

Aim:

To perform customer segmentation using the K-Means clustering algorithm on the Mall Customers dataset based on income and spending score.

Procedure:

1. Import libraries — Import numpy, pandas, matplotlib.pyplot, seaborn, and sklearn.cluster.KMeans.
2. Load dataset — Read Mall_Customers.csv using `pd.read_csv()`.
3. Explore data — Use `df.info()` and `df.head()` to inspect dataset structure.
4. Visualize data — Use `sns.pairplot()` to understand feature relationships.
5. Select features — Use columns Annual Income (k\$) and Spending Score (1-100) for clustering.
6. Train K-Means model — Fit `KMeans(n_clusters=5)` to identify 5 customer segments.
7. Add labels — Assign predicted cluster labels to the dataset.
8. Visualize clusters — Plot clusters using `FacetGrid` and color them by cluster labels.
9. Determine optimal k — Apply the Elbow Method by plotting WCSS for different k values (1–9).
10. Interpret results — Choose optimal number of clusters and analyze segment behavior.

```
In [11]: # Experiment No.: 9
import numpy as np
import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.cluster import KMeans

df = pd.read_csv('Mall_Customers.csv')

df.info()
print(df.head())

sns.pairplot(df)
plt.show()

features = df.iloc[:, [3, 4]].values

model = KMeans(n_clusters=5, n_init=10)
model.fit(features)

Final = df.iloc[:, [3, 4]].copy()
Final['label'] = model.predict(features)
print(Final.head())

sns.set_style("whitegrid")
sns.FacetGrid(Final, hue="label", height=8) \
    .map(plt.scatter, "Annual Income (k$)", "Spending Score (1-100)") \
    .add_legend()
plt.show()

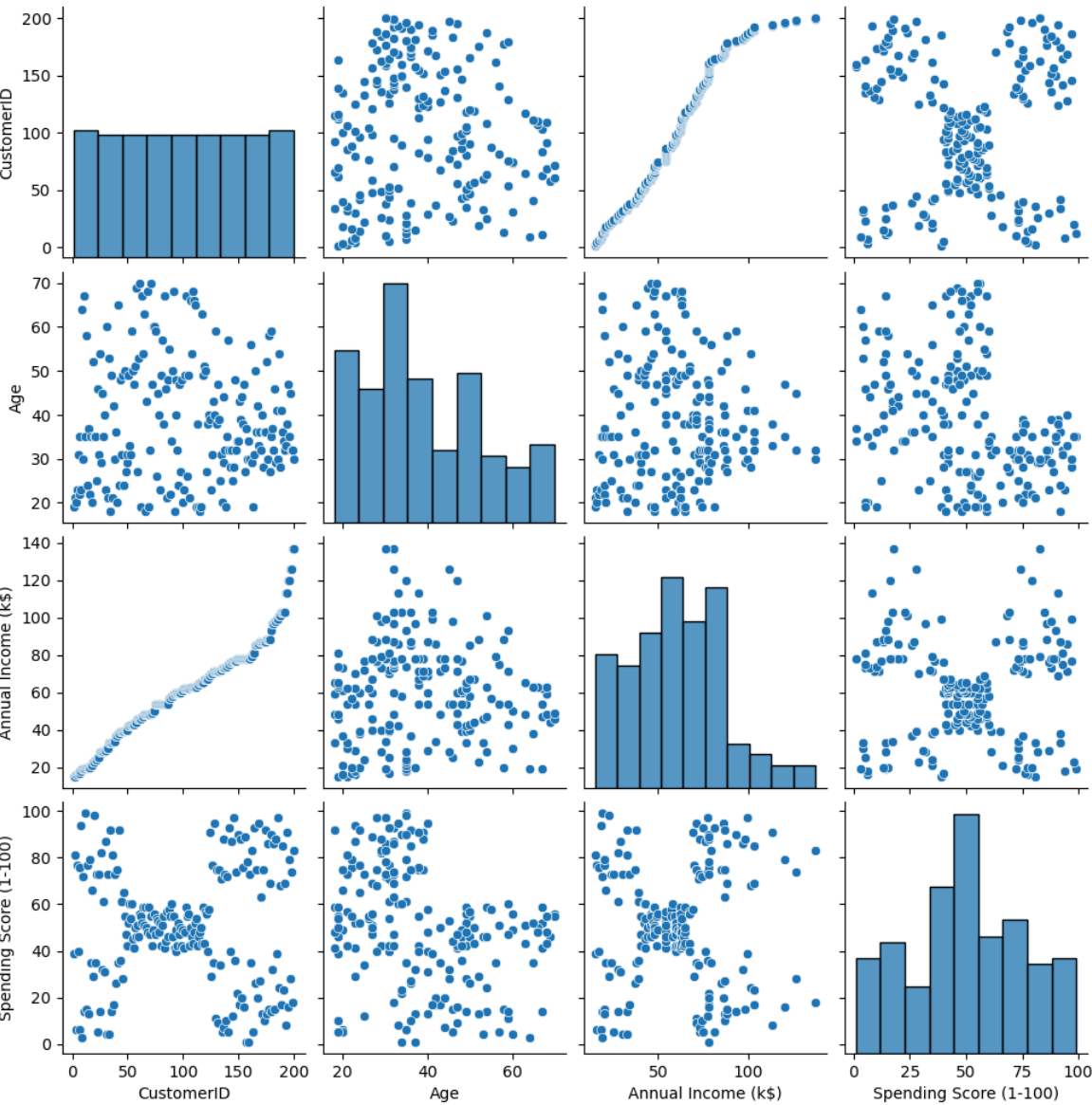
features_el = df.iloc[:, [2, 3, 4]].values
wcss = []

for i in range(1, 10):
    model = KMeans(n_clusters=i, n_init=10)
    model.fit(features_el)
    wcss.append(model.inertia_)

plt.plot(range(1, 10), wcss)
plt.title("Elbow Method")
plt.xlabel("Number of Clusters (k)")
plt.ylabel("WCSS")
plt.show()
```

```
<class 'pandas.core.frame.DataFrame'>  
RangeIndex: 200 entries, 0 to 199  
Data columns (total 5 columns):  
#   Column                                Non-Null Count  Dtype  
---  ---                                -  
0   CustomerID                           200 non-null    int64  
1   Gender                               200 non-null    object  
2   Age                                  200 non-null    int64  
3   Annual Income (k$)                   200 non-null    int64  
4   Spending Score (1-100)               200 non-null    int64  
dtypes: int64(4), object(1)  
memory usage: 7.9+ KB
```

	CustomerID	Gender	Age	Annual Income (k\$)	Spending Score (1-100)
0	1	Male	19	15	39
1	2	Male	21	15	81
2	3	Female	20	16	6
3	4	Female	23	16	77
4	5	Female	31	17	40

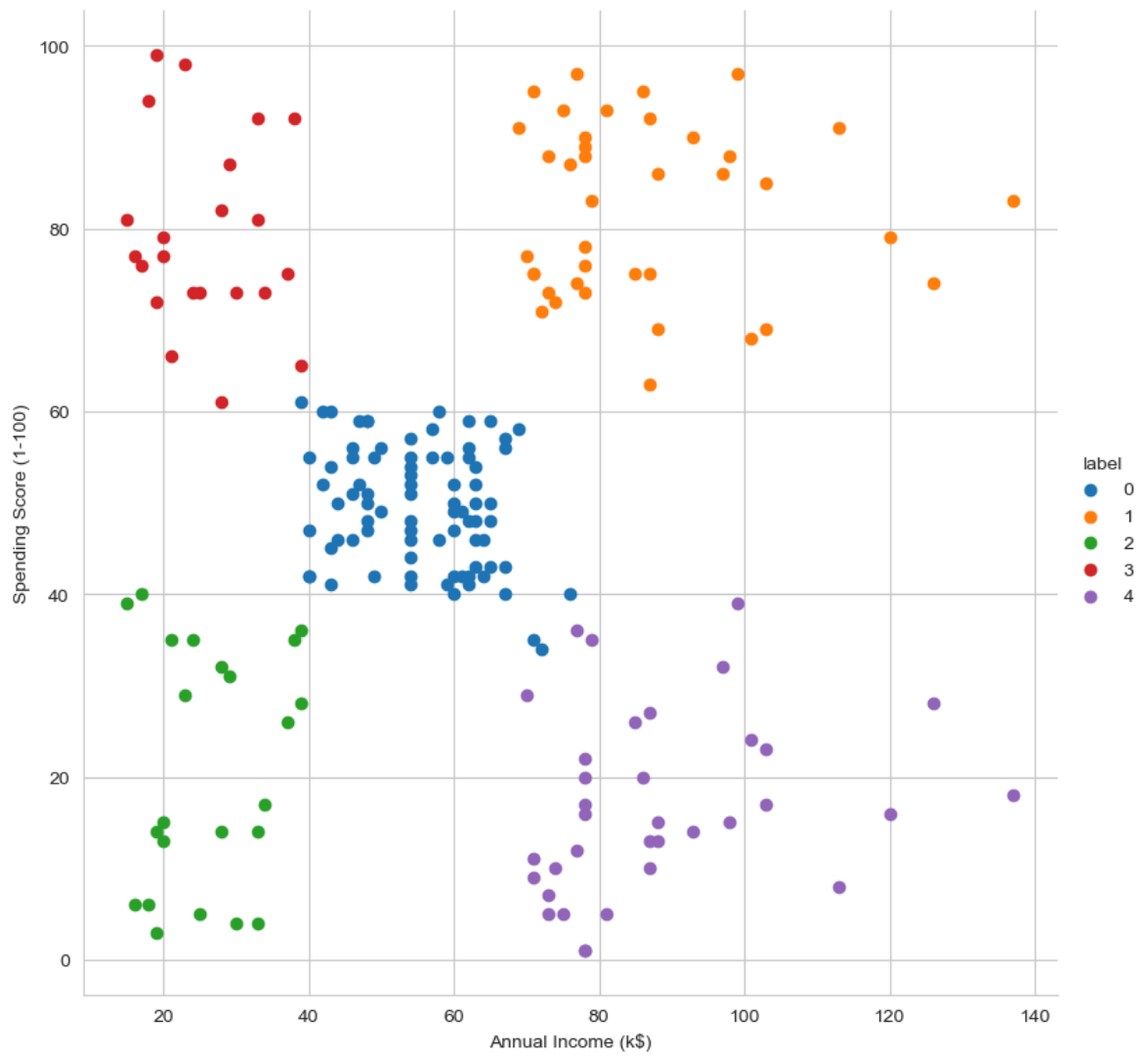


```

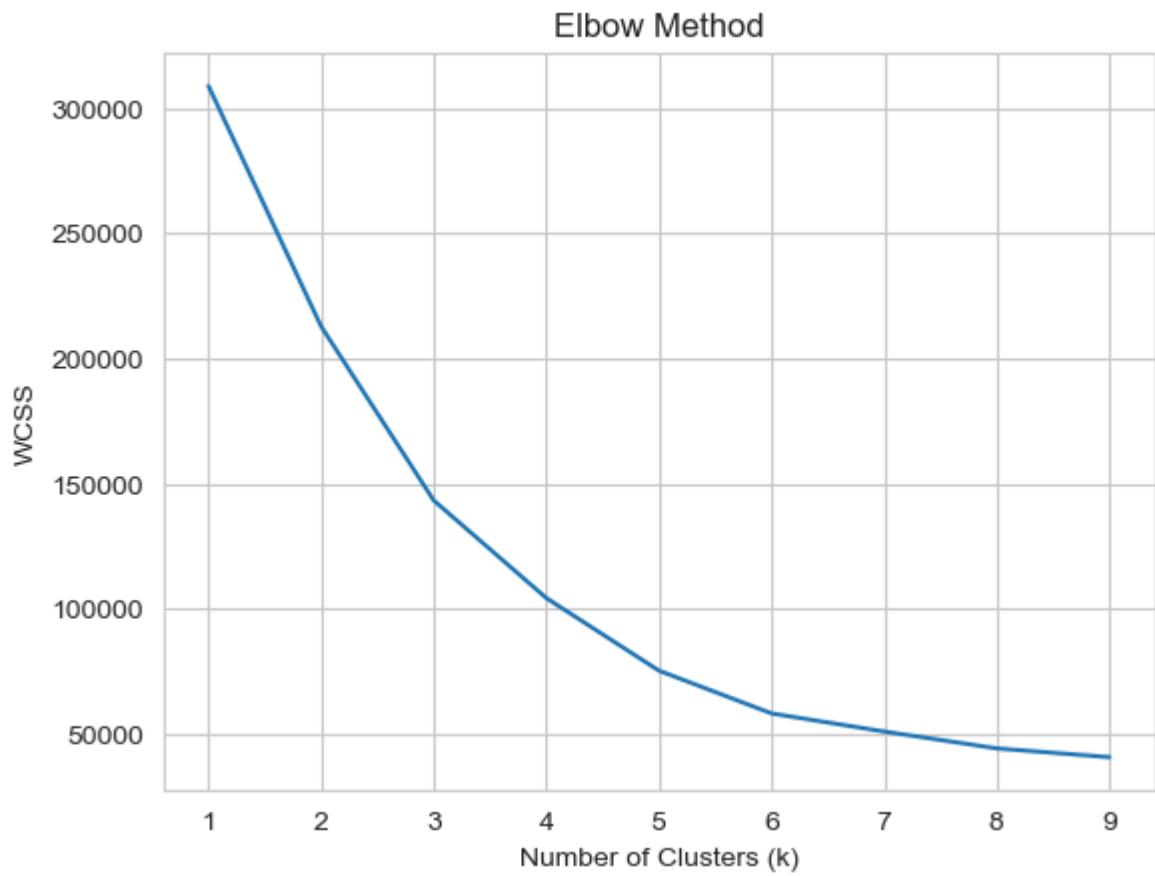
C:\Users\Maha Lakshmi\Downloads\New folder\Lib\site-packages\joblib\externals\loky\backend\context.py:136: UserWarning: Could not find the number of physical cores for the following reason:
[WinError 2] The system cannot find the file specified
Returning the number of logical cores instead. You can silence this warning by setting LOKY_MAX_CPU_COUNT to the number of cores you want to use.
  warnings.warn(
    File "C:\Users\Maha Lakshmi\Downloads\New folder\Lib\site-packages\joblib\externals\loky\backend\context.py", line 257, in _count_physical_cores
      cpu_info = subprocess.run(
        "wmic CPU Get NumberOfCores /Format:csv".split(),
        capture_output=True,
        text=True,
      )
    File "C:\Users\Maha Lakshmi\Downloads\New folder\Lib\subprocess.py", line 554, in run
      with Popen(*popenargs, **kwargs) as process:
        ~~~~~^~~~~~
    File "C:\Users\Maha Lakshmi\Downloads\New folder\Lib\subprocess.py", line 1039, in __init__
      self._execute_child(args, executable, preexec_fn, close_fds,
        ~~~~~^~~~~~
        pass_fds, cwd, env,
        ~~~~~^~~~~~
        ...<5 lines>...
        gid, gids, uid, umask,
        ~~~~~^~~~~~
        start_new_session, process_group)
        ~~~~~^~~~~~
    File "C:\Users\Maha Lakshmi\Downloads\New folder\Lib\subprocess.py", line 1554, in _execute_child
      hp, ht, pid, tid = _winapi.CreateProcess(executable, args,
        ~~~~~^~~~~~
        # no special security
        ~~~~~^~~~~~
        ...<4 lines>...
        cwd,
        ~~~~~^~~~~~
        startupinfo)
        ~~~~~^~~~~~
C:\Users\Maha Lakshmi\Downloads\New folder\Lib\site-packages\sklearn\cluster\_kmeans.py:1419: UserWarning: KMeans is known to have a memory leak on Windows with MKL, when there are less chunks than available threads. You can avoid it by setting the environment variable OMP_NUM_THREADS=1.
  warnings.warn(

```

	Annual Income (k\$)	Spending Score (1-100)	label
0	15	39	2
1	15	81	3
2	16	6	2
3	16	77	3
4	17	40	2



[illegible]



In []:

Result:

The K-Means algorithm effectively grouped customers into five segments based on income and spending behavior.

The Elbow Method confirmed that $k = 5$ is the optimal number of clusters.

The resulting customer groups help in identifying spending patterns and income-based segmentation for targeted marketing.