#### **Importing Necessary Libraries**

```
In [46]: import warnings
         warnings.filterwarnings('ignore')
         import numpy as np
         import pandas as pd
         import seaborn as sns
         import matplotlib.pyplot as plt
         import matplotlib.gridspec as gridspec
         import plotly.graph objects as go
         from matplotlib.colors import LinearSegmentedColormap
         from matplotlib import colors as mcolors
         from scipy.stats import linregress
         from sklearn.ensemble import IsolationForest
         from sklearn.preprocessing import StandardScaler
         from sklearn.decomposition import PCA
         from yellowbrick.cluster import KElbowVisualizer, SilhouetteVisualizer
         from sklearn.metrics import silhouette score, calinski harabasz score, davie
         from sklearn.cluster import KMeans
         from tabulate import tabulate
         from collections import Counter
         %matplotlib inline
 In [ ]: from plotly.offline import init notebook mode
         init notebook mode(connected=True)
 In [ ]: sns.set(rc={'axes.facecolor': '#fcf0dc'}, style='darkgrid')
         Loading the Dataset
 In [ ]: df = pd.read csv('/content/archive (8).zip', encoding="ISO-8859-1")
         Dataset Overview
 In [ ]:
        df.head(10)
```

]:		InvoiceNo	StockCode	Description	Quantity	InvoiceDate	UnitPrice	Custo
	0	536365	85123A	WHITE HANGING HEART T- LIGHT HOLDER	6	12/1/2010 8:26	2.55	1
	1	536365	71053	WHITE METAL LANTERN	6	12/1/2010 8:26	3.39	1
	2	536365	84406B	CREAM CUPID HEARTS COAT HANGER	8	12/1/2010 8:26	2.75	1
	3	536365	84029G	KNITTED UNION FLAG HOT WATER BOTTLE	6	12/1/2010 8:26	3.39	1
	4	536365	84029E	RED WOOLLY HOTTIE WHITE HEART.	6	12/1/2010 8:26	3.39	1
	5	536365	22752	SET 7 BABUSHKA NESTING BOXES	2	12/1/2010 8:26	7.65	1
	6	536365	21730	GLASS STAR FROSTED T- LIGHT HOLDER	6	12/1/2010 8:26	4.25	1
	7	536366	22633	HAND WARMER UNION JACK	6	12/1/2010 8:28	1.85	1
	8	536366	22632	HAND WARMER RED POLKA DOT	6	12/1/2010 8:28	1.85	1
	9	536367	84879	ASSORTED COLOUR BIRD ORNAMENT	32	12/1/2010 8:34	1.69	1

In [ ]: df.info()

Out[

<class 'pandas.core.frame.DataFrame'>
RangeIndex: 541909 entries, 0 to 541908
Data columns (total 8 columns):

#	Column	Non-Null Count	Dtype
0	InvoiceNo	541909 non-null	object
1	StockCode	541909 non-null	object
2	Description	540455 non-null	object
3	Quantity	541909 non-null	int64
4	InvoiceDate	541909 non-null	object
5	UnitPrice	541909 non-null	float64
6	CustomerID	406829 non-null	float64
7	Country	541909 non-null	object
dtyp	es: float64(2	), int64(1), obje	ct(5)
memo	ry usage: 33.	1+ MB	

## **Summary Statistics**

In [ ]: df.describe().T

Out[ ]:		count	mean	std	min	25%	<b>50</b> %
	Quantity	541909.0	9.552250	218.081158	-80995.00	1.00	3.0
	UnitPrice	541909.0	4.611114	96.759853	-11062.06	1.25	2.0
	CustomerID	406829.0	15287.690570	1713.600303	12346.00	13953.00	15152.0

In [ ]:	<pre>df.describe(include='object').T</pre>							
Out[ ]:		count	unique	top	freq			
	InvoiceNo	541909	25900	573585	1114			
	StockCode	541909	4070	85123A	2313			
	Description	540455	4223	WHITE HANGING HEART T-LIGHT HOLDER	2369			
	InvoiceDate	541909	23260	10/31/2011 14:41	1114			
	Country	541909	38	United Kingdom	495478			

## **Handling Missing Values**

```
In []: missing_data = df.isnull().sum()
    missing_percentage = (missing_data[missing_data > 0] / df.shape[0]) * 100

# Prepare values
    missing_percentage.sort_values(ascending=True, inplace=True)

# Plot the barh chart
    fig, ax = plt.subplots(figsize=(15, 4))
    ax.barh(missing_percentage.index, missing_percentage, color='#ff6200')
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
# Annotate the values and indexes
for i, (value, name) in enumerate(zip(missing_percentage, missing_percentage
    ax.text(value+0.5, i, f"{value:.2f}%", ha='left', va='center', fontweight

# Set x-axis limit
ax.set_xlim([0, 40])

# Add title and xlabel
plt.title("Percentage of Missing Values", fontweight='bold', fontsize=22)
plt.xlabel('Percentages (%)', fontsize=16)
plt.show()
```

## **Percentage of Missing Values**



<pre>In [ ]: df[df['CustomerID'].isnull()   df['Description'].isnull()].head()</pre>	
--	--

ut[]:		InvoiceNo	StockCode	Description	Quantity	InvoiceDate	UnitPrice	Cı
	622	536414	22139	NaN	56	12/1/2010 11:52	0.00	
	1443	536544	21773	DECORATIVE ROSE BATHROOM BOTTLE	1	12/1/2010 14:32	2.51	
	1444	536544	21774	DECORATIVE CATS BATHROOM BOTTLE	2	12/1/2010 14:32	2.51	
	1445	536544	21786	POLKADOT RAIN HAT	4	12/1/2010 14:32	0.85	
	1446	536544	21787	RAIN PONCHO RETROSPOT	2	12/1/2010 14:32	1.66	

```
In [ ]: df = df.dropna(subset=['CustomerID', 'Description'])
```

In [ ]: df.isnull().sum().sum()

Out[]: 0

## **Handling Duplicates**

```
In []: duplicate_rows = df[df.duplicated(keep=False)]

# Sorting the data by certain columns to see the duplicate rows next to each duplicate_rows_sorted = duplicate_rows.sort_values(by=['InvoiceNo', 'StockCo # Displaying the first 10 records duplicate_rows_sorted.head(10)
```

Out[ ]:		InvoiceNo	StockCode	Description	Quantity	InvoiceDate	UnitPrice	Cu:
	494	536409	21866	UNION JACK FLAG LUGGAGE TAG	1	12/1/2010 11:45	1.25	
	517	536409	21866	UNION JACK FLAG LUGGAGE TAG	1	12/1/2010 11:45	1.25	
	485	536409	22111	SCOTTIE DOG HOT WATER BOTTLE	1	12/1/2010 11:45	4.95	
	539	536409	22111	SCOTTIE DOG HOT WATER BOTTLE	1	12/1/2010 11:45	4.95	
	489	536409	22866	HAND WARMER SCOTTY DOG DESIGN	1	12/1/2010 11:45	2.10	
	527	536409	22866	HAND WARMER SCOTTY DOG DESIGN	1	12/1/2010 11:45	2.10	
	521	536409	22900	SET 2 TEA TOWELS I LOVE LONDON	1	12/1/2010 11:45	2.95	
	537	536409	22900	SET 2 TEA TOWELS I LOVE LONDON	1	12/1/2010 11:45	2.95	
	578	536412	21448	12 DAISY PEGS IN WOOD BOX	1	12/1/2010 11:49	1.65	
	598	536412	21448	12 DAISY PEGS IN WOOD BOX	1	12/1/2010 11:49	1.65	

```
In [ ]: print(f"The dataset contains {df.duplicated().sum()} duplicate rows that nee
# Removing duplicate rows
df.drop_duplicates(inplace=True)
```

The dataset contains 5225 duplicate rows that need to be removed.

```
In [ ]: df.shape[0]
```

Out[]: 401604

## **Treating Cancelled Transactions**

```
In []: df['Transaction_Status'] = np.where(df['InvoiceNo'].astype(str).str.startswi
# Analyze the characteristics of these rows (considering the new column)
cancelled_transactions = df[df['Transaction_Status'] == 'Cancelled']
cancelled_transactions.describe().drop('CustomerID', axis=1)
```

Out[ ]:		Quantity	UnitPrice
	count	8872.000000	8872.000000
	mean	-30.774910	18.899512
	std	1172.249902	445.190864
	min	-80995.000000	0.010000
	25%	-6.000000	1.450000
	50%	-2.000000	2.950000
	<b>75</b> %	-1.000000	4.950000
	max	-1.000000	38970.000000

```
In [ ]: cancelled_percentage = (cancelled_transactions.shape[0] / df.shape[0]) * 100
# Printing the percentage of cancelled transactions
print(f"The percentage of cancelled transactions in the dataset is: {cancelled_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_transactions_trans
```

The percentage of cancelled transactions in the dataset is: 2.21%

## **Correcting StockCode Anomalies**

```
In [ ]: unique_stock_codes = df['StockCode'].nunique()

# Printing the number of unique stock codes
print(f"The number of unique stock codes in the dataset is: {unique_stock_co
The number of unique stock codes in the dataset is: 3684

In [ ]: top_10_stock_codes = df['StockCode'].value_counts(normalize=True).head(10) *

# Plotting the top 10 most frequent stock codes
Loading[MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
top_10_stock_codes.plot(kind='barh', color='#ff6200')

# Adding the percentage frequency on the bars
for index, value in enumerate(top_10_stock_codes):
    plt.text(value, index+0.25, f'{value:.2f}%', fontsize=10)

plt.title('Top 10 Most Frequent Stock Codes')
plt.xlabel('Percentage Frequency (%)')
plt.ylabel('Stock Codes')
plt.gca().invert_yaxis()
plt.show()
```

Top 10 Most Frequent Stock Codes 85123A 0.51% 22423 0.47% 85099B 0.41% 47566 0.35% Stock Codes 84879 0.35% 20725 0.34% 22720 0.30% POST 0.30% 22197 0.28% 23203 0.28% 0.0 0.1 0.2 0.3 0.4 0.5 Percentage Frequency (%)

```
In [ ]: unique stock codes = df['StockCode'].unique()
        numeric char counts in unique codes = pd.Series(unique stock codes).apply(la
        # Printing the value counts for unique stock codes
        print("Value counts of numeric character frequencies in unique stock codes:"
        print("-"*70)
        print(numeric char counts in unique codes)
       Value counts of numeric character frequencies in unique stock codes:
       5
            3676
       0
               7
       Name: count, dtype: int64
In [ ]: anomalous stock codes = [code for code in unique stock codes if sum(c.isdigi
        # Printing each stock code on a new line
        print("Anomalous stock codes:")
        print("-"*22)
        for code in anomalous stock codes:
            print(code)
```

```
Anomalous stock codes:

POST

D

C2

M

BANK CHARGES

PADS

DOT

CRUK

In []: percentage_anomalous = (df['StockCode'].isin(anomalous_stock_codes).sum() /

# Printing the percentage

print(f"The percentage of records with anomalous stock codes in the dataset

The percentage of records with anomalous stock codes in the dataset is: 0.4

8%

In []: df = df[~df['StockCode'].isin(anomalous_stock_codes)]

In []: df.shape[0]

Out[]: 399689
```

## **Cleaning Description Column**

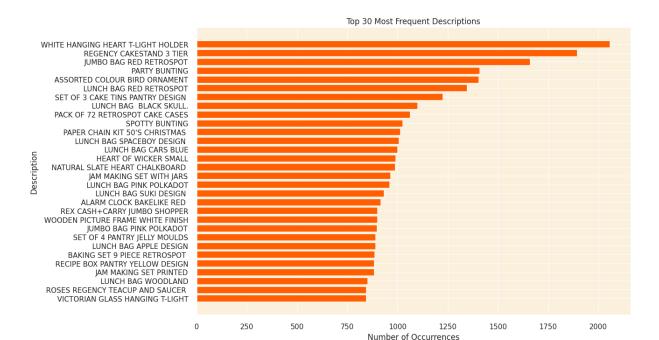
```
In []: description_counts = df['Description'].value_counts()

# Get the top 30 descriptions
top_30_descriptions = description_counts[:30]

# Plotting
plt.figure(figsize=(12,8))
plt.barh(top_30_descriptions.index[::-1], top_30_descriptions.values[::-1],

# Adding labels and title
plt.xlabel('Number of Occurrences')
plt.ylabel('Description')
plt.title('Top 30 Most Frequent Descriptions')

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



```
In [ ]: lowercase_descriptions = df['Description'].unique()
lowercase_descriptions = [desc for desc in lowercase_descriptions if any(cha

# Print the unique descriptions containing lowercase characters
print("The unique descriptions containing lowercase characters are:")
print("-"*60)
for desc in lowercase_descriptions:
    print(desc)
```

The unique descriptions containing lowercase characters are:

BAG 500g SWIRLY MARBLES
POLYESTER FILLER PAD 45x45cm
POLYESTER FILLER PAD 45x30cm

POLYESTER FILLER PAD 40x40cm FRENCH BLUE METAL DOOR SIGN NO BAG 250g SWIRLY MARBLES

3 TRADITIONAL BISCUIT CUTTERS SET

NUMBER TILE COTTAGE GARDEN No

BAG 125g SWIRLY MARBLES

FOLK ART GREETING CARD, pack/12

ESSENTIAL BALM 3.5g TIN IN ENVELOPE

POLYESTER FILLER PAD 65CM×65CM

NUMBER TILE VINTAGE FONT No POLYESTER FILLER PAD 30CMx30CM

POLYESTER FILLER PAD 60x40cm

FLOWERS HANDBAG blue and orange

Next Day Carriage

THE KING GIFT BAG 25x24x12cm

High Resolution Image

```
In [ ]: service_related_descriptions = ["Next Day Carriage", "High Resolution Image"

# Calculate the percentage of records with service-related descriptions
service_related_percentage = df[df['Description'].isin(service_related_description')].
```

```
# Print the percentage of records with service-related descriptions
print(f"The percentage of records with service-related descriptions in the c

# Remove rows with service-related information in the description
df = df[~df['Description'].isin(service_related_descriptions)]

# Standardize the text to uppercase to maintain uniformity across the datase
df['Description'] = df['Description'].str.upper()
```

The percentage of records with service-related descriptions in the dataset i s: 0.02%

```
In [ ]: df.shape[0]
```

Out[]: 399606

## **Treating Zero Unit Prices**

```
In [ ]: df['UnitPrice'].describe()
```

Out[ ]:		UnitPrice
	count	399606.000000
	mean	2.904957
	std	4.448796
	min	0.000000
	25%	1.250000
	50%	1.950000
	<b>75</b> %	3.750000
	max	649.500000

## dtype: float64

```
In [ ]: df[df['UnitPrice']==0].describe()[['Quantity']]
```

```
Out[]:
                   Quantity
                  33.000000
        count
        mean
                 420.515152
                2176.713608
           std
          min
                   1.000000
          25%
                   2.000000
          50%
                  11.000000
          75%
                  36.000000
          max 12540.000000
In [ ]: df = df[df['UnitPrice'] > 0]
        Outlier Treatment
In [ ]: # Resetting the index of the cleaned dataset
        df.reset index(drop=True, inplace=True)
In [ ]: df.shape[0]
Out[]: 399573
        Recency (R)
In [ ]: | df['InvoiceDate'] = pd.to datetime(df['InvoiceDate'])
        # Convert InvoiceDate to datetime and extract only the date
        df['InvoiceDay'] = df['InvoiceDate'].dt.date
        # Find the most recent purchase date for each customer
        customer data = df.groupby('CustomerID')['InvoiceDay'].max().reset index()
        # Find the most recent date in the entire dataset
        most recent date = df['InvoiceDay'].max()
        # Convert InvoiceDay to datetime type before subtraction
        customer data['InvoiceDay'] = pd.to datetime(customer data['InvoiceDay'])
        most_recent_date = pd.to_datetime(most_recent_date)
        # Calculate the number of days since the last purchase for each customer
        customer data['Days Since Last Purchase'] = (most recent date - customer dat
        # Remove the InvoiceDay column
        customer data.drop(columns=['InvoiceDay'], inplace=True)
```

In [ ]: customer data.head()

Out[ ]:		CustomerID	Days_Since_Last_Purchase
	0	12346.0	325
	1	12347.0	2
	2	12348.0	75
	3	12349.0	18
	4	12350.0	310

## Frequency (F)

```
In []: # Calculate the total number of transactions made by each customer
    total_transactions = df.groupby('CustomerID')['InvoiceNo'].nunique().reset_i
    total_transactions.rename(columns={'InvoiceNo': 'Total_Transactions'}, inpla

# Calculate the total number of products purchased by each customer
    total_products_purchased = df.groupby('CustomerID')['Quantity'].sum().reset_
    total_products_purchased.rename(columns={'Quantity': 'Total_Products_Purchased.}

# Merge the new features into the customer_data dataframe
    customer_data = pd.merge(customer_data, total_transactions, on='CustomerID')
    customer_data = pd.merge(customer_data, total_products_purchased, on='Custom
    # Display the first few rows of the customer_data dataframe
    customer_data.head()
```

Out[ ]:		CustomerID	Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

#### Monetary (M)

```
In []: # Calculate the total spend by each customer
    df['Total_Spend'] = df['UnitPrice'] * df['Quantity']
    total_spend = df.groupby('CustomerID')['Total_Spend'].sum().reset_index()

# Calculate the average transaction value for each customer
    average_transaction_value = total_spend.merge(total_transactions, on='Custom average_transaction_value['Average_Transaction_Value'] = average_transaction

# Merge the new features into the customer_data dataframe
    customer_data = pd.merge(customer_data, total_spend, on='CustomerID')
    customer_data = pd.merge(customer_data, average_transaction_value[['Customer]])
```

# Display the first few rows of the customer\_data dataframe
customer data.head()

Out[]:		CustomerID	Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

## **Product Diversity**

```
In []: # Calculate the number of unique products purchased by each customer
    unique_products_purchased = df.groupby('CustomerID')['StockCode'].nunique().
    unique_products_purchased.rename(columns={'StockCode': 'Unique_Products_Purc

# Merge the new feature into the customer_data dataframe
    customer_data = pd.merge(customer_data, unique_products_purchased, on='Customer_data')

# Display the first few rows of the customer_data dataframe
    customer_data.head()
```

Out[]:		CustomerID	Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

## **Behavioral Features**

```
In []: # Extract day of week and hour from InvoiceDate
df['Day_Of_Week'] = df['InvoiceDate'].dt.dayofweek
df['Hour'] = df['InvoiceDate'].dt.hour

# Calculate the average number of days between consecutive purchases
days_between_purchases = df.groupby('CustomerID')['InvoiceDay'].apply(lambda
average_days_between_purchases = days_between_purchases.groupby('CustomerID'
average_days_between_purchases.rename(columns={'InvoiceDay': 'Average_Days_E}

# Find the favorite shopping day of the week
favorite_shopping_day = df.groupby(['CustomerID', 'Day_Of_Week']).size().res
favorite_shopping_day = favorite_shopping_day.loc[favorite_shopping_day.groupty(InvoiceDay)]

# Find the favorite shopping hour of the day
Loading[MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js| f.groupby(['CustomerID', 'Hour']).size().reset_inc
```

```
favorite_shopping_hour = favorite_shopping_hour.loc[favorite_shopping_hour.c]

# Merge the new features into the customer_data dataframe
customer_data = pd.merge(customer_data, average_days_between_purchases, on='
customer_data = pd.merge(customer_data, favorite_shopping_day, on='CustomerI
customer_data = pd.merge(customer_data, favorite_shopping_hour, on='Customer
# Display the first few rows of the customer_data dataframe
customer_data.head()
```

Out[ ]:	Out[]: CustomerID		Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

## **Geographic Features**

```
In [47]: df['Country'].value_counts(normalize=True).head()
```

Out[47]: proportion

Country	
United Kingdom	0.890971
Germany	0.022722
France	0.020402
EIRE	0.018440
Spain	0.006162

## dtype: float64

Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js

```
In []: # Group by CustomerID and Country to get the number of transactions per councustomer_country = df.groupby(['CustomerID', 'Country']).size().reset_index(

# Get the country with the maximum number of transactions for each customer
customer_main_country = customer_country.sort_values('Number_of_Transactions

# Create a binary column indicating whether the customer is from the UK or r
customer_main_country['Is_UK'] = customer_main_country['Country'].apply(lamk)

# Merge this data with our customer_data dataframe
customer_data = pd.merge(customer_data, customer_main_country[['CustomerID',

# Display the first few rows of the customer_data dataframe
customer_data.head()
```

Out[]: Cus		CustomerID	Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

```
In [ ]: # Display feature distribution
  customer_data['Is_UK'].value_counts()
```

Out[]: count

## Is\_UK

**1** 3866

**0** 416

dtype: int64

## **Cancellation Insights**

```
In [49]: # Calculate the total number of transactions made by each customer
    total_transactions = df.groupby('CustomerID')['InvoiceNo'].nunique().reset_i

# Calculate the number of cancelled transactions for each customer
    cancelled_transactions = df[df['Transaction_Status'] == 'Cancelled']
    cancellation_frequency = cancelled_transactions.groupby('CustomerID')['Invoicancellation_frequency.rename(columns={'InvoiceNo': 'Cancellation_Frequency'

# Merge the Cancellation Frequency data into the customer_data dataframe
    customer_data = pd.merge(customer_data, cancellation_frequency, on='Customer

# Replace NaN values with 0 (for customers who have not cancelled any transacustomer_data['Cancellation_Frequency'].fillna(0, inplace=True)

# Calculate the Cancellation Rate
    customer_data['Cancellation_Rate'] = customer_data['Cancellation_Frequency']

# Display the first few rows of the customer_data dataframe
    customer_data.head()
```

Out[49]:	out[49]: CustomerID		Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

#### **Seasonality & Trends**

```
In [50]: # Extract month and year from InvoiceDate
         df['Year'] = df['InvoiceDate'].dt.year
         df['Month'] = df['InvoiceDate'].dt.month
         # Calculate monthly spending for each customer
         monthly spending = df.groupby(['CustomerID', 'Year', 'Month'])['Total Spend'
         # Calculate Seasonal Buying Patterns: We are using monthly frequency as a 
ho r
         seasonal buying patterns = monthly spending.groupby('CustomerID')['Total Spe
         seasonal buying patterns.rename(columns={'mean': 'Monthly Spending Mean', 's
         # Replace NaN values in Monthly Spending Std with 0, implying no variability
         seasonal buying patterns['Monthly Spending Std'].fillna(0, inplace=True)
         # Calculate Trends in Spending
         # We are using the slope of the linear trend line fitted to the customer's s
         def calculate trend(spend data):
             # If there are more than one data points, we calculate the trend using l
             if len(spend data) > 1:
                 x = np.arange(len(spend data))
                 slope, _, _, _, _ = linregress(x, spend_data)
                 return slope
             # If there is only one data point, no trend can be calculated, hence we
             else:
                 return 0
         # Apply the calculate trend function to find the spending trend for each cus
         spending trends = monthly spending.groupby('CustomerID')['Total Spend'].appl
         spending trends.rename(columns={'Total Spend': 'Spending Trend'}, inplace=Tr
         # Merge the new features into the customer data dataframe
         customer data = pd.merge(customer data, seasonal buying patterns, on='Custom
         customer data = pd.merge(customer data, spending trends, on='CustomerID')
         # Display the first few rows of the customer data dataframe
         customer data.head()
```

```
CustomerID Days_Since_Last_Purchase Total_Transactions Total_Products_I
Out[50]:
         0
                12346.0
                                               325
                                                                    2
         1
                                                 2
                                                                    7
                12347.0
         2
                12348.0
                                                75
                                                                    4
         3
                12349.0
                                                18
                                                                    1
         4
                12350.0
                                               310
                                                                    1
In [51]: # Changing the data type of 'CustomerID' to string as it is a unique identif
         customer data['CustomerID'] = customer data['CustomerID'].astype(str)
         # Convert data types of columns to optimal types
         customer data = customer data.convert dtypes()
In [52]: customer data.head(10)
            CustomerID Days_Since_Last_Purchase Total_Transactions Total_Products_I
Out[52]:
         0
                12346.0
                                               325
                                                                    2
                                                                    7
         1
                12347.0
                                                 2
         2
                12348.0
                                                75
                                                                    4
         3
                12349.0
                                                18
                                                                    1
         4
                12350.0
                                               310
                                                                    1
         5
                12352.0
                                                36
                                                                    8
         6
                                               204
                                                                    1
                12353.0
         7
                12354.0
                                               232
                                                                    1
         8
                12355.0
                                               214
                                                                    1
         9
                12356.0
                                                22
                                                                    3
```

In [53]: customer\_data.info()

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 4282 entries, 0 to 4281
Data columns (total 18 columns):
    Column
                                   Non-Null Count Dtype
--- -----
                                   -----
0
    CustomerID
                                   4282 non-null string
    Days Since Last Purchase
                                   4282 non-null Int64
    Total Transactions
                                   4282 non-null Int64
3
    Total Products Purchased
                                   4282 non-null Int64
4
    Total Spend
                                   4282 non-null Float64
    Average Transaction Value
5
                                   4282 non-null Float64
    Unique Products Purchased
                                   4282 non-null Int64
7
    Average Days Between Purchases
                                  4282 non-null Float64
8
    Day Of Week
                                   4282 non-null Int32
9
    Hour
                                   4282 non-null Int32
10 Is UK
                                   4282 non-null Int64
11 Cancellation Frequency x
                                   4282 non-null Int64
 12 Cancellation Rate
                                   4282 non-null Float64
 13 Cancellation Frequency y
                                  1523 non-null Int64
 14 Cancellation Frequency
                                  4282 non-null Int64
15 Monthly Spending Mean
                                  4282 non-null Float64
16 Monthly Spending Std
                                  4282 non-null Float64
17 Spending Trend
                                  4282 non-null
                                                 Float64
dtypes: Float64(7), Int32(2), Int64(8), string(1)
memory usage: 639.9 KB
```

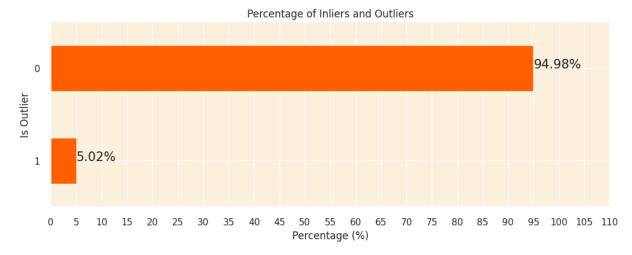
#### **Outlier Detection and Treatment**

```
In [58]: import pandas as pd
         import numpy as np
         from sklearn.ensemble import IsolationForest
         # Assuming customer data is already loaded as a DataFrame
         # Example customer data initialization (if needed):
         # customer data = pd.read csv('customer data.csv')
         # Initialize the IsolationForest model with a contamination parameter of 0.0
         model = IsolationForest(contamination=0.05, random state=0)
         # Select only numeric columns from the dataset for fitting the model
         numeric cols = customer data.select dtypes(include=[np.number]).columns
         # Fill missing values: for integer columns, fill with the median (to ensure
         for col in numeric cols:
             if pd.api.types.is integer dtype(customer data[col]):
                 # Fill missing integer columns with the median and convert back to i
                 customer data[col] = customer data[col].fillna(customer data[col].me
             else:
                 # Fill other numeric columns (e.g., floats) with the mean
                 customer data[col] = customer data[col].fillna(customer data[col].me
         # Fit the model on the filled dataset and predict outlier scores
         customer data filled = customer data[numeric cols]
         customer data['Outlier Scores'] = model.fit predict(customer data filled.to
```

```
customer data['Is Outlier'] = [1 if x == -1 else 0 for x in customer data['C
            # Display the first few rows of the customer data dataframe
            print(customer data.head())
             CustomerID Days Since Last Purchase Total Transactions \
           0
                12346.0
                                                325
                                                                       7
                                                  2
           1
                12347.0
                                                 75
           2
                12348.0
                                                                       4
           3
                12349.0
                                                 18
                                                                       1
           4
                12350.0
                                                310
                                                                       1
              Total Products Purchased Total Spend Average Transaction Value \
                                                  0.0
                                                                       615.714286
           1
                                   2458
                                               4310.0
           2
                                   2332
                                              1437.24
                                                                           359.31
           3
                                    630
                                              1457.55
                                                                          1457.55
           4
                                    196
                                                294.4
                                                                            294.4
              Unique Products Purchased Average Days Between Purchases Day Of Week ∖
           0
                                       1
                                                                       0.0
           1
                                     103
                                                                  2.016575
                                                                                       1
           2
                                      21
                                                                 10.884615
                                                                                       3
                                      72
           3
                                                                       0.0
                                                                                       0
           4
                                      16
                                                                       0.0
                                                                                       2
              Hour Is UK Cancellation Frequency x Cancellation Rate \
           0
                10
                        1
                                                                      0.5
                                                    1
           1
                14
                        0
                                                    0
                                                                      0.0
           2
                19
                        0
                                                    0
                                                                      0.0
           3
                9
                         0
                                                    0
                                                                      0.0
           4
                16
                         0
                                                    0
                                                                      0.0
              Cancellation Frequency y Cancellation Frequency Monthly Spending Mean
           \
           0
                                      1
                                                                1
                                                                                      0.0
                                                                              615.714286
           1
                                      1
                                                                0
           2
                                      1
                                                                0
                                                                                   359.31
                                      1
           3
                                                                0
                                                                                  1457.55
                                      1
                                                                0
           4
                                                                                    294.4
              Monthly Spending Std Spending Trend Outlier Scores Is Outlier
           0
                                0.0
                                                 0.0
                                                                    1
                         341.070789
                                            4.486071
                                                                                 0
           1
                                                                    1
           2
                         203.875689
                                            -100.884
                                                                    1
                                                                                 0
           3
                                0.0
                                                 0.0
                                                                    1
                                                                                 0
           4
                                0.0
                                                 0.0
                                                                    1
                                                                                 0
  In [59]: # Calculate the percentage of inliers and outliers
            outlier percentage = customer data['Is Outlier'].value counts(normalize=True
            # Plotting the percentage of inliers and outliers
            plt.figure(figsize=(12, 4))
            outlier percentage.plot(kind='barh', color='#ff6200')
            # Adding the percentage labels on the bars
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
for index, value in enumerate(outlier_percentage):
    plt.text(value, index, f'{value:.2f}%', fontsize=15)

plt.title('Percentage of Inliers and Outliers')
plt.xticks(ticks=np.arange(0, 115, 5))
plt.xlabel('Percentage (%)')
plt.ylabel('Is Outlier')
plt.gca().invert_yaxis()
plt.show()
```



```
In [60]: # Separate the outliers for analysis
   outliers_data = customer_data[customer_data['Is_Outlier'] == 1]

# Remove the outliers from the main dataset
   customer_data_cleaned = customer_data[customer_data['Is_Outlier'] == 0]

# Drop the 'Outlier_Scores' and 'Is_Outlier' columns
   customer_data_cleaned = customer_data_cleaned.drop(columns=['Outlier_Scores'

# Reset the index of the cleaned data
   customer_data_cleaned.reset_index(drop=True, inplace=True)
```

In [61]: # Getting the number of rows in the cleaned customer dataset
 customer\_data\_cleaned.shape[0]

Out[61]: 4067

#### **Correlation Analysis**

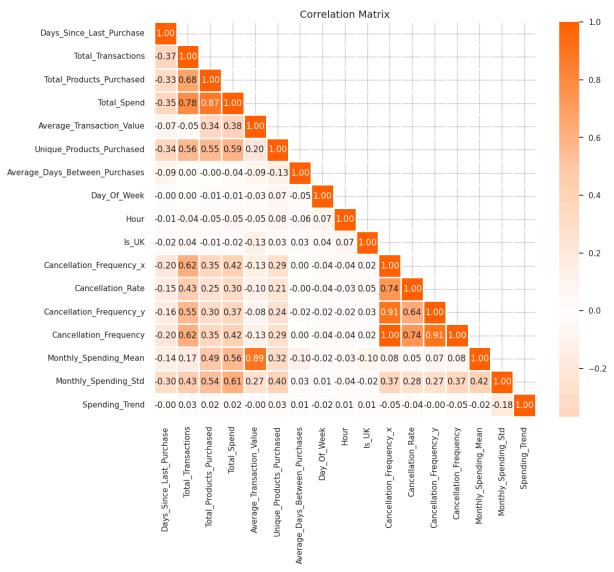
```
In [62]: # Reset background style
    sns.set_style('whitegrid')

# Calculate the correlation matrix excluding the 'CustomerID' column
    corr = customer_data_cleaned.drop(columns=['CustomerID']).corr()

# Define a custom colormap
    colors = ['#ff6200', '#ffcaa8', 'white', '#ffcaa8', '#ff6200']
    my_cmap = LinearSegmentedColormap.from_list('custom_map', colors, N=256)
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js ow the lower triangle of the matrix (since it's mine)
```

```
# top-left to bottom-right diagonal)
mask = np.zeros_like(corr)
mask[np.triu_indices_from(mask, k=1)] = True

# Plot the heatmap
plt.figure(figsize=(12, 10))
sns.heatmap(corr, mask=mask, cmap=my_cmap, annot=True, center=0, fmt='.2f',
plt.title('Correlation Matrix', fontsize=14)
plt.show()
```



#### **Feature Scaling**

```
In [63]: # Initialize the StandardScaler
scaler = StandardScaler()

# List of columns that don't need to be scaled
columns_to_exclude = ['CustomerID', 'Is_UK', 'Day_Of_Week']

# List of columns that need to be scaled
columns_to_scale = customer_data_cleaned.columns.difference(columns_to_exclu
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
customer_data_scaled = customer_data_cleaned.copy()

# Applying the scaler to the necessary columns in the dataset
customer_data_scaled[columns_to_scale] = scaler.fit_transform(customer_data_

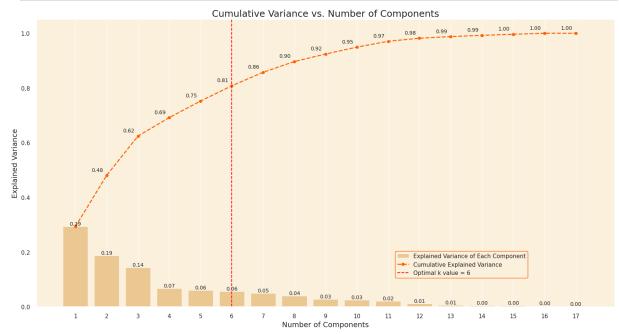
# Display the first few rows of the scaled data
customer_data_scaled.head()
```

Out[63]:	CustomerID		Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	2.337854	-0.468031	
	1	12347.0	-0.906207	0.713523	
	2	12348.0	-0.173029	0.004590	
	3	12349.0	-0.745511	-0.704342	
	4	12350.0	2.187201	-0.704342	

## **Dimensionality Reduction**

```
In [64]: # Setting CustomerID as the index column
            customer data scaled.set index('CustomerID', inplace=True)
            # Apply PCA
            pca = PCA().fit(customer data scaled)
            # Calculate the Cumulative Sum of the Explained Variance
            explained variance ratio = pca.explained variance ratio
            cumulative explained variance = np.cumsum(explained variance ratio)
            # Set the optimal k value (based on our analysis, we can choose 6)
            optimal k = 6
            # Set seaborn plot style
            sns.set(rc={'axes.facecolor': '#fcf0dc'}, style='darkgrid')
            # Plot the cumulative explained variance against the number of components
            plt.figure(figsize=(20, 10))
            # Bar chart for the explained variance of each component
            barplot = sns.barplot(x=list(range(1, len(cumulative explained variance) + 1
                                   y=explained variance ratio,
                                   color='#fcc36d',
                                   alpha=0.8)
            # Line plot for the cumulative explained variance
            lineplot, = plt.plot(range(0, len(cumulative_explained_variance)), cumulativ
                                  marker='o', linestyle='--', color='#ff6200', linewidth=
            # Plot optimal k value line
            optimal k line = plt.axvline(optimal k - 1, color='red', linestyle='--', lak
            # Set labels and title
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js onents', fontsize=14)
```

```
plt.ylabel('Explained Variance', fontsize=14)
plt.title('Cumulative Variance vs. Number of Components', fontsize=18)
# Customize ticks and legend
plt.xticks(range(0, len(cumulative explained variance)))
plt.legend(handles=[barplot.patches[0], lineplot, optimal k line],
                                        labels=['Explained Variance of Each Component', 'Cumulative Explained Variance of Each Component (Component Component Co
                                        loc=(0.62, 0.1),
                                        frameon=True,
                                        framealpha=1.0,
                                        edgecolor='#ff6200')
# Display the variance values for both graphs on the plots
x 	ext{ offset} = -0.3
y \text{ offset} = 0.01
for i, (ev ratio, cum ev ratio) in enumerate(zip(explained variance ratio, d
              plt.text(i, ev ratio, f"{ev ratio:.2f}", ha="center", va="bottom", fonts
              if i > 0:
                             plt.text(i + x offset, cum ev ratio + y offset, f"{cum ev ratio:.2f}
plt.grid(axis='both')
plt.show()
```



```
In [65]: # Creating a PCA object with 6 components
pca = PCA(n_components=6)

# Fitting and transforming the original data to the new PCA dataframe
customer_data_pca = pca.fit_transform(customer_data_scaled)

# Creating a new dataframe from the PCA dataframe, with columns labeled PC1,
customer_data_pca = pd.DataFrame(customer_data_pca, columns=['PC'+str(i+1) f

# Adding the CustomerID index back to the new PCA dataframe
customer_data_pca.index = customer_data_scaled.index
```

```
In [66]: # Displaying the resulting dataframe based on the PCs
         customer data pca.head()
                          PC1
                                    PC2
                                              PC3
                                                        PC4
                                                                  PC5
                                                                            PC6
Out[66]:
         CustomerID
            12346.0 -1.502393 -1.828999 2.237205 -0.948595 -0.078333 -0.685397
            12347.0 2.231916 -1.198779 -3.314165 1.006539 -0.277953 0.464954
            12348.0 0.067095 0.642905 -1.148545 0.854184 -0.426443 1.629822
            12349.0 0.566591 -2.488291 -5.236476 -3.102705 0.291673 -1.717575
            12350.0 -2.055544 -0.580509 0.142653 -0.948095 -1.310880 0.422936
In [67]: # Define a function to highlight the top 3 absolute values in each column of
         def highlight top3(column):
             top3 = column.abs().nlargest(3).index
             return ['background-color: #ffeacc' if i in top3 else '' for i in colum
         # Create the PCA component DataFrame and apply the highlighting function
         pc_df = pd.DataFrame(pca.components_.T, columns=['PC{}'.format(i+1) for i ir
                             index=customer data scaled.columns)
```

pc df.style.apply(highlight top3, axis=0)

Out[67]:		PC1	PC2	PC3	PC4
	Days_Since_Last_Purchase	-0.179972	-0.020901	0.082395	-0.434640
	Total_Transactions	0.357081	0.022778	0.036871	0.288405
	Total_Products_Purchased	0.323768	0.023863	-0.247652	0.179571
	Total_Spend	0.356101	0.028221	-0.244201	0.129155
	Average_Transaction_Value	0.088691	0.002459	-0.486716	-0.391746
	Unique_Products_Purchased	0.264113	0.075044	-0.171313	0.267046
	Average_Days_Between_Purchases	-0.011452	-0.041186	0.061802	0.291487
	Day_Of_Week	-0.031866	0.991987	0.067786	-0.045505
	Hour	-0.020778	0.056684	0.012573	0.124389
	Is_UK	0.000678	0.006265	0.017539	0.025116
	Cancellation_Frequency_x	0.348049	-0.022566	0.312531	-0.174064
	Cancellation_Rate	0.274900	-0.025002	0.277162	-0.199080
	Cancellation_Frequency_y	0.316984	-0.017297	0.303159	-0.201910
	Cancellation_Frequency	0.348049	-0.022566	0.312531	-0.174064
	Monthly_Spending_Mean	0.183435	0.015342	-0.450435	-0.363380
	Monthly_Spending_Std	0.277632	0.027740	-0.169394	-0.021686
	Spending_Trend	-0.014711	-0.010317	-0.010158	0.278485

# **K-Means Clustering**

## **Determining the Optimal Number of Clusters**

#### **Elbow Method**

```
In [68]: # Set plot style, and background color
    sns.set(style='darkgrid', rc={'axes.facecolor': '#fcf0dc'})

# Set the color palette for the plot
    sns.set_palette(['#ff6200'])

# Instantiate the clustering model with the specified parameters
    km = KMeans(init='k-means++', n_init=10, max_iter=100, random_state=0)

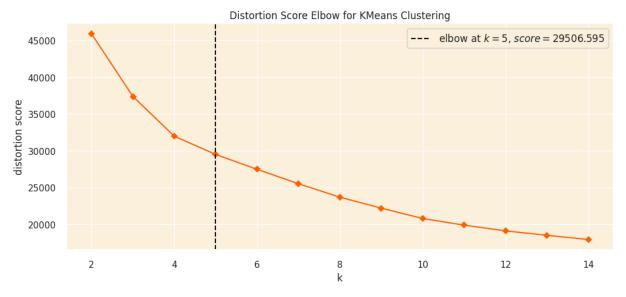
# Create a figure and axis with the desired size
    fig, ax = plt.subplots(figsize=(12, 5))

# Instantiate the KElbowVisualizer with the model and range of k values, and
    visualizer = KElbowVisualizer(km, k=(2, 15), timings=False, ax=ax)

# Fit the data to the visualizer
Loading[MathJax/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
visualizer.fit(customer_data_pca)

# Finalize and render the figure
visualizer.show();
```

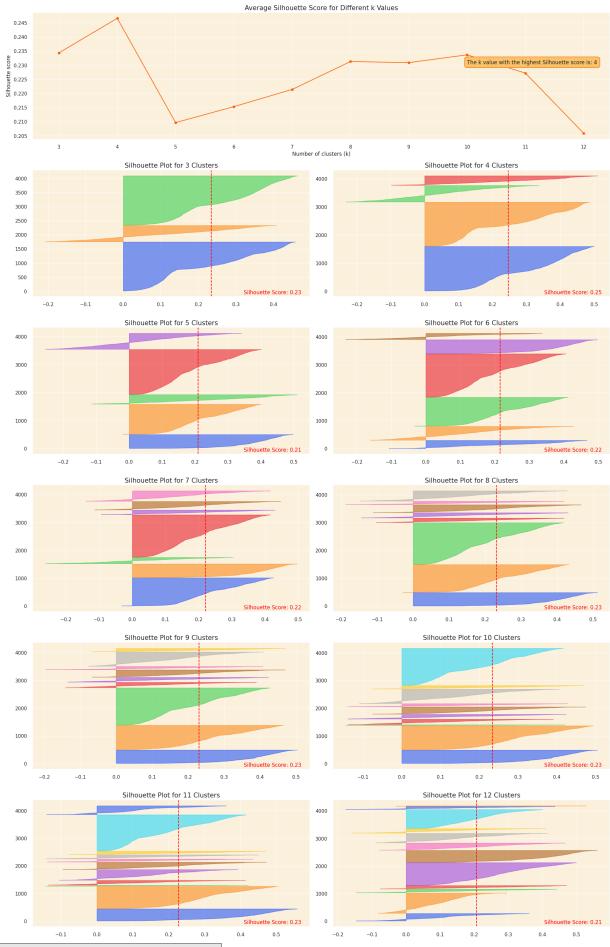


#### **Silhouette Method**

```
In [69]: def silhouette analysis(df, start k, stop k, figsize=(15, 16)):
                Perform Silhouette analysis for a range of k values and visualize the re
                # Set the size of the figure
                plt.figure(figsize=figsize)
                # Create a grid with (stop k - start k + 1) rows and 2 columns
                grid = gridspec.GridSpec(stop k - start k + 1, 2)
                # Assign the first plot to the first row and both columns
                first plot = plt.subplot(grid[0, :])
                # First plot: Silhouette scores for different k values
                sns.set palette(['darkorange'])
                silhouette scores = []
                # Iterate through the range of k values
                for k in range(start k, stop k + 1):
                    km = KMeans(n clusters=k, init='k-means++', n init=10, max iter=100,
                    km.fit(df)
                    labels = km.predict(df)
                    score = silhouette score(df, labels)
                    silhouette scores.append(score)
                best_k = start_k + silhouette_scores.index(max(silhouette_scores))
                plt.plot(range(start_k, stop_k + 1), silhouette_scores, marker='o')
                nl+ v+icks(range(start k, stop_k + 1))
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
plt.xlabel('Number of clusters (k)')
plt.ylabel('Silhouette score')
plt.title('Average Silhouette Score for Different k Values', fontsize=15
# Add the optimal k value text to the plot
optimal k text = f'The k value with the highest Silhouette score is: {be
plt.text(10, 0.23, optimal_k_text, fontsize=12, verticalalignment='botto
         horizontalalignment='left', bbox=dict(facecolor='#fcc36d', edge
# Second plot (subplot): Silhouette plots for each k value
colors = sns.color palette("bright")
for i in range(start k, stop k + 1):
    km = KMeans(n clusters=i, init='k-means++', n init=10, max iter=100,
    row idx, col idx = divmod(i - start k, 2)
    # Assign the plots to the second, third, and fourth rows
    ax = plt.subplot(grid[row idx + 1, col idx])
    visualizer = SilhouetteVisualizer(km, colors=colors, ax=ax)
    visualizer.fit(df)
    # Add the Silhouette score text to the plot
    score = silhouette score(df, km.labels )
    ax.text(0.97, 0.02, f'Silhouette Score: {score:.2f}', fontsize=12, \
            ha='right', transform=ax.transAxes, color='red')
    ax.set title(f'Silhouette Plot for {i} Clusters', fontsize=15)
plt.tight layout()
plt.show()
```

In [70]: silhouette\_analysis(customer\_data\_pca, 3, 12, figsize=(20, 50))



## **Clustering Model - K-means**

```
In [71]: # Apply KMeans clustering using the optimal k
         kmeans = KMeans(n clusters=3, init='k-means++', n init=10, max iter=100, rar
         kmeans.fit(customer data pca)
         # Get the frequency of each cluster
         cluster frequencies = Counter(kmeans.labels )
         # Create a mapping from old labels to new labels based on frequency
         label mapping = {label: new label for new label, (label, ) in
                           enumerate(cluster frequencies.most common())}
         # Reverse the mapping to assign labels as per your criteria
         label mapping = \{v: k \text{ for } k, v \text{ in } \{2: 1, 1: 0, 0: 2\}.items()\}
         # Apply the mapping to get the new labels
         new labels = np.array([label mapping[label] for label in kmeans.labels ])
         # Append the new cluster labels back to the original dataset
         customer data cleaned['cluster'] = new labels
         # Append the new cluster labels to the PCA version of the dataset
         customer data pca['cluster'] = new labels
In [72]: # Display the first few rows of the original dataframe
         customer data cleaned.head()
```

Out[72]:	Out[72]: Customer		Days_Since_Last_Purchase	Total_Transactions	Total_Products_I
	0	12346.0	325	2	
	1	12347.0	2	7	
	2	12348.0	75	4	
	3	12349.0	18	1	
	4	12350.0	310	1	

#### **Clustering Evaluation**

#### **Cluster Distribution Visualization**

```
In [76]: # Calculate the percentage of customers in each cluster
    cluster_percentage = (customer_data_pca['cluster'].value_counts(normalize=Tr
        cluster_percentage.columns = ['Cluster', 'Percentage']
        cluster_percentage.sort_values(by='Cluster', inplace=True)

# Create a horizontal bar plot
    plt.figure(figsize=(10, 4))
    sns.barplot(x='Percentage', y='Cluster', data=cluster_percentage, orient='h'
    # Adding percentages on the bars
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
for index, value in enumerate(cluster_percentage['Percentage']):
    plt.text(value+0.5, index, f'{value:.2f}%')

plt.title('Distribution of Customers Across Clusters', fontsize=14)
plt.xticks(ticks=np.arange(0, 50, 5))
plt.xlabel('Percentage (%)')

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

## 

#### **Evaluation Metrics**

```
In [77]: # Compute number of customers
         num observations = len(customer data pca)
         # Separate the features and the cluster labels
         X = customer data pca.drop('cluster', axis=1)
         clusters = customer data pca['cluster']
         # Compute the metrics
         sil score = silhouette score(X, clusters)
         calinski score = calinski harabasz score(X, clusters)
         davies score = davies bouldin score(X, clusters)
         # Create a table to display the metrics and the number of observations
         table data = [
             ["Number of Observations", num observations],
             ["Silhouette Score", sil score],
             ["Calinski Harabasz Score", calinski score],
             ["Davies Bouldin Score", davies score]
         1
         # Print the table
         print(tabulate(table_data, headers=["Metric", "Value"], tablefmt='pretty'))
```

+	++
Metric	Value
Number of Observations   Silhouette Score	4067     0.2343605240053072     1275.485735208937     1.3984053542704358

## **Cluster Analysis and Profiling**

#### **Radar Chart Approach**

```
In [78]: # Setting 'CustomerID' column as index and assigning it to a new dataframe
            df customer = customer data cleaned.set index('CustomerID')
            # Standardize the data (excluding the cluster column)
            scaler = StandardScaler()
            df customer standardized = scaler.fit transform(df customer.drop(columns=['d
            # Create a new dataframe with standardized values and add the cluster column
            df customer standardized = pd.DataFrame(df customer standardized, columns=df
            df customer standardized['cluster'] = df customer['cluster']
            # Calculate the centroids of each cluster
            cluster centroids = df customer standardized.groupby('cluster').mean()
            # Function to create a radar chart
            def create radar chart(ax, angles, data, color, cluster):
                # Plot the data and fill the area
                ax.fill(angles, data, color=color, alpha=0.4)
                ax.plot(angles, data, color=color, linewidth=2, linestyle='solid')
                # Add a title
                ax.set title(f'Cluster {cluster}', size=20, color=color, y=1.1)
            # Set data
            labels=np.array(cluster centroids.columns)
            num vars = len(labels)
            # Compute angle of each axis
            angles = np.linspace(0, 2 * np.pi, num vars, endpoint=False).tolist()
            # The plot is circular, so we need to "complete the loop" and append the sta
            labels = np.concatenate((labels, [labels[0]]))
            angles += angles[:1]
            # Initialize the figure
            fig, ax = plt.subplots(figsize=(20, 10), subplot kw=dict(polar=True), nrows=
            # Create radar chart for each cluster
            for i, color in enumerate(colors):
                data = cluster centroids.loc[i].tolist()
                data += data[:1] # Complete the loop
                create radar chart(ax[i], angles, data, color, i)
Loading [MathJax]/jax/output/CommonHTML/fonts/TeX/fontdata.js
```

```
# Add input data
ax[0].set_xticks(angles[:-1])
ax[0].set_xticklabels(labels[:-1])

ax[1].set_xticks(angles[:-1])
ax[1].set_xticklabels(labels[:-1])

ax[2].set_xticks(angles[:-1])
ax[2].set_xticklabels(labels[:-1])

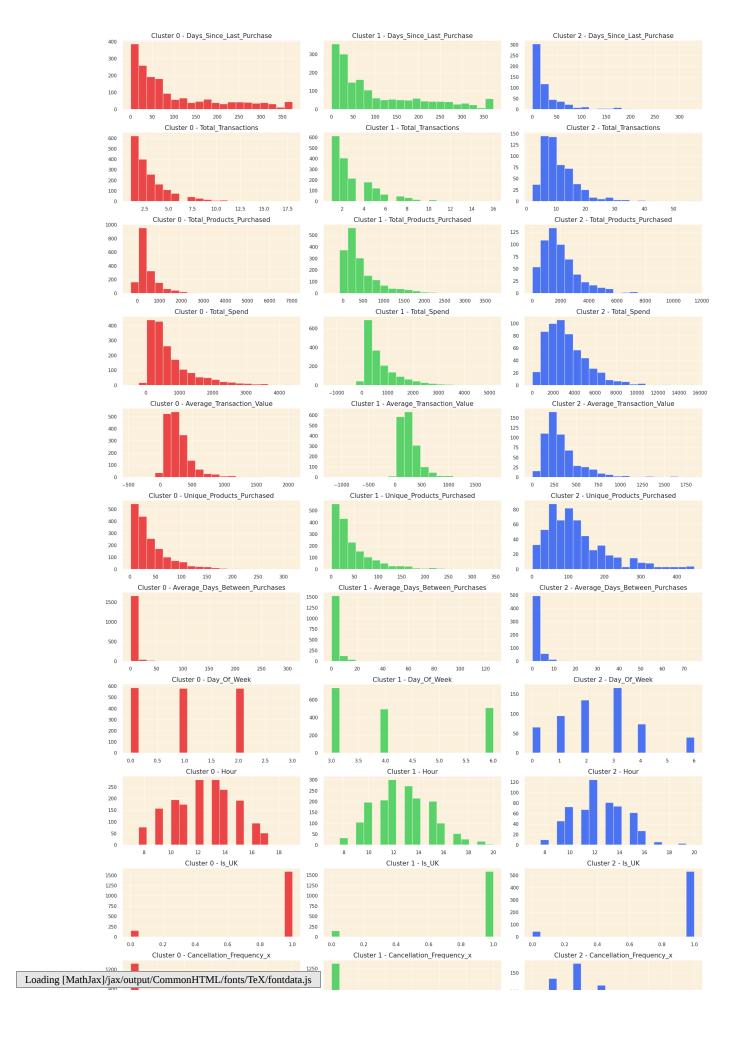
# Add a grid
ax[0].grid(color='grey', linewidth=0.5)

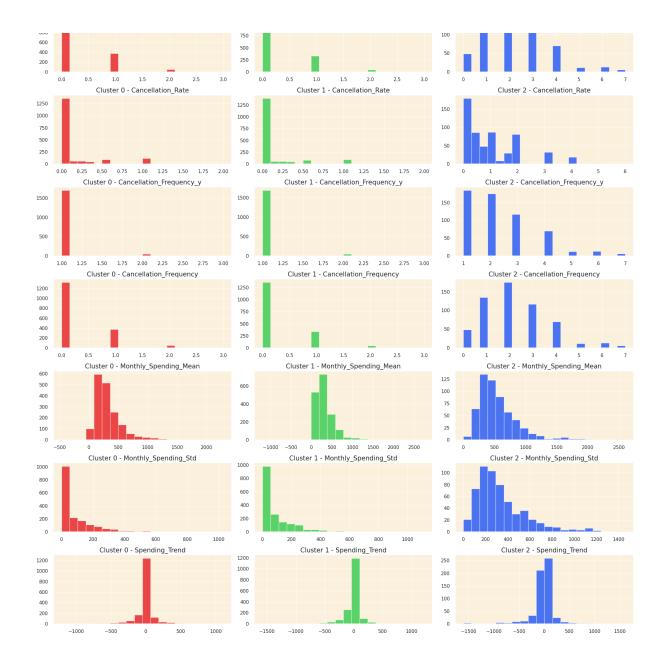
# Display the plot
plt.tight_layout()
plt.show()
```



## **Histogram Chart Approach**

```
In [79]: # Plot histograms for each feature segmented by the clusters
         features = customer data cleaned.columns[1:-1]
         clusters = customer data cleaned['cluster'].unique()
         clusters.sort()
         # Setting up the subplots
         n rows = len(features)
         n cols = len(clusters)
         fig, axes = plt.subplots(n rows, n cols, figsize=(20, 3*n rows))
         # Plotting histograms
         for i, feature in enumerate(features):
             for j, cluster in enumerate(clusters):
                 data = customer_data_cleaned[customer_data_cleaned['cluster'] == clu
                 axes[i, j].hist(data, bins=20, color=colors[j], edgecolor='w', alpha
                 axes[i, j].set title(f'Cluster {cluster} - {feature}', fontsize=15)
                 axes[i, j].set xlabel('')
                 axes[i, j].set ylabel('')
         # Adjusting layout to prevent overlapping
         plt.tight layout()
         plt.show()
```





## **Recommendation System**

```
In [80]: # Step 1: Extract the CustomerIDs of the outliers and remove their transacti
  outlier_customer_ids = outliers_data['CustomerID'].astype('float').unique()
  df_filtered = df[~df['CustomerID'].isin(outlier_customer_ids)]

# Step 2: Ensure consistent data type for CustomerID across both dataframes
  customer_data_cleaned['CustomerID'] = customer_data_cleaned['CustomerID'].as

# Step 3: Merge the transaction data with the customer data to get the clust
  merged_data = df_filtered.merge(customer_data_cleaned[['CustomerID', 'cluste

# Step 4: Identify the top 10 best-selling products in each cluster based or
  best_selling_products = merged_data.groupby(['cluster', 'StockCode', 'Descri
  best_selling_products = best_selling_products.groupby('cluster').head(10)
```

```
# Step 5: Create a record of products purchased by each customer in each clu
         customer purchases = merged data.groupby(['CustomerID', 'cluster', 'StockCod')
         # Step 6: Generate recommendations for each customer in each cluster
         recommendations = []
         for cluster in top_products_per_cluster['cluster'].unique():
             top products = top products per cluster[top products per cluster['cluste
             customers in cluster = customer data cleaned[customer data cleaned['clus
             for customer in customers in cluster:
                 # Identify products already purchased by the customer
                 customer purchased products = customer purchases (customer purchases
                                                                   (customer purchases
                 # Find top 3 products in the best-selling list that the customer has
                 top products not purchased = top_products[~top_products['StockCode']
                 top 3 products not purchased = top products not purchased.head(3)
                 # Append the recommendations to the list
                 recommendations.append([customer, cluster] + top 3 products not pure
         # Step 7: Create a dataframe from the recommendations list and merge it with
         recommendations df = pd.DataFrame(recommendations, columns=['CustomerID', 'c
                                                           'Rec2 StockCode', 'Rec2 Des
         customer data with recommendations = customer data cleaned merge(recommendat
In [81]: # Display 10 random rows from the customer data with recommendations datafra
```

customer data with recommendations.set index('CustomerID').iloc[:, -6:].samp

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CustomerID				
15721.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA
15713.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA
16877.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA
16833.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA
14757.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	85123A	WHITE HAN HEART T- HC
14297.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	17003	BROCADE F
14560.0	22616	PACK OF 12 LONDON TISSUES	84077	WORLD \ GLIDERS <i>\epsilon</i> DE!
17391.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA
17716.0	22616	PACK OF 12 LONDON TISSUES	84077	WORLD \ GLIDERS <i>\epsilon</i> DE!
13080.0	84077	WORLD WAR 2 GLIDERS ASSTD DESIGNS	84879	ASSC COLOUR ORNA

```
In [1]: import zipfile
             import os
             import pandas as pd
             # Step 1: Unzip the file
             zip_file_path = '/content/archive (8).zip' # Path to your zip file
             extract_folder = '/content/extracted_files/'
             # Create a directory for extracted files
             os.makedirs(extract folder, exist ok=True)
             # Extract the zip file
             try:
                 with zipfile.ZipFile(zip_file_path, 'r') as zip_ref:
                      zip_ref.extractall(extract_folder)
print("Files extracted successfully.")
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```

```
except FileNotFoundError:
                print("The zip file was not found. Please check the file path.")
                exit()
            except Exception as e:
                print(f"An error occurred while extracting the zip file: {e}")
                exit()
            # List extracted files
            extracted files = os.listdir(extract folder)
            print("Extracted files:", extracted files)
            # Step 2: Load the CSV file
            csv file name = 'data.csv' # Replace with the actual CSV file name
            csv file path = os.path.join(extract folder, csv file name)
            try:
                # Try reading the CSV file with different encodings
                customer data with recommendations = pd.read csv(csv file path, encoding
                print("CSV file loaded successfully.")
            except FileNotFoundError:
                print("The CSV file was not found. Please check the file path.")
            except UnicodeDecodeError:
                print("Encoding error. Try a different encoding like 'ISO-8859-1'.")
            except Exception as e:
                print(f"An unexpected error occurred while reading the CSV file: {e}")
                exit()
            # Confirm column names
            print("Column names in the dataset:", customer data with recommendations.col
            # Step 3: Filter and Display Data
            # Prompt user for CustomerID and Country
            customer id = input("Enter CustomerID: ")
            country = input("Enter Country: ")
            # Convert CustomerID to integer
            try:
                customer id = int(customer id)
            except ValueError:
                print("Invalid CustomerID. Please enter a valid integer.")
            # Check if 'Country' column exists
            if 'Country' not in customer data with recommendations.columns:
                print("'Country' column not found in the dataset. Please check the datas
                exit()
            # Check if the entered country is valid
            if country not in customer data with recommendations['Country'].values:
                print(f"No data found for the country '{country}'. Please check the cour
                exit()
            # Filter the dataframe based on CustomerID and Country
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```

```
(customer data with recommendations['CustomerID'] == customer id) &
     (customer data with recommendations['Country'] == country)
 1
 # Display 10 random rows of recommendations (or fewer if we don't have that
 if not filtered data.empty:
     recommendations = filtered data.set index('CustomerID').iloc[:, -6:].sam
     print(recommendations)
 else:
     print(f"No data found for CustomerID {customer id} in {country}")
Files extracted successfully.
Extracted files: ['data.csv']
CSV file loaded successfully.
Column names in the dataset: Index(['InvoiceNo', 'StockCode', 'Description',
'Quantity', 'InvoiceDate',
       'UnitPrice', 'CustomerID', 'Country'],
      dtype='object')
Enter CustomerID: 17850
Enter Country: United Kingdom
           StockCode
                                             Description Quantity \
CustomerID
17850.0
              85123A WHITE HANGING HEART T-LIGHT HOLDER
                                                                 8
17850.0
               20679
                                   EDWARDIAN PARASOL RED
                                                                 6
              71053
                                     WHITE METAL LANTERN
                                                                12
17850.0
17850.0
              22632
                              HAND WARMER RED POLKA DOT
                                                                 6
              85123A WHITE HANGING HEART T-LIGHT HOLDER
                                                                 6
17850.0
17850.0
              21730
                      GLASS STAR FROSTED T-LIGHT HOLDER
                                                                 8
17850.0
              37370
                              RETRO COFFEE MUGS ASSORTED
                                                                 6
17850.0
              21871
                                     SAVE THE PLANET MUG
                                                                 6
              82486
                       WOOD S/3 CABINET ANT WHITE FINISH
                                                                 4
17850.0
17850.0
               21730
                       GLASS STAR FROSTED T-LIGHT HOLDER
                                                                 6
                InvoiceDate UnitPrice
                                               Country
CustomerID
17850.0
            12/1/2010 11:33
                                  2.55 United Kingdom
17850.0
            12/2/2010 14:04
                                  4.95 United Kingdom
17850.0
            12/2/2010 12:23
                                  3.39 United Kingdom
                                  1.85
                                       United Kingdom
17850.0
            12/2/2010 12:24
                                  2.55 United Kingdom
17850.0
            12/2/2010 8:34
                                 4.25 United Kingdom
17850.0
            12/2/2010 14:04
                                 1.06 United Kingdom
17850.0
            12/2/2010 9:44
17850.0
            12/2/2010 9:41
                                  1.06 United Kingdom
                                  6.95 United Kingdom
17850.0
            12/1/2010 11:33
17850.0
                                  4.25 United Kingdom
            12/2/2010 14:06
```

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