

# KMeans Clustering and Davies-Bouldin Index Report

## 1. Loading the Data:

- The datasets 'Customers.csv', 'Products.csv', and 'Transactions.csv' are loaded using pandas.
- These datasets provide essential data for customer analysis.

## 2. KMeans Clustering:

- The KMeans algorithm is applied to the customer data, partitioning the dataset into 5 clusters.
- Each customer is assigned to one of these clusters based on their features.

## 3. Davies-Bouldin Index:

- The Davies-Bouldin Index (DBI) measures the compactness and separability of the clusters.
- A lower DBI indicates well-separated and compact clusters, showing the quality of the clustering.

## 4. PCA Visualization:

- Principal Component Analysis (PCA) reduces the customer features to 2 dimensions.
- This allows for effective visual analysis of the clusters in a scatter plot format.

## 5. Results:

- **Number of clusters:** 5 clusters were identified.
- **Davies-Bouldin Index:** The calculated DBI is a measure of the clustering performance.