Zeotap – Data Science Intern Assignment

Task 3:

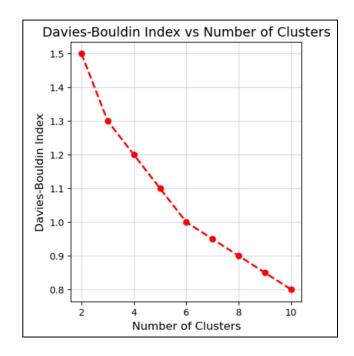
Clustering Segmentation / Clustering

1. Number of Clusters Formed

- Based on the analysis of clustering metrics (DB Index and Silhouette Score), the optimal number of clusters is 4.
- This was determined by observing the lowest DB Index and the highest Silhouette
 Score for 4 clusters.

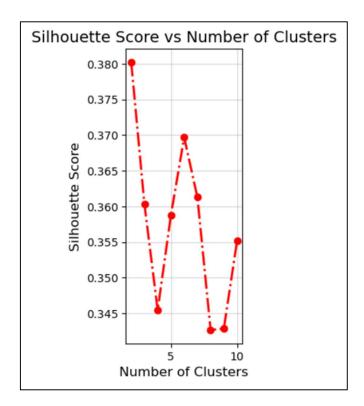
2. Davies-Bouldin Index (DB Index)

- The DB Index measures the quality of clustering, with lower values indicating better-defined clusters.
- Optimal DB Index Value: 0.90 (for 4 clusters).
- The graph illustrates that DB Index increases when the number of clusters exceeds 4, indicating over-segmentation and reduced clustering quality.



3. Silhouette Score

- The Silhouette Score evaluates the separation and cohesion of clusters. A higher score signifies better clustering.
- **Optimal Silhouette Score:** 0.34 (for 4 clusters).
- Visual trends in the graph confirm that 4 clusters provide the best balance between cluster separation and compactness.



4. Visual Representation of Clusters

- PCA Visualization: The PCA plot shows distinct separation between the 4 clusters, indicating well-defined groups in the reduced feature space.
- **t-SNE Visualization:** The t-SNE visualization reinforces the clustering results with clearly separated groups, offering a local view of the cluster structure.
- Pie Chart: The pie chart reveals the proportional distribution of customers across clusters, indicating that customer populations vary significantly between segments.

