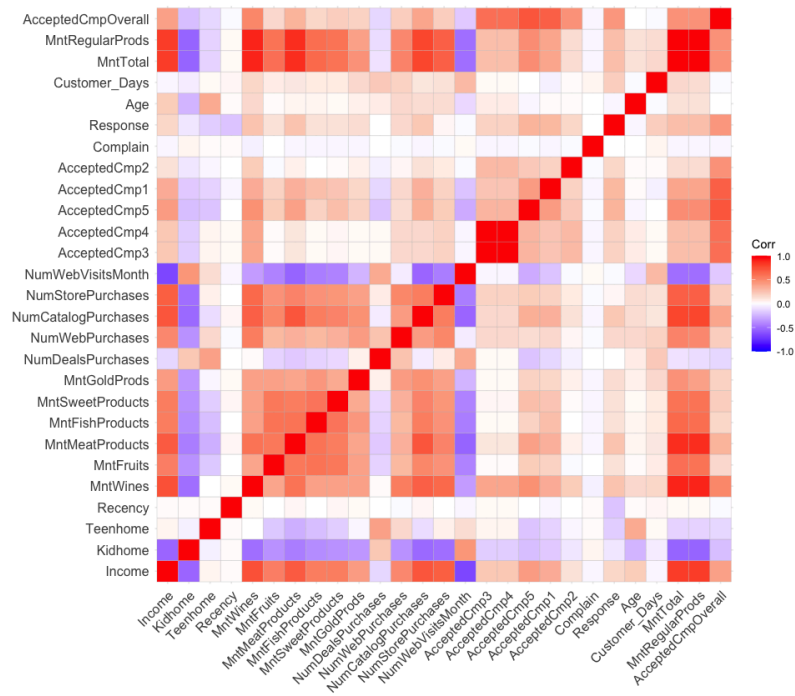


CORRELATION MATRIX

INPUT

```
CorA <- cor(ifoodR)    # creating correlation matrix
library(ggcorrplot)
> ggcorrplot(CorA)     # plotting corr. matrix
```

OUTPUT



INPUT

```
a <- as.data.frame(as.table(CorA))
> suba <- subset(a, abs(Freq) > 0.5) # creating subset of corr.
Matrix with the correlation is above 0.5 or below -0.5

> suba
```

OUTPUT

	Var1	Var2	Freq
1	Income	Income	1.0000000
2	Kidhome	Income	-0.5316989
5	MntWines	Income	0.7304952
6	MntFruits	Income	0.5379203
7	MntMeatProducts	Income	0.7024996
8	MntFishProducts	Income	0.5517580
9	MntSweetProducts	Income	0.5556010
12	NumWebPurchases	Income	0.5031842
13	NumCatalogPurchases	Income	0.7100565
14	NumStorePurchases	Income	0.6872057
15	NumWebVisitsMonth	Income	-0.6483063
19	MntTotal	Income	0.8230660
20	MntRegularProds	Income	0.8168792
22	Income	Kidhome	-0.5316989
23	Kidhome	Kidhome	1.0000000
34	NumCatalogPurchases	Kidhome	-0.5198133
35	NumStorePurchases	Kidhome	-0.5065432
40	MntTotal	Kidhome	-0.5511520
41	MntRegularProds	Kidhome	-0.5398280
45	Teenhome	Teenhome	1.0000000
67	Recency	Recency	1.0000000
85	Income	MntWines	0.7304952
89	MntWines	MntWines	1.0000000
91	MntMeatProducts	MntWines	0.5931189
96	NumWebPurchases	MntWines	0.5523421
97	NumCatalogPurchases	MntWines	0.6732338
98	NumStorePurchases	MntWines	0.6393728
103	MntTotal	MntWines	0.9023096
104	MntRegularProds	MntWines	0.9018484
105	AcceptedCmpOverall	MntWines	0.5099130
106	Income	MntFruits	0.5379203
111	MntFruits	MntFruits	1.0000000
112	MntMeatProducts	MntFruits	0.5681001
113	MntFishProducts	MntFruits	0.5925564
114	MntSweetProducts	MntFruits	0.5709861
118	NumCatalogPurchases	MntFruits	0.5136863
124	MntTotal	MntFruits	0.6066577
125	MntRegularProds	MntFruits	0.5941803
127	Income	MntMeatProducts	0.7024996
131	MntWines	MntMeatProducts	0.5931189
132	MntFruits	MntMeatProducts	0.5681001
133	MntMeatProducts	MntMeatProducts	1.0000000

CUSTOMER SEGMENTATION

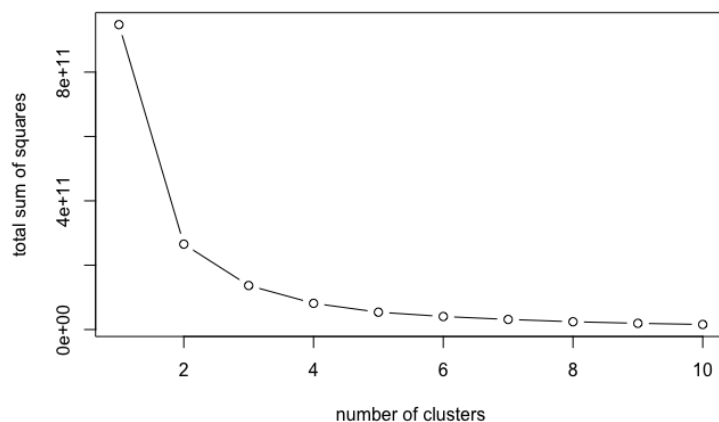
INPUT

```
library(purrr)

# dropping attributes with no variance or non numerical
> clustering_ifood <- subset(ifood_df, select = -Z_CostContact )
> clustering_ifood <- subset(clustering_ifood, select = -Z_Revenue )
> clustering_ifood <- subset(clustering_ifood, select = -Response )
> clustering_ifood <- subset(clustering_ifood, select = -ID )
> clustering_ifood <- subset(clustering_ifood, select =
-MaritalStatus )
> clustering_ifood <- subset(clustering_ifood, select = -Education )

# elbow method to find optimal number of clusters for this dataset
> fun <- function(k){
+   kmeans(clustering_ifood,k,iter.max=100,nstart =
100,algorithm='Lloyd')$tot.withinss}
> k.values <- 1:10
> fun_value <- map_dbl(k.values,fun)
> plot(k.values,fun_value,type='b',xlab='number of
clusters',ylab='total sum of squares')
```

OUTPUT



INPUT

```
# K-means clustering with 3 clusters created
> k3 <- kmeans(clustering_ifood,3,iter.max = 100,nstart =
50,algorithm = 'Lloyd')
> print(k3)
```

OUTPUT

K-means clustering with 3 clusters of sizes 724, 766, 715

Cluster means:

	Income	Age	Kidhome	Teenhome	Recency	Wines	Fruits
1	28077.80	46.79282	0.81215470	0.3080110	48.41436	29.86188	5.872928
2	51572.19	53.73107	0.41906005	0.8146214	49.57180	271.36423	17.592689
3	75516.22	52.62937	0.09230769	0.3776224	49.00839	623.22797	56.630769

	MeatProducts	FishProducts	SweetProducts	GoldProds	NumDealsPurchases
1	25.30525	9.063536	6.022099	17.50276	2.146409
2	91.58355	24.113577	16.938642	43.96214	3.093995
3	386.06853	81.426573	59.416783	71.04755	1.661538

	NumWebPurchases	NumCatalogPurchases	NumStorePurchases	NumWebVisitsMonth
1	2.142265	0.5290055	3.067680	6.911602
2	4.612272	2.1422977	5.934726	5.744125
3	5.535664	5.3272727	8.495105	3.306294

	AcceptedCmp1	AcceptedCmp2	AcceptedCmp3	AcceptedCmp4	AcceptedCmp5
1	0.001381215	0.00000000	0.08425414	0.004143646	0.000000000
2	0.016971279	0.01436031	0.06657963	0.083550914	0.003916449
3	0.179020979	0.02657343	0.07132867	0.135664336	0.220979021

	Complain	Customer_Days	MntTotal	MntRegularProds	AcceptedCmpOverall
1	0.015193370	2511.544	76.12569	58.62293	0.08977901
2	0.005221932	2522.389	421.59269	377.63055	0.18537859
3	0.006993007	2503.547	1206.77063	1135.72308	0.63356643

PREDICTIVE CLASSIFICATION MODEL

INPUT

```
> library(caret)

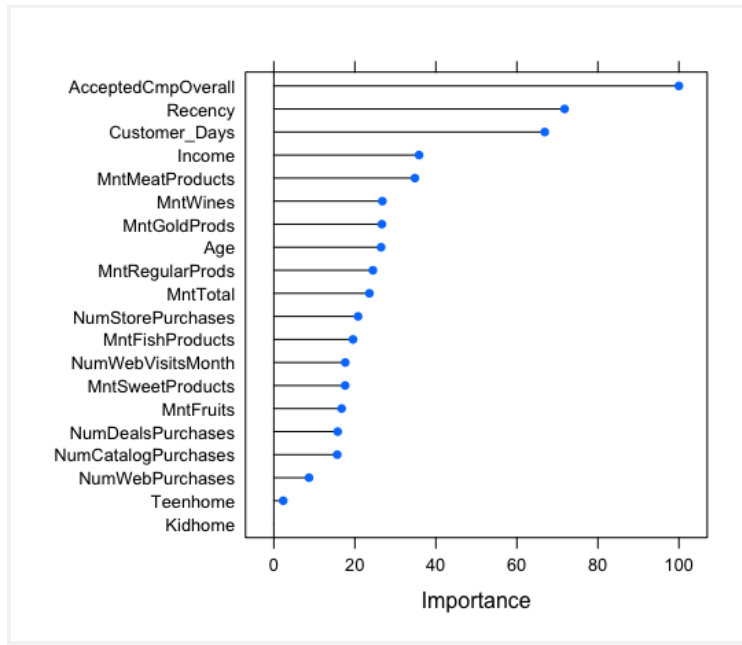
# 5-fold CV
> fitControl <- trainControl(
method = "repeatedcv",
number = 5,
repeats = 5,
search = "random")

# random forest classification method
> model.cv <- train(Response ~ .,
data = ifooddf,
method = "randomforest",
trControl = fitControl,
preProcess = c('scale', 'center'),
na.action = na.omit)

# rank importance of variables in model
> VarImpFood <- varImp(model.cv)
```

```
> ggplot2(VarImpiFood) # plot variable importance
```

OUTPUT



INPUT

```
> VarImpiFood
```

OUTPUT

```
rf variable importance
```

	Overall
AcceptedCmpOverall	100.000
Recency	71.786
Customer_Days	66.877
Income	35.854
MntMeatProducts	34.819
MntWines	26.783
MntGoldProds	26.663
Age	26.474
MntRegularProds	24.452
MntTotal	23.587
NumStorePurchases	20.790
MntFishProducts	19.540
NumWebVisitsMonth	17.632
MntSweetProducts	17.594
MntFruits	16.739
NumDealsPurchases	15.758
NumCatalogPurchases	15.650
NumWebPurchases	8.678
Teenhome	2.309
Kidhome	0.000