                0
     Spending Score (1-100)
     dtype: int64
[5]: df.describe()
[5]:
            CustomerID
                                     Annual Income (k$)
                                                          Spending Score (1-100)
                                Age
     count
            200.000000
                       200.000000
                                             200.000000
                                                                      200.000000
     mean
            100.500000
                         38.850000
                                              60.560000
                                                                       50.200000
             57.879185
     std
                         13.969007
                                              26.264721
                                                                       25.823522
     min
              1.000000
                         18.000000
                                              15.000000
                                                                        1.000000
```

```
25%
        50.750000
                     28.750000
                                          41.500000
                                                                   34.750000
50%
       100.500000
                     36.000000
                                          61.500000
                                                                   50.000000
                     49.000000
                                                                   73.000000
75%
       150.250000
                                          78.000000
       200.000000
                     70.000000
                                         137.000000
                                                                   99.000000
max
```

```
[6]: sns.pairplot(df[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']]) plt.show()
```

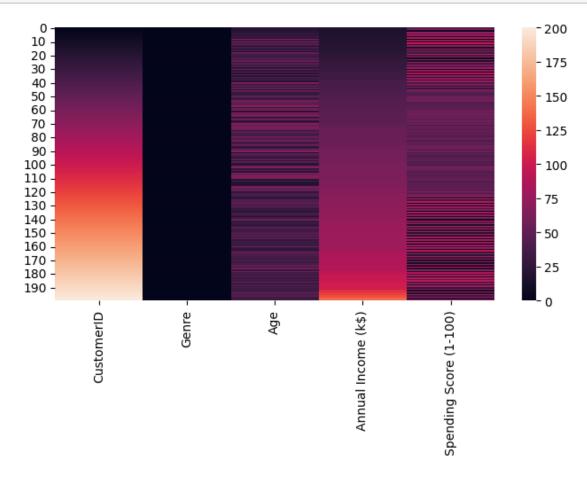


```
[7]: label_encoder = preprocessing.LabelEncoder()

df['Genre'] = label_encoder.fit_transform(df['Genre'])
    df.head()
```

```
[7]:
        CustomerID Genre
                                   Annual Income (k$)
                                                          Spending Score (1-100)
                              Age
     0
                               19
                           1
                   2
                           1
                               21
                                                      15
     1
                                                                                 81
     2
                   3
                          0
                               20
                                                      16
                                                                                  6
     3
                   4
                               23
                                                                                 77
                          0
                                                      16
     4
                  5
                          0
                               31
                                                      17
                                                                                 40
```

```
[8]: plt.figure(1, figsize = (8,4))
sns.heatmap(df)
plt.show()
```

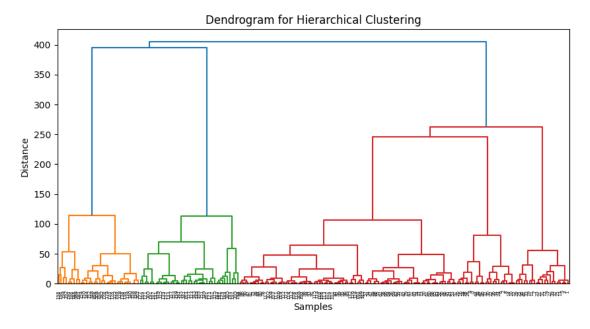


Feature Selection:

Hierarchical Clustering

using the 'ward' linkage method, creating the linkage matrix.

Dendrogram for Hierarchical Clustering



Agglomerative Clustering Model Training

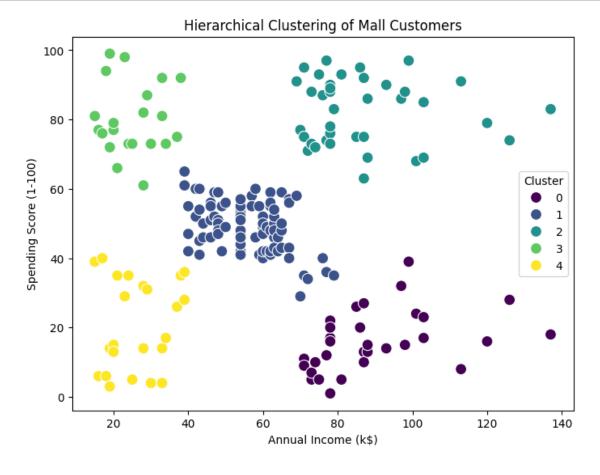
Training the model with 5 clusters using Euclidean distance and 'ward' linkage.

```
[12]: hc = AgglomerativeClustering(n_clusters=5, affinity='euclidean', linkage='ward')
y_pred = hc.fit_predict(X)
```

/usr/local/lib/python3.10/dist-packages/sklearn/cluster/_agglomerative.py:983:
FutureWarning: Attribute `affinity` was deprecated in version 1.2 and will be removed in 1.4. Use `metric` instead warnings.warn(

```
[13]: df['Cluster'] = y_pred
y_pred
```

```
[14]: plt.figure(figsize=(8, 6))
sns.scatterplot(x='Annual Income (k$)', y='Spending Score (1-100)', data=df,
hue='Cluster', palette='viridis', s=100)
plt.title('Hierarchical Clustering of Mall Customers')
plt.show()
```



```
[15]: from sklearn import metrics
silhouette = metrics.silhouette_score(X, y_pred)
print(f"Silhouette Score: {silhouette}")
```

Silhouette Score: 0.5529945955148897

Plotting in 3D using Plotly

```
[16]: import plotly.graph_objs as go
     import plotly.offline as py
     sample = go.Scatter3d(
         x=df['Annual Income (k$)'], y=df['Spending Score (1-100)'], z=df['Age'],
       marker=dict( color=df['Cluster'], size=10, line=dict(color=df['Cluster'],
      ⇒width=12), opacity=0.8
                                 )
     data_plotly = [sample]
     layout = go.Layout(title='Clusters using Agglomerative Clustering',
         scene=dict(
             xaxis=dict(title='Annual Income (k$)'),
             yaxis=dict(title='Spending Score (1-100)'),
             zaxis=dict(title='Age')
         )
     fig = go.Figure(data=data_plotly, layout=layout)
     py.iplot(fig)
```

Our plot visualizes how customers are grouped based on these attributes after clustering.

By using Agglomerative Clustering on our mall_customer information, we grouped them based on how much they earn, spend, and their age.

So, This customer segmentation helps us discover better ways to sell products/services and grow our business.