```
In [53]: import pandas as pd
          import numpy as np
          import seaborn as sns
          \textbf{import} \ \texttt{matplotlib.pyplot} \ \textbf{as} \ \texttt{plt}
          from sklearn.cluster import KMeans
          from sklearn.preprocessing import StandardScaler
          from sklearn.decomposition import PCA
 In [2]: df = pd.read_csv(r'C:\Users\yousuf\source\DataAnalysisProjects\Mall_CustomerSegmentation\Mall_Customers.csv')
          df.head()
             CustomerID Gender Age Annual Income (k$) Spending Score (1-100)
          0
                       1
                            Male
                                    19
                                                        15
                                                                                39
                                                                                81
                            Male
                                    21
                                                        15
          2
                       3 Female
                                    20
                                                        16
                                                                                 6
          3
                          Female
                                    23
                                                        16
                                                                                77
                                                        17
                                                                                40
                         Female
 In [3]: # Summary statistics of df
          df.describe()
Out[3]:
                 CustomerID
                                    Age Annual Income (k$) Spending Score (1-100)
          count
                  200.000000 200.000000
                                                  200.000000
                                                                          200.000000
                                                                           50.200000
                  100.500000
                               38.850000
                                                   60.560000
          mean
                   57.879185
                               13.969007
                                                   26.264721
                                                                           25.823522
            std
            min
                    1.000000
                               18.000000
                                                   15.000000
                                                                            1.000000
           25%
                   50.750000
                               28.750000
                                                   41.500000
                                                                           34.750000
                  100.500000
                               36.000000
                                                   61.500000
                                                                           50.000000
           50%
           75%
                  150.250000
                               49.000000
                                                   78.000000
                                                                           73.000000
                  200.000000
                                                  137.000000
                                                                           99.000000
           max
                               70 000000
 In [4]: # Checking for any missing values
          df.isnull().sum()
Out[4]: CustomerID
                                      0
          Gender
                                      0
                                      0
          Age
          Annual Income (k$)
                                      0
          Spending Score (1-100)
                                      0
          dtype: int64
```

Description:

The dataset contains 200 rows & 5 columns: 'CustomerID', 'Gender', 'Age', 'Annual Income (k\$)', 'Spending Score (1-100)'. Absolutely no missing values present.

Univariate Analysis

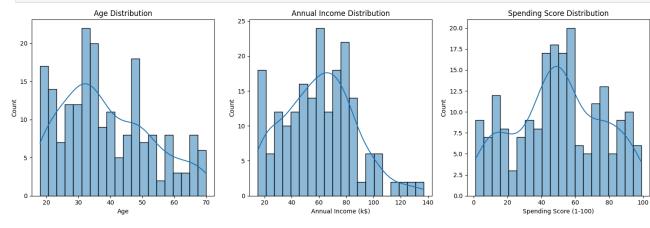
Let's examine single variable individually and look at the distribution of 'Age', 'Annual Income (k\$)', 'Spending Score (1-100)'

```
In [5]: plt.figure(figsize=(15, 5))

# Age Distribution
plt.subplot(1, 3, 1)
sns.histplot(df['Age'], kde=True, bins=20)
plt.title('Age Distribution')

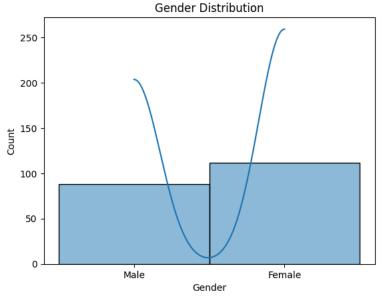
# Annual Income Distribution
plt.subplot(1, 3, 2)
sns.histplot(df['Annual Income (k$)'], kde=True, bins=20)
plt.title('Annual Income Distribution')

# Spending Score Distribution
plt.subplot(1, 3, 3)
sns.histplot(df['Spending Score (1-100)'], kde=True, bins=20)
plt.title('Spending Score Distribution')
```



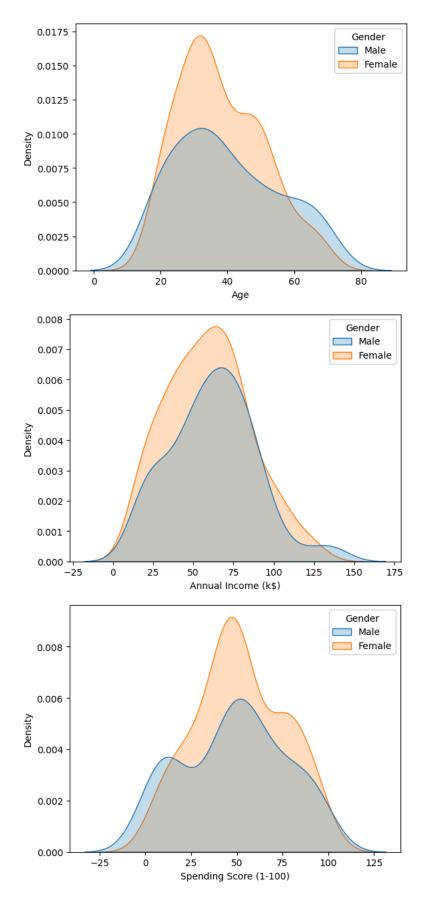
```
In [6]: # Let's look into the gender distribution analysis
#plt.figure(figsize=(6, 4))
sns.histplot(df['Gender'], kde=True)
plt.title('Gender Distribution')
plt.xlabel('Gender')
plt.ylabel('Count')
plt.show()

#Gender contribution Percentage Wise
df['Gender'].value_counts(normalize=True)
```



```
Out[6]: Gender
Female 0.56
Male 0.44
Name: proportion, dtype: float64

In [7]: # Univariate analysis based on Gender
columns = ['Age', 'Annual Income (k$)', 'Spending Score (1-100)']
for cols in columns:
    plt.figure()
    sns.kdeplot(data=df, x=cols, fill=True, hue='Gender')
    plt.show()
```



Description:

The above figures show the distribution of Age, Annual Income, and Spending Score:

Annual Income: The distribution is roughly normal, with most incomes between 40-80k.

Spending Score: This distribution appears to be bimodal, suggesting two distinct groups of customers with different spending habit

NOTE: By all these analysis, we understand that more female are contributing into the mall customer datas.

Bivariate Analysis

In this bivariate analysis, let's examine the relation between two variables individually and look at the distribution of ['Age & Annual Income (k)'], and['AnnualIncome(k) & Spending Score (1-100)']

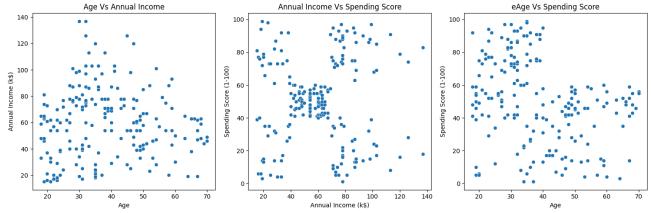
```
In [8]: plt.figure(figsize=(15, 5))

# Age Distribution
plt.subplot(1, 3, 1)
sns.scatterplot(data=df, x='Age', y='Annual Income (k$)')
plt.title('Age Vs Annual Income')

# Annual Income Distribution
plt.subplot(1, 3, 2)
sns.scatterplot(data=df, x='Annual Income (k$)', y='Spending Score (1-100)')
plt.title('Annual Income Vs Spending Score')

# Spending Score Distribution
plt.subplot(1, 3, 3)
sns.scatterplot(data=df, x='Age', y='Spending Score (1-100)')
plt.title('eAge Vs Spending Score')

plt.tight_layout()
plt.show()
```



Description:

The above figures show the relationships between pairs of variables, such as:

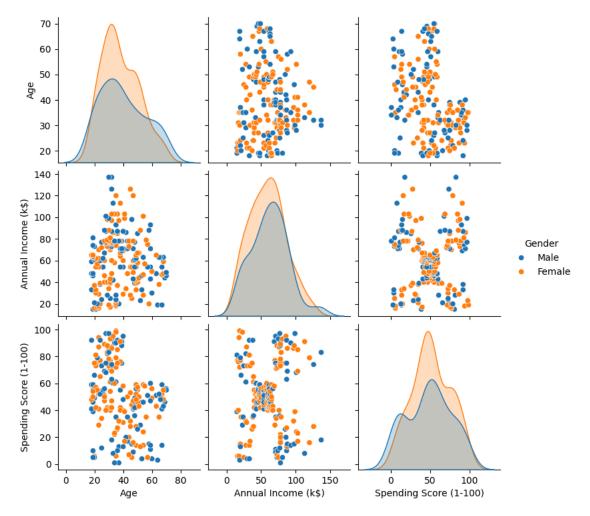
Age vs Annual Income: There's no clear linear relationship, but we can see that higher incomes are more common in between 30-60 age range.

Age vs Spending Score: Younger customers (below 40) seem to have a wider range of spending scores.

Annual Income vs Spending Score: There's an interesting pattern here, suggesting potential customer segments.

```
In [9]: # Let's analyze multiple variables and their correlation with respect to Gender
sns.pairplot(df.drop(columns=['CustomerID']), hue='Gender')
```

Out[9]: <seaborn.axisgrid.PairGrid at 0x1f0462acd50>



This pairplot provides a comprehensive view for the potential clusters forming, especially in the Annual Income vs Spending Score plot. To further investigate this, performing a clustering analysis, such as K-means clustering can be helpful.

```
In [10]: # Let's now Look at the mean values grouping by Gender

df.groupby(['Gender'])[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']].mean().round(3)

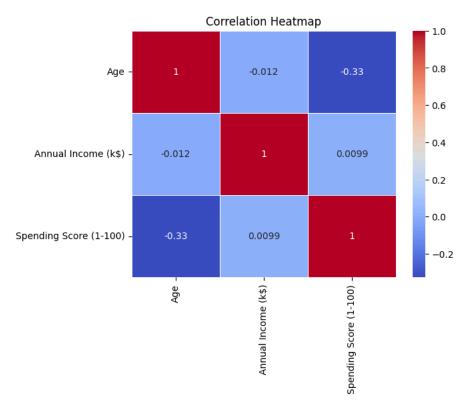
Out[10]: Age Annual Income (k$) Spending Score (1-100)

Gender
```

Gender			
Female	38.098	59.250	51.527
Male	39.807	62.227	48.511

Multivariate Analysis

```
In [11]: # Correlation Matrix
         print(df.drop(columns=['CustomerID', 'Gender']).corr())
                                     Age Annual Income (k$) Spending Score (1-100)
                                1.000000
                                                   -0.012398
                                                                           -0.327227
        Annual Income (k$)
                               -0.012398
                                                    1.000000
                                                                            0.009903
        Spending Score (1-100) -0.327227
                                                    0.009903
                                                                            1.000000
In [12]: # Visualizing correlation matrix
         sns.heatmap(df.drop(columns=['CustomerID', 'Gender']).corr(), annot=True, cmap='coolwarm', linewidth=0.5)
         plt.show()
```



Insights from the correlation matrix: 1. Age and Spending Score: There is moderate negative correlation (-0.327) between Age and Spending Score, suggesting that as age increases, the spending score tends to decrease slightly. 2. Age and Annual Income: There is a very weak negative correlation (-0.012) between Age & Income, indicating that there's almost no linear relation between them in dataset. 3. Annual Income & Spending Score: A very weak positive correlation (0.009) between Income & Spending, shows that there's practically no linear relation between them. From above points which provide interesting insights, nevertheless keeping in mind that only linear relationships always might not capture the patterns in data, which makes clustering a good choice to uncover the more complex relations.

KMeans Clustering (Bivariate)

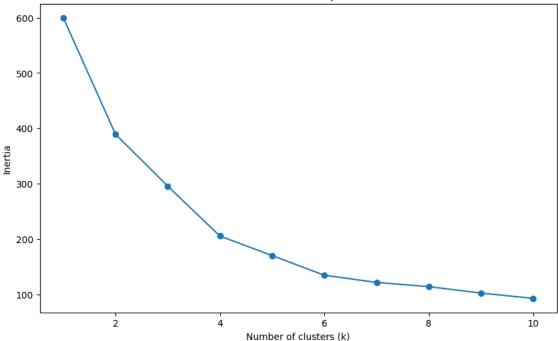
```
In [13]: # Prepare the data
         X = df[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']].values
         scaler = StandardScaler()
         X_scaled = scaler.fit_transform(X)
         # Elbow method to find optimal number of clusters
         inertias = []
         for k in range(1, 11):
             kmeans = KMeans(n_clusters=k, random_state=42)
             kmeans.fit(X_scaled)
             inertias.append(kmeans.inertia_)
         # Plot the elbow curve
         plt.figure(figsize=(10, 6))
         plt.plot(range(1, 11), inertias, marker='o')
         plt.xlabel('Number of clusters (k)')
         plt.ylabel('Inertia')
         plt.title('Elbow Method for Optimal k')
         plt.show()
```

```
C:\Users\yousuf\anaconda3\Lib\site-packages\joblib\externals\loky\backend\context.py:110: UserWarning: Could not find the number of ph
ysical cores for the following reason:
[WinError 2] The system cannot find the file specified
Returning the number of logical cores instead. You can silence this warning by setting LOKY_MAX_CPU_COUNT to the number of cores you w
ant to use.
  warnings.warn(
  File "C:\Users\yousuf\anaconda3\Lib\site-packages\joblib\externals\loky\backend\context.py", line 199, in _count_physical_cores
   cpu_info = subprocess.run(
  File "C:\Users\yousuf\anaconda3\Lib\subprocess.py", line 548, in run
   with Popen(*popenargs, **kwargs) as process:
  File "C:\Users\yousuf\anaconda3\Lib\subprocess.py", line 1026, in __init_
   self._execute_child(args, executable, preexec_fn, close_fds,
  File "C:\Users\yousuf\anaconda3\Lib\subprocess.py", line 1538, in _execute_child
   hp, ht, pid, tid = _winapi.CreateProcess(executable, args,
                       ^^^^^^
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
 warnings.warn(
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
=1.
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
=1.
 warnings.warn(
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
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=1.
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
 warnings.warn(
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
=1.
 warnings.warn(
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
=1.
C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
```

=1.

warnings.warn(

Elbow Method for Optimal k



```
In [ ]:

In [14]: # Setting the clusters to 5 as PCA
     clustering = KMeans(n_clusters=5)
     clustering.fit(df[['Annual Income (k$)', 'Spending Score (1-100)']])

# Assigning Cluster Labels to new column
     df['Income & Spending Clusters'] = clustering.labels_
     df.head()
```

C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS =1.

warnings.warn(

```
Out[14]:
             CustomerID Gender Age Annual Income (k$) Spending Score (1-100) Income & Spending Clusters
         0
                            Male
                                   19
                                                       15
                                                                              39
                                                                                                          4
          1
                                   21
                                                                              81
                                                                                                          2
                            Male
                                                       15
          2
                      3
                        Female
                                   20
                                                       16
                                                                               6
                                                                                                          4
          3
                          Female
                                   23
                                                       16
                                                                              77
                                                                                                          2
          4
                                                       17
                                                                              40
                                                                                                          4
                      5 Female
                                   31
```

```
In [15]: # Extract cluster centers
    cluster_centers = clustering.cluster_centers_

# Creating dataframe for cluster center points
    centers_df = pd.DataFrame(cluster_centers, columns=['Annual Income (k$)', 'Spending Score (1-100)'])
    centers_df.columns = ['x', 'y']
    centers_df.head()
```

```
    x
    y

    0
    86.538462
    82.128205

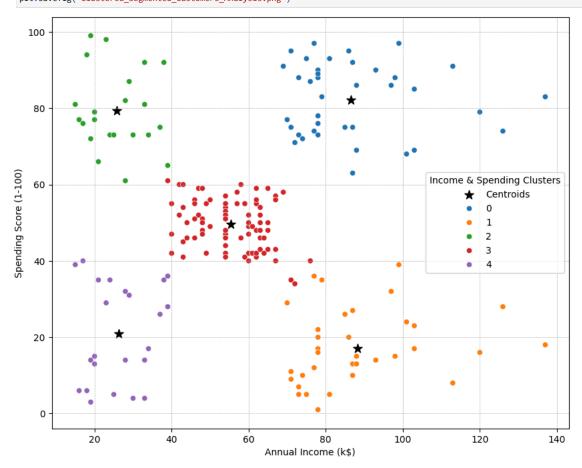
    1
    88.200000
    17.114286

    2
    25.727273
    79.363636

    3
    55.296296
    49.518519
```

26.304348 20.913043

```
In [20]: plt.figure(figsize=(10,8))
  plt.scatter(x=centers_df['x'], y=centers_df['y'], s=100, color='black', marker='*', label='Centroids')
  sns.scatterplot(data=df, x='Annual Income (k$)', y='Spending Score (1-100)', hue='Income & Spending Clusters', palette='tab10')
# Adding grid Lines
```



This scatter plot visualizes the customer segments based on their annual income and spending score. The clustering algorithm has identified five distinct groups:

Low Income, Low Spending (Cluster 0)

Low Income, High Spending (Cluster 4)

Medium Income, Medium Spending (Cluster 1)

4 0.608696 0.391304

High Income, Low Spending (Cluster 3)

High Income, High Spending (Cluster 2)

```
In [17]: pd.crosstab(df['Income & Spending Clusters'], df['Gender'], normalize='index')

Out[17]: Gender Female Male

Income & Spending Clusters

0 0.538462 0.461538

1 0.457143 0.542857

2 0.590909 0.409091

3 0.592593 0.407407
```

```
In [18]: # Grouping the 'Income & Spending Clustering' and calculates the mean values for each cluster
df.groupby('Income & Spending Clusters')[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']].mean().round(2)
```

Income & Spending Clusters

0	32.69	86.54	82.13
1	41.11	88.20	17.11
2	25.27	25.73	79.36
3	42.72	55.30	49.52
4	45.22	26.30	20.91

Detailed Insights: Clustering of Annual Income and Spending Scores (Bivariate Analysis)

The insights from the clustering analysis grouped by 'Income & Spending Clusters' can provide valuable information for the marketing team. Here is a detailed analysis of each cluster based on the mean values for 'Age', 'Annual Income (k\$)', and 'Spending Score (1-100)':

Insights for Each Cluster:

Cluster 0:

Average Age: 45.22 Annual Income (k\$): 26.30 Spending Score (1-100): 20.91 Insights:

This cluster represents older customers with high annual income but low spending scores. These customers might be more financially secure but less inclined to spend on discretionary items. Marketing Strategy: Target this group with promotions for premium products, luxury items, or high-quality goods that justify their spending.

Cluster 1:

Average Age: 42.72 Annual Income (k\$): 55.30 Spending Score (1-100): 49.52

Insights:

This cluster consists of younger customers with lower annual incomes but high spending scores. These customers are likely to spend a significant portion of their income on shopping. Marketing Strategy: Focus on affordable yet trendy products, discounts, and loyalty programs to retain these high-spending young customers.

Cluster 2:

Average Age: 32.69 Annual Income (k\$): 86.54 Spending Score (1-100): 82.13

Insights:

This cluster includes middle-aged customers with moderate annual incomes and spending scores. They represent a balanced spending behavior. Marketing Strategy: Offer value-for-money products, moderate discounts, and quality service to attract and retain this balanced spending group.

Cluster 3:

Average Age: 32.69 Annual Income (k\$): 86.54 Spending Score (1-100): 82.13

Insights:

This cluster represents relatively young customers with high annual income and high spending scores. They are the most valuable customers due to their high spending potential. Marketing Strategy: Prioritize this segment with exclusive offers, personalized marketing, premium product launches, and VIP customer experiences to maximize their spending and loyalty.

Cluster 4:

Average Age: 25.27 Annual Income (k\$): 25.73 Spending Score (1-100): 79.36

Insights

This cluster comprises older customers with low annual income and low spending scores. These customers are less likely to spend significantly at the mall. Marketing Strategy: Focus on essential and budget-friendly products, basic promotions, and cost-effective marketing strategies to appeal to this price-sensitive segment.

Overall Insights:

The marketing team can use these insights to tailor their strategies to different customer segments, optimizing their campaigns to increase engagement and sales.

High-income clusters with high spending scores (Cluster 2) should be targeted for premium and exclusive offers.

Younger, high-spending but low-income clusters (Cluster 4) can be attracted with affordable pricing and trendy products.

Balanced spenders and income (Cluster 1) can be targeted with value-for-money offers.

Older, low-income, low-spending clusters (Cluster 0) might need more basic and essential product offerings.

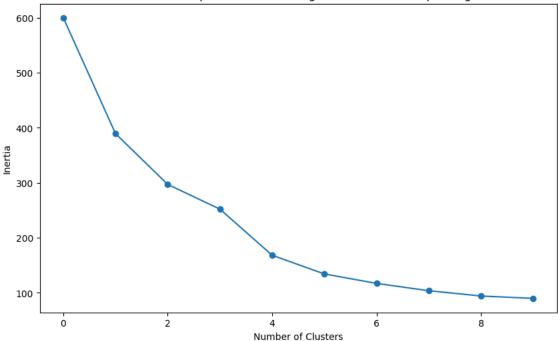
KMeans Clustering (Multivariate)

```
In [72]: df.columns
dtype='object')
In [73]: # Let's transform the 'Gender' values into numerical values using one hot encoding
         dummied_df = pd.get_dummies(df, columns=['Gender'], dtype=int)
         dummied_df.columns
         dummied_df.head()
Out[73]:
            CustomerID Age Annual Income (k$) Spending Score (1-100) Income & Spending Clusters Gender_Female Gender_Male
         0
                                           15
                                                                39
         1
                         21
                                           15
                                                                81
                                                                                                         0
         2
                                           16
                                                                 6
                                                                                                                     0
                     3
                         20
                                                                                          4
                                                                                                         1
         3
                         23
                                           16
                                                                77
                                                                                                                     0
                                           17
                                                                40
                                                                                                                     Λ
                        31
In [74]: dummied_df = dummied_df.drop(columns=['Gender_Male'])
         # Invert the 'gender' column values: 0 -> Female; 1 -> Male
         dummied_df = dummied_df.rename(columns={'Gender_Female': 'Gender'})
         dummied df.head()
Out[74]:
            CustomerID Age Annual Income (k$) Spending Score (1-100) Income & Spending Clusters
         0
                     1
                                           15
                                                                                                  0
                                                                81
                         21
                                           15
                                                                                          2
                                                                                                  0
                     2
                     3
                                           16
                                                                 6
                         20
                                                                                          4
         3
                         23
                                           16
                                                                77
                     5
                                           17
                                                                40
                        31
In [75]: dummied_df1 = dummied_df[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']]
         dummied_df1
Out[75]:
              Age Annual Income (k$) Spending Score (1-100)
           0
               19
                                 15
                                                       39
               21
                                 15
                                                       81
           2
               20
                                 16
                                                       6
                                                       77
               23
                                 16
           4
               31
                                 17
                                                       40
                                120
                                                       79
         195
               35
         196
               45
                                126
                                                       28
               32
                                126
                                                       74
         197
               32
                                137
                                                       18
         198
         199
                                137
                                                       83
        200 rows × 3 columns
In [76]: # Now scaling the dataframe
         scale = StandardScaler()
         scaled_dummied_df = pd.DataFrame(scale.fit_transform(dummied_df1))
         scaled_dummied_df.head()
```

```
Out[76]:
                             1
                                      2
         0 -1.424569 -1.738999 -0.434801
         1 -1.281035 -1.738999 1.195704
         2 -1.352802 -1.700830 -1.715913
         3 -1.137502 -1.700830 1.040418
         4 -0.563369 -1.662660 -0.395980
In [77]: # Calculate the inertia for different number of clusters
         inertia values scaled dummied df= []
         cluster range = range(1, 11)
         for k in cluster_range:
             kmeans_dummied_df = KMeans(n_clusters=k)
             kmeans_dummied_df.fit(scaled_dummied_df)
             inertia_values_scaled_dummied_df.append(kmeans_dummied_df.inertia_)
         print(inertia_values_scaled_dummied_df)
        [600.0, 389.3861889564372, 297.02654463384187, 252.10682456184531, 168.24758017556834, 134.3008171098464, 117.08803464058246, 103.8462
        3824277769, 94.18328388567025, 89.91298719440587]
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
         warnings.warn(
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\ kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
        =1.
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP NUM THREADS
        =1.
         warnings.warn(
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
        =1.
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
         warnings.warn(
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
         warnings.warn(
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\ kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS
        =1.
         warnings.warn(
        C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster\_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win
        dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP NUM THREADS
        =1.
       warnings.warn(
In [78]: # Plot the inertia values
         plt.figure(figsize = (10, 6))
         plt.plot(inertia_values_scaled_dummied_df, marker='o')
         plt.title('Elbow Method for Optimal Clusters k (Age, Annual Income, Spending Score')
         plt.xlabel('Number of Clusters')
         plt.ylabel('Inertia')
```

nlt.show()

Elbow Method for Optimal Clusters k (Age, Annual Income, Spending Score



```
In [83]: # Setting the clusters to 5 as PCA
multivariate_clustering = KMeans(n_clusters=5)
multivariate_clustering.fit(dummied_df[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']])

# Assigning Cluster Labels to new column
dummied_df1['Age, Income, & Spending Clusters'] = multivariate_clustering.labels_
dummied_df1.head()
```

C:\Users\yousuf\anaconda3\Lib\site-packages\sklearn\cluster_kmeans.py:1426: UserWarning: KMeans is known to have a memory leak on Win dows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS =1.

warnings.warn(

C:\Users\yousuf\AppData\Local\Temp\ipykernel_14192\915840326.py:6: SettingWithCopyWarning:

A value is trying to be set on a copy of a slice from a DataFrame.

Try using .loc[row_indexer,col_indexer] = value instead

See the caveats in the documentation: $https://pandas.pydata.org/pandas-docs/stable/user_guide/indexing.html \# returning-a-view-versus-a-copy$

dummied_df1['Age, Income, & Spending Clusters'] = multivariate_clustering.labels_

Out[83]: Age Annual Income (k\$) Spending Score (1-100) Age, Income, & Spending Clusters 0 19 15 39 0 1 21 15 81 0 2 16 6 20 1 3 23 16 77 0 4 31 17 40 1

```
In [84]: # Cluster center points
    cluster_centers_dummied_df = multivariate_clustering.cluster_centers_
    print(cluster_centers_dummied_df)
```

```
[[25.25 25.8333333 76.91666667]

[54.06 40.46 36.72 ]

[32.69230769 86.53846154 82.12820513]

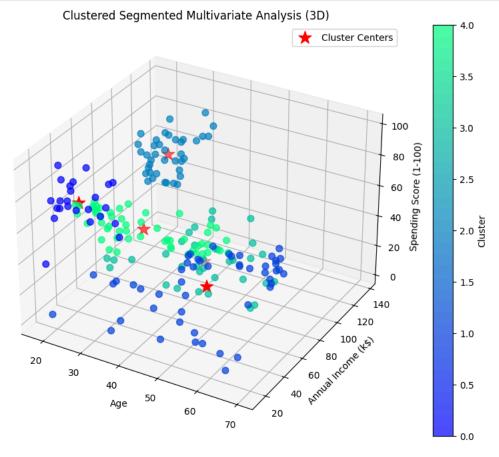
[41.64705882 88.73529412 16.76470588]

[33.39622642 58.05660377 48.77358491]]
```

```
In [85]: # Column names for the features
cluster_center_df = pd.DataFrame(cluster_centers_dummied_df, columns=['Age', 'Annual Income (k$)', 'Spending Score (1-100)'])
print(cluster_center_df)
```

```
Age Annual Income (k$) Spending Score (1-100)
0 25.250000
                      25.833333
                                             76.916667
1 54.060000
                      49.469999
                                             36.720000
  32.692308
                      86.538462
                                             82.128205
  41.647059
                      88.735294
                                             16.764706
4 33.396226
                      58.056604
                                             48.773585
```

```
In [86]: from mpl_toolkits.mplot3d import Axes3D
         fig = plt.figure(figsize=(12, 8))
         ax = fig.add_subplot(111, projection='3d')
         # Scatter plot of the data points, colored by cluster
         scatter = ax.scatter(dummied_df1['Age'], dummied_df1['Annual Income (k$)'], dummied_df1['Spending Score (1-100)'], c=dummied_df1['Age']
         # Plot cluster centers
         ax.scatter(cluster_centers_dummied_df[:, 0], cluster_centers_dummied_df[:, 1], cluster_centers_dummied_df[:, 2], c='red', marker='*',
         ax.set_title('Clustered Segmented Multivariate Analysis (3D)')
         ax.set_xlabel('Age')
         ax.set_ylabel('Annual Income (k$)')
         ax.set_zlabel('Spending Score (1-100)')
         ax.legend()
         fig.colorbar(scatter, ax=ax, label='Cluster')
         # Save the plot
         plt.savefig('Clustered_MultivariatePlot_3DView.png')
         plt.show()
```



```
In [91]: crosstab_df = pd.crosstab(dummied_df1['Age, Income, & Spending Clusters'], dummied_df['Gender'], normalize='index')
# Rename the columns
crosstab_df = crosstab_df.rename(columns={0: 'Female', 1: 'Male'})
crosstab_df
```

 Out[91]:
 Gender
 Female
 Male

 Age, Income, & Spending Clusters
 0 0.416667
 0.583333

 1 0.440000
 0.560000

 2 0.461538
 0.538462

 3 0.558824
 0.441176

 4 0.358491
 0.641509

```
dummied_dfl.groupby('Age, Income, & Spending Clusters')[['Age', 'Annual Income (k$)', 'Spending Score (1-100)']].mean().round(2)
 Out[93]:
                                            Age Annual Income (k$) Spending Score (1-100)
           Age, Income, & Spending Clusters
                                        0 25.25
                                                              25.83
                                                                                     76.92
                                        1 54.06
                                                              40.46
                                                                                     36.72
                                        2 32.69
                                                              86.54
                                                                                     82.13
                                        3 41.65
                                                              88.74
                                                                                     16.76
                                        4 33.40
                                                              58.06
                                                                                     48.77
 In [94]: dummied_df1.columns
 Out[94]: Index(['Age', 'Annual Income (k$)', 'Spending Score (1-100)',
                   'Age, Income, & Spending Clusters'],
                 dtype='object')
In [104...
          dummied_df['Gender'] = dummied_df['Gender'].replace({0: 'Female', 1: 'Male'})
           dummied df.columns
Out[104...
           Index(['CustomerID', 'Age', 'Annual Income (k$)', 'Spending Score (1-100)',
                   'Income & Spending Clusters', 'Gender'],
                 dtype='object')
In [105...
          dummied_df1.columns
Out[105...
           Index(['Age', 'Annual Income (k$)', 'Spending Score (1-100)',
                   'Age, Income, & Spending Clusters'],
                 dtype='object')
In [106...
          # Assigning the columns to final df
           dummied_df['Age, Income, & Spending Clusters'] = dummied_df1['Age, Income, & Spending Clusters']
           # Display the updated DataFrame
           print(dummied_df.head())
             CustomerID Age
                             Annual Income (k$) Spending Score (1-100)
                     1
                         19
                                              15
                                                                       39
         1
                     2
                         21
                                              15
                                                                       81
         2
                     3
                         20
                                              16
                                                                        6
         3
                     4
                          23
                                              16
                                                                       77
                      5
                          31
                                              17
            Income & Spending Clusters Gender Age, Income, & Spending Clusters
                                      Δ
                                         Female
                                      2
         1
                                         Female
                                                                                  0
                                           Male
                                                                                  1
         3
                                      2
                                           Male
                                                                                  0
                                           Male
                                                                                  1
In [107...
          # Saving thie clustered data file
           dummied_df.to_csv('Clustered_Segmented_Data.csv')
```

Based on the output of multivariate clustering, the derived insights are as follows: Cluster 0: Average Age: 25.25 years Average Annual Income:

25.83k Average Spending Score: 76.92 Gender Distribution: Female: 41.67 Male: 58.33 Insights: This cluster has the youngest average age. They have the lowe stave rage annual income. They indicating they are enthusia stics penders <math>described as the properties of the

 $86.54 \& Average Spending Score: 82.13 Gender \Distribution: Female: 46.15 Male: 53.85 Insights: This cluster \Large Against Score: 82.13 Gender \Distribution: Female: 46.15 Male: 53.85 Insights: This cluster \Large Against Score: 82.13 Gender \Distribution: The years Average Age and the support of the properties of$

88.74k Average Spending Score: 16.76 Gender Distribution: Female: 55.88% Male: 44.12% Insights: This cluster has a middle-aged average age. They have a high average income. They have the lowest spending score, indicating they are very conservative spenders. Females are more prevalent in this cluster. Cluster 4: Average Age: 33.40 years Average Annual Income: \$58.06k Average Spending Score: 48.77 Gender Distribution: Female: 35.85% Male: 64.15% Insights: This cluster has a slightly older average age than Cluster 2. Their average income is moderate. They have a moderate spending score. Males are more prevalent in this cluster, with the highest male proportion among all clusters. Summary: Young High Spenders (Cluster 0): Younger individuals with now income but high spending tendencies, slightly more males. Older Conservative Spenders (Cluster 1): Older individuals with moderate income and low spending tendencies, slightly more males. Young High Earners and Spenders (Cluster 2): Younger individuals with high income and high spending tendencies, balanced gender distribution. Middle-Aged Conservative High Earners (Cluster 3): Middle-aged individuals with moderate income and spending tendencies, with a significant male majority.