

Unsupervised Learning
↓
Data with input cols only

Amazon Customer's Data

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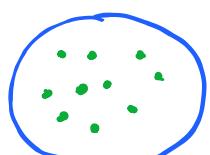
	Name	Age	City	Gender	Purchases	Amount spent
0						-
1						
2						
3						
4						
5						

↓
Unsupervised Algorithm

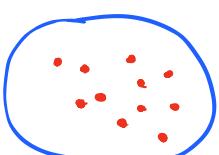
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They will learn two things :

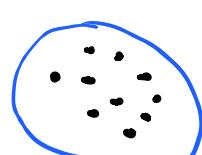
- How many groups/clusters exist in our data?
- Which customer/datapoint belongs to which cluster.



Low
spenders



Medium
spenders



High
spenders

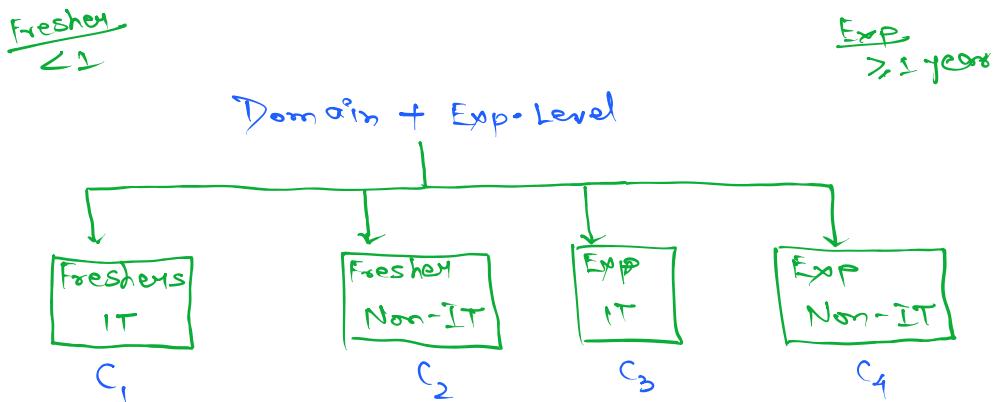
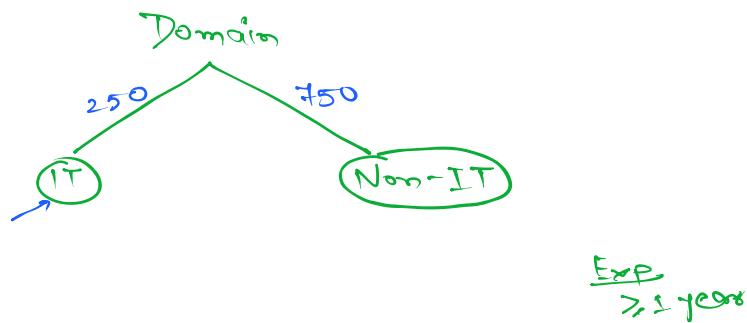
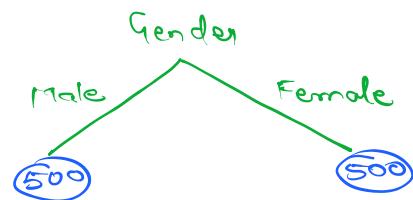
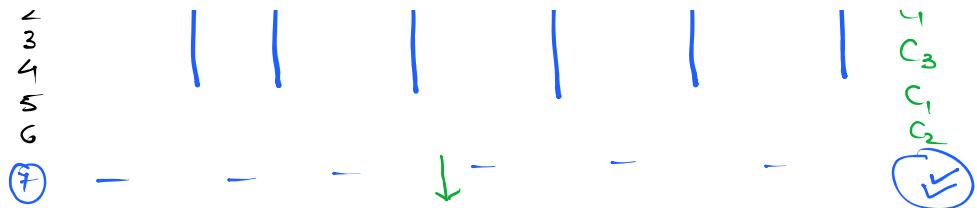
Intellipaat (1000)

↓

	Name	Age	Gender	Educational qual.	Domain	Exp. Level	Clusters Number
0							C ₂
1							C ₄
2							-

Output

↓
Clusters Number
C₂
C₄
-



- ① Targeted marketing
- ② Recommendations
- ③ offers, coupons, discount

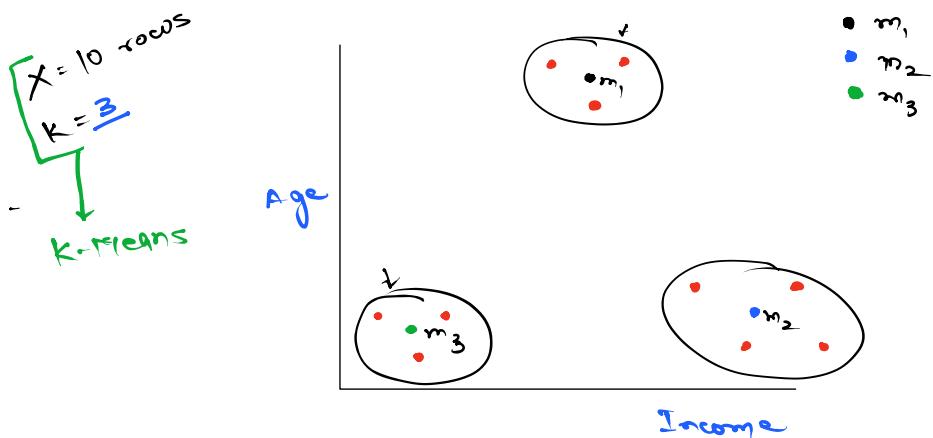
Unsupervised Learning Algorithms →

- ① K-Means clustering.
- ② Hierarchical Clustering.
- ③ DBScan Clustering.
- ④ Gaussian mixture models (GMMs).

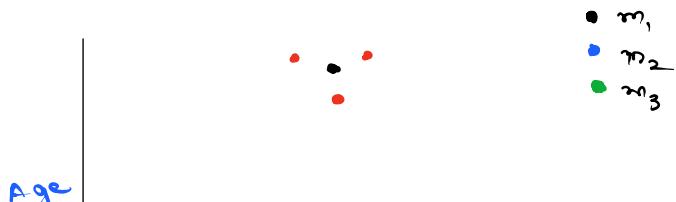
K-Means Clustering

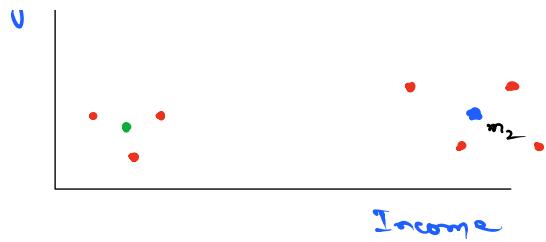
Two requirements of K-Means:

- ① Data (input cols) $\rightarrow X'$
- ② K-value : No of clusters to be identified.

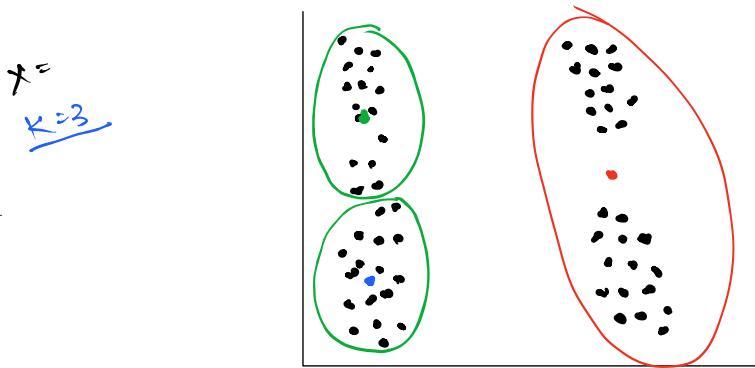


- ① Create centroids / cluster means on the data.
- ② Calculate the distance b/w each data point to each centroid / cluster mean.
- ③ Put together the datapoints with their closest centroids in clusters.
- ④ Update the centroid values.
- ⑤ Repeat steps 2-4 until no further changes observed.

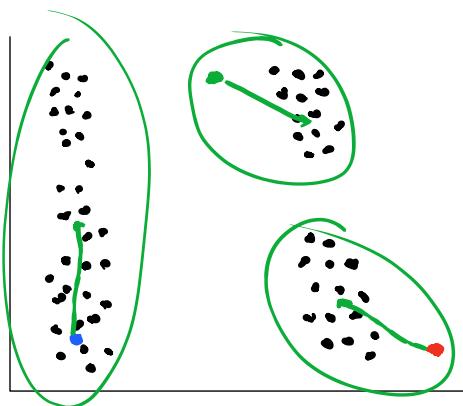




Initialization Trap :



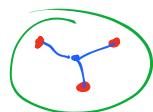
To overcome this, we now have updated version of k-means which is known as '**K-Means++**'.



Finding optimal k-value using WCSS method →

WCSS : Within Cluster Sum of squared distances

$$f(x) = 10 \text{ rods}$$



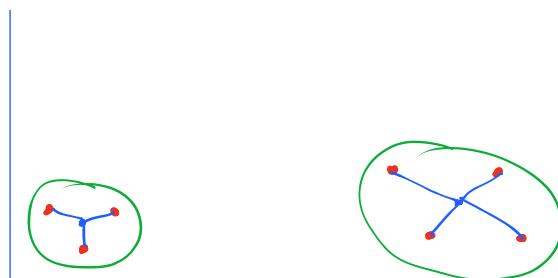
3875

K=1

K=1

K=2

K=3



$$\text{WCSS}(K=1) = d_1^2 + d_2^2 + d_3^2 + \dots + d_{10}^2$$

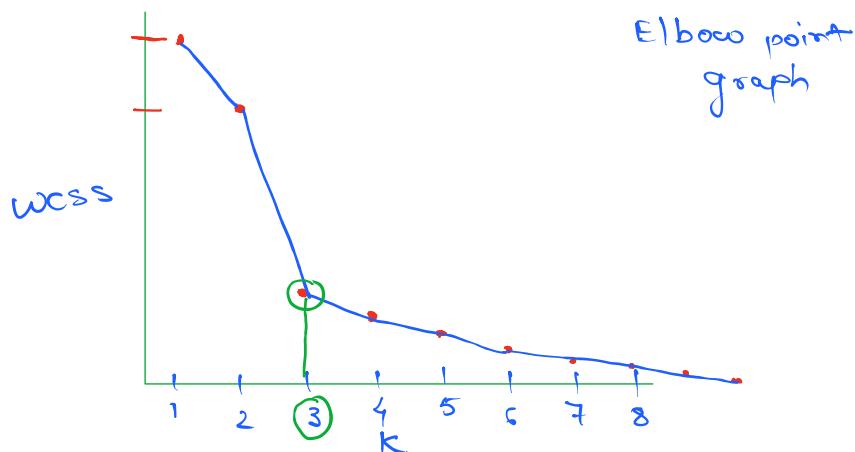
$$= 3899$$

$$\text{WCSS}(K=2) = 3125$$

$$\text{WCSS}(K=3) = 1800$$

$$\text{WCSS}(K=4) = 1670$$

$$\text{WCSS}(K=5) = 1450$$



From sklearn.linear_model import LinearRegression
 From sklearn.metrics import r2_score
 From sklearn.model_selection import train_test_split

