Marketing Campaign Analysis

Objective: The objective of this analysis is to understand customer purchasing behavior, apply clustering techniques to segment customers into distinct groups, and analyze the customer profiles of each segment to develop tailored marketing strategies.

Σ-	II	Year_Birth	Education	Marital_Status	Income	Kidhome	Teenhome	Dt_Customer	Recency	MntWines	 NumWebVisitsMonth	Α
	552	1957	Graduation	Single	58138.0	0	0	2012-09-04	58	635	 7	
	I 217	1954	Graduation	Single	46344.0	1	1	2014-03-08	38	11	 5	
:	2 414	1965	Graduation	Together	71613.0	0	0	2013-08-21	26	426	 4	
;	618	1984	Graduation	Together	26646.0	1	0	2014-02-10	26	11	 6	
	4 532	1981	PhD	Married	58293.0	1	0	2014-01-19	94	173	 5	
5	rows ×	29 columns										
4												>

df.info()

```
<pr
    RangeIndex: 2240 entries, 0 to 2239
    Data columns (total 29 columns):
        Column
                            Non-Null Count
        ID
                            2240 non-null
        Year_Birth
                            2240 non-null
        Education
                            2240 non-null
                                           object
                            2240 non-null
        Marital_Status
                                           object
                            2216 non-null
        Income
                                           float64
        Kidhome
                            2240 non-null
                                           int64
        Teenhome
                            2240 non-null
                                           int64
        Dt_Customer
                            2240 non-null
                                           object
     8
        Recency
                            2240 non-null
                                           int64
        MntWines
                            2240 non-null
                                           int64
                            2240 non-null
     10 MntFruits
                                           int64
                            2240 non-null
        MntMeatProducts
                                           int64
     12 MntFishProducts
                            2240 non-null
                                           int64
     13
        MntSweetProducts
                            2240 non-null
                                           int64
     14 MntGoldProds
                            2240 non-null
                                           int64
        NumDealsPurchases
                            2240 non-null
     15
                                           int64
     16
        NumWebPurchases
                            2240 non-null
                                           int64
        NumCatalogPurchases 2240 non-null
     17
                                           int64
     18 NumStorePurchases
                            2240 non-null
                                           int64
     19
        NumWebVisitsMonth
                            2240 non-null
                                           int64
     20
        AcceptedCmp3
                            2240 non-null
                                            int64
        AcceptedCmp4
                            2240 non-null
                                           int64
                            2240 non-null
                                           int64
        AcceptedCmp5
     23 AcceptedCmp1
                            2240 non-null
                                           int64
        AcceptedCmp2
                            2240 non-null
                                           int64
     24
     25 Complain
                            2240 non-null
                                           int64
```

dtypes: float64(1), int64(25), object(3)

2240 non-null

2240 non-null

2240 non-null

int64

int64

int64

Clearing duplicate values
df.drop_duplicates(inplace=True)

memory usage: 507.6+ KB

26 Z CostContact

27 Z_Revenue

28 Response

#Count null value
df.isnull().sum()



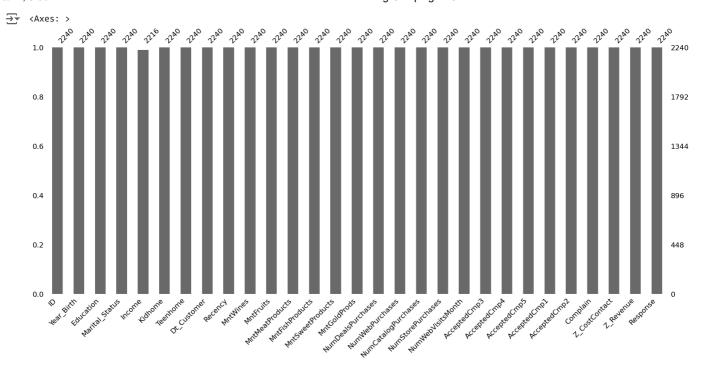
	0
ID	0
Year_Birth	0
Education	0
Marital_Status	0
Income	24
Kidhome	0
Teenhome	0
Dt_Customer	0
Recency	0
MntWines	0
MntFruits	0
MntMeatProducts	0
MntFishProducts	0
MntSweetProducts	0
MntGoldProds	0
NumDealsPurchases	0
NumWebPurchases	0
NumCatalogPurchases	0
NumStorePurchases	0
NumWebVisitsMonth	0
AcceptedCmp3	0
AcceptedCmp4	0
AcceptedCmp5	0
AcceptedCmp1	0
AcceptedCmp2	0
Complain	0
Z_CostContact	0
Z_Revenue	0
Response	0

 $\label{local_problem} \begin{tabular}{ll} \#Look up for the row where the Income is null $$ df[df['Income'].isnull()] $$ \end{tabular}$

dtvne int64

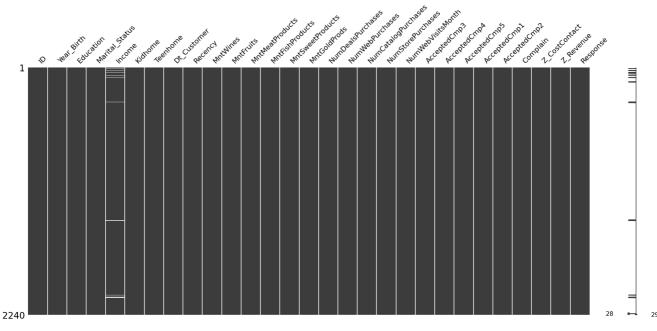
	ID	Year_Birth	Education	Marital_Status	Income	Kidhome	Teenhome	Dt_Customer	Recency	MntWines	 NumWebVisitsMontl
10	1994	1983	Graduation	Married	NaN	1	0	2013-11-15	11	5	 -
27	5255	1986	Graduation	Single	NaN	1	0	2013-02-20	19	5	
43	7281	1959	PhD	Single	NaN	0	0	2013-11-05	80	81	 :
48	7244	1951	Graduation	Single	NaN	2	1	2014-01-01	96	48	 (
58	8557	1982	Graduation	Single	NaN	1	0	2013-06-17	57	11	 (
71	10629	1973	2n Cycle	Married	NaN	1	0	2012-09-14	25	25	 1
90	8996	1957	PhD	Married	NaN	2	1	2012-11-19	4	230	 Ç
91	9235	1957	Graduation	Single	NaN	1	1	2014-05-27	45	7	 :
92	5798	1973	Master	Together	NaN	0	0	2013-11-23	87	445	 •
128	8268	1961	PhD	Married	NaN	0	1	2013-07-11	23	352	 (
133	1295	1963	Graduation	Married	NaN	0	1	2013-08-11	96	231	 4
312	2437	1989	Graduation	Married	NaN	0	0	2013-06-03	69	861	 ;
319	2863	1970	Graduation	Single	NaN	1	2	2013-08-23	67	738	 :
1379	10475	1970	Master	Together	NaN	0	1	2013-04-01	39	187	 1
1382	2902	1958	Graduation	Together	NaN	1	1	2012-09-03	87	19	 1
1383	4345	1964	2n Cycle	Single	NaN	1	1	2014-01-12	49	5	 :
1386	3769	1972	PhD	Together	NaN	1	0	2014-03-02	17	25	
2059	7187	1969	Master	Together	NaN	1	1	2013-05-18	52	375	 ;
2061	1612	1981	PhD	Single	NaN	1	0	2013-05-31	82	23	 (
2078	5079	1971	Graduation	Married	NaN	1	1	2013-03-03	82	71	 ŧ
2079	10339	1954	Master	Together	NaN	0	1	2013-06-23	83	161	 (
2081	3117	1955	Graduation	Single	NaN	0	1	2013-10-18	95	264	 :
2084	5250	1943	Master	Widow	NaN	0	0	2013-10-30	75	532	
2228	8720	1978	2n Cycle	Together	NaN	0	0	2012-08-12	53	32	 (
24 rows	x 29 co	lumns									>

import missingno as msno
Visualize missing data
msno.bar(df)



Visualize missing data
msno.matrix(df)

→ <Axes: >



Since the missing data only appear in one column and only take a very small amount portion of the entire dataset, I've decided to drop the rows contain the missing values

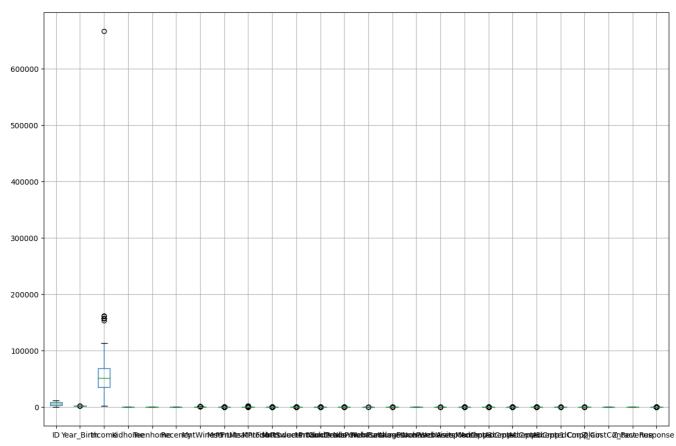
```
# Drop missing value
df.dropna(inplace=True)
```

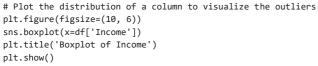
Outliers

```
{\tt import\ matplotlib.pyplot\ as\ plt}
```

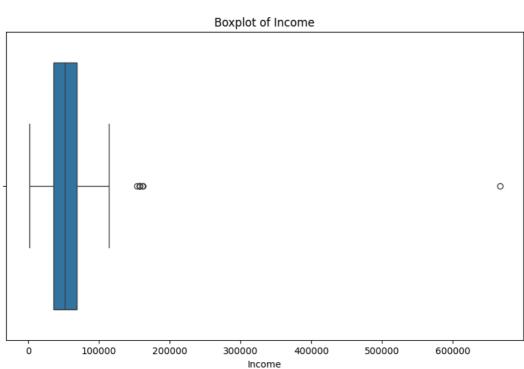
```
# Create a figure and axis
fig,ax = plt.subplots(figsize=(15, 10))
# Plot the box plots for all columns
df.boxplot(ax=ax)
# Show the plot
plt.show()
```



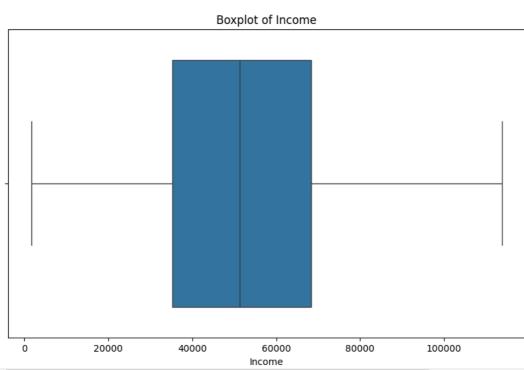








```
# Calculate the IQR for the Income column
Q1 = df['Income'].quantile(0.25)
Q3 = df['Income'].quantile(0.75)
IQR = Q3 - Q1
\ensuremath{\text{\#}} Identify the outliers in the Income column
outliers = df[(df['Income'] < (Q1 - 1.5 * IQR)) | (df['Income'] > (Q3 + 1.5 * IQR))]
# Print the number of outliers
print("Number of outliers in the Income column:", len(outliers))
\rightarrow Number of outliers in the Income column: 8
# Remove the outliers in the Income column
df = df[\sim((df['Income'] < (Q1 - 1.5 * IQR)) | (df['Income'] > (Q3 + 1.5 * IQR)))]
# Print the updated shape of the dataframe
print("Updated shape of the dataframe:", df.shape)
→ Updated shape of the dataframe: (2208, 29)
# Plot the distribution of a column to visualize the outliers
plt.figure(figsize=(10, 6))
sns.boxplot(x=df['Income'])
plt.title('Boxplot of Income')
plt.show()
\rightarrow
```



Feature Engineering

Review the dataset
df.head()

	ID	Year_Birth	Education	Marital_Status	Income	Kidhome	Teenhome	Dt_Customer	Recency	MntWines	 NumWebVisitsMonth	Δ
0	5524	1957	Graduation	Single	58138.0	0	0	2012-09-04	58	635	 7	
1	2174	1954	Graduation	Single	46344.0	1	1	2014-03-08	38	11	 5	
2	4141	1965	Graduation	Together	71613.0	0	0	2013-08-21	26	426	 4	
3	6182	1984	Graduation	Together	26646.0	1	0	2014-02-10	26	11	 6	
4	5324	1981	PhD	Married	58293.0	1	0	2014-01-19	94	173	 5	
5 rc	ows × 29	columns										
4												•

print("Unique values in Education column:", df['Education'].unique())
print("Unique values in Marital_Status column:", df['Marital_Status'].unique())

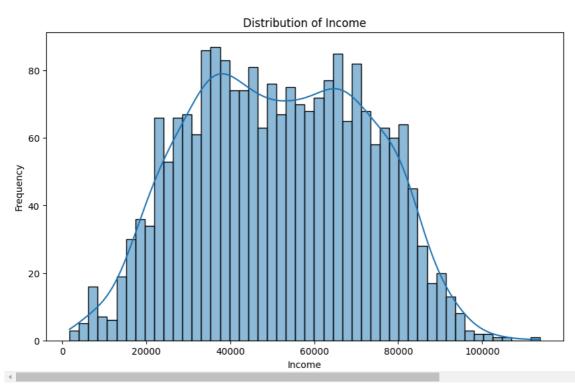
```
Unique values in Education column: ['Graduation' 'PhD' 'Master' 'Basic' '2n Cycle']
Unique values in Marital_Status column: ['Single' 'Together' 'Married' 'Divorced' 'Widow' 'Alone' 'Absurd' 'YOLO']
# Classify education levels
def education_level(education):
    if education in ['Graduation', 'PhD', 'Master']:
       return 'High'
    elif education in ['Basic']:
        return 'Middle'
    else:
        return 'Low'
df['Education_Level'] = df['Education'].apply(education_level)
# Classify martial status
def living_status(marital_status):
    if marital_status in ['Alone', 'Absurd', 'YOLO']:
    else:
        return 'In a relationship'
df['Living_Status'] = df['Marital_Status'].apply(living_status)
# Creating Age
df['Age'] = 2024 - df['Year_Birth']
# Creating number of campaings accepted
df['Total_Campaigns_Accepted'] = df[['AcceptedCmp1', 'AcceptedCmp2', 'AcceptedCmp3', 'AcceptedCmp4', 'AcceptedCmp5']].sum(axis=1)
# Creating average spent per purchase
df['Average_Spend'] = (df[['MntWines', 'MntFruits', 'MntMeatProducts', 'MntFishProducts', 'MntSweetProducts', 'MntGoldProds']].sum(axis:
# Creating spent per purchase
df['Spent'] = df['MntWines']+df['MntWines'] +df['MntFruits']+ df['MntMeatProducts'] +df['MntFishProducts']+df['MntSweetProducts']+df['NntMeatProducts']
# Creating parenthood status
df['Is_Parent'] = (df['Kidhome'] + df['Teenhome'] > 0).astype(int)
# Creating average monthly web visit for the company website
df['avg_web_visits'] = df['NumWebVisitsMonth'] / 12
# Creating online purchase ratio
df['online_purchase_ratio'] = df['NumWebPurchases'] / (df['NumWebPurchases'] + df['NumCatalogPurchases'] + df['NumStorePurchases'])
# Drop irrelevant column
to_drop = ['Dt_Customer', 'Z_CostContact', 'Z_Revenue', 'Year_Birth', 'ID']
df = df.drop(to_drop, axis=1)
df.info()
<class 'pandas.core.frame.DataFrame'>
    Index: 2208 entries, 0 to 2239
     Data columns (total 33 columns):
      # Column
                                    Non-Null Count Dtype
                                     2208 non-null
          Education
                                   2208 non-null
2208 non-null
          Marital_Status
          Kidhome
                                    2208 non-null
                                                     int64
                                   2208 non-null
2208 non-null
          Teenhome
                                                      int64
          Recency
                                                      int64
                                    2208 non-null
          MntWines
                                                      int64
                                    2208 non-null
                                                      int64
          MntFruits
                                    2208 non-null
          MntMeatProducts
                                                      int64
          MntFishProducts
                                    2208 non-null
                                                      int64
                                    2208 non-null
      10 MntSweetProducts
                                                      int64
      11 MntGoldProds
                                    2208 non-null
                                                      int64
      12 NumDealsPurchases
                                    2208 non-null
                                                     int64
                                     2208 non-null
      13 NumWebPurchases
                                    2208 non-null
      14 NumCatalogPurchases
                                                      int64
      15 NumStorePurchases
                                     2208 non-null
                                                      int64
      16 NumWebVisitsMonth
                                     2208 non-null
                                                      int64
                                     2208 non-null
      17 AcceptedCmp3
                                                      int64
      18 AcceptedCmp4
                                     2208 non-null
                                                      int64
      19 AcceptedCmp5
                                     2208 non-null
                                                      int64
      20
         AcceptedCmp1
                                     2208 non-null
                                                      int64
```

```
21 AcceptedCmp2
                              2208 non-null
                                              int64
22 Complain
                              2208 non-null
                                              int64
23
    Response
                              2208 non-null
                                              int64
    Education_Level
                              2208 non-null
                                              object
25
    Living_Status
                              2208 non-null
                                              object
                              2208 non-null
26 Age
                                              int64
    Total_Campaigns_Accepted 2208 non-null
27
                                              int64
28
                              2208 non-null
                                              float64
    Average_Spend
                              2208 non-null
29
                                              int64
    Spent
30 Is_Parent
                              2208 non-null
                                              int64
                              2208 non-null
                                              float64
31 avg_web_visits
32 online_purchase_ratio
                              2204 non-null
                                              float64
dtypes: float64(4), int64(25), object(4)
```

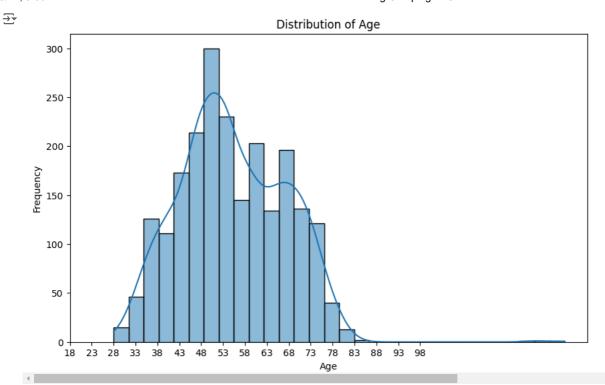
EDA

```
# Create distribution of income via histogram
plt.figure(figsize=(10, 6))
sns.histplot(df['Income'], bins=50, kde=True)
plt.title('Distribution of Income')
plt.xlabel('Income')
plt.ylabel('Frequency')
plt.show()
```

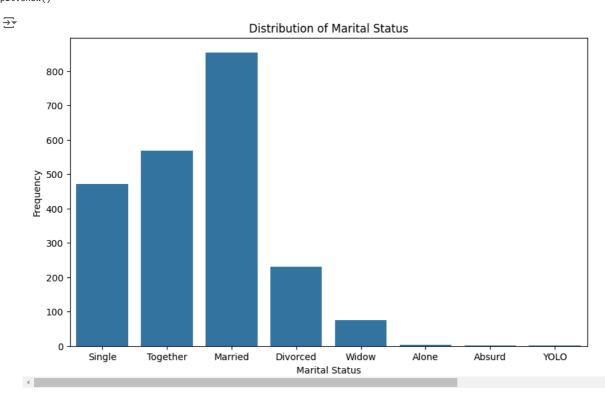
memory usage: 586.5+ KB



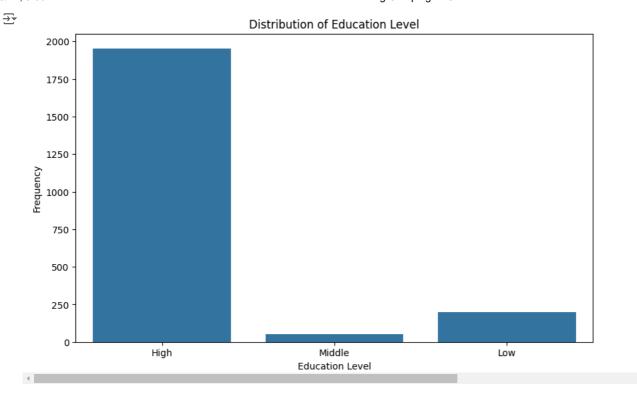
```
# Create distribution of age via histogram
plt.figure(figsize=(10, 6))
sns.histplot(df['Age'], bins=30, kde=True)
plt.title('Distribution of Age')
plt.xlabel('Age')
plt.ylabel('Frequency')
plt.xticks(range(18, 100, 5)) # Customize x-axis ticks for better readability
plt.show()
```

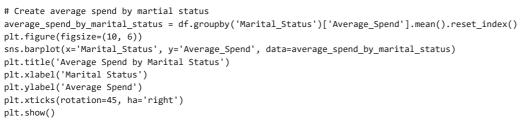


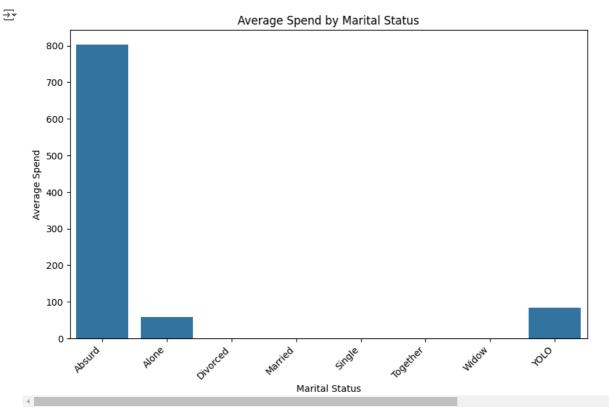
```
# Create distribution of martial status via histogram
plt.figure(figsize=(10, 6))
sns.countplot(x=df['Marital_Status'])
plt.title('Distribution of Marital Status')
plt.xlabel('Marital Status')
plt.ylabel('Frequency')
plt.show()
```



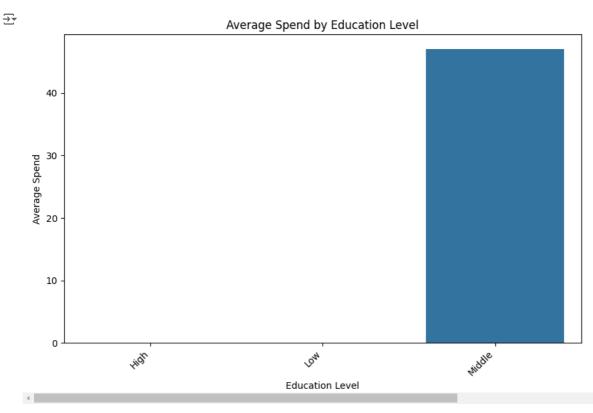
```
# Create distribution of educational level through histogram
plt.figure(figsize=(10, 6))
sns.countplot(x=df['Education_Level'])
plt.title('Distribution of Education Level')
plt.xlabel('Education Level')
plt.ylabel('Frequency')
plt.show()
```



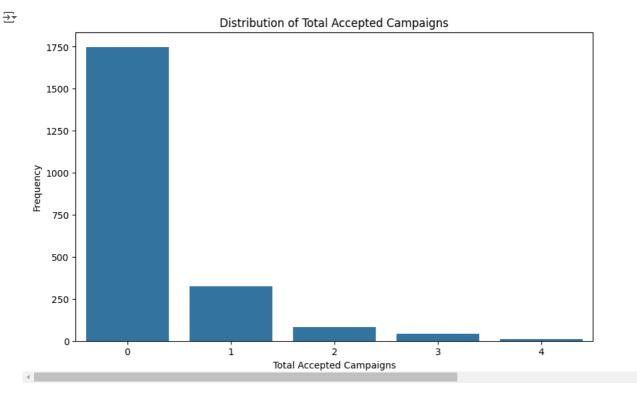




```
# Create average spend by education level
average_spend_by_education_level = df.groupby('Education_Level')['Average_Spend'].mean().reset_index()
plt.figure(figsize=(10, 6))
sns.barplot(x='Education_Level', y='Average_Spend', data=average_spend_by_education_level)
plt.title('Average Spend by Education Level')
plt.xlabel('Education Level')
plt.ylabel('Average Spend')
plt.xticks(rotation=45, ha='right')
plt.show()
```

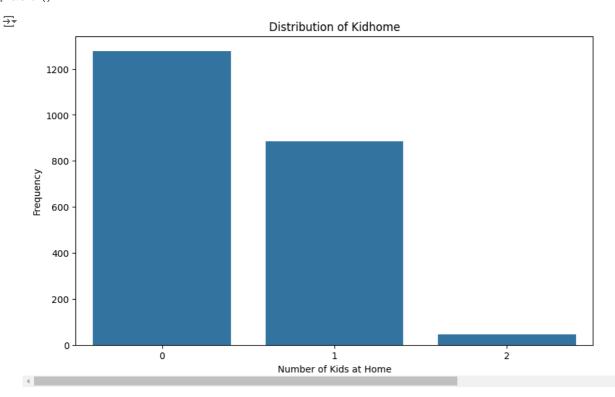


```
# Create total accepted campaign distribution
plt.figure(figsize=(10, 6))
sns.countplot(x=df['Total_Campaigns_Accepted'])
plt.title('Distribution of Total Accepted Campaigns')
plt.xlabel('Total Accepted Campaigns')
plt.ylabel('Frequency')
plt.show()
```

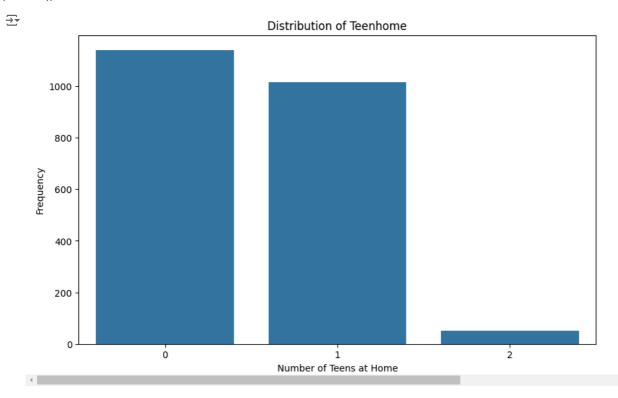


Create distribution of kid home
plt.figure(figsize=(10, 6))

```
sns.countplot(x=df['Kidhome'])
plt.title('Distribution of Kidhome')
plt.xlabel('Number of Kids at Home')
plt.ylabel('Frequency')
plt.show()
```



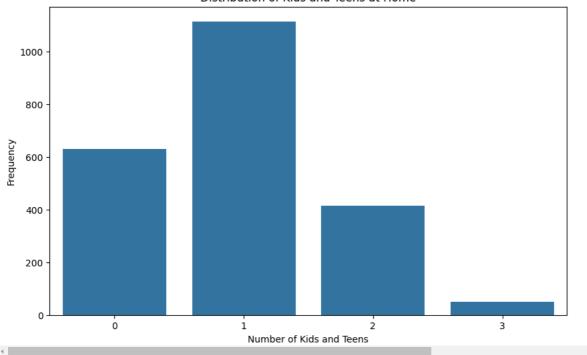
```
# Create distribution of teen home
plt.figure(figsize=(10, 6))
sns.countplot(x=df['Teenhome'])
plt.title('Distribution of Teenhome')
plt.xlabel('Number of Teens at Home')
plt.ylabel('Frequency')
plt.show()
```



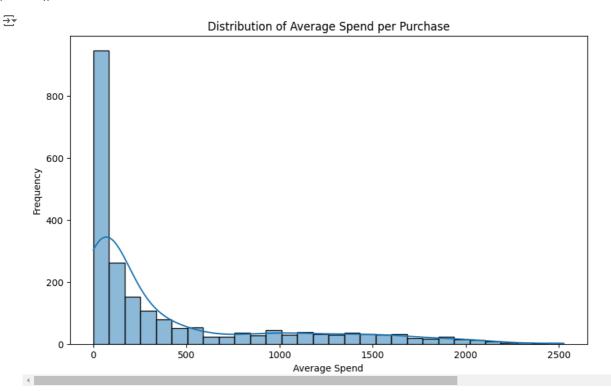
```
# Create distribution of kid and teen home
plt.figure(figsize=(10, 6))
sns.countplot(x=df['Kidhome'] + df['Teenhome'])
plt.title('Distribution of Kids and Teens at Home')
plt.xlabel('Number of Kids and Teens')
plt.ylabel('Frequency')
plt.show()
```

 $\overrightarrow{\Rightarrow}$

Distribution of Kids and Teens at Home



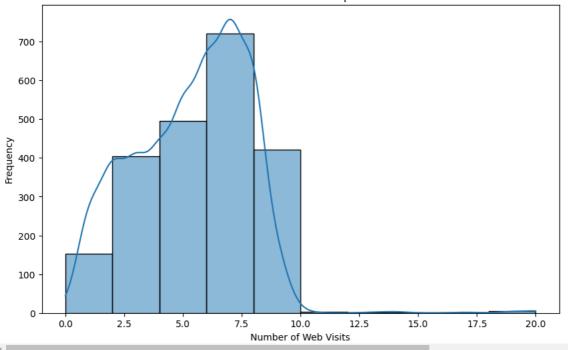
```
# prompt: Create average spend per purchase distribution
plt.figure(figsize=(10, 6))
sns.histplot(df['Average_Spend'], bins=30, kde=True) # Adjust the number of bins as needed
plt.title('Distribution of Average Spend per Purchase')
plt.xlabel('Average Spend')
plt.ylabel('Frequency')
plt.show()
```



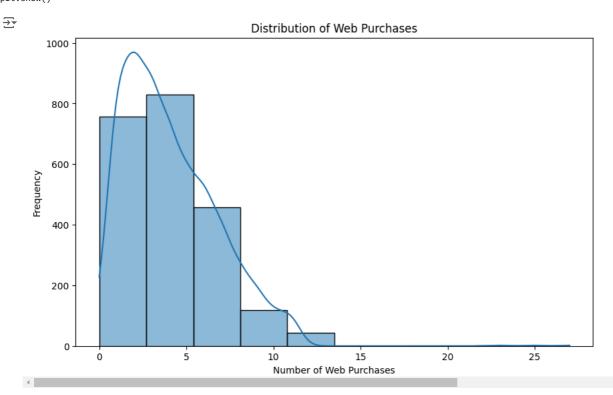
```
# Create distribution of web visits per month
plt.figure(figsize=(10, 6))
sns.histplot(df['NumWebVisitsMonth'], bins=10, kde=True)
plt.title('Distribution of Web Visits per Month')
plt.xlabel('Number of Web Visits')
plt.ylabel('Frequency')
plt.show()
```



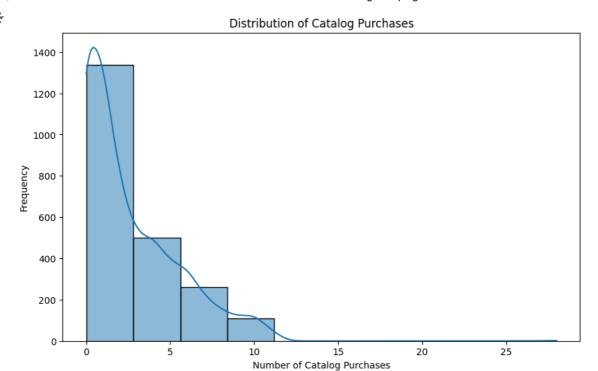
Distribution of Web Visits per Month



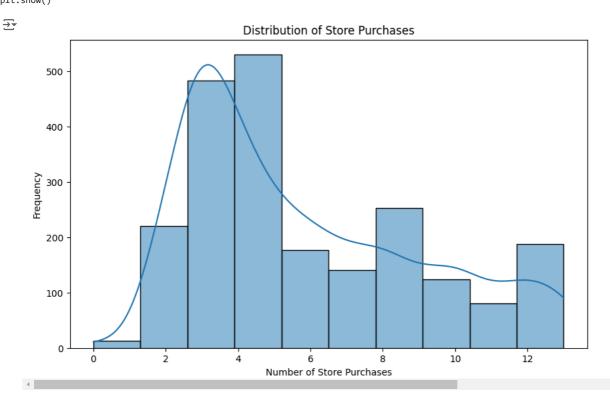
```
# Create distribution of web purchases
plt.figure(figsize=(10, 6))
sns.histplot(df['NumWebPurchases'], bins=10, kde=True)
plt.title('Distribution of Web Purchases')
plt.xlabel('Number of Web Purchases')
plt.ylabel('Frequency')
plt.show()
```



```
# Create distribution of catalog purchases
plt.figure(figsize=(10, 6))
sns.histplot(df['NumCatalogPurchases'], bins=10, kde=True)
plt.title('Distribution of Catalog Purchases')
plt.xlabel('Number of Catalog Purchases')
plt.ylabel('Frequency')
plt.show()
```



```
# Create distribution of store purchases
plt.figure(figsize=(10, 6))
sns.histplot(df['NumStorePurchases'], bins=10, kde=True)
plt.title('Distribution of Store Purchases')
plt.xlabel('Number of Store Purchases')
plt.ylabel('Frequency')
plt.show()
```



K-Mean Clustering

One-hot encode

```
df.info()
```

<<class 'pandas.core.frame.DataFrame'>
 Index: 2208 entries, 0 to 2239

```
Data columns (total 33 columns):
                     Column
                                                                               Non-Null Count Dtype
                                                                               2208 non-null
                      Education
                                                                               2208 non-null
                      Marital_Status
                      Income
                                                                              2208 non-null
                                                                                                                 float64
                      Kidhome
                                                                              2208 non-null
                                                                                                                  int64
                                                                             2208 non-null
                      Teenhome
                                                                                                                 int64
                                                                              2208 non-null
                     Recency
                                                                                                                  int64
                     MntWines
                                                                              2208 non-null
                                                                                                                  int64
                                                                            2208 non-null
                     MntFruits
                                                                                                                  int64
             8
                     MntMeatProducts
                                                                             2208 non-null
                                                                                                                  int64
                                                                            2208 non-null
                      MntFishProducts
                                                                                                                 int64
             10
                     MntSweetProducts
                                                                               2208 non-null
                     MntGoldProds
                                                                             2208 non-null
                     NumDealsPurchases
                                                                              2208 non-null
             13 NumWebPurchases
                                                                             2208 non-null
                                                                                                                 int64
                     NumCatalogPurchases
                                                                              2208 non-null
                                                                                                                  int64
             14
                                                                             2208 non-null
             15 NumStorePurchases
                                                                                                                 int64
             16 NumWebVisitsMonth
                                                                              2208 non-null
                                                                                                                  int64
                                                                              2208 non-null
             17 AcceptedCmp3
                                                                                                                  int64
                                                                            2208 non-null
             18 AcceptedCmp4
                                                                                                                 int64
             19 AcceptedCmp5
                                                                             2208 non-null
                                                                                                                  int64
                                                                                                                 int64
             20 AcceptedCmp1
                                                                            2208 non-null
                     AcceptedCmp2
                                                                             2208 non-null
             21
                                                                                                                   int64
                                                                             2208 non-null
                      Response
                                                                              2208 non-null
             24 Education_Level
                                                                            2208 non-null
                                                                                                                 object
                                                                              2208 non-null
             25
                     Living_Status
                                                                                                                  obiect
             26 Age
                                                                              2208 non-null
                                                                                                                  int64
             27 Total_Campaigns_Accepted 2208 non-null
                                                                                                                 int64
             28 Average_Spend 2208 non-null
                                                                                                                  float64
             29
                     Spent
                                                                             2208 non-null
                                                                                                                 int64
            2208 non-null
2208 non-null
2208 non-null
2208 non-null
2204 non-null
2204 non-null
             30
                    Is_Parent
                                                                             2208 non-null
                                                                                                                  int64
                                                                                                                 float64
                                                                                                                 float64
           dtypes: float64(4), int64(25), object(4)
           memory usage: 586.5+ KB
# Generate new table for clustering
\label{eq:data} data=df.drop(['Education','Marital_Status','Kidhome','Teenhome','AcceptedCmp3','AcceptedCmp4','AcceptedCmp5','AcceptedCmp2','AcceptedCmp2','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4','AcceptedCmp4'
# One hot encode
data_encoded = pd.get_dummies(data, columns=['Education_Level', 'Living_Status'])
```

Data Scaling

```
data_encoded.info()
```

```
<<rp><class 'pandas.core.frame.DataFrame'>
    Index: 2208 entries, 0 to 2239
    Data columns (total 27 columns):
         Column
                                         Non-Null Count Dtype
     0
        Income
                                         2208 non-null
                                                          float64
     1
         Recency
                                         2208 non-null
                                                          int64
                                         2208 non-null
                                         2208 non-null
         MntFruits
                                                          int64
                                         2208 non-null
         MntMeatProducts
                                                          int64
         MntFishProducts
                                         2208 non-null
                                                          int64
                                         2208 non-null
         MntSweetProducts
                                                         int64
     6
                                         2208 non-null
         MntGoldProds
                                                          int64
         NumDealsPurchases
                                         2208 non-null
                                                          int64
         NumWebPurchases
                                         2208 non-null
                                                          int64
     10
        NumCatalogPurchases
                                         2208 non-null
                                                          int64
         NumStorePurchases
                                         2208 non-null
                                                          int64
        NumWebVisitsMonth
                                         2208 non-null
     12
                                                          int64
                                         2208 non-null
     13
         Complain
                                                          int64
                                         2208 non-null
         Response
                                                          int64
     15 Age
                                         2208 non-null
                                                          int64
         Total_Campaigns_Accepted
                                         2208 non-null
                                                          int64
     16
     17
                                         2208 non-null
                                                          float64
         Average_Spend
                                         2208 non-null
     18
        Spent
                                                          int64
                                         2208 non-null
     19
        Is Parent
                                                          int64
     20 avg_web_visits
                                         2208 non-null
                                                          float64
     21
         online_purchase_ratio
                                         2204 non-null
                                                          float64
         Education_Level_High
                                         2208 non-null
        Education_Level_Low
                                         2208 non-null
     23
                                                          bool
     24 Education_Level_Middle
                                         2208 non-null
                                                          bool
        Living_Status_Alone
                                         2208 non-null
                                                          bool
     26 Living_Status_In a relationship 2208 non-null
                                                         bool
    dtypes: bool(5), float64(4), int64(18)
    memory usage: 407.5 KB
```

```
data_encoded['Education_Level_Low'] = data_encoded['Education_Level_Low'].astype(int)
data_encoded['Education_Level_Middle'] = data_encoded['Education_Level_Middle'].astype(int)
data_encoded['Education_Level_High'] = data_encoded['Education_Level_High'].astype(int)
data_encoded['Living_Status_Alone'] = data_encoded['Living_Status_Alone'].astype(int)
data_encoded['Living_Status_In a relationship'] = data_encoded['Living_Status_In a relationship'].astype(int)
data encoded.info()
<class 'pandas.core.frame.DataFrame'>
    Index: 2208 entries, 0 to 2239
    Data columns (total 27 columns):
     # Column
                                         Non-Null Count Dtype
     0
                                         2208 non-null
                                                         float64
         Income
     1
         Recency
                                         2208 non-null
                                                        int64
         MntWines
                                         2208 non-null
                                                         int64
         MntFruits
                                         2208 non-null
                                                         int64
                                         2208 non-null
         MntMeatProducts
                                                         int64
         MntFishProducts
                                         2208 non-null
                                                         int64
                                                         int64
         MntSweetProducts
                                         2208 non-null
         MntGoldProds
                                         2208 non-null
                                                         int64
                                        2208 non-null
         NumDealsPurchases
                                                         int64
         NumWebPurchases
                                         2208 non-null
                                                         int64
     10 NumCatalogPurchases
                                        2208 non-null
                                                         int64
     11 NumStorePurchases
                                         2208 non-null
                                                         int64
     12 NumWebVisitsMonth
                                         2208 non-null
                                                         int64
                                         2208 non-null
     13 Complain
                                                         int64
     14 Response
                                         2208 non-null
                                                         int64
     15 Age
                                         2208 non-null
                                                         int64
     16 Total_Campaigns_Accepted
                                         2208 non-null
                                                         int64
     17 Average_Spend
                                         2208 non-null
                                                         float64
      18 Spent
                                         2208 non-null
                                                         int64
     19 Is_Parent
                                         2208 non-null
                                                         int64
      20 avg_web_visits
                                         2208 non-null
                                                         float64
     22 Education_Level_High
23 Education_Level_Lor
      21 online_purchase_ratio
                                        2204 non-null
                                                         float64
                                         2208 non-null
                                                         int64
                                         2208 non-null
                                                         int64
     24 Education_Level_Middle
                                         2208 non-null
                                                         int64
     25 Living_Status_Alone
                                         2208 non-null
                                                         int64
     26 Living_Status_In a relationship 2208 non-null
                                                         int64
     dtypes: float64(4), int64(23)
    memory usage: 483.0 KB
# Scaling data using standard scaler
from sklearn.preprocessing import StandardScaler
columns = data_encoded.columns
data_encoded = np.nan_to_num(data_encoded, nan=0.0, posinf=1e10, neginf=-1e10)
scaler = StandardScaler()
data_scaled = scaler.fit_transform(data_encoded)
# Transform array into dataframe
data_scaled_df = pd.DataFrame(data_scaled, columns=columns)
data_scaled_df.head()
```

\rightarrow	
J	

7	Income	Recency	MntWines	MntFruits	MntMeatProducts	MntFishProducts	MntSweetProducts	MntGoldProds	NumDealsPurchases	Nurr
0	0.314089	0.310588	0.974689	1.545554	1.747688	2.449620	1.480933	0.846621	0.362555	
1	-0.255431	-0.380686	-0.874529	-0.638540	-0.731613	-0.652518	-0.635460	-0.735161	-0.167943	
2	0.964782	-0.795450	0.355320	0.566478	-0.176066	1.336500	-0.148933	-0.040720	-0.698440	
3	-1.206626	-0.795450	-0.874529	-0.563226	-0.667335	-0.506535	-0.586807	-0.754451	-0.167943	
4	0.321573	1.554881	-0.394444	0.415851	-0.217388	0.150388	-0.002975	-0.561551	1.423550	

5 rows × 27 columns

Finding number of clusters using elbow method

```
pip install kneed

→ Collecting kneed

       Downloading kneed-0.8.5-py3-none-any.whl.metadata (5.5 kB)
     Requirement already satisfied: numpy>=1.14.2 in /usr/local/lib/python3.10/dist-packages (from kneed) (1.26.4)
     Requirement already satisfied: scipy>=1.0.0 in /usr/local/lib/python3.10/dist-packages (from kneed) (1.13.1)
     Downloading kneed-0.8.5-py3-none-any.whl (10 kB)
     Installing collected packages: kneed
     Successfully installed kneed-0.8.5
```

```
from kneed import KneeLocator
import matplotlib.pyplot as plt
inertia_values = []  # Danh sách lưu inertia cho từng k

for k in range(1, 11):
    kmeans = KMeans(n_clusters=k, random_state=42)
    kmeans.fit(data_scaled_df)
    inertia_values.append(kmeans.inertia_)

# Using kneed to find the cluster
kneedle = KneeLocator(range(1, 11), inertia_values, curve='convex', direction='decreasing')

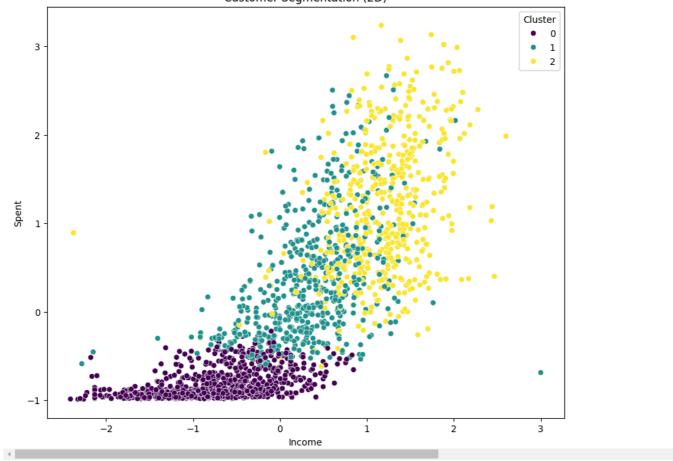
# Optimal number of cluster
print(f"Optimal number of clusters (k): {kneedle.elbow}")
Optimal number of clusters (k): 3
```

Fit the model

```
# Fit the model
from sklearn.cluster import KMeans
kmeans = KMeans(n_clusters=3, random_state=42)
kmeans.fit(data scaled df)
₹
                                      (i) (?
     KMeans(n_clusters=3, random_state=42)
## Evaluate clusters quality
from sklearn.metrics import silhouette_score
# Silhouette Score
sil_score = silhouette_score(data_scaled_df, kmeans.labels_)
print(f"Silhouette Score: {sil_score}")
from \ sklearn.metrics \ import \ calinski\_harabasz\_score
# Calinski-Harabasz Index
ch_index = calinski_harabasz_score(data_scaled_df, kmeans.labels_)
print(f"Calinski-Harabasz Index: {ch_index}")
from sklearn.metrics import davies_bouldin_score
# Davies-Bouldin Index
db_index = davies_bouldin_score(data_scaled_df, kmeans.labels_)
print(f"Davies-Bouldin Index: {db_index}")
   Silhouette Score: 0.17818597655377874
     Calinski-Harabasz Index: 459.5989591933623
     Davies-Bouldin Index: 1.9749627756451993
import matplotlib.pyplot as plt
from mpl_toolkits.mplot3d import Axes3D
import pandas as pd
\mbox{\tt\#} Add cluster labels to the DataFrame
data_scaled_df['Cluster'] = kmeans.labels_
# 2D Visualization
plt.figure(figsize=(10, 8))
sns.scatterplot(x='Income', y='Spent', hue='Cluster', data=data scaled df, palette='viridis')
plt.title('Customer Segmentation (2D)')
plt.show()
```



Customer Segmentation (2D)



```
# 3D Visualization
fig = plt.figure(figsize=(12, 10))
ax = fig.add_subplot(111, projection='3d')

# Choose three features for 3D visualization
features = ['Income', 'Spent', 'Age']

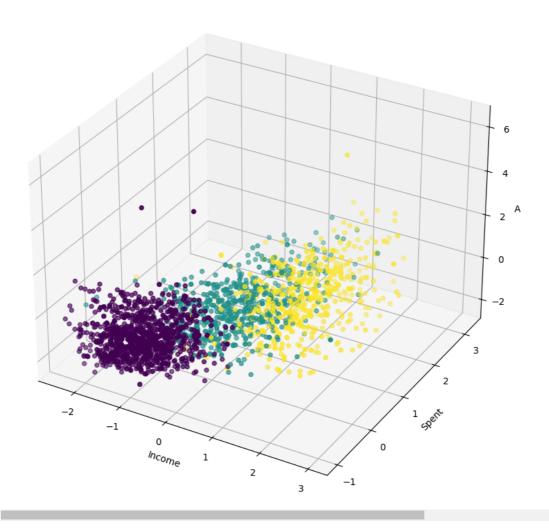
scatter = ax.scatter(data_scaled_df[features[0]], data_scaled_df[features[1]], data_scaled_df[features[2]], c=data_scaled_df['Cluster'].

ax.set_xlabel(features[0])
ax.set_ylabel(features[1])
ax.set_zlabel(features[2])
ax.set_title('Customer Segmentation (3D)')

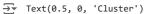
plt.show()
```

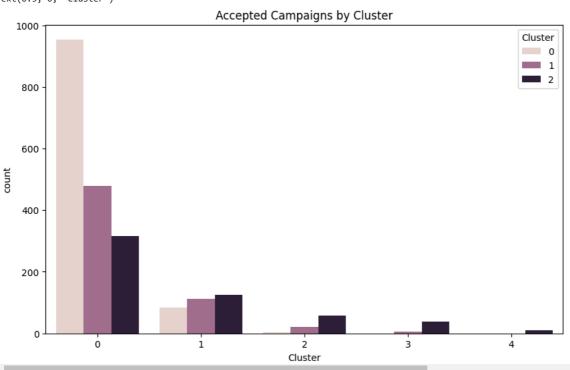


Customer Segmentation (3D)



```
# Accepted campaign by clusters
data['Cluster']=kmeans.labels_
plt.figure(figsize=(10, 6))
sns.countplot(x=data['Total_Campaigns_Accepted'], hue=data['Cluster'])
plt.title('Accepted Campaigns by Cluster')
plt.xlabel('Cluster')
```





```
# Average spend by cluster
plt.figure(figsize=(10, 6))
sns.boxplot(x=data['Cluster'], y=data['Average_Spend'])
plt.title('Average Spend by Cluster')
plt.xlabel('Cluster')
```

→ Text(0.5, 0, 'Cluster')

