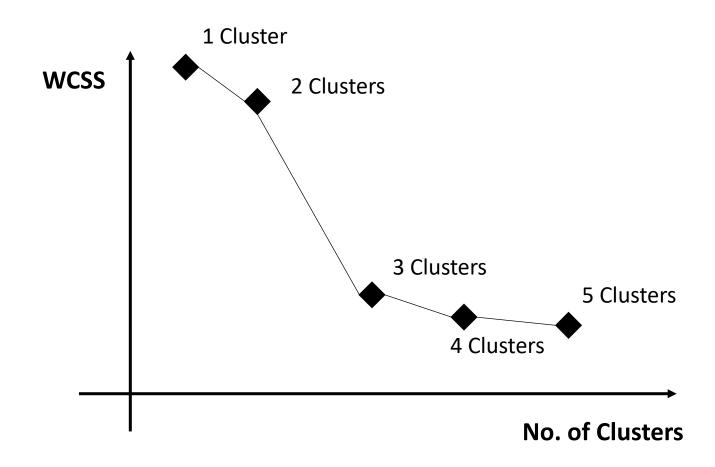
Choosing the Optimal Value of K

Elbow Method & Silhouette Score

Elbow Method

- Pick range of candidate values (e.g. 1 to 10)
- Calculate average distance from centroid for each value
- Plot and find the elbow

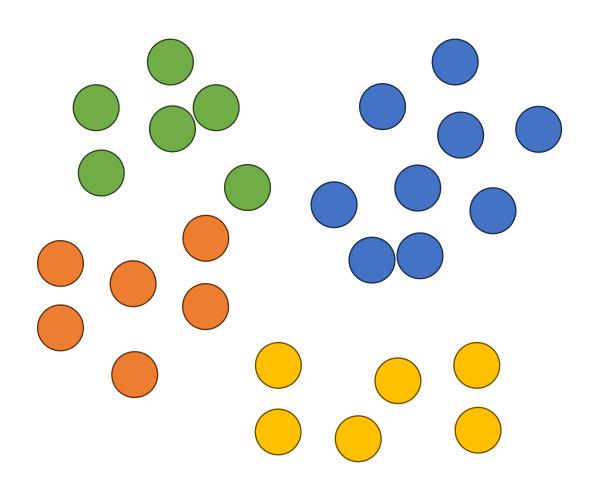
Elbow Method



Silhouette Method

- Uses the idea that the clusters should have high cohesion in every cluster and high separation within different clusters.
- Pick a range of candidate values of K (e.g. 1 to 10)
- Plot silhouette for each value of K
- Ideal value for silhouette = 1
- Worst value of silhouette = -1

Silhouette Coefficient

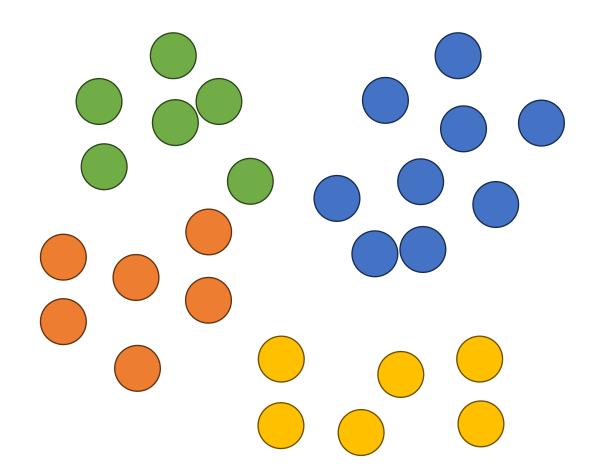


Silhouette Coefficient

$$s(i) = \frac{b(i) - a(i)}{\max(b(i), a(i))}$$

- a = average distance inside the cluster
- b = average distance to other nearest cluster
- Ideally a should be close to zero and b should be close to infinity
- The answer will be between -1 and 1

Silhouette Plot



We calculate s(i) for each example and average over all the examples

Silhouette Score

| Average Silhouette Score | Cluster Quality |
|--------------------------|-----------------------------|
| 0.7 < x < 1 | Strong Structure |
| 0.5 < x < 0.7 | Reasonable Structure |
| 0.25 < x < 0.5 | Weak Structure |
| x < 0.25 | No Substantial Structure |