## MGSC410 Final

May 5, 2022

```
import warnings
warnings.filterwarnings('ignore')

import pandas as pd
import numpy as np
from plotnine import *

from sklearn.preprocessing import StandardScaler
from sklearn.neighbors import NearestNeighbors

from sklearn.cluster import DBSCAN

from sklearn.cluster import KMeans
from sklearn.mixture import GaussianMixture

from sklearn.metrics import silhouette_score

//matplotlib inline
```

## 0.1 Understanding the subscriber segments present in the database

<class 'pandas.core.frame.DataFrame'>
Int64Index: 255844 entries, 0 to 331659
Data columns (total 26 columns):

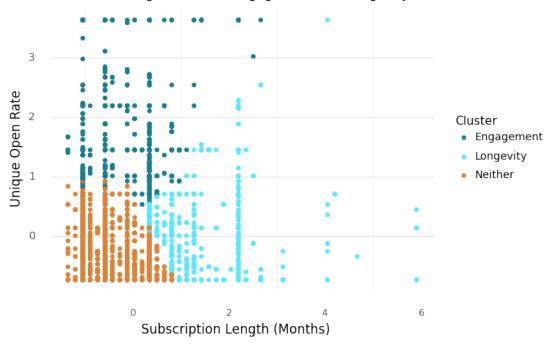
#	Column	Non-Null Count	Dtype
0	ID	255844 non-null	int64
1	App.Session.Platform	233633 non-null	object

```
App.Activity.Type
                                     250113 non-null object
       2
       3
          Language
                                     255844 non-null object
       4
           Subscription. Type
                                     255844 non-null object
       5
           Subscription.Event.Type
                                     255844 non-null object
       6
          Purchase.Store
                                     255844 non-null object
       7
          Purchase.Amount
                                     255844 non-null float64
       8
          Currency
                                     255844 non-null object
          Demo.User
                                     255844 non-null int64
       10 Free.Trial.User
                                     255844 non-null int64
       11 Auto.Renew
                                     255844 non-null int64
                                     255844 non-null object
       12 Country
       13 User.Type
                                     255844 non-null object
       14 Lead.Platform
                                     255844 non-null object
       15 Email.Subscriber
                                     255844 non-null int64
       16 Push.Notifications
                                     255844 non-null int64
       17 Send.Count
                                     255844 non-null int64
       18
          Unique.Open.Count
                                     255844 non-null int64
       19
          Unique.Click.Count
                                     255844 non-null int64
       20
          subscriptionLength_months 255844 non-null int64
                                     255844 non-null float64
       21 UniqueOpenRate
          UniqueClickRate
                                     255844 non-null float64
       22
       23 unique Currencies
                                                      object
                                     21 non-null
       24 Exchange rates
                                     21 non-null
                                                      float64
       25 Purchase.Amount.USD
                                     255844 non-null float64
      dtypes: float64(5), int64(10), object(11)
      memory usage: 52.7+ MB
[225]: | features = ["Purchase.Amount.USD", "UniqueOpenRate", "UniqueClickRate", |
       X = subDF[features]
      z = StandardScaler()
      X[features] = z.fit_transform(X)
[226]: X = X.sample(frac = 0.05)
      type(X)
      X.head()
[226]:
              Purchase.Amount.USD UniqueOpenRate UniqueClickRate \
      274630
                        -0.335289
                                        -0.739027
                                                         -0.297699
      203871
                        -0.335285
                                        -0.695312
                                                         -0.297699
      163297
                        -0.335287
                                        -0.739027
                                                         -0.297699
      199311
                        -0.335288
                                        -0.739027
                                                         -0.297699
      209925
                        -0.335289
                                         1.883891
                                                         0.017189
```

```
274630
                               -0.574319
       203871
                               -0.111010
       163297
                                0.815609
       199311
                                2.205538
       209925
                                0.352300
  []:
[193]: \#km = KMeans(n\_clusters = 3) \#2 clusters
       \#km.fit(X)
       \#membership = km.predict(X) \#what class did each data point go in
       #X["cluster"] = membership
       kValuesKM = {}
       for k in range(4,10):
           km = KMeans(n_clusters = k)
           km.fit(X)
           membership = km.predict(X)
           kValuesKM["K of " + str(k)] = (silhouette_score(X, membership).round(4))
       max key = max(kValuesKM, key=kValuesKM.get)
       print(max_key)
      K of 5
[228]: km = KMeans(n_clusters = 5)
       km.fit(X)
       membership = km.predict(X)
       X["cluster"] = membership
       silhouette_score(X, membership)
[228]: 0.5518819147808789
[233]: \#X = X.loc[X["cluster"] != 3]
       \#X = X.loc[X["cluster"] != 2]
       X["cluster"].replace({ 1 : "Longevity", 4 : "Engagement", 0 : "Neither"}, u
       →inplace =True)
[234]: | (ggplot(X, aes("subscriptionLength_months", "UniqueOpenRate", color = ___
```

```
geom_point(size = 1.5) +
scale_color_manual(["#177D8F", "#5CE7FF", "#DB8239"]) +
labs(x = "Subscription Length (Months)", y = "Unique Open Rate", color =
□ → "Cluster") +
ggtitle("Customer Segmentation - Engagement and Longevity") +
theme_minimal() +
theme(panel_grid_major_x = element_blank(),
    panel_grid_minor_y = element_blank(),
    axis_text_y = element_text(size = 10),
    axis_title_x = element_text(size = 12),
    axis_title_y = element_text(size = 12),
    plot_title = element_text(size = 12),
    legend_text = element_text(size = 10)))
```

## Customer Segmentation - Engagement and Longevity



[234]: <ggplot: (8778060167045)>