

```
import pandas as pd
import numpy as np
import matplotlib.pyplot as plt
from sklearn.cluster import KMeans
from sklearn.preprocessing import StandardScaler
```

```
df = pd.read_csv("sales_data_sample.csv", sep=",", encoding='Latin-1')
```

df

	ORDERNUMBER	QUANTITYORDERED	PRICEEACH	ORDERLINENUMBER	SALES	ORDERDATE	
0	10107	30	95.70	2	2871.00	2/24/2003 0:00	€
1	10121	34	81.35	5	2765.90	5/7/2003 0:00	€
2	10134	41	94.74	2	3884.34	7/1/2003 0:00	€
3	10145	45	83.26	6	3746.70	8/25/2003 0:00	€
4	10159	49	100.00	14	5205.27	10/10/2003 0:00	€
...	...	...	...	...	...	...	
2818	10350	20	100.00	15	2244.40	12/2/2004 0:00	€
2819	10373	29	100.00	1	3978.51	1/31/2005 0:00	€
2820	10386	43	100.00	4	5417.57	3/1/2005 0:00	R
2821	10397	34	62.24	1	2116.16	3/28/2005 0:00	€
2822	10414	47	65.52	9	3079.44	5/6/2005 0:00	(
2823 rows × 25 columns							

```
df.info()
```

```
<class 'pandas.core.frame.DataFrame'>
RangeIndex: 2823 entries, 0 to 2822
Data columns (total 25 columns):
#   Column              Non-Null Count  Dtype
---  -
0   ORDERNUMBER         2823 non-null  int64
1   QUANTITYORDERED     2823 non-null  int64
2   PRICEEACH           2823 non-null  float64
3   ORDERLINENUMBER     2823 non-null  int64
4   SALES               2823 non-null  float64
5   ORDERDATE           2823 non-null  object
6   STATUS              2823 non-null  object
7   QTR_ID              2823 non-null  int64
8   MONTH_ID            2823 non-null  int64
9   YEAR_ID             2823 non-null  int64
10  PRODUCTLINE         2823 non-null  object
11  MSRP                2823 non-null  int64
12  PRODUCTCODE         2823 non-null  object
13  CUSTOMERNAME        2823 non-null  object
14  PHONE               2823 non-null  object
15  ADDRESSLINE1        2823 non-null  object
16  ADDRESSLINE2        302 non-null   object
17  CITY                2823 non-null  object
18  STATE               1337 non-null  object
19  POSTALCODE          2747 non-null  object
20  COUNTRY              2823 non-null  object
21  TERRITORY           1749 non-null  object
22  CONTACTLASTNAME     2823 non-null  object
23  CONTACTFIRSTNAME    2823 non-null  object
24  DEALSIZE            2823 non-null  object
dtypes: float64(2), int64(7), object(16)
memory usage: 551.5+ KB
```

```
df.describe()
```

	ORDERNUMBER	QUANTITYORDERED	PRICEEACH	ORDERLINENUMBER	SALES	
count	2823.000000	2823.000000	2823.000000	2823.000000	2823.000000	2823
mean	10258.725115	35.092809	83.658544	6.466171	3553.889072	2
std	92.085478	9.741443	20.174277	4.225841	1841.865106	1
min	10100.000000	6.000000	26.880000	1.000000	482.130000	1
25%	10180.000000	27.000000	68.860000	3.000000	2203.430000	2
50%	10262.000000	35.000000	95.700000	6.000000	3184.800000	3
75%	10333.500000	43.000000	100.000000	9.000000	4508.000000	4
max	10425.000000	97.000000	100.000000	18.000000	14082.800000	4

```
df.isnull().sum()
```

ORDERNUMBER	0
QUANTITYORDERED	0
PRICEEACH	0
ORDERLINENUMBER	0
SALES	0
ORDERDATE	0
STATUS	0
QTR_ID	0
MONTH_ID	0
YEAR_ID	0
PRODUCTLINE	0
MSRP	0
PRODUCTCODE	0
CUSTOMERNAME	0
PHONE	0
ADDRESSLINE1	0
ADDRESSLINE2	2521
CITY	0
STATE	1486
POSTALCODE	76
COUNTRY	0
TERRITORY	1074
CONTACTLASTNAME	0
CONTACTFIRSTNAME	0
DEALSIZE	0
dtype:	int64

```
# Removing Null Value
```

```
df.dropna(subset=['ADDRESSLINE2'], inplace=True)
df.dropna(subset=['STATE'], inplace=True)
df.dropna(subset=['TERRITORY'], inplace=True)
```

```
df.isnull().sum()
```

ORDERNUMBER	0
QUANTITYORDERED	0
PRICEEACH	0
ORDERLINENUMBER	0
SALES	0
ORDERDATE	0
STATUS	0
QTR_ID	0
MONTH_ID	0
YEAR_ID	0
PRODUCTLINE	0
MSRP	0
PRODUCTCODE	0
CUSTOMERNAME	0
PHONE	0
ADDRESSLINE1	0
ADDRESSLINE2	0
CITY	0
STATE	0
POSTALCODE	0
COUNTRY	0
TERRITORY	0
CONTACTLASTNAME	0
CONTACTFIRSTNAME	0
DEALSIZE	0
dtype:	int64

```
df.describe()
```

```
X = df.iloc[:, [3,4]].values
```

**WCSS** is the sum of the squared distance between each point and the centroid in a cluster.

```
# Initialize an empty list to store the within-cluster sum of squares (WCSS)
wcss = []
```

```
# Determine the WCSS for a range of cluster numbers (e.g., 1 to 10)
for i in range(1,11):
    kmeans = KMeans(n_clusters= i, random_state=2)
    kmeans.fit(X)
    wcss.append(kmeans.inertia )
```

```
# Plot the WCSS values to identify the elbow point
plt.plot(range(1,11), wcss, 'bx-')
plt.title("Elbow Method")
plt.xlabel("Number of Cluster(Kvalue)")
plt.ylabel("WCSS")
plt.show()
```

## Elbow Method

```

scale = StandardScaler()
scaled_data = scale.fit_transform(X)

# Based on the plot, visually determine the optimal number of clusters, where the WCSS starts to level off (the "elbow" point)

# Implement K-Means clustering with the optimal number of clusters
# Let's assume you found the optimal number of clusters to be 'k'
k = 3 # Replace with the number you determined from the elbow method

kmeans = KMeans(n_clusters=3, random_state = 0)
cluster_labels = kmeans.fit_predict(scaled_data)

/usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870: FutureWarning: The default value of `n_init` will change from 10 to 1 in the future. You should set `n_init` to the new value to avoid this warning.
warnings.warn(

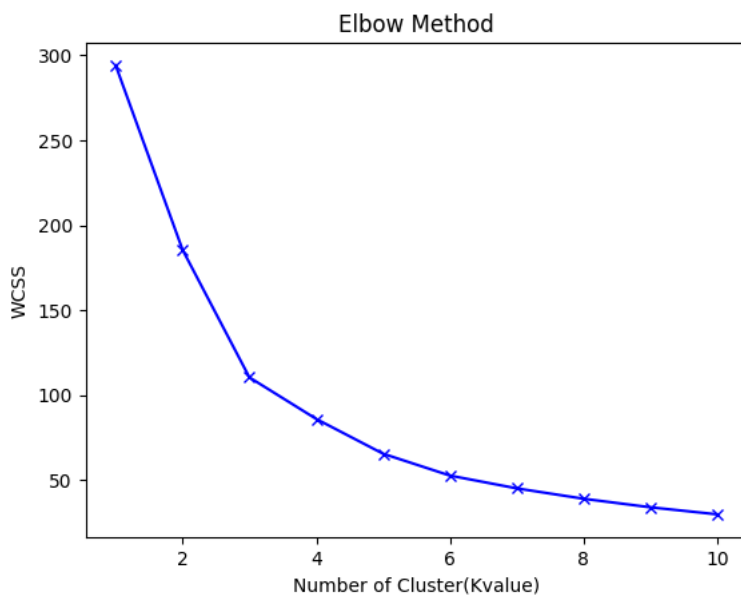
wcscs = []

for i in range(1,11):
    kmeans = KMeans(n_clusters= i, random_state=2)
    kmeans.fit(scaled_data)
    wcscs.append(kmeans.inertia_)

/usr/local/lib/python3.10/dist-packages/sklearn/cluster/_kmeans.py:870: FutureWarning: The default value of `n_init` will change from 10 to 1 in the future. You should set `n_init` to the new value to avoid this warning.
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warnings.warn(

# Plot the WCSS values to identify the elbow point
plt.plot(range(1,11), wcscs, 'bx-')
plt.title("Elbow Method")
plt.xlabel("Number of Cluster(Kvalue)")
plt.ylabel("WCSS")
plt.show()

```



## Conclusion

For K-means Clustering the optimal number of clusters are 3