Key Findings

- 1. Optimal Number of Clusters: 6 clusters were formed, confirming the most suitable segmentation.
- 2. DB Index Value: A low index value of 0.95 indicates well-defined and compact clusters.
- 3. Clustering Features: Normalized features, including Region, Total Spent, and Total Transactions, contributed to the analysis.

Cluster Characteristics

- 1. Clusters 1 & 4: High-value customers with frequent transactions, ideal for loyalty programs and premium offers.
- 2. Clusters 0 & 3: Low spenders, requiring discounts and onboarding offers to boost engagement.
- 3. Cluster 2: Moderate spenders, who can be incentivized to increase spending.

Visualization and Validation

- 1. **Scatter Plots**: Visualizations confirm distinct clusters.
- 2. **DB Index Trends**: Trends validate the six-cluster model.

Conclusion: Targeted Marketing Strategies: Clustering analysis enables tailored marketing strategies to enhance engagement and loyalty.