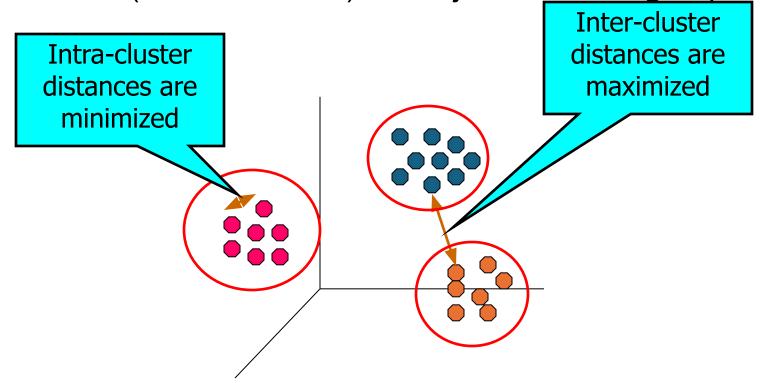
### What is Cluster Analysis?

• Given a set of objects, place them in groups such that the objects in a group are similar (or related) to one another and different from (or unrelated to) the objects in other groups



### Applications of Cluster Analysis

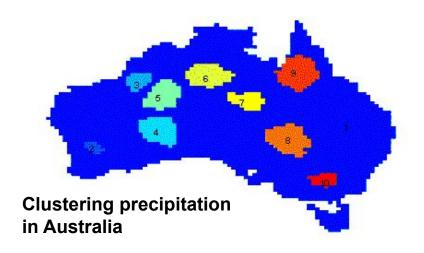
#### Understanding

 Group related documents for browsing, group genes and proteins that have similar functionality, or group stocks with similar price fluctuations

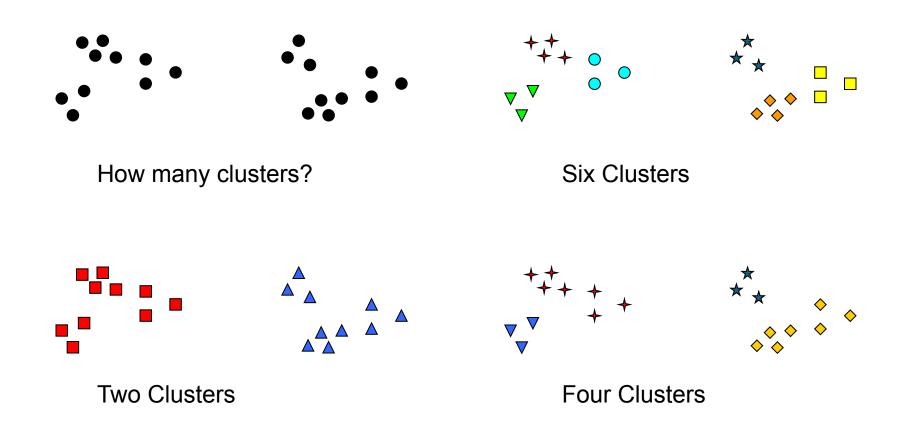
#### Summarization

Reduce the size of large data sets

	Discovered Clusters	Industry Group
1	Applied-Matl-DOWN,Bay-Network-Down,3-COM-DOWN, Cabletron-Sys-DOWN,CISCO-DOWN,HP-DOWN, DSC-Comm-DOWN,INTEL-DOWN,LSI-Logic-DOWN, Micron-Tech-DOWN, Texas-Inst-Down, Tellabs-Inc-Down, Natl-Semiconduct-DOWN,Oracl-DOWN,SGI-DOWN, Sun-DOWN	Technology1-DOWN
2	Apple-Comp-DOWN, Autodesk-DOWN, DEC-DOWN, ADV-Micro-Device-DOWN, Andrew-Corp-DOWN, Computer-Assoc-DOWN, Circuit-City-DOWN, Compaq-DOWN, EMC-Corp-DOWN, Gen-Inst-DOWN, Motorola-DOWN, Microsoft-DOWN, Scientific-Atl-DOWN	Technology2-DOWN
3	Fannie-Mae-DOWN,Fed-Home-Loan-DOWN, MBNA-Corp-DOWN,Morgan-Stanley-DOWN	Financial-DOWN
4	Baker-Hughes-UP,Dresser-Inds-UP,Halliburton-HLD-UP, Louisiana-Land-UP,Phillips-Petro-UP,Unocal-UP, Schlumberger-UP	Oil-UP



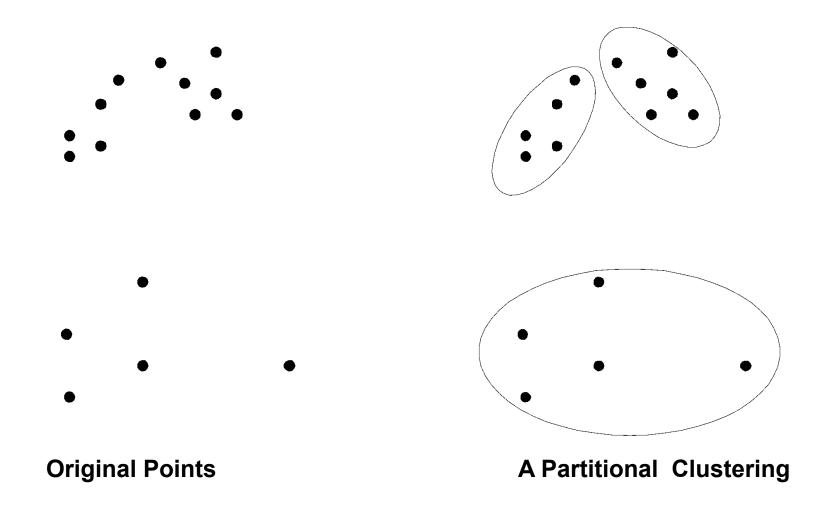
# Notion of a Cluster can be Ambiguous



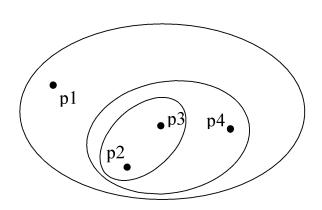
### Types of Clusterings

- A clustering is a set of clusters
- Important distinction between hierarchical and partitional sets of clusters
  - Partitional Clustering
  - A division of data objects into non-overlapping subsets (clusters)
  - Hierarchical clustering
  - A set of nested clusters organized as a hierarchical tree

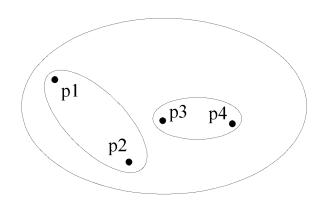
## Partitional Clustering



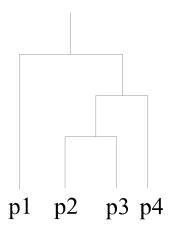
### Hierarchical Clustering



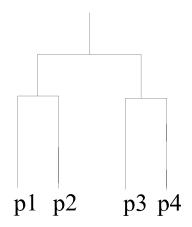
**Traditional Hierarchical Clustering** 



**Non-traditional Hierarchical Clustering** 



**Traditional Dendrogram** 



**Non-traditional Dendrogram** 

#### Other Distinctions Between Sets of Clusters

#### Exclusive versus non-exclusive

- In non-exclusive clusterings, points may belong to multiple clusters.
- Can belong to multiple classes or could be 'border' points
- Fuzzy clustering (one type of non-exclusive)
- In fuzzy clustering, a point belongs to every cluster with some weight between 0 and 1
- Weights must sum to 1
- Probabilistic clustering has similar characteristics

#### Partial versus complete

In some cases, we only want to cluster some of the data