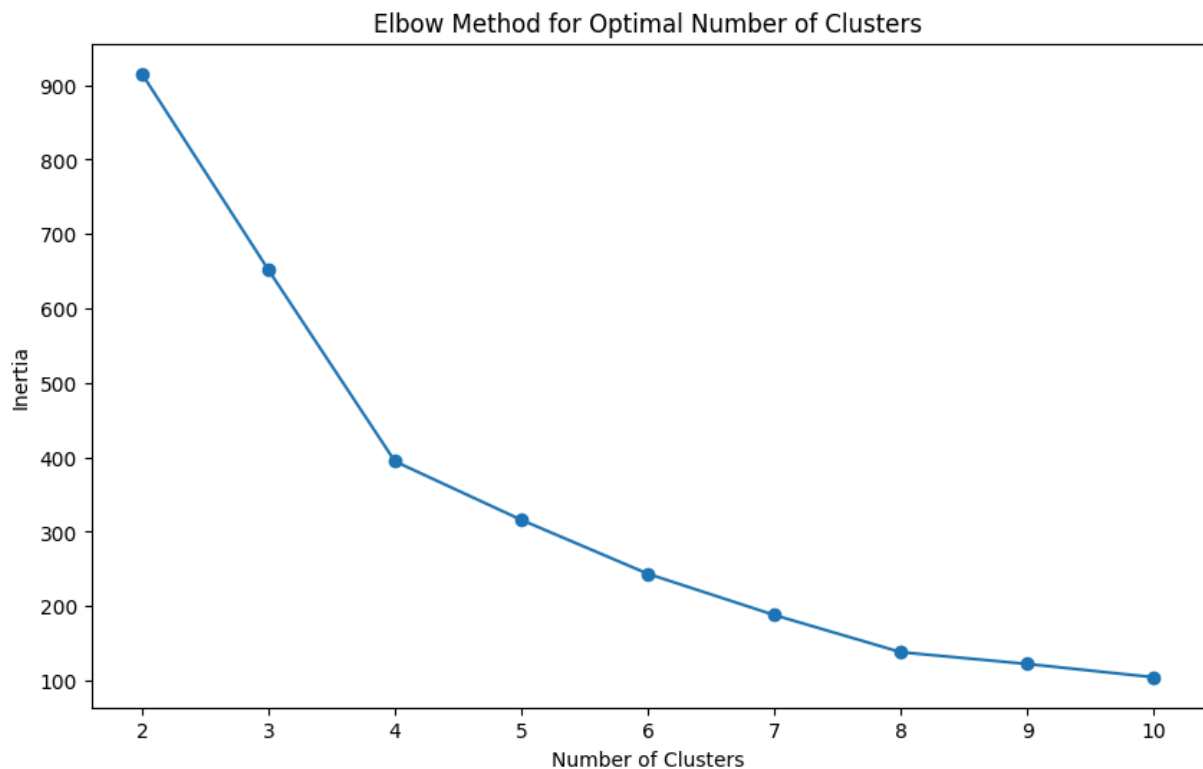


```
In [5]: # Elbow Method to find the optimal number of clusters
inertia = []
for k in range(2, 11):
    kmeans = KMeans(n_clusters=k, random_state=42, n_init=10)
    kmeans.fit(customer_profile_scaled)
    inertia.append(kmeans.inertia_)

plt.figure(figsize=(10, 6))
plt.plot(range(2, 11), inertia, marker='o')
plt.title('Elbow Method for Optimal Number of Clusters')
plt.xlabel('Number of Clusters')
plt.ylabel('Inertia')
plt.show()
```



```
In [16]: import pandas as pd
import matplotlib.pyplot as plt
import seaborn as sns
from sklearn.cluster import KMeans
from sklearn.metrics import davies_bouldin_score

# Load data
customers = pd.read_csv('Customers.csv')
transactions = pd.read_csv('Transactions.csv')

# Merge data to create customer profiles
merged_data = pd.merge(transactions, customers, on='CustomerID')

# Create customer profiles
profiles = merged_data.groupby(['CustomerID', 'Region']).agg({
    'TotalValue': 'sum', # Total spending
```

```

        'Quantity': 'sum'      # Total items purchased
    }).reset_index()

    # One-hot encode 'Region'
    profiles = pd.get_dummies(profiles, columns=['Region'])

    # Perform K-Means clustering
    kmeans = KMeans(n_clusters=4, random_state=42, n_init=10)
    profiles['Cluster'] = kmeans.fit_predict(profiles[['TotalValue', 'Quantity']])

    # Reorder clusters by mean TotalValue
    cluster_means = profiles.groupby('Cluster')['TotalValue'].mean().sort_values()
    cluster_mapping = {old_label: new_label for new_label, old_label in enumerate(cluster_means.index)}
    profiles['Cluster'] = profiles['Cluster'].map(cluster_mapping)

    # Calculate Davies-Bouldin Index
    db_score = davies_bouldin_score(profiles[['TotalValue', 'Quantity']], profiles['Cluster'])
    print(f"Davies-Bouldin Index: {db_score}")

    # Visualize clusters
    plt.figure(figsize=(10, 6))
    sns.scatterplot(
        x=profiles['TotalValue'],
        y=profiles['Quantity'],
        hue=profiles['Cluster'],
        palette='viridis',
        s=100
    )
    plt.title('Customer Segmentation Clusters')
    plt.xlabel('Total Spending')
    plt.ylabel('Quantity Purchased')
    plt.legend(title='Cluster')
    plt.show()

    # Save results
    profiles.to_csv('Shreesha_Bhat_Clustering.csv', index=False)
    print("Customer segmentation completed and saved to 'Shreesha_Bhat_Clustering.csv'."

```

Davies-Bouldin Index: 0.5828154100698719



Customer segmentation completed and saved to 'Shreesha_Bhat_Clustering.csv'.

In []: