



NGEE ANN
POLYTECHNIC

School of InfoComm Technology

Applied Analytics Assignment

Diploma in Cybersecurity & Digital Forensics

Diploma in Financial Informatics

Diploma in Information Technology

Year 2/3 (20212/2023), Semester 3/5

INDIVIDUAL ASSIGNMENT 1

(30% of Applied Analytics Module)

Deadline for Submission:

17 Jun 2022 (Friday), 23:59 HRS

Tutorial Group:	
Student Name:	
Student Number:	

Penalty for late submission:

10% of the marks will be deducted every day after the deadline.

NO submission will be accepted after **24th Jun 2022, 23:59**.

1 Problem Statement

1.1 Objective

Sometimes, we have a group of observations and we need to split it into a number of subsets of similar observations. **Cluster analysis** is a group of techniques that will help you to discover these similarities between observations.

You are required to use the provided dataset and split it into smaller subsets (clusters) based on similar characteristics. You will utilise related Python Libraries (through Jupyter Notebook platform) to do this. You are also required to create cluster visualisations to help users explore the clustered data. You can use Python Libraries (e.g. matplotlib) or other suitable visualisation tools to do this. Finally, you are required to summarise and interpret the formed clusters.

1.2 Dataset

The dataset contains 1000 customers' information from a bank. Each customer has a set of features including age, housing, number of years since being a resident, car owned etc (a total of 20 columns). Please refer to the dataset (Bank_Data.csv) for more details.

1.3 Suggested Tasks

You are suggested to tackle this problem in 3 steps:

Step 1 – Clustering and visualisation of numerical data

- Perform simple data exploration to familiarise yourself with the dataset. You may perform descriptive analysis in Python using `info()`, `describe()`, histograms, boxplots etc. Are there any missing values or outliers. How did you handle these?
- Perform simple data manipulation on numerical data to prepare the data for clustering modeling. Do you need to scale the data or not? Did you ignore any numerical variables? Why?
- Build clustering models using numerical data only.
 - Build **TWO** different models: one is using K-means clustering technique and the other is using Hierarchical clustering technique
 - For both models:
 - Present your choice for the optimal number of clusters. How did you arrive at this number?
 - Evaluate the models using proper metrics, e.g. Sum of Squared Errors (SSE), Silhouette Scores etc.
 - Analyse the formed clusters using proper visualisation tools (e.g. Matplotlib etc.)
 - Compare the K-means clustering model & Hierarchical clustering model and select the preferred Model for the further exploration.

Step 2 - Summarise and Interpret

- Summarise your findings in a table and provide names for clusters.
- Provide an interpretation of each cluster.

1.4 Suggested Report Format & Content Guidelines

Based on the above, write an **INDIVIDUAL** report with the following sections (see Table below). Sample content description is provided for each section. You are free to include other relevant information you deem necessary in the sections. You are strongly advised to use screenshots to capture details of work done.

(Note: For a page with 1 inch margins, 11 point Calibri font, and minimal spacing elements, a good rule of thumb is **500 words** for a single spaced page)

	Suggested Report Sections & Content Guidelines	Word Count
1.	Table of Contents	NA
2.	Summary/Overview	500 words
3.	Build Clustering Models using Numerical Data <ul style="list-style-type: none"> • Data exploration and manipulation on numerical data • Build TWO different clustering models: <ul style="list-style-type: none"> ○ K-means Clustering ○ Hierarchical Clustering • Clustering Analysis using numerical data • Evaluate and Compare the Models 	Min: 1000 words Max: 2000 words
4.	Summary and Interpretation <ul style="list-style-type: none"> • Summarize your findings in a table and provide names for clusters • Provide an interpretation of each cluster 	Min: 500 words Max: 1000 words

2 Presentation and Demonstration

Each student will be required to submit a video recorded presentation to showcase and demo the work. The video recorded presentation should be not exceed 10 minutes. Video recorded presentations which exceed the allotted time will be penalized.

3 Deliverables

For this assignment, you must submit all the following:

1. **Recorded Video Presentation**

- The video presentation to be recorded and uploaded as unlisted YouTube. For more information on the video recording and how to upload as unlisted YouTube, please refer to the reference material “Video Recording for Assignment”.
- After completion of the video recorded presentation, submit the link to your unlisted YouTube video using the link below:

[Assignment 1 Video Presentation Submission Link](#)

(Login using only your NP student account)

- Deadline for the video submission is **Sun 12th Jun 2022, 2359 hours**

2. A set of **Presentation Slides** in POLITEMALL

- This is the set of presentation slides which you use to conduct your recorded video presentation.
- Deadline for the slides submission is **Sun 12th Jun 2022, 2359 hours**

3. A softcopy **Final Report** in POLITEMALL

- Deadline for report submission is **Fri 17th Jun 2022, 2359 hours**

4. The **completed “ML_Assignment2.ipynb”** Jupyter Notebook File in POLITEMALL

- Deadline for Jupyter Notebook submission is **Fri 17th Jun 2022, 2359 hours**

Note: DO NOT PLAGIARIZE (please refer to Polymall, Ngee Ann Polytechnic Plagiarism Policy webpage for more information)

4 Grading Criteria

	Grading Criteria	Component Weightage
Presentation	a) Quality of work b) Flow of presentation based on content guidelines (see section 1.4) c) Quality of presentation slides d) Presentation and articulation skills	50%
Final Report	a) Quality of work b) Completeness of report based on suggested report sections and content guidelines (see section 1.4) c) Clarity of report, use of proper visual aids and use of proper grammar d) Quality of recommendations for further improvements	50%