

Machine Learning - Final Exam

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R Markdown

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When you click the **Knit** button a document will be generated that includes both content as well as the output of any embedded R code chunks within the document. You can embed an R code chunk like this:

Load the Data

```
rm(list = ls())

library(caret)

## Loading required package: lattice
## Loading required package: ggplot2

library(dplyr)

##
## Attaching package: 'dplyr'

## The following objects are masked from 'package:stats':
##
##   filter, lag

## The following objects are masked from 'package:base':
##
##   intersect, setdiff, setequal, union

library(ISLR)
library(tidyverse)

## -- Attaching packages ----- tidyverse 1.3.0 --

## v tibble  3.0.4      v purrr   0.3.4
## v tidyr   1.1.2      v stringr 1.4.0
## v readr   1.4.0      v forcats 0.5.0

## -- Conflicts ----- tidyverse_conflicts() --
## x dplyr::filter() masks stats::filter()
## x dplyr::lag()    masks stats::lag()
## x purrr::lift()   masks caret::lift()

library(NbClust)
library(factoextra)

## Welcome! Want to learn more? See two factoextra-related books at https://goo.gl/ve3WBa
```

```

library(ISLR)
library(ggplot2)
library(e1071)

set.seed(123)
BathSoapDF<-read.csv("BathSoap.csv")

# Data Structure
colnames(BathSoapDF)

## [1] "Member.id"          "SEC"                "FEH"
## [4] "MT"                 "SEX"                "AGE"
## [7] "EDU"                "HS"                 "CHILD"
## [10] "CS"                 "Affluence.Index"    "No..of.Brands"
## [13] "Brand.Runs"         "Total.Volume"       "No..of..Trans"
## [16] "Value"              "Trans...Brand.Runs" "Vol.Tran"
## [19] "Avg..Price"         "Pur.Vol.No.Promo...." "Pur.Vol.Promo.6.."
## [22] "Pur.Vol.Other.Promo.." "Br..Cd..57..144"    "Br..Cd..55"
## [25] "Br..Cd..272"        "Br..Cd..286"        "Br..Cd..24"
## [28] "Br..Cd..481"        "Br..Cd..352"        "Br..Cd..5"
## [31] "Others.999"         "Pr.Cat.1"           "Pr.Cat.2"
## [34] "Pr.Cat.3"          "Pr.Cat.4"           "PropCat.5"
## [37] "PropCat.6"         "PropCat.7"          "PropCat.8"
## [40] "PropCat.9"         "PropCat.10"         "PropCat.11"
## [43] "PropCat.12"        "PropCat.13"         "PropCat.14"
## [46] "PropCat.15"

str(BathSoapDF)

## 'data.frame':    600 obs. of  46 variables:
## $ Member.id      : int  1010010 1010020 1014020 1014030 1014190 1017020 1017110
1017160 1017360 1017460 ...
## $ SEC            : int  4 3 2 4 4 4 4 4 4 1 ...
## $ FEH            : int  3 2 3 0 1 3 2 3 3 3 ...
## $ MT             : int  10 10 10 0 10 10 10 10 10 5 ...
## $ SEX            : int  1 2 2 0 2 2 2 2 2 1 ...
## $ AGE            : int  4 2 4 4 3 3 4 2 4 4 ...
## $ EDU            : int  4 4 5 0 4 4 1 4 4 7 ...
## $ HS             : int  2 4 6 0 4 5 3 5 6 3 ...
## $ CHILD          : int  4 2 4 5 3 2 2 3 4 4 ...
## $ CS             : int  1 1 1 0 1 1 1 0 1 1 ...
## $ Affluence.Index : int  2 19 23 0 10 13 11 0 17 6 ...
## $ No..of.Brands  : int  3 5 5 2 3 3 4 3 2 4 ...
## $ Brand.Runs     : int  17 25 37 4 6 26 17 8 12 13 ...
## $ Total.Volume   : int  8025 13975 23100 1500 8300 18175 9950 9300 26490 7455
...
## $ No..of..Trans  : int  24 40 63 4 13 41 26 25 27 18 ...
## $ Value          : num  818 1682 1950 114 591 ...
## $ Trans...Brand.Runs : num  1.41 1.6 1.7 1 2.17 1.58 1.53 3.13 2.25 1.38 ...
## $ Vol.Tran       : num  334 349 367 375 638 ...
## $ Avg..Price     : num  10.19 12.03 8.44 7.6 7.12 ...
## $ Pur.Vol.No.Promo.... : chr  "100%" "89%" "94%" "100%" ...
## $ Pur.Vol.Promo.6.. : chr  "0%" "10%" "2%" "0%" ...
## $ Pur.Vol.Other.Promo.. : chr  "0%" "2%" "4%" "0%" ...
## $ Br..Cd..57..144 : chr  "38%" "2%" "3%" "40%" ...
## $ Br..Cd..55      : chr  "13%" "8%" "55%" "60%" ...

```

```
## $ Br..Cd..272      : chr "0%" "0%" "0%" "0%" ...
## $ Br..Cd..286      : chr "0%" "0%" "3%" "0%" ...
## $ Br..Cd..24       : chr "0%" "0%" "0%" "0%" ...
## $ Br..Cd..481      : chr "0%" "6%" "0%" "0%" ...
## $ Br..Cd..352      : chr "0%" "0%" "0%" "0%" ...
## $ Br..Cd..5        : chr "0%" "14%" "2%" "0%" ...
## $ Others.999       : chr "49.2%" "69.9%" "37.9%" "0.0%" ...
## $ Pr.Cat.1         : chr "23%" "29%" "12%" "0%" ...
## $ Pr.Cat.2         : chr "56%" "55%" "32%" "40%" ...
## $ Pr.Cat.3         : chr "13%" "9%" "56%" "60%" ...
## $ Pr.Cat.4         : chr "7%" "6%" "0%" "0%" ...
## $ PropCat.5        : chr "50%" "46%" "24%" "40%" ...
## $ PropCat.6        : chr "0%" "35%" "12%" "0%" ...
## $ PropCat.7        : chr "0%" "3%" "3%" "0%" ...
## $ PropCat.8        : chr "0%" "2%" "1%" "0%" ...
## $ PropCat.9        : chr "0%" "1%" "1%" "0%" ...
## $ PropCat.10       : chr "0%" "0%" "0%" "0%" ...
## $ PropCat.11       : chr "0%" "6%" "0%" "0%" ...
## $ PropCat.12       : chr "3%" "0%" "2%" "0%" ...
## $ PropCat.13       : chr "0%" "0%" "0%" "0%" ...
## $ PropCat.14       : chr "13%" "8%" "56%" "60%" ...
## $ PropCat.15       : chr "34%" "0%" "0%" "0%" ...
```

```
colMeans(is.na(BathSoapDF))
```

```
##      Member.id      SEC      FEH
##      0          0          0
##      MT          SEX      AGE
##      0          0          0
##      EDU          HS      CHILD
##      0          0          0
##      CS      Affluence.Index      No..of.Brands
##      0          0          0
##      Brand.Runs      Total.Volume      No..of..Trans
##      0          0          0
##      Value      Trans...Brand.Runs      Vol.Tran
##      0          0          0
##      Avg..Price      Pur.Vol.No.Promo....      Pur.Vol.Promo.6..
##      0          0          0
## Pur.Vol.Other.Promo..      Br..Cd..57..144      Br..Cd..55
##      0          0          0
##      Br..Cd..272      Br..Cd..286      Br..Cd..24
##      0          0          0
##      Br..Cd..481      Br..Cd..352      Br..Cd..5
##      0          0          0
##      Others.999      Pr.Cat.1      Pr.Cat.2
##      0          0          0
##      Pr.Cat.3      Pr.Cat.4      PropCat.5
##      0          0          0
##      PropCat.6      PropCat.7      PropCat.8
##      0          0          0
##      PropCat.9      PropCat.10      PropCat.11
##      0          0          0
##      PropCat.12      PropCat.13      PropCat.14
##      0          0          0
```

```
##          PropCat.15
##              0
```

#No missing records present

#Sample Data

```
head(BathSoapDF)
```

```
##  Member.id SEC FEH MT SEX AGE  EDU HS CHILD CS Affluence.Index No..of.Brands
## 1   1010010  4  3 10  1  4  4  2    4  1           2           3
## 2   1010020  3  2 10  2  2  4  4    2  1          19           5
## 3   1014020  2  3 10  2  4  5  6    4  1          23           5
## 4   1014030  4  0  0  0  4  0  0    5  0           0           2
## 5   1014190  4  1 10  2  3  4  4    3  1          10           3
## 6   1017020  4  3 10  2  3  4  5    2  1          13           3
##  Brand.Runs Total.Volume No..of..Trans  Value Trans...Brand.Runs Vol..Tran
## 1         17         8025         24  818.0         1.41  334.38
## 2         25        13975         40 1681.5         1.60  349.38
## 3         37        23100         63 1950.0         1.70  366.67
## 4          4         1500          4  114.0         1.00  375.00
## 5          6         8300         13  591.0         2.17  638.46
## 6         26        18175         41 1705.5         1.58  443.29
##  Avg..Price Pur.Vol.No.Promo.... Pur.Vol.Promo.6.. Pur.Vol.Other.Promo..
## 1        10.19                100%                0%                0%
## 2        12.03                89%                10%                2%
## 3         8.44                94%                2%                4%
## 4         7.60                100%               0%                0%
## 5         7.12                61%                14%               24%
## 6         9.38                100%               0%                0%
##  Br...Cd..57..144 Br...Cd..55 Br...Cd..272 Br...Cd..286 Br...Cd..24 Br...Cd..481
## 1             38%             13%             0%             0%             0%             0%
## 2              2%              8%             0%             0%             0%             6%
## 3              3%             55%             0%             3%             0%             0%
## 4             40%             60%             0%             0%             0%             0%
## 5              5%             14%             0%             0%             0%             0%
## 6              8%              7%             0%             0%             0%             0%
##  Br...Cd..352 Br...Cd..5 Others.999 Pr.Cat.1 Pr.Cat.2 Pr.Cat.3 Pr.Cat.4
## 1             0%             0%         49.2%         23%         56%         13%         7%
## 2             0%            14%         69.9%         29%         55%          9%         6%
## 3             0%             2%         37.9%         12%         32%         56%         0%
## 4             0%             0%          0.0%          0%         40%         60%         0%
## 5             0%             0%         80.7%          0%          5%         14%        81%
## 6             0%             0%         85.7%         22%         45%          7%        27%
##  PropCat.5 PropCat.6 PropCat.7 PropCat.8 PropCat.9 PropCat.10 PropCat.11
## 1         50%          0%          0%          0%          0%          0%          0%
## 2         46%         35%          3%          2%          1%          0%          6%
## 3         24%         12%          3%          1%          1%          0%          0%
## 4         40%          0%          0%          0%          0%          0%          0%
## 5         81%          0%          0%          5%          0%          0%          0%
## 6         49%         10%          0%          1%          7%          0%          0%
##  PropCat.12 PropCat.13 PropCat.14 PropCat.15
## 1           3%           0%          13%          34%
## 2           0%           0%           8%           0%
## 3           2%           0%          56%           0%
## 4           0%           0%          60%           0%
```

## 5	0%	0%	14%	0%
## 6	0%	0%	7%	27%

Converting the character values to numeric ones

```
#creating temporary DF with % value column
a<-BathSoapDF[20:46] %>% mutate_each(funs(as.numeric(gsub("%", "",., fixed = TRUE))/100))

## Warning: `funs()` is deprecated as of dplyr 0.8.0.
## Please use a list of either functions or lambdas:
##
##   # Simple named list:
##   list(mean = mean, median = median)
##
##   # Auto named with `tibble::lst()`:
##   tibble::lst(mean, median)
##
##   # Using lambdas
##   list(~ mean(., trim = .2), ~ median(., na.rm = TRUE))
## This warning is displayed once every 8 hours.
## Call `lifecycle::last_warnings()` to see where this warning was generated.

## Warning: `mutate_each()` is deprecated as of dplyr 0.7.0.
## Please use `across()` instead.
## This warning is displayed once every 8 hours.
## Call `lifecycle::last_warnings()` to see where this warning was generated.

#Adding column of numeric values to the
BathSoapDF<-cbind(BathSoapDF[1:19], a)

#validating data conversion
str(BathSoapDF)

## 'data.frame':    600 obs. of  46 variables:
##  $ Member.id      : int  1010010 1010020 1014020 1014030 1014190 1017020 1017110
1017160 1017360 1017460 ...
##  $ SEC            : int  4 3 2 4 4 4 4 4 4 1 ...
##  $ FEH            : int  3 2 3 0 1 3 2 3 3 3 ...
##  $ MT             : int  10 10 10 0 10 10 10 10 10 5 ...
##  $ SEX            : int  1 2 2 0 2 2 2 2 2 1 ...
##  $ AGE            : int  4 2 4 4 3 3 4 2 4 4 ...
##  $ EDU            : int  4 4 5 0 4 4 1 4 4 7 ...
##  $ HS             : int  2 4 6 0 4 5 3 5 6 3 ...
##  $ CHILD          : int  4 2 4 5 3 2 2 3 4 4 ...
##  $ CS             : int  1 1 1 0 1 1 1 0 1 1 ...
##  $ Affluence.Index : int  2 19 23 0 10 13 11 0 17 6 ...
##  $ No..of.Brands   : int  3 5 5 2 3 3 4 3 2 4 ...
##  $ Brand.Runs      : int  17 25 37 4 6 26 17 8 12 13 ...
##  $ Total.Volume    : int  8025 13975 23100 1500 8300 18175 9950 9300 26490 7455
...
##  $ No..of..Trans   : int  24 40 63 4 13 41 26 25 27 18 ...
##  $ Value           : num  818 1682 1950 114 591 ...
##  $ Trans...Brand.Runs : num  1.41 1.6 1.7 1 2.17 1.58 1.53 3.13 2.25 1.38 ...
##  $ Vol.Tran        : num  334 349 367 375 638 ...
##  $ Avg..Price       : num  10.19 12.03 8.44 7.6 7.12 ...
##  $ Pur.Vol.No.Promo.... : num  1 0.89 0.94 1 0.61 1 0.98 0.94 0.9 1 ...
##  $ Pur.Vol.Promo.6.. : num  0 0.1 0.02 0 0.14 0 0.02 0 0.1 0 ...
```

```
## $ Pur.Vol.Other.Promo..: num 0 0.02 0.04 0 0.24 0 0 0.06 0 0 ...
## $ Br..Cd..57..144      : num 0.38 0.02 0.03 0.4 0.05 0.08 0.45 0.04 0.39 0.07 ...
## $ Br..Cd..55           : num 0.13 0.08 0.55 0.6 0.14 0.07 0.05 0.79 0 0.12 ...
## $ Br..Cd..272          : num 0 0 0 0 0 0 0.01 0 0 0 ...
## $ Br..Cd..286          : num 0 0 0.03 0 0 0 0 0 0 0 ...
## $ Br..Cd..24           : num 0 0 0 0 0 0 0 0 0 0 ...
## $ Br..Cd..481          : num 0 0.06 0 0 0 0 0 0 0 0 ...
## $ Br..Cd..352          : num 0 0 0 0 0 0 0 0 0 0 ...
## $ Br..Cd..5            : num 0 0.14 0.02 0 0 0 0 0 0 0.4 ...
## $ Others.999           : num 0.492 0.699 0.379 0 0.807 0.857 0.495 0.167 0.615 0.41
...
## $ Pr.Cat.1             : num 0.23 0.29 0.12 0 0 0.22 0.07 0.04 0.11 0.61 ...
## $ Pr.Cat.2             : num 0.56 0.55 0.32 0.4 0.05 0.45 0.66 0.04 0.89 0.1 ...
## $ Pr.Cat.3             : num 0.13 0.09 0.56 0.6 0.14 0.07 0.05 0.9 0 0.12 ...
## $ Pr.Cat.4             : num 0.07 0.06 0 0 0.81 0.27 0.23 0.02 0 0.17 ...
## $ PropCat.5            : num 0.5 0.46 0.24 0.4 0.81 0.49 0.82 0.06 0.7 0.24 ...
## $ PropCat.6            : num 0 0.35 0.12 0 0 0.1 0 0 0.28 0.46 ...
## $ PropCat.7            : num 0 0.03 0.03 0 0 0 0.02 0 0 0.15 ...
## $ PropCat.8            : num 0 0.02 0.01 0 0.05 0.01 0.01 0 0 0 ...
## $ PropCat.9            : num 0 0.01 0.01 0 0 0.07 0 0 0.02 0 ...
## $ PropCat.10           : num 0 0 0 0 0 0 0 0 0 0 ...
## $ PropCat.11           : num 0 0.06 0 0 0 0 0 0 0 0 ...
## $ PropCat.12           : num 0.03 0 0.02 0 0 0 0 0.01 0 0 ...
## $ PropCat.13           : num 0 0 0 0 0 0 0 0 0 0 ...
## $ PropCat.14           : num 0.13 0.08 0.56 0.6 0.14 0.07 0.05 0.9 0 0.12 ...
## $ PropCat.15           : num 0.34 0 0 0 0 0.27 0.1 0.03 0 0.03 ...
```

head(BathSoapDF)

```
## Member.id SEC FEH MT SEX AGE EDU HS CHILD CS Affluence.Index No..of.Brands
## 1 1010010 4 3 10 1 4 4 2 4 1 2 3
## 2 1010020 3 2 10 2 2 4 4 2 1 19 5
## 3 1014020 2 3 10 2 4 5 6 4 1 23 5
## 4 1014030 4 0 0 0 4 0 0 5 0 0 2
## 5 1014190 4 1 10 2 3 4 4 3 1 10 3
## 6 1017020 4 3 10 2 3 4 5 2 1 13 3
## Brand.Runs Total.Volume No..of..Trans Value Trans...Brand.Runs Vol.Tran
## 1 17 8025 24 818.0 1.41 334.38
## 2 25 13975 40 1681.5 1.60 349.38
## 3 37 23100 63 1950.0 1.70 366.67
## 4 4 1500 4 114.0 1.00 375.00
## 5 6 8300 13 591.0 2.17 638.46
## 6 26 18175 41 1705.5 1.58 443.29
## Avg..Price Pur.Vol.No.Promo.... Pur.Vol.Promo.6.. Pur.Vol.Other.Promo..
## 1 10.19 1.00 0.00 0.00
## 2 12.03 0.89 0.10 0.02
## 3 8.44 0.94 0.02 0.04
## 4 7.60 1.00 0.00 0.00
## 5 7.12 0.61 0.14 0.24
## 6 9.38 1.00 0.00 0.00
## Br..Cd..57..144 Br..Cd..55 Br..Cd..272 Br..Cd..286 Br..Cd..24 Br..Cd..481
## 1 0.38 0.13 0 0.00 0 0.00
## 2 0.02 0.08 0 0.00 0 0.06
## 3 0.03 0.55 0 0.03 0 0.00
## 4 0.40 0.60 0 0.00 0 0.00
## 5 0.05 0.14 0 0.00 0 0.00
```

	0.08	0.07	0	0.00	0	0.00	
	Br..Cd..352	Br..Cd..5	Others.999	Pr.Cat.1	Pr.Cat.2	Pr.Cat.3	Pr.Cat.4
## 1	0	0.00	0.492	0.23	0.56	0.13	0.07
## 2	0	0.14	0.699	0.29	0.55	0.09	0.06
## 3	0	0.02	0.379	0.12	0.32	0.56	0.00
## 4	0	0.00	0.000	0.00	0.40	0.60	0.00
## 5	0	0.00	0.807	0.00	0.05	0.14	0.81
## 6	0	0.00	0.857	0.22	0.45	0.07	0.27

	PropCat.5	PropCat.6	PropCat.7	PropCat.8	PropCat.9	PropCat.10	PropCat.11
## 1	0.50	0.00	0.00	0.00	0.00	0	0.00
## 2	0.46	0.35	0.03	0.02	0.01	0	0.06
## 3	0.24	0.12	0.03	0.01	0.01	0	0.00
## 4	0.40	0.00	0.00	0.00	0.00	0	0.00
## 5	0.81	0.00	0.00	0.05	0.00	0	0.00
## 6	0.49	0.10	0.00	0.01	0.07	0	0.00

	PropCat.12	PropCat.13	PropCat.14	PropCat.15
## 1	0.03	0	0.13	0.34
## 2	0.00	0	0.08	0.00
## 3	0.02	0	0.56	0.00
## 4	0.00	0	0.60	0.00
## 5	0.00	0	0.14	0.00
## 6	0.00	0	0.07	0.27

Kmeans clustering

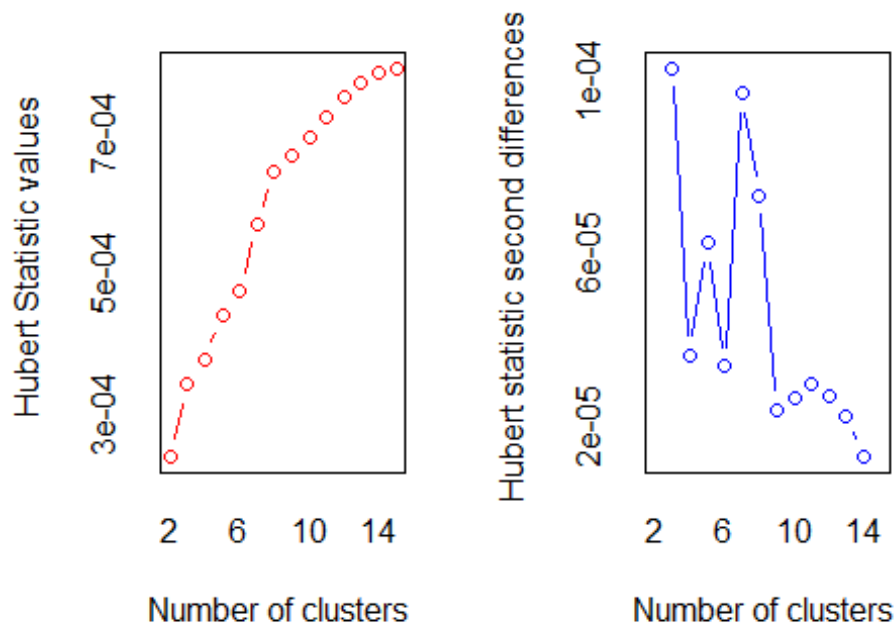
```
#The variables that describe purchase behavior (including brand Loyalty)
BrandLoyalty<-
select(BathSoapDF,"Br..Cd..57..144","Br..Cd..55","Br..Cd..272","Br..Cd..286","Br..Cd..24"
,"Br..Cd..481","Br..Cd..352","Br..Cd..5")
BathSoapDF$Loyalty <- apply(BrandLoyalty,MARGIN = 1,FUN = max)
BathSoapDF$LoyalBrand_1_8 <- max.col(BrandLoyalty)
Brand_Other <- select(BathSoapDF,"Loyalty","Others.999")
BathSoapDF$Brand_1_Other_2_Loyal <- max.col(Brand_Other)

#1.Use k-means clustering to identify clusters of households based on:
# a.The variables that describe purchase behavior (including brand Loyalty)
#Purchase behavior (volume, frequency, susceptibility to discounts, and brand Loyalty)

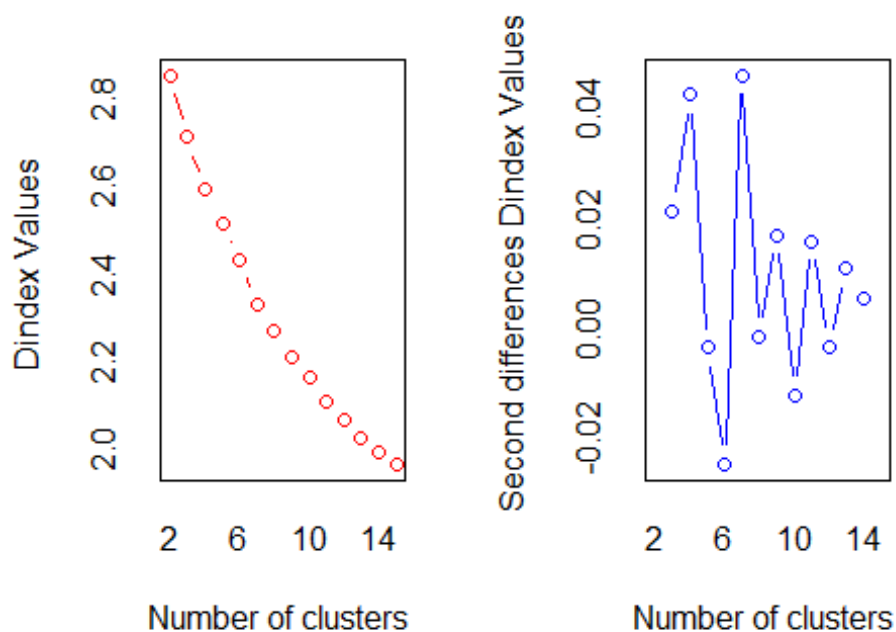
BSa <-
select(BathSoapDF,"No..of.Brands","Brand.Runs","Total.Volume","No..of..Trans","Value",
"Trans...Brand.Runs","Avg..Price",
"Pur.Vol.No.Promo....","Pur.Vol.Promo.6..","Pur.Vol.Other.Promo..","Brand_1_Other_2_Loyal
","LoyalBrand_1_8")

#scaling the data set
BSaScale <- scale(BSa)

# Finding the Best Number Of Clusters Comparing with Most of the methods
NbClust(data = BSaScale,distance = "euclidean",min.nc = 2, max.nc = 15, method =
"kmeans")
```



```
## *** : The Hubert index is a graphical method of determining the number of clusters.
##       In the plot of Hubert index, we seek a significant knee that
corresponds to a
##       significant increase of the value of the measure i.e the significant
peak in Hubert
##       index second differences plot.
##
```




```

## *** : The D index is a graphical method of determining the number of clusters.
##           In the plot of D index, we seek a significant knee (the significant
peak in Dindex
##           second differences plot) that corresponds to a significant increase of
the value of
##           the measure.
##
## *****
## * Among all indices:
## * 5 proposed 2 as the best number of clusters
## * 5 proposed 3 as the best number of clusters
## * 1 proposed 4 as the best number of clusters
## * 1 proposed 6 as the best number of clusters
## * 3 proposed 7 as the best number of clusters
## * 1 proposed 9 as the best number of clusters
## * 1 proposed 10 as the best number of clusters
## * 5 proposed 14 as the best number of clusters
## * 1 proposed 15 as the best number of clusters
##
##           ***** Conclusion *****
##
## * According to the majority rule, the best number of clusters is 2
##
## *****

## $All.index
##           KL           CH Hartigan      CCC      Scott      Marriot      TrCovW      TraceW
## 2  1.3245 121.6933 78.6948 -4.9109 629.945 6.643862e+27 412380.92 5972.578
## 3  1.4398 108.0203 55.4463 -6.8143 1148.336 6.300557e+27 294451.52 5278.010
## 4  1.2230 97.0211 44.4244 -7.1779 1515.290 6.076402e+27 224896.07 4829.473
## 5  1.7472 89.1459 31.0086 -6.4935 1914.282 4.882769e+27 192260.27 4494.466
## 6  0.3197 81.0986 57.4932 -6.4605 2491.526 2.686618e+27 181217.54 4271.838
## 7  1.4986 83.5647 42.5980 -1.1425 3207.911 1.108058e+27 154812.99 3894.856
## 8  1.0320 82.7179 41.3446 2.5855 3270.846 1.303145e+27 133955.69 3633.821
## 9  1.5613 82.4615 29.9749 6.7576 3590.680 9.678197e+26 112685.74 3396.606
## 10 1.2645 80.2114 25.2248 6.9942 3966.501 6.386759e+26 100733.77 3232.649
## 11 1.5472 77.6672 18.9463 8.7804 4231.248 4.970907e+26 95564.06 3100.108
## 12 0.5722 74.4735 26.4804 9.5960 4393.121 4.516953e+26 88472.59 3003.495
## 13 1.5015 73.4234 19.9002 11.8635 4652.514 3.440446e+26 79521.40 2874.062
## 14 2.6844 71.4819 11.4981 13.0854 4842.020 2.909476e+26 73969.14 2779.822
## 15 0.8947 68.3829 11.6376 12.9766 4978.479 2.660538e+26 71439.89 2726.328
##           Friedman Rubin Cindex      DB Silhouette      Duda      Pseudot2      Beale Ratkowsky
## 2  280.8452 1.2035 0.2065 2.2140      0.1746 1.1228 -41.5750 -0.8907      0.2558
## 3  1620.7853 1.3619 0.2201 1.8938      0.1796 1.0782 -25.8818 -0.5900      0.2723
## 4  1624.8484 1.4884 0.2080 1.9148      0.1467 1.2475 -52.1792 -1.6132      0.2737
## 5  1638.6195 1.5993 0.1991 1.8538      0.1422 0.7927 46.5528 2.1259      0.2608
## 6  1631.1230 1.6826 0.1937 1.8033      0.1392 1.8671 -129.1055 -3.7676      0.2548
## 7  1641.8136 1.8455 0.1787 1.6898      0.1544 2.1572 -86.9041 -4.3497      0.2502
## 8  2048.1705 1.9781 0.2193 1.5967      0.1511 1.2564 -33.8741 -1.6551      0.2466
## 9  2053.9962 2.1162 0.2106 1.5611      0.1611 1.6296 -56.7947 -3.1199      0.2397
## 10 2049.2589 2.2236 0.2119 1.4885      0.1683 1.3734 -40.2373 -2.1939      0.2340
## 11 2023.2354 2.3186 0.2078 1.5303      0.1568 1.4987 -46.9214 -2.6897      0.2270
## 12 2036.1861 2.3932 0.2064 1.5591      0.1470 1.7624 -43.6911 -3.4918      0.2198
## 13 2260.5658 2.5010 0.2018 1.5183      0.1508 1.2883 -24.3929 -1.8073      0.2143
## 14 2271.9805 2.5858 0.1974 1.4873      0.1547 1.7073 -55.5135 -3.3427      0.2087

```

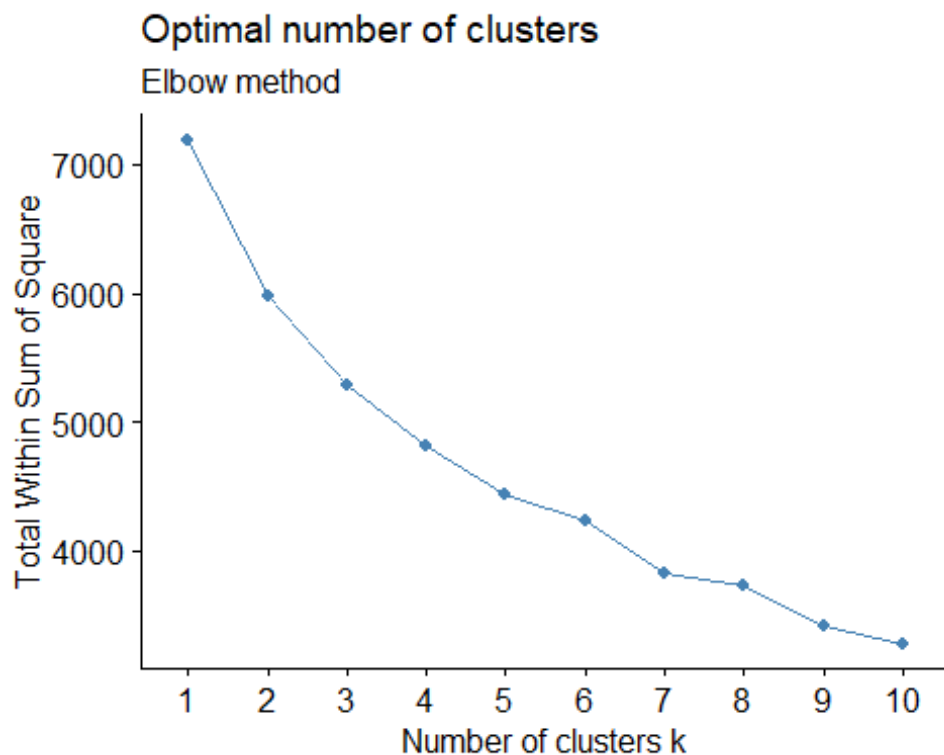
[illegible]

```
## [223] 1 1 2 1 1 2 2 1 1 2 1 1 1 1 2 1 1 1 2 2 1 1 1 1 1 1 1 1 1 2 1 2 1 1 1 2 2
## [260] 2 1 1 2 1 2 1 1 1 2 2 2 2 1 2 1 1 2 2 1 1 2 1 2 2 2 2 2 1 2 2 2 1 1 1 1 1
## [297] 1 2 2 2 1 1 1 2 2 1 2 1 1 1 2 2 2 2 2 2 1 1 2 1 2 2 2 2 1 1 2 1 1 1 2 1 2
## [334] 2 1 2 2 2 1 1 1 1 1 1 2 2 2 1 2 2 1 1 2 1 2 2 2 2 2 2 1 1 2 2 2 2 2 2 2 1
## [371] 1 1 1 1 1 1 1 1 2 2 1 1 2 2 2 1 1 2 2 2 2 2 1 1 2 1 2 1 1 1 1 2 1 2 1 1 1
## [408] 1 2 2 1 1 2 1 1 2 2 1 1 1 2 1 1 1 1 2 2 1 2 1 2 1 1 1 1 1 2 2 1 1 1 2 2
## [445] 1 1 1 2 1 1 1 1 1 1 1 2 1 2 2 2 2 2 2 1 2 2 2 1 1 2 2 1 2 2 2 2 2 1 2 1
## [482] 2 2 1 1 1 2 2 2 2 1 2 1 1 2 2 1 2 2 2 1 2 1 1 1 1 1 1 2 2 1 1 1 2 2 1 1 2
## [519] 1 2 1 1 1 2 1 1 2 1 2 1 2 1 2 1 2 1 1 1 1 1 2 2 2 2 2 1 1 1 2 2 1 1 1 2 2
## [556] 1 1 2 2 1 2 1 2 2 2 2 2 2 1 2 1 2 1 2 2 1 2 1 1 2 2 1 2 2 1 2 2 2 1 2 1 1
## [593] 1 1 1 1 2 2 1 1
```

According to the majority rule, the best number of clusters is 2

Elbow method Approches

```
fviz_nbclust(BSaScale, kmeans, method = "wss")+labs(subtitle = "Elbow method")
```



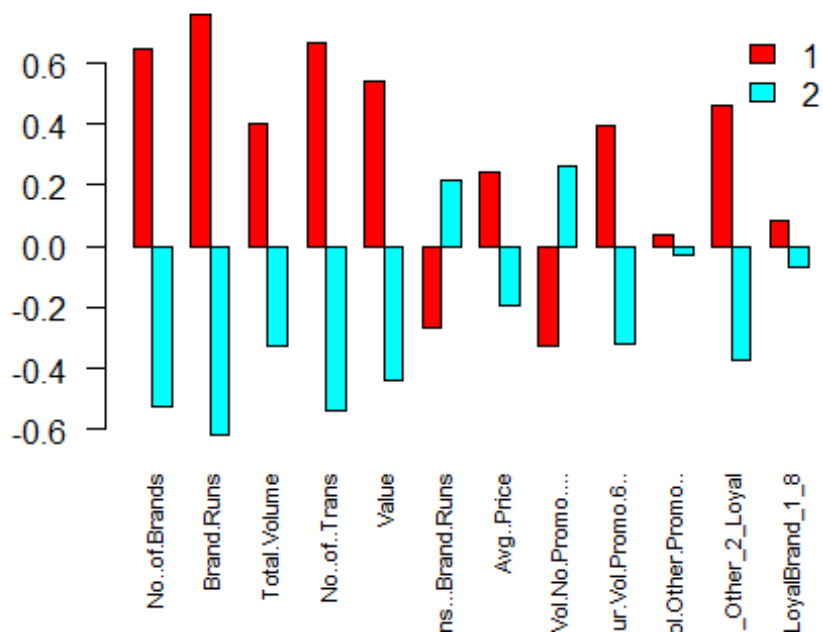
```
BSaK <- kmeans(BSaScale,centers = 2,nstart = 25)
```

```
library(cluster)
```

```
BSaK$size
```

```
## [1] 269 331
```

```
barplot(BSaK$centers,beside = TRUE,col = rainbow(2),cex.names = .7,las=2,
        args.legend = list(x='topright', bty='n'),legend.text = (1:nrow(BSaK$centers)))
```



#b.The variables that describe the basis for purchase

#Basis of purchase (price, selling proposition)

```
BSb <- select(BathSoapDF, "Pr.Cat.1", "Pr.Cat.2", "Pr.Cat.3", "Pr.Cat.4",
               "PropCat.5", "PropCat.6", "PropCat.7", "PropCat.8", "PropCat.9", "PropCat.10",
               "PropCat.11", "PropCat.12", "PropCat.13", "PropCat.14", "PropCat.15",
               "Pur.Vol.No.Promo....", "Pur.Vol.Promo.6..", "Pur.Vol.Other.Promo..")
```

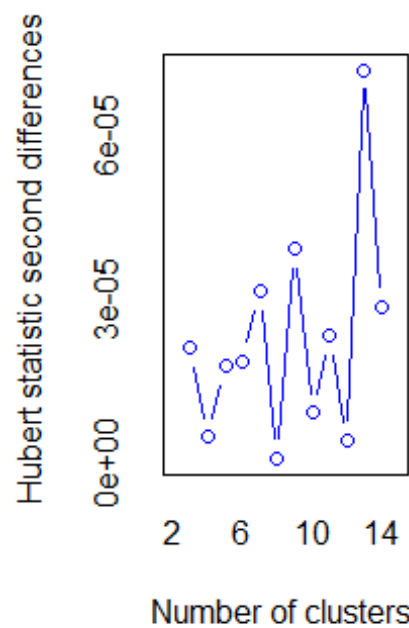
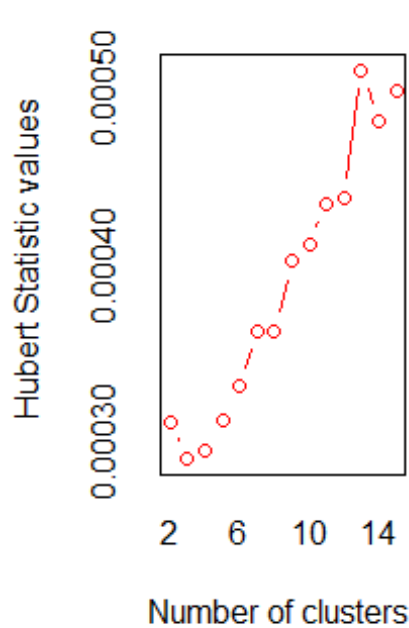
#BSb

#Scaling the Data

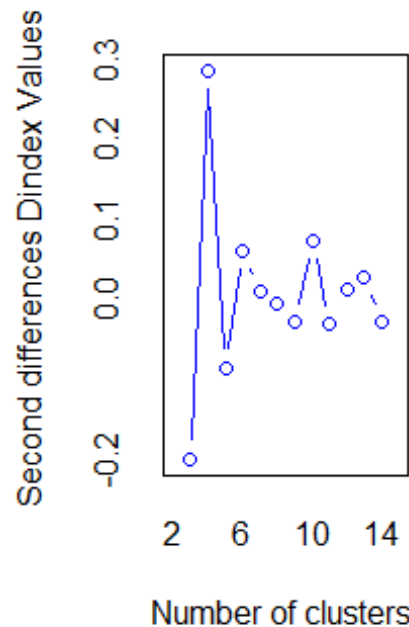
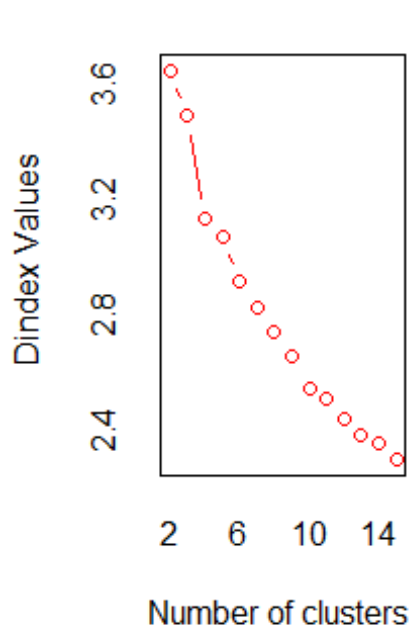
```
BSbScale <- scale(BSb)
```

Finding the Best Number Of Clusters Comparing with Most of the methods

```
NbClust(data = BSbScale, distance = "euclidean", min.nc = 2, max.nc = 15, method =
"kmeans")
```



```
## *** : The Hubert index is a graphical method of determining the number of clusters.
##       In the plot of Hubert index, we seek a significant knee that
corresponds to a
##       significant increase of the value of the measure i.e the significant
peak in Hubert
##       index second differences plot.
##
```



```

## *** : The D index is a graphical method of determining the number of clusters.
##           In the plot of D index, we seek a significant knee (the significant
peak in Dindex
##           second differences plot) that corresponds to a significant increase of
the value of
##           the measure.
##
## *****
## * Among all indices:
## * 4 proposed 2 as the best number of clusters
## * 1 proposed 3 as the best number of clusters
## * 6 proposed 4 as the best number of clusters
## * 2 proposed 6 as the best number of clusters
## * 2 proposed 10 as the best number of clusters
## * 1 proposed 11 as the best number of clusters
## * 1 proposed 12 as the best number of clusters
## * 6 proposed 13 as the best number of clusters
##
##           ***** Conclusion *****
##
## * According to the majority rule, the best number of clusters is 4
##
## *****
## $All.index
##           KL      CH Hartigan      CCC      Scott      Marriot      TrCovW      TraceW
## 2  0.2965 55.3667 53.0274 -8.7999 630.7445 6.819258e+36 498313.33 9868.326
## 3  0.3665 56.5571 96.4249 -7.3074 1444.3222 3.953962e+36 426083.94 9064.533
## 4  5.4313 75.8091 29.3513 6.4321 2496.7547 1.216561e+36 285242.24 7804.056
## 5  0.3407 66.8823 57.2734 6.7894 3031.0413 7.802331e+35 263711.62 7437.767
## 6  1.7304 69.9930 37.3615 16.3637 4108.1212 1.866253e+35 227184.96 6784.687
## 7  0.9979 68.1083 37.1870 22.2624 4711.4427 9.293202e+34 206321.54 6383.196
## 8  0.9898 67.2383 37.7379 28.8713 5407.1454 3.807000e+34 190510.06 6006.527
## 9  0.7410 67.1875 50.1464 36.2256 5781.3992 2.582224e+34 166934.28 5646.578
## 10 1.8443 70.2424 30.5843 47.5442 6508.4173 9.490208e+33 145329.22 5204.938
## 11 0.6974 69.4358 42.6349 54.0049 6784.7676 7.244894e+33 127861.81 4948.423
## 12 0.7734 71.4470 57.0200 64.3995 7383.9834 3.176013e+33 112623.18 4614.408
## 13 2.1071 76.4656 -18.6824 79.3419 8219.6312 9.258582e+32 96147.72 4206.493
## 14 0.9888 66.7861 29.2534 70.8544 7902.0137 1.823111e+33 99237.05 4344.774
## 15 0.4141 67.0863 70.5464 75.8040 8270.3814 1.132677e+33 90552.36 4138.194
##           Friedman Rubin Cindex      DB Silhouette      Duda      Pseudot2      Beale Ratkowsky
## 2  2456.081 1.0926 0.2323 3.0147      0.1862 1.2784 -48.5655 -2.7012      0.1548
## 3  7853.092 1.1895 0.2187 2.5493      0.1668 2.2587 -249.0964 -6.9058      0.1932
## 4  16346.042 1.3816 0.2028 2.1424      0.2099 1.2667 -32.4246 -2.6078      0.2220
## 5  16805.180 1.4496 0.1904 2.1674      0.2091 0.3630 112.3142 21.5141      0.2210
## 6  19921.901 1.5892 0.1876 1.7951      0.2176 3.4768 -101.8698 -8.7825      0.2197
## 7  19958.433 1.6891 0.1713 1.8083      0.2220 1.7821 -52.6632 -5.4114      0.2210
## 8  20336.638 1.7950 0.1687 1.7009      0.2277 3.2584 -187.1376 -8.5434      0.2175
## 9  19974.427 1.9095 0.1543 1.6657      0.2289 3.3396 -37.8302 -8.1671      0.2206
## 10 20613.236 2.0715 0.1460 1.5888      0.2526 1.3959 -32.6185 -3.4943      0.2188
## 11 20459.026 2.1789 0.1796 1.5148      0.2579 2.5327 -74.4358 -7.4494      0.2166
## 12 19961.773 2.3366 0.1782 1.4621      0.2693 2.6224 -78.5708 -7.5845      0.2141
## 13 21055.662 2.5632 0.1728 1.3697      0.2693 3.4932 -87.0747 -8.7401      0.2145
## 14 22411.438 2.4816 0.1717 1.5334      0.2624 0.4892 111.7206 12.8606      0.2025
## 15 22803.090 2.6055 0.1635 1.4668      0.2639 3.4462 -31.9421 -8.6388      0.1998

```

```

##          Ball Ptbiserial      Frey McClain      Dunn Hubert SDindex Dindex      SDbw
## 2  4934.1631      0.2995  0.6969  0.4476  0.0450  3e-04  1.4709  3.6496  1.4504
## 3  3021.5111      0.3296  0.0442  0.8819  0.0371  3e-04  1.3549  3.4931  1.3563
## 4  1951.0140      0.3883  0.2435  1.1886  0.0369  3e-04  1.2596  3.1377  1.1492
## 5  1487.5534      0.4096 -0.4025  1.5299  0.0369  3e-04  1.3437  3.0689  1.3291
## 6  1130.7812      0.4263  0.2423  1.5059  0.0369  3e-04  1.1851  2.9157  1.0926
## 7   911.8851      0.4416  0.4476  1.9811  0.0369  4e-04  1.2221  2.8244  1.1749
## 8   750.8159      0.4381  0.2235  2.1147  0.0351  4e-04  1.1904  2.7428  1.1384
## 9   627.3975      0.4410  0.0309  2.6121  0.0351  4e-04  1.2842  2.6574  1.2643
## 10  520.4938      0.4557 -0.0430  2.7055  0.0334  4e-04  1.1620  2.5444  1.1114
## 11  449.8566      0.4677  0.2074  2.7018  0.0425  4e-04  1.2899  2.5062  1.1844
## 12  384.5340      0.4669  0.1846  2.8027  0.0452  4e-04  1.2130  2.4376  1.1144
## 13  323.5764      0.4662  1.9080  2.9286  0.0452  5e-04  1.5073  2.3817  1.2505
## 14  310.3410      0.4486  0.0722  3.2062  0.0452  5e-04  1.3388  2.3544  1.1693
## 15  275.8796      0.4543  3.2220  3.2966  0.0431  5e-04  1.3324  2.2993  1.1798
##
## $All.CriticalValues
##      CritValue_Duda CritValue_PseudoT2 Fvalue_Beale
## 2           0.8778           31.0535           1
## 3           0.8725           65.3217           1
## 4           0.8695           23.1180           1
## 5           0.8241           13.6625           0
## 6           0.8466           25.9096           1
## 7           0.8474           21.6170           1
## 8           0.8458           49.2083           1
## 9           0.7040           22.7003           1
## 10          0.8435           21.3433           1
## 11          0.8400           23.4208           1
## 12          0.8241           27.1115           1
## 13          0.8201           26.7658           1
## 14          0.8426           19.9831           0
## 15          0.7998           11.2628           1
##
## $Best.nc
##              KL      CH Hartigan      CCC      Scott      Marriot      TrCovW
## Number_clusters 4.0000 13.0000 13.0000 13.0000      6.00 4.000000e+00      4.0
## Value_Index     5.4313 76.4656 75.7024 79.3419 1077.08 2.301073e+36 140841.7
##              TraceW Friedman      Rubin Cindex      DB Silhouette      Duda
## Number_clusters 4.0000      4.00 13.0000 10.000 13.0000      13.0000 2.0000
## Value_Index     894.1887 8492.95 -0.3082 0.146 1.3697      0.2693 1.2784
##              PseudoT2      Beale Ratkowsky      Ball PtBiserial Frey McClain
## Number_clusters 2.0000 2.0000      4.000 3.000 11.0000      1 2.0000
## Value_Index     -48.5655 -2.7012      0.222 1912.652      0.4677 NA 0.4476
##              Dunn Hubert SDindex Dindex      SDbw
## Number_clusters 12.0000      0 10.000      0 6.0000
## Value_Index     0.0452      0 1.162      0 1.0926
##
## $Best.partition
## [1] 4 4 2 2 3 4 4 2 4 1 3 4 4 4 4 4 4 4 3 2 2 2 2 2 1 4 4 4 2 2 4 2 2 2 4 4
## [38] 4 2 2 4 2 2 2 4 4 4 4 2 1 2 4 2 3 2 4 2 4 2 4 4 2 2 4 4 2 2 4 4 4 4 2 4
## [75] 4 1 4 2 4 4 4 2 2 1 3 4 3 4 1 2 1 4 2 1 4 4 2 4 2 4 4 4 4 3 4 4 1 4 4 3 2
## [112] 4 4 3 3 1 4 2 4 4 3 1 4 1 4 2 4 4 4 1 4 4 1 4 2 1 4 4 4 3 4 2 4 2 1 2 2 3
## [149] 4 3 4 4 2 2 4 1 1 2 4 2 2 2 4 4 4 4 4 4 4 4 4 4 2 4 4 4 2 2 4 4 4 4 3 4
## [186] 4 4 4 4 3 4 1 4 4 4 4 4 1 4 4 4 4 4 2 4 4 4 2 4 4 3 3 4 4 1 4 3 2 1 4 4
## [223] 2 1 4 4 4 4 1 3 2 4 2 4 2 2 2 2 2 1 4 4 3 4 2 4 2 1 1 4 4 3 4 4 4 4 4 3 4

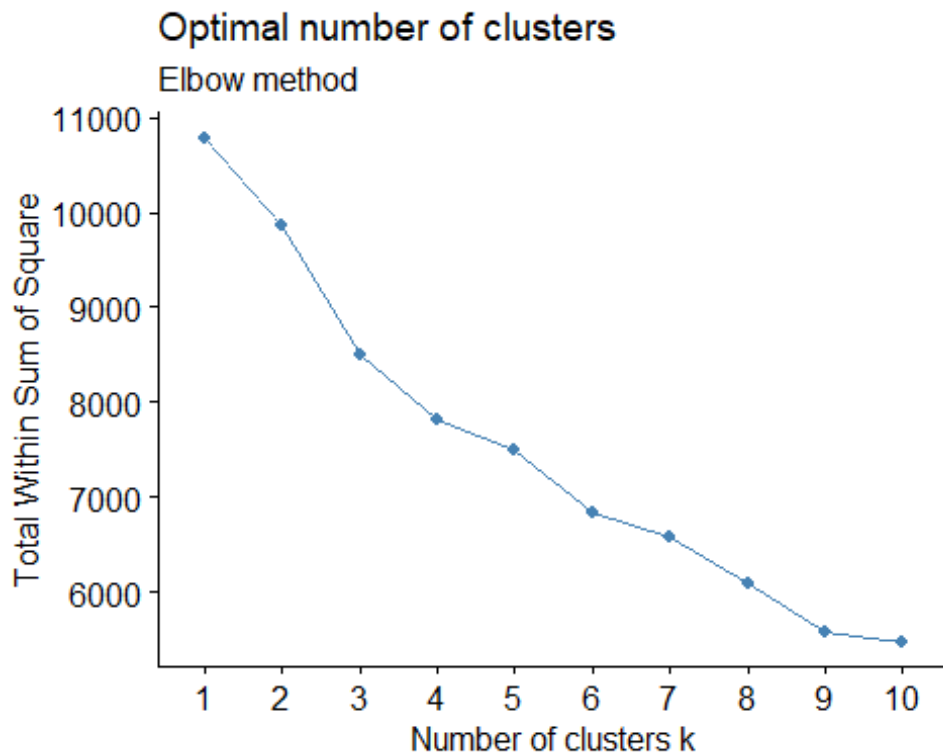
```

```
## [260] 4 1 4 4 4 4 4 4 4 4 1 4 4 4 4 4 3 4 1 4 3 4 4 4 4 4 4 2 4 4 1 4 1 4 3 4 4
## [297] 2 4 4 1 4 4 3 4 1 4 4 4 3 1 1 3 4 1 4 4 4 4 4 1 2 3 4 4 4 2 4 2 4 4 4 4 4
## [334] 4 4 3 4 4 4 4 4 4 4 1 4 3 3 1 4 4 4 1 1 4 1 4 1 4 1 3 1 4 4 1 1 3 3 4 1 4
## [371] 4 1 4 4 2 1 4 1 4 4 1 1 3 1 4 1 4 4 4 4 1 1 1 1 3 1 1 3 1 4 4 1 4 1 3 1 1
## [408] 4 4 4 4 1 1 4 1 3 4 1 4 4 4 4 1 4 4 4 3 1 1 4 4 4 4 1 1 4 3 1 4 1 4 1 4 1
## [445] 1 4 4 4 4 4 1 4 4 4 4 4 4 1 3 1 3 3 3 1 3 2 4 4 1 1 3 1 1 4 4 4 4 3 1 1 1
## [482] 3 4 1 1 4 1 4 1 1 3 4 1 4 1 1 1 1 4 4 2 3 4 4 1 1 4 4 4 3 1 4 4 3 3 4 1 3
## [519] 1 4 4 3 4 4 4 4 4 4 4 4 3 2 4 4 4 4 2 4 4 4 4 3 4 1 3 4 4 4 4 1 4 4 1 4 4
## [556] 4 4 4 3 1 3 4 1 4 3 3 4 3 4 1 4 4 1 3 4 2 1 1 1 3 3 1 4 3 4 3 4 4 4 4 4 1
## [593] 3 4 4 3 1 4 3 4
```

According to the majority rule, the best number of clusters is 2

Traditional Approches

```
fviz_nbclust(BSbScale, kmeans, method = "wss")+labs(subtitle = "Elbow method")
```



2,9 are the best cluster from 3 approches

```
BSbK <- kmeans(BSbScale,centers = 2,nstart = 25)
```

Allow us to represent the cluster solution into 2 dimensions

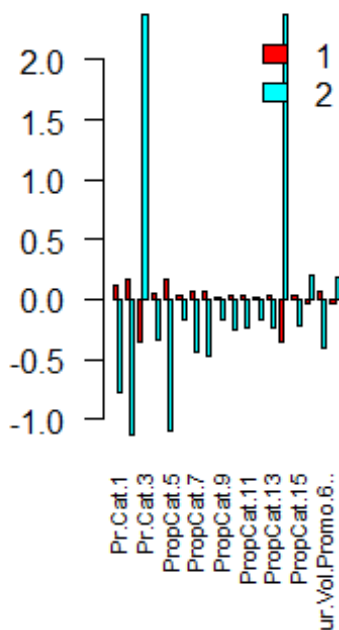
#'2D-Representation of the Cluster solution - Purchase Behavior')

```
BSaK$size
```

```
## [1] 269 331
```

```
#dev.off()
```

```
barplot(BSbK$centers,beside = TRUE,col = rainbow(2),cex.names = .7,las=2,
        args.legend = list(x = 'topright', bty='n'),legend.text = (1:nrow(BSbK$centers)))
```

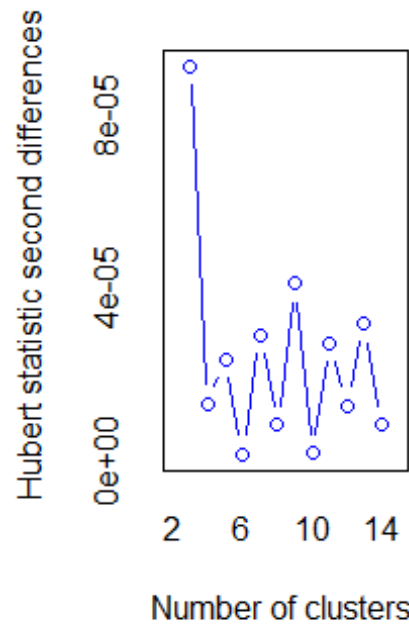
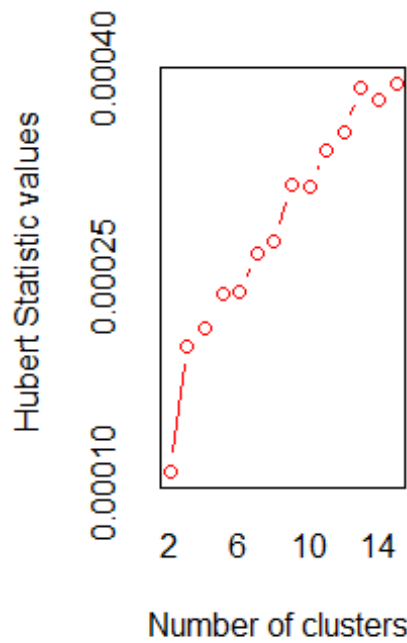
c. The variables that describe both purchase behavior and basis of purchase

```
BSc <-
select(BathSoapDF, "No..of.Brands", "Brand.Runs", "Total.Volume", "No..of..Trans", "Value",
       "Trans...Brand.Runs", "Avg..Price",

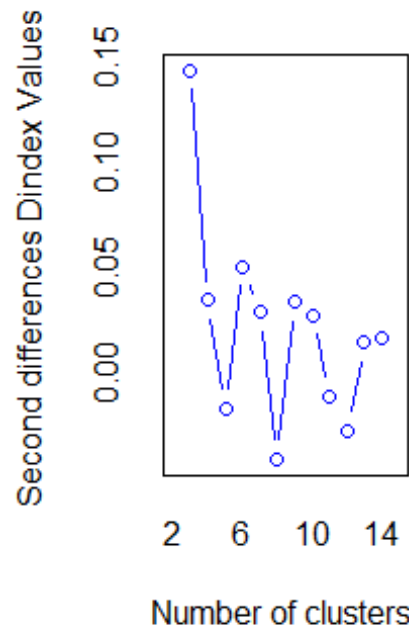
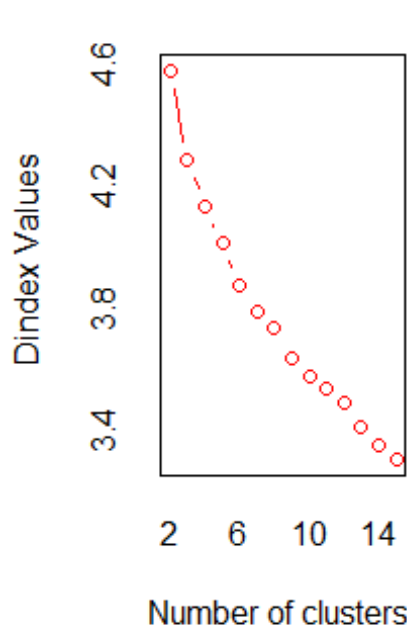
       "Pur.Vol.No.Promo....", "Pur.Vol.Promo.6..", "Pur.Vol.Other.Promo..", "Brand_1_Other_2_Loyal",
       "LoyalBrand_1_8",
       "Pr.Cat.1", "Pr.Cat.2", "Pr.Cat.3", "Pr.Cat.4",
       "PropCat.5", "PropCat.6", "PropCat.7", "PropCat.8", "PropCat.9", "PropCat.10",
       "PropCat.11", "PropCat.12", "PropCat.13", "PropCat.14", "PropCat.15",
       "Pur.Vol.No.Promo....", "Pur.Vol.Promo.6..", "Pur.Vol.Other.Promo..")

#scaling the data set
BScScale <- scale(BSc)

NbClust(data = BScScale, distance = "euclidean", min.nc = 2, max.nc = 15, method =
"kmeans")
```



```
## *** : The Hubert index is a graphical method of determining the number of clusters.
##       In the plot of Hubert index, we seek a significant knee that
corresponds to a
##       significant increase of the value of the measure i.e the significant
peak in Hubert
##       index second differences plot.
##
```



```

## *** : The D index is a graphical method of determining the number of clusters.
##           In the plot of D index, we seek a significant knee (the significant
peak in Dindex
##           second differences plot) that corresponds to a significant increase of
the value of
##           the measure.
##
## *****
## * Among all indices:
## * 4 proposed 2 as the best number of clusters
## * 7 proposed 3 as the best number of clusters
## * 1 proposed 4 as the best number of clusters
## * 1 proposed 11 as the best number of clusters
## * 6 proposed 13 as the best number of clusters
## * 4 proposed 15 as the best number of clusters
##
##           ***** Conclusion *****
##
## * According to the majority rule, the best number of clusters is 3
##
## *****

## $All.index
##           KL           CH Hartigan           CCC           Scott           Marriot           TrCovW           TraceW
## 2  0.7661 65.3654 64.7677 -5.6338 772.3769 5.268605e+57 539106.8 14579.377
## 3  1.5011 68.4916 45.1633 -0.1319 1946.9655 1.673719e+57 431654.2 13154.634
## 4  1.3175 64.0623 35.3155 3.1821 2496.2444 1.191183e+57 353455.4 12229.470
## 5  1.0094 59.6224 34.2018 5.7072 3005.8596 7.960254e+56 299964.1 11545.359
## 6  1.2569 57.1838 28.2555 10.4075 3861.6394 2.753312e+56 271462.9 10917.782
## 7  2.1125 54.5372 16.1820 14.4719 4448.9880 1.408030e+56 246995.0 10422.025
## 8  0.3858 50.2486 33.0193 15.7646 5173.5452 5.497228e+55 246909.7 10145.179
## 9  1.5353 50.4619 23.2772 22.7030 5713.8576 2.827207e+55 216479.9 9609.217
## 10 1.3087 49.1248 18.7417 27.2549 6302.8808 1.307746e+55 204044.0 9245.088
## 11 1.0997 47.4104 17.3209 30.7699 6569.8670 1.014046e+55 189715.0 8960.454
## 12 0.4313 45.8645 36.5029 34.1382 6838.6083 7.711047e+54 176164.7 8704.479
## 13 4.6229 47.6132 10.4426 43.9038 7764.1532 1.935111e+54 158869.3 8195.693
## 14 0.4808 45.4582 18.3591 45.4823 8049.1563 1.395671e+54 154157.6 8052.442
## 15 0.5612 44.7685 31.4402 49.9215 8483.8234 7.764026e+53 147395.9 7807.827
##           Friedman Rubin Cindex           DB Silhouette           Duda           Pseudot2           Beale
## 2  4692.499 1.1093 0.3242 3.0066 0.1021 1.1921 -46.0855 -3.0475
## 3  13878.719 1.2295 0.3059 2.6517 0.1353 4.6182 -141.0234 -14.6641
## 4  15103.851 1.3225 0.3018 2.4174 0.1257 1.8051 -131.5762 -8.3888
## 5  16748.706 1.4008 0.2538 2.2527 0.1238 0.9748 5.5077 0.4883
## 6  20111.558 1.4813 0.2488 2.1007 0.1375 1.2356 -32.9906 -3.5978
## 7  20225.202 1.5518 0.2351 2.0335 0.1418 2.8387 -121.7729 -11.9945
## 8  20883.096 1.5942 0.2361 2.0797 0.1280 1.0899 -9.3226 -1.5537
## 9  20314.540 1.6831 0.2209 1.9699 0.1396 1.4404 -21.7097 -5.6687
## 10 20727.743 1.7494 0.2156 1.9958 0.1481 1.4388 -27.1429 -5.6475
## 11 20875.159 1.8049 0.2728 1.9158 0.1505 1.5369 -37.3809 -6.4768
## 12 21227.015 1.8580 0.2683 1.8897 0.1500 1.4324 -24.4511 -5.5899
## 13 21907.753 1.9734 0.2616 1.7147 0.1577 1.0999 -10.7128 -1.7060
## 14 22012.431 2.0085 0.2038 1.7896 0.1328 2.9028 -106.8472 -12.2864
## 15 22174.851 2.0714 0.1973 1.7638 0.1511 0.7695 24.2577 5.6257
##           Ratkowsky           Ball Ptbiserial           Frey McClain           Dunn Hubert SDindex Dindex
## 2  0.1859 7289.6883 0.1586 -0.4231 0.8921 0.0761 1e-04 1.2252 4.5815

```

## 3	0.2085	4384.8780	0.2771	0.4616	1.1736	0.0909	2e-04	1.2480	4.2858
## 4	0.2165	3057.3675	0.2828	0.1295	1.9362	0.0606	2e-04	1.2236	4.1332
## 5	0.2148	2309.0717	0.3039	0.2900	2.5347	0.0809	2e-04	1.1929	4.0148
## 6	0.2094	1819.6303	0.3035	-0.0114	2.9447	0.0646	2e-04	1.1442	3.8796
## 7	0.2098	1488.8607	0.3358	-2.5055	3.3473	0.0619	3e-04	1.1645	3.7946
## 8	0.1993	1268.1474	0.3060	-0.0226	3.9700	0.0728	3e-04	1.1536	3.7382
## 9	0.2015	1067.6907	0.3389	0.1551	4.3465	0.0832	3e-04	1.1722	3.6405
## 10	0.1977	924.5088	0.3385	-0.0657	4.7673	0.0832	3e-04	1.1345	3.5764
## 11	0.1936	814.5868	0.3480	0.3741	4.7776	0.1069	3e-04	1.2460	3.5393
## 12	0.1894	725.3733	0.3370	-0.2236	5.3863	0.0877	4e-04	1.2316	3.4908
## 13	0.1888	630.4379	0.3480	0.7576	5.2168	0.0751	4e-04	1.2610	3.4148
## 14	0.1827	575.1744	0.3288	-0.0026	6.0538	0.0592	4e-04	1.1530	3.3530
## 15	0.1803	520.5218	0.3386	0.1780	6.2065	0.0683	4e-04	1.1125	3.3080

SDbw

## 2	1.0343
## 3	1.0131
## 4	1.0847
## 5	1.0826
## 6	1.0264
## 7	1.1543
## 8	0.9999
## 9	1.1191
## 10	1.0955
## 11	1.1430
## 12	1.1056
## 13	1.0576
## 14	0.8899
## 15	0.8762

##

\$All.CriticalValues

##	CritValue_Duda	CritValue_PseudoT2	Fvalue_Beale
## 2	0.9250	23.1970	1.0000
## 3	0.8760	25.4727	1.0000
## 4	0.8950	34.6064	1.0000
## 5	0.9152	19.7479	0.9879
## 6	0.9100	17.1002	1.0000
## 7	0.8441	34.7312	1.0000
## 8	0.9009	12.4301	1.0000
## 9	0.8471	12.8144	1.0000
## 10	0.8441	16.4419	1.0000
## 11	0.8471	19.3118	1.0000
## 12	0.8441	14.9640	1.0000
## 13	0.8911	14.4248	1.0000
## 14	0.8811	21.9928	1.0000
## 15	0.8898	10.0343	0.0000

##

\$Best.nc

##	KL	CH	Hartigan	CCC	Scott	Marriot	TrCovW
## Number_clusters	13.0000	3.0000	13.0000	15.0000	3.000	3.00000e+00	3.0
## Value_Index	4.6229	68.4916	26.0602	49.9215	1174.589	3.11235e+57	107452.5

##	TraceW	Friedman	Rubin	Cindex	DB	Silhouette	Duda
## Number_clusters	3.0000	3.00	13.0000	15.0000	13.0000	13.0000	2.0000
## Value_Index	499.5785	9186.22	-0.0802	0.1973	1.7147	0.1577	1.1921

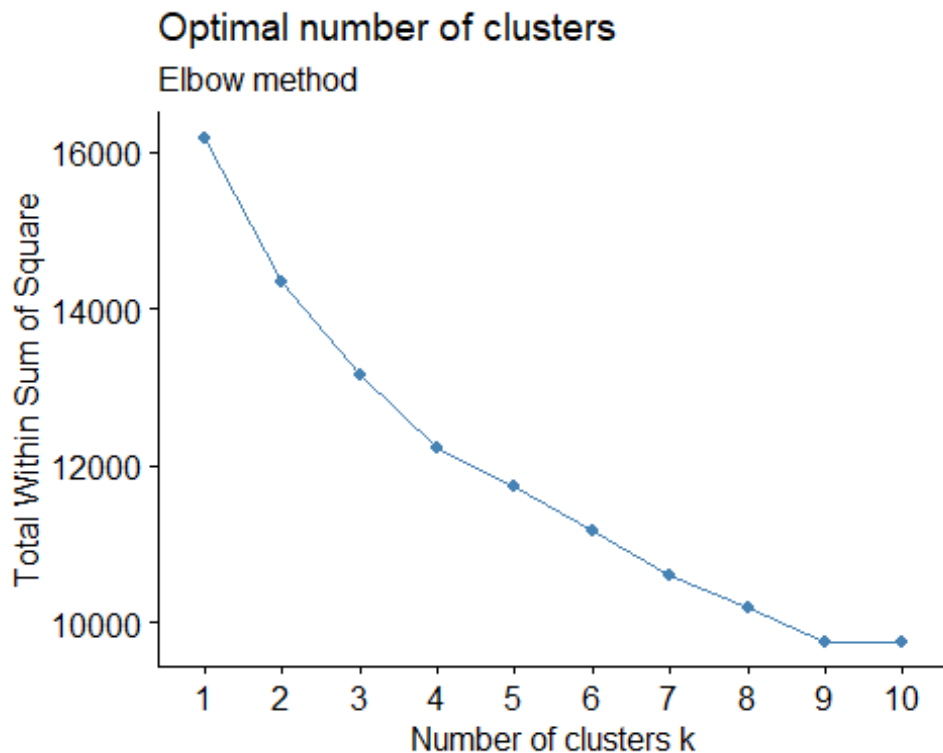
##	PseudoT2	Beale	Ratkowsky	Ball	PtBiserial	Frey	McClain
## Number_clusters	2.0000	2.0000	4.0000	3.00	13.000	1	2.0000

```
## Value_Index      -46.0855 -3.0475      0.2165 2904.81      0.348   NA   0.8921
##                Dunn Hubert SDindex Dindex      SDbw
## Number_clusters 11.0000      0 15.0000      0 15.0000
## Value_Index      0.1069      0 1.1125      0 0.8762
##
## $Best.partition
##  [1] 2 3 1 1 2 2 2 1 2 3 2 2 2 2 2 2 2 2 2 3 1 1 1 1 1 3 2 2 2 1 1 2 1 1 1 2 2
## [38] 2 1 1 2 1 1 1 2 2 2 2 1 3 1 2 1 2 1 2 1 2 2 1 1 2 2 1 2 3 2 2 2 2 2 1 2
## [75] 2 3 2 1 2 2 2 1 1 3 2 2 2 2 3 1 3 2 1 3 3 2 1 2 1 2 2 2 2 2 2 2 3 2 3 2 1
## [112] 2 2 3 3 3 3 1 3 2 2 3 2 3 2 1 2 2 2 3 3 3 3 2 1 3 2 2 2 2 2 2 1 2 1 3 1 1 2
## [149] 2 3 2 2 1 1 2 3 3 1 2 1 1 1 2 2 2 2 2 2 2 2 2 2 3 2 1 2 2 2 1 1 2 2 2 3 3 3
## [186] 2 2 2 2 3 2 3 2 2 2 2 2 2 2 3 2 2 2 2 2 1 2 2 2 2 3 2 2 3 2 2 3 2 3 1 3 2 2
## [223] 1 3 2 2 2 3 3 2 1 2 1 2 1 1 1 1 1 3 2 3 2 2 1 2 1 3 3 2 2 3 2 3 2 2 2 1 2
## [260] 2 3 2 3 2 3 2 2 2 2 3 2 2 2 2 3 3 3 3 2 2 2 2 2 2 2 2 2 2 2 3 3 3 2 2 2 2
## [297] 1 2 2 3 3 2 2 2 3 2 3 2 2 3 3 3 3 3 2 3 2 2 3 3 2 3 2 2 2 1 2 1 2 2 2 2 2
## [334] 3 2 3 3 3 2 2 2 2 2 3 2 3 3 3 2 2 2 2 3 2 3 2 3 2 3 3 3 2 2 3 3 3 3 3 3 2
## [371] 2 3 2 2 1 3 2 3 2 2 3 3 3 3 2 3 2 3 2 3 3 3 3 2 3 3 3 3 3 2 2 3 2 3 3 3 3
## [408] 2 3 2 2 3 3 2 3 3 2 3 2 2 2 2 3 2 2 3 3 3 3 2 2 2 2 3 3 2 3 3 2 3 2 3 2 3
## [445] 3 2 2 2 2 2 3 2 2 2 2 2 3 3 3 3 3 3 3 3 3 2 2 2 3 3 3 3 3 3 2 2 2 3 3 3 3
## [482] 3 3 3 3 2 3 2 3 3 3 3 2 2 3 3 3 3 2 2 1 3 2 2 3 3 2 2 2 3 3 2 2 3 3 2 3 3
## [519] 3 2 2 3 2 2 2 2 2 2 2 2 3 1 2 2 3 2 1 2 2 2 3 3 2 3 3 2 2 2 2 3 2 3 3 2 2
## [556] 2 2 3 3 3 3 2 3 2 3 3 2 3 2 3 2 2 3 3 3 1 3 3 3 3 3 3 2 3 2 3 2 2 3 3 2 3
## [593] 3 2 2 2 3 2 2 2
```

According to the majority rule, the best number of clusters is 2

Traditional Approches

```
fviz_nbclust(BScScale, kmeans, method = "wss")+labs(subtitle = "Elbow method")
```



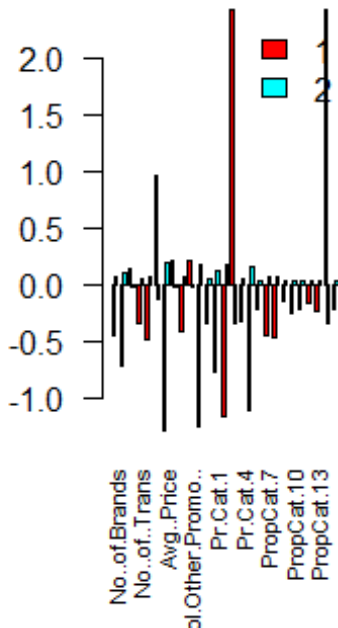
#2 is the best cluster from 3 approches

```
BScK <- kmeans(BScScale,centers =2,nstart = 25)
```

```
# Allow us to represent the cluster solution into 2 dimensions
#clusplot(BScScale,BScK$cluster,lines = 0,labels = 2,shade = TRUE,color = TRUE,main =
#'2D-Representation of the Cluster solution - Purchase Behavior')
BScK$size

## [1] 75 525

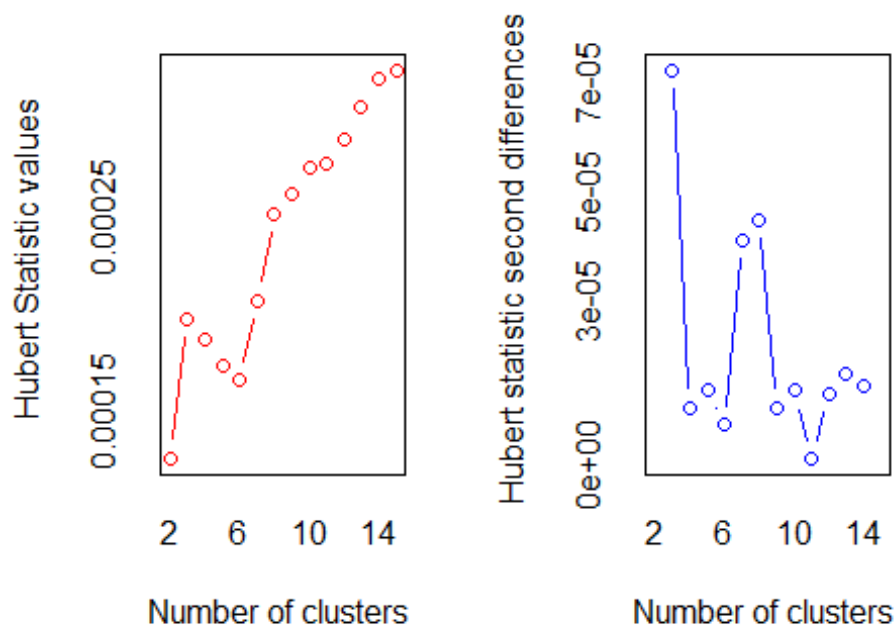
#dev.off()
barplot(BScK$centers,beside = TRUE,col = rainbow(2),cex.names = .7,las=2,
        args.legend = list(x = 'topright', bty='n'),legend.text = (1:nrow(BScK$centers)))
```



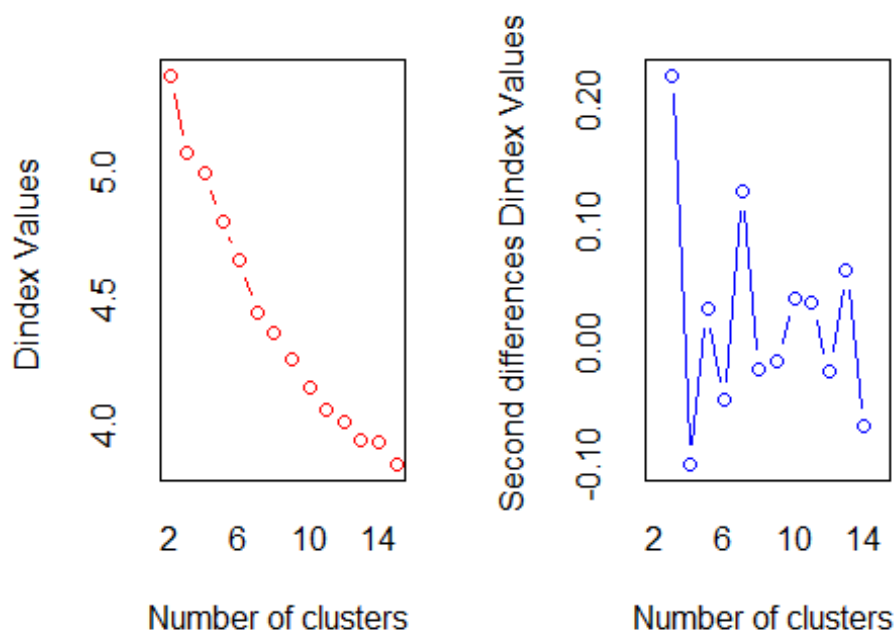
2. Select what you think is the best segmentation and comment on the characteristics (demographic, brand loyalty, and basis for purchase) of these clusters.

```
BS2 <- select(BathSoapDF, "Brand_1_Other_2_Loyal", "LoyalBrand_1_8",
              "Pr.Cat.1", "Pr.Cat.2", "Pr.Cat.3", "Pr.Cat.4",
              "PropCat.5", "PropCat.6", "PropCat.7", "PropCat.8", "PropCat.9", "PropCat.10",
              "PropCat.11", "PropCat.12", "PropCat.13", "PropCat.14", "PropCat.15",
              "Pur.Vol.No.Promo...", "Pur.Vol.Promo.6..", "Pur.Vol.Other.Promo..",
              "SEC", "FEH", "MT", "SEX", "EDU", "HS", "CS",
              "Br..Cd..57..144", "Br..Cd..55", "Br..Cd..272", "Br..Cd..286", "Br..Cd..24", "Br..Cd..481", "Br
              ..Cd..352", "Br..Cd..5", "Others.999")

BS2Scale <- scale(BS2)
NbClust(data = BS2Scale, distance = "euclidean", min.nc = 2, max.nc = 15, method =
"kmeans")
```



```
## *** : The Hubert index is a graphical method of determining the number of clusters.
##           In the plot of Hubert index, we seek a significant knee that
corresponds to a
##           significant increase of the value of the measure i.e the significant
peak in Hubert
##           index second differences plot.
##
```



```

## *** : The D index is a graphical method of determining the number of clusters.
##           In the plot of D index, we seek a significant knee (the significant
peak in Dindex
##           second differences plot) that corresponds to a significant increase of
the value of
##           the measure.
##
## *****
## * Among all indices:
## * 4 proposed 2 as the best number of clusters
## * 9 proposed 3 as the best number of clusters
## * 1 proposed 5 as the best number of clusters
## * 1 proposed 6 as the best number of clusters
## * 1 proposed 7 as the best number of clusters
## * 1 proposed 8 as the best number of clusters
## * 1 proposed 11 as the best number of clusters
## * 2 proposed 12 as the best number of clusters
## * 1 proposed 13 as the best number of clusters
## * 1 proposed 14 as the best number of clusters
## * 1 proposed 15 as the best number of clusters
##
##           ***** Conclusion *****
##
## * According to the majority rule, the best number of clusters is 3
##
## *****

## $All.index
##           KL           CH Hartigan           CCC           Scott           Marriot           TrCovW           TraceW
## 2  0.3999 43.7461  67.9377 -9.8795  881.646 2.781714e+75 737828.3 20094.04
## 3  6.5094 58.2293  18.0083 -0.7356 2578.521 3.700464e+74 555420.1 18044.08
## 4  0.3080 45.9163  35.8056 -4.7364 3259.662 2.114008e+74 530934.5 17515.73
## 5  1.2059 45.3812  30.4413 -0.3805 3310.691 3.033826e+74 442427.9 16523.08
## 6  0.5366 44.1763  54.1086  3.1667 3997.503 1.390666e+74 397307.2 15718.87
## 7  1.7964 49.1023  32.9123 15.8164 4831.460 4.714961e+73 314833.5 14406.55
## 8  0.9870 49.0425  34.1474 22.8316 5617.048 1.662776e+73 278493.0 13649.01
## 9  0.9496 49.5720  37.0561 31.1502 6148.432 8.679811e+72 240735.3 12904.66
## 10 2.1762 50.8580  18.9414 41.0390 7072.665 2.296378e+72 208101.4 12143.26
## 11 0.8095 49.0525  23.0054 45.3067 7715.022 9.525227e+71 197213.0 11765.54
## 12 0.9896 48.3441  23.6653 50.9590 8220.825 4.879103e+71 181144.0 11323.27
## 13 8.4445 47.9893  -0.0549 57.1970 8769.856 2.293307e+71 163875.6 10885.18
## 14 0.0868 44.2140  32.1841 55.0244 8969.743 1.906114e+71 166375.0 10886.19
## 15 6.4866 45.5318   6.7433 64.7466 9425.537 1.023671e+71 144791.5 10319.43
##           Friedman Rubin Cindex           DB Silhouette           Duda           Pseudot2           Beale
## 2  2216.180 1.0732 0.3154 3.4182           0.1063 1.9743 -200.3535 -12.4963
## 3  5798.795 1.1951 0.2965 2.6438           0.1040 0.9037  20.5737  2.7011
## 4  6994.369 1.2311 0.2953 2.3248           0.1041 3.4671 -291.7452 -17.8545
## 5 18821.197 1.3051 0.2881 2.5920           0.1108 1.2618 -57.4694 -5.2634
## 6 23203.934 1.3719 0.2915 2.3698           0.1129 1.7864 -154.9587 -11.1569
## 7 21817.679 1.4968 0.2721 2.0254           0.1217 2.4246 -86.3710 -14.8275
## 8 22760.078 1.5799 0.2726 1.8823           0.1312 1.5423 -42.8954 -8.8616
## 9 23605.011 1.6710 0.2671 1.7872           0.1435 1.1789 -7.1320 -3.7444
## 10 24984.366 1.7758 0.2564 1.6791           0.1579 2.4184 -64.5154 -14.7318
## 11 25434.490 1.8328 0.2562 1.6415           0.1620 6.8640 -228.9559 -21.4154
## 12 26001.233 1.9044 0.2449 1.6966           0.1730 1.1269 -24.8781 -2.8527

```



```

## 13 28524.036 1.9810 0.2441 1.7642      0.1644 1.5152 -64.9418 -8.6037
## 14 28960.542 1.9809 0.2317 1.9054      0.1541 4.0704 -62.6091 -17.8416
## 15 28532.421 2.0896 0.2356 1.7577      0.1682 1.6040 -52.3399 -9.4667
##      Ratkowsky      Ball Ptbiserial      Frey McClain      Dunn Hubert SDindex Dindex
## 2      0.1419 10047.0201      0.1812 -0.1783 0.6145 0.0780 1e-04 1.2793 5.3838
## 3      0.1893 6014.6948      0.2823 1.1553 1.0693 0.0947 2e-04 1.3038 5.0805
## 4      0.1794 4378.9321      0.2795 0.2366 1.1694 0.0917 2e-04 1.2182 4.9966
## 5      0.1884 3304.6159      0.3115 -1.7307 1.9658 0.0825 2e-04 1.1828 4.8124
## 6      0.1848 2619.8121      0.2597 -0.3129 2.5701 0.0923 2e-04 1.1305 4.6554
## 7      0.1970 2058.0790      0.3036 -0.3166 2.4722 0.0413 2e-04 1.1179 4.4510
## 8      0.1981 1706.1267      0.3520 0.2260 2.3623 0.0424 3e-04 1.4084 4.3707
## 9      0.1970 1433.8506      0.3550 -0.1501 2.6473 0.0424 3e-04 1.3386 4.2690
## 10     0.1969 1214.3264      0.3924 1.4023 2.6774 0.0424 3e-04 1.2482 4.1515
## 11     0.1916 1069.5947      0.3902 0.2043 2.7214 0.0891 3e-04 1.1825 4.0701
## 12     0.1903 943.6061      0.3927 0.3529 3.2848 0.0424 3e-04 1.1780 4.0213
## 13     0.1867 837.3213      0.3744 0.2474 4.2417 0.0441 3e-04 1.2558 3.9488
## 14     0.1804 777.5853      0.3709 0.6532 4.5214 0.0424 3e-04 1.3471 3.9351
## 15     0.1814 687.9622      0.3383 0.3546 5.8493 0.0441 3e-04 1.3109 3.8518
##      SDbw
## 2      1.1051
## 3      1.2734
## 4      1.1410
## 5      1.0740
## 6      1.0181
## 7      1.1114
## 8      1.4993
## 9      1.3642
## 10     1.2789
## 11     1.2026
## 12     1.1909
## 13     1.0678
## 14     1.1496
## 15     1.0652
##
## $All.CriticalValues
##      CritValue_Duda CritValue_PseudoT2 Fvalue_Beale
## 2      0.9255      32.7024      1
## 3      0.9285      14.8623      0
## 4      0.8919      49.7001      1
## 5      0.9352      19.2081      1
## 6      0.9296      26.6629      1
## 7      0.9109      14.3806      1
## 8      0.9062      12.6270      1
## 9      0.8525      8.1316      1
## 10     0.8950      12.8999      1
## 11     0.8891      33.4275      1
## 12     0.9292      16.8424      1
## 13     0.9220      16.1518      1
## 14     0.7898      22.0932      1
## 15     0.8979      15.8089      1
##
## $Best.nc
##      KL      CH Hartigan      CCC      Scott      Marriot      TrCovW
## Number_clusters 13.0000 3.0000 3.0000 15.0000 3.000 3.000000e+00 3.0
## Value_Index      8.4445 58.2293 49.9294 64.7466 1696.874 2.253022e+75 182408.2

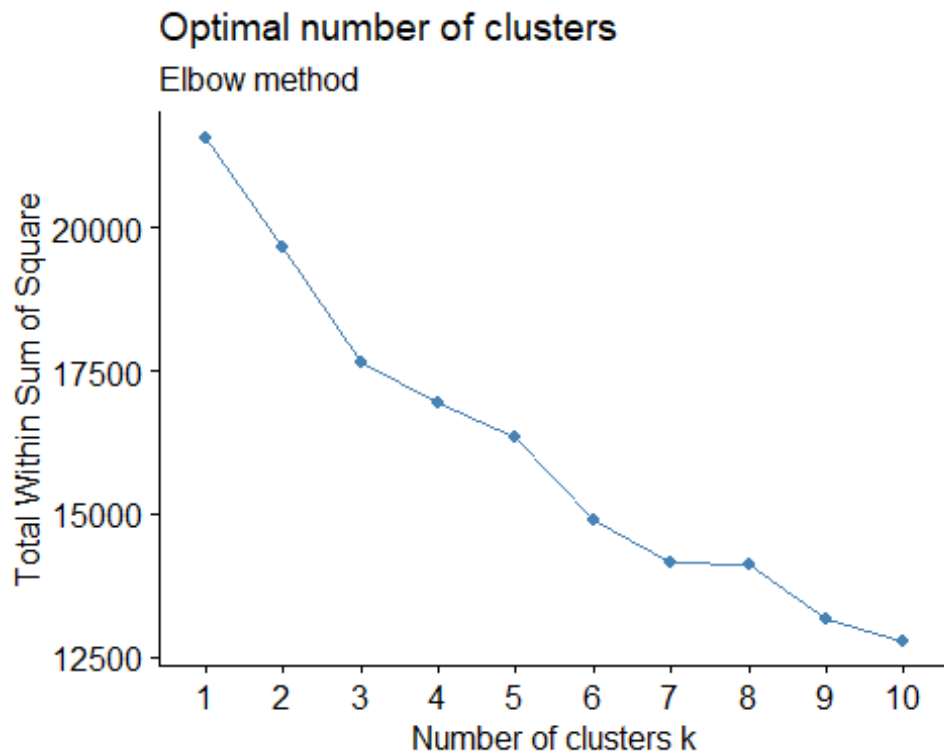
```

```
##          TraceW Friedman   Rubin   Cindex      DB Silhouette   Duda
## Number_clusters    3.0     5.00  3.0000 14.0000 11.0000      12.000 2.0000
## Value_Index      1521.6 11826.83 -0.0859  0.2317  1.6415      0.173 1.9743
##          PseudoT2     Beale Ratkowsky      Ball PtBiserial Frey McClain
## Number_clusters    2.0000    2.0000    8.0000    3.000    12.0000    1  2.0000
## Value_Index      -200.3535 -12.4963    0.1981 4032.325    0.3927   NA  0.6145
##          Dunn Hubert SDindex Dindex   SDbw
## Number_clusters    3.0000    0  7.0000    0 6.0000
## Value_Index    0.0947    0  1.1179    0 1.0181
##
## $Best.partition
##  [1] 3 3 2 1 3 3 2 2 3 3 3 3 2 3 2 3 2 3 1 1 2 2 1 1 3 2 2 3 1 2 3 1 2 2 3 3
## [38] 3 2 1 3 2 2 1 3 3 1 2 1 3 2 2 2 3 2 2 2 3 2 2 2 3 2 2 3 3 2 2 3 2 3
## [75] 2 3 3 2 3 3 3 2 2 3 1 2 3 2 1 2 3 2 2 3 3 3 2 2 2 2 2 2 3 3 3 3 3 3 2
## [112] 3 3 3 3 3 3 2 3 3 3 3 2 3 3 2 2 2 3 3 3 3 2 3 1 3 3 3 2 3 3 2 3 2 3 2 2 3
## [149] 3 3 1 2 1 2 3 3 2 2 3 2 2 2 2 3 2 3 3 3 2 3 3 3 3 2 2 2 2 2 2 3 3 3 3 3
## [186] 2 3 3 2 3 3 3 1 2 2 3 2 3 3 2 2 2 3 3 2 3 1 3 2 3 2 3 3 2 3 1 2 3 2 3 2 2
## [223] 2 3 3 2 2 3 3 1 2 2 2 2 2 2 2 1 2 1 3 3 3 2 2 2 2 3 3 3 1 3 1 3 3 2 2 2 2
## [260] 3 3 3 3 2 3 2 2 2 2 3 3 3 2 3 3 3 3 3 2 1 2 3 3 2 3 1 3 2 3 3 3 3 2 3 3 3
## [297] 2 3 2 3 1 1 3 3 3 2 3 3 3 3 3 3 3 3 3 2 3 3 3 3 3 3 3 2 3 2 1 3 2 2 3 2 2 3
## [334] 3 1 3 3 3 3 3 3 2 3 3 2 3 3 3 2 3 2 3 3 2 3 3 3 2 3 3 3 2 3 3 3 3 3 3 1
## [371] 3 3 2 2 2 3 3 3 2 2 1 1 3 1 3 3 2 3 3 3 3 3 3 1 3 3 3 1 1 2 1 3 2 3 1 1 1
## [408] 3 3 3 3 1 3 2 3 3 3 1 2 2 3 1 1 3 3 1 1 1 3 2 3 3 3 3 3 2 3 3 2 3 1 3 3 3
## [445] 3 3 2 3 2 1 3 2 2 3 2 3 3 3 3 3 3 3 3 2 3 2 3 2 1 3 3 1 3 3 3 2 3 3 2 3 1
## [482] 3 3 3 3 2 1 2 3 3 3 1 1 2 3 3 3 3 3 3 1 3 3 2 3 3 1 1 3 3 1 3 2 3 3 2 3 3
## [519] 2 1 2 3 2 3 2 2 3 3 3 2 3 2 3 2 3 1 1 2 2 3 3 3 3 3 3 3 3 2 3 3 2 3 1 3 1
## [556] 1 3 3 3 3 3 2 3 3 3 3 3 3 2 3 1 2 3 3 3 2 1 3 3 3 3 3 2 3 2 3 2 3 3 3 3 3
## [593] 3 3 2 3 3 2 3 2
```

According to the majority rule, the best number of clusters is 2

Traditional Approches

```
fviz_nbclust(BS2Scale, kmeans, method = "wss")+labs(subtitle = "Elbow method")
```



#2 is the best cluster from 3 approaches

```
BS2K <- kmeans(BS2Scale,centers =2,nstart = 25)
```

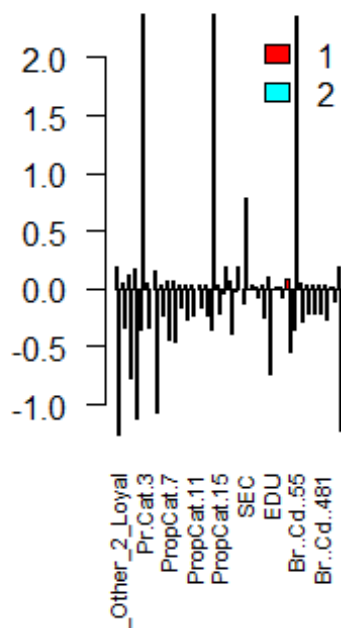
Allow us to represent the cluster solution into 2 dimensions

```
BS2K$size
```

```
## [1] 522 78
```

```
#dev.off()
```

```
barplot(BS2K$centers,beside = TRUE,col = rainbow(2),cex.names = .7,las=2,  
args.legend = list(x = 'topright', bty='n'),legend.text = (1:nrow(BS2K$centers)))
```



Question 3 - Model that classifies the data into these segments.

```
BS2$Cluster <- BS2K$cluster
```

```
BS2K$size
```

```
## [1] 522 78
```

```
Mail <- BS2[BS2$Cluster==1,]
```

```
#View(Mail) # Exclude these Members
```

```
# Excluding these people as they are loyal so we need to exclude the 522 out of the total 600 entries.
```

```
# So therefore on targeting direct-mail promotions for this market segment would succeed
```