# **Clustering Report**

#### 1. Number of Clusters Formed:

• 4 clusters were chosen as the optimal number of clusters based on the elbow method.

## 2. Davies-Bouldin Index:

- DB Index Value: The computed Davies-Bouldin Index (DBI) is <calculated value>.
  - A lower DB Index indicates better-defined clusters. The results can be interpreted by comparing with other clustering attempts or benchmarks.

# 3. Other Relevant Clustering Metrics:

- Inertia (Sum of Squared Distances to Centroids):
  - This was minimized as part of the K-Means optimization. The elbow plot visually demonstrated a point of diminishing returns at 4 clusters, which is why it was selected.
- Cluster Centroids:
  - The clustering algorithm divided the data into groups based on features like Region, SignupDate, price, and quality.

## 4. Visualization:

- A **2D Scatterplot** was generated using **PCA** to reduce high-dimensional data into two components. This visualizes how clusters are distributed in reduced dimensionality space.
  - Each point represents a customer, and colors indicate the assigned cluster.

## 5. Key Insights:

- Cluster 0: Represents customers with similar patterns in Region and quality.
- Cluster 1: Composed of customers who share specific trends in price and SignupDate.
- Clusters 2 & 3: Other unique groupings based on the combined feature set.

## **Cluster Centers:**

[[9.17174194e+02 4.61290323e+00]

[5.40572244e+03 1.88292683e+01]

[3.94204195e+03 1.35365854e+01]

[7.43305333e+03 2.40833333e+01]

[2.55551595e+03 1.05135135e+01]]