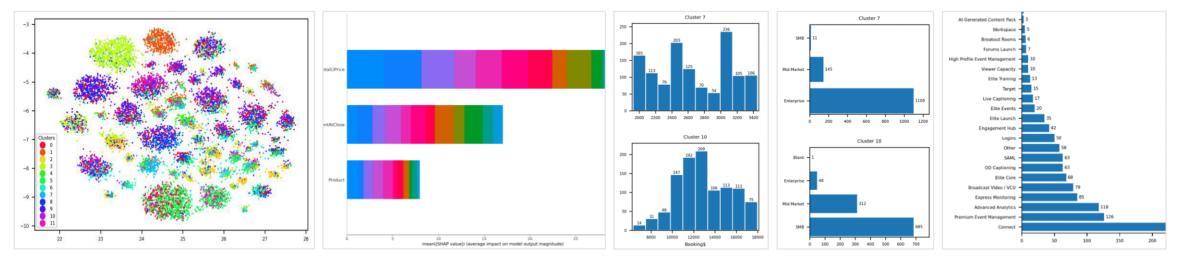
Price K Clustering Analysis with Python

<u>Old</u> Methodology



2D embedding of dataset

- significance of each field in determining clusters
- histogram of pricing field per cluster
- bar graph of segment and product counts per cluster

- All contracts grouped into 12 clusters.
- Output reveals which product and segment combinations have an underlying pricing structure.
- We state which fields we used (e.g., pricing field, booking price, etc.)
- Note that pricing outliers were removed per iteration.

New Methodology

K-modes clustering: Groups categorical data based on the number of matching fields (column values) between data points.

- Helps us identify which combinations of products tend to be found in the same contract.
- E.g., the dataset in Figure 1 would cluster contracts a, b, c together due to their matching 'Elite Core' and 'Connect' values.

Steps:

1. Pivot dataset so that each row represents a contract and column represents a product.

Row Labels ▼ ACE	Advanced Analytics	Al-Generated Content Pack	Breakout Rooms Broadcast Video / VCU	Connect Dedicated Resource	eHub Launch Elite Core 1
10X012207MS1725				1	1
10X012306MS7249				1	1
110012307AM3195					

- 2. Identify k value via Silhouette Method by identifying the k value corresponding to the max silhouette score. (Figure 2)
- 3. Perform k modes clustering via Python and plot a bar graph of the counts of each product per cluster. (Figure 3)
- 4. We ran 3 iterations of 14 clusters (42 clusters total), noting the top 3 products in each cluster and the frequency of product combinations.

Figures:

Contract ID	Elite Core	Connect	Logins	etc
a	1	1	1	
b	1	1		
С	1	1		
d		1	1	

Figure 1

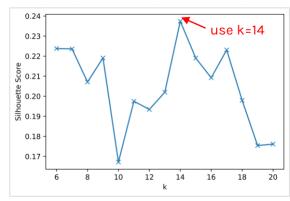


Figure 2: Silhouette Method

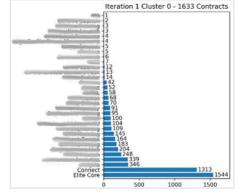


Figure 3: Cluster bar graph

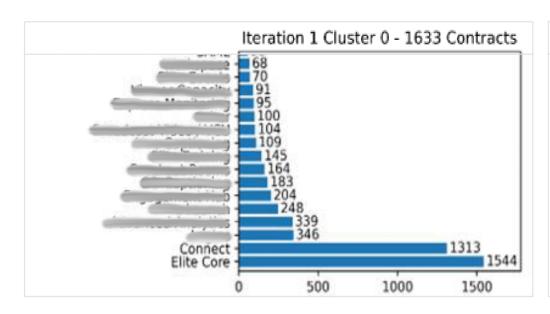
*Data is blurred or altered for confidentiality

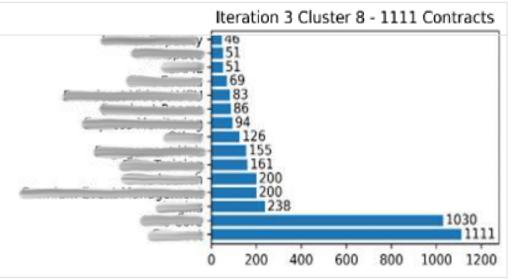
Summary of Results (partial screenshot)

Combinations	Frequency	% of contracts with combo
Connect + Elite Core + Logins	7	16.61%
£ 3	3	14.63%
	3	9.31%
C 3	3	7.43%
	3	6.70%
	1	5.11%
	1	5.04%
	3	4.86%
	1	3.56%
	1	2.81%
	2	2.38%
	1	2.33%

- Combinations: All combinations composed of the top 3 products from each cluster.
- Frequency: Count of clusters containing the combination.
- % of contracts with combo: The percentage of all contracts (from original dataset) containing the combination.
- E.g., Connect + Elite Core + Logins were the top 3 products in 7 clusters and 16.61% of all contracts contain the combination.

Notable Product Combinations

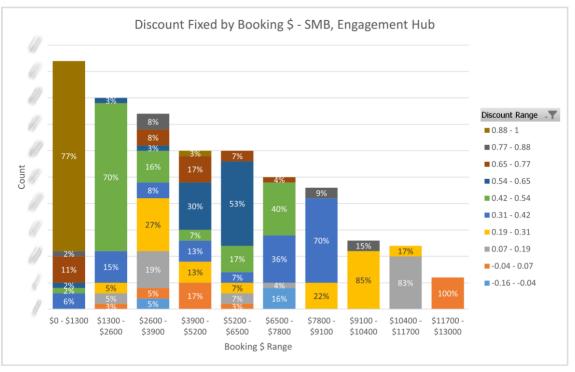




- Most notable bundles featured Connect & Elite Core together.
- These 2 graphs represent approx. 47% of total contracts while other cluster appearances were <5% of total contracts.

Identify Cluster Trends







Look at the relationship between each pricing field per product combination to determine why the products were clustered together.

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