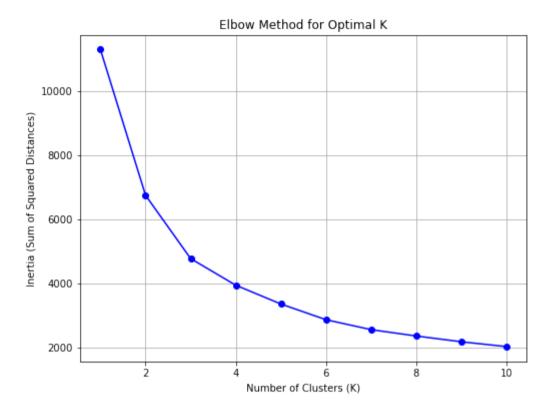
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```
In [1]: import pandas as pd
        import numpy as np
        import matplotlib.pyplot as plt
        from sklearn.cluster import KMeans
        from sklearn.preprocessing import StandardScaler
In [5]: data = pd.read csv("sales.csv", encoding='ISO-8859-1')
In [6]: # Select relevant numerical columns (based on your description)
        # Example columns: QUANTITYORDERED, PRICEEACH, SALES, MSRP (you can include more or less depending on your needs)
        columns of interest = ['OUANTITYORDERED', 'PRICEEACH', 'SALES', 'MSRP']
        data subset = data[columns of interest]
In [7]: # Handle any missing values (if any)
        data subset = data subset.dropna()
In [8]: # Scaling the data for better clustering results
        scaler = StandardScaler()
        scaled data = scaler.fit transform(data subset)
In [9]: # Elbow Method to determine optimal K
        inertia = []
        K range = range(1, 11) # Trying K values from 1 to 10
        for k in K range:
            kmeans = KMeans(n clusters=k, random state=42)
            kmeans.fit(scaled data)
            inertia.append(kmeans.inertia ) # Sum of squared distances to closest cluster center
```

```
/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/ kmeans.py:870: FutureWarning: The default value of
`n init` will change from 10 to 'auto' in 1.4. Set the value of `n init` explicitly to suppress the warning
 warnings.warn(
/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/ kmeans.py:870: FutureWarning: The default value of
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/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/ kmeans.py:870: FutureWarning: The default value of
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/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/ kmeans.py:870: FutureWarning: The default value of
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/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/ kmeans.py:870: FutureWarning: The default value of
`n init` will change from 10 to 'auto' in 1.4. Set the value of `n init` explicitly to suppress the warning
 warnings.warn(
```

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```
In [10]: # Plot the Elbow Method
    plt.figure(figsize=(8, 6))
    plt.plot(K_range, inertia, marker='o', linestyle='-', color='b')
    plt.title('Elbow Method for Optimal K')
    plt.xlabel('Number of Clusters (K)')
    plt.ylabel('Inertia (Sum of Squared Distances)')
    plt.grid(True)
    plt.show()
```



In [19]: # From the elbow plot, identify the optimal number of clusters (usually where the curve bends)
Let's assume the optimal K from the plot is 3 (replace with actual optimal K after viewing the plot)
optimal_k = 4

In [20]: # Apply K-Means with optimal K
kmeans = KMeans(n_clusters=optimal_k, random_state=42)
kmeans.fit(scaled_data)

/home/sahil/.local/lib/python3.10/site-packages/sklearn/cluster/_kmeans.py:870: FutureWarning: The default value of `n_init` will change from 10 to 'auto' in 1.4. Set the value of `n_init` explicitly to suppress the warning warnings.warn(

Out[20]: KMeans

KMeans(n_clusters=4, random_state=42)

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```
In [21]: # Add cluster labels to the original dataframe
         data['Cluster'] = kmeans.labels
         # View the clustering result
         print(data[['ORDERNUMBER', 'SALES', 'Cluster']].head()) # You can adjust this to include more details
           ORDERNUMBER
                         SALES Cluster
                10107 2871.00
                10121 2765.90
        1
        2
                10134 3884.34
                                      3
        3
                10145 3746.70
                                      3
                10159 5205.27
                                      1
```