# **Customer Segmentation using K-means Clustering**

This project demonstrates customer segmentation using K-means clustering on retail data. The process includes data cleaning, preprocessing, clustering, and visualization.

### 1. Data Cleaning and Preprocessing

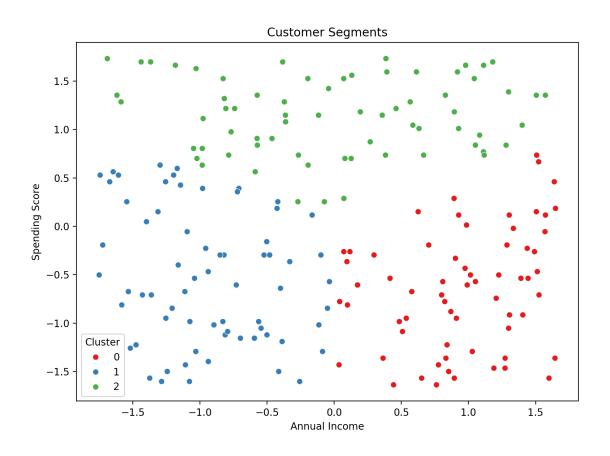
The dataset contains customer IDs, annual income, and spending scores. Features were standardized to ensure fair clustering.

## 2. K-means Clustering

K-means clustering was applied to segment customers into three groups based on their annual income and spending score.

#### 3. Visualization of Results

The scatter plot below shows the resulting customer segments. Each color represents a different cluster.



# 4. Sample of Clustered Data

CustomerID	Annual In	ncome	Spending	Score	Cluster
1	0.0716628448486	56386	-0.26190867825	590005	0
2	1.273197903408	31318	-1.36250982130	040447	0
3	0.8088136522	48642	-0.57145274974	104192	0
4	-0.098613542816	53258	-0.29630246397	791581	1
5	-1.723147581933	32784	-0.19312110681	L86852	1
6	0.0715006768604	41149	1.52656817918	391967	2
7	-1.029911865752	20425	-1.29372224986	537295	1
8	-1.107071394562	25208	-1.43129739274	143602	1
9	0.48548311727	10644	-0.98417817838	323108	0
10	-1.517551006426	59224	-1.2593284641	L43572	1

This segmentation can help businesses target specific customer groups with tailored marketing strategies.