Project 4 - Unsupervised Machine Learning

Objective

The main objective of my project is to cluster the customers based on the details provided in the dataset.

Imports

```
In [1]: N %config Completer.use_jedi = False
    from IPython.display import clear_output
    import numpy as np
    import pandas as pd
    import matplotlib.pyplot as plt
    import seaborn as sns
    import plotly.graph_objects as go
    import plotly.express as px
    from plotly.subplots import make_subplots
    from collections import Counter

from sklearn.cluster import KMeans, DBSCAN
    from sklearn.preprocessing import MinMaxScaler, StandardScaler
    from sklearn.metrics import silhouette_score
```

Load Data

Data Description

- Sex
 - 0 = Male
 - 1 = Female
- · Marital Status
 - 0 = Unmarried
 - 1 = Married
- · Age: Age of Customer
- Education
 - 0 = Primary
 - 1 = middle school
 - 2 = high school
 - 3 = college/graduation

- · Income: Income of each customer
- Occupation
 - 0 = Tertiary
 - 1 = Primary
 - 2 = Secondary Occupation
- Settlement size
 - 0 = Urban
 - 1 = Mixed
 - 2 = Rural

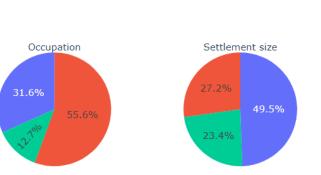
Out[2]:

	Sex	Marital status	Age	Education	Income	Occupation	Settlement size
0	0	0	67	2	124670	1	2
1	1	1	22	1	150773	1	2
2	0	0	49	1	89210	0	0
3	0	0	45	1	171565	1	1
4	0	0	53	1	149031	1	1

EDA

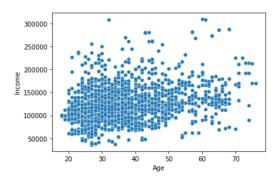
dtype: int64

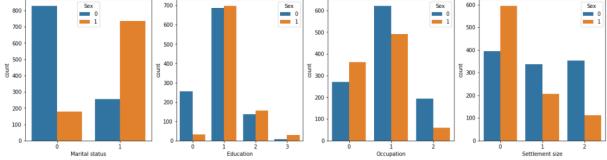
In [4]: N data.describe() Out[4]: Sex Marital status Education Income Occupation Settlement size Age count 2000.000000 2000.000000 2000.000000 2000.00000 2000.000000 2000.000000 2000.000000 0.457000 0.496500 35.909000 1.03800 120954.419000 0.810500 0.739000 std 0.498272 0.500113 11.719402 0.59978 38108.824679 0.638587 0.812533 0.000000 0.00000 35832.000000 0.000000 min 0.000000 18.000000 0.000000 25% 0.000000 0.000000 27.000000 1.00000 97663.250000 0.000000 0.000000 50% 0.000000 1.00000 115548.500000 1.000000 0.000000 33.000000 1.000000 75% 1.000000 1.000000 42.000000 1.00000 138072.250000 1.000000 1.000000 max 1 000000 1 000000 76 000000 3 00000 309364 000000 2 000000 2 000000 In [5]: discrete_features = [] continuous_features = [] for feature in data.columns: print(feature, len(data[feature].unique())) if len(data[feature].unique()) > 10: continuous_features.append(feature) discrete_features.append(feature) print() print('Discrete Features:', discrete_features) print('Continuous Features:', continuous_features) Sex 2 Marital status 2 Age 58 Education 4 Income 1982 Occupation 3 Settlement size 3 Discrete Features: ['Sex', 'Marital status', 'Education', 'Occupation', 'Settlement size'] Continuous Features: ['Age', 'Income'] Observations · There is no missing values. . ID column contributes nothing to the dataset so dropped it. · There is a total of 2000 examples or rows in the dataset. · The data has 5 Discrete and 2 Continuous Features. In [7]: M fig = make_subplots(rows=2, cols=3, specs=2*[3*[{'type':'domain'}]]) for i in range(1, 3): for j in range(1, 4): idx = 3 * (i - 1) + j if idx <= len(discrete_features):</pre> curr_feature = discrete_features[idx-1] fig.add_trace(go.Pie(labels=list(Counter(data[curr_feature]).keys()), values=list(Counter(data[curr_feature]).values()), title=curr_feature, name=''), row=i, col=j) fig.update traces(textfont size=15) fig.update_layout(height=500, width=900, margin=dict(t=0, b=0, l=0, r=0), font=dict(size=15)) fig.show() Sex Marital status Education 0 1 14.59 2 3 14.3% 45.7% 50.3% 54.3% 1.8%



```
for i, feature in enumerate(continuous_features):
             sns.histplot(ax=ax[i], x=feature, data=data, bins=20)
          plt.show()
            300
                                                               400
            250
                                                               350
            200
                                                               250
           j 150
                                                               150
            100
                                                               100
             50
                                                                50
                                                                           100000
                                                                                  150000
                                                                                                       300000
                                                                    50000
                                                                                         200000
                                                                                                250000
```

Out[8]: <AxesSubplot:xlabel='Age', ylabel='Income'>





Key Insights

- No missing values.
- Sex and Marital status is equally distributed.
- No of Graduate individuals(3) are very low.
- Age and Income data are skewed thus a log transformation is to be applied.
- · When count of discrete features wrt Sex is presented,
 - Marital status looks highly imbalanced.
 - Male dominates in Primary and Secondary Occupation.
 - Females are deprived of Primary Education while it is balanced with other tiers of education.

Feature Engineering

```
In [10]: | transformed_data = data[discrete_features].copy()
             for feature in continuous features:
                 transformed_data[feature + '_log'] = np.log(data[feature])
             transformed_data.head()
    Out[10]:
                Sex Marital status Education Occupation Settlement size Age_log Income_log
                             0
                                                            2 4.204693
                                                                        11.733426
              1
                                                            2 3.091042
                                                                        11.923531
              2
                  0
                             0
                                                0
                                                            0 3.891820
                                                                        11.398748
              3
                  0
                             0
                                                            1 3.806662
                                                                        12.052717
                 0
                             0
                                                            1 3.970292
                                                                       11.911910
for i, feature in enumerate(continuous_features):
                 sns.histplot(ax=ax[i], x=feature + '_log', data=transformed_data, bins=20)
             plt.show()
                                                                         350
                                                                         300
                                                                         250
               150
               100
                                                                         150
                                                                         100
                50
                                                                          50
                                                                           0
                                                                             10.5
                                                                                                                      12.5
                       3.0
                             3.2
                                   3.4
                                         3.6
                                               3.8
                                                                                       11.0
                                                                                                 11.5
                                                                                                            12.0
                                        Age_log
                                                                                                 Income_log
X = scalar.fit_transform(transformed_data)
In [13]: ► X[:5]
   Out[13]: array([[0.
                    , 0.66666667, 0.5
                                                                 , 1.
                                            0.33333333, 0.5
                    0.13931967, 0.66658126],
                              , 0.
                                           ,
0.33333333, 0.
                                                                 , 0.
                   [0.
                    0.69527579, 0.42313932],
                    [0. , 0. , 0. 0.63615327, 0.7265099],
                                           0.33333333, 0.5
                                                                 , 0.5
                   [0.
                    [0. , 0. , 0
0.74975629, 0.66119035]])
                                            0.33333333, 0.5
                                                                 , 0.5
                   [0.
```

Model Building

KMeans

```
In [14]: N SSE = [] # Sum of Squared Errors
kmean_sil_scores = []
kmean_index = range(2, 16)
for i in kmean_index:
    kmeans = KMeans(n_clusters=i, random_state=42)
    labels = kmeans.fit_predict(X)
    SSE.append(kmeans.inertia_)
    kmean_sil_scores.append(silhouette_score(X, labels))

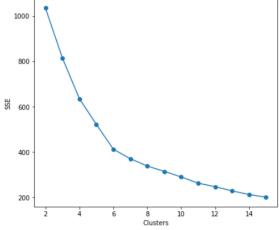
    clear_output(wait=True)
    print('Intertia at i =', i, ':', kmeans.inertia_)
    print("Silhouette Coefficient: %0.3f" % silhouette_score(X, labels))

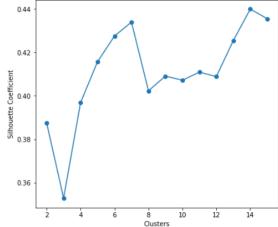
Intertia at i = 15 : 200.1216568716734
Silhouette Coefficient: 0.435
```

```
In [15]: M fig, ax = plt.subplots(1, 2, figsize=(15, 6))
    ax[0].plot(kmean_index, SSE, marker='o')
    ax[0].set_xlabel('clusters')
    ax[0].set_ylabel('SSE')

ax[1].plot(kmean_index, kmean_sil_scores, marker='o')
    ax[1].set_xlabel('clusters')
    ax[1].set_ylabel('Silhouette Coefficient')

plt.show()
0.44
```



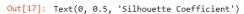


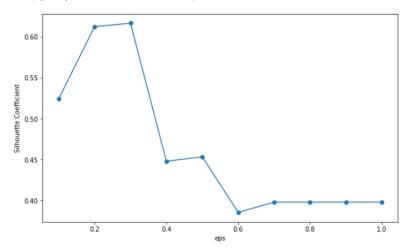
DBSCAN

```
In [16]: | dbscan_sil_scores = []
dbscan_index = np.arange(0.1, 1.1, 0.1)

for i in dbscan_index:
    dbscan = DBSCAN(eps=i, min_samples=2)
    labels = dbscan.fit_predict(X)
    dbscan_sil_scores.append(silhouette_score(X, labels))
```

```
In [17]: | plt.figure(figsize=(10, 6))
    plt.plot(dbscan_index, dbscan_sil_scores, marker='o')
    plt.xlabel('eps')
    plt.ylabel('Silhouette Coefficient')
```





Best Model?

With **KMeans at clusters = 6 or 7** provides high Silhouette score. Also looking at the clusters vs inertia graph, the **elbow method** is applied which interprets the clusters at 6 or 7 to look as elbow point.

Considering the **DBSCAN**, different values of eps and min_samples are tried where variable eps are tested with its Silhouette score. At **eps = 0.2 to 0.3**, DBSCAN provide a good score.

Thus, my conclusion is either KMeans and DBSCAN can be used at the provided parameters to obtain efficient results.

Future Scope

- While revisiting the dataset, will try more in-depth analysis of the dataset.
- · Will try other clustering algorithms and compare the results.