giuakippncln-3-1

October 22, 2023

0.1 Import

```
[1]: from mpl_toolkits.mplot3d import Axes3D
from scipy import stats
from sklearn.metrics import silhouette_score
from sklearn.preprocessing import StandardScaler
from sklearn.cluster import KMeans
from yellowbrick.cluster import KElbowVisualizer
import mplcursors

import pandas as pd
import matplotlib.pyplot as plt
import squarify
import seaborn as sns
import numpy as np

%matplotlib inline
```

0.2 Doc file csv

```
[2]: data_type = {
    '_CustomerID': str
}

sales_data = pd.read_csv('./sales_data.csv', dtype=data_type,
    parse_dates=['OrderDate'])
```

```
[3]: sales_data.describe()
```

```
[3]:
                                 OrderDate
                                             _SalesTeamID
                                                               _StoreID
                                                                          _ProductID
                                      7991
                                              7991.000000
                                                           7991.000000
                                                                         7991.000000
     count
     mean
            2019-09-15 11:01:09.828557312
                                                14.384307
                                                            183.850081
                                                                           23.771743
     min
                       2018-05-31 00:00:00
                                                 1.000000
                                                              1.000000
                                                                            1.000000
     25%
                       2019-01-16 12:00:00
                                                 8.000000
                                                             91.000000
                                                                           12.000000
     50%
                      2019-09-15 00:00:00
                                                14.000000
                                                            183.000000
                                                                           24.000000
     75%
                      2020-05-12 00:00:00
                                                21.000000
                                                            276.000000
                                                                           36.000000
                      2020-12-30 00:00:00
                                                28.000000
                                                            367.000000
                                                                           47.000000
     max
```

```
Order Quantity Discount Applied
                                         Unit Price
                                                       Unit Cost
          7991.000000
                           7991.000000
                                        7991.000000
                                                     7991.000000
count
            4.525341
                              0.114394 2284.536504 1431.911054
mean
min
             1.000000
                              0.050000
                                         167.500000
                                                       68.675000
25%
                              0.050000 1031.800000
                                                      606.115500
            3.000000
50%
            5.000000
                              0.075000
                                        1849.200000 1080.576000
75%
                              0.150000 3611.300000 2040.250500
            7.000000
            8.000000
                              0.400000
                                        6566.000000 5498.556000
max
                                        1673.096364 1112.413043
std
             2.312631
                              0.085570
```

```
[4]: df = sales data.copy()
    df['Revenue'] = (df['Unit Price'] - (df['Unit Price'] * df['Discount Applied'])

    df['Unit Cost']) * df['Order Quantity']

    columns = ['OrderNumber', '_CustomerID', 'OrderDate', 'Revenue']
    df_dataset = df[columns]
    today_date = pd.to_datetime('2021-01-01')
    rfm_dataset = df_dataset.groupby('_CustomerID').agg ({
         'OrderDate' : lambda v : (today_date - v.max()).days,
        'OrderNumber' : 'count',
        'Revenue' : 'sum'
    })
    rfm dataset.rename(
        columns= {
            'OrderDate' : 'Recency',
            'OrderNumber' : 'Frequency',
            'Revenue' : 'Monetary'
        },
        inplace= True
    )
    r = pd.qcut(rfm_dataset['Recency'], q = 5, labels=range(5,0,-1))
    f = pd.qcut(rfm_dataset['Frequency'], q = 5, labels=range(1,6))
    m = pd.qcut(rfm_dataset['Monetary'], q = 5, labels=range(1,6))
    def segment(value):
            if value == 555' or value == 554' or value == 544' or value ==
     return 'Champions'
            elif value == 543' or value == 444' or value == 435' or value ==
      _{\circlearrowleft}'355' or value == '354' or value == '345' or value == '344' or value ==_{\sqcup}
```

```
return 'Loyal'
       elif value == 553' or value == 551' or value == 552' or value ==
_{\circlearrowleft}'541' or value == '542' or value == '533' or value == '532' or value ==
_{\circlearrowleft}'531' or value == '452' or value == '451' or value == '442' or value == _{\sqcup}
\rightarrow '441' or value == '431' or value == '453' or value == '433' or value == \perp
_{\circlearrowleft}'432' or value == '423' or value == '353' or value == '352' or value == _{\sqcup}
\Rightarrow '351' or value == '342' or value == '341' or value == '333' or value == '1
return 'Potential Loyalist'
       elif value == '512' or value == '511' or value == '422' or value == 
→ '421' or value == '412' or value == '411' or value == '311':
                return 'New Customers'
       elif value == 525' or value == 524' or value == 523' or value ==
_{\circlearrowleft}'522' or value == '521' or value == '515' or value == '514' or value == _{\sqcup}
_{\circ}'513' or value == '425' or value == '424' or value == '413' or value == "11"
_{\circlearrowleft}'414' or value == '415' or value == '315' or value == '314' or value ==_{\sqcup}
۵'313':
               return 'Promising'
       elif value == 535' or value == 443' or value == 443' or value ==
_{\circlearrowleft}'434' or value == '343' or value == '334' or value == '325' or value ==_{\sqcup}
return 'Need Attention'
       elif value == '331' or value == '321' or value == '312' or value ==
_{\circlearrowleft}'221' or value == '213' or value == '231' or value == '241' or value ==_{\sqcup}
return 'About To Sleep'
       elif value == '255' or value == '254' or value == '245' or value ==
\Rightarrow '244' or value == '253' or value == '252' or value == '243' or value ==
_{\circlearrowleft}'242' or value == '235' or value == '234' or value == '225' or value == _{\sqcup}
_{\circ}'224' or value == '153' or value == '152' or value == '145' or value ==_{\sqcup}
_{\circ}'143' or value == '142' or value == '135' or value == '134' or value == '135' or value == '135' or value
return "At Risk"
       elif value == '155' or value == '154' or value == '144' or value ==
_{\circlearrowleft}'214' or value == '215' or value == '115' or value == '114' or value ==_{\sqcup}
return 'Cannot Lose Them'
       elif value == '332' or value == '322' or value == '233' or value ==_{\sqcup}
\Rightarrow'232' or value == '223' or value == '222' or value == '132' or value ==
return 'Hibernating Customers'
       else:
               return 'Lost Customers'
```

```
[5]: fig, ax = plt.subplots(3,1, figsize=(10,20))
sns.distplot(rfm_dataset['Recency'], ax = ax[0])
```

```
sns.distplot(rfm_dataset['Frequency'], ax = ax[1])
sns.distplot(rfm_dataset['Monetary'], ax = ax[2])
plt.show()
```

C:\Users\ADMIN\AppData\Local\Temp\ipykernel_24684\3217253163.py:2: UserWarning:

`distplot` is a deprecated function and will be removed in seaborn v0.14.0.

Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

```
sns.distplot(rfm_dataset['Recency'], ax = ax[0])
C:\Users\ADMIN\AppData\Local\Temp\ipykernel_24684\3217253163.py:3: UserWarning:
```

'distplot' is a deprecated function and will be removed in seaborn v0.14.0.

Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

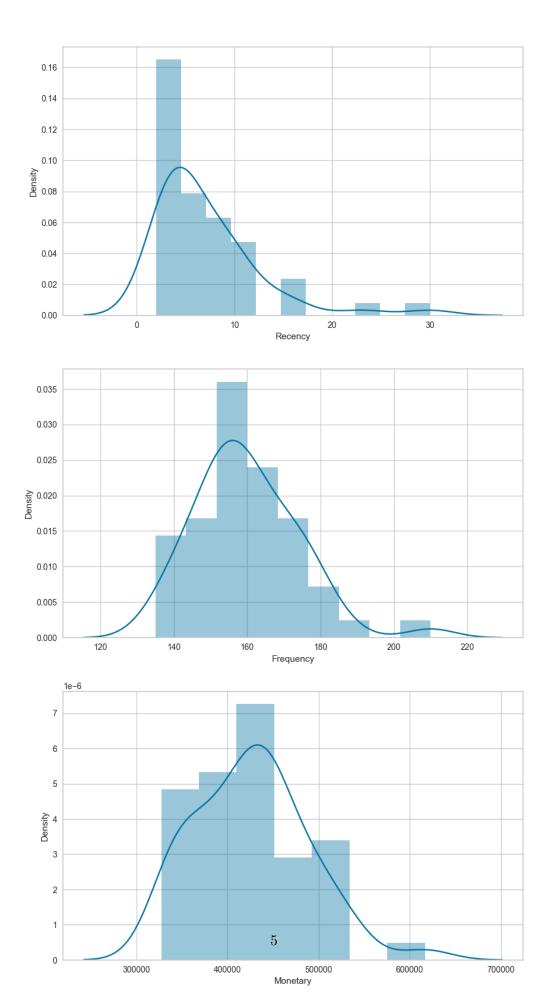
```
sns.distplot(rfm_dataset['Frequency'], ax = ax[1])
C:\Users\ADMIN\AppData\Local\Temp\ipykernel_24684\3217253163.py:4: UserWarning:
```

`distplot` is a deprecated function and will be removed in seaborn v0.14.0.

Please adapt your code to use either `displot` (a figure-level function with similar flexibility) or `histplot` (an axes-level function for histograms).

For a guide to updating your code to use the new functions, please see https://gist.github.com/mwaskom/de44147ed2974457ad6372750bbe5751

```
sns.distplot(rfm_dataset['Monetary'], ax = ax[2])
```



```
[6]: # Tạo cột mới, sử dụng phương thức assign()

rfm = rfm_dataset.assign(R=r.values, F=f.values, M=m.values)

rfm['rfm_group'] = rfm['R'].astype(str) + rfm['F'].astype(str) + rfm['M'].

⇔astype(str)

rfm['Class']=rfm['rfm_group'].apply(segment)
```

[7]: rfm

[7]:	Recency	Frequency	Monetary	R	F	M	rfm_group	\
_CustomerID								
1	9	152	335933.6115	2	2	1	221	
10	15	158	435122.1870	1	3	3	133	
11	6	178	487614.2415	3	5	5	355	
12	3	210	616719.2550	5	5	5	555	
13	4	171	441003.2795	4	4	3	443	
14	5	157	381450.0280	3	3	2	332	
15	4	142	441668.3550	4	1	4	414	
16	3	135	402938.7705	5	1	2	512	
17	6	175	534027.3860	3	5	5	355	
18	6	186	451637.7540	3	5	4	354	
19	3	165	443231.8335	5	4	4	544	
2	9	135	327409.1345	2	1	1	211	
20	9	167	439147.9490	2	4	3	243	
21	3	164	479383.0905	5	4	5	545	
22	4	140	401721.7825	4	1	2	412	
23	12	164	449782.2895	1	4	4	144	
24	23	151	352505.5255	1	2	1	121	
25	5	162	461601.9940	3	4	4	344	
26	11	153	375766.6860	1	2	2	122	
27	3	144	336959.7835	5	1	1	511	
28	8	145	348495.4750	2	1	1	211	
29	2	179	531770.6920	5	5	5	555	
3	10	181	466220.1365	2	5	4	254	
30	4	159	442372.3910	4	3	4	434	
31	4	152	398616.8350	4	2	2	422	
32	2	173	435206.0710	5	5	3	553	
33	4	156	495444.2635	4	2	5	425	
34	15	176	496418.6780	1	5	5	155	
35	10	145	345844.5865	2	1	1	211	
36	4	156	441225.9540	4	2	3	423	
37	11	152	425241.0940	1	2	3	123	
38	8	150	350687.6480	2	1	1	211	
39	4	176	471608.1425	4	5	4	454	
4	5	167	526981.0630	3	4	5	345	
40	9	150	406016.9180	2	1	2	212	

41	2	161	403693.2910	5	3	2	532
42	2	161	427159.6055	5	3	3	533
43	5	151	372471.3245	3	2	2	322
44	3	156	348209.0500	5	2	1	521
45	5	156	407145.0305	3	2	3	323
46	4	157	378414.7270	4	3	2	432
47	8	168	442845.8465	2	4	4	244
48	10	172	424970.7490	2	5	3	253
49	7	152	354161.3300	2	2	1	221
5	30	159	445632.7450	1	3	4	134
50	16	163	498384.9940	1	4	5	145
6	4	143	392141.0840	4	1	2	412
7	3	153	414155.9775	5	2	3	523
8	5	142	338000.0590	3	1	1	311
9	8	171	500166.4570	2	4	5	245

Class

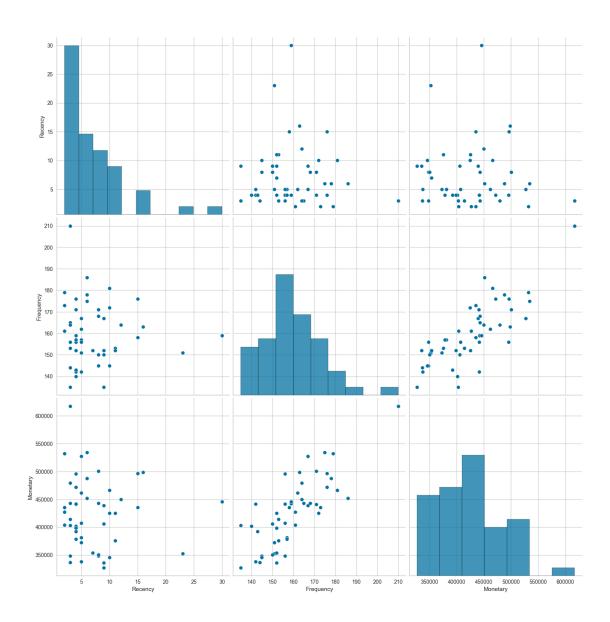
Cus	+ 0	me	r	ΓŊ
Ous	ι	ше	т.	ப

_customerin					
1	About To Sleep				
10	At Risk				
11		Loyal			
12		${\tt Champions}$			
13	Need	${\tt Attention}$			
14	${\tt Hibernating}$	${\tt Customers}$			
15		${\tt Promising}$			
16	New	Customers			
17		Loyal			
18		Loyal			
19		${\tt Champions}$			
2	${\tt Hibernating}$	Customers			
20		At Risk			
21		${\tt Champions}$			
22	New	Customers			
23	Cannot	Lose Them			
24	Lost	Customers			
25		Loyal			
26	${\tt Hibernating}$	${\tt Customers}$			
27	New	Customers			
28	${\tt Hibernating}$	Customers			
29		${\tt Champions}$			
3		At Risk			
30	Need	Attention			
31	New	Customers			
32	Potential	l Loyalist			
33		${\tt Promising}$			
34	Cannot	Lose Them			
35	${\tt Hibernating}$	${\tt Customers}$			

```
36
                Potential Loyalist
37
             Hibernating Customers
38
             Hibernating Customers
39
                          Champions
4
                              Loyal
40
             Hibernating Customers
41
                Potential Loyalist
42
                Potential Loyalist
43
             Hibernating Customers
44
                          Promising
45
                Potential Loyalist
                Potential Loyalist
46
47
                            At Risk
48
                            At Risk
49
                    About To Sleep
5
                            At Risk
50
                            At Risk
                     New Customers
6
7
                          Promising
8
                     New Customers
9
                            At Risk
```

```
[8]: sns.pairplot(rfm[['Recency','Frequency','Monetary']], height=5)
```

[8]: <seaborn.axisgrid.PairGrid at 0x237f26f9f50>



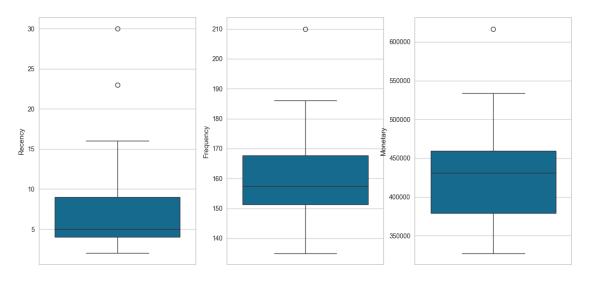
```
[9]: fig = plt.figure(figsize = (15,7))
fig.suptitle("Visualization of outliers", size=20)

axes = fig.add_subplot(1, 3, 1)
sns.boxplot(data=rfm,y="Recency")

axes = fig.add_subplot(1, 3, 2)
sns.boxplot(data=rfm,y="Frequency")

axes = fig.add_subplot(1, 3, 3)
sns.boxplot(data=rfm,y="Monetary")
plt.show()
```

Visualization of outliers



[11]: customer_segment

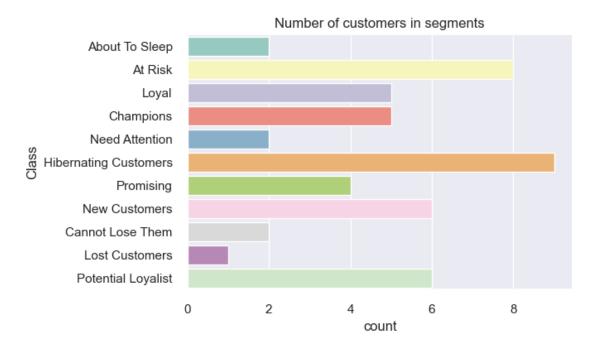
```
[11]:
                             Mean_R Mean_F
                                               Mean_M Count
      Class
      Lost Customers
                               23.0
                                      151.0 352505.5
                                                           1
      About To Sleep
                                8.0
                                      152.0 345047.5
                                                           2
      Cannot Lose Them
                               13.5
                                      170.0 473100.5
                                                           2
      Need Attention
                                      165.0 441687.8
                                                           2
                                4.0
      Promising
                                3.5
                                      151.8 424869.4
                                                           4
      Champions
                                3.0
                                      178.8 508542.6
                                                           5
     Loyal
                                5.6
                                      173.6 492372.5
                                                           5
     New Customers
                                3.8
                                      142.7 378396.4
                                                           6
     Potential Loyalist
                                3.2
                                      160.7 415474.1
                                                           6
      At Risk
                               13.2
                                      167.4 456561.4
                                                           8
     Hibernating Customers
                                8.4
                                      148.7 370375.9
```

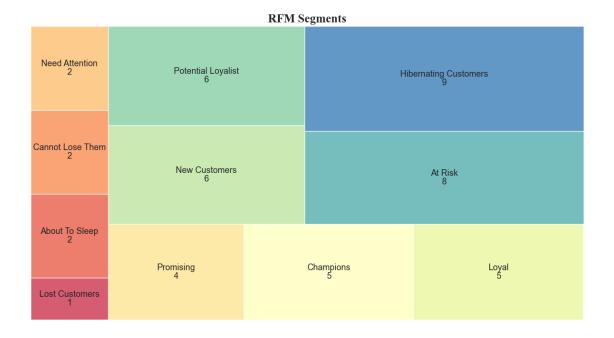
```
[12]: sns.set(style="darkgrid", rc={'figure.figsize': (6, 4)})
ax = sns.countplot(y="Class", data=rfm, palette="Set3")
ax.set_title('Number of customers in segments')
plt.show()
```

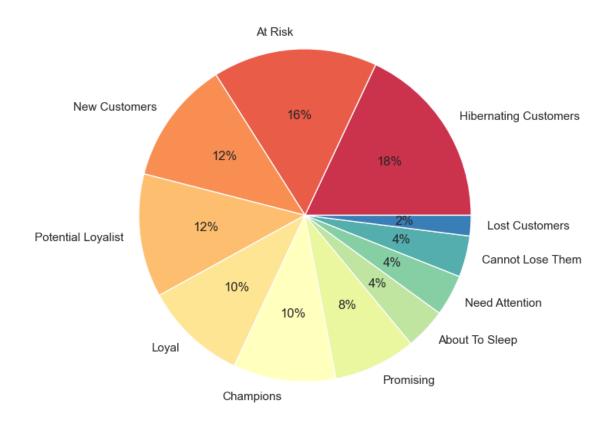
C:\Users\ADMIN\AppData\Local\Temp\ipykernel_24684\485670957.py:2: FutureWarning:

Passing `palette` without assigning `hue` is deprecated and will be removed in v0.14.0. Assign the `y` variable to `hue` and set `legend=False` for the same effect.

ax = sns.countplot(y="Class", data=rfm, palette="Set3")







[15]:	<pre>rfm1 = rfm[['Recency','Frequency','Monetary', 'Class']]</pre>
	rfm1

[15]: CustomerID	Recency	Frequency	Monetary	Class
_odstomerib	9	152	335933.6115	About To Sleep
10	15	158	435122.1870	At Risk
11	6	178	487614.2415	Loyal
12	3	210	616719.2550	Champions
13	4	171	441003.2795	Need Attention
14	5	157	381450.0280	Hibernating Customers
15	4	142	441668.3550	Promising
16	3	135	402938.7705	New Customers
17	6	175	534027.3860	Loyal
18	6	186	451637.7540	Loyal
19	3	165	443231.8335	Champions
2	9	135	327409.1345	Hibernating Customers
20	9	167	439147.9490	At Risk
21	3	164	479383.0905	Champions
22	4	140	401721.7825	New Customers

```
24
                         23
                                    151
                                         352505.5255
                                                               Lost Customers
      25
                          5
                                    162
                                         461601.9940
                                                                        Loyal
      26
                         11
                                    153
                                         375766.6860
                                                       Hibernating Customers
      27
                          3
                                    144
                                         336959.7835
                                                                New Customers
                          8
      28
                                    145
                                         348495.4750
                                                       Hibernating Customers
                                    179
      29
                          2
                                         531770.6920
                                                                    Champions
                         10
                                                                      At Risk
      3
                                    181
                                         466220.1365
      30
                          4
                                         442372.3910
                                                               Need Attention
                                    159
      31
                          4
                                    152
                                         398616.8350
                                                                New Customers
                          2
      32
                                                          Potential Loyalist
                                    173
                                         435206.0710
      33
                          4
                                    156
                                         495444.2635
                                                                    Promising
      34
                         15
                                    176
                                         496418.6780
                                                             Cannot Lose Them
      35
                         10
                                    145
                                         345844.5865
                                                       Hibernating Customers
                          4
                                                          Potential Loyalist
      36
                                    156
                                         441225.9540
      37
                         11
                                    152
                                         425241.0940
                                                       Hibernating Customers
      38
                          8
                                                       Hibernating Customers
                                    150
                                         350687.6480
      39
                          4
                                         471608.1425
                                                                    Champions
                                    176
                          5
      4
                                                                        Loyal
                                    167
                                         526981.0630
                          9
      40
                                    150
                                         406016.9180
                                                       Hibernating Customers
      41
                          2
                                                          Potential Loyalist
                                    161
                                         403693.2910
      42
                          2
                                                          Potential Loyalist
                                    161
                                         427159.6055
      43
                          5
                                    151
                                         372471.3245
                                                       Hibernating Customers
                          3
      44
                                                                    Promising
                                    156
                                         348209.0500
      45
                          5
                                    156
                                         407145.0305
                                                          Potential Loyalist
      46
                          4
                                    157
                                         378414.7270
                                                          Potential Loyalist
      47
                          8
                                    168
                                         442845.8465
                                                                      At Risk
      48
                         10
                                    172
                                         424970.7490
                                                                      At Risk
      49
                          7
                                    152
                                         354161.3300
                                                               About To Sleep
      5
                                         445632.7450
                         30
                                    159
                                                                      At Risk
      50
                         16
                                                                      At Risk
                                    163
                                         498384.9940
      6
                          4
                                                                New Customers
                                    143
                                         392141.0840
      7
                          3
                                                                    Promising
                                    153
                                         414155.9775
                          5
      8
                                         338000.0590
                                    142
                                                                New Customers
      9
                                    171
                                         500166,4570
                                                                      At Risk
[16]: rfm_final = pd.DataFrame()
      rfm_final['Class'] = rfm1['Class']
      rfm_final['Recency'] = stats.boxcox(rfm1['Recency'])[0]
      rfm_final['Frequency'] = stats.boxcox(rfm1['Frequency'])[0]
      rfm final['Monetary'] = pd.Series(np.cbrt(rfm1['Monetary'])).values
      rfm_final
[16]:
                                     Class
                                             Recency
                                                       Frequency
                                                                    Monetary
      _CustomerID
      1
                           About To Sleep
                                            1.671489
                                                        0.566399
                                                                   69.515954
      10
                                   At Risk
                                            1.940735
                                                        0.566404
                                                                  75.776942
```

23

12

164

449782.2895

Cannot Lose Them

```
11
                               Loyal
                                       1.430652
                                                   0.566418
                                                             78.709193
12
                           Champions
                                                             85.119521
                                      0.954935
                                                   0.566433
13
                     Need Attention
                                       1.162885
                                                   0.566414
                                                             76.116815
14
              Hibernating Customers
                                       1.313753
                                                   0.566403
                                                             72.523577
15
                           Promising
                                       1.162885
                                                   0.566389
                                                             76.155059
16
                      New Customers
                                      0.954935
                                                             73.860632
                                                   0.566380
17
                               Loyal
                                       1.430652
                                                   0.566416
                                                             81.131189
18
                               Loyal
                                       1.430652
                                                   0.566423
                                                             76.723796
19
                           Champions
                                      0.954935
                                                             76.244815
                                                   0.566410
2
              Hibernating Customers
                                      1.671489
                                                   0.566380
                                                             68.922909
20
                             At Risk
                                       1.671489
                                                   0.566411
                                                             76.009922
21
                           Champions
                                      0.954935
                                                   0.566409
                                                             78.263795
22
                      New Customers
                                       1.162885
                                                   0.566386
                                                             73.786197
                                      1.827529
23
                   Cannot Lose Them
                                                   0.566409
                                                             76.618583
24
                     Lost Customers
                                       2.139986
                                                   0.566398
                                                             70.640751
25
                               Loyal
                                       1.313753
                                                   0.566407
                                                             77.283935
26
              Hibernating Customers
                                      1.781566
                                                   0.566400
                                                             72.161590
27
                      New Customers
                                       0.954935
                                                   0.566391
                                                             69.586665
28
              Hibernating Customers
                                       1.604139
                                                   0.566392
                                                             70.371863
29
                           Champions
                                       0.633977
                                                   0.566419
                                                             81.016747
3
                             At Risk
                                       1.730003
                                                   0.566420
                                                             77.540812
30
                     Need Attention
                                       1.162885
                                                   0.566405
                                                             76.195503
31
                      New Customers
                                       1.162885
                                                   0.566399
                                                             73.595605
32
                 Potential Loyalist
                                      0.633977
                                                   0.566415
                                                             75.781811
33
                           Promising
                                      1.162885
                                                   0.566402
                                                             79.128257
34
                   Cannot Lose Them
                                       1.940735
                                                   0.566417
                                                             79.180099
              Hibernating Customers
35
                                       1.730003
                                                   0.566392
                                                             70.192977
36
                 Potential Loyalist
                                       1.162885
                                                   0.566402
                                                             76.129624
37
              Hibernating Customers
                                       1.781566
                                                   0.566399
                                                             75.198944
38
              Hibernating Customers
                                       1.604139
                                                             70.519110
                                                   0.566397
39
                           Champions
                                       1.162885
                                                   0.566417
                                                             77.838376
4
                               Loyal
                                       1.313753
                                                   0.566411
                                                             80.772775
40
              Hibernating Customers
                                       1.671489
                                                   0.566397
                                                             74.048235
41
                 Potential Loyalist
                                       0.633977
                                                   0.566406
                                                             73.906706
42
                 Potential Loyalist
                                       0.633977
                                                   0.566406
                                                             75.311863
43
              Hibernating Customers
                                       1.313753
                                                   0.566398
                                                             71.950025
44
                           Promising
                                      0.954935
                                                   0.566402
                                                             70.352578
45
                 Potential Loyalist
                                                   0.566402
                                       1.313753
                                                             74.116752
46
                 Potential Loyalist
                                       1.162885
                                                   0.566403
                                                             72.330701
47
                             At Risk
                                       1.604139
                                                   0.566412
                                                             76.222676
                             At Risk
48
                                      1.730003
                                                   0.566414
                                                             75.183005
                     About To Sleep
49
                                      1.525234
                                                   0.566399
                                                             70.751184
5
                             At Risk
                                      2.253078
                                                   0.566405
                                                             76.382236
50
                             At Risk
                                      1.972265
                                                   0.566408
                                                             79.284505
6
                      New Customers
                                      1.162885
                                                   0.566390
                                                             73.194893
7
                           Promising
                                       0.954935
                                                   0.566400
                                                             74.539758
8
                      New Customers
                                       1.313753
                                                   0.566389
                                                             69.658202
```

```
[17]: numerical_columns = rfm_final[['Recency', 'Frequency', 'Monetary']]

std_scaler = StandardScaler()

df_scaled = std_scaler.fit_transform(numerical_columns)

df_scaled = pd.DataFrame(df_scaled, columns=numerical_columns.columns)
```

[18]: df_scaled

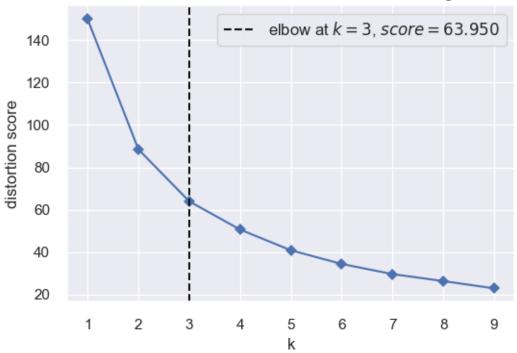
```
[18]:
          Recency Frequency Monetary
                  -0.496835 -1.570399
     0
         0.766226
     1
         1.449556 -0.015878 0.188949
     2
         0.154997
                    1.274313 1.012916
     3 -1.052342
                    2.668860 2.814229
     4 -0.524577
                    0.869959 0.284454
     5 -0.141686 -0.092520 -0.725252
     6 -0.524577
                  -1.426199 0.295200
     7 -1.052342 -2.192545 -0.349537
        0.154997
                    1.106491 1.693501
         0.154997
                    1.685724 0.455016
     10 -1.052342
                    0.485066 0.320422
     11 0.766226 -2.192545 -1.737046
     12 0.766226
                    0.617619 0.254416
     13 -1.052342
                    0.417108 0.887759
     14 -0.524577 -1.634374 -0.370454
     15 1.162246
                    0.417108 0.425451
     16 1.955240 -0.582166 -1.254329
     17 -0.141686
                    0.277698 0.612416
     18 1.045593 -0.413042 -0.826971
     19 -1.052342 -1.225977 -1.550529
     20 0.595297 -1.128720 -1.329887
     21 -1.866913
                  1.328531 1.661342
     22 0.914732
                    1.434492 0.684599
     23 -0.524577
                    0.059434 0.306565
     24 -0.524577 -0.496835 -0.424011
     25 -1.866913
                    0.990115 0.190317
     26 -0.524577 -0.170523 1.130674
     27 1.449556
                    1.163311 1.145241
     28 0.914732 -1.128720 -1.380155
     29 -0.524577 -0.170523 0.288053
                  -0.496835 0.026530
     30 1.045593
     31 0.595297 -0.669075 -1.288511
```

```
33 -0.141686
                    0.617619 1.592786
     34 0.766226 -0.669075 -0.296821
     37 -0.141686 -0.582166 -0.886421
     38 -1.052342 -0.170523 -1.335306
     39 -0.141686 -0.170523 -0.277567
     40 -0.524577 -0.092520 -0.779450
     41 0.595297 0.682264 0.314201
     42 0.914732 0.930520 0.022051
     43 0.395039 -0.496835 -1.223297
     44 2.242260 0.059434 0.359037
     45 1.529576 0.347994 1.174580
     46 -0.524577 -1.325120 -0.536611
     47 -1.052342 -0.413042 -0.158702
     48 -0.141686 -1.426199 -1.530427
     49 0.595297 0.869959 1.201093
[19]: model = KMeans()
     visualizer = KElbowVisualizer(model, k=(1,10), timings= False)
     visualizer.fit(df_scaled)
     visualizer.show()
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\ kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
     explicitly to suppress the warning
       super()._check_params_vs_input(X, default_n_init=10)
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
     explicitly to suppress the warning
       super(). check params vs input(X, default n init=10)
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
     explicitly to suppress the warning
       super()._check_params_vs_input(X, default_n_init=10)
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\ kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
     explicitly to suppress the warning
       super()._check_params_vs_input(X, default_n_init=10)
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
```

32 -0.524577 1.163311 0.768215

```
explicitly to suppress the warning
  super()._check_params_vs_input(X, default_n_init=10)
c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
'n init' will change from 10 to 'auto' in 1.4. Set the value of 'n init'
explicitly to suppress the warning
  super(). check params vs input(X, default n init=10)
c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
`n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
explicitly to suppress the warning
  super()._check_params_vs_input(X, default_n_init=10)
c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
packages\sklearn\cluster\ kmeans.py:1416: FutureWarning: The default value of
`n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
explicitly to suppress the warning
  super()._check_params_vs_input(X, default_n_init=10)
c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
`n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
explicitly to suppress the warning
  super(). check params vs input(X, default n init=10)
```





```
[19]: <Axes: title={'center': 'Distortion Score Elbow for KMeans Clustering'},
      xlabel='k', ylabel='distortion score'>
[20]: kmeans = KMeans(n_clusters=3, random_state=1)
      kmeans.fit(df_scaled)
      cluster_labels = kmeans.labels_
      centroids = kmeans.cluster centers
      centroid_df = pd.DataFrame(centroids, columns = list(df_scaled) )
      centroid df
     c:\Users\ADMIN\AppData\Local\Programs\Python\Python311\Lib\site-
     packages\sklearn\cluster\_kmeans.py:1416: FutureWarning: The default value of
     `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init`
     explicitly to suppress the warning
       super()._check_params_vs_input(X, default_n_init=10)
[20]:
          Recency
                   Frequency Monetary
      0 0.937861
                    0.719751
                              0.639827
      1 0.069201
                  -0.886310 -0.922752
      2 -0.972219
                    0.569066 0.694680
[21]: df_new = rfm1.assign(Cluster = cluster_labels)
[22]: df new
[22]:
                                                                     Class Cluster
                   Recency Frequency
                                           Monetary
      _CustomerID
      1
                         9
                                   152 335933.6115
                                                            About To Sleep
                                                                                   1
      10
                        15
                                   158
                                       435122.1870
                                                                   At Risk
                                                                                   0
      11
                         6
                                       487614.2415
                                                                     Loyal
                                                                                   0
                                   178
                                                                                   2
      12
                         3
                                   210
                                       616719.2550
                                                                 Champions
                                                                                   2
      13
                         4
                                   171
                                       441003.2795
                                                            Need Attention
      14
                         5
                                   157
                                       381450.0280 Hibernating Customers
                                                                                   1
                         4
      15
                                   142 441668.3550
                                                                 Promising
                                                                                   1
      16
                         3
                                   135 402938.7705
                                                             New Customers
                                                                                   1
      17
                         6
                                                                                   0
                                   175
                                       534027.3860
                                                                     Loyal
                                                                                   0
      18
                         6
                                       451637.7540
                                                                     Loyal
                                   186
      19
                         3
                                                                 Champions
                                                                                   2
                                   165 443231.8335
                         9
      2
                                   135
                                       327409.1345 Hibernating Customers
                                                                                   1
      20
                         9
                                   167
                                       439147.9490
                                                                   At Risk
                                                                                   0
      21
                         3
                                   164 479383.0905
                                                                 Champions
                                                                                   2
      22
                         4
                                   140 401721.7825
                                                             New Customers
                                                                                   1
```

153 375766.6860 Hibernating Customers

Cannot Lose Them

Lost Customers

New Customers

Loyal

0

1 2

1

1

164 449782.2895

151 352505.5255

162 461601.9940

144 336959.7835

23

24

25

26

27

12

23

5

11

3

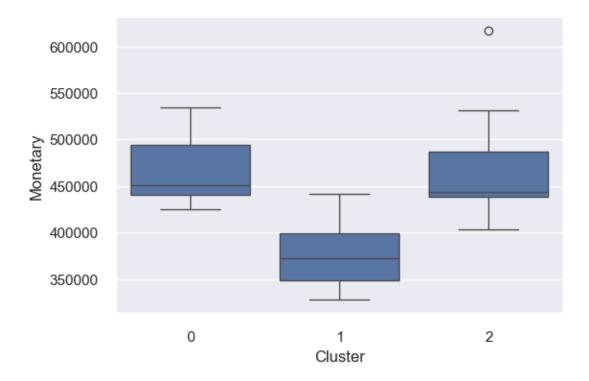
```
28
                           8
                                     145
                                          348495.4750
                                                        Hibernating Customers
                                                                                        1
      29
                           2
                                                                                        2
                                     179
                                          531770.6920
                                                                      Champions
      3
                          10
                                     181
                                          466220.1365
                                                                        At Risk
                                                                                        0
                                                                                        2
      30
                           4
                                     159
                                          442372.3910
                                                                Need Attention
      31
                           4
                                     152
                                          398616.8350
                                                                 New Customers
                                                                                        1
                           2
                                                                                        2
      32
                                     173
                                          435206.0710
                                                            Potential Loyalist
      33
                           4
                                          495444.2635
                                                                                        2
                                     156
                                                                      Promising
                                                                                        0
      34
                          15
                                     176
                                          496418.6780
                                                              Cannot Lose Them
      35
                                                        Hibernating Customers
                                                                                        1
                          10
                                     145
                                          345844.5865
      36
                           4
                                     156
                                          441225.9540
                                                            Potential Loyalist
                                                                                        2
      37
                          11
                                          425241.0940
                                                        Hibernating Customers
                                                                                        0
                                     152
      38
                           8
                                     150
                                          350687.6480
                                                        Hibernating Customers
                                                                                        1
      39
                           4
                                     176
                                          471608.1425
                                                                      Champions
                                                                                        2
                           5
                                                                                        2
      4
                                     167
                                          526981.0630
                                                                          Loyal
      40
                           9
                                                                                        1
                                     150
                                          406016.9180
                                                        Hibernating Customers
                           2
                                                                                        2
      41
                                     161
                                          403693.2910
                                                            Potential Loyalist
                           2
                                                                                        2
      42
                                                            Potential Loyalist
                                     161
                                          427159.6055
      43
                           5
                                     151
                                          372471.3245
                                                        Hibernating Customers
                                                                                        1
                           3
      44
                                     156
                                          348209.0500
                                                                      Promising
                                                                                        1
                           5
      45
                                     156
                                          407145.0305
                                                            Potential Loyalist
                                                                                        1
      46
                           4
                                                            Potential Loyalist
                                     157
                                          378414.7270
                                                                                        1
      47
                           8
                                     168
                                          442845.8465
                                                                        At Risk
                                                                                        0
      48
                          10
                                     172
                                          424970.7490
                                                                        At Risk
                                                                                        0
      49
                           7
                                     152
                                                                About To Sleep
                                                                                        1
                                          354161.3300
      5
                          30
                                     159
                                          445632.7450
                                                                        At Risk
                                                                                        0
      50
                          16
                                     163
                                          498384.9940
                                                                        At Risk
                                                                                        0
                                          392141.0840
      6
                           4
                                     143
                                                                 New Customers
                                                                                        1
      7
                           3
                                     153
                                          414155.9775
                                                                      Promising
                                                                                        2
                           5
      8
                                     142
                                          338000.0590
                                                                 New Customers
                                                                                        1
      9
                           8
                                          500166.4570
                                                                        At Risk
                                                                                        0
                                     171
[23]: df_result = df_new.groupby(['Cluster']).agg({
               'Recency': 'mean',
               'Frequency': 'mean',
               'Monetary': ['mean', 'count']
          }).round(2)
      df_result
               Recency Frequency
                                     Monetary
```

```
[23]:
                  mean
                             mean
                                          mean count
      Cluster
      0
                 11.57
                           169.29
                                    464086.61
                                                   14
      1
                  6.81
                           148.00
                                    371264.65
                                                   21
                  3.33
                           167.53
                                    468770.46
                                                   15
```

```
[24]: # Box plot to visualize Cluster Id vs Frequency
```

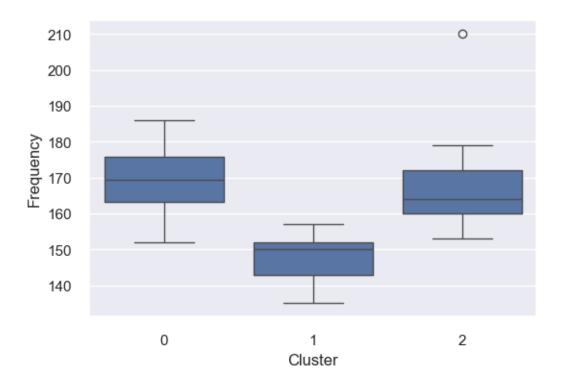
```
sns.boxplot(x='Cluster', y='Monetary', data=df_new)
```

[24]: <Axes: xlabel='Cluster', ylabel='Monetary'>



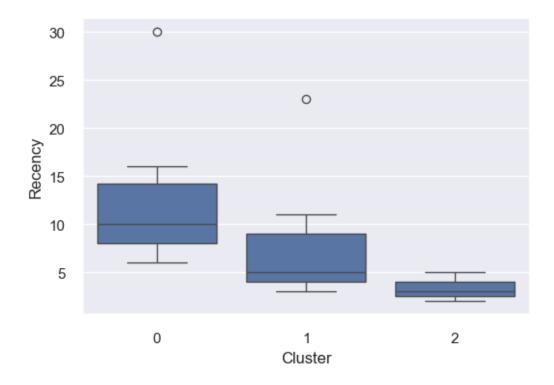
```
[25]: # Box plot to visualize Cluster Id vs Frequency
sns.boxplot(x='Cluster', y='Frequency', data=df_new)
```

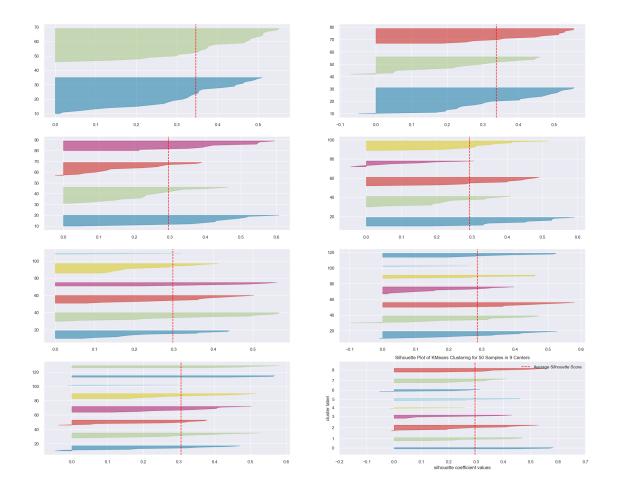
[25]: <Axes: xlabel='Cluster', ylabel='Frequency'>



```
[26]: # Box plot to visualize Cluster Id vs Recency
sns.boxplot(x='Cluster', y='Recency', data=df_new)
```

[26]: <Axes: xlabel='Cluster', ylabel='Recency'>





[27]: <Axes: title={'center': 'Silhouette Plot of KMeans Clustering for 50 Samples in 9 Centers'}, xlabel='silhouette coefficient values', ylabel='cluster label'>

